

Bonus Commission Increasing Efforts to Sell Its Farms, Houses

New Quarters Now Occupied

Extensive Altering Done; Aims to Collect Loans of \$18,359,000

With the work of moving virtually completed and the alterations of its new offices on the fifth floor of the Masonic temple scheduled to end this week, the veterans state aid commission is preparing to increase efforts to sell \$18,359,000 worth of city and farm property taken up on loans.

Jerrold Owen, executive secretary, reported yesterday.

The commission, which has loaned \$30,515,000 on property belonging to veterans over the past few years, was recently forced to move from its office on the fourth floor of the state office building to the Masonic temple to provide offices for the government and its staff.

The fifth floor of the Masonic temple, the only class A fireproof building available to the commission, has been altered at a cost of \$1,000 to meet the needs of the office staff of 32 and to house the \$1,000,000 worth of abstracts in the possession of the commission.

\$600 Vault Built
A fireproof vault, built at the cost of \$600, now houses the abstracts and other valuable papers of the commission. A false ceiling has been constructed to provide indirect lighting for the office staff, and several business cages have been made for cashiers and other officials on the staff. The two kitchens, back of the old Masonic ballroom, have been converted into addressograph and posting rooms.

The commission, transformed from a loan agency to a real estate agency by the last session of the legislature, is now preparing to liquidate the 519 farms and 1306 city properties, valued at \$1,177,000, at present on its hands and also to collect the \$18,359,000 still outstanding on loans and \$307,000 additional in current loans delinquencies.

Slighter Shown
Officials announced yesterday that 239 farms and 254 city properties, in which the state had invested \$1,248,000, had been sold for a total of \$1,247,000. Until recently, the books of the commission had shown a slight profit in the years of operation. The loss is not regarded as serious, however, by officials.

The recent legislature, by changing the loans from 4 per cent interest on 75 per cent of the assessed valuation to 5 per cent loans on 40 per cent of the assessed valuation, has virtually forced the commission out of the loan business and into the real estate business, officials declared yesterday. The commission has been disposing of over an average of 20 pieces of property per month.

The Call Board

ELSNORE
Today—"The Last Outpost" with Cary Grant.
GRAND
Today—Double feature, Nancy Carroll in "After the Dance" and Marian Marsh in "Unknown Woman".
Saturday—"The Girl Friend" with Ann Sothern.

HOLLYWOOD
Today—"Age of Indiscretion" with Paul Lukas.
Friday—Double bill, Bob Steele in "Kid Courageous" and "Ladies Love Danger" with Mona Barrie.
CAPITOL
Today—Double bill, Edmund Lowe in "King Solomon of Broadway" and "The Spanish Cape Mystery" with Donald Cook.
STATE
Today—Ronald Colman in "Clive of India".
Saturday—Kermit Maynard in "Trails of the Wild" and Tom Mix in "Miracle Rider," chapter 4.

A worthy successor to the famous "Lives of a Bengal Lancer," Paramount's newest contribution to the courage and loyalty of British officers in the face of grim warfare in the Arabian deserts and jungles during the World war, "The Last Outpost," which opens today at the Elsinore theater, bids fair to become one of the most spectacular cinemas of the season.

Claude Rains, in one of the leading roles, delivers a vivid, outstanding performance as a British secret service agent. A notable portrayal as his brother officer and rival for the affections of the same woman whose love for one breaks up their friendship only to reunite them in a stronger spirit of comradeship, is given by Cary Grant. Gertrude Michael as the woman both men love, is appealing in her part.

IT MAY
have started like this...

BUT REGARDLESS of the many FIRE HAZARDS, we give complete coverage on all property.

Merrill D. Ohling
The Insurance Man
275 State St. Phone 9494

Wire News Told Briefly

Associated Press Leased Wire Service

3 Convicted, 7 Freed in Gallup Trial

ALBUQUERQUE, N. M., Oct. 16.—(AP)—The jury in the Gallup mass murder trial returned a verdict of second degree murder for three of 10 Gallup murder defendants, and of acquittal for the remaining seven. The verdict of second degree, accompanied by a recommendation for clemency, was dealt Juan Ochoa, Manuel Avitia and Leandro Velarde.

