Churchill May Answer Hitler PORTLAND, Ore., July 22-(P) Answer Hitler finals of the state semi-pro base-

Sea Action Is Reported; Troops Concentrated in North Ireland

(Continued from page 1) take heart from the certain

pray for our victory . . .' In Havana, Cuba, at the second ministers, Secretary Hull pro- a 16-9 decision. The Washington posed joint trusteeship by the 21 team scored two runs in the final American republics over any Eur- seventh for the victory. opean colonies in the western Sellwood hemisphere which might be Tillamook threatened with transfer to any

other European powers. On that point, the German radio said the forthcoming South Battleground American trip of Camille Chautemps, former vice premier of ner; Woodward, G. Staley and the Petain government, would be Ward. to look after France's possessions Medford in the Western hemisphere.

The Berlin wireless attributed to Vichy, France, diplomatic quarters a statement that the French government is worried about the 'tendencies of the United States aiming at systematically restrict-

German Supply Ship Reported Bombed

Meanwhile, the British and German military machines each rounder came towards the close prepared for the expected nazi in- of the fifth round when Apostoli vasion attempt. Aerial warfare delivered a left hook to Sparr's followed its usual course.

nounced that a 14,000-ton enemy 162, Sparr 160 1/2. supply ship was successfully bombed by the British off the Salem Gives Big military objectives in Germany and Holland were bombed Sunday night. The Germans said their latest

raids on Britain* caused destructive fires and explosions at air- E. Chamberlain who held a numdromes, seaports and oil storage ber of public offices here includtanks. They said a tanker and ing those of governor and United four merchant vessels went down States senator. in the English channel.

fighting Germany, the headquar- Pearson also spoke words of welters of General Charles DeGaulle come, the latter recalling his own scribed in London said. Followers of the former residence in the "deep problem. commander of the free French le- south." gion working with the British took part in the British raids on Germany Sunday night, it was

The British admiralty acknowledged the loss of the 1360-ton destroyer Brazen. She was the third British naval vessel acknowledged sided and called upon each per- which comes at the right psylost over the weekend.

The British mined the southern or herself. entrance to the Irish sea to keep invaders from Ireland's eastern Salem, several hundred Salem res- bank's lending capacity for this shore. In northern Ireland, thousands of British troops are wait- tour's exhibit car at the Southern ing for any German thrust on Pacific station. Cotton and cotton Luster or on neutral Eire to the

County Financial Status Improves

(Continued from page 1) county interest bearing warrants, \$668.92.

last year included school district bonds, \$108,000; certificate of deposit investments, \$11,000, and interest bearing warrant invest-

from the general fund, \$359,-\$49.00.16; state tax fund, \$15,-\$7686.35; special tax warrant

agency control, \$65,054.75. Total disbursements were \$1,-300,484.24, and the ending bal-

BREAKFAST .. 250

LUNCHEON .. 30¢

DINNER 35

Late Sports

ball tournament tonight by capturing its long-awaited encounter with Medford, 7-2, in seven in-

Medford used three pitchers in an unsuccessful attempt to silence Albany bats.

Wes Schulmerich, former Oregon State college athlete, got four hits in four times up in a previous game to pace Tillamook to an knowledge that that great people 11-0 win over Sellwood. Burt Swope held Sellwood to three hits. Battleground put Gaston Dairyconference of American foreign Creek out of the tournament with

> Swope and Irvin. Gaston Dairy-Creek...

.....10 12 1 Neumann, Bohonson and Wahr-Albany

SAN FRANCISCO, July 22-(AP) Freddie Apostoli, San Francisco middle weight formerly recognized as champion of that division by ing or even definitely eliminating the New York boxing commission, ... Epropean possessions in came back here tonight after a vital problems of hemisphere defour-month layoff to knock out Dale Sparr, husky Carson City,

Hawkins; Miller and Leptich.

