

Weather
Partly cloudy today and Friday; becoming unsettled; Max. Temp. Wednesday 73, Min. 50, river 9 foot, south-southwest wind.

Italy Agrees to Withdraw Part of Troops

Grange Elects Farr as Chief; Issues Talked

Courthouse Is Discussed but no Action Taken; Ross Is Endorsed

Put Horticultural Work in County Agent's Hands Is Advice

Marion county Pomona grange, in session all day Wednesday at Stayton, indulged in a general discussion of the proposed new courthouse for the county and the special election slated November 2, but made no official endorsement either for or against the building.

Three resolutions came before the group, including one which would ask that mountain roads made by the CCCs, inasmuch as they were constructed at government expense, be thrown open to the public. This measure evoked much discussion, but was finally placed on the table.

Pomona expressed satisfaction with appointment of J. D. Ross as administrator of Bonneville and pledged support to him in his work.

Want Horticulture in Agent's Office
The third resolution, addressed to the county court, put Pomona grange on record as endorsing the movement to have the county horticultural office placed under supervision of the county agent. Members of the resolutions committee were Ralph Dent, Red Hills, C. T. White, Turner, and L. Townsend, Salem.

Chief interest of the day centered in the biennial elections, which occupied most of the afternoon and resulted as follows:

Master, J. O. Farr, Ankeny; overseer, J. O. Darby, Union Hill; lecturer, Mrs. D. B. Klehege, Chemawa grange; steward, Roy Rice, Roberts; assistant steward, Winnie Tate, Union Hill; chaplain, Sarah Maulding, Silverton Hills; treasurer, Rex Hartley, Ankeny; secretary, Mrs. L. O. Hadley, Silverton Hills; gate keeper, H. E. Martin, Mactoy; lady assistant steward, Mrs. Winnie Tate; Ceres, Mrs. Reba Edwards, Roberts; Pomona, Mrs. Roy Rice; Flora, Yvonne Murray, Silverton Hills; executive committee, Sam Brown, chairman, W. E. Savage, Chemawa, Ralph Dent, Red Hills. Honor Is Paid

To S. H. Van Trump
Fourteen of the 16 subordinate granges were represented. During the morning session, the charter was draped for the late S. H. Van Trump and appropriate ceremonies conducted, including solo by Rex Hartley.

Reports from the agricultural committee made by Chairman Harry L. Riches, and Oscar Lee recounted that at Talbot and Mt. Angel 18 varieties of hybrid corn are being grown to determine corn best suited to this section; and that 22 varieties of grasses are being watched in experiment. (Turn to Page 2, Col. 7)

Logging Mishaps Claim two Lives

McMINNVILLE, Oct. 20 (AP)—Logging accidents in this vicinity claimed two lives today. Arthur Kibbee, Portland, employed by the Wells and Allen Logging company as a tree faller, died in a local hospital of injuries suffered when struck by a falling tree near Yamhill.

Marion Groshong, 35, also of Portland, was killed at the Flora Logging company camp near Carlton when struck by a falling snag while operating a bulldozer.

Oddities in the News

TITONKA, Ia., Oct. 20 (AP)—It really did "hurt mother most" when Mrs. Will Schutjer spanked her four-year-old daughter, Patty. When Mrs. Schutjer turned Patty over her knee, the child held a can opener behind her. Mrs. Schutjer's hand was severely lacerated on the jagged point.

HOUSTON, Tex., Oct. 20 (AP)—Enrique Gonzales, Mexican, complained at his deportation hearing today about his food in jail. Gonzales is a glass eater with a show troupe.

SHERIDAN, Wyo., Oct. 20 (AP)—Patrolman Walter Coker is a brave man. Today bore the following: "Name—Mrs. Walter Coker. "Charge—Improper parking. "Arresting officer—Walter Coker."

Stocks Leap Upward in Market Trend Reversed; Confidence Is Restored

Buying Orders Unprecedented Since 1933; Brokers Believe Wave of Fear Dispelled and Traders Rush in With Hope of Obtaining Bargains

NEW YORK, Oct. 20 (AP)—The psychology of fear was swept out of Wall street today by the biggest stock market advance since the first days of trading after the banking holiday in March, 1933.

