

Bloody Victory on Southern War Front Claimed by Ethiopia

Losses Heavy On Both Sides

Old-Style Infantry Wins Over Machine Guns, Armored Tanks

ADDIS ABABA, Nov. 12.—(AP)—A bloody Ethiopian victory on the southern front, won at a heavy cost of lives to both sides, was officially claimed today by the government.

It was a fight of age-old infantry against modern tank and machine gun units of the fascist invaders, a communique said, and the former won.

Despite a withering Italian fire, the announcement asserted, the tribesmen of Emperor Haile Selassie captured four Italian tanks in desperate fight at Anale, Omdurman province.

The battlefield was strewn with dead of both armies, the announcement said.

Claim Other Gains
Ethiopia also claimed success in another clash in the same region. The government said its warriors killed six Italian officers and many soldiers, with the remainder fleeing in panic, and captured six trucks.

The same communique reported a victory on the northern front.

Commander Gabre Heyot, the communique continued, attacked a vastly superior Italian unit, killing the commander and a large number of soldiers and dispersing the enemy in disorder.

Italy Threatens To Leave League

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position of sanctions be "too hostile." Whether or not she does so, these sources asserted, she has clearly indicated she will hold sanctioning countries "individually responsible" for the actions against her under the League aegis.

Premier Mussolini and Sir Eric Drummond, the British ambassador, conferred today on the Mediterranean situation.

The talks were understood to be "progressing satisfactorily," but officially, there were no details.

PARIS, Nov. 12.—(AP)—France anxiously faced the prospect tonight of an economic war with Italy.

Premier Pierre Laval is expected to reply to Premier Mussolini's warning that reprisals will follow sanctions with the explanation that sanctions are unavoidable.

The effect of the loss of Italy's foreign trade on French business is feared by financial quarters, since France is still suffering heavily from depression.

Extensive System Changes Outlined

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system probably would cost more than day labor, the report went on.

All Present System Needs Replacing
The condition of the water system which the city has acquired, from the standpoint of the underwriters, may be indicated by the engineer's written statement that "all of the system... except a few miles of pipe larger than four inches must eventually be replaced by mains with diameters of six inches or more if the insurance underwriters are to be satisfied with the fire protection service."

Such an extreme replacement program, however, undertaken immediately "means a very great expenditure and one which we do not believe justified by benefits realized thereby," the report concludes.

The Call Board

ELSINORE
Today — Double bill, "Accent on Youth" with Herbert Marshall and "1000 a Minute" with Roger Pryor.
Saturday — "Barbaric Coast" with an all-star cast.

GRAND
Today — "Way Down East" with Rochelle Hudson.

CAPITOL
Today — Double bill, Norma Shearer and "Smilin' Through" and Wallace Ford in "Money Means Nothing."
Thursday — Double bill, Jack Benny in "It's in the Air" and John Wayne in "Lawless Range."

HOLLYWOOD
Today — Will Rogers in "Steamboat Round the Bend."
Friday — Two features, "Riders of the Law" with Bob Steele and "Fighting Youth" with Charles Farrell.

STATE
Today — Claudette Colbert in "Four Frightened People."
Thursday — Richard Arlen in "Let 'Em Have It."
Saturday only — John Wayne in "Desert Trails."

President Attends Masonic Rites for Sons



When Franklin Roosevelt, Jr., and his brother, James, right, were inducted into the third degree of Masonry in New York, the first to congratulate them was their distinguished father who was present at the ceremony. President Roosevelt also is a member of the order.

Lumber Tariff is Believed Lowered

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cents an hour in competing Canadian mills as one of the principal reasons any reduction of tariff would prove destructive.

At present, he said, wages in those two states are about 20 per cent above the minimum set by the old lumber code under N.R.A. The industry cannot maintain such wages and compete with the products of cheap labor from the Dominion mills without "a reasonable protective tariff," he said.

