Generally fair and mild today and Monday, light to moderate north to east wind off coast; max, temp. Sat-urday 76, min. 43, river 3.1 feet, partly cloudy.

EIGHTY-EIGHTH YEAR

Salem, Oregon, Sunday Morning, May 15, 1938

Price 3c; Newsstands 5c

Hess Suffers Loss of Voice, Misses Rally

Salem Crowd Hears Sub Speaker Rap Martin, Sees Play Again

Governor Is "Rewarded" for FR Support by Official Denial

By RALPH C. CURTIS Henry Hess has lost his voice. Right at the climax of his participation as a central figure in the most heated campaign for democratic gubernatorial nomination in Oregon, the vocal chords of the left wing challenger to Governor Charles H. Martin's leadership have failed him, it was announced to a disappointed crowd of aproximately 500 which had gathered to hear Hess at the old high school auditorium here Saturday night.

Instead, the crowd listened to an address by Robert G. Smith of Portland, who said he had campaigned for Governor Martin in 1934 but wouldn't do it again. Smith scored the governor's tendency to use cusswords and his alleged dilatoriness in attacking "goons," and said Oregon must keep pace with the new deal and could do so only by nominating and electing Henry Hess. Martin Satire Presented Again

The crowd also remained to see the second presentation in Salem of that satirical melodrama, "I'd Rather Be Wrong," or "Charlie Iron Pants Goes

There was no direct mention at this Hess-for-Governor club gathering of the left-handed rebuke handed Governor Martin Saturday by the Roosevelt administration when Stephen T. Early, secretary to the president, said Roosevelt didn't remember ever saying to Martin, "You and I make a good pair." Early remarkrectly. And that, it is evident, is the sum total of the administration's participation in the Ore-

The truth is that the Early statement has only a rhetorical effect on the campaign. Regardless of what anyone in Washington, D. C., or in Sale a says, the voters all know where Governor Martin stands and have judged for themselves whether that stand squares with the new deal, and whether it has any bearing on their vote anyway. Assuming that there will be no more statements from Washington, the greatest significance is in the fact that the administration did not really commit itself. No one said Governor Martin was or was not a new dealer, and no one mentioned Henry

Keeping Hands Off What it means is that the administration is not taking any chances of "losing face" over the Oregon primary, although there will be plenty of reople to proceed to pro to proclaim it a new deal triumph if Hess is nominated, and vice

But it just goes to show what a well-meaning politician may be Dalles for inland freight shipup against. It is reliably report- ments grew today in the aned that when Governor Martin recently broadcast his support of the administration's spending and (Turn to Page 2, Col. 1.)

ddities

center, flying over the Plankinton lumbia River highway between land, Ore. building. They protested today to here and Portland. Joseph Mallow, building superintendent, that such a display was has been the scene in recent years ployed. unduly favorable to Japan.

which is similar to the "Rising ing especially difficult for truck refused to spend \$15,000 to kill sun" of Japan, merely signifies travel in winter. ing baseball at home.

The polite Chinese apologized.

SALT LAKE CITY, May 14-(P)-The "baby tending" abili-ties of Edward Thomas Meyer didn't mean much to Federal Judge Tillman D. Johnson to-

day.
"I am informed that Meyers proved an excellent baby tender while his wife was working,"
Asst. U. S. Atty. John S. Boyden said in summing up the
character of Meyers who recently pleaded guilty to breaking the seal on a railroad car
and stealing interstate freight. "Well, we can't keep him here as a nursemaid," said Judge Johnson. "Two years."

California Boy Lost 30 Hours . Found by Father Lying in Mud



Leon Baumgarten, San Bernardino, Cal., salesman, prayed fervently before starting on a final search for his two year old son, David. The child wandered away from his parents some 30 hours before Baumgarten found him lying face down in mud and melting snow. Photo shows the dramatic reunion of the tiny child and his mother. Clutching her baby Mrs. Baumgarten was hysterical with joy Apart from a few scratches, a dirty face and exhaustion from the chilly night the tot was believed none the worse for his adventure.

