

'Big Lift' Moves Over Atlantic

Large Aerial Troop Ferry On Schedule

FT. HOOD, Tex. (UPI)—Sleek military jetliners and barrel-bellied transports streaked across the turbulent Atlantic from Texas to West Germany today in an aerial ferry for 16,000 GIs, including an entire armored division, that was working "like clockwork."

Eight hours after the first jet thundered off a runway at Bergstrom Air Force Base at Austin, Tex., there were 71 planes aloft moving the vanguard of troops from the 2nd Armored (Hell on Wheels) Division on their way to Frankfurt in "Operation Big Lift." It was the biggest transatlantic aerial armada of troops ever attempted.

Six C135 jet transports, four C130 prop-driven transports and 18 C124 Globemasters were in the vanguard. Platoons of planes were leaving every hour from four bases in Texas.

Each plane carried an average of 84 persons including 72 soldiers, 9 crewmembers and 3 newsmen.

The start of the 72-hour operation "went like clockwork," a spokesman at Ft. Hood command headquarters said.

"We are very well pleased with the way things are going right now, everything is on schedule," he said.

The 13,000 men of the 2nd Armored (Hell on Wheels) Division from Ft. Hood, Tex. and 7,000 supporting troops from Ft. Sill, Okla., Ft. Benning, Ga., and Ft. Campbell, Ky., began flying out from four Texas air bases at 1:57 a.m. EDT as part of Exercise Big Lift. Planes took off hourly through the night and into the day. Destination: Frankfurt, Germany, 5,600 miles away.

GIs wearing winter uniforms against the chill of October in West Germany despite the summer-like temperatures in central Texas piled aboard planes with duffle bags, rifles and helmets.

An Air Force band tooted a farewell at Bergstrom AFB in Austin as the lead plane, a military version of the 707 Boeing jetliner, thundered off the runway with division commander Edwin H. Burba and Gen. Paul D. Adams of MacDill AFB, Fla., the "strike force" overall commander.

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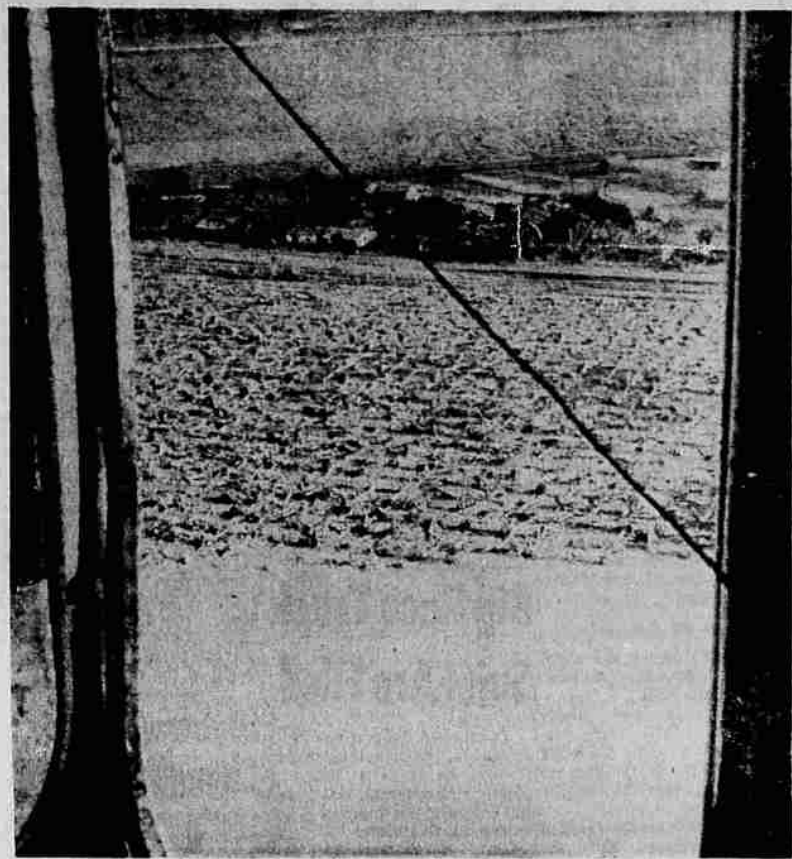
PRETTY AIR FORCE SERGEANT Yvette Thome, left, welcomes Spec. 4.C. Howard Johns and members of the 2nd Armored Division, known as "Hell on Wheels," as the first troops to start Operation Big Lift to Germany Tuesday. The troops started leaving Bergstrom AFB at 12:01 a.m. for Germany. (UPI Telephoto)

