

U. S. Demands That Italy Recall Naval Attache

(Continued from page 1)

WASHINGTON, April 3.—(AP)—Secretary Morgenthau said today he and Attorney General Robert H. Jackson were "studying" possible action to force Italy to recall its naval attaché in Washington to destroy its engines.

The law under which the axis ships were seized because of sabotage by the crews also provides that the government may ask forfeiture of the ships as a penalty for such sabotage.

Asked whether he had any information that sabotage of the ships was ordered by any diplomatic representatives of the axis in this country, the secretary said, "the facts speak for themselves."

New and more vigorous protests against the seizures came yesterday from the axis powers. The reply being prepared by the state department, it was said, will not alter this government's position that its action was fully justified.

2 More Ships Burned
Hemisphere waters, meanwhile, became the grave of two more German vessels, raising the total of axis shipping losses to 13 for the last four days.

The two Nazi vessels which fled Callao, Peru, on Monday without sailing papers were located in flames 200 miles at sea. There were no lifeboats left on the sinking hulks and no trace of their crews. It was uncertain whether the ships had been fired and abandoned, or whether they had fallen prey to an armed Canadian auxiliary known to be operating in the vicinity.

Farther south on the western coast of South America another German freighter put to sea from Talcahuano, Chile, but she carried so little fuel that maritime circles wondered what her intentions were. Three other Nazi ships in Chilean ports also were ready to leave.

Venezuela Acts
As an ever larger number of axis merchantmen were affected by the new "protective" seizure policy, not all the diplomatic notes were originating in Rome or Berlin. The government of Venezuela lodged strong protests with axis envoys at Caracas last night because of the burning and scuttling of four German and Italian ships in Venezuelan waters.

Venezuela termed the sabotage "deliberate," a "scandalous" violation of hospitality, and "a premeditated crime which is punishable by our laws."

Six Nazis Arrested
Captain Ernest R. Heltzmann of the German tanker Pauline Friederich, four of his officers and five members of the crew were arrested at Boston yesterday on an indictment charging sabotage.

The offense carries a maximum penalty of \$10,000 fine or 20 years imprisonment, or both. The indictments were the first in the country returned for alleged damage to seized axis ships.

U. S. Attorney Edmund J. Brandon indicated that indictments also might be sought against the captain and crew of the Italian freighter Dino, although damage aboard that craft was said by the coast guard to be slight.

The coast guard reported that every piece of machinery on the German tanker had been damaged beyond repair.

GERMANS RELEASE FOUR ARRESTED AMERICANS

BERLIN, April 3.—(AP)—Four United States citizens living in Berlin were arrested last night but were released later.

They were John Paul Dickson of the Chicago Tribune and Mutual Broadcasting system; Arthur K. Dunning, secretary of the American chamber of commerce; a New York negro music student identified as John Welsh, and a Californian whose name was not disclosed.

(Dunning a native of Bath, Me., had lived in Berlin for 50 years.)

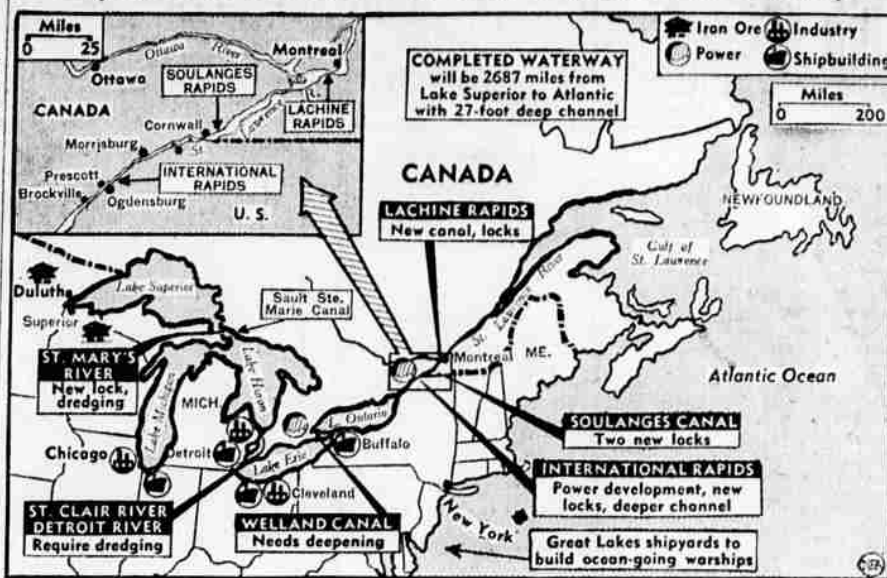
No reason was given Dickson for his seizure. Dunning, first of the four to be released, said police officials were nice throughout but that they had no explanation of the short detention except for meticulously recording personal data which he had given many times before.

