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Warrants Issued for McNell Brothers' Arrest

NEWARK, N.J., Aug. 12 (AP) — Warrants have been issued for the arrests of two missing brothers whose charges of stock fraud led to the resignation of the CIA's chief of covert operations, FBI agents said today.

The warrants charge Samuel F.

and Thomas R. McNell with bank larceny, an FBI spokesman said. The two vanished July 17 along with \$3.2 million in assets from two of their businesses.

Their disappearance followed the July 14 resignation of Max C. Hugel, director of CIA clandestine opera-

tions, whom the brothers alleged had issued "insider" information on stocks traded in 1974 and 1975.

Hugel denied the charges and said through his attorney that he stepped down because the allegations placed an unfair burden on the Reagan administration.