Nev., fighter. The end of the scheduled 10chin, setting him on his back for The air ministry in London an- the full count. Apostoli weighed

Hand to Visitors

(Continued from page 1)

Secretary of State Earl Snell Some French airmen still are and State Treasurer Walter E. Other greetings were voiced by Mayor W. W. Chadwick, who described the Centennial plans in explaining the prevalence position of Latin American sur-

ricultural department.

idents were trooping through the purpose. by-products, lumber and its wallboard and naval stores products, magnificent gesture. nuts, wild life of land and river and health program displays at- gentine delegates likewise extracted especial attention.

The Mississippians' 14-car special train left shortly after 9 o'clock for Olympia, Wash. It will go from Olympia to Grand Coulee dam, Spokane, through the northern states to Minneapolis and then back to Mississippi.

Total investment of \$122,324.33 Bail Isn't Raised By Edgar Zehrung

ments, \$3324.33.

County disbursements, according to the treasurer's report, were of the Portland postal employes

PORTLAND, July 22-(P)-Edtion in which the nations of America would find themselves proceeding on a "conjectural hycredit union, was held in the city poethesis.' 610.36; elementary school fund, jail today on an embezzlement charge. Bail was set at \$27,000. 588.81; county school fund, \$133,-648.42; treasurer's trust fund, from Seattle, where he surrend-to treat "all nations of the world" ered to police Saturday, three with equality. control, \$630,941.06; trust and hours after his automobile and a suicide note were found on a

Bremerton-Seattle ferry. Detective Al Eichenberger said ance between county receipts and Zehrung admitted embezzling exependitures for all funds, \$459,- about \$28,000, which he invested in his elaborate hobby house.

United States Policy Outlined by Hull at Opening Session

(Continued from page 1) side of the Atlantic and pledged United States cooperation "should the occasion arise, in its execu-

Hull conselled that such trusteeship should be free of any idea of "special interests by any American republic" and that "as soon as conditions permit, the .11 14 4 region should be stored to its Sax, Brown and C. Marugg; original sovereign or be declared independent when able to establish and maintain stable self-government."

His words, gravely spoken, gave further emphasis to an already formally presented note warning Germany and Italy the United States would resist, alone if neces-Lanning, Crippen, Rego and sary, any attempt to lay hands on French, British or Netherlands colonies in the new world.

Hull spoke at an open afternoon session in Cuba's great marble capital following a closed morning session at which commissions were set up to deal with fense and economy. Continental Defense

Study Is Launched At the morning session the United States took a place on the important peace commission which is to canvass the whole question of continental defense. Describing the war's dislocation of normal trade and the growth of opposite trading methods, Hull reaffirmed his faith in liberal trade principles and urged

the republics to develop these. But he recognized the need for a transition to methods themselves bordering on barter and a restrictive system to bulwark the hemisphere's economy against regimented devices.

Disposition of stagnant surpluses piling up in all American countries as a result of the loss of European markets was deas the most pressing

The delegates greeted warmly President Roosevelt's recommendation to congress for aid in disof whiskers and pioneer garb, and plus commodities through the ex-D. Mickle, head of the state ag- port-import bank.

Dr. Leo S. Rowe, Don Black, president of the general of the Pan American junior chamber of commerce, pre- union, described as "good news son present to introduce himself chological moment" Mr. Roosevelt's action in seeking a half-While the visitors were seeing billion dollar increase in the

Ambassador Jose Santiago Rodriguez, the Veneguelan delegate, said the president's action was "a

The Bolivian, Chilean and Arpressed firm approval of the presidential action. Argentina Spokesman

Makes Reservations Speaking for Argentina, Leopoldo Melo said that Argentina identified herself with the future destiny of America but warned the delegates that they must not "pretend to dictate formulas" for conduct entirely predicated on the

He said such a course would be in vain because of rapid changes which might bring about a situa-

Melo told the delegates they should remember the custom of

Retail Business In Salem Better

Independent retailers in Salem did 17.1 per cent more business last month than in June, 1939, the Portland office of the bureau of foreign and domestic commerce reported yesterday. Other cities' gains included: Portland, 7.1 per cent; Astoria, 14; Eugene, 23.9; Klamath Falls, 5.7, and Medford,

Gain for the state as a whole was 9 per cent. Sales for the first six months of 1940 went 6.6 per cent above those for the first half of 1939. Food stores covered by the survey for June showed a gain of 1.6 per cent, apparel stores 9.4, motor vehicle dealers 22.9, furniture stores 10.3 and lumber-building-hardware firms 5.8 per cent.

