

THE WHITE HOUSE
WASHINGTON

July 31, 1972

MEMORANDUM FOR

GENERAL AL HAIG

This is in response to your memorandum of July 10 to John Ehrlichman with regard to Allegations of Contract Mismanagement in Our Administration of the Trust Territory of the Pacific Islands.

Attached for your review is a memo from John Whitaker which indicates that after a thorough review he recommends no further action because there does not appear to be a present threat because of the unhappiness of the natives or a potential domestic political embarrassment. Please note also that as a result of a Civil Service Commission ruling, Interior is currently attempting to find a position for Mr. Morderosian.

I agree with Mr. Whitaker's assessment and plan no further action.


KEN COLE

cc: John Whitaker