

Further Cut In Price of Butter Not Unexpected

PORTLAND, Jan. 5 (AP) - Further cut in the price of butter here effective this morning, was not unexpected. In fact such action has been forecast in these reviews of the trade trend.

The great surplus of milk which has been finding its way to the churns, has completely upset the market for butter and has resulted in stagnation that would not have been shown if normal supplies of churning material were available.

The cut of 2c in the price of butter, effective at once, was in line with butter trade conditions.

There was no general change in the price on eggs for the day but here and there some were reflected at shaded figures. This was true not only of the mediums, but of other offerings.

Easier feeling in the turkey market is reflected. Sales of both hens and toms are being made at 25c lb. for top grade along the wholesale way.

Markets for country killed calves show a very firm tone with most of the late sales at full prices. Hogs are in active call and generally at top values.

Record early run of Columbia river smelt is reported in the Cowlitz river with liberal offerings reaching the Portland market. Sales are being made at \$2 box of 50 lbs. generally for fresh offerings.

Stormy weather off the coast continued to keep down the supply of ocean caught fish. There are no fresh supplies of either blackcod or lingcod while a famine exists in the crab market.

Further lift in the buying price on onions is reported from the Lahish section at \$3.25 @ \$3.50 cents with deferred deliveries even higher. Growers are again tightening up and offerings are restricted. Jobbers have advanced their prices to retailers.

First Oregon grown rhubarb of the season is here. The stock is of excellent quality and priced around \$2.75 per 15 lb. box.

Notes of wholesale trading: Car California celery of heart material class is reported in. Good celery is very scarce.

Mixed car of California Italian broccoli, turnips and new radishes are reported. Turnips 90c doz. bunches.

All local houses are out of hot-house cucumbers but some are due soon from the east. The local season is over.

Hot-house tomatoes are in small supply; selling well mostly \$2.25 @ \$2.50 for 10s.

Demand for local bunches carrots is good.

Potato market continues almost stagnant generally.

HARDING RUMOR DENIED NEW YORK, Jan. 5 (AP) - The World-Telegram says the forthcoming memoirs of Harry M. Daugherty, former attorney general, will contain a complete denial that the late President Harding or Daugherty ever visited the famous "little green house in K street."

In this house, it has been charged, Harding and some of his friends resorted to make merry and discuss politics.

Razor Long Employed Razors were used in Egypt as far back as 3500 B. C.

MEN'S MOLESKIN SHEEP LINED COATS With Sheep Collars \$3.69 New York Store

CANNON HUCK TOWELS 12 for \$1.00

Montgomery Ward & Co. 1101-3 Washington Ave. La Grande

MARKET NEWS OF THE DAY

Table with market news for Chicago Wheat, Portland Wheat, and Chicago Corn, showing open, high, low, and close prices for various months.

CONGRESS IS PREPARED TO ACT SPEEDILY

(Continued From Page One) imperative he considers early enactment of the proposal.

The senate sub-committee decided not to amend the bill to permit loans to closed banks. This type of aid, it was agreed, should be undertaken in a separate bill.

The sub-committee decided against permitting the debentures of the corporation to be eligible for rediscout through the federal reserve system.

The original bill contained provision for such rediscouting.

The committee's action in making this amendment followed vigorous opposition from Senators Glass, Virginia, and Buckley, Ohio, both Democrats, who had contended that if federal reserve discounting of the debentures were allowed, large quantities of slow paper would find their way into the system, greatly reducing its lending power.

The bill, revised by the committee, provides that instead of being eligible for federal reserve rediscout the debentures may be bought and sold by the federal treasury.

One of the controversial subjects in connection with the bill had been the proposal that the treasury issue \$2,000,000 bonds to finance the corporation instead of subscribing \$500,000,000, and having the corporation issue debentures for \$1,500,000 more.

This change was vigorously opposed by Undersecretary Mills, and it was learned the sub-committee decided not to make it.

PLAN CONTAINS SALES TAX WASHINGTON, Jan. 5 (AP) - Representative Rainey, house majority leader, said today the Democratic tax program "undoubtedly will contain some sales taxes."

