

# STOCK MARKET HAS REACTION

### Tightening of Credit Situation Results in Some Minor Losses

NEW YORK, Aug. 27—(AP)—An unexpectedly early tightening of credit in preparation for the month end and speculation of a further corrective reaction on the stock market today, but prices displayed a firm undertone and losses were held to moderate limits.

Operations for the advance were pressed forward in some of the rails, utilities and specialties, and a fair sized group of stocks closed 2 to 17 points higher. A wave of selling came into the market when call money mounted from 7 to 9 percent in the early afternoon, but trading slackened on the decline, and rallying tendencies were notable in the late trading.

Paramount in the days news was the placing of New Haven common on a \$5 annual dividend basis, as increased from the \$4 rate inaugurated last year, further at testing the remarkable financial restoration of this carrier. Several more large railway systems reported increased July earnings, notably Atchafalaya, New York Central and Pennsylvania. After the close of the market U. S. Steel announced the first step in retiring funds debt of its subsidiaries. Also it was reported that the recapitalization plan for General Asphalt included retirement of funded debt and preferred stock.

A few of the utilities were rapidly bid up, Philadelphia Co. rising 17 points to a new peak, and American Water Works selling up 5 points to new high ground. Stone and Webster reached a new top at 151, but then fell back in realizing. Standard Gas was strong, rising about 9 points. Royal Dutch came to the fore in the oils, rising about 5 points to a new top. Pan American issues reached new high ground on Standard of Indiana stockholders' sanction on the merger plan. Transcontinental reached a new top on estimates that third quarter earnings will exceed \$2,000,000.

International telephone pushed further into new record levels, then reacted to close slightly lower, while American Telephone and Western Union each reacted about 4 points in profit taking. Other shares to turn heavy included such issues as Allis Chalmers, Detroit Edison, Du Pont, General Motors, Johnson & Johnson, Manville, and Montgomery Ward. International cement reached another new low for the year, reflecting sagging prices for its product. U. S. Steel closed about a point lower.

# GOVERNORS TO BACK HOOVER'S PROPOSAL

(Continued from Page 1.) states would not only simplify the relationship between the government and the public land states but also was a highly important conservation measure.

The proposal that public lands be turned over to the public land states was first made by Secretary Wilbur at a governors' conference in Boise, Idaho, two months ago. Among the western Republican senators opposed to the transfer as tentatively outlined by the White House. Borah of Idaho, who said it seemed to be one of the dumping only the poor and unusable land upon the states with the federal government retaining its rights to vast forest reserves and the potentially rich oil and mineral deposits. He said he saw no advantages to the state in the proposal as outlined and was not certain that it would benefit anyone.

Senator Smoot, Republican, Utah, said he favored Mr. Hoover's proposal only if the lands would be given outright to the states. This position also was taken by Senator King, Democrat, Utah, who has legislation pending calling for the cession of these public lands to the states. A demand that the state be given all mineral rights if public lands are transferred to them, also was made by Senator Kendrick, Democrat, Wyoming, he added, very well prohibit the alienation of the states of these mineral rights.

# ALLIES BACK DOWN AT PEACE SESSION

(Continued from Page 1.)

the surplus payments of the Dawes plan over the Young plan between April and September of this year. They will meet the creditor delegations at 11:00 a. m., to discuss this matter.

Should the Reich delegation refuse to accept the accord the agreement by the creditors would have failed to have saved the conference. However, the expectation was that the Germans would adhere to the accord so as to be able to go home with the definite announcement that the Rhineland will be evacuated within a year.

An unbroken session from 5 o'clock last evening to midnight, with only sandwiches and coffee to sustain the delegates, was necessary to bring agreement out of the seemingly hopeless deadlock which existed when the sessions began. The Germans, who were not directly concerned since all creditors had early accepted the Young plan total of reparations, were the only one to obtain dinner.

# Mayor Rolph Active



James Rolph Jr., of San Francisco was 60 years old Friday. The cameraman caught him giving a demonstration of "how to keep that youthful figure."

marks assured Great Britain, 36,000,000 are attributed from unconditional annuities, it had been the contention of the British delegates that the Young plan changes in the Spa ratios for division of reparations had not only reduced the British share but had placed it largely in the conditional column which made payment uncertain while France and Italy were guaranteed the sums due them.

The agreement was generally regarded as a striking victory for Chancellor of the Exchequer Philip Snowden, the financial expert of the labor government while the interpretation of the accord given by the British was contested by the French. It indicated the other creditor powers gave way on practically all points in order to save the conference from foundering. Blunt Speech Surprises Entire Conference.