150 New Radio Stations Considered

WASHINGTON, Oct. 16.—(AP)—A study aimed at re-aligning the nation's radio system to provide from 20 to 40 super powered stations and probably 150 new low-powered ones has been undertaken by engineers of the federal communications commission.

Selassie Says Warriors Undefeated

ADDIS ABABA, Oct. 16.—(AP)—Emperor Haile Selassie asserted today his warriors are undefeated and that no decisive battle will be fought until Italians reach Ethiopia's strongholds in the lofty mountains of the interior. Ethiopians, the little ruler said, withdrew from the northern cities of Addis and Aksum for strategic reasons and their occupation by the Italians had no military importance.

Uzudun Coming to Fight Louis

SAN SEBASTIAN, Spain, Oct. 16.—(AP)—The manager of Paulino Uzcudun, veteran Basque heavyweight, announced tonight that the durable "woolchopper" had agreed to terms to fight Joe Louis of Detroit and would sail for New York late in December.

Oil Firms Asked Not to Ship to Italy

NEW YORK, Oct. 16.—(AP)—Large United States oil companies, the New York Times says, have been approached on the question of stopping oil shipments to Italy. This action would be in line with League of Nations sanctions.

Lightning Kills Girl as Parents Watch

ST. PAUL, Oct. 16.—(AP)—Lightning killed 17-year-old Mabel Holacek today before the eyes of her parents, grandmother and two brothers. A brother, Frank, and the grandmother were severely burned while others in the party were stunned when the bolt struck the truck in which they were racing from a corn field.

Sergeant Morgan Arrives in Seattle

SEATTLE, Oct. 16.—(AP)—Master Sergeant Stanley R. Morgan, who took the bodies of Will Rogers and Wiley Post from their wrecked airplane to Barrow, Alaska, arrived tonight on the steamer Derbly on his first trip "outside" in seven years. Morgan was accompanied by his wife and their son, Barrow, who was named after his birthplace in the lonely hamlet on the northernmost tip of Alaska.

Craft Unionists Keep AFL Status

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"I have no comment. The issue seems to be clarified."

Warnings that workers in the vast mass production industries might turn to communism or fascism for organization unless they were brought under the banners of the American Federation of Labor were handed the "education" convention today by Lewis and Charles P. Howard.

Nations Urged to Deny Italy Assistance

These warnings came a short time after the federation declared Italy an "outlaw nation" and urged all countries to deny her financial and commercial assistance in the Ethiopian war.

The declaration was carried in a statement, adopted by the organization, approving the neutrality policy of President Roosevelt and congress.

In the tense atmosphere that surrounded the start of the federation's biggest family fight on the convention floor, Lewis, president of the United Mine Workers, told the delegates that continuation of the federation's present organization policy "will spell ruin" to the labor movement.

72 More Members Enrolled by Y. M.

Rev. Dean Poindexter of Leslie M. E. church, spoke yesterday before the report luncheon meeting of the Y. M. C. A. enrollment organization. He pointed out that in securing memberships to the Y. M. C. A. the many activities of the organization should be stressed. Not only is the Y. M. C. A. a place for physical development, but for educational, social, community and religious advancement as well he pointed out.

Yesterday's report showed an additional 72 members signed, making a total of 521 for the week, representing a value of \$5569. Chief Guide Douglas McKay urged the workers to make their contacts and be able to report at the noon luncheon today. Prospects lists may be redistributed if some of the workers have not been able to cover all of their territory.

Sukiyaki Dinner
Also American Dishes
How get there? You walking down Commercial street to Fitts fishing market then you stepping upstairs. There we are.
11 A. M. to 2 A. M.

Hollywood Theater
Last Times Today
AGE OF INDISCRETION
with PAUL LUKAS
MADGE EVANS
HELEN VINSON
MAY ROBSON
DAVID JACK HOLT

Friday and Saturday
TWO
FEATURES
15c
Bob Steele in
'Kid Courageous'
'Ladies Love Danger'
Mona Barrie
Gilbert Roland

Walnut Codes To Be Backed

Wright Declares Strict Enforcement Planned; Surplus Set up

With the signature of Secretary Wallace on the new walnut marketing agreement, all provisions of the new agreement and order will be enforced strictly, Albert E. Wright of Portland, northwest representative of the walnut control board, announced while in this city yesterday.