Economic Knife League Bloc to Slits new Deal Aid China Forms

Says Frank Knox in Reply France, Britain, Russia to Democrat Position; Corner not Reached

OSHKOSH, Wis., May 14-(P)ed that it is not customary for Col. Frank Knox, Chicago pub- 101st session of the League of dential candidate in 1936, told the state convention of young republicans of Wisconsin tonight that "the uncompromising knife of economic law has whittled down the new dealers to their natural size."

> Knox, who asserted he was not candidate "for anything in the world," said a great opportunity "is fairly begging our party to

Knox termed the new dealers 'a noisy, spending crowd of adventurers" who have brought breadlines, heavy taxes, idle farms, empty factories and 12,-000,000 idle men and women. "The plain truth," he said, "is that we are not going to get out of the mess we are in until we quit worshipping political novel-

THE DALLES, Ore., May 14

(AP)-Possibility of a further de-

velopment of the port of The

nouncement of the interstate com-

merce commission that three

trucking companies had been

permits to operate from The

Dalles and Attalia, Wash., to in-

The companies haul oil and the

go further. What sent Dr. V. K. Wellington (Turn to Page 2, Col. 8.) Koo, the Chinese delegate, out of the council room with his face wreathed with smiles, however, The Dalles Gains

was the promises of individual aid from league members. viously they declared they were figure. given credits in London to buy arms and munitions with assurances the league powers would help get the material into China.

Indicated as Backing

Far East Defense

iet Russia had formed behind Chi-

Chile announced her intention

France's delegate, Foreign Min-

the council failed to act on reform

of the organization's covenant.

ister Georges Bonnet, took the

lead at the end of the day by de-

claring in a speech that China had

"shown herself worthy" of the

Viscount Halifax, British dele-

gate and foreign secretary, backed

Bonnet and Jacob Souritz, speak-

ing for soviet Russia, said he only

world's admiration and moral sup-

na in the far eastern war.

Mosquito Survey **Funds Allocated**

action of the ICC will permit them | Senator McNary (R-Ore.) was into take oil from river steamers formed today the WPA planned here, which would first transport to spend \$11,783 to survey and the cargo to The Dalles from map mosquito breeding places Chinese of Milwaukee observed a Portland, thus eliminating the along the Columbia and Willamwhite flag with a red circle in the dangerous truck run over the Co- ette rivers in the vicinity of Port-

ere and Portland.

Needy professional, educational
The Dalles-Portland truck run and clerical workers will be em-

aduly favorable to Japan. of a number of spectacular oil The WPA, which previously Mallon explained that the flag, wrecks, the winding highway be-aided control activities, recently

Mt. Angel Legion Dedicates Veterans' Memorial Building

BY LORETTA E. DEHLER MT. ANGEL, May 14-"Preerve the rights and liberties of the constitution at any cost," Judge Hall S. Lusk brought to the audience which attended the mpressive dedication ceremonies of the new American Legion Memorial hall here today Speaker of the day, Judge Lusk

commented on the coincidence of the dedication of this building to the memory of those who died to preserve the constitution tak-LONDON, May 14 -(AP)- With ing place in the same year that cries of "Onward Spinsters, Onward," more than 10,000 of Britthe 150th anniversary of the ain's unmarried women marched founding of that constitution. He on London today with banners named the Legion as one of its staunchest defenders and warned al Spinsters' Pension association. the audience that "unless we love stand and up College street to They demanded "State pen- liberty and make sacrifices the Memorial hall.

greetings from the Herbert Worshom post in Partland.