\$380,000 Race Track Suits Filed

Damages totaling about \$380,000 are sought by four members of the Dennis S. Mills family of Winston for injuries suffered when a racing car went out of control and hurtled the fence into the bleachers in pre-Labor day racing events at the Roseburg Speedway Aug. 21.

Two persons were killed and up to 27 persons claimed some form of injury in connection with the accident. The filings for the Mills family are the first of any actions.

Named as defendants are Roseburg Speedway, Inc., on whose track the accident occurred; Pacific Racing Association, sponsor of the race; Marion C. Van Osten, whose car left the track and hurtled into the grandstand; Mock Motors, an owner of Van Osten's car; Hal Welker, operator of a racing car involved in a collision with Van Osten at the time of the tragic accident, and D & D Bowl, listed as assisting and financially aiding Welker in maintenance and upkeep of his racing vehicle.



HEAVILY FLOODED BANANA FIELD in Cuba's Oriente Province is detailed in this helicopter view which came after Hurricane Flora blew across the province. The plants are wind-flattened and twisted and totally destroyed, Premier Fidel Castro, facing a staggering rebuilding job because of the hurricane, asked the U. S. Monday to lift its economic embargo against Cuba immediately. (UPI Telephoto)

Castro Asks U.S. To Lift Cuban Economic Embargo

HAVANA (UPI)—Premier Fidel Castro, facing a staggering rebuilding job because of Hurricane Flora's devastation, asked the United States Monday night to lift its economic embargo against Cuba immediately.

The bearded Cuban leader made the request in the midst of a three-hour Havana radio and television speech. After disclosing that "starvation killed as many persons as floods" following the hurricane, Castro said he did not want American help.

"What we ask for is an end of the economic blockade of our country, especially at this moment," he said.

"We don't want Yankee imperialism aid nor do we need it. What we want is that they halt their hypocritical policy and their attacks. That's why the Cuban people did the right thing in rejecting their hypocritical aid."

Castro's appeal came as the United States was reportedly stepping up pressure on free world nations to restrict shipping to Cuba.

Reviewing Flora's devastation among some three million persons—half of Cuba's population—in the eastern half of the island, Castro suggested the United States was partly to blame for "refusing" to allow hurricane hunter planes to fly over Cuba.

He also charged that a U.S. "plot" to blow up a Cuban-bound ship, the Antilla, was discovered in Genoa, Italy, "a short time ago."

The United States planned to create a "new La Coubre incident," he said.

The La Coubre was a French ship, crammed with Belgian munitions, which blew up in Havana harbor in March, 1960. Castro blamed American "saboteurs" for the explosion.

Cuba's known death toll from Flora is 1,157 and all but 31 deaths were in Oriente Province, Castro said. "But of course the actual toll is even greater because many persons are missing," he added.

New Battle Erupts On Algeria Border

ALGIERS (UPI)—New fighting was reported today on the Algerian - Moroccan border as Ethiopian Emperor Haile Selassie met with President Ahmed Ben Bella in an attempt to arrange a truce.

(Official Moroccan sources reported in Marrakech that Moroccan troops repulsed two new Algerian attacks. One was launched before dawn today at the post of Hassi Taghoucht, about 55 miles from the Moroccan city of Taouz.)

(They said 150 Algerian troops attacked 20 Moroccans defending the post but were beaten back. In another area, Algerians attacked the post of Oussada, but Morocco said they too were forced to retreat.)

Selassie, the 72-year-old "Lion of Judah," met Ben Bella in the second stage of his attempt to mediate the undeclared border war.

(Diplomatic sources in Paris said the Emperor is seeking to bring Algerian and Moroccan leaders together for a summit conference, perhaps somewhere along the border area.)