Wright announces that the administration has given assurance that violators will be promptly prosecuted. The Oregon department of agriculture will inspect inter-state shipments the same as last year.

Surplus 30 Per Cent

The new order effects control over all unshelled walnuts shipped inter-state out of California, Oregon and Washington. The surplus percentage has been established at 30 per cent. Other provisions are practically the same as those of the old agreement and license, except that there are no maximum or minimum prices. The surplus percentage in the new agreement is based on a cross section of the pack instead of on a straight tonnage basis.

The walnut control board met in Los Angeles Tuesday and established credit values for the surplus contributions. Charles Trunk of Dundee and F. C. Riggs of Portland, the two Oregon members, attended.

Oregon Wild Life Advantages Topic

Harry H. Belt, justice of the supreme court, addressed the Kiwanis club Tuesday noon and told the group that Oregon is just beginning to realize its possibilities as a recreational state, with 16,000 miles of fishing streams and over 1000 lakes.

Conservation of wild life through establishment of sanctuaries was urged by the speaker, who decried the policy of the government in permitting sheep to graze in primitive areas, stating that they destroyed plant life and thus drove out wild animal life. Dr. David B. Hill showed wild life moving pictures, sponsored by the Isaac Walton league.

Lincoln Parent-Teacher Group Giving Reception To Instructors Tonight

A reception to the teachers of Lincoln school will be the principal feature of the October meeting of the Lincoln Parent-Teacher association, which takes place tonight at the school building. Professor Sanders, teacher of music at Oregon School for the Blind, will play two piano solos. Doris Hansen will play a guitar solo, accompanied by Doris McReynolds. Vada Hill will give a reading. Refreshments will be served.

Chemeketa Organize For Year; McCloud is Elected New President

The Chemeketa perfected organization for the ensuing year at a meeting of the council Tuesday night. William McCloud was elected president; Walter Batliner, vice-president; Otto Bowman, secretary; Bessie Smith, treasurer. Other members of the council are: Walter McCune, Dr. Floyd Utter, Cora Randall, Esther Erickson, C. A. Sprague.

Canal Engineer Dies

BOWLING GREEN, Ky., Oct. 16.—(AP)—Gen. William Luther St. Bernard, who won promotion by congress for his part in building the Panama Canal, died here today of complications. The veteran soldier was 75.

Revival Meeting

Every Night at 7:45
(Except Saturday)
FIRST CHURCH OF GOD
North Cottage and Hood Sts.

Box Office
Opens
6:45
CAPITOL
500 Seats
15c
TONIGHT — FRIDAY — SATURDAY
Two Smashing Features
MELODIOUS. MELODRAMA
A new kind of story that sizzles with new action and tinkles with new tunes!
EDMUND LOWE
PINKY TOMLIN
in
"KING SOLOMAN OF BROADWAY"
—AND 2ND HIT—
GET READY FOR A SUPER THRILL!!!!
DONALD COOK - HELEN TWELVETREES
in
"The Spanish Cape Mystery"

Seen by the Sage

By D. H. TALMADGE

A French "doc" says rats rate higher in intelligence than men; they outwit men at every turn. I reckon serpents rate higher in intelligence than rats; at any rate they make more turns.

I never had much respect for the "wisdom of the serpent" until I saw two or three of Frank Buck's pictures and read these or four of Will Comfort's jungle stories. For intelligence it is my opinion the snake puts it all over the rat. But as to either having higher intelligence than men—well, I don't believe it. It is possible that French rats are more brainy than American rats. I haven't seen all the rats in the world, but I have seen the big gray devils on the waterfronts of eastern cities and about the docks of Mississippi river towns, and I have seen the ordinary rats, hundreds of 'em, that live in alleys and in basements and under sidewalks and in granaries in the Willamette valley and elsewhere about the country. I have seen 'em so thick in traps that no one of 'em could turn around—wire traps entered by a one-way door, the last to come not having sufficient intelligence to note the fix of the early comers. More intelligence than men? Rats!