George Koehn, national mitteeman, officiated at the dediwas the message that Supreme cation services and unveiled the bronze plaque on the building. He called the building a material symbol of the four corners of the Legion program, hospitalization, rehabilitation, child welfare and the preserving of the

Festivities opened with a parade led by the color guard of Legion band of Silverton. The various posts with their colors followed, the Mt. Angel post and band bringing up the rear. The hall, marched past the reviewing

Warning to US Seen in Genoa Ross' Rates Held High Talk by Duce

Says Totalitarians Can Join Forces, Oppose "Doctrinal War"

Terms Made With Hitler Told: Accord With France Cooled

GENOA, Italy, May 14 -(P)-Premier Beníto Mussolini took personal note for the first time today of American criticism of Internal Finances Grow fascism, warning that totalitarian states "immediately would become a bloc and march together" should the democracies start a 'doctrinal war."

Fascists regard Il Duce's words, delivered before 100,000 cheering blackshirts in this Mediterranean port, as aimed directly at United States Secy. of War Harry H. Woodring. Slap at Woodring

Seen in Warning Woodring, in a speech May 5, warned that provocations of dictator-controlled states some day withdrawing Primo Villa Michel, might force democratic nations to

Il Duce declared Italy sought to titude" toward Mexico. preserve peace but intended to arm herself to safeguard it in the face of "speeches from across the Mussolini reaffirmed Italy's

loyal friendship" with Germany and his intention to "respect" the April 16 friendship pact with Great Britain. But he also threw a generous

quantity of cold water on negotia-

tions now going on between Italy and France-if he did not completely drown them. Puts Question Mark On French Conversations "You will permit me to be circumspect regarding conversations with France," he said, "because,

even though they are in progress, it is not known whether they will reach a conclusion." American antipathy towards GENEVA, May 14-(AP) - The fascism, unmistakably hinted at by Mussolini, was seen in a conlisher and republican vice-presi- Nations council ended tonight gressional move to have Italy with indications a strong bloc named among violators of the of France, Great Britain and sov-Kellogg-Briand pact and in state-

> secretary. The US state department, fascists noted also, has not recogto resign from the league because nized Italy's conquest of Ethiouia and that issue has delayed for (Turn to Page 2, Col. 7.)

Wealthy Michigan Politician Shot

Ex-Associate in Oil Deals was sorry the resolution did not Admits Firing Bullet; **Attorney Wounded**

CLAIRE, Mich., May 1--(R)-bullet fired by an assailant in a hotel taproom tonight terminated the mysterious career Chinese declined to say exact-ly what they obtained but pre-gan oil operator and positical

Police Chief William Dunlop said William Livingstone, an oil man and former associate of Leebove, admitted he fired the fatal

Byron Geller, a Claire attorney and an assistant state atterneygeneral under Patrick H. O'Brien. was wounded. The shooting took place while Leebove and Geller were sitting together in a booth in the taproom of the Doherty Leebove was president of the

Mammoth Producing & Pafining company and Livington has been associated with him. William A. (Turn to Page 5, Col. 7.)

Sophomores Win OSC Tug-o-War Barnes has been here about a year, Szcuba since last Wednesday, police said.

CORVALLIS, May 14.-(P)-A-husky sophomore class team won the annual tug-of-war across the mill race today as a feature of the campus weekend celebration. The defeated freshmen took their ducking penalty by the hundreds and then stormed the sophomore flag, capturing it from the top of a greased pole. Varsity O men conducted the melee so no injuries resulted.

An outdoor convocation, campus luncheon, water sports and athletic events were staged for college and visiting high school

Labor Head Raps Hennessy Speech

MARSHFIELD, May 14-(AP)-Criticism of the radio speech (KOIN) last night in which Joseph Hennessy, Coos Bay AFL organizer, urged labor to support Gov. Charles Martin came today from H. C. Tripp, chairman of the southwestern Oregon labor trades

Chinese Push Counter Portland C-C **Britain Quits** Mexico, Calls Minister Home

Ordering Diplomat to Leave London

Grave in Mexico as Oil Sales Needed

MEXICO CITY, May 14-(AP)-Owen St. Clair O'Malley, Great Britain's minister to Mexico, announced tonight he had been recalled by his government, completing the diplomatic break between Britain and Mexico.

