

WEATHER
Unsettled with occasional rain today and Thursday; Max. Temp. Tuesday 50, Min. 36, rain .42 inch, river 7 feet, south wind.

HITLER ORDERS MARTIAL RULE OVER GERMANY
Communists' Incendiary Last Straw Requiring Drastic Action
Hundreds Arrested; Raid at Red Headquarters Shows Police Orders Forged

MEDFORD QUIETER; TROUBLE LOOMING

WOMAN DIES FROM SHOCK, SON IS HELD

SCHOOL DISTRICT BORROWS \$14,625

Boy Scout Program Gets Strong Support at Rally

Decisive Battle at Chihfeng Looms as Defense Augmented
Chinese Cavalry Unit Surrenders, is Report; Japanese Central Offensive Victorious; Arms Embargo Urged in England

(By the Associated Press)
The latest from the Sino-Japanese front: Tungliang-Chinese cavalry defending Chihfeng, northern pass to Jehol city, capital of Jehol, was reported to have surrendered today to the Japanese. The advancing Japanese army of the north was expecting its most decisive battle at the pass.

DEFERRING HIGHWAY PROJECTS APPROVED
House Passes Injunction Bill, Senate's County Manager Resolution

Following a dissensions prelude of criticism directed toward the state senate, members of the house of representatives adjusted their difficulties temporarily at least last night and raced through a session including consideration of 13 senate bills, resolutions and memorials.

STATE DRY REPEAL MOVE IS DEFEATED
Senate Vote 17 to 12; Held Premature as Federal Law Still Exists

The state senate yesterday defeated two resolutions by Representative Hall which called for a statewide vote on repeal of constitutional prohibition in Oregon at the next election held in this state. The vote was 17 to 12, the majority favoring indefinite postponement of the resolutions. Senator Byrum was absent.

WOMAN DIES FROM SHOCK, SON IS HELD

A man whom city police said they knew as Floyd L. Groshong was being held in jail early this morning tied to a cot to prevent his attempting suicide. Groshong believed police stated, he had been the cause of the sudden death of his mother, Mrs. Belle Groshong, about 65.

SCHOOL DISTRICT BORROWS \$14,625

Installments due on bonds issued for erection of Leslie junior high school have necessitated the Salem school district's obtaining a loan of \$14,625, it was announced at last night's board meeting. The directors approved the loan, negotiated with a local institution by Chairman H. H. Olinger and Clerk W. H. Burghardt, and to be repaid out of the first tax money the district receives. The total Leslie bond issue was \$120,000.

Boy Scout Program Gets Strong Support at Rally

"A boy is the only thing from which a man is made."
"Scouting works because it is right."
"I have known districts in the city to be cleaned up of rowdiness and near-criminality by formation of boy scout troops. They were cleaned up not by police or by parents but by the boys who took up scouting."

CROWDS ARRIVE AT WASHINGTON FOR INAUGURAL
Every Hotel Room Reserved For Saturday, 20,000 In Private Homes

WASHINGTON, Feb. 28—(AP)—The national capital was a study in contrasts tonight as preparations were speeded for Saturday's combination of inaugural ceremonies, a democratic victory jubilee and "moving day" for republican office holders.

EDUCATION MILLAGE DIVERSION FAVORED
Amount \$508,000; Tithing Approved Except for Road Department

Carrying out its previously announced intention, the ways and means committee of the legislature late Tuesday night reported favorably a bill which would divert \$508,000 of the millage tax for the higher educational institutions to the general fund of the state, out of funds to be received from the tax in 1934.

SEARCH ENDED AS LIEBOLD REPORTS

DETROIT, Feb. 28—(AP)—Ernest G. Liebold, Henry Ford's general secretary who suddenly dropped from sight 36 hours before "found" himself tonight in an hotel room in Traverse City, Mich., many miles away from the home to which he started at 11 a. m. yesterday and never reached.

Lion and His Promise Get Votes Today

If the rain pours and the wind howls and the daylight breaks today with dismal mien, and stormy accompaniment, do not despair, but rather rejoice and be glad remembering the old adage, "If March comes like a lion, it will go out like a lamb; but if it comes in like a lamb it will go out like a lion."

Car Thief Gets Eatn' Tobacco, 5000 Cigarettes

A tobacco salesman's automobile stolen at Ferry and Commercial streets late Tuesday afternoon provided unusual car loot. In a rear compartment were 5000 cigarettes, three dozen one-pound cans of smoking tobacco, and assorted chewing tobaccos. State police recovered the car, minus the tobacco, near Salem Golf club's course last night.

The Day in Washington

By the Associated Press
House passed senate-approved bill for cotton growers' relief through government pool, leaving minor differences to be settled.

To Tussle With Federal Budget



Representative Lewis Douglas of Arizona, who has been appointed by President-elect Roosevelt as director of the budget in the new administration.

ALBANY DEFEATED

TACOMA, Feb. 28—(AP)—Pacific Lutheran college closed its 1933 basketball season here tonight with a 30-24 victory over the Albany Pirates, northwest conference Cagers.

La Grande Bank To Reopen Soon

LA GRANDE, Ore., Feb. 28—(AP)—The First National bank of La Grande will reopen its doors March 2. Permission was received this afternoon from the comptroller of currency at Washington.

Oleo Tax is Voted After Lengthy Senate Argument

The oleomargarine tax bill, imposing a four cents a pound state levy on oleo sold in the state, with products made from animal fats excluded, went through the state senate yesterday 23 to 6 after a two hours' debate. Similar measures have been three times defeated at the state legislature.

FINAL CABINET NAMES LISTED BY ROOSEVELT
No Upsets in Forecast Made Previously; Woman is Labor Secretary

Miss Perkins, Roper, Walsh Formally Announced; to Pick Ambassadors

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R. F. C. LOANS FOR EDUCATION URGED

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Beer Bloc Efforts to Coerce Senate Strikes Snag; Members Weary

Basic Science Bill Signed by Meier Tuesday

TRUCK REGULATION PASSED BY HOUSE

Amendments, Chiefly one to Raise Millage Charge, Forced Through

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Desire to go Home is Paramount; Move May bog Down

Scheme is Discussed At Night Session Held as Club

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