At the very first session following the formalities of organizing, Mr. Snowden had astounded the delegates by a blunt speech in which he declared that Great Britain had made every sacrifice which could be expected and that he was not prepared to accept the additional cuts proposed by the Young plan. He maintained this stand for three weeks while the other powers made united efforts to break down his will.

The increased British share would reduce considerably the French share of annuities subject to commercialization. Delegates of the "Big ZI" were still drafting the text of the agreement at 1:30 a. m. The details furnished by the British were exact there remained for the conference only to seek agreement in principle on the proposed bank for international settlements, the organization of which will be left to a committee of experts.

It was understood that Premier Aristide Briand of France and Foreign Minister Gustav Stresemann of Germany had in progress here this week. Koin is agreed on July next as the date for final and complete evacuation of the third and last zone of occupation in the Rhineland. This problem has been dependent upon adoption of the Young plan.

The British delegates were exultant when they left the conference room at about 2 a. m., the French and other creditor delegates, however, appeared grave and sober.

# Advertising is Solicited Here

Contrasting of local business firms for advertising over KOIN, Portland radio station, is in progress here this week. Floyd McIntyre, a Salem young man, represents the Portland station, which has offered local merchants a plan whereby twelve of them divide an hour over the air and devote five minutes each to advertising their respective services. The hour proposed by KOIN is between 8 and 9 o'clock each Friday. Merchants are said to have been requested to sign a three months' contract.

VISIT FROM LOS ANGELES KEISER, Aug. 27—Mr. and Mrs. George Danson and little daughter are visiting at the Bert Evans home. They are from Los Angeles, Calif., but have been in Iowa and South Dakota on business, stopping in Keizer to spend a few days with Mrs. Danson's parents.

# LIQUOR SALES TO BE CURBED

### Salem School Board Tackles Issue of Bootleggers Near Senior High

(Continued from Page 1.) ed, the small stores near Parrish junior high were brought into the play and it is probable selling of cigarettes to junior high students will be watched pretty carefully this year.

Five Period Day Will Be Adopted Superintendent Hug reported that a five-period day had been worked out by Wolf and R. W. Taverner, assistant principal, for the high school and would be adopted this fall. All classes will be an hour long, with 40 minutes for noon and 40 minutes for the activity period, which this year will be held after the lunch hour. School will convene at 8:40 o'clock as last year. Following a ten-minute enrollment period, classes will begin at 8:50 and three be held between that time and 11:50; then lunch and activity period will set the next class at 1:10, school to dismiss two periods later or at 3:10.

The five-period schedule, Hug said, will work for greater efficiency and economy and will make of the classroom a laboratory with supervised study. The change will involve adjustments in science and some commercial subjects, all of which changes are held advantageous.

### Election of Seven New Teachers Takes Place

Seven teachers were elected: Mary B. Smith of Salem who will take the high school English position left vacant by Edith Bragg's resignation; Edith T. Smith, former teacher in Grant high school, Portland, who will teach commercial subjects in the high school formerly taught by Mabel Arthur, resigned; Katherine Gilbert, sixth grade teacher at Park, home economics, high school; Walsley F. Fugery of Salem, handmaster, senior high; A. W. Andrews of Salem, manual training, Parrish; Mildred Carr, Astoria, librarian, Parrish junior high; Dorothy Thomsen, fourth grade and music, Englewood.

Several more positions are to be filled before school starts, including two in the grades, a science, a geography and history and an art position.

Five janitors were elected to fill out vacancies: Harold Moore and Joseph Johnson, high school; and Orsan C. Johnson, E. G. McMillan and J. L. Stroud, Parrish junior high. Salary of each will be \$87.50.

The bid of \$298 made by Good and Day for re-roofing the child health demonstration building on North High street was accepted as low bid. Only one bid for the 40' x 30' and lap awards in the Miami derby and \$1,700 in the women's speed race.

A revision was made today in the outcome of the all-Ohio derby yesterday, officials awarding the race to Lewis Love, of Richmond, Ind., who originally had been declared the winner but later had been placed second to H. A. Speer, of Marshall, Mo. A recheck of elapsed time gave Love the race and put Speer in second. To the pilots it meant the difference between \$1,000 for first prize and \$500 for second.

Exhibitions of daring aerial maneuvers engaged a large space on the day's program with Col. Charles A. Lindbergh taking a leading part. He and two navy pilots showed eager air fairs just what an airplane can do. The tripping as a combat unit put their planes through virtually every pace known to pilots.

The two lords of the air, the German dirigible Graf Zeppelin and the United States army dirigible Los Angeles, were to greet each other here tomorrow. Commander Hugo Eckener of the Graf Zeppelin sent word he would pilot the round-the-world ship over Cleveland at noon. The Los Angeles will be here to take part in other exhibitions.