The Ethiopian monarch flew to

3-City Consolidation Discussed In Oregon

PORTLAND (UPI)—The mayors of Delake, Oceanlake and Taft Monday disclosed tentative plans to have a vote on consolidation of their three Lincoln County communities before February.

The mayors—Mrs. Roselle Poppel of Delake, Jerry Parks of Oceanlake and Manville Robinson of Taft—said they were in favor of consolidation.

The action would form a city a mile wide and six miles long along U.S. Highway 101—the largest in the county. Newport now is the largest city.

The mayors are attending the League of Oregon Cities convention here.

The Weather

AIRPORT RECORDS
Cloudy with rain today, partial clearing with showers to night and Wednesday. Cooler today and Wednesday.

Highest temp. last 24 hours 70
Lowest temp. last 24 hours 53
Highest temp. any Oct. (58) 91
Lowest temp. any Oct. (54) 26
Precip. last 24 hours .42
Normal Oct. precip. 3.02
Precip. from Sept. 1 2.45
Precip. from Oct. 1 1.03
Sunset tonight, 6:20 p.m.
Sunrise tomorrow, 7:30 a.m.

Canyonville Meet Names Candidates

The annual caucus for nomination of city officers was held at the City Hall in Canyonville Monday night. Several candidates were nominated, but none of the nominations has been confirmed until the individuals have been contacted to determine if they will run.

Nominated for mayor are incumbent Ed Oakes, Horace Thompson and Ed Musser. Recorder-treasurer was the one nominee, incumbent H. H. Lathrop.

Three City Council positions are open, each for two-year terms, with the persons receiving the highest number of votes to be elected.

Nominated were incumbents Jim Hancock and Oscar Hoverson, and others were Joe Bromley, Jim Burwell and Laura Goodell, a former recorder-treasurer. The other incumbent whose term expires is not a candidate. He is Bill Ulam.

Elections will be Nov. 5.

Report Says Rebs Landed In Cuba

MIAMI (UPI)—The leader of a militant Cuban exile group says a band of armed commandos have landed in Cuba's hurricane-ravaged Oriente Province to wage war against Fidel Castro and his Communist followers.

Dr. Luis Conte Aguero, chief of the Sentinels for Liberty, made the announcement Monday but would not say how many guerrillas were in the band.

The commandos, he said, were led by Maj. Marcelino Rodriguez, a former officer in Castro's rebel forces.

Aguero said this was the group's first landing in Oriente Province, but did not indicate if the commandos would try to join other underground units or fight on their own.

Aguero refused to give any further details about the landing, which presumably was launched from a secret Central American base.

FINE THE SAME

HENDON, England (UPI)—Magistrate E. Hudson Davies, who recalled that he was fined \$140 48 years ago for having a faulty silencer on his car, levied the same fine . . . or the same of a defendant Monday "to show that the cost of living has not gone up."

Tells of Holdings

At his confirmation hearings before the Senate Finance Committee on Jan. 11, 1961, Dillon said he personally owned 8 1/2 per cent of the company's stock and that his family holdings totaled about 35 per cent. He said he planned to continue this interest through a trust irrevocable during his tenure as Treasury secretary.

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Negro Ultimatum Deadline Reached In Alabama Today

BIRMINGHAM, Ala. (UPI)—Today is deadline-day for the Negro ultimatum demanding that the city council hire 25 Negro policemen or face possible mass demonstrations.

The Public Safety Committee was expected to reject the demand and integrationist leader Martin Luther King Jr., warned that such action could mean a march on Birmingham by "hundreds and thousands" of demonstrators from all over the nation.

Today "will be a crucial day for the city," said the Rev. Fred L. Shuttlesworth, one of the city's top integration leaders. "It will be a crucial day for all of us."

Birmingham policemen have come out strongly against the hiring of Negroes. They have warned the council it would result in demoralization of the police force.

George Seibels, chairman of the council's Public Safety Committee, has given no indications what his recommendations today will be. But informed observers expected the committee would recommend refusal to hire the Negroes.

King told an estimated 2,000 Negroes at a rally Monday night that Negroes from other parts of the country will come to join in the demonstrations if Negro police are not hired.