Charlie Letcher has been doing some of his setting around on Oregon lately. Rheumatism in one leg.

Eileen Tallman of Salem has a poem, "When I Go Fishing," in the Portland Journal of last Sunday.

Harry Rogers is at Vale, substituting as publisher of the Enterprise for two weeks.

Bosley Eyes Birds
Harley Bosley and Theron Hoover are leaving today for eastern Oregon. Looking for deer and pheasants.

Carl Porter, Salem manager for Warner Bros., is again planning a vacation trip east. Carl probably plans more vacations and takes fewer than any other man in town.

The big tree on the Frank Derby property, the former home of the Dr. Byrd family, at the corner of Court and Church streets, is being removed, trunk, branch and root. Little by little the changes come.

A number of the benches in Willson park were occupied yesterday despite a brisk south wind and rain-predicting skies. After all, it is little different from sitting on deck for a time when one is taking a sea trip. A wet wind sometimes harmonizes with one's mood.

Win Needham Heard From
News from Winfield Needham at Leland Stanford university is of a highly favorable nature, particularly that pertaining to water properties. Not especially surprising, but gratifying to us who know the lad.

George Terwilliger informs me,

KODAKS - FILMS DEVELOPING
Films by 9 - at 4
They're Done
PATTON'S BOOK STORE
J. L. Cooke
140 State Phone 4404

Matinee
Daily
2:15
ELSNORE
500 Seats
25c
TODAY, FRI., SATURDAY
Start drama!!! as war clouds hover over the black chaos of Ethiopia...
Desert sands... a million unseen dangers... maddening thirst... savage combat with desert raiders... spiked with a romance as exciting, as exotic as the Cairo night.
"The LAST OUTPOST"
A Paramount Picture with
CARY GRANT
CLAUDE RAINS
GERTRUDE MICHAEL
KATHLEEN BURKE • COLIN TAPLEY
and a cast of thousands!

Rumor Makale Is Encircled

Town Said Surrounded is II Duce's Next Goal After Adduwa

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town of Dolo. Italians claimed to have taken Dolo 10 days ago. Lugh is strategically situated on an important main road from the coast.

An even larger band of Ethiopians were making their way over the frontier between Teolo and the Webbe Shibell river. They were said to have occupied Oddur, some 45 miles in the interior of Italian Somaliland.

(Oddur is roughly 200 statute miles east of Dolo and about 140 miles northeast of Lugh.)
Somali Tribes Hold Grievances Against Italy

Reports received here indicated that Somali tribes, who hold old grievances against the Italians, were flocking to the banners of the invaders. They were said to have been angered by reports Ethiopian non-combatants had been killed in Italian raids.

Observers said even a greater menace to the Italian colony was the advance of 100,000 Ethiopians under Ras Desta against the left flank of Italy's Somaliland army, now advancing into Ethiopia and commanded by Gen. Rodolfo Graziani.

Non-High School Levy is \$84,000

(Continued from Page 1)

schools and the increased cost of instruction, the board took the tuition costs of three years ago as basis on which to make its new budget conform with the 6 per cent limitation. In other words, on the basis of the last year's budget, the non-high school district could have raised, including the 6 per cent limitation, only \$69,960 by taxation. Taking, as provided by law, the base of three years ago, the \$84,000 to be raised by tax is legal.

Figures compiled by Mrs. Mary L. Fulkerson, county school superintendent, and presented to the budget committee show that tuition of pupils attending high schools from non-high school districts cost the county \$70,842.99 last year, or a per capita cost of \$67.34.

Herbert Michelbrock of Mt. Angel is secretary of the budget committee and C. A. Ratcliff of Salem, clerk of the board of education.

having somehow got the notion that I am interested in antique typewriters (machines, y'understand), that he has one of the ancient and honorable Bickensdorfers. He has owned the machine since early in the '90s, when it was looked upon as rather a marvel for its price.

