See Story Page 1, Column 1

Leadership!

Statesman sports pages. They know The Statesman leads in its coverage of sports

# The Oregon Statesman

Weather

Partly cloudy and warmer today with scattered light showers near mountains; fair Sunday, Max, temp. Friday, 68, min. 52. Northwest wind. Rain .91 inch. River -1 foot. Cloudy.

NINETY-FIRST YEAR

Salem, Oregon, Saturday Morning, June 7, 1941

Price 3c; Newsstands 5c

# Vichy Surprised Over Warning by Hull

# President Will Act Monday; Work or Else, Official Says

### Army or Navy Man Will Take Over California Factory Should Men Fail to Return

INGLEWOOD, Calif., June 6-(AP)-"We will not go back to work Saturday. The strike will continue," said Bill Backman (see picture page 2), member of the CIO-UAW local negotiating committee regarding a Washington report that the government would intervene in the union's strike at North American Aviation corporation. He declined further comment.

North American officials declined comment.

(By The Associated Press)

A high government official confirmed reports Friday night that the government would take over the strike-bound North American Aviation company by presidential proclamation on Monday if striking employes did not return to work today, (Sat-

This government official, who declined to be quoted by name, said that the war and navy departments and the office of production management had insisted that some definite action be taken in the North American strike which has tied up \$196,-000,000 worth of orders for American and British warplanes.

The informant said that if in the interest of production the plant had to be taken over under the president's unlimited emergency proclamation, an officer of the army or navy would be placed in charge to carry on production.

Asked how the government would get the striking North American employes back to work under government management, the official said:

"The government will request the workers to go back or else-. The government has means with which to do that."

Twice Paroled

Police Spread Net for

Hospital Inmate Who

Just "Walks Away"

Twice convicted on larceny

charge, once paroled and once

released on his own recognizance

and facing still a third such

charge. Oscar Walters is at large

missing from the receiving ward

sane, where he had been sent for

observation and report after he

had told officers stories of his

(Turn to Page 2, Col. 2)

The referendum against a 1941

legislative act providing free text

books for all elementary schools

will be dropped, Floyd D. Moore,

secretary of the Association

Against Public Taxes for Private

The Oregon supreme court's

substitution of a new ballot title

Friday invalidated the 25,000 sig-

natures obtained on referendum

petitions and left too little time to

get new signatures before the June

Rep. Allan G. Carson (R-Mar-

ion) and Sen. Rex Ellis (R-Uma-

(Turn to Page 2, Col. 2)

cut knee and bruises while L.

Whitlock, passenger in the Zim-merman car, sustained only minor

injuries, hospital attendants said. All were from Silverton. Lars Momerak, Silverton, 70

years old, was also at the local

at his home here

Schools, said Friday night.

13 dateline, Moore said.

In Collision

addiction to drugs.

Text Books

Is Dropped

Man Escapes

Sidney Hillman, associate director of the office of production management, made public a res-olution adopted by the labor advisory committee which asked an immediate end to these strikes: In the shippards in the San-Francisco Bay area, at the North American Aviation corporation's plant at Inglewood, Calif., and of lumbermen in the Puget Sound area of Washington.

The committee has 16 members, including representatives of the AFL, the CIO and the Railroad Brotherhoods. A majority signed the resolution, Hillman's aides

At the capitol, meantime, Senator Byrd (D-Va) asked in a statement for "firm and decisive action" to halt strikes and again demanded removal of Secretary of Labor Perkins for "bungling and inefficiency." Byrd suggested, too, that the

president set aside the 40-hour "If America is worth fighting for, it is certainly worth working more than 40 hours a week to save," the Virginian said. "If America is worth saving, it is worth suppressing strikes in vital Referendum defense work to save."

SEATTLE, June 6-(AP)-International Woodworkers of America headquarters, storm center of a national mediation board controversy, released Friday night the text of a commendatory telegram from Harry Bridges in which the west coast longshoremen's leader alluded to "union-smashing proposals" of the board.