This was one of the foremost direct hints yet as to just what tax course the Democrats will take. The way is being cleared for rapid consideration of the whole question while the federal deficit continues to mount. Today it reached \$1,390,083,000.

While Rainey did not specify all the sales taxes his party is considering, he said that "probably between \$900,000,000 and \$300,000,000 will have to be raised through sales taxes."

The Illinois representative made it clear that the sales taxes would not be general, suggesting that levies be made on gasoline, automobile, radio and stamp sales.

"We will have to touch many things to raise the revenue needed to balance the budget," he said.

He suggested that the maximum income tax would be 40 per cent, which is 20 per cent less than the wartime maximum tax on big incomes.

PORTLAND LIVESTOCK PORTLAND, Ore., Jan. 5 (AP) - Cattle 125, calves 10, vealers and vealers 50c higher. Steers 600-900 pounds good \$5.75 @ \$6.25, medium \$4.50 @ \$5.75, common \$3.00 @ \$4.50. 900-1100 lbs. good \$5.75 @ \$6.25, medium \$4.50 @ \$5.75, common \$3.00 @ \$4.50. 1100-1300 lbs. good \$5.50 @ \$6.25, medium \$3.50 @ \$5.50. Heifers 550-850 lbs. good \$5.25 @ \$6.00, medium \$4.25 @ \$5.25, common \$3.00 @ \$4.25. Cows good \$4.00 @ \$4.75, common and medium \$3.00 @ \$4.00, low cutter and cutter \$1.00 @ \$3.00. Bulls yearlings excluded, good and choice (beef) \$3.00 @ \$3.50, cutter, common and medium \$2.00 @ \$3.00. Vealers milk fed, good and choice \$7.50 @ \$8.00, medium \$6.00 @ \$7.50, cull and common \$4.00 @ \$6.00. Calves 250-500 lbs. good and choice \$6.00 @ \$7.50, common and medium \$4.00 @ \$6.00.

Hogs 2200, including 963 direct, 10-20c lower. Light lights 140-160 lbs. good and choice \$4.65 @ \$5.45. Lightweights 160-180 lbs. good and choice \$3.25 @ \$3.45, 180-200 lbs. good and choice \$3.25 @ \$3.45, medium weight 200-220 lbs. good and choice \$4.65 @ \$5.45, 220-250 lbs. good and choice \$4.50 @ \$5.25; heavyweights 250-290 lbs. good and choice \$4.35 @ \$5.15; 290-350 lbs. good and choice \$4.15 @ \$4.85. Packing sows 275-500 lbs. medium and good \$4.00 @ \$4.75. Feeders 70-130 lbs. \$3.50 @ \$4.50. Sheep and lambs 100, 50c higher; lambs 90 lbs. down, good and choice \$4.50 @ \$5.00, medium \$3.50 @ \$4.50, all weights common \$2.50 @ \$3.50. Yearling, wethers 90-110 lbs. medium to choice \$2.75 @ \$3.50. Ewes 120 lbs. medium to choice \$1.75 @ \$2.00, 120-150 lbs. medium to choice \$1.50 @ \$1.75, all weights, cull to common \$1.00 @ \$1.50.

THREE-ALARM FIRE PORTLAND, Ore., Jan. 5 (AP) - A spectacular three-alarm fire which called out all West-side equipment damaged a large apartment building here today. Seven persons, including a small baby, were rescued. One fireman was overcome. Losses were said by firemen to be not more than \$7,500. Great clouds of black smoke from fuel oil in the basement of the building covered a wide area.

Large Pheasant Farm At one of the largest pheasant farms in England, on the border of Sussex and Hampshire, 500 hen pheasants are kept in captivity and at least 150,000 eggs are sold every year.

Veterans' State Aid Commission Has Good Report

By Jerrold Owen (Executive Secretary, Veterans' State Aid Commission) (Written for the Associated Press) SALEM, Ore., (AP) - The World War veterans' state aid commission, which handles what is in some respects the largest mortgage loan business in Oregon, is emerging from a year of economic stress with a ratio of delinquency to loans granted of only .0056. Some delinquency exists, however, on 12 of all the loans granted. There have been 12,734 loans to ex-service men of Oregon up to date, totaling \$30,137,924.