Trip Down Hell's

LEWISTON, Ida., July 22-(A)-A party of six put two boats into the Snake river at the Red Ledge mine near Homestead, Ore., this morning to attempt the run through Hell's canyon, deepest on

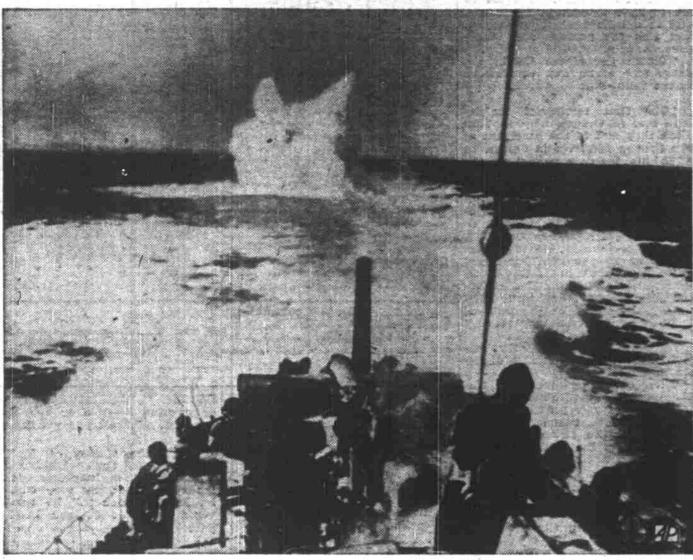
the North American continent. The expedition's two boats, the Snake Charmer and Hell's Bells, carry Kyle McGrady, Clarkston, Wash., who operates a mail launch from Lewiston to the lower end of the gorge; Lawrence and John Olney, Dug Bar, Ore, also experienced rivermen; Paul Laudien of Oak Grove, Ore., and Paul Jones and Clarence Moore, Lewiston newspaper reporters.



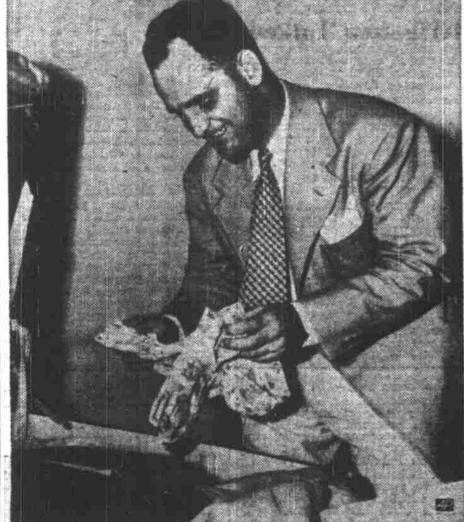
FDR Proposes Asks More Navy Funds



Navy Secretary Knox urges quick approval of another hillion-dollar fund to build a two-ocean navy, or Monday before a house appropriations subcommittee, -AP Telemat.



German caption says the picture shows a German torpedo boat in action in the Kattegat. Note the exploding depth charge which had just been dropped by the nazi craft in an attack upon a British submarine. The caption says that later "an oil spot which appeared on the surface indicated the sub-



Who's afraid of the big bad heat? Here's how chubby little Judy Ham, one and a half, licked the hot weather problem in Atlanta, Ga. She highly recommends this back-to-nature treatment spiced with a bit of fanning and cool glassful of something.—AP Telemat.

Letters Show Employers to Cooperate in Continued Employment of Guardsmen

ury from where all disbursements

other employes were retained at present salaries. The resolution carried, with A. L. Coote, R. A.

Canyon Is Tried

Oregon employers have taken kindly to the urging of Major General George A. White that national guardsmen, if called into training by congressional action, be restored to their present jobs on their return,

according to a large number of letters received at military headquarters here. General White recently issued statement stressing the importance of the proposed defense training for national guardsmen and asked their employers to co-

operate. "We are more than gratified with the attitude of the employers," Brigadier General Thomas E. Rilea declared yesterday. "Letters received from these employers indicate that all guardsmen called into service will hold their jobs regardless of the length of the training period."

