TO AMBASSADOR HELMS FROM COLBY

HAVE HEARD SAME ALLEGATIONS RUMMLED BUT NO REAL SOURCING. RE "LOAN," WE DID IDENTIFY THAT HUNT RECEIVED $12,462.38 LOAN FROM FSAS, WHICH HE LATER REPAID, FOLLOWING HIS DAUGHTER'S AUTO ACCIDENT ON 27 NOVEMBER 1966 AND HER SUBSEQUENT ILLNESS. WE ALSO HAVE HEARD STORY BUT CANNOT CONFIRM THAT HE RECEIVED A SETTLEMENT FROM THE INSURANCE COMPANY IN THE NEIGHBORHOOD OF $25,000, POSSIBLY IN 1969 OR 1970 (WE ARE TRYING TO CHECK THIS DATE). THIS MAY BE ORIGIN FOR LOAN STORY.

ABOVE WAS HANDLED WITH BAKER COMMITTEE BUT ASSUME SPECIAL PROSECUTOR MAY HAVE SAME STORY. OUR TESTIMONY BEFORE SENATE ARMED SERVICES BATTLING DOWN ANDREW ST, GEORGE ALLEGATION THAT YOU WERE AWARE OF WATERGATE AHEAD OF TIME MAY HAVE PUT THAT POINT TO REST. ON HUNT, WILL HAVE REFERENCES IN YOUR PRIOR TESTIMONY FOR YOU TO LOOK AT.

GUTE REISE. EZ LIMPDET.

SECRET

APPROVED FOR RELEASE
DATE: MAR 2008