

THE WEATHER

Humidity 4:30 p. m. yesterday 22%
Highest temperature yesterday 92
Lowest temperature last night 52
Precipitation last 24 hours 0
Precip. since first of month 0
Precip. since Sept. 1, 1939 32.65
Deficiency since Sept. 1, 1939 137
Partly Cloudy.

VOL. XLV NO. 73 OF ROSEBURG REVIEW

ROSEBURG, OREGON, MONDAY, JULY 1, 1940.

VOL. XXVIII NO. 281 OF THE EVENING NEWS

Roseburg News-Review

THE DOUGLAS COUNTY DAILY

THE BALKANS

Europe's "powder keg" has exploded, and Rumania, beset by Russia and Hungary, with Bulgaria also waiting to pounce upon her, appears doomed to extinction. What will the axis powers do? Look for the answer in NEWS-REVIEW news.

ROMANIAN FACING TWO FOES FOR EXISTENCE

War Profiteering Curb By Means of Tax Asked Of Congress by President

Levies To be Along World War's Rates

Other New Taxes for Defense Program Launched Today; Navy Orders New Ships, to Cost Half Billion.

WASHINGTON, July 1.—(AP)—President Roosevelt asked congress today to enact a "steepest graduated excess profits tax" applicable to all individuals and corporate organizations "without discrimination."

The text of the president's message follows:

"We are engaged in a great national effort to build up our national defenses to meet any and every potential attack.

"We are asking even our humblest citizens to contribute their mite. It is our duty to see that the burden is equitably distributed, according to ability to pay, so that a few do not gain from the sacrifices of many.

"I, therefore, recommend to the congress the enactment of a steeply graduated excess profits tax, to be applied to all individuals and all corporate organizations without discrimination."

Mr. Roosevelt did not estimate how much revenue an excess profits levy might yield. House Majority Leader Rayburn, who attended the white house conference which preceded the issuance of the president's message, said, however, that the tax would be along the lines of one levied in world war days.

The tax described would be a revenue producer and a measure to hold down profits on war time business.

More Warships Ordered

The navy today ordered construction of 45 more warships, to cost a total of approximately \$500,000,000.

The largest single contract let in navy department history, the construction was assigned to Lewis Compton, acting secretary, within two hours after the white house had announced that President Roosevelt had signed legislation.

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In The Day's News

By FRANK JENKINS

If you were pulling for Willie, don't celebrate. PRAY. If he wins in November, he'll need your prayers.

No president since Lincoln has faced a task comparable to that which will confront Willie if he is elected.

(EVEN if one leaves the war out of consideration, Willie's task, if elected, will be immense. He must yank us out of pleasant dreams of something for nothing, of working less and having more, and bring us back to reality. And MAKE US LIKE IT. If we don't like it, we'll throw him out.)

WENDELL WILLKIE'S nomination, in sober reality, was an answer to prayer—the prayers of millions of people who wanted an outspoken, sincere, able MAN; not just another politician peddling ancient political patter.

It was these unspoken prayers, pulsing in the air of the convention hall at Philadelphia, that brought about Willie's nomination.

(Continued on page 4)

Millionaire Annenberg Draws Three Years for U. S. Income Tax Dodging

CHICAGO, July 1.—(AP)—M. L. Annenberg, who climbed from immigrant newsboy to one of America's wealthiest men, was sentenced today to three years' imprisonment for evading \$1,217,296 in federal taxes on his 1936 income.

Sentence was imposed on the 62-year-old former racing news magnate by Judge James H. Wilkerson in a courtroom packed to capacity.

The judge declared in an 11-page statement that Annenberg's age and the fact that he had pleaded guilty to one count of an indictment, removing the expense of a trial, had been taken into consideration.

Joseph E. Hafner, Annenberg's chief bookkeeper who pleaded guilty to aiding and abetting the evasion, was sentenced to five months in the county jail.

Cooks, Stewards Strike Postponed

SAN FRANCISCO, July 1.—(AP)—According to a federal request, the marine cooks and stewards today delayed for 72 hours a strike which threatened to paralyze west coast offshore and inter-coastal shipping for the third time since 1934.