A buying power which gained new force over night, after yesterday's closing surge upward, carried prices of leading shares up \$1 to \$7, with occasional advances of considerably more and virtually wiped out the losses suffered in the panicky selling of Monday and early Tuesday.

Not even sporadic profit selling deterred the day's rally, which was the most sustained that "the street" has witnessed for some weeks.

Whereas Monday and Tuesday, trading opened with a heavy accumulation of selling orders, the opposite was true today and the ticker tape frequently was behind on the upswing instead of on the down.

The Associated Press average of 60 stocks on the "big board" was \$48.70, only 20 cents under the closing average of last Saturday. (Turn to Page 2, Col. 4)

Labor Is Opposed To Extra Session

Transactions Tax Merely Sales Levy Disguised Says Ben Osborne

PORTLAND, Oct. 20 (AP)—Ben T. Osborne, secretary of the Oregon State Federation of Labor, called upon the 425 affiliated unions today to oppose efforts to have a special session of the legislature called to enact a transactions tax to provide old-age pension funds.

Osborne requested that in the event the session is called, the unionists communicate with legislators in a campaign of opposition to the proposed legislation.

"Do not be deceived," he said in a letter to local unions and central and department councils. "A sales tax by any other name is just as odious as if it were called a sales tax."

The letter asserted that proposal of the transactions tax as a means of paying pensions was a subterfuge to cover the real purpose of relieving "large property owners and to prevent the imposition of heavier income taxes upon the large incomes."

The letter recalled that sales tax proposals had been defeated in the state on three previous occasions.

Governor Charles Martin was expected to announce a decision next week on petitions, bearing 25,000 signatures, presented by Townsend organizations and urging the special session.

School District Question Settled

PORTLAND, Oct. 20 (AP)—L. J. Baker, Portland school district office manager, related today and said the three young members of the Torrey family can finish the semester in the district schools.

The Torrey residence is on the Clackamas county line, and a previous ruling held that the children could attend school in Multnomah county if they left by the front door, but were legal residents when they left by the back door.

Then Baker, discovering that the parents vote in Multnomah and pay more taxes in Clackamas county, considered ousting the children from the Multnomah county schools which they attend.

3113 Enrolled at UO, Break Record

EUGENE, Oct. 20 (AP)—A new all-time fall-term enrollment peak at the University of Oregon, with 3113 students registered, was reported today by C. L. Constance, assistant registrar.

The previous high mark of 3095 came in 1930. Co-eds were outnumbered this fall by men students, 1944 to 1169.

Industrial Union Is Refused Dismissal, Coercion Charge

PORTLAND, Ore., Oct. 20 (AP)—Trial Examiner Harry Hazel denied a motion to dismiss charges of "company unionism" against the Industrial Employees' Union, Inc., at a national labor relations board hearing here today.

Nicholas Jauregui, attorney for the IEU, moved dismissal of the charges against that organization on the ground the trial was "a direct effort to cripple the IEU with expense because it has few dues and no assessments."

He also contended there were no charges against the IEU in the complaint, but merely a statement it had been coerced.

"If there has been coercion, we want it removed, but we deny there has been," Jauregui said. The complaint names Potlatch Forests, Inc., of Lewiston, Ida.; the McGoldrick Lumber company,

Oil Lease Men Face Charges, Federal Court

Nearly two Million Said Collected by Firms in Washington

"If and When" Royalties Said Only Payment to Property's Owner

TACOMA, Wash., Oct. 20 (AP)—Eleven former officers and salesmen for the Peoples Gas and Oil Co., and associated companies, were indicted by a federal district court grand jury here today for mail fraud, violation of the federal securities act and conspiracy.

Ten counts of mail fraud, two of securities act violation and one of conspiracy were returned against each of the defendants. The complaint involved business of the Peoples Gas and Oil Co., the Peoples Gas and Oil Development Co., the Peoples Gas and Oil Corporation and the Peoples Drilling Co., by which it was claimed the defendants have collected more than \$1,881,000 from Washington residents.