PORTLAND, Ore., June 6-(A)-The action of O. M. Orton, president of the International Woodworkers of America, in rejecting the defense mediation board's suggestion for settlement of the Washington IWA strike, was criticized today by Ralph Peoples, secretary of the CIO Oregon industrial union council.

PORTLAND, Ore., June 6-(A)- Two Injured A peace conference, ordered by Mayor Earl Riley, in Portland's 13-day-old bakery strike con-tinued here late Friday night.

SEATTLE, June 6-(A)-J. F. was confined to the local hospital Jurich, president International Friday night with cuts and bruises Fishermen and Allied Workers of suffered in a collision at Rocky (Turn to Page 2, Col. 1)











Lebason was jammed (no pun) Friday by a crowd of more than 13,000 persons participating in the annual Strawberry festival. They helped to eat the world's largest strawberry shortcake, sliced, as shown above, by Queen Ruth Shackman. Her four princesses, below, left, are depicted dipping strawberries from one of the four barrels provided for the festival. They are, left to right, Jean Beach, Alice Jennings, Jean Farrell and Joyce Bartels. Princess Geraldine Shafer of Halsey is pictured below, right, starting work on a chunk of the cake. Photos courtesy of The Oregon Journal.

Portland Youth

#### Shortly after 4 o'clock Friday afternoon Walters was reported at the state hospital for the in-

We ran into our friend Mr. Zizzle, the demon motorist, the other day, and after we had both got out and inspected the damage Zizzle said, "Say, what's this this Ickes has been saying."

"Ickes," we said, "has been saying something or other for the last really mad or eats the wrong kind of breakfast food."

get more kick out of misinterpreting what I hear half of on

"Well, said Zizzle, an angry gleam beginning to glimmer in his eyes, "he says no more Sunday driving, no gas on Sundays." "Good thing," we said. "It may be drastic, but it's one way

to get rid of the Sunday driver. Make it easy on the rest of us." "What do you mean, the rest of us?" Zizzle asked. "You're a Sunday driver yourself and you know (Turn to Page 2, Col. 6)

# In One Ear.. Huge Parade Features Paul Hauser's Column Strawberry Festival

of Lebanon on Second Day of Fete: Salem Band Plays Tonight

LEBANON, June 6-Crowds, estimated at more than 13,000 persons, thronged the streets of Lebanon Friday for the annual eight and some fraction years and Strawberry Festival, and witnessed the 100-entry parade which

### "I mean," said Zizzle, "this stuff about gasless Sundays. I read it in "Never read 'em," we said. "I In Maneuvers

By JACK BEARDWOOD Special to The Statesman

CAMP HUNTER LIGGETT, Calif. June 6-Speed and effect store, third; third division, industiveness of modern mechanized trial-Lebanon-Crown Willamette troops were demonstrated Friday paper mill and Pulp and Paper as artillery regiments of the 41st Makers' union, first; Stayton division captured an "enemy" brigadier general, who later escaped afoot through the woods. General C. Hall, assistant

commander of the 3rd division, (Turn to Page 2, Col. 4)

# More Than 13,000 Crowd Streets

we are not sure yet whether he is was one of the main features of the day. Awards were made as follows:

#### First division, fraternal and civic-Brownsville Pioneer Picnic association, first; Lebanon Lions, second; Rebekah lodge, third, and Lebanon Garden club, fourth; honorable mention, Waterloo community; second division, commercial - Radio station KWIL, Albany, first; Truax Oil company, Albany, second; Lebanon variety chamber of commerce advertising

Stayton Bean festival, sec-

ond; Lebanon Auction House, (Turn to Page 2, Col. 3)

## Industry **Board Is** Selected

#### Sprague Picks 18 To Study Taxes; **Attract Plants**

A drive to ascertain how Oregon may obtain new industries and why several recent additions to the Pacific northwest's industrial front have been established in Washington rather than south of the Columbia was begun here Friday with formal organization of the 18-man industrial development interim commission created by the 1941 legslature and appointed by Gov. Charles A. Sprague. "The outstanding job of this

commission will be to determine why some of the large industries have located in Washington instead of Oregon," the governor told the commission, "Oregon's industrial problem is of great concern to its people and particularly to the city of Portland which is expecting rapid expansion because of the Bonneville development."

