

THE WEATHER
Mostly fair, some cloudiness today and Sunday, cool; Max. Temp. Friday 42, Min. 31, river 4 feet, rain .06 inch, S. E. wind.



COMICS
The Statesman has the only four-page comic section printed in Salem. It's yours in the Sunday paper along with a score of other features.

EIGHTY-FOURTH YEAR

No. 298

CRITICISM OF NRA FEATURES CONGRESS DAY

Overshadows Partial Voting of Two Billion Dollars More of Spending

Four Hundred Millions for Army, Large Amount for Home Owners Loan

WASHINGTON, March 8.—(AP)—A round of sharp senate criticism of the NRA, particularly its effect on small business, today overshadowed even the partial congressional approval of more than two billion dollars more of spending.

After additional talk of possible war, the senate passed and sent to conference in the hour a near record \$400,000,000 armament bill, authorizing among other things a 40 per cent increase in the strength of the army.

The house, after beating down attempts to add as much as \$3,000,000,000 to the home owners loan corporation fund, finally approved a compromise amendment to place \$1,750,000,000 more in its bill. Final passage of the measure is set for tomorrow.

The row over the NRA was started during the morning, when, for two hours, Donald Richberg fenced verbally over the blue eagle's aims, accomplishments and future with members of the senate finance committee.

Hardly had this cross-questioning ended before Senators Borah (R-Ia) and Glass (D-Va), joined by Long of Louisiana, took the senate floor to lambast NRA's effect on business. Borah demanded more vigorous enforcement of the anti-trust laws, and a division of wealth. Glass termed the NRA law "abominable" and said the government's power had been used to "intimidate and to boycott the small industries of this country."

Huey Long continued much in evidence throughout the day. He received a setback from the senate postoffice committee when it reported against the NRA's effect on Postmaster General Farley, as urged by the Louisiana.

But on the senate floor, Long again took the cudgel against the new deal as a whole, and several of its leaders in particular. Just about this time some senators were terming his radio speech of last night an "adroit piece of demagoguery." The "kingfish" kept on just the same, however, and by filibustering tactics in the senate during the afternoon managed to delay until Monday any consideration of controversial sections of the \$4,880,000,000 work relief bill.

When the relief measure does come up again, after early two weeks of captivity in committee because of previous senate adoption of the McCarran prevailing wage proposal, a new "battle of amendments" is due.

WALLA WALLA HOOPERS WIN EASY VICTORY

SALEM Y. HOOPERS WIN EASY VICTORY

WALLA WALLA, Wash., March 8.—(AP)—Yakima hoopsters were eliminated in the first round of the northwest annual Y. M. C. A. basketball tournament here tonight when a fast Boise, Idaho, squad easily emerged from its opening game on the long end of a 56-40 score.

Salem had no trouble walking away to a 43-31 victory over Spokane in the final first round match. The Salem five led 20 to 14 at half time.

Kitchen, with his passing, was the outstanding man on the floor for Salem although his teammates Allen and Eckman led the scoring with 15 points each.

The Eugene, Ore., five defeated Walla Walla 62 to 41 by coming from behind in the second half with a smashing drive.

LABBE WILL FILED

PORTLAND, March 8.—(AP)—The late C. Henri Labbe, attorney and French consular representative at Portland, left his \$100,000 estate to his wife, Mrs. Laura Lydie Labbe. It was revealed today when his will was admitted to probate.

TRUCK HEARING SET

A public hearing on truck and bus bills now before the senate roads and highways committee will be held following adjournment this afternoon for the week-end.

Session May Hang on Till Middle of Week; Cleanup Drive Slowed

Divided Reports, Revising of House Bills in Senate, Release by Committees of Major Measures Prevent Adjournment

BOGGED down with unfinished business, the 88th legislative assembly yesterday gave up all hopes of adjournment this weekend. President Harry Corbett presented a resolution in the senate calling for termination of the session Monday night but the amount of work as yet unfinished made it probable that the session might drag along until mid-week.

Both houses yesterday spent a large part of their time on divided committee reports with the results that the senate and the house each adjourned late in the afternoon without cleaning up their calendars.

The senate railroads and utilities committee, dissatisfied with the house-prepared Ickes-grange utilities bill, had reworked the entire measure late yesterday and was prepared today to ask the senate to accept a substitute bill.