Joshua F. Simons, former president of the first named company, headed the list of defendants, along with his brother, Milton Simons; his partner, William Markowitz, former general sales manager for all the companies; Samuel Markowitz; H. Harry Meyers, former vice president of the development company; William H. Broome, president of the development company; Louis Roth, owner of a Los Angeles women's clothing store; and Marshall B. Fisher of Spokane, C. R. Stowell, Isadore B. Taub and Pat Robbins, all salesmen.

Only Payment Is Royalty Promise
The voluminous indictment charged Meyers and Broome some three or four years ago obtained leases on a large tract of land in the Frenchman Hills district of a section in Washington, between Ephrata and Spokane, giving in payment only their promises of

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President Urges Crop Loan Limit

60 Cents Asked Upon Corn to Bolster Price but Chief Is Dubious

WASHINGTON, Oct. 20 (AP)—President Roosevelt, informed persons said tonight, has cautioned farm leaders against pushing crop loans to a point where the drain on federal revenues becomes too great.

Certain of the leaders called on him today to ask 60-cents-a-bushel loans on corn to improve prices. While there was no word as to whether their plea would be granted, Mr. Roosevelt was understood to have raised the question whether the budget would permit wide extension of loans at this time.

However, Secretary of Agriculture Wallace subsequently told a press conference a government loan on this year's large corn crop "should be exceedingly desirable." He declined to say what loan rate he favored but conceded that a corn loan of about 46 cents a bushel would be comparable to the government's 9-cent-a-pound loan on this year's cotton crop.

Request for the corn loans was made by Edward A. O'Neal, president of the American Farm Bureau federation.

Barge Navigation Association's Aim

WALLA WALLA, Oct. 20 (AP)—Complete slack water development of the Columbia and Snake rivers for boat and barge navigation from The Dalles to Lewiston was adopted here this afternoon as the program for the coming year of the Inland Empire Waterways association. The action was taken at the final session of the group's fourth annual meeting.

Officers and directors elected include: Oregon—LaDru Barnum, The Dalles, vice president for Oregon; Bert Johnson, Ione; C. L. Sweet, Pendleton, and H. L. Eddens, The Dalles, directors.

Body of Hospital Patient Is Found

GRANTS PASS, Oct. 20 (AP)—The Rogge river yielded today the body of Mrs. G. W. Gross, 82, who vanished from the county hospital here between midnight and 2 a.m.

Her absence was discovered by a night nurse, who said a pillow had been arranged to make it appear Mrs. Gross was in her bed.

Hospital attendants said she had been ill for some time and appeared to be despondent.

Pinball Machines In Eugene Fewer

EUGENE, Oct. 20 (AP)—Rumors that pinball machines were being shipped into Eugene from other communities where their operation is banned were dispelled today when a check of city records revealed less machines had been licensed for the last quarter time period than at any other time this year.

Eugene has 138 licensed machines now in operation. Estimated revenue to the city from pinball licenses is \$8000 a year.

Two Victims of Plane Disaster



Above, Miss Leah Derr, 23, stewardess; below, William Pitt, newsreel editor, who were among the 19 victims of this week's air disaster on the Utah-Wyoming border. Pitt, ironically, was engaged in making a picture designed to demonstrate the safety of transcontinental flying.—IIN photos.



Hollywood, Calif., Oct. 20 (AP)—Members of the International Teamsters' union switched the main front of their beer trucking "war" to California from the Northwest and pledged support to renewed organization drives in various crafts as their two-day western conference ended today.

By speech and resolution, the AFL teamsters from 11 western states and British Columbia also reaffirmed a finish fight against the CIO, especially for control of inland warehouses.

The teamsters voted to hold their next conference in San Francisco next March, definite date to be set later.

Beer War now on California Front

Chairman Dave Beck of Seattle, teamsters' international vice-president, defended the union against hints of "racketeering."

He declared the union's books are open to any responsible party seeking facts in the public interest.

Beck also declared for loyalty to contracts with employers, and opposition to unfair trade practices, harmful either to employer or public.