It was a matter of considerable surprise to the commission that the number of loans granted during 1931 showed such a comparatively small decrease under 1930. There were 530 loans during the past year for a total of \$1,070,000, compared with 576 in 1930, for a total of \$1,220,500. It is expected that 1932 will see considerable decrease in the amount of loans requested, although there is no definite indication as yet of a material falling off.

Although the state aid commission retired bonds in the amount of \$1,135,000 during 1931, compared with \$250,000 in 1930, there still will remain in the invested sinking fund of the commission on Jan. 1, 1932, \$2,070,827. It is this excellent financial position of the commission which has made it possible to waive for one year the half-mill tax levy authorized by law. This was done as an emergency measure to relieve the tax burden in 1932 but cannot be repeated for some years thereafter, due to the heavy bond retirement program faced by the commission.

During the past year the commission made a profit on the sale of its investments totaling \$13,480. Administration of the property taken over by the state under deed or foreclosure totaling \$2,147,735, has been handled at a cost of only 4 per cent of the income from these properties. Revenue received from rental of state-owned property totaled \$48,531 during the past year, compared with \$42,117 in 1930. In addition there are accounts receivable on rental and farm crops held, totaling \$5820.

Value of property taken over by the commission in 1931 because of the failure of borrowers to carry out their contracts was \$320,000. During the same period the commission sold property, bringing in \$165,600. The state aid commission has not declared a moratorium, neither has it adopted a "hard boiled" attitude. A deed is accepted or foreclosure proceedings started only as a last resort after the veteran has been given every reasonable opportunity to take care of his obligation. The only fixed policy is one of fairness to the veteran and to the state of Oregon, each case being considered entirely on its individual merits.

Churchill, Better, Leaves Hospital "Battered but not shattered," was Winston Churchill's description of himself when, as pictured here, the visiting British statesman left a New York hospital to return to his hotel. He is recovering from injuries received recently when he was struck by a motor truck.



Missing Heiress and Father Reunited

Mr. and Mrs. Ernest Shipley and son, Robert, of Ione, drove over last Thursday for a week's visit at the home of Mr. and Mrs. Earl Allen, Sunday they were dinner guests at the home of Mr. and Mrs. Leslie Ruppinger near Enterprise.

Ferrell Williamson, who injured his knee while skiing several weeks ago has been suffering from an infection which has required visits to the Wallowa hospital. He is staying at the home of Mr. and Mrs. Howard Williamson.

Mrs. Henry Kuhn entertained at a chicken dinner, Mrs. Marietta McCubbin, Mr. and Mrs. F. L. Pearce and family, Mrs. Violet Kuhn and daughters, Miss Yaska Irwin Parent and children, of Union.

Mr. John Lewis will be hostess to the Community club Friday afternoon, Jan. 8.

Miss Esther Crow who arrived from Berkeley, Cal., last Thursday spent the week with her brother, Guy Crow and family.

A delightful party was held at the home of Mr. and Mrs. Walter Quisenberry Wednesday night. Those who attended were Mr. and Mrs. Lee Wisdom, Mr. and Mrs. Edgar Garrett, Mr. and Mrs. Don Cree and Mrs. Mary Downs. Cards and music were the diversions of the evening.

A watch party was held New Year's eve at the home of Mr. and Mrs. Lee Hammack. There were 17 in the party which watched for the advent of the new year.

Mr. and Mrs. Mack Cook were New Year's guests of Mr. and Mrs. Jed Cook up the South Fork river.

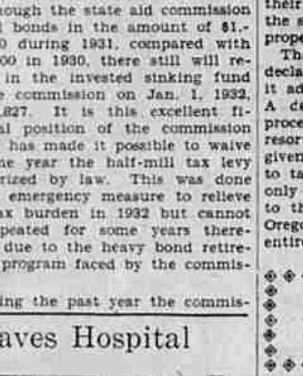
Routh McKennon was in the valley last week from his home near Alice to purchase two carloads of horses, but the price dropped and he bought only 16 head.