"I have traveled to California, Michigan, New York and Indiana mobilizing national support for this movement," King said. "They have made it clear they are coming to Birmingham by the hundreds and thousands."

Three Are Killed In Road Crash

By United Press International
Three persons lost their lives in traffic accidents in Oregon Monday.

Richard Peel, 30, Durango, Colo., was killed when his fully loaded logging truck crashed on a logging road about 30 miles west of Lakeview.

State police said Peel's truck went down a grade too fast, struck a bridge abutment and rolled over. He was working on a logging job in Southern Oregon and was living at Beatty.

Kenneth Beasley, 26, Florence, died when his car plunged off a road and over a 40-foot embankment into the North Fork of the Siuslaw River near Florence.

Beasley's 22-year-old wife, Adella, and small son, Kenneth, escaped. They were hospitalized for treatment of shock.

Lawrence Evans, 34, The Dalles, lost his life when his truck and trailer loaded with bakery goods went off Interstate 5 and plunged into Courtney Creek 17 miles south of Albany.

Hamey Retires; Houk Gets Job

NEW YORK (UPI)—General Manager Roy Hamey of the New York Yankees retired today and was succeeded in that position by Ralph Houk under a four-year contract.

Club President Dan Topping, who made the announcement, said that the Yankees new field manager to succeed Houk would be named Thursday at noon. There was speculation that Yogi Berra, long-time catcher and during the past season a coach for the Yankees, would be appointed field manager.

Three Reported Dead In Norway House Fire

NORWAY, Ore. (UPI)—Three persons were reported dead in a house fire in this southwestern Oregon community between Coquille and Myrtle Point today.

No other details were available immediately.

Liquor Funds Halt Is Urged

PORTLAND (UPI)—Legislators are so hard pressed to raise money that it has been suggested distribution of liquor revenues to cities and counties be halted, State Sen. Anthony Yturri, R-Ontario, said Monday.

Yturri, the Senate minority leader, said he doubted such action would be taken. He described the suggestion as an example of lawmakers' "desperation" in their search for funds.

The potential loss to cities and counties for the rest of the biennium was estimated at \$10 million.

Yturri spoke to the league of Oregon Cities here.

He said that if the legislature did decide to keep the liquor revenues the money would go into the general fund. Cities and counties might be partially compensated for the loss by more money from gas tax, motor vehicle registration and weight mile funds, he said.

Yturri said the latter state funds could be spent for highway purposes only and could not be used to help the weakened general fund. At present cities share 10 per cent, counties 18 per cent and the state 71 per cent in various motor vehicle funds.

Dr. Richard Zettell, a California Institute of Transportation and Traffic Engineering official, told the league similar funds in that state go 16 per cent to cities, 23 per cent to counties and 61 per cent to the state.

Keynote speaker was Mayor Arthur Naftali of Minneapolis. He said local government should be freed from restrictions which have placed them in a financial "straitjacket." He suggested legislative consolidation of local government units, sharing of state income with cities and subsidization for either public or private mass transportation systems.

Seven Killed In Jet Crash

SALISBURY, England (UPI)—A British Aircraft Corp. (BAC) One-Eleven jet airliner on a test and demonstration flight crashed and burned here today, killing the seven persons aboard.

The plane was being tested for British United Airways at the time.

Eyewitnesses said the plane's engines cut out and the aircraft plunged to the ground, exploding on impact. Wreckage was spread over 200 yards.

Experts from the British Airways Corp. and the Ministry of Aviation went to the scene.

The One-Eleven is being offered for sale in three versions, all of which carry up to 74 passengers and cruise at speeds of up to 550 m.p.h.

The BAC One-Eleven was reported to be at least two years ahead of its nearest competitor, Douglas Aircraft, which plans to introduce its own short haul airliner, the J/C9.

The first BAC One-Eleven short haul jet airliner made its maiden flight from Hurn Airfield, near Bournemouth, last Aug. 20. The flight was made after a day of thunderstorms and lasted for 27 minutes.

The BAC one-eleven is the jet successor to the famous Viscount turbo-prop airliner and BAC officials were hopeful that their new plane would retain for Britain the world leadership in the short haul airliner field which the Viscount established in the 1950's.