Snapshot-Hunting Tourist Startles Canadian Mountie

REGINA, Sask., Oct. 20 (CP)—"I want a mountie," shrieked a woman as she dived from a Florida-licensed automobile down town Wednesday, grasping the arm of startled Constable H. E. P. Mann of the Royal Canadian mounted police headquarters staff.

"Shoot," she cried, to further startle the uniformed officer. The advice was to her husband, who was busy getting his camera into action before the constable could grasp the meaning of the "hold-up."

"Bye, bye," chirped the lady rushing for the car. "We've been hunting for days for a mountie for a picture for our trip. I hope your wife won't mind—if you have a wife."

Constable Mann hopes his wife won't mind either.

Henry Dimbat Is Hurt In Auto Accident Here

Henry Dimbat, who resides on route 7, broke his nose in an automobile accident last night. He received emergency treatment in a local doctor's office and then went to the Salem General hospital where the broken member was set.

3 new Paralysis Cases Are Found

PORTLAND, Oct. 20 (AP)—The state department of health weekly bulletin, issued today, reported three new cases of infantile paralysis.

Chicken pox was the most prevalent communicable disease with 58 new cases, followed by pneumonia with 28 and scarlet fever with 25.

Frank Stebinger Dies, Self-Inflicted Wounds

SAN DIEGO, Calif., Oct. 20 (AP)—Frank Stebinger, 55, prominent Portland, Ore., lumberman, died tonight in a local hospital from self-inflicted scissor stab wounds in a suicide try Tuesday, according to Dave Gershon, deputy coroner.

State Medical Session Opens; 200 to Attend

Address of Dr. Bauer at Service Club Luncheon Is Highlight Today

Dr. Charles E. Sears of Portland to Preside at 3-Day Meeting

More than 200 physicians and surgeons from all corners of Oregon will assemble at the Marion hotel today for opening sessions of the three-day 63rd annual session of the Oregon State Medical society.

Preliminary sessions of the society's house of delegates, consisting of representatives from the county societies, were held yesterday. The house will continue its meetings in executive session throughout the convention to discuss problems of public relations and medical economics confronting the profession.

Members of the woman's auxiliary will hold their meetings at the First Presbyterian church with Mrs. Hugh A. Dowd of Salem greeting the visiting women and Mrs. Burton Myers of Salem reporting on registration at this morning's session.

Following registration at the Marion at 9 o'clock this morning, the medical men will attend technical discussion meetings with Dr. Charles E. Sears, Portland, state president, presiding in one convention hall and Dr. J. C. Vandeventer, Bend, first vice president, in the other. Among the speakers and discussion leaders today will be Dr. Vern W. Miller and Dr. Ed. Frederick D. Stricker, state health officer.

Dr. Bauer to Speak at Luncheon Today
At noon today Dr. William Waldo Bauer, director of the bureau of health and public instruction of the American Medical Association, will address members of Salem service clubs at a luncheon (Turn to Page 2, Col. 5)

Japanese Advance Denied by Chinese

200 of Invaders Declared Wiped out; Munitions Blown up in North

SHANGHAI, Oct. 21 (Thursday) (AP)—Chinese disputed today Japanese reports that Japanese infantry slowly was advancing along the entire 25-mile front north of Shanghai.

Chinese declared their forces, counter attacking, had isolated and wiped out 200 Japanese at one point.

In north China, Chinese reported advances both on the Peiping-Hankow and Tientsin-Pukow railroads. They said their planes bombed the railroad station at Pingyuan, in Shantung province, and destroyed a huge store of Japanese munitions.

A dispatch from Peiping, however, said a Japanese force occupied the south bank of the Tsingchang river, 14 miles north of Changtze on the Peiping-Hankow railroad in northern Honan province.

Japanese acknowledged their campaign in Shansi province, north of Honan, is being obstructed by difficult terrain and stiffer resistance than the Chinese had put up before.

A spokesman scoffed at reports (Turn to Page 2, Col. 3)

Crawford Denies Feh Motion That Moody Be Barred

PORTLAND, Oct. 20 (AP)—Circuit Judge James Crawford denied today the motion of Earl H. Feh, former Jackson county judge, that the state attorney general be barred from acting for Governor Charles Martin in Feh's \$548,000 damage suit against the governor.

