PRICE-FIXING UP TO JOHNSON

Codes for Retailers and Drug Stores Submitted With Mark-up Clause

(Continued from page 1)

minimum price at ten per cent above the "wholesale delivered price" and the drug code prohibited drastic slashing of retail prices on standard, trade-marked goods whose price is announced by the manufacturer. The retail clause reads:

"In order to check predatory price cutting and minimize operating losses resulting therefrom, and in order to assure that the retailer shall be at least partially compensated for the service he renders the consumer, on and after the effective date of this code no retailer shall offer for sale, sell, exchange or give away any merchandise, . . . hereafter below minimum price which shall be the wholesale delivered price as hereinafter defined with the addition of a charge of ten per cent.

"'Wholesale delivered price' as used herein means the lowest gross billing price, as of any date within 30 days prior to the date of resale, made to many retailer in the given market area less only such discounts as are extended to all retailers and plus delivery costs paid by the retailers."

Whiteside said this could not be construed as price fixing since no profit could enter a retail transaction unless the merchant obtained 25 per cent above the wholesale price.

He added its value would rest primarily on limiting retailers' losses and preventing continuance of "loss leaders" selling by which merchants attract customers with low-price goods in the hope they will buy items carrying a much higher profit.

Limit on Price Cut

The drug codes price regulation plan barred selling standard, trade-marked goods whose retail prices are advertised to the public or indicated on the goods, at a discount greater than 21 per cent under such declared prices.

However, if the merchandise is not moved from the shelves, the retailer may offer it back to the wholesaler at the sale price and if not accepted may sell it as "clearance merchandise."

The retail code was submitted for ten classes of stores, department, furniture, general merchandise, hardware, limited price variety, mail order, men's clothing, music, shoe, and women's specialty stores.

PRESIDENT TALKS COMMODITY DOLLAR

(Continued from page 1)

continue to point out that inflation is not a cure-all, and that even when it stops, we will again discover our problem is one of achieving balance.

"We are still dodging the fact that we are a creditor nation, that we have high tariffs, that we have 40 million surplus acres of crop land for which there is no effective market, and that there are still twice normal supplies of the fundamental commodities.

"I have sympathy with the optimistic business boomer, and certainly with the suffering farmer who now asks for price fixing and inflation. But neither of these can bring about any cure which will last very long unless account is taken of these fundamental things I have mentioned.

"While it does not necessarily follow, there is danger that optimism, price fixing and inflation will all of them tend to increase, rather than reduce, the lack of balance resulting from our creditor position, our high tariffs, our surplus acres and our excess stocks.

"The farm prices which have improved this year are those for which reductions of supply are present or prospective—grains, potatoes and cotton.

"Price pegging may have its uses, but resort to price fixing without control of supply is fraught with danger."

The Call Board . .

ELSINORE
Today — Marie Dressler in "Tugboat Annie."

CAPITOL
Saturday and Sunday—Phillips Holmes in "70,000 Witnesses" and Randolph Scott in "Wild Horse Mesa."

GRAND
Today — Adolphe Menjou in "Circus Queen Murder."

HOLLYWOOD
Today — Ramon Novarro in "The Barbarian."
Friday—Lee Tracy in "Private Jones."

STATE
Today—Wallace Ford in "X Marks the Spot."
Friday—Wheeler and Woolsey in "So This is Africa."

UNITED STATES MAY RECOGNIZE RUSSIA

(Continued from page 1)

ministration, has been designated by President Roosevelt to direct Russian trade negotiations whose vast scope is expected to have an important bearing on recognition of the Soviet republic.

The selection of Morgenthau, a close friend and trusted financial advisor of the president, to handle the various proposals for Soviet purchases in this country was taken by observers as a significant instance of President Roosevelt's interest in both trade and diplomatic questions involving Russia.

In official circles it was said Morgenthau had been chosen to supervise Russian trade proposals because a coordinator was needed to keep in touch with offers and suggestions going to the various departments from many sources.

For several weeks Jesse H. Jones, chairman of the Reconstruction corporation and other officials have been dickering with the representatives of Amtorg, the official Soviet commercial agency in New York, for a transaction by which Russia would buy cotton and other products.

SITUATION GRAVE IN CUBAN CAPITAL

(Continued from page 1)

Meanwhile soldiers around the National hotel made ready for action. The top floor and roof of an apartment house on 23rd street, across the street from the "fortress" of 500 army officers, was lined with machine guns and the residents were moved out. Motor traffic was diverted from the neighborhood.