Many Barely Able To Operate Now
"Even now with the total of \$4 per 1000 feet duties, there are numerous operators who barely are able to operate," Compton said. "Cut that protection in half and the government has taken away the slight margin of profit on which those men were able to keep going."

The association manager said that despite the duty, lumber shipments from Canada had increased from 13,000,000 feet in the first six months of the year to 4,000,000 in the third quarter alone. Imports from Canada last year totaled only 4,000,000 feet.

The present tariff rate is essential if the government expects operators to cooperate in a program of conservation, such as cropping their timber on a sustained yield basis, Compton said. Without that protection the margin of profit is so small that operators will be forced to cut production costs to the bone and some of them will not be able to continue, he said.

Separate Trial is Refused Leo Hall

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PORT ORCHARD, Nov. 12.—(AP)—Superior Judge H. G. Sutton denied Leo Hall, charged with first degree murder for the Bremerton "mass slayings" a separate trial today after Hall had pleaded innocent to the charge.

The court also rejected a demurrer submitted by defense Attorney Everett O. Butts, which challenged the information on which Hall is accused of the brutal murder of six persons near Bremerton on March 25, 1934.

Prosecutor Bill Warren Miller opposed the defense moves.

In seeking that Hall be tried separately from Mrs. Peggy Paulson, who confessed herself an unwilling accomplice, Attorney Butts argued that Hall would not be given a fair trial.

He argued that Hall be tried in the position of trying to convict Hall, in order to save herself.

Report 3000 Acres in Yamhill Purchased by Resettlement Workers

McMINNVILLE, Ore., Nov. 12.—(AP)—Resettlement administration officers from Portland have been active in Yamhill county in purchasing cut-over, burned-over and second growth forest land.

It is understood that 3000 acres are to be purchased from present owners and allowed to revert to forest for possible inclusion in the Siuslaw national preserve.

The land is regarded as unsuitable for profitable agricultural production.

DANCE
Mellow Moon with Jimmie Dierickx and his 10 ARTISTS TONIGHT Adm. 25c

School Week's Events Listed For Wednesday

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Today's theme: "The School and the Nation."

IN THE SCHOOLS
Senior high—Public program in auditorium, 12:50 to 1 p. m. Talks, "Brief History of Salem Schools," Earle Stewart; "Getting the First Grader Ready for School," Esther Long; "Are the Three R's Still Taught?" Ruth Lear; Leslie junior high sixth grade chorus, directed by Gretchen Kremer.

Leslie Junior high—Ninth grade parents invited to visit; 10:30 a. m., ninth grade assembly, Wesley Roeder, speaker.

Englewood—7 to 9 p. m., open house.

Garfield—7:30 to 9 p. m., open house, short program, Mrs. Carlotta Briedwell, speaker.

Highland—7 to 9 p. m., open house.

Lincoln—9 a. m., assembly.

McKinley—7 to 9 p. m., open house.

Park—9 a. m., assembly.

Washington—9 a. m., assembly.

Foreman of CCC Camp is Lynched

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Elliott told police the dead man's clothing had been soaked in oil or gasoline and set on fire.

State police from Charleston and Ripley said Gunnoe had been slain. They ordered the body removed to Ripley.

COLUMBUS, Tex., Nov. 12.—(AP)—A mob estimated at 700 persons, including several women, tonight took two negro youths accused of murder of Miss Grading Koltman, 19, from Colorado county officers and hanged them to a live oak tree four miles north of Columbus. The mob then scattered in search of another negro.

The two persons, Benny Mitchell and Ernest Collins, both under 17 years old, were being brought from Houston to Columbus by Sheriff Frank Hoegemeyer and Deputy Berry Townsend to stand trial tomorrow in juvenile court for criminally assaulting and killing the girl on October 17.

Engineering of Highway Underpass Now Nearing Completion; Bids Soon

Engineers of the state highway department are taking final measurements for the underpass construction job on the Pacific highway, north of Salem, near the Valley Packing company. Contracts for the work have not yet been let but will be soon according to information obtained from the state highway department yesterday.