Last night the senate committee on alcoholic control was going over the liquor revenue act which the house passed yesterday morning. The measure, containing a tax on beer of \$1.30 a barrel, was opposed at a hearing by brewing interests, who insisted that the proposed tax, more than double the existing tax of 62 cents a barrel, would diminish the sale of beer in the state.

The upper house was scheduled today to receive the bill to remove tolls from the Oregon coast highway bridges at the option of the state highway commission. (Turn to page 3, col. 5)

AGITATION IS GOOD THING SAYS HAIGHT

Democrats With Little "D" Needed Says Carney in Party Meet Talk

"Much of the legislation in groups—just one group trying to take something away from another," C. P. Haight, representative from Grant-Harney counties to some 35 democrats gathered in the courthouse last night for a meeting of the Marion County Democratic society.

"It used to be they'd (the legislators) come down here to pass laws; that's too slow now; that's retail—now we wholesale our law making and put it in codes," Haight declared, adding "That's probably all right; we have no one to blame."

Haight declared in favor of the two-house legislature, holding that one house would mean a picked and a handful of men veering away from democracy. He was all for agitation.

"Don't be afraid of agitation," (Turn to page 2, col. 3)

Veto Overridden In Upper House, Bergerson Bill

The senate yesterday passed over the veto of Governor Martin a house bill by the joint ways and means committee authorizing an appropriation of \$400 for the relief of Mrs. Bertha Bergerson. The house has done the same.

Mrs. Bergerson sought the relief because of a technical error in prosecuting her claim before the state industrial accident commission. The claim was based on the death of her brother, who was entitled to the benefits of the workmen's compensation law.

A Senator Haight charged that the accident commission had opposed the bill on the grounds that its passage would establish a dangerous precedent and open the way for other similar claims.

Fight to Reduce Interest on Small Loans Unavailing

The final drive for a reduction in small loan rates at this session went down to defeat yesterday afternoon in the Oregon senate. A spirited debate preceded the failure of Senator Lessard's bill which would have reduced the monthly interest rate on loans of \$300 or less from three to 2 1/2 per cent.

The Lessard bill first called for one per cent a month, was then advanced to one and one-half per cent and when both these proposals failed, was boosted to two and one-half per cent.

The bill came before the senate on a divided report of the banking committee.

HOUSE FAVORS HIGHER INCOME TAX SCHEDULE

Measure Is Passed Despite Martin's Opposition; Thomas Proposal

West Salem Legislator's Bill Lifts Rates and Lowers Exemption

Higher income tax rates and lower basis of exemption were approved by the house of representatives here late yesterday in a new attempt by that assembly to take some of the tax burden from real property.

In passing by a 31 to 27 vote the income tax proposal sponsored by Representative Thomas of West Salem, the house acted contrary to Governor Martin's repeated statement that he sought no higher taxes from this session.

The Thomas measure provides an exemption of only \$500 for a single man compared to the \$800 exemption now allowed and reduces the exemption for married men from \$1500 to \$1000.

The rates provided for in the bill approved by the house are: First \$1000 or portion, 2 per cent; second \$1000 or portion, 4 per cent; third \$1000 or portion, 5 per cent; fourth \$1000 or portion, 6 per cent; above \$3000, 7 per cent.

The existing rates are: First \$1000 or portion, 2 per cent; second \$1000 or portion, 4 per cent; third \$1000 or portion, 4 per cent; fourth \$1000 or portion, 5 per cent; above \$3000, 7 per cent.

"I want to reiterate my unaltered stand against imposing any more taxes on the overburdened taxpayers of this state. This applies to taxes on business as well as personal incomes," Governor Martin stated in a letter during the day to Representative Wallace, who led the opposition to the bill.

The governor placed his remarks in writing, he said, to avoid being misquoted on the floor of the house. Earlier in the week he had been quoted as being in favor of legalizing slot machines, a position he denied he took in a statement issued Thursday.

"In my opinion, we have reached the breaking point in Oregon," the governor's letter continued. "I believe in giving the" (Turn to page 6, col. 4.)

OREGON MAN HELD, BIG SWINDLE CASE

PORTLAND, Ore., March 8.—(AP)—Charged with conspiracy in an international swindling ring with headquarters in New York, Fred Walsinger, alias Cullen Griswold, was brought to Portland today.

