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Oregon Statesman's Travel  
Accident Insurance Policy,  
\$1.00 per year.

THE WEATHER  
Fair today and Thursday.  
Normal temperature, Max.  
Temp. Tuesday 81, Min. 69,  
river 8 feet, clear, northerly  
winds.

EIGHTY-FIRST YEAR

No. 112

### FIRE MENACES GRANTS PASS; CITIZENS FLEE

All Available men Fighting Blaze Which Advances Near City Limits  
Deaths of two are Feared; Seen Surrounded by Leaping Flames

GRANTS PASS, Ore., Aug. 4.—(AP)—Grants Pass thinned tonight to the menacing crackle of a forest fire that has been marching steadily toward the city since last Sunday.

Apparently under control earlier in the day, the fire tonight appeared only to have gathered renewed energy during the respite. Residents on the slopes of Mount Sexton, just outside the city limits, had fled from their homes tonight. Every available volunteer fireman had been sent to the danger zone with instructions to begin back-firing and tonight these fires were beginning to crawl toward the mountain to meet the aggressor. State fire fighters were ordered to devote their energies to help those in the path of the flames and to remove all livestock from the district.

No attempt was made tonight to meet the fire on its front. Forest service officials considered such action suicidal in view of the strong wind. Several buildings already destroyed. Several homes, two dwellings and a number of other buildings already have been consumed by the fire. Fifteen acres of grain have been burned. Little fear was felt for the safety of property within the city but city authorities asked property owners to keep an eye out for roof fires kindled by flying embers. No loss of life has been reported but some concern was felt for the safety of a man and boy who were observed trying to save their mountain cabin a short time before the flames, rising from tree to tree, completely enveloped that area. Chris Hindered, 60, a farmer, fled before the fire and collapsed when he reached safety. (Turn to page 2, col. 3)

### When Youngsters Make Believe; Scenes At Annual Dress-Up Day



Here are seven of the 67 children who dressed up in a colorful, wide variety of costumes to compete at the annual dress-up day held at the 14th street playground last Friday afternoon. Top, left; Bernice Stroud, cowgirl. Right, Helen Zink, pioneer mother, third prize; Barbara Causey, gypsy; Evelyn Hawley, Irish girl. Lower left; Dorothy Barker, Bo-peep. Right; Solon Piper Schincke, cat; Valerie Karr, Japanese girl.

### CORVALLIS AWAITS LEGIONNAIRE HORDE

State Officers Will Arrive Today, Convention to Open on Thursday  
CORVALLIS, Ore., Aug. 4.—(AP)—Streets in this city were gay with flags and bunting tonight as final preparations were being made for the entertainment of the thousands of visitors expected here Thursday, Friday and Saturday for the 12th annual convention of the Oregon department of the American Legion.

### Cheese Factory Burns Settlers Coming Here Beckley Case Leading To Sentence Kingsley

EXPLOSION FIRST  
EUGENE, Ore., August 4.—(AP)—The Blachly cheese factory and creamery was completely destroyed by fire which started with an explosion of unknown origin here tonight. No damage estimate was available.

### FAMILIES LOCATE PORTLAND, Ore., August 4

(AP)—Figures released today by the Oregon state chamber of commerce said 44 families located in Oregon in July and invested a total of \$116,623.

### PANGBORN AND HERNDON ROSE IN TIME RACE

At Latest Reports Delayed At Khabarovsk due to Unsafe Weather  
Already 29 Hours Late in Comparison to Post, Gatty Schedule

TOKYO, Aug. 4.—(AP)—The American aviators, Clyde Pangborn and Hugh Herndon, were believed tonight to have lost their race around the world to lower the record of eight days, 15 hours and 51 minutes set a month ago by Wiley Post and Harold Gatty, fellow countrymen.

### INDUSTRIES UNITE IN RATE PROTEST

Method of Presentation at Hearing in Portland Is Outlined Here  
Virtually all of Oregon's industries will join in protesting against the proposed 15 per cent increase in the rate of taxation.

### BIRMINGHAM GIRL KILLED BY NEGRO

BIRMINGHAM, Ala., Aug. 4.—(AP)—A Birmingham society girl was fatally shot on Tuesday by a negro who had held her captive for more than four hours in a wooded section near the exclusive Mountain Brook residential section.

### SEVERAL INJURED AS TRAINS CRASH

PORTLAND, Ore., Aug. 4.—(AP)—Several persons were injured, none seriously, when the Portland bound Estacada passenger train dived head-on into the rear end of a freight train here tonight.