The governor recommended that he commission make a thorough study of Oregon's tax structure, pare unfavorably from an industrial standpoint with that of Washington. He also recommended that the recent state tax commission ruling that property assessments in Multnomah county have not been made in compliance with state law.

State Budget Director David Eccles, elected chairman of the mmission, said hearings would held throughout the state, (Turn to Page 2, Col. 6)

# Three Die in

#### Portland Youth Only Survivor in Naval Accident at Sea

SAN DIEGO, Calif., June 6-(AP) Three navy fliers perished and a fourth parachuted safely after two planes from the heavy cruiser Chester collided in mid-air over the ocean in the San Clemente sland area.

The accident occurred late Thursday during a routine flight, until today. The dead were:

Paul Justice Burroughs, 29, able answer. radioman, third class, Albion Iowa. Otto Henry Wilkennig, 25, adioman first class, Nebraska (city unavailable).

Grant high school, Portland, who pointment and to predict that it bailed out after the planes came would not suit Tokyo. together, was seriously injured. Naval hospital attendants said his injuries included second degree surns. Details of his rescue from the sea had not been learned. The third; honorable mention, Sweet bodies of Pepuni, Burroughs and of summarily, although he said it Home chamber of commerce: Wilkennig were brought to a San

### **Board Chief**



DAVID ECCLES

## Wheat Price Fixed by US

Farmers to Get More for Grain; Average 98 Cents per Bushel

WASHINGTON, June 6-(AP)armers who cooperate with this year's AAA wheat production control program were virtually assured about 32 cents a bushel more for their grain than a year ago by a government price-supporting loan program announced

Acting under recently approved legislation designed to boost growthe commission weigh effects of er returns from cotton, wheat, sorn, tobacco and rice, the agri-culture department made public a schedule of rates at which it will said in a dispatch from Ankara, make loans to producers on this year's bread grain crop.

The department said the rates

would average about 98 cents a bushel for wheat stored on the farm, or an average of about the same amount for wheat stored in terminal markets after transportation and handling charges had been deducted. This average was said to be 85 per cent of parity, the department's farm price goal,

(The term "parity" is used by economists to describe prices which would give farm products the purchasing power they had in the period 1909-1914.)

Under a similar program last year, growers received an average loan rate of 65 cents a bushel. Not all wheat produced by co-(Turn to Page 2, Col. 7)

### **Dutch Deny** Jap Demands

BATAVIA, Netherlands East Inbut because the cruiser was 60 dies, June 6-The government of miles from here at sea, details the Dutch East Indies Friday rewere not received from officers jected important sections in Japan's demands for a large share of the rubber, oil and ten of these Ens. Thomas H. Pepuni, 27, San islands, but there was no sign of Francisco, pilot of one of the the subsequent crisis which the planes, apparently torpedo bomb- Japanese had intimated would come in the event of an unfavor-

> While the terms of the Dutch reply were not disclosed, the chief Japanese negotiator, Kenichi Yoshizawa, emerged from a 90-minute

> "It is my impression," said Yosvery difficult." He indicated that the year-long

negotiations would not be broken was not impossible that Tokyo

recruits of '41; veterans on pa-

rade; talk by Dr. J. Read Bain

on "Our B-19, a Trial Flight";

dred years at Fort Willametic; "taps; salute to the reviewing

## France in Difficult Position

#### Denies Nazis in Syria; to Fight For Possessions

By The Associated Press

The Vichy government expressed surprise Friday night that Secretary of State Hull considered French collaboration with Germany "utterly inimical" to the rights of other powers, and apparently intended to pursue its chosen course.

Gaston Henry-Hay, French ambassador to Washington said that in the French conception "the destiny of France can never be opposed to that of America."