Military headquarters predicted that the bill providing for indefinite training of national guardsmen would be approved by congress not later than next week and that actual mobilization would be ordered prior to Au-

General White's recent statement called attention to the lack of cooperation on the part of many employers following the World war.

Service Control

(Continued from page 1) laughing at something and I was fairly certain it was I.

I had company pretty soon. Hoxie's army threw in Alex Volchok (served him right for laughing at me, the cad) and Tom Holman. Then the driver put the galloping gaol in gear and we went for a ride. We sure caught the public eye.

We had Jerry Owen and Adolph Gueffroy with us before long. They weren't exactly model pris-

All the time I was thinking. "What would Houdini do in a case like this?" I thought, "What would the Count of Monte Cristo would the Count of Monte Cristo do?" The Count of Monte Cristo would have dug a hole in the Britain."

could find were six straight pins exporting goods to Central and and a hairpin. They let us out South America even in the midst before I could dig up the floor- of war. When the war ends their boards, but I'm still wondering export capacities will increase

about that hairpin.

They can't tell me there's any Whiskerinos with beards so long they have to tuck them

Spanish War Vets **Eye Defense Need**

(Continued from Page 1) the Veterans of Foreign Wars. He urged mobilization of every person in the country between the ages of 16 and 60 to "make America safe for Americans." A message from Niel Allen, department commander of the American Legion, was read by G. A. Walker of Grants Pass. It

"The swift onrush of ominous world events makes it imperative that our veterans' organizations unite their efforts for the common Water Fund Issue good-as never before in Amer-

ican history.
"As soldiers in the armed forces of war, we learned the hard (Continued from Page 1) therewith, and to take complete way-that organized force has only one answer. That was and management of the department under the direction of the city is-more organized force."

council, to turn all funds from collections over to the city treas-Three Drowned in would be issued. This resolution also requested that the secre-tary of state's office audit the Willamette Valley books as soon as possible. All

PORTLAND, July 22-(A)Three persons drowned near here
early today and yesterday.

William Foster, jr., 18, of Portland, lost his life in the Sandy
river near Gresham while attempting a rescue of his sister,
Mrs. Mary Christenson, 25, of
Portland, who drowned after
stepping into a deep hole.

Robert Hergert, 22, of Portland, drowned down a chute at a Fish, R. B. Allen and C. B. Anderson voting for the resolution, whiles L. F. Tucker and A. W. Green opposed it.

The second resolution provided that the water superinten-dent's bond be changed to provide responsibility to the council rathresponsibility to the council rather than to the water commission.

By the third resolution, the council rather than to the water commission.

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The cooperation on the part of the than to the water commission.

By the third resolution, the council rather than the council rather

license issued at Reno: C. E. the name of the commission. The water about five minutes. Miller Harper, 45, Lowell, Ore., and last two resolutions carried unan-regained consciousness after an Mary Rivas, over 21, Dallas, Ore. imously.

Willkie Winner, Lamport Reports the purview of Japan."

GOP Nominee's Sincerity Evident, Local Delegate Says on Return Home

Further testimony to the efnational convention was "un- strengthened the earlier opinion usual independence of action on the part of the delegates" was down government policies. That brought to Salem Sunday night with the return of Frederick S. Lamport, vice-chairman of the Oregon delegation.

Mr. and Mrs. Lamport toured through eastern Canada, the northern states, visited the demoeratic convention at Chicago for one day and stopped at Glacier national park en route home by automobile.

The republican nominee for convince the people as effectively building committee approved as he did the republican conven- \$104,252 in contracts for contion that he is the best man for struction of the new wing of the described the nominee as "a personable, evangelical sort of fel- the board tomorrow for final aclow who sells himself by his evi- tion. dent sincerity and frankness to everyone he meets."

Convention enthusiasm was as great for Senator McNary forvice-president as it was for Willkie, Lamport observed.