The bureau of public roads recently requested the highway department to let as much of the work program as possible by December 15.

STATE THEATRE
Last Day Claudette Colbert in "FOUR FRIGHTENED PEOPLE" 10c

Moving - Storing - Crating
Larmer Transfer & Storage
PHONE 3131
We Also Handle Fuel Oil, Coal and Briquets and High Grade Diesel Oil for Tractor Engines and Oil Burners

Payment of AAA Taxes is Held Up

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attle in denying AAA tax injunctions.

Hearing on the appeals of the six firms, attacking the constitutionality of the processing taxes, was set for December 2. At the same time the court will hear the cases of another Washington firm, together with 13 appeals from the San Francisco district and eight from Los Angeles.

The firms in whose favor the ruling was made were: The James Henry Packing company, Fisher Flouring Mills Co., Centennial Flouring Mills, Ritzville Flouring Mills, Frye and Company, and Packing Provision company.

'Water Witch' is Held Salem Need

"The best and most successful 'water witch' that I ever knew" has been recommended to Manager Cuyler Van Patten of the Salem water department by John Girardin, 50, who lives at Turner, VanPatten told the water commission last night. Girardin in a letter to VanPatten declared he had no intention of "putting you out of a job" but only of assisting Salem in finding a satisfactory water supply.

This "witch," John Schuepbock, who lives near Beaverton, "not only can show you where to find water but also at what depth you will find it," Girardin wrote, and his charges are "very reasonable."

He also suggested a well site and a large spring near Turner as supply possibilities.

Girardin came to Oregon in 1881 and lived for a number of years near Beaverton, then moved to Turner.

All-Time Low Record For Forest Fire Loss Is Credited to CCC

NORTLAND, Nov. 12.—(AP)—Regional Forester C. J. Buck credited the CCC today with having been a prime factor in setting an all-time record for low fire loss in national forests of Oregon and Washington.

Buck said only 38,000 acres had been burned in national forests within the past three years. The loss in 1933 was 7200 acres, in 1934 it was 25,000 (due primarily to the Colville forest fire in northern Washington), and this year 6000.

A Home-Owned Theater HOLLYWOOD
MATINEE EACH DAY 2 P. M.

Will Rogers STEAMBOAT ROUND THE BEND
ANNE SHIRLEY IRVIN S. COBB EUGENE PALETTE STEPHEN FETCHMIT Directed by JOHN FORD From a novel by BEN LUCIEN BURMAN

Its Thrills Intensified A Hundred Fold on the Talking Screen!

GRAND
COURTINIOUS SHOW DAILY

Capitol Board Choices Loom

Governor to Wind Up All Connection With Task by Choosing Three

(Continued from Page 1)

Saturday, it was clearly indicated at the statehouse that he would not refuse to sign the bill or at least to let it become law without his signature.

Will Leave Future Issues to Commission
The governor has taken the position that he did his best to secure the full \$3,500,000 project for the state along with adequate ground. Now that the legislature has spoken, the responsibility for the capitol is considered out of his hands. Since the commission, rather than the state board of control, must decide on the type of building or buildings erected, all problems connected with the building will be handled by that body.

As soon as the commission is appointed and organized, an architectural contest is expected because PWA, if it grants 45 per cent for the smaller capitol project, is insistent that construction be begun at a very early date.

Governor Martin had numerous conferences yesterday over pending legislation, as yet unsigned, but did not meet with the state board of control.

To Constitutionality
Bills passed at the special session are being checked by Ralph E. Moody, assistant attorney general, as to their constitutionality. Governor Martin indicated that he would defer action on the bills until after the law, all bills must be signed, vetoed or filed with the secretary of state to become laws without the executive signature by Friday night.

Particular interest here centered on the capitol construction bill, the agricultural insurance measure, and the agricultural marketing agreement bill.