Britain's action was in response to that of Mexico last night in Mexican minister to London, because of Britain's "unfriendly at-

Recall of O'Malley had been expected in Mexican circles as a consequence of the Mexican step. Mexico's diplomatic break with Great Britain apparently strengthened popular support of Pres. Lazaro M. Cardenas today in his program of nationalization of fo-

reign-owned oil properties. Mexico's grave oil problem, which led to the recall of the Mexican minister to London, remained unchanged, however. Administration's Action Given Support

The press, workers' groups and others spoke in patriotic phrases endorsing the president's action, (Turn to Page 2, Col. 4.)

Roosevelt Sails With La Follette

ments by Harold Ickes, interior Speculation Is Aroused by Cruise Down Potomac, Third Party Man

Baron Gottfried

world's number two amateur

ted of a morals charge in a se-

with whom he was alleged to

have been involved. German

sport circles saw complete ruin of their 28-year-old ace's ca-

CORVALLIS, May 14.-(P)-

Townsend organization state offi-

cers discussed a strategy of public

education at a meeting here to-

The following resolution was adopted:

Dental Essays Win

trict winners in an essay contest

conducted by the Oregon state

PORTLAND, May 14-(AP)-Dis-

been enacted into law."

"We, the Townsend National

Pension Strategy

Cramm

WASHINGTON, May 14 .- (AP) President Roosevelt and Senator La Follette (Prog.-Wis.) cruised down the Potomac river today on a weekend trip that stirred po-litical speculation because of La Follette's recent espousal of the new national third party move-

In addition to the Wisconsin senator the president's guests in-cluded Mrs. La Follette, Senator Green (D-RI), an administration supporter, and Mrs. James Roose velt, the president's daughter-in-

It was the first cruise the black-haired young progressive (Turn to Page 2, Col. 8.)

Mayor of Jungle Injured in Fight

MEDFORD, May 14.-(P)-Jack Recovery Plan, Inc., of Oregon Barnes, 62, known to city police go on record that we will eduas "the mayor of the jungles," was in a hospital tonight with a for a suitable old age pension ossible fractured skull, and An- law for the state of Oregon that on Szcuka, 52, Seattle, was jailed does not require a pauper's oath n connection with Barnes' in- until the principles and philosojury, Deputy Dist. Atty. George phy as contained in the general W. Neilson said tonight. welfare act of 1937, HB 4199 known as the Townsend plan, has

Neilson said Szcuba told himunder questioning he interceded in a jungle fight between Barnes and another man and was knocked down by a glancing blow from an axe. Neilson said Szcuba then struck Barnes on the head with a piece of iron pipe in self

Martin Says New Deal Entrenched

PORTLAND, Ore., May 14.-(AP)
-Governor Charles H. Martin, addressing the Italian-American New Deal club here tonight, said efforts were being made "to capitalize on the need for bringing the new deal to Oregon."

"The new deal is firmly en trenched here and is in full operation," the governor said.

60,000 Auto Drivers Added in Past Year

PORTLAND, May 14-(AP)-Secretary of State Earl Snell said today 60,000 more automobile drivers were licensed to use Oregon highways this year than last. On May 1, 1938, the department had issued 419,572 licenses since June, when previous bperators' permits expired.

IEU Protests Cuts PORTLAND, Ore., May 14.-(A) tors -Officials of the Industrial, Em-

Attacks to Break up Noose Around Suchow Unable to Pay

Answers Mexico's Act Lunghai Railroad Cut, Say Japanese by Heavy Air Bombardments, Cutting off Defense Supply Line; British Subject is Stabbed .