At an hour before the deadline last midnight, the union voted to delay the walkout and issued a statement denouncing the attitude of the Pacific American Shipowners association against which the walkout was planned.

Approximately 175 west coast ships would have been affected by the strike, since picket lines set up by the cooks and stewards were expected to bar members of other unions in the highly organized maritime industry.

The midnight deadline was set by the union as the hour for a strike. In the event it had not completed negotiations, in progress for months, for a new contract.

Skyrocket Enters Home, Sends Baby to Hospital

SEATTLE, July 1.—(AP)—Little Yvonne Tapp, 11 months old, was Seattle's first fourth of July victim.

The baby was lying on a bed in the apartment of a neighbor Saturday when a skyrocket sent up by two young boys outside suddenly turned in the flight and zoomed into the bedroom.

"I was bending over the bed to pick up the baby," Mrs. Daisy Farley, the neighbor, said, "when the rocket shot into the room. I don't know whether it actually hit her or not. All I could see was flames on her right side and around her ear. I bent out and found with my hands and a cloth."

Today Yvonne tossed on a bed of pain in King county hospital, her little hands tied down to keep her from tearing the bandages off her seared flesh.

Crash Sends Youthful Aviator to Hospital

TACOMA, July 1.—(AP)—Russell Cushman, 18, of Anderson island, remained unconscious in a Tacoma hospital today with injuries suffered in the crash of his light airplane late Sunday near his home.

Hospital attendants said the youth received numerous lacerations about the hands and legs, but that the full extent of his injuries would not be known until X-rays were taken. They said he was "in deep shock" when brought to the hospital and that his condition was "serious."

State patrol headquarters here said the cause of the crash had not yet been ascertained.

Member of Prominent Family Commits Suicide

PORTLAND, July 1.—(AP)—Charles F. Smith, 27, member of a Portland factory and hotel owning family, shot himself through the head Saturday, Coroner Erwin said.

Relatives could give no motive for the suicide.



M. L. Annenberg.

Nine Persons Die In Texas Floods

HAILETTSVILLE, Tex., July 1.—(AP)—The death toll in Texas floods mounted to nine today as rescue workers in southern and central Texas dug through the mud-smeared debris of river bank homes seeking additional victims.

Mayor J. G. Traxler estimated damage here would total \$1,000,000. He said Red Cross relief workers were assisting several hundred homeless and that fears of epidemic described as the city water supply cleared up.

Floodwaters of cloudburst-swollen streams were watched apprehensively at La Grange, Calmar and Victoria. La Grange and Calmar are on the Colorado river, Victoria on the Guadalupe, both on a rampage following weekend rains that reached a relative peak of as much as 20 inches.

The names of Mr. and Mrs. John Serock and their daughter, Christine, and Mrs. Joseph Stanzel were added to the death roll today.

House Passes Bill for Registration of Aliens

WASHINGTON, July 1.—(AP)—The house passed without debate and sent to the senate today legislation which the judiciary committee said would subject the communist party and the German-American Bund to registration with and close scrutiny of the justice department.

The measure would require registration of:

1. Organizations subject to foreign control which engage in political activity.

2. Organizations which engage both in civilian military activity and in political activity.

3. Organizations subject to foreign control which engage in civilian military activity.

4. Organizations any of whose purpose or aims is the establishment, control, conduct, seizure or overthrow of a government by the use of force, violence, military measures or threats thereof.

Teachers' Training in Religion to Start Here

A religious teachers' training course, conducted by Mrs. Goldie Ferguson of Springfield, will start tonight at the First Christian church of Roseburg and continue throughout the week. Mrs. Ferguson is in charge of religious education in the schools of Lane county and has had wide experience in training courses, vacation schools, etc. Starting July 8, she will conduct a daily vacation Bible school at the local Christian church. The school will be held daily from 9 a. m. to 12 a. m. for two weeks. Both the training course and Bible school will be open to all interested persons.