PLAY BALL

With United Fund

Goal	Score To Date
\$69,936	\$36,393

Secretary Of Treasury's Family Has \$3 Million Riding On Outcome, Tax Dispute

WASHINGTON (UPI)—Treasury Secretary Douglas Dillon and members of his family have about \$3 million riding on a tax case under continued study by the Internal Revenue Service, an arm of the Treasury Department.

A spokesman for Dillon said today the secretary has taken every precaution to make certain that no conflict of interest arises in this or any other tax case. An IRS spokesman declined to comment on the case.

As one of his first acts in office, Dillon directed that no tax case be brought to his attention unless it had been established in advance that he had no interest in the affected firm.

The tax matter involving the Dillons concerns a closed-end investment company known as United States & Foreign Securities Corp., whose shares are traded on the New York Stock Exchange. The firm is holding close to \$10 million as a reserve in event of an adverse ruling.

Tells of Holdings
At his confirmation hearings before the Senate Finance Committee on Jan. 11, 1961, Dillon said he personally owned 8 1/2 per cent of the company's stock and that his family holdings totaled about 35 per cent. He said he planned to continue this interest through a trust irrevocable during his tenure as Treasury secretary.

A Dillon aide told United Press International it could be assumed there has been no change in this situation. He said the secretary, in line with his policy of total isolation from tax matters involving himself,

would have no comment on the matter.

In its June statement to stockholders, the most recent on file here with the Securities & Exchange Commission (SEC), U.S. & Foreign Securities listed net assets of \$111 million, most of them in blue chip common stocks. It said it had set aside \$9,550,000 in event of an adverse ruling in the tax case, which it held to be unfounded.

Reflects Dillon Ownership
It noted that such a ruling could cut the company's net asset value from \$36.44 to \$33.53, or \$2.91 per share. The company has 3,310,815 shares outstanding. The company's most recent annual report to the SEC, filed last April 29, appeared to reflect Dillon family ownership, mostly through trusts, of 1,010,529 of these

shares, which would be about 30 per cent of the total.

The case dates back to the 1955 retirement of second preferred stocks of the corporation and of a former subsidiary. This was accomplished by distribution of portfolio holdings. A company spokesman said today the IRS first approved this but later reopened the question and eventually took the position the distribution amounted to a sale and therefore was subject to added tax on realized capital gains.

The company spokesman said debate on this had gone on for several years but first was formalized by IRS on Jan. 19, 1961. This was a few days after Dillon's confirmation hearings and two days before he took office as a member of President Kennedy's cabinet.

This "proposed income tax deficiency" initially was set at \$6,900,000. Accumulated interest since has increased the potential liability to \$9,750,000.

President Of Firm
U.S. & Foreign Securities was set up in 1924 by Dillon, Read & Co., investment bankers. Before his appointment by President Eisenhower as ambassador to France in 1953, Dillon was president of U.S. & Foreign Securities and chairman of the board of Dillon, Read. After his stint in Paris he moved into the State Department and was undersecretary of state during the last two years of the Eisenhower administration.

Asked about possible conflicts of interest at his confirmation hearings for the Treasury post, Dillon said he was dis-

vesting himself of a number of holdings which he thought might be improper in his new post.

He said he had relinquished all active participation in business with his first appointment by Eisenhower, and that much of his holdings already had been turned over to management by irrevocable trusts.

He listed 12 firms in which he intended to continue his holdings, of which U.S. & Foreign Securities was the only one in which he owned as much as one per cent of the outstanding stock.

Issues Two Orders
In line with his commitments to the finance committee, Dillon on Feb. 21, 1961, issued two orders designed to keep specific tax cases out of his office.

He said tax problems brought to his aides from outside the government should be promptly referred without comment to the commissioner of internal revenue. Where Treasury officials needed guidance on tax matters he said they should consult Treasury Undersecretary Henry Fowler rather than himself.

In a separate order he told Fowler he did not want to be concerned with individual tax cases. But he said if any cases came to Fowler for guidance, and Fowler felt the need to discuss policy with Dillon, he first should reestablish through Dillon's trustees that Dillon had no interest in the firm involved.

Actually, said a spokesman for the secretary today, no tax case ever has been referred to Dillon.