# DARYL F. PROCTOR IS TAKEN SUDDENLY

(Continued from Page 1.) tery here. While yet a baby, Daryl moved with his parents to Boise, Idaho, where they lived until 1906, when the family moved to Philomath, Oregon. Within a year they moved from Philomath to Salem, where Daryl has made his home since.

He attended the Washington grade school and later the senior high, where he made an enviable record in athletics, doing outstanding work in baseball, football and track. He was ever a good mixer and popular with his fellow students. Following graduation in 1916, he spent one year at Oregon State College, where he found little difficulty in making his way to the top in freshman athletics. At the end of his freshman year in college, he enlisted in the navy, being stationed first at Los Angeles and then for about a two-year period at the base hospital at Philadelphia, where he remained until he was mustered out.

After the war, he returned to Salem being employed for a while in the old Phez company and then working at Wait's packing

Too Late To Classify LOST—Knotted cane between Haeger's Grove and Smith-Watkins. Return to handle. Reward. Phone 2267-W.

# HOLY LAND WAR YET SPREADING

### Grand Mufti, Moslem Head Makes appeal to Stop Further Fighting

(Continued from Page 1.) leaving the Omar mosque, of which the Walling Wall is an integral part. Moslems charged that violence was thrown from a horse over passing Arab worshippers and that general riots followed.

In England Arabs and Jews have criticized the British government for its handling of the situation, while the British press of all shades of opinion joined to attack the "burden" of Britain's mandate in Palestine.

The United States government is giving closest attention to the situation both through its representatives in Palestine and by inquiries in London where responsibility for order in the Holy Land is centered by virtue of Great Britain's mandate under the League of Nations.

# AMERICAN CITIZEN ARRESTED IN CUBA

### Joseph E. Barlow Flung Into Prison Without Reason Being Announced

HAVANA, Aug. 27—(AP)—Joseph E. Barlow, American citizen, who has made claim for \$2,000 against the Cuban government for seizure of property, was arrested today, and held without bail in Principe Fortress. The exact nature of the charges was not made public. When he returned here on July 20, there were reports that he was to be deported.

Barlow has claimed possession of clear title to large tracts of land around Havana, the chief claim of which now comprises about 32 city blocks, which was seized by the Zayas government about 10 years ago. He claims he obtained a Cuban court order for return of his property seven years ago, but that this has not been complied with and that a relative of President Machado now occupies the property.

Unable, as he said, to obtain satisfaction in Cuba, Mr. Barlow went to Washington in March, 1928, and enlisted the assistance of the state department. Last April the secretary of state instructed the American embassy at Havana to inquire into the delay in acting on the claim of Barlow.

Two operatives of judicial police headquarters took Mr. Barlow into custody at his office shortly before 5:00 p. m., he was held at police headquarters for two hours and then taken to the fortress. Under Cuban law he may be given hearing any time within 72 hours.

# Paving Slated Soon Upon Road In Keizer Area

Within a week, paving will be started on a three-quarter mile stretch of road leading into Keizer bottom from the Keizer school according to Frank Johnson, roadmaster. The job will require eight days for completion. During the day the road will be closed but an alternate highway is provided for use. At night the Keizer road will be open to traffic.

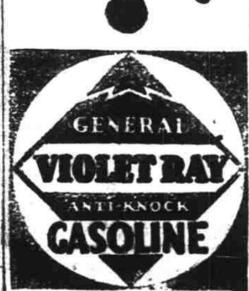
Resurfacing of Court street between High and Church streets, and paving of three blocks in the vicinity of Belmont and E. streets is to be begun by the county paving crew before the close of summer.

# Over 20 Persons Fined by Poulsen

More than 20 persons paid fines Tuesday when they appeared before Police Judge Mark Poulsen. Four were for double parking and the remainder for overtime stops in one block.

Warrants are being issued for all who fail to report in answer to the tag left in cars. The new ordinance forbidding parking anywhere in the same block for more than the limit is causing many to get tags.

# Fill up Today



# MOTOR GROUP PUTS UP 70 NEW SIGNS

### Placing of 70 new signs in Salem directing visitors attention to special points of interest locally is the immediate program of the Oregon Motor association for Salem according to Joe E. Shelton, general manager of the organization who was here Tuesday.

The sign work has already been started and will be completed within the next ten days.

In conjunction with the placing of signs a membership campaign is to be staged here with the goal set at 400 new members for the association. Manager of the membership department along with William Knapp, V. E. Gustison and J. O. Perry are in the city in charge of the drive for members. Perry expects to make his home in Salem shortly and will serve here in the capacity of district field manager.