M'Nary Will Stay On Job As Senator

Vice-Presidential Nominee Not to Resign, He Tells Oregon Governor; Says Willkie to Do Most of Campaigning.

SALEM, Ore., July 1.—(AP)—Senator Charles L. McNary said in a telephone conversation with Governor Sprague today that he has no intention of resigning as senator before he begins his campaign as republican vice-presidential nominee.

The governor said he telephoned McNary that "it would be in the best interests of Oregon if the senator retained his seat and let the November election decide the issue."

Governor Sprague pointed out that if the republicans lost the election, McNary still would be a senator. His senatorial term ends in January, 1942.

McNary said he would try to have the nomination ceremony at his ranch home to coincide with Salem's centennial celebration (July 30-August 4), but he said he was not sure he could make it. The governor said:

"It depends on whether congress is busy at that time, and also upon McNary's first meeting with Willkie and with the new national chairman, who is yet to be appointed."

The Oregon senator said he did not plan any large-scale speaking campaign, but that he would make a few radio addresses. McNary said that he expected Wendell L. Willkie, the republican presidential nominee, to come to Washington to confer with him during the next few days.

As the presidential nominee, McNary said, Willkie "will do most of the campaigning."

Willkie Wants F.D.R. to Run So He Can Beat Him

NEW YORK, July 1.—(AP)—Wendell L. Willkie went back to work for the last time at his campaign headquarters and Southern offices today before heading with Gov. Harold Stassen of Minnesota to discuss campaign and organization problems.

Talking about the democrats, he said at a press conference that he hoped they would renominate Mr. Roosevelt.

"Why?" a reporter asked. Willkie chuckled, saying: "I'd like to beat him."

Manhattan District Attorney Thomas E. Dewey, who sought the nomination, was not present.

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Work Begun on Third Set of Panama Canal Locks

PANAMA, July 1.—(AP)—With Acting Governor Colonel Glen E. Edgerton at the controls, the big dredge "Las Cascadas" scooped up a heavy rock today.

It signaled start of work for the approaching channel to the third set of locks for the Panama canal. The new Miraflores locks, which will cost \$227,000,000 and take six years to build.

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Nazis Seize Two Islands From Britain

Guernsey, Jersey, Near Coast of France, Fall to Air Force; Counter Plane Raids in Britain, Germany Staged.

BERLIN, July 1.—(AP)—The German army has set foot on British soil for the first time by occupying the channel islands of Guernsey and Jersey in a surprise move by units of the Nazi air force.

Guernsey was occupied yesterday and Jersey today, the high command reported.

What was called a "coup de main" of the German air force "presumably meant that troops had been landed by airplane on the islands, well-known for their cattle."

The high command said a German reconnaissance plane had shot down two British Bristol Blenheim warplanes during the occupation of Guernsey.

Guernsey and Jersey, which British previously had declared demilitarized, lie much closer to the German-occupied French coast than to England and probably were considered indefensible by the British command.

(Guernsey, 30 miles from Plymouth, is only half as far from the west coast of the continent peninsula, at the tip of which is Cherbourg. Jersey is 20 miles southeast of Guernsey.)

(Indication that further channel islands may have been lost to the Germans came in an announcement by Western Union that telegraphic communication with Jersey, Guernsey and also Alderney and Sark had been suspended.)

British R. A. F. bombing planes striking at Germany in mass attacks in a "warm up" for the expected great battle for Britain, roved over the north, west and north of the reich during the night.

The German high command said the British sky raiders attacked "non-military targets" and that 18 were shot down—an indication

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Oregon Accidents Take Lives of Three Persons

BEND, July 1.—(AP)—A runaway team threw A. D. Oster, 68, Lake county farmer, from a hayrack and fatally injured him Saturday.

LERANON, July 1.—(AP)—Charles Nelson, 24, of Portland died yesterday in an automobile crash into a ditch near here. Charles Cumback and Alfred Butler, also of Portland, were injured.

SALEM, July 1.—(AP)—Willis Lister Guy, 23, Dallas, died in a Salem hospital early today of injuries suffered late Sunday when his motorcycle crashed into a car driven by Loyal A. Whitney of Salem. The accident occurred in West Salem.