In addition the city faced the prospect of being without newspapers tomorrow. Linotype men, printers, engravers and reporters of Havana publications met and voted to strike, protesting a "lock out" which they said was threatened by proprietors if they insisted on a minimum wage scale recently adopted by unions.

A committee from the student directory went to a meeting of reporters and writers and suggested that if owners failed to meet their demands, they take over the papers themselves.

GOVERNMENT TO ALLOT MONEY

Approves Loan - Grant of Million and Half to Salem for Waterworks

(Continued from page 1)

is now assured that the long-delayed project can soon be undertaken, City Attorney Chris J. Kowitz announced last night.

Seek Loan Increase

"Before leaving for Washington, United States Senator Charles L. McNary told us he would take up the matter at the national capital," Kowitz said. "It is expected he will present a plea for a larger loan there next Monday."

While awaiting official notification of the allotment, city officials last night expressed gratification at the news from Washington.

Mayor Is Pleased

"I was very much pleased with the news," declared Mayor Douglas McKay. "This is what we have been waiting for. Now we can go ahead and I am certain we can work out our plans to give Salem an improved water supply."

Alderman S. A. Hughes, council utilities committee chairman, was "somewhat disappointed that we're cut down from the amount applied for, but added, "We're going ahead some way or other. We might yet be able to get more money with Senator McNary's help."

Spur of the moment suggestions that the council group in charge of water system plans meet immediately were abandoned pending receipt of details of the allotment. Alderman Hughes suggested that a special council session should be held soon, possibly Friday night before or after the budget committee meeting.

The city can live up to its statement in its application that actual work on the project can be started within 30 days from the time the funds are made available, the city attorney stated. Engineering work could be undertaken at once, giving gradually more jobs to laborers as the project progressed, he pointed out.

Division a Puzzle

Kowitz averred the $406,500 grant should give the city opportunity to negotiate successfully with the Oregon - Washington Water Service company for its plant here on a part-cash, part-bond basis. He was puzzled, however, as to what amount of the allotment was made specifically for this purpose. The city's application called for $695,000 for purchase of the existing system, $100,000 for its rehabilitation and various larger amounts for construction of a diversion dam on the Little North Fork of the Santiam river and the pipe line. It is reported the Oregon-Washington Water Service company has put a price of around $950,000 on its property here.

Dollfuss Takes Charge in Austria

VIENNA, Sept. 21—Thursday —(AP)—It was authoritatively announced early today that Chancellor Dollfuss was taking over complete executive control of Austrian affairs, including the army, the police and the gendarmerie in a new "cabinet of personalities."

It was explained the new Dollfuss cabinet will be formed on the basis of elimination of political parties. Cabinet members who belong to parties will be shelved, and parliament will lay down mandates.

It was not as yet definitely disclosed whether the heimwehr (home guard) remains a part of the political picture. A new cabinet list, however, was expected in a few hours.

REICHSTAG FIRE BLAMED ON NAZIS

LONDON, Sept. 20. — (AP) — The assertion that grave grounds exist for suspecting the German reichstag building was set afire last winter by, or on behalf of, leading personalities in the national socialist (nazi) party was contained today in the report of the international legal commission which investigated the blaze.

The commission, an unofficial body, announced its findings after several days' hearings. During this time the suggestion was advanced that the nazis themselves set the fire rather than the five communists who will go on trial tomorrow at Leipzig, Germany.

LEIPZIG, Germany, Sept. 20. —(AP)—The preparations were complete tonight for beginning tomorrow the trial of five men charged with setting fire to the reichstag building last February, shortly before the election which strengthened the position of Chancellor Adolf Hitler and his nazi party.

The hearings will be held under the presidency of Wilhelm Bunger, former premier of Saxony, in the historic audience hall where most of the high treason cases have been tried in recent years. These included the Kapp Putsch of 1922 and the Reichswehr officers' trial of 1930 in which Hitler made his famous pronouncement that heads "will roll" upon the accession of the nazis.

HOOVERS AT FAIR, GET POLICE ESCORT

CHICAGO, Sept. 20.—(AP)—Despite his insistetnce that he "do" the world's fair as an "ordinary citizen," former President and Mrs. Herbert Hoover needed a cordon of fifty policemen to escort them about the exposition grounds today.