ITALIANS AT PORTLAND FACING DEPORTATION

PORTLAND, Ore., April 3.—(AP)—Deportation proceedings against officers and crew of the sabotaged Italian ship Leme will start at once, Roy J. Norene, divisional immigration director, said today. Actual deportation will wait, however, on the trial of the 52 Italians on charges of violating a 1917 war sabotage act, he added. Difficulty in getting them through the British blockade might also cause a delay, Norene said.

Coast guardsmen seized the

Superior to the Sea—The St. Lawrence Waterway



Some 105 years after the idea for a Great Lakes-St. Lawrence waterway was born, the oft-proposed project is again before Congress, this time in form of a U. S.-Canadian Agreement for power and navigation development in the International Rapids section. Map shows parts of the waterway still too shallow for big ocean vessels, and industrial, shipbuilding and ore centers project will benefit. Inset map shows closeup of river section still unnavigable to large ships.

Half a House Is Better Than None



Boom time in Milan, Tenn. (normal population: 3100), brought by construction of government shell-loading plant nearby, found the town with a housing shortage. So many workers saved their houses in half, loaded the parts on trucks and rolled off down the highway to Milan.

Leme last Sunday, found it heavily sabotaged by the crew.

Ford Strike Settlement Basis Reported Reached

(Continued from page 1)

analyze the industrial life of our nation."

An AFL spokesman announced settlement at Buffalo, N. Y., of a one-day work stoppage at the American Car and Foundry company plant working on British orders for shells.

Thomas W. Seavon, president of the AFL federal local which called the walkout, said after a conference with company officials and Federal Conciliator Thomas Finn:

"Everything is settled. We got what we wanted."

CONGRESSMEN THINK IT'S TIME F. R. SPOKE OUT

WASHINGTON, April 3.—(AP)—Representative McCormack of Massachusetts, house democratic leader, agreed with a questioner on the house floor today that it was "about time" for President Roosevelt to speak out on the defense strikes situation.

McCormack took the floor after criticism by Representatives Ta-

her (R-N. Y.) and Cox (D-Ga.) of the administration's attitude toward the strikes.

"I'm satisfied that he (the president) will hear down—in a constitutional way," McCormack replied.

"Labor in general are not ingrates and when the president speaks, as I believe he will, labor will respond to his leadership."

"Doesn't the gentleman think it's about time for him to speak?" interrupted Representative Woodrum (D-Va.).

"Yes," McCormack replied, amid applause.

PORTLAND, Ore., April 3.—(AP)—Truck union officials signed a compromise agreement with employers yesterday which averted a threatened contract deadlock.

The agreement granted a 25-cent a day wage increase and a week's vacation with pay to truck haulers of rail freight, Jack Schlatt, union secretary, said. The union had asked the vacation and 50-cent increase.

The agreement, which affects nearly 1000 drivers and 40 members of the Portland Dray and Warehousemen's association, boosts base pay to \$6 daily with top rate at \$7.75.

WASHINGTON, April 3.—(AP)—The labor board today ordered three separate elections within 30 days among employees of Klamath Falls branch of Weyerhaeuser Timber company, Klamath Falls, Ore., to determine collective bargaining representatives. The elections will be among conductors and brakemen in one group, firemen, engineers and hostlers in another, and electricians and machine shop workers in a third.

Il Duce's Editor Prepares Italy for "Painful Losses"

ROME, April 13.—(AP)—Mario Appellus, fascist military commentator, prepared Italians today for news of "further painful losses" in what appears to be a virtual admission of the loss of Ethiopia through imminent fall of Addis Ababa and Dessie.