Mt. Angel Joins In Salem Pageant

Flaxarians Pleased at Part in Production, Men's Club Is Told

MT. ANGEL-President A.- W. Holmes informed the Business Men's club at luncheon in the Mt. Angel hotel Monday noon that Salem was generously giving Mt. Angel a small part in its Centennial pageant and that ten Flaxarians would have to be present each of the four nights the show is presented.

He asked the cooperation of the club in the matter, saying it not only is a signal honor for Mt. Angel to be the only small town thus invited and excellent publicity for the Flax festival, which is to be held the week following the Salem Centennial. The local bit is to be incorpor

ated as part of the flax theme. Holmes himself will take charge and will be assisted by Tony In the absence of T. B. Endres. general chairman of the Flax

festival, Ed Stolle reported that plans for the celebration are going along well with the candidates' ball next Thursday the first official event on the list. Dr. E. J. Corcoran gave a detailed report on the meeting of

the "Americans Incorporated," an organization designed to detect subversive movements. Dr. Corcoran represented the Business Men's club and the local American legion. He presented a proclama--Paul Hauser's Column vigilance in combating fifth coltion to the club endorsing strict umn work.

President Holmes gave his approval to the matter but asked that members use "good common sense" and report no one because of ill will or other unworthy motives and investigate fully before reporting, so that no one be uninstly accused.

Ticket sellers next time are Joseph Bicklr and G. D. Ebner.

Diplomatic Steps Predicted, Nippon

(Continued from page 1)

I looked around the cell. All I powerfully geared that they are manyfold. We should come to

an understanding with Germany and Italy that everything pertaining to eastern Asia lies within

Japan's minister of home and welfare, Eija Wasul, said "we can not doubt that the day soon will come when Japan can share the

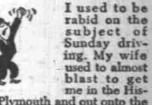
world with Germany and Italy." The selection of experts rather than politicians for most of the fect that the recent republican places in Japan's new cabinet bossed" and an example of "un- of many observers that a fourbig four includes Premier Prince Fuminaro Konoye, the foreign minister, minister of war Lieut. Gen. Eiki Tojo and minister of the navy Vice-Admiral Zengeo Yoshida.

Expenditure for Library Wing at OSC Is Favored

PORTLAND, July 22 .- (AP)-The president, Wendell Willkie, will state board of higher education's president, Lamport declared. He Oregon State college library today. The approval will go before



by JOHN CLINTON



ano-Plymouth and out onto the highway. But no morel I've found a trick!

It's this-start out on the main highway and turn at the first unfamiliar road you come to. Then drive along it till you come to another unfamiliar road and try that onel You may wind

up in someone's west orty, or in the driveway of a ranch house. But what do you care? The kick is in never knowing what's coming nextl

You'll be surprised to find what dventure you'll have. I've found whole sections of country that I never dreamed existed. I've found blossoms, deserted houses, and once, even a ghost school house with an arith lesson still un-erased on the molding blackboard.

What I'm getting at is - just jump in the car and let 'er find her own way. Pretend you can't read the road signs.

Incidentally,

you'll prob-



more fun If you use 76 gasoline, because 76 has a way of keeping your engine purring along so smoothly you'll forget that you have an engine.

Just because 76 is especially designed for Traffic, don't think you have to stay in the thick of it. There's excitement, there's adventure and possibly even romance, just over that hill over there — go see if I'm not right!

UNION OIL COMPANY





EXTRA FLAVOR

In recent laboratory tests, Camele burned 25% stores than the average of the 15 slower than any of them. That meant, on the average, a smoking play equal to

5 EXTRA SMOKES PER PACKI

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TO SAN FRANCISCO

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30c and dinner for 35c! That's

all it costs to eat on the Beaver, Southern Pacific's sen-

sational new economy train to San Francisco, for chair car

and tourist passengers exclu-sively. Two streamlined chair

cars with extra wide windows and reclining chairs cushioned

with foam subber! Modern tourist Pullmans! Lounge car

for tourist pessengers! Every regular car AIR-COOLED! Fast schedule:

Leave Salem 7:22 p.m. Arrive SAN FRANCISCO

1:55 p.m. Next Day