Everywhere the former chief executive and first lady of the land went, a mass of fair visitors went likewise. The Hoovers' tour started out quietly enough, but like a rolling snowball, their small party gathered additions as it progressed from exhibit to exhibit.

In mid-afternoon Mr. Hoover decided he had enough, so behind a wedge of scarlet coated fair gendarmes the party was taken to the exit and proceeded to the home of Arch Shaw, host of the Hoovers.

STARR RESIGNS, DEFENDS SELF

Claims Report of Auditors Was Oral, not Public Document

(Continued from page 1)

college, although he had full knowledge of the same."

Starr decared that the suspected irregularities at the college were disclosed to him in an oral statement made to him in confidence in the office of the secretary of state; that he asked and obtained permission to convey the information to Chancellor of Education W. J. Kerr, and merely respected the confidence imposed in him concerning what was not at the time a public document.

Starr's statement follows:

"The audit report in controversy was submitted to me orally in conversation with the secretary of state's auditors. I saw no report at that time that had been formulated and filed with the secretary of state. The statements made to me by the auditors referred to affairs at the college and I requested permission of the secretary of state immediately to inform the chancellor, the chief executive officer of the board. I was not at liberty further to discuss the matter of the secretary's investigations until they were made a matter of public record. The chancellor, upon securing the information that had been given him, proceeded at once with an investigation.

"I have no statement to make concerning the second reason assigned by the governor.

The governor's second charge was that under Starr's "leadership as chairman, strife, dissension and discord have prevailed on the board to an extent that is proving inimical to the best interests of Oregon's institutions of higher learning."

FILE TRANSCRIPT ON BRISTOL APPEAL

Transcript of the appeal of Alson A. Bristol, convicted of vagrancy in Judge Overton's court and sentenced to 30 days in jail was filed with the clerk of court Wednesday. Bristol was picked up as an alleged agitator about hopyards. He is now out on bail.

Confirmation of sale in Bank of Woodburn vs. Fred Schwedendiek was given.

Decree and order of foreclosure was entered in the case of A. A. Schramm, liquidator of the Bank of Stayton, vs. Robert McGilchrist, et al., in the amount of $2000.

In the case of G. N. Hickman vs. C. C. Coleman and Alden Kirby, doing business as Ford Motor transport, order of default was signed with judgment of $492.59 against defendants.

Decree of default and order of sale were made in the case of Nora Ball vs. C. B. O'Neill in the sum of $887.30.

Gold Price Goes to New Hogh Point

NEW YORK, Sept. 20.—(AP) — The Federal Reserve bank of New York today reported the export of 16,607 fine ounces of gold under the recent treasury ruling permitting the shipment abroad of newly mined metal.

At today's new high price for gold of $32.28 an ounce, fixed by the treasury, the shipment is valued at $536,073.96.

NRA PARADE WILL FEATURE OPENING

(Continued from page 1)

Station, Douglas McKay Chevrolet company, Valley Motor company, McDowell meat market, United States National bank, Virginia Lee Shoe store, Newman's Army Goods store, Western Auto Supply Co., Fidler's Furniture.

Fry's Drug store, George E. Allen hardware, Pay'n Takit, Safeway Stores, Inc., Salem Hardware company, Hutcheon Paint store, Bishop's, Ladd and Bush bank, C. J. Breier company, Oregon Pulp and Paper company, Metropolitan 5c-10c-25c store, and Portland General Electric company.

In addition to these, many others are entering cars or floats in the parade.

Cooperation of the public in keeping the streets clear of parked cars along the NRA parade route tonight is being asked by Chief of Police Minto. The police force will attempt to provide a free thoroughfare for the parade on High between State and Chemeketa streets and on State between High and Liberty. It is especially important that High street be kept fully open since the parade will double back on itself there, the chief pointed out.

Elsinore Holds 'Tugboat Annie' For Rest of Week

"Tugboat Annie," Puget Sound waterfront picture featuring Marie Dressler and Wallace Beery, will be held over at the Elsinore the remainder of the week, Manager Carl Porter last night made the announcement.

"So great is the demand from people who have not gotten to see this feature," said Porter last night, "we are going to continue it all week. The final showing will be Saturday night."

WARNER BROS. ELSINORE
OKAY -- SALEM!
HELD OVER!
Ends Saturday Night
DON'T MISS IT
Never has there been a show that so completely won the hearts of the thousands who have seen it!