Declaring that 300,000 British troops "flanked by Haile Selassie's savage hordes and aided by formidable armament and abundant aviation" were piercing Ethiopia from 13 different routes, Appellus said in Mussolini's own newspaper Il Popolo d'Italia of Milan:

"Our spirit is prepared by now for new painful losses, some of which were imposed by the humanness of the Italian command which is evacuating certain urban centers to save the population the horrors of street fighting."

"Where the enemy errs," Appellus added, "is in believing he can deliver a mortal blow to Italy through our sorrow at Eritrea and Ethiopia."

Dessie is some 160 miles north-east of Addis Ababa, the capital, where British and native forces have been reporting considerable gains.

Russian Ship Aground On Deadly Peacock Spit

ASTORIA, Ore., April 3.—(AP)—The Russian freighter Vazlav Vorovsky was hard aground on a ledge of deadly Peacock spit, just inside the Columbia river bar, this morning. She ran aground while outbound during a high wind last night. She was in no immediate danger but Point Adams coast guardsmen held little hold of pulling her free. No one was injured.

Coast guardsmen said they believed the ship nosed onto the ledge under power after her steering apparatus failed. The weather was clear.

Ousted State Police Aide Faces Charge of Larceny

SALEM, Ore., April 3.—(AP)—Albert D. Goddard, recently dismissed state police captain who had charge of accounting at headquarters here, was arrested yesterday on a complaint charging him with larceny of \$2,150 in public funds.

The information was filed by Charles P. Pray, superintendent of state police.

Gov. Sprague Vetoes Bill For Bar Sale of Wines

(Continued from page 1)

sabotage, requiring elections when school district boundaries are changed, and appropriating \$25 for construction of a fence around the bronze state seal in

the floor of the capitol rotunda were vetoed yesterday.

Subversive Persons Banned
He signed bills to prevent persons who favor overthrow of the government by force from seeking public office, and to appropriate \$15,000 for education of handicapped children.

There already are adequate state and federal sabotage laws, the governor said, the result of the vetoed measure would have been "wholesale arrests of many innocent persons."

A fence around the seal, he wrote, would be unsightly, and he added that the secretary of state would place a sign on the rotunda asking people not to walk on the seal.

Bills Still Waiting
Bills still remaining on the governor's desk include those taxing cigars two cents a package, giving free textbooks to students in private schools, creating a board to license watchmakers and watch repairmen, authorizing vocational education schools, permit increase in logging truck weights from 54,000 to 68,000 pounds, regulate cold storage lockers and appropriate \$190,000 for research on crop diseases.

Nazi Troops Massed to Strike at Yugoslavia

(Continued from page 1)

Croatia, Slovenia and Serbs.

Premier Kills Himself.
In neighboring Hungary, the Hungarian government was reported to have resigned following the suicide of Premier Count Teleki, who was known for his personal pro-British sympathies.

No reason for his act was given. One explanation might be that it was prompted by a conflict between his pro-British sympathies and reluctance to yield to axis demands—possibly in some new form.

Although Hungary is a member of the Rome-Berlin-Tokyo alliance and dominated by Germany, Count Teleki had won the sobriquet of "the great tightrope walker"—viewed by Hungarians

in the role of a man striving to keep balance with Germany, just short of yielding completely to Hitler.

In Rome, fascist editor, Virginio Gayda, often called Premier Mussolini's chief editorial spokesman, asserted that Italy and Germany no longer felt bound to respect Yugoslavia's territorial integrity and independence—as guaranteed when Yugoslavia's regency government signed the Rome-Berlin-Tokyo alliance.

Students in Rome attempted to reach the United States embassy and the Yugoslav legation for demonstrations today but were turned back by troops who blocked the approaches to both buildings.

Several score students paraded through the streets, carrying large Italian and German flags after cheering Japanese Foreign Minister Matsuoka on his way to the station.

Bad weather kept British and German air forces grounded on the western front during the night. This morning, however, a German bomber was said to have been shot down over the channel.

Nazis Increase Sea Toll.
Slashing new inroads on Britain's sea-borne supplies were re-

ported in axis capitals.