C. Shaeckelrod, a resident of the valley in pioneer days and sheriff for two years, died at his home in Lewiston a short time ago. He drove a stage for Joe Keeney and J. M. Church on a run from the Wallowa valley to Imbler and later he had a lively stable in Enterprise. He leaves a widow and two daughters.

A New Year's night dance was held in the Lostine hall Friday night with a very large crowd present.

Scene of Brooklyn Subway Tragedy

Death rode through this Brooklyn, N. Y., subway station. Crowds of shoppers, most of them women, crowded the platform when a work train dashed past and 200-pound wooden ties fell from a flat car into the massed humanity. More than 30 were injured, some probably fatally. Here you see officials beginning an investigation soon after the accident.



REPORT OF THE CONDITION OF UNITED STATES NATIONAL BANK

Table showing financial reports for the United States National Bank, including assets, liabilities, and resources. Total assets are \$616,652.89.

CHICAGO LIVESTOCK

CHICAGO, Jan. 5 (AP) - (U. S. D. A.) - Hogs 43,000; 140-210 lbs. \$4.20 @ \$4.30; sows \$3.25 @ \$3.35. Cattle 9,000; bulls \$4.00 @ \$4.25; vealers \$5.50 @ \$7.00. Sheep 25,000; native and fed western lambs \$6.00 @ \$6.25; range feeders \$4.40 @ \$4.50.

WISCONSIN WHEAT

WISCONSIN, Jan. 5 (AP) - Wheat close May 22 1/2c, July 23 1/2c. Cash: No. 1 hard 59 1/2c, No. 1 northern 58 1/2c, No. 2 northern 57 1/2c, No. 3 northern 56 1/2c.

PORTLAND PRODUCE

PORTLAND, Jan. 5 (AP) - Butter - Direct to shippers: station No. 1, 21c; No. 2, 19c; Portland delivery prices: No. 1, 22c; No. 2, 20c. Live poultry - Net buying price: heavy hens colored 4 1/2c up 17 1/2c. Others unchanged. Country meats - Selling prices to retailers: country killed hogs best butchers under 100 lbs. 7 1/2c; vealers 80 to 130 lbs. 11 1/2c @ 12c. Others unchanged. Butter, eggs, mohair, nuts, caecara bark, hops, onions, potatoes, wool and hay quotations unchanged.

SUGAR AND FLOUR

PORTLAND, Jan. 5 (AP) - Sugar - cane, granulated \$4.45 per 100 lbs., beet \$4.30. Domestic flour - Selling price delivered: patent 49c @ 50c; do 98s \$3.40; 'bakers' bluestem \$5.20; soft white flour \$5.10 @ \$5.30; whole wheat \$4.80 @ \$5.00; graham \$4.50 @ \$4.80, rye \$5.70 @ \$5.90.

HEAVY HENS HIGHER

PORTLAND, Ore., Jan. 5 (AP) - A dearth in heavy and medium chickens on the poultry market here today has sent heavy hens to an extreme of 19 @ 20c lb. in wholesale markets. The latest buying price of some of the dressers has been advanced to 17c net, although some others are paying up to 18c in a limited way.

There is quite a fair supply of lightweights available, but in spots even these are selling at advanced prices.

Although dressers of poultry indicate the movement will be greatly increased soon and that values will rapidly decline, arrivals during the past week or so have been very disappointing.

PORTLAND, Ore., Jan. 5 (AP) - Cash wheat: Big Bend bluestem 73 1/2c. Soft white 58 1/2c. Western white 58 1/2c. Hard winter 58 1/2c. Northern spring 58 1/2c. Western red 58 1/2c. Oats: No. 2 white \$24.50. Today's car receipts: wheat 53; flour 10; corn 4; hay 1.

LOSTINE PERSONALS

By Mrs. William Wiggins (Observer Correspondent) LOSTINE (Special) - Mrs. Anna Hook entertained the bridge club last week with three tables at play. Mrs. Carrie Caudie won high score and Mina Foley low. Mrs. Hattie Leonard will be the hostess this week.