Paul D. Cravath, Noted Corporation Lawyer, Dies

Paul D. Cravath, 47, died at his home in New York City today.

LOCUST VALLEY, N. Y.—(AP)—Paul D. Cravath, 47, chairman of the board of the Metropolitan opera company, and for many years one of New York's outstanding corporation lawyers, died at his home here today.

Douglas County Junior Baseball Squad Chosen

The Douglas County American Legion Junior baseball squad, consisting of 18 players, was picked Sunday, when the local team suffered a double defeat at the hands of Eugene in practice games at Finlay field.

Sunday's games do not count in state competition, but this month the local juniors will compete against Marshfield and Medford in a series of games for the district title and will then play the winner of the southern Willamette district for the right to enter the state championship playoff. Members of the squad, pictured above, are: lower row, from left, Davidson, Sansted, DeBernardi, Cummings, Rust, Hiney, Anderson, Stephens, and Coach Hod Turner. Upper row, from left, Pleusard, McDougal, Cox, Applegate, Rice, Adams, Dyer, Baker, Bat boy, DeBernardi, Babe Wimberly and Jack Loomis, two other members of the squad were not present when the above picture was made.

British Moving Their Families From Hongkong

HONGKONG, July 1.—(AP)—A Canadian Pacific liner, carrying the vanguard of some 4,500 British women and children being removed from this colony, sailed out of Hongkong harbor today.

Other outgoing ships also were jammed.

Among the passengers was a sprinkling of Americans, although the majority preferred to remain until definitely ordered to leave.

The American liner President Coolidge remained here on order from Washington and Americans were prepared for the possible necessity of removing their women and children.

The exodus, authoritative sources said, is a precaution against possible Japanese enforcement of a land and sea blockade of this colony to enforce demands for the closing of the Burma route to the embattled Chinese government.

To combat food shortages, the government banned exports of flour, soy beans and soy bean products. It also prohibited export of motor vehicles.

Norwegian, French and Dutch consular authorities ordered their nationals—a combined total of about 470—to prepare to leave.

A government spokesman hinted strongly that the British feared the possibility of action by the Japanese army without Tokyo's approval.

Sunday Picnic Ends in Drowning of 5 Persons

DRUMHELLER, Alta., July 1.—(Canadian Press)—The Eugene Shepherd family's Sunday picnic at Fish Lake, 20 miles east of Drumheller, ended in tragedy, with Mrs. Shepherd, standing helplessly on the shore while her husband, their four children and a farm workman drowned.

Royal Canadian mounted police reported Fred Osmond, who worked at the Shepherd farm, was sunbathing with the four children on a raft when the wind drifted the craft into deep water.

Shepherd went to the rescue in a rowboat, which sank when the children and Osmond boarded it. None could swim.

Multnomah Deputy Hurt in Wreck of New Auto

Frank Clayton, Multnomah county deputy sheriff, suffered face and minor injuries Sunday when his car rolled off the Pacific highway at Willbur. The car, recently purchased, was badly damaged. The driver reportedly was blinded by lights of an approaching car and pulled off onto the gravel shoulder, causing the machine to slide off the grade.

Roseburg Junior Eagles Win Drum Corps Contest

The Roseburg Junior Eagles drum corps won first place in the state competition in the junior division at the state convention held at Marshfield last week. Three individual cups were won by the drum corps. Jerry Harding took first place for individual drumming. Charles Hiney won first place in the bugle competition and Bob Skaggs won first place among drum majors.

Taxicab Strike Threat in Portland Averted

PORTLAND, Ore., July 1.—(AP)—Last minute concessions by three companies last night averted a threatened Portland taxicab drivers strike.

The companies granted temporarily the drivers' demands for an eight hour day, \$3.50 daily wage minimum and 10 per cent of all receipts. The way was left open for further negotiations.

Ben Turpin, Cross-Eyed Film Comedian, Passes

HOLLYWOOD, July 1.—(AP)—Ben Turpin, old-time screen star famous for his crossed eyes, died today. He was 71 years old.