Walsinger was arrested at his farm in the Seattle Italian athletic club will fight it out here tomorrow for the north west A. A. U. basketball championship as the result of sensational wins in the semi-finals tonight.

The Italians defeated the Seattle Oilers 35 to 23.

Spokane defeated the flashy Portland Oilers in an overtime upset, winning 21-19 on Portland fouls.

SAN FRANCISCO, March 8.—(AP)—Shufflin' Joe Louis, youthful negro heavyweight star from Detroit, who one day hopes to relieve Champion Max Baer of his crown, made an impressive debut in his old time fight center tonight when he stopped Donald "Red" Barry of Washington, D. C., in the third round of their scheduled ten round bout.

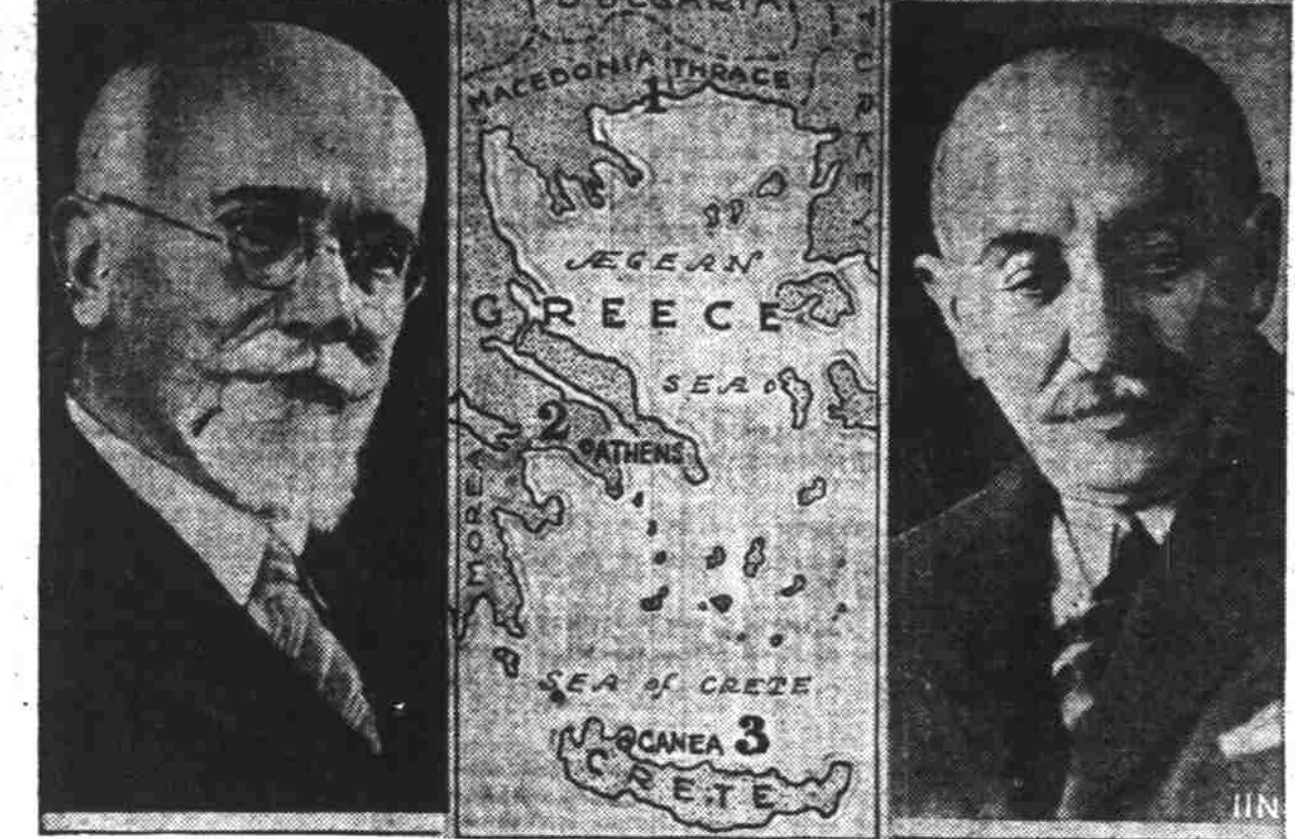
SEATTLE, March 8.—(AP)—Vancouver's northwest hockey league team defeated the league-leading Seattle Seahawks 5-3 here tonight.