Berlin said the German navy had sunk 367,800 tons of merchant ships in the Atlantic from March 16 to 23; that Nazi warplanes destroyed two armed merchantmen totalling 16,000 tons in an attack on a British convoy off the Grecian Isle of Crete, and that two 4,000-ton vessels were sunk near the British Isles.

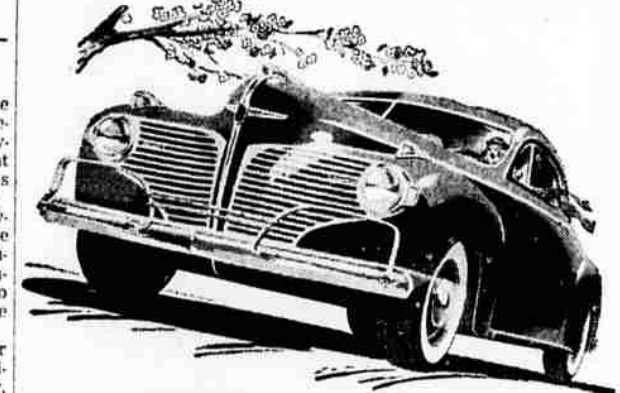
Rome asserted that German and Italian planes sank six ships in two convoys in the eastern Mediterranean.

In London, the air ministry said RAF bombers scored hits on two armed merchant ships off the coast of Holland and left one of them sinking.

PORTLAND'S distinctive hotel

Single Double

THE BENSON
Broadway at Oak St.



DODGE

FASTEST SELLING LOWEST PRICED

car with

FLUID DRIVE

\$825

EVERYWHERE in America the big swing's to Dodge. For Dodge offers Fluid Drive—plus the six other famous Dodge features—at prices so low any car-buyer can afford to buy this car of the year—and few can afford not to.

This new Dodge makes it a Fluid Driving future—and you'll understand why the first minute you're behind the wheel. Once you Fluid Drive through traffic and over hills and highways—slow or fast, even stopping, without constant shifting of gears—you'll be talking about this new Dodge Fluid Drive as eagerly as your neighbors. Keep pace with motoring progress. See your Dodge dealer today. Go for a ride that will reveal the marvels of Dodge Fluid Drive.

TUNE IN MAJOR BOWES, C. B. S. THURSDAYS, 9 TO 10 P. M., E. S. T.

***FLUID DRIVE ONLY \$25 EXTRA**

*This is Detroit delivered price and includes all Federal taxes and all standard equipment. Transportation, state and local taxes (if any), extra. Front directional signals, bumper guards and white wall tires at slight extra cost. Fluid Drive \$25 extra. See your Dodge dealer for easy budget terms. Prices subject to change without notice.

SI DILLARD MOTOR CO.
Main at Douglas St. Roseburg

Every second of every day 2 glasses of BLITZ-WEINHARD BEER are being enjoyed...

because.....
It's Brewed To Satisfy You!

Two glasses every second, 120 every minute! That's a lot of beer. But then it ought to be, because Blitz-Weinhard is the largest selling beer in Oregon. It's brewed the way you like it! After all, the real test of any good product is... do the customers buy it again! They come back for Blitz-Weinhard... a customer every half second!

So Satisfy Yourself!

BLITZ-WEINHARD
GUARANTEED SATISFYING BEER
BLITZ-WEINHARD COMPANY, PORTLAND, OREGON

WRITTEN GUARANTEE In Every Case

Stock and Bond Averages

Compiled by Associated Press April 3.

	30	15	15	60
Indls	39.2	17.5	33.8	42.3
Prev. day	38.4	16.9	33.7	41.7
Month ago	37.7	16.4	33.5	41.2
Year ago	73.1	19.8	39.7	51.2
1941 high	63.9	17.7	35.5	45.0
1941 low	35.8	15.4	32.6	39.8

BONDS

	20	10	10	10
RR's Indls	104.2	101.5	45.5	
Prev. day	65.5	104.3	101.3	45.7
Month ago	62.1	104.5	99.4	42.8
Year ago	59.2	102.6	97.2	53.4
1941 high	63.7	105.3	101.4	45.9
1941 low	60.2	104.2	99.0	38.0

DANCE
At Olalla
Saturday, April 5
35c including tax
THE SWINGSTERS

Distributed by Douglas Distributing Co., Roseburg, Ore.