A native of New Orleans, Turpin was one of the screen's first slapstick comedians.

Russian Invasion Battled As Hungary Masses Troops To Retrieve Transylvania

Russians, Extending Operations and Dropping Tanks From Airplanes, Seize Control of Danube and Appropriate German-Owned Material; Rumania Facing "Collapse," Hungarians Declare.

BUCHAREST, July 1.—(AP)—Rumania, her forces retreating before soviet Russia's red army occupying Bessarabia and Bucovina, prepared tonight to meet a possible Hungarian invasion of Transylvania which Rumanians feared was imminent.

With reports of virtual general mobilization in Hungary and a series of frontier incidents between Rumanian and Hungarian troops, the Budapest government lodged a protest with Rumania's foreign office warning of "possible unpleasant consequences."

Rumanians, Russians Clash

Trainloads of Rumanian wounded arrived in the capital today for hospitalization. They were understood to have been wounded in clashes with Russian troops on the Prut river.

At the same time military quarters declared the probability of further clashes between Rumanian and Russian forces was heightened by the fact the Russian army was increasing the tempo of its occupation of ceded Bessarabia and northern Bucovina.

Today, it was reported, parachute troops were "rained" on parts of the two provinces not yet occupied.

Rumanian officials expressed belief this was to round up aristocrats and large landowners and prevent removal of gold and other valuables from the occupied area.

Rumanian officials returning from the occupied territories declared that Russian military trials were condemning Rumanians in "wholesale batches."

They reported refugees had been shot while attempting to sneak through Russian lines into old Rumania.

Tenoris were brought in that the Hungarians were seeking to subvert government in the most important centers and that, in other places, they were trying over management to hastily organized soviet.

The Russians were described as "raining" parachute troops on Rumanian soil and landing baby tanks from soviet "kangaroo" planes. Like kangaroos, which carry their young in a pouch, the soviet planes reportedly carried tanks suspended between their landing wheels.

Nazi Materials Seized

Nazi ire was reported aroused by Russian seizure of German-owned materials in Bessarabia.

Berlin officials, while diplomatically scouting any possibility of a German-Russian clash, said Germany's main interest was to prevent any disruption of her supplies of vital materials—oil for her mechanized armies and foodstuffs—from Rumania.

Nevertheless, the Rumanian government has already appealed to Hitler to make Russia live up to last week's ultimatum agreement for ceded territory, thereby giving the soviet government an excuse, it wants one, for marching into Rumania against Russia.

In any event Rumania appeared the loser—threatened by an axis-supported Hungarian invasion to stop Russia and by a possible German move to safeguard Nazi interests in Rumania.

Danube Control Grabbed

Balkan capitals reflected ominous nervousness over Russian plans in southeastern Europe as the soviet red army seized command of the lower Danube river in Rumania, one of Germany's vital supply lines.

Coincidentally, other dispatches said Russia demanded that Turkey grant her a share of defense of the Dardanelles, key link between the Black sea and the Mediterranean, while Germany and Italy are concentrating on the battle against Britain.

Danube Control Seized

The red army which has been west and north to occupy territory ceded on demand by Rumania yesterday surprised the Rumanian garrison at Reni, where the Danube and Prut rivers join, by landing baby tanks suspended between the wheels of transport planes.

The Rumanians did not even have time to destroy their rifles off the racks, and Russia thus was in control of the Danube at a spot where a few machine guns may stop traffic on that artery which is so vital to Germany.

Reni is in the southwest corner of Bessarabia, which Rumania yielded to Russia along with northern Bucovina in the hope of avoiding conflict.

Whether Reni was among the cities which Rumania intended to surrender was not clear, but a Rumanian-Russian conference is scheduled in Odessa Tuesday to set the final demarcation lines.

Bloody Clashes Occur

In an event, Rumanian apparently had failed to escape combat. Military sources in Bucharest told of bloody fighting at undisclosed points along the Prut when the Rumanians crossed that western

(Continued on page 6)