# McNary Leaves For Washington This Saturday

### Senator Charles McNary leaves Saturday for Washington, D. C., and probably will not return to Oregon until after the close of the special and regular sessions of Congress. Announcement to this effect was made from his office here Tuesday. The senate is soon to resume its consideration of the tariff bill as passed by the house.

Senator McNary who has been spending the past few weeks on his farm near here, will be in his office in the United States National bank building throughout today.

The Oregon Statesman and The Portland Telegram, two great dailies for 60 cents per month. To order phone 500.

# JEWES CHANGE PLAN CONCERNING LETTER

WASHINGTON, Aug. 27—(AP)—Members of the Jewish delegation which delivered to Secretary Stimson today a letter for Sir Esme Howard, the British ambassador, on the Palestine situation, decided tonight to withdraw the communication for the present.

Reports said the letter was withheld after it was found that some points reciting the Jewish side of the Palestine incident might be controversial. It was signed by Bernard S. Deutch, president of the American Jewish congress and voiced a "respectful and solemn protest" against the "unspeakable atrocities" in Palestine.

An official statement by the state department tonight with regard to the communication said: "After a friendly exchange of views with the department, Mr. Deutch expressed a desire to consult further with the members of his committee concerning the proposed communication to Sir Esme Howard."

The delegation had intended that its letter would be forwarded to the British ambassador for transmission to his government by Secretary Stimson.

# HOOVER'S POLICY BENEFITS OREGON

PORTLAND, Ore., Aug. 27—(AP)—The Oregonian will stay tomorrow that transfer of the 195,000,000 acres of unentered homestead lands to the states in which they are located, as proposed Monday by President Hoover and made public before the western governors at Salt Lake City, would give Oregon unexpected and much needed support for its public schools and educational institutions.

The Oregonian, in part, will say: "Sales of public lands netted the federal government only \$700,000 during the fiscal year ending June 30, 1928, and all money received went into the reclamation fund. Under state ownership the lands could be leased to stock growers and sold to people desirous of obtaining farms and made to work for the school fund. Under the policy now in vogue the federal government obtains no rentals from the vacant lands and they are grazed at will by cowmen and sheepmen."

All the western states, including Oregon have machinery set up in their state land boards for handling collection of rental fees and the sale of the additional vacant lands which President Hoover proposes to transfer.

"Acres of vacant lands in western states as published by the federal government follows: Arizona, 9,473,000; California, 14,622,174; Colorado, 6,907,931; Idaho, 8,212,472; Montana, 6,980,238; Nevada, 3,143,940; New Mexico, 15,617,800; Oregon,

# Hollywood Theatre

Home of 25c Talkies Tonight and Thursday "Brotherly Love" with GEORGE K. ARTHUR and CARY DANE THE TWO FUNNY BOYS WHO MADE "ROOKIES" ALSO COMEDY AND PATHE REVIEW

# SPAN BACKERS MOVE RAPIDLY

### Bridge Plans Authorized 5 Months Ago Are Not Yet Produced

(Continued from Page 1.) Livesley, learning that a move to oust the bridge engineer was on foot, approached one of the leaders of the majority and asked him to defer this action until the North Commercial street plans were completed.

What the bridge engineer's duties have been in recent weeks, other than to inspect the work done on the Church street bridge and a few other minor structures, was not brought out at the meeting Monday night called especially to delve into these matters fully.

Follow the sports in The Statesman; full sport news reports fresh each morning.

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# WED. THURS. FRI. Now Playing



ALL TALKING! A Romance of Fiery Youth with Red Hot Love (also on the stage) Seal Polnowsky, Young Russian Violinists Sat., Sun., Mon. FANCHON & MARCO'S "Dance Moods Idea" With 16 Hirsch-Arnold Beauties

# SALEM - AFTERNOON AND NIGHT TOMORROW

TWICE DAILY: 2 & 8 P.M.—Doors Open 1 & 7 P.M.

# RINGLING BROS and BARNUM & BAILEY COMBINED CIRCUS

THE GREATEST SHOW ON EARTH "The HUMAN PROJECTILE" Shot Through Glass With Violent Velocity From The Mouth of a Monster Cannon—THE SENSATION OF THE CENTURY! "GOLIATH"—Mammoth SEA ELEPHANT, One-Third Larger Than Last Season—And SOON Growing. MORE PEOPLE—MORE NEW ACTS—MORE MENAGERIE ANIMALS—MORE OF EVERYTHING THAN EVER BEFORE. DOWNTOWN TICKET OFFICE (CIRCUS DAY) AT PATTON'S BOOK STORE, 340 STATE ST.