KODAKS - FILMS DEVELOPING
Films by 9 - at 4
They're Done
PATTON'S BOOK STORE
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Friday Night Mixed Bridge Tournament Series Announced

The first session of a mixed contract bridge tournament of eight nights' play will be held Friday night at the Elks temple, with an ELKS buffet lunch to follow. The tournament is open to all contract players, and is directed by George Ketchum, who is also directing the Statesman-Elks tournament in progress each Monday night for eight weeks.

Ketchum urges players who wish to improve their hand for a better chance at the Statesman-Elks grand prizes to attend the Friday night events.

American Labor's Stand Good News

(Continued from Page 1)

by Great Britain's energetic Anthony Eden.

The British minister for league affairs observed with satisfaction that no open opposition was expressed to his proposal to prohibit importation of "all goods manufactured in Italy," although the economic sanctions committee has not as yet definitely adopted it.

Once economic sanctions—a key products embargo and the "buy nothing from Italy" boycott—have been finally approved, the first phase of the league's sanctions drive will be ended. That, the British hope, will come by the end of the week.

Silver Tea Today

LIBERTY, Oct. 16.—The Liberty woman's club will hold its annual child welfare silver tea, Thursday at 2 p. m., at the Oscar Dencer home. Mrs. C. L. Carson, chairman of child welfare, is in charge. All women are invited to attend.

STATE THEATRE
Last Times Today!
RONALD COLMAN
LIVE OF INDIA
LORETTA YOUNG
DON'T DARE MISS IT!

Scotty Allen and Dog Come Friday

Scotty Allen, famed dog derby winner of Alaska, veteran of the land of ice and snow, will come to Salem Friday and Saturday with his dog team and the original sled he used in his Alaska races. Allen participated in ten Alaska derbies. He won three of the contests, and took second or third in the other seven. His winnings in the races amounted to \$70,000.

Allen will show his team and sled at Leslie school Friday morning at 10:30 and on Saturday will appear at the Elsinore theatre for the Mickey House hour.

Trained War Dogs
Perhaps Scotty's greatest feat was taking 450 dogs from Alaska to France during the World war, without the loss of a dog. The dogs were trained and served as dog-power for hauling ammunition to troops in mountain trenches. Scotty was owner of the famous leader dog, "Baldy," which saved his life on occasion. He is said to have spent more time in traversing the cold north than all the explorers, and has had many experiences and many narrow escapes. Scotty gives talks on his experiences and shows his dogs, sled and Eskimo equipment. Deal Wilkins of Portland was here Wednesday arranging for Scotty's appearances.

BIG DOUBLE BILL!
Now Showing
MELODRAMA
THAT REVOLVES WITH MUSIC!
ROMANCE THAT SPARKLES WITH RHYTHM!
'AFTER THE DANCE'
NANCY CARROLL
GEORGE MURPHY
THELMA TODD
JACK LA RUE
A COLORED PICTURE
And **Unknown Woman**
MADE IN U.S.A.
THREE REELS
GRAND
CONTINUOUS SHOW DAILY

\$12.00
SAN FRANCISCO
\$19.70
ROUNDRIP

Ride in real comfort. These fares are good in the new air-conditioned chair-cars on our crack *Cascades*—big roomy cars with deep cushioned reclining seats. Or go for the same fare, plus small berth charge, in air-conditioned Tourist Pullmans. Rates are also low to Los Angeles, San Diego and other California points. And here's something else that will save money on your trip....

NEW FOOD SERVICE
Now served in coaches and Tourist Pullmans on all our trains: coffee 5c, milk 5c, sandwiches 10c, 30c, 40c, 50c, 60c, 70c, 80c, 90c, 10c, etc. (And pillow rental now only 10c in coaches.)
Southern Pacific
A. F. Noth, Ticket Agent
Phone 4408

Keep Your Home in Good Repair...
Besides keeping your home more livable—you make it more saleable by repairing or remodeling it when necessary. We'll even help you finance the job by one of our Modernization Loans.
● Amounts \$100 to \$2000.
● Reasonable Interest Charges.
● Repayment Monthly.
● Period to Pay, Three Years.
Not only will your property value be enhanced by such a loan, but local employment stimulated, and sales increased for materials and equipment. So you see how far-reaching are the benefits.
D. W. Eyre, Manager
Salem Branch
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