TO: Director, FBI (92-20039)
FROM: SAC, Philadelphia (92-441) (P)
SUBJECT: RUSSELL A. BUFALINO, aka AR

(00: Philadelphia)

Re Philadelphia airtels 5/20/64 and 5/22/64 and Bureau airtel 5/26/64.

Philadelphia airtel 5/20/64 recommended that results of interview with SUE NICHOLS be furnished to INS. At the time recommendation was made the subject's paramour, JANE COLLINS (PH 665-C-TE), stated she had no intention of testifying at INS hearing of subject.

Since that time, however, COLLINS has decided to be a cooperative witness for INS after consulting her attorney, CARLON O'MALLEY, Scranton, Pa., and INS attorney VINCENT SCHIANO. COLLINS stated that SCHIANO has told her that if she cooperates he would limit the questions asked of her and would ask only those questions approved by her attorney.

In general, the questions asked would concern her relationship with subject but no specific questions would be asked by INS concerning the exact nature of the intimacy between COLLINS and the subject.

In addition, COLLINS would be asked concerning her relationship with attorney REMO ALLIO. ALLIO has already testified at INS hearing that he was COLLINS attorney and refused to answer questions concerning his contacts with her.

Bureau (92-20039)
Philadelphia (92-441)
FTH:mab

(c) Approved: Special Agent in Charge

Sent M Per

MAY 28 1964
PH 92-441

COLLINS denies that ALLIO was her attorney.

COLLINS gave $40,000 to ALLIO, ostensibly as an investment in Monet Fashions, which company ceased to operate after she received only $3,000 of her original investment. INS has indicated that ALLIO never invested this money in Monet Fashions and funneled it off, probably to the subject.

COLLINS fears widespread publicity if she invokes the 5th Amendment at INS hearing and is willing to cooperate with INS if the questions asked of her are restricted. COLLINS does not want it known that she has been an informant for the FBI.

ROBERT KARBOWSKI, a former PCI of this office and an employee of JANE COLLINS, expected to lay groundwork for testimony of COLLINS by testifying concerning nights spent by subject at COLLINS home at Lake Ariel, Pa.

It is not recommended that INS be furnished the details of the interviews conducted with SUBNICHOLS, because if this is done it will set a precedent for possible demand for information furnished Bureau by KARBOWSKI and COLLINS.

COLLINS has been most cooperative and voluminous information has been furnished by her to this office. KARBOWSKI did furnish some information in the past concerning subject's relationship with COLLINS and this information was reported under confidential symbolin Philadelphia reports concerning the subject.

The interview of OLIVER TROUP, SR., which was furnished to INS and to the attorney for subject by INS, was in the form of a signed statement and was not given to the Bureau in confidential classification as was the information from COLLINS and KARBOWSKI.

Every step will be taken to protect the confidential relationship between COLLINS and the Bureau.

If a demand is made at INS hearing for information furnished by COLLINS and KARBOWSKI and NICHOLS, the confidential

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