Mrs. Lloyd Chapman gave a luncheon Saturday honoring Miss Ruth Leonard, Edna Hammack, Charles Hammack, Martha Crow, Melvin Crow and her house guest, Miss Fern Hartsock, of Medford.

The Lostine Civilian and Rifle club will hold its annual meeting Saturday evening, Jan. 9. All members are requested to be present as there will be election of officers and other business to come before the meeting.

Romaine Hammans left Thursday in his truck for Paradise, Cal., to stay with his mother, Mr. Hammans has been in Lostine for about four years.

Charles Hammack came in from Portland where he has been attending school, and spent the holidays with his parents, Mr. and Mrs. Floyd Hammack.

While coasting near her home Saturday, Ellen Garrett slipped on the ice and broke her arm. She was taken to the hospital at Enterprise where the broken member was set.

Norman Spindler arrived on Sunday's train from Ashland and is spending this week at the Earl Allen home.

Mr. and Mrs. Clayton Knodell and two sons, of Enterprise, visited over the weekend at the parental W. B. Hunter home.

Mr. and Mrs. Ernest Shipley and son, Robert, of Ione, drove over last Thursday for a week's visit at the home of Mr. and Mrs. Earl Allen, Sunday they were dinner guests at the home of Mr. and Mrs. Leslie Ruppinger near Enterprise.

Ferrell Williamson, who injured his knee while skiing several weeks ago has been suffering from an infection which has required visits to the Wallowa hospital. He is staying at the home of Mr. and Mrs. Howard Williamson.

Mrs. Henry Kuhn entertained at a chicken dinner, Mrs. Marietta McCubbin, Mr. and Mrs. F. L. Pearce and family, Mrs. Violet Kuhn and daughters, Miss Yaska Irwin Parent and children, of Union.

Mr. John Lewis will be hostess to the Community club Friday afternoon, Jan. 8.

Miss Esther Crow who arrived from Berkeley, Cal., last Thursday spent the week with her brother, Guy Crow and family.

A delightful party was held at the home of Mr. and Mrs. Walter Quisenberry Wednesday night. Those who attended were Mr. and Mrs. Lee Wisdom, Mr. and Mrs. Edgar Garrett, Mr. and Mrs. Don Cree and Mrs. Mary Downs. Cards and music were the diversions of the evening.

A watch party was held New Year's eve at the home of Mr. and Mrs. Lee Hammack. There were 17 in the party which watched for the advent of the new year.

Mr. and Mrs. Mack Cook were New Year's guests of Mr. and Mrs. Jed Cook up the South Fork river.

Routh McKennon was in the valley last week from his home near Alice to purchase two carloads of horses, but the price dropped and he bought only 16 head.

C. Shaeckelrod, a resident of the valley in pioneer days and sheriff for two years, died at his home in Lewiston a short time ago. He drove a stage for Joe Keeney and J. M. Church on a run from the Wallowa valley to Imbler and later he had a lively stable in Enterprise. He leaves a widow and two daughters.

A New Year's night dance was held in the Lostine hall Friday night with a very large crowd present.

REPORT OF THE CONDITION OF UNITED STATES NATIONAL BANK

Table showing financial reports for the United States National Bank, including assets, liabilities, and resources. Total assets are \$616,652.89.

CHICAGO LIVESTOCK

CHICAGO, Jan. 5 (AP) - (U. S. D. A.) - Hogs 43,000; 140-210 lbs. \$4.20 @ \$4.30; sows \$3.25 @ \$3.35. Cattle 9,000; bulls \$4.00 @ \$4.25; vealers \$5.50 @ \$7.00. Sheep 25,000; native and fed western lambs \$6.00 @ \$6.25; range feeders \$4.40 @ \$4.50.

WISCONSIN WHEAT

WISCONSIN, Jan. 5 (AP) - Wheat close May 22 1/2c, July 23 1/2c. Cash: No. 1 hard 59 1/2c, No. 1 northern 58 1/2c, No. 2 northern 57 1/2c, No. 3 northern 56 1/2c.

