



Associated Press

Lieut. Gov. Ed Reinecke and his wife conferring with Mr. Reinecke's lawyer, James Cox, left, after recess in perjury trial on Thursday in Washington.

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**Earlier Testimony
 By Reinecke Read;
 Prosecution Rests**

Special to The New York Times

WASHINGTON, July 19—The prosecution in the trial of Lieut. Gov. Ed Reinecke of California concluded its case today with a reading to the jury of excerpts from Mr. Reinecke's testimony before a grand jury in February.

In this testimony, made public for the first time today, Mr. Reinecke told the grand jury that he discussed with then Attorney General John N. Mitchell, in a May, 1971, telephone call, an offer by Sheraton Hotels, a subsidiary of the International Telephone and Telegraph Corporation, to underwrite \$400,000 of the costs of holding the 1972 Republican National Convention in San Diego.

Mr. Reinecke was quoted as telling the panel that he had made a call to Mr. Mitchell sometime in May from a public telephone booth. Asked then if he had discussed the I.T.T. pledge, he said: "I think that it is safe to say that yes, I did."

Mr. Reinecke also told the grand jury that he had not been certain of the date of this conversation with Mr. Mitchell until he was shown a log of Mr. Mitchell's telephone calls recording one from him in May, as well as four other conversations between the two men in June, 1971.

Mr. Reinecke is charged with lying to the Senate Judiciary Committee, which was investigating whether or not there was a link between the Sheraton-I.T.T. pledge and a Justice Department decision to settle an I.T.T. antitrust suit out of court.

Asked during the jury session, according to the testimony read today, why he had not told the committee of the telephone discussion, he replied that he thought the question referred to any such dis-

cusssion at a meeting with Mr. Mitchell, not a telephone call. The I.T.T. out-of-court settlement came at the end of July, 1971.

The defense in the five-day-old trial, which recessed for the weekend at the conclusion of the Government's case today, is expected to call its first witnesses Monday.