The fate of the agricultural marketing agreement bill probably will depend wholly upon its constitutionality. This is now being studied by Moody, in cooperation with other attorneys.

A number of legislators who opposed this measure alleged that it was unconstitutional and would not be upheld by the courts.

The new measure was designed to correct and clarify the original agricultural adjustment act which recently was declared unconstitutional by the state supreme court. Gives No Indication On Secretary Job

Governor Martin refused to indicate who he has in mind for the office of executive secretary. An act passed at the special session abolished the office of state budget director and authorized the governor to appoint an executive secretary. This bill was sponsored by Governor Martin and received the endorsement of D. O. Hood, retiring state budget director.

The new executive secretary will prepare the budget in addition to serving as assistant to Governor Martin. His duties will in no way interfere with those of William Gosselin, private secretary to the governor.

Three Tonsils Found In Patient's Throat

MISSOULA, Mont., Nov. 12.—(AP)—Surgeons found three fully developed tonsils in John Ross' throat when they started to operate today.

After the operation they reported Ross "did as well as could be expected of any two-tonsil person."

Water Board Not To Favor Source

Three members of the Salem water commission informally agreed at a special meeting last night that they would not recommend any specific source of city water supply to the city council despite the fact they are now having test wells driven. Instead they intend to assemble all

the data they can concerning various sources and present these to the council for that body's action. The commission will make no recommendation because, it was pointed out, selection of a water source is left to the council by the charter water amendment voted by the people December 15, 1931. This amendment provides the council shall by ordinance decrease the source to be the North Fork of the Santiam river or one of its tributaries, the Willamette river or wells.

Commissioners Edward Rosten, E. B. Gabriel and I. M. Doughton attended last night's meeting. J. M. Rickman and William Gahlsdorf were absent.

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Wire News Told Briefly

Sleet Storm in Canada Causes Great Damage

MONTREAL, Nov. 12.—(AP)—A bitter sleet storm left damaged power and communications lines and left at least one dead in eastern Canada tonight. A girl was killed in a motor accident on an icy suburban road at Ottawa and at least three persons were injured in the Montreal vicinity.

Worker Scalded to Death at Gas Plant

VANCOUVER, B. C., Nov. 12.—(AP)—George Gibbs, plunged heading into a pit of boiling water, was scalded to death today at the British Columbia Electric company's gas plant. Company officials said Gibbs, a middle-aged employe, apparently fainted while standing at the edge of the quenching pit where coke is dumped after removal from ovens.

Fiance, Former Suitor of Slain Girl Freed

MOUNT RAINIER, Md., Nov. 12.—(AP)—Releasing a fiance and former suitor of the slain church worker, Corinna Loring, police decided today to interrogate members of her family in a search for further clues. Richard Tear, whom Miss Loring was to have married a few days after she disappeared on November 4, and Aubrey Hampton, once her suitor, were released.

Elderly Man Injured in Crash near Halsey

HALSEY, Ore., Nov. 12.—(AP)—Amos Ramsey, 65, was injured today when his car collided with an auto driven by J. A. Shoisteth of Portland. Ramsey was taken to a Junction City hospital. Shoisteth was not injured.

Henrietta Martin Loses Radio Case

PORTLAND, Ore., Nov. 12.—(AP)—Federal Judge John H. McNary overruled an argument today that a radio station is a common carrier bound to accept broadcast. He subsequently dismissed the suit filed by Mrs. Henrietta B. Martin of Medford against Mrs. Blanche Virgin, owner of KMED, Medford station. Mrs. Martin asked \$37,500 damages charging that Mrs. Virgin declined to permit her to broadcast a New Year's message to members of the Good Government Congress, Inc., of which Mrs. Martin was president.

Colorado Secretary of State Resigns Under Fire

DENVER, Nov. 12.—(AP)—Secretary of State James H. Carr, impeached by the Colorado house of representatives on 12 charges of malfeasance in office, resigned late this afternoon, delivering his resignation to Gov. Ed C. Johnson, his accuser, on the day of his trial before the senate.