SURE TO BE ONE OF THE PRIZE PICTURES FOR 1933
MARIE DRESSLER
WALLACE BEERY
IN
"Tugboat Annie"
Robert Young
Maurine O'Sullivan
MAT. 25c
Eve. 500 Seats 25c

YO HO! BOYS AND GIRLS!
PET COSTUME PARADE
Saturday, Sept. 23, 9:15 A. M.

LIST OF PRIZES
Best all around dog: Photograph of owner from Gunnell & Robb
Biggest dog: Mickey Mouse sweater from Bishop's
Smallest dog: Mickey Mouse sweater from Bishop's
Smallest pet, other than dog: Book if winner is boy; cedar chest if a girl; from Commercial Book Store
Best decorated bicycle or wagon: Bicycle light, from Harry Scott's Cycle Shop
Best decorated tricycle: Tricycle horn from Harry Scott's
Best all round pony or horse: Model airplane from Hamilton's Furniture Store
Quaintest Dressed Pet: Three months' subscription to Statesman or prize to suit
Cat with longest hair: $1.00 grocery order from Busick's
Most beautiful cat: Box of chocolates from Schaefer's Drug Store
Best boy costume: Billfold from Blatchford's Gift Shop
Best girl costume: A human-like doll from Miller's
Largest collection of pets: Ukelele from Miller's
Every entrant will be given a free treat of candy at courthouse grounds from Metropolitan 5c to $1 Store

Contest Sponsored by
WARNER BROS. ELSINORE
and
The Oregon Statesman

You Overgrown Kids
Remember how you used to call the kids who wore glasses "four-eyes"? And now, they're probably not wearing any, and you are. Their parents did the right thing, corrected bad vision early. And your children . . . ?
POMEROY & KEENE
379 STATE ST SALEM

A Home Owned Theater
HOLLYWOOD
TONITE IS DIME NITE
All Seats 10¢ Except Loges

Also Comedy, News and Pathe News
Friday and Saturday
LEE TRACY in PRIVATE JONES

A DIME · ANYTIME
State 10¢ THEATRE
TODAY ONLY!
"X Marks the Spot"

with LEW CODY
Sally Blane
Wallace Ford
Fred Kohler
Mary Nolan

MURDER UNDER THE "BIG TOP" THAT TOPS EVERYTHING FOR MYSTERY, THRILLS, INTRIGUE AND SUSPENSE!
THE "CIRCUS QUEEN MURDER"
with ADOLPHE MENJOU
as the Famous FRATTON COP
GRETA NISSEN
A COLUMBIA PICTURE
Continuous 1 P. M. to 11 P. M.
SALEM'S GRAND

IT TAKES HEALTHY NERVES TO BE A SHARPSHOOTER

THREE TIMES HIGH MAN on the U. S. International Dewar .22-calibre rifle team, and former U. S. small bore champion, Virgil Richard is professional shooter for Remington Arms Co., Inc. He always *has* to be a brilliant marksman — regardless of sun, wind, or rain. There is no question about *his* knowing the secret of healthy nerves!

DURING THE DAY'S SHOOTING, and later around the evening fire, Camels add to the pleasure of your outing. As Virgil Richard says, "Camels are a much milder cigarette and they never interfere with my nervous control, no matter how much I smoke."

A MATCHLESS BLEND

IT IS MORE FUN TO KNOW
Camels are made from finer, MORE EXPENSIVE tobaccos than any other popular brand.

Steady Smokers turn to Camels

VIRGIL RICHARD, in discussing smoking and shooting, says: "People often ask me if a professional sharpshooter can smoke as much as he wants. I've been enjoying cigarettes for years, without difficulty in keeping my nerves in shape for making record scores in tournament shooting events. That's because I have long been a Camel smoker. I have experimented with all the popular brands, and I find Camels are better for steady smoking. They're a much milder cigarette, and they never interfere with my nervous control, no matter how much I smoke."

* * *

Switch to Camels. You'll like the remarkable mildness . . . the fine, rich flavor of Camel's costlier tobaccos. You'll have satisfying *proof* that Camels do not interfere with healthy nerves.

CAMEL'S COSTLIER TOBACCOS
NEVER GET ON YOUR NERVES . . . NEVER TIRE YOUR TASTE

Copyright, 1933, R. J. Reynolds Tobacco Company