> SHANGHAI, May 15—(Sunday)—(AP)—Chinese to-day pressed desperate counter attacks to break the lines of Japanese columns steadily tightening a noose of China's central front for an assault on the key city of Suchow. Concerted Chinese attacks south of the vital east-west

> Lunghai railroad, which a Japanese communique said had -o been cut, were directed particu-German Net Star

Sent to Prison The Lunghai was severed, Jap- J. D. Ross were about 32 per cent anese said, by heavy aerial bom- higher than expected. bardments that prevented movements of supplies to China's huge Nary in a telegram to request the central army. Japanese army

> or annihilation. Two hundred Japanese warplanes supported the forces aimed from north and south at several chamber, said the proposed points along the Lunghai.

> Suchow, causing heavy casualties mills per kilowatt hour for priand serious damages to Chinese defenses and war stores in the 1.25 mills had been expected on junction city.

Dispatches from Hankow, temporary seat of the Chinese government, said transports from (Turn to Page 5, Col. 8.)

Senate Split on

ommittee Swings to Vie of Letting Roosevelt Have Full Control

WASHINGTON, May 14.-(A)-Strong sentiment developed in the senate appropriations committee tennis player, who was convicto give President Roosevelt unrestricted control over the \$3,cret, three-hour trial in Berlin yesterday and sentenced to one year in prison. He denied knowing the 18-year old Jew 154,000,000 relief public works

program. As passed by the house, the period for the absorbtion of the measure would appropriate funds directly to lending and spending agencies instead of to the president. Mr. Roosevelt would retain authority to approve or veto proj-

cts, however. Chairman Adams (D-Colo.), of senate subcommittee handling the bill, said he favored making the appropriations to the chief executive, as has been done in Program Mapped

Under this system, the president would have authority to alocate funds to various agencies

Senator Byrd (D-Va.), leading a coalition of republicans and conservative democrats seeking changes in the lending-spending program, said he thought appropriations should be made directly to the agencies and that the presi-dent's power to approve or veto projects should be eliminated. Byrd and his associates hope o strike public works or "pump-(Turn to Page 2, Col. 5)

First Woods Fire Put out in South

MEDFORD, May 14-(AP)-The first forest fire of the year in southern Oregon was "mopped up" today, by the forest service. The fire burned over ten acres of brush in the middle fork of the would not serve Bend and Eudental society included Dona Marie | Applegate district near the Cali-Allison and Virginia Waggner of fornia state line. Forest Ranger Eugene and Betty Thurlow of Lee Port said the fire was caused by lightning.

Contenders to Arrive Early For 20-30 Air Circus Today

crowd of several thousand persons | hops," and today they have chosat today's big air circus at the Salem airport have been made by Sunday morning meal, according members of the local 20-30 club, to officers of the association. sponsors for the affair. "With planes expected from air-

ports hundreds of miles away, and with several spectacular events girls interested in model planes, and surprises on the program, we will gather at the hangar for comhave worked hard on field arrangements and can assure everybody a good view of the flying, plenty of free parking space, concession wagons for hungry and

Preparation for handling a of taking weekly "breakfast en Salem as the spot for their

At 10 s. m., members of the Leslie junior high school model airplane club, and other boys and petition in the flying and nonflying model classifications. As 13 boys from the Leslie school club all aid possible under relief rules have entered planes, competition on the airport project but pointed will be keen. Lloyd Swanson is out that cities with similar works

cession wagons for hungry and thirsty visitors and a fuil day of first-class entertainment," C. S. Emmons, general chairman, said last night.

Big Planes to
Be on Display

Several big planes not taking part in the events will be taxied onto the hangar ramp where visitors may view them, Emmons said.

will be keen. Lloyd Swanson is adviser for the club.

Again at noon the sky will be filled with planes as the cross-country race from Swan Island airfield. It is expected that more than a score of ships will get the "go" signal from Art Whitaker at Swan Island. This event, like the other competitive features of the program, will be divided into Oregon educational leaders, meet-

Says Industry

Proposal Is 32 Per Cent Above Expectation, Chamber Declares

McNary Asked to Gain Delay in Hearings for Objections

PORTLAND, May 14-(AP)-Portland chamber of commerce offilarly against Yungcheng and cials declared today switchboard Mengcheng in northern Anhwei rates for Bonneville dam power as recommended by administrator

They asked Sen. Charles Mcfederal power commission to exspokesmen declared 400,000 Chi- tend for one week, until June 3, nese troops had been blocked off the time for filing objections to from retreat and faced surrender the proposed schedules.