This makes it possible for the Canadians to tie Portland for second place, by defeating Seattle Monday night at Vancouver, the final game of the season.

HOOD RIVER, Ore., March 8.—(AP)—The district two basketball tournament to select a state tournament entrant narrowed to Pendleton and The Dalles high schools tonight.

Pendleton eliminated Hood River 27 to 23 and The Dalles beat Milton-Freewater 37 to 30.

FIGHT FOR POWER IN GREEK REBELLION



Left, Eleutherios Venizelos, former premier of Greece, who joined the Greek rebels but was reported yesterday to have been wounded while the present government headed by Premier Tsaldaris, right, claimed the rebellion was collapsing. Map in center shows (1) Macedonia and Thrace to which revolt spread, (2) Athens, seat of the government and (3) Crete, island of Crete, home of Venizelos. Crete was seized by the rebels several days ago.

SAND AND GRAVEL FIRM WILL BUILD \$20,000 Plant to North of City Assured; Purchase of Property Made

One of the major business deals here in recent months was closed this week when the Salem Sand and Gravel company purchased 18 acres of land along Painter's road north of town and yesterday started clearing land for erection of a \$20,000 modern plant. Most of the land was bought from Walter Winslow, with a small piece at the back end of the site from the Weeks' holdings. The site is directly across the road from the location of the proposed new county machine shops.

Announcement of the deal was made yesterday by Fred Anneson, manager and part owner of the Salem Sand and Gravel company. The other owners are Joe Albert and Paul Wallace. For the past five years, the company has been operating from the Oregon Gravel company plant on Front street. The original plant of the Sand and Gravel company, started here 25 years ago, was at the foot of Court street.

At the new location the company will build two bunker units, truck sheds, machine shops and office and will sink a large well for water supply. Labor, new equipment and buildings will cost about \$20,000, with about half the equipment to be new. The company expects to be in operation there within six to eight weeks.

Not only a larger plant, but one (Turn to page 6, col. 5)

Second Bomb Sent to Huey Intercepted

WATERBURY, Conn., March 8.—(AP)—A package addressed to "Hon. Huey P. Long, United States senator, Washington, D. C." which contained a bomb, was intercepted in a post office here late today.

The package contained an alarm clock which was running, and two tin foil tubes with wires attached to the clock. It was discovered by Superintendent of Mails Charles H. Platt who said he was attracted by the ticking noise.

Postal officials immediately soaked the parcel in water. A note saying, "we all make mistakes. This goes to show you can make yours," was found enclosed.

Postal inspectors in Boston have been notified and are expected to come here tomorrow to investigate. The wrapping on the package failed to give any clues.

REDS AND FASCISTS CLASH; POLICE TOO

MANCHESTER, Eng., March 8.—(AP)—Fierce hand-to-hand street fighting broke out tonight as the climax to a speech in the town hall by Sir Oswald Mosley, British fascist leader.

The disorder was touched off when intruders sang the communist "Internationale" at the same time those in the meeting sang "God Save the King."

Three persons were injured in the ensuing clash, which saw police, anti-fascists and the black-shirts in a three-sided battle.

Marry Into Own Race Advice of Slayer-Suicide

PORTLAND, Ore., March 8.—(AP)—After writing a note in which he warned his countrymen, when marrying, to "select the best woman of our own race," Antonio Magno, Filipino, today shot and killed Mrs. June Mapilo, 22, white, whom he described as "the best" in the city.

Magno, who was a member of the "God Save the King" club, was shot through his head.

Deputy Coroner Roy Crabtree revealed the contents of a note left by Magno after determining that the Filipino had fired the fatal bullet. Mrs. Mapilo's home was in Oregon City. Her maiden name was June Williams.

Big Ditch 700 Feet Long Opened in Gigantic Blast

Ditch digging in regular new deal proportions was carried on between Hubbard and Woodburn yesterday afternoon while 300 persons ignored irrational weather and waded nearly knee deep in swamp and mud bogs to get a first-hand view of the event.

At one blast, probably the largest ever shot in this county, a ditch 700 feet long, 12 feet wide and 6 feet deep was created as the first actual construction on the project for the drainage district recently created by farmers between Hubbard and Woodburn. The ditch is about two miles west of the Pacific highway.