PORTLAND PRODUCE

PORTLAND, Jan. 5 (AP) - Butter - Direct to shippers: station No. 1, 21c; No. 2, 19c; Portland delivery prices: No. 1, 22c; No. 2, 20c. Live poultry - Net buying price: heavy hens colored 4 1/2c up 17 1/2c. Others unchanged. Country meats - Selling prices to retailers: country killed hogs best butchers under 100 lbs. 7 1/2c; vealers 80 to 130 lbs. 11 1/2c @ 12c. Others unchanged. Butter, eggs, mohair, nuts, caecara bark, hops, onions, potatoes, wool and hay quotations unchanged.

JANUARY FEATURE VALUE Unusual!... Run-Resist Rayon Undies 2 for 69c



Short Bloomers, Two Styles of Panties - and Vests! Think of it - dainty undies of firm, long wearing rayon... at this marvelously low price! Pink or peach in sizes 34 to 42. J. C. Penney Co., Inc. DEPARTMENT STORE 1307-1309 Adams Ave. La Grande, Ore.

KILLERS SHOT TO DEATH IN HOUSTON, TEX.

(Continued From Page One) border to prevent the fugitives leaving the country.

Among the six men shot to death by Jennings and Harry Young last Saturday was Ollie Crosswhite, father of Keith Crosswhite, held in the county jail here pending filing of first degree murder charges against the youth, who is 15 years of age.

Young Crosswhite and John Owens fired shots here Oct. 18 resulting in the death Dec. 30 of Amos "Spud" Helms, state policeman. Mr. Helms was buried here Saturday at about the same time the older Crosswhite was shot to death in Springfield, Mo.

MRS. YOUNG IS NOTIFIED SPRINGFIELD, Mo., Jan. 5 (AP) - Mrs. J. D. Young, who said she hoped her sons would commit suicide to avoid capture, collapsed today when informed they were dead.

"Oh, God, oh, God, why did they do it?" moaned the 66-year-old mother.

Asked if she had not expressed the wish they would take their own lives rather than fall into the hands of the law, Mrs. Young screamed: "But they are my flesh and blood. I didn't want them to die in a fight."

The elderly woman attempted to ask where her sons' last fight took place but her speech became incoherent. Her voice rose in a scream.

Mrs. Young was leaning heavily on reporters about her. She collapsed into unconsciousness.

As her voice stilled, through a partition separating her from the sheriff's home, could be heard the sobbing of mourners about the bier of Sheriff Marcel Hendrix, one of the six victims of her sons' deadly aim.

Detective Ben Bilyieu, one of the wounded survivors of the farm yard massacre, said today he had recognized among the outlaw gangsters Fred Barker, who is wanted for the killing of Sheriff Roy Kelly in a gun battle at West Plains, Mo.

Paul Young, brother of the men killed at Houston, is being sought although there is no definite evidence he was a participant in the shooting at the farm house.

Officers said today Oscar Young admitted he had given his brothers, Harry and Jennings, a shotgun and a rifle the day before they killed the officers.

Oscar Young, who is held for investigation, said his brothers visited his home and said they wanted the weapons for a hunting trip Saturday.

More than \$3000 has been subscribed here to a fund for the families of the slain officers.

COORDINATION OF TRANSPORTATION IS RECOMMENDED

(Continued From Page One) using the railroad express agency as a medium for handling all less than cartoned freight, with expedition in service and reduction in charges to the shipper.

"Regulation of the transportation of persons by motor vehicles for hire operating on public highways in interstate commerce should be provided for by law."

SLIVER STEADY NEW YORK, Jan. 5 (AP) - Bar silver steady and unchanged at 30 1/4c.

REPORT OF THE CONDITION OF UNITED STATES NATIONAL BANK

Table showing financial reports for the United States National Bank, including assets, liabilities, and resources. Total assets are \$616,652.89.

State of Oregon, County of Union--: I. L. H. Bramwell, Cashier of the above-named bank, do solemnly swear that the above statement is true to the best of my knowledge and belief. L. H. BRAMWELL, Cashier.

Subscribed and sworn to before me Correctly-Attest: this 4th day of Jan., 1932. G. R. Claycomb, Notary Public My commission expires Jan. 29, 1932.

A. J. VAN VALKENBURG, U. C. COUCH, O. W. WARNOCK, Director