> 1.25, not 1.65 Mills Expected, Says Scott

Leslie M. Scott, president of the switchboard rate of \$14.50 Per Repeated raids were made on kilowatt year amounted to 1.65 mary power, whereas a rate of the basis of previous estimates by army engineers.

"The proposed rate is too high to attract big industries to compete with those in low rate areas in Canada, Europe and Japan," Scott said.

He added that it had been proved by TVA that low rates could not be given to domestic Relief Bill Looms users unless industrial users, with high load factors were attracted. users unless industrial users, with Chamber officials said the final report of the army engineers recommended an industrial rate

> project's cost to power and a per cent interest rate. Quick Absorbtion Figured On by Ross
> They said the power commit sion reduced the cost allotment to \$42,000,000 and the interes rate to 31/2 per cent, and that Administrator Ross had incicated he was figuring on a five-year

per kilowatt hour, based on an allotment of \$50,000,000 of the

total power output whereas the engineers based their estimate on a 15-year absorbtion period. Chamber officials contended these factors would offset a reduction in the project amortization period from 50 to 40 years and justify scaling the engineers

rate estimate from 1.5 to 1.25 They added that the estimate of \$165,000 annually for the administrative cost of selling the power was "much higher" than

Santiam Clearing To Begin Monday

BEND, May 14-(AP)-State high-way department crews will leave here Monday on their annual job of opening a road across the snow-blockaded Cascade mountains between central and western Oregon. Work will start west of Suttle lake and engineers said they expected little difficulty in pening the North Santiam route. Reports that the department would not undertake an early opening of the McKenzie route was criticized by Don H. Peoples, chamber of commerce secretary, who said the North Santiam route gene fully. He asserted that the Willamette national forest officials appeared uninterested in opening the tlear lake cut-off, which would make the McKenzie

Carson Asks Part Of Ship Building

WASHINGTON, May 14.-(/P) a projected government ship-building program for Portland and a way out of the stalemate over Portland's \$3,000,000 uncompleted airport

The mayor said federal officials told him they would give the city

PORTLAND, May 14-(/P)-Fifty Oregon educational leaders, meetsions at 55."

A member of parliament, Mai.

H. A. Proctor, frew genteel cheers when he scelared "I do not think it any discredit for a woman to be a spinster for sometimes it is due to her superior judgment."

Dr. A. F. E. Schierbaum acted the program, will be but a dry document instead of the living document instead of the program, will be but a dry document instead of the living document instead of the living document instead of the living document instead of the dark and the council has a spinster for sometimes it is due to her superior judgment."

PORTLAND, Ore., May 14.—(P)—Fifty

Tripp asserted Hennessy dethe program, will be other competitive features of the program, will be divided into as master of ceremonies.

After a selection by the Silworkers at Eugene today.

After a selection by the Silbright four classification will be but a dry document instead of the living as master of ceremonies.

After a selection by the Silworkers at Eugene today.

After a selection by the Silbright four council has as selection by the Silworkers at Eugene today.

The day will start when a dozen of the ships' horsepower.

State Superintendent Rex Putnam authorized no on to express its by the AFL lumber union in a leged sanctioning of the ships' horsepower.

At 2 p. m. the regularly schedbright four classification will be but a dry the other council has as selection by the Silworkers at Eugene today.

The day will start when a dozen of the ships' horsepower.

At 2 p. m. the regularly schedbright four classification of the ships' horsepower.

At 2 p. m. the council has as election of the ships' horsepower.

At 2 p. m. the other council has as all the program, will be of the program, will be of the founcil has as all the program in the other council has as all the specific day of the ships' horsepower.

At 2 p. m. the other