MAJOR BATTLE AT SEA LOOMS IN GREEK WAR

Loyal Fleet Sets Sail for Crete, to Meet Rebels in Decisive Clash

Venizelos Wounded, Revolt Crumbling is Claim of Athens Officials

SALONIKA, Macedonia, March 9.—(Saturday)—(AP)—Artillery fire echoed in the snow-capped Struma valley today as loyal army leaders prepared to meet a reported advance on Salonika by rebels under the leadership of a son of former Premier Venizelos.

The roar of guns increased its tempo at dawn.

Although General George Kondylis, in charge of government troops, scoffed at the idea that the outnumbered rebels dared invade his stronghold, all available loyal troops were moved during the night to the Struma front.

VIENNA, March 9.—(Saturday)—(AP)—A dispatch from Belgrade to the newspaper Neue Freie Presse early today stated the loyal Greek fleet had steamed out of Athens toward Crete, seeking the war vessels in the hands of revolutionists.

A naval battle which may settle the fate of the rebellion on the sea was expected momentarily, the report said.

Artillery fire increased in Macedonia Saturday as loyal government troops poured out of Salonika to meet a reported advance on the important port by rebel troops.

A son of ex-Premier Eleutherios Venizelos, leader of the revolt, was said to be in command of the insurrectionists.

(Copyright, 1935, by Associated Press) ATHENS, March 8.—A report that ex-Premier Eleutherios Venizelos, asserted rebel leader, had been wounded on the island of Crete reached Athens through an intercepted wireless message today shortly after the government intercepted other messages indicating insurgents in Macedonia were at "the end of their rope."

Fired to renew expressions of confidence that the week-old revolt was near domination, the government launched another push at the hard-pressed Macedonian rebels, this time from the north.

General Kallistras sent his men driving down through deep snow at rebel positions already racked by several days of sporadic aerial bombardment.

(A dispatch to Paris from Athens said rebels bombarded the seaport of Salonika, key city in northern Greece, advancing after heavy fighting in which many were killed and wounded.)

An unidentified Yugoslav destroyer calling Volos, Greece, reported that Venizelos, seriously wounded, was aboard one of the rebel destroyers presumably headed for Alexandria, Egypt.

The former prime minister, the "grand old man" of Greek politics, has been termed by the government the "mad" leader of the insurrection.

After his preliminary engagement with the rebels last night, in which he advanced his forces slightly, under cover of heavy artillery and machine gun fire, General George Kondylis, the loyal commander-in-chief, was still weather-bound to the west of the rebel strength.

Kenton Lumber Firm Placed in Trustee's Hands

PORTLAND, March 8.—(AP)—Federal Judge James Alger Fox today appointed Thomas O. Carney temporary trustee in charge of the affairs of the Kenton Lumber Mills of Portland, following a hearing of some of the creditors.

Kenton Lumber Mills recently filed its petition in bankruptcy court for corporate reorganization and was admitted to the court as a debtor.

Yugoslav Nation Warns Bulgaria

LONDON, March 9.—(Saturday)—(AP)—A dispatch to the Daily Express today from its Belgrade correspondent said Yugoslavia has issued a stern warning to Bulgaria.

BENSON IS CERTAIN OF TOURNNEY PLACE

PORTLAND, Ore., March 8.—(AP)—Benson high tonight assured itself of being one of the two Portland entrants into the state high school basketball tournament when it defeated Commerce high 23 to 15.

The win also assured Benson of at least a tie for first place in the Portland Prep league. It was the 11th consecutive victory for the Benson basketball crew, which lost only its opener in Prep league play.

By defeating Franklin 22 to 19, Lincoln high clung to second place and a mathematical chance to tie Benson for first place. Franklin, last year's champion, was left in fourth place with only a slim mathematical chance to tie for second place.

Jefferson high overwhelmed Roosevelt 50 to 20 and kept in third place, a game behind Lincoln and kept its chance of ending the league play in second place.

Washington high defeated Grant 32 to 24 in a game having no bearing on the first division.

Spoiled Meat in Sausage Causes Two to Be Fined

PORTLAND, Ore., March 8.—(AP)—F. Peter Ute, operator of a sausage plant, today was convicted of using spoiled meats in sausages he sold, and was fined \$500 by Municipal Judge Donald L. Long.

A \$1000 suspended fine was levied against Paul Deppe, a vending company manager charged with selling bad meats to Ute. Health authorities testified the meat was marked and billed "inedible" when Deppe bought it from a packing company.