Judge Crawford held that the governor's actions involving good time credit alleged to have been due Feh when the latter was an inmate of the state prison, the basis of the suit, were performed in his official capacity and it was the duty of the attorney general to represent the governor in the case.

Assistant Attorney General Ralph Moody is appearing for Governor Martin in the suit.

Perfecting Stable Financial System Goal Says Roosevelt

WASHINGTON, Oct. 20 (AP)—Federal officials who wield potent powers over the stock market heard from President Roosevelt today that the government must perfect and coordinate with all other instruments of government to promote the most productive utilization of our human and material resources.

"Only in that way," he continued, "can we hope to achieve and maintain an enduring prosperity, free from the disastrous extremes of booms and depressions."

The president delivered a brief address at dedicatory ceremonies for the new federal reserve building. Top-ranking financial officials, legislators and private bankers were among the audience.

The stock market, which recently lost some of the ground lost in recent steep plunges, drew no direct mention from Mr. Roosevelt. Neither did he refer to assertions by some business leaders that government policies were responsible for the market downturns.

Belligerent Rights Demand Is Delayed And Crisis Avoided

Removal of Volunteers Will Be Upon Equality Basis at First, Is Agreement at Conference

Complete Evacuation Is Goal; Italy Envoys Are Pinned Down by Eden

LONDON, Oct. 20 (AP)—Europe's fascist-nazi front broke a dangerous deadlock tonight over the presence of foreign soldiers in Spain and agreed to a scheme through the nonintervention committee for getting them home.

Count Dino Grandi, Italian ambassador, faced with what his antagonists described as a "stiffening attitude" by great Britain and France, accepted British proposals for evacuating the foreign volunteers rather than precipitate a crisis.

The action, supported by German agreement, took place in the session of the nine-power subcommittee of the 27-nation "Hands off Spain" body.

It delayed indefinitely both complete withdrawal of the volunteers and the granting of belligerent rights to the warring parties in Spain.

It also facilitated adoption of a formula which will enable Great Britain and France, as well as Italy and Germany, to stave off any showdown on the critical Spanish problem which, informed sources said, none wanted to face now.

The proposals for withdrawing the volunteers originally were advanced by the British last July and a split occurred soon after over whether evacuations or the question of belligerent rights should be discussed first.

Complete Withdrawal To Be Goal Later
With their acceptance now by Italy and Germany, informed sources envisaged the procedure as follows:

1. Withdrawals to begin—probably in equal numbers from among foreigners fighting with the invaders. (Turn to Page 2, Col. 2)

Martin to Attend Waterworks Fete

Governor Charles H. Martin will attend the Salem waterworks celebration at Fairmount reservoir the afternoon of Saturday, October 30, his private secretary, W. L. Gossin, notified the committee planning the affair yesterday.

Other members of the state board of control, Senator Charles L. McNary and Congressman James W. Mott also have been invited to attend the celebration, which will mark the turning of the new Stayton Island water into the city reservoir and mains for the first time.

Invitations to mayors and water department officials of 36 Oregon cities will be placed in the mails by the committee today.

Board of Control Studies 23 Sites

PORTLAND, Oct. 20 (AP)—The state board of control, meeting here today, considered a total of 23 offers of sites for the proposed state office building in Portland.

The board revealed that Ross & Marks, Inc., had modified a previous offer of property on Southwest Madison street, across from the city hall, to include erection of a building on the site. The plan provides for payment of \$175,000 for the property, 100 by 200 feet, with a building to cost \$225,000 to \$350,000.

Air-Conditioning Firm Has Polar Explorer as One of Chief Officers

DALLAS, Oct. 20 (AP)—Admiral Richard E. Byrd, polar explorer, has been elected chairman of the board of the Byrd Perfection-air corporation, which manufactures air-conditioning units.

His cousin, D. Harold Byrd of Dallas, is president. The explorer was not present at the meeting.

BALLADE OF TODAY

By R. O.
The medical fraternity today is Salem's guest; our pleasure at their presence our warm greeting will attest, and if these wise physicians left at home their kits and pills, it's by way of recognition—Salem has no special ill.