### Giant Fires Are Sighted From Plane

LEWISTON, Ida., Aug. 4.—(AP)—Nick Mamer, noted Spokane aviator, said today two mighty fires of "at least 20,000 acres" were blazing through central Idaho forests in territory accessible only by airplane.

### LINDBERGHS ON DANGEROUS HOP TOWARD NORTH

Take off for Aklavik, 1115 Miles From Baker Lake Over "Bad Lands"  
May Stop at Copper Mine, Inside Arctic Circle; Navigation Praised

BAKER LAKE, N. W. T., Aug. 4.—(AP)—(By wireless to Churchill)—Beginning a daring 1,115 mile dash across the most treacherous of Canada's bad lands, Colonel and Mrs. Charles A. Lindbergh took off at 6:35 p. m. (E. S. T.) today for Aklavik.

### MCKENZIE IS HELD ON MORALS CHARGE

Jack McKenzie, about 30 years of age, was lodged last night in the county jail, unable to furnish \$3,000 bail, necessitated when he arrived here today to appear before Justice Miller B. Hayden on the charge of going an act causing a minor to become delinquent.

### Mattress Fire Is Out Quickly

Amid feathers flying in all directions, city firemen yesterday morning carried a burning mattress out of a house at 1537 North Winter street, and doused a pall of water on it to put out a blaze. A defective electric pad caused all the trouble.

### Dairymen Vote Down Arbitration, Claim Victory is in Sight

ARBITRATION HOPE SEEN IN PORTLAND  
Price set Tentatively at \$2.17 1/2; Violations Of law Charged

PORTLAND, Ore., Aug. 4.—(AP)—High hopes that Portland's milk war was about to terminate with an armistice was expressed here tonight after adjournment of a 10-hour conference between Mayor George L. Baker's "fact finding" committee and representatives of the producers and distributors.

The milk war broke here last Saturday after Portland distributors refused to subscribe to an agreement worked out by representatives of their organization and of the Dairy Co-operative association, under which the dairymen were to receive \$2.10 a hundred pounds. Previous to that agreement the price situation had been chaotic.

Twenty-five creamery operators from up and down the valley are expected here today for the annual convention of the Oregon Creamery Operators association. The meeting starts at 11 a. m. at the chamber of commerce today.

### STRONG NAVY FOR U. S. IS FAVORED

WASHINGTON, Aug. 4.—(AP)—A navy second to none, efficient, well balanced and capable of ready war-time expansion today was pronounced the objective of America's sea forces.

### Dress-up Day at Lincoln Playground Huge Success

Dress-up day at the Lincoln playground yesterday proved great sport for the participants, and a trial for the judges. About 150 children in gay and amusing costumes were lined up and marched before the judges' stand at 2 o'clock. The choosing of the winners was far from easy for the judges, who were Mrs. L. Clark and Miss Sophie M. Adams.

### INCENDIARY FIRES CAUSE BIG DAMAGE

SPOKANE, August 4.—(AP)—Incendiary fires roared over northwestern forests tonight, driving hundreds of persons from their homes.

Major Evan Kelly, regional forester, said the Priest river fire in the Kanimkusa national forest of Idaho, spewing flames on a front of 300 miles was "without a doubt an incendiary nature."

Foresters further down in Idaho reported firebugs set a score of other blazes. About 200 fires scoured their way steadily through timberlands of North Idaho, western Montana and southeastern Washington.

### EDISON IS BETTER; TAKES SHORT RIDE

WEST ORANGE, N. J., Aug. 4.—(AP)—Thomas A. Edison was so far recovered from his recent collapse late today that his physicians permitted him to take a half hour auto ride through his estate.

### Public Market To Be Erected Kafoury States

A new farmers' public market is to be opened in the near future on the northeast corner of Marion and High streets, announced Leo Kafoury Tuesday. The market will be open on all sides and will contain stalls and tables for displays. The space in the building will be leased for from 15 cents a day up and any type of produce or any articles may be offered to the public.

Smiling like a boy let out to play, the 84-year-old inventor walked unassisted to the open touring car. He was accompanied by Mrs. Edison and his son, Charles.

### Report on Progress in Milk War is Made At Meeting

Legal Effort to Stop Supply of Holdout Is Suggested

At the meeting of dairymen last night, Vice President Clark reported that sentiment among the public throughout the city was friendly to the producing group.

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### CHEESE FACTORY BURNS

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