"In a particularly difficult situation," the French government now has a great task "to safeguard the vital interests of France," Vichy said in inferentially rejecting Hull's warning against

cooperation with the nazis.
"It is surprising to see the American secretary of state describe as a policy of aggression and oppression one which is directed against nobody and harms the interest of no other power," it was added.

While the Vichy government denied German troops were entering French-mandated Syria, reports persisted that nazi military Turkey, that eight German "pocket submarines" had been seen in Beirut, Lebanon, harbor during the past week.

Foreign military attaches at Ankara reported German air corps engineers are constructing a fighter plane base at Latakia, number three Syrian port only 62 miles from the British island of Cyprus.

Radio reports said German pilots, technicians and officers walked about the town of Aleppo, "apparently disguised as sports-

The French cabinet met in a long session with three of France's colonial commanders to discuss empire defense.

Another strong indication of where matters were heading in Vichy was furnished by a government note-issued primarily to guide the French press as to its attitude-which flatly accused the British of preparing an attack on French Syria, although saying that it was an offensive which had not been "completely approved" by the British command because it was "wondering if it has sufficient forces to carry out this aggres-

The French commander in chief of the Levant, General Henri Dentz, already has ordered his troops in Syria:

"The command is clear: Defend our possessions and defend them with our own forces."

He denied every British statement that Syria was being turned over to the Germans and asserb-Jack Russell Egan, Port Or- conference with Dutch negotiator ed: "There are not, there never chard, Wash., and graduate of H. J. Van Mook to express disaphave been, German troops in Syris or Lebanon." On the military side, the day

brought these principal develophizama, "that agreement will be ments in the long drawn-out crisis in the middle east: (Turn to Page 2, Col. 5)

#### War News Briefs

ROME, Saturday, June 7-(A) -Premier Benito Mussolini i expected to inform his cabine today of the results of his talk with Adolf Hitler last Monday at Brenner pass, but no public disclosures are probable, it was

LONDON, Saturday, June ? -(P)-German planes raided the southwest of England Friday night and early today, lessing A SOUTHEAST TOWN IN

the German - occupied French coast in the region of Clais in the bright mosalight early to-day and German planes at the same time tried to cross that

# Willamette U to Graduate 111 at Commencement

commencement exercises and be- dress in the comm Four Corners, east of Silverton on the Oregon City highway, with a car driven by Bernard Scharits annual banquet and business back, police reported.
Scharback received a deeply

fast is set for 8 o'clock this merning on the campus. Annual meeting of the board of trustees is to be at 9:30 a.m. in Collins hall. Paul B. Wallace, president of the board, said the buildings and grounds committee is to report on improve-ments needed on the camput. Dr. J. Read Bain, Willamette

One hundred eleven Willamette | class of 1916 and professor of | fear that this government of | Duncan, accompanied by Miss | university students today close sociology at Miami university, their undergraduate careers with Ohio, gives the graduation adcome eligible for membership in ercises in the senior high school the alumni association, which has its annual banguet and business is "Pillars of Cloud and Fire."

Presence of vociferous mi-norities proves that democracy is still at work in the United States, Chief Justice J. F. Ailshie of the Idaho supreme court, declared Friday night in an address at the annual alumni banquet of the Willamotte univer-

plead for the maintenance of lectually free from governmental, state or arbitrary compul-sion," adding that they in turn must guard against "being cor-rupted by communism, narism or any of the European ideal-

sity college of law. invocation, Dr. J. C. Harrison;
The college's oldest classman scripture, Rev. S. Raynor Smith;
declared "we should have no violin solo, Mrs. Mary Schultz"

Clara Eness; address; announce-ment of seniors elected to Alpha Cappa Nu honorary, presentation senior scholars for 1941-42; sing-ing of "Farewell Willamette" by Winston Bunnell; benediction by lev. Dean Poindexter; bugle call; Herbert Hardy of Portland is

o preside over the alumni ban-met and meeting in the First

The program is:

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Salute to Willamette, "The are offered, with a maximum of six semester hours credit.

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