Bankers Hear Plea for Extension of Credit

NEW ORLEANS, Nov. 12.—(AP)—The American Bankers association today heard requests from President Roosevelt and heads of two federal financial agencies for an extension of credit to business, industry and real estate, after their own leader had demanded government withdrawal from the field of banking and other private business.

Credit Man Talks At Active Session

James Clark spoke before the Salem Active club at its regular meeting Tuesday night. He represented the Salem Retail Credit association.

"The retail credit association has on file the records of approximately 80,000 people in the Salem buying community," Clark said.

"It is to the benefit of both the public and the merchants to realize the desirability of maintaining a good credit standing and to keep a record of that standing in order that other merchants may be protected."

Clark said that the growth of retail credit associations had been rapid and that they were now serving about 1500 communities. Salem with 75 members in the local association has the highest per capita standing in the United States, he declared.

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Fifty Rescued By Destroyer

Two Dead, Two Missing in Wreck of Silverhazel, British Freighter

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up when they were a safe distance from the treacherous rocks. The destroyer Bulmer messaged it was staying in the vicinity to search for the two persons missing.

The Japanese freighter Chicago Maru, ripped open on a rock while attempting to get near the wreck, limped into Manila where its master told a thrilling story of the wreck, which he sighted Sunday morning.

"The fore part of the Silverhazel rested against jagged rocks, half submerged," he said. "It was held there by a ledge, in danger of slipping off any minute."

"There were about 20 half-drowned people on the rock and 20 others on the wreckage. The sea was running high."

While attempting to maneuver in for sending out a lifeboat, the master, Captain Mori, said, the wind swung his ship against a submerged reef which ripped open the vessel's bottom.

"The Chicago Maru started taking water," he said. "I stood by, however, until 4 o'clock Sunday afternoon."

"Waves were washing over the rock and I feared the wreckage, carrying the people, would slide off into deep water."

The 3,091-ton Silverhazel was constructed in 1927 at a cost of \$1,250,000, it was said by A. G. Henderson, official of the vessel's line.

Timber Purchases In Linn Announced

ROSEBURG, Ore., Nov. 12.—(AP)—The United States land office sold eight tracts of timber in six counties at a public sale here today.

The high bids totalled \$19,521.59.

The buyers included: Lulay Bros. Lumber company, Seio, Ore., 40 acres, Linn county, \$195.99.

Willamette Valley Lumber company, Portland, Ore., 80 acres Polk County, \$6,605.63.

Will Let Contract

McMINNVILLE, Ore., Nov. 12.—(AP)—City officials have announced the contract for the \$65,000 PWA library to be built on city-owned property on the Linfield college campus would be let November 29.

ELSINORE 500 Seats 25c

2 STARTS TODAY

BIG FEATURES

A Witty and Gay Story of New York Life—Of a Girl Who Wouldn't Take No for an Answer

"Accent on Youth"

with Phillip Reed - Astrid Allwyn - Ernest Conant

— AND 2nd BIG HIT —

A Comedy Wow!

"Thousand Dollars a Minute"

WITH ALL STAR CAST

ROGER PRYOR — LEILA HYAMS

EDGAR KENNEDY — EDWARD BROPHY

STERLING HOLLOWAY — ARTHUR HOYT

CAPITOL LAST TIMES TONITE

2 Big Hits

Norma Shearer and Fredrick March in "Smilin' thru"

"MONEY MEANS NOTHING"

THURS. — FRI. — SAT.

BIG DOUBLE BILL

Heads up to the laugh of your life

BENNY

ITS IN THE AIR

UNA MERKEL TED HEALY Nat Pendleton

Box office opens 6:45 500 Good Seats 15c

JOHN WAYNE

In His Latest Hit!!

'Lawless Range'