US Says Move Up to Japan

Situation in Pacific Considered Grave as Last Word Is Given

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ing relations between Washington and Tokyo by a continuation of the discussions.

How long he would remain at the southern resort depended, he told a press conference, on developments in the Japanese situation. From that he went on to announce that American merchant ships in the Pacific would not be armed "under existing circumstances." He gave the last phrase so emphatic an inflection that a correspondent asked:

"Mr. President, how long do you expect existing circumstances to continue?"

It would be much better, Mr. Roosevelt replied, to ask that question in Tokyo than in Washington.

The situation as it stood was:

Japan insists upon the establishment of a Japanese-controlled economic sphere in the orient, imposed if necessary by military force.

The United States is unalterably opposed to such military conquest.

Diplomatic discussions have failed to break the deadlock and this week Tokyo's special envoy, Saburo Kurusu, was handed a document making plain that this country would not be moved from its already well-defined position. A White House conference Thursday failed to relieve the deadlock.

Friday, from the best available sources of information came a statement that the situation seemed serious. It was emphasized at the same time that the one desire and purpose of this government has been peace in the Pacific and an avoidance of steps which might alter the prospect of peace.

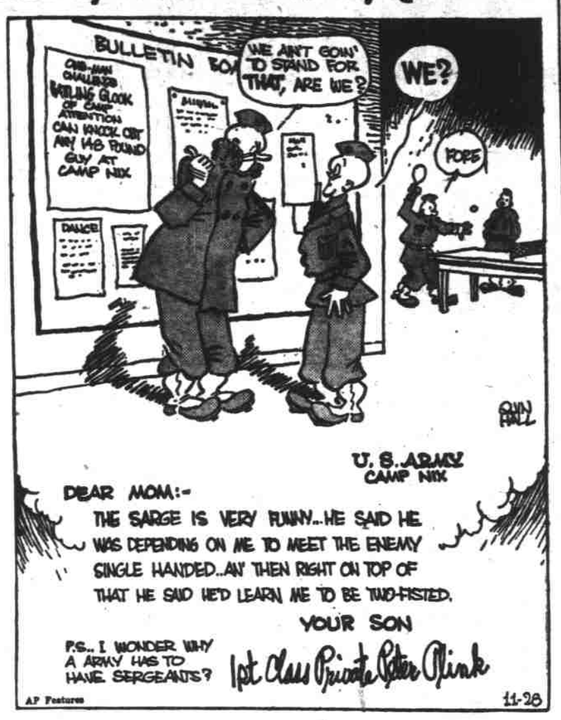
From these same quarters came the following statements:

The United States has definitely and finally ruled out any compromise which would sanction a continuance of the present situation in China, where Japan has already seized control of vast areas and has an army fighting for the subjugation of additional territory.

The United States is working for the removal of present aggression in the orient and the prevention of any future aggression.

The American flag is flying in the Philippines at the open end of a geographical horseshoe which is dominated by Japanese military might. Through the open end of the horseshoe move quantities of materials vitally necessary to the American defense drive. Beyond that, it is of the utmost importance that Japan not seize the Pacific area and use its vast resources against the United States.

"Strictly Private" By Quinn Hall



Many Helpful Kitchen Hints Planned at Cooking School

When Miss Nancy Baker, expert home economist, comes to Salem to conduct The Oregon Statesman's big, free cooking school, she will bring with her a multitude of helpful suggestions and hints in her "Happy Kitchen" program. This program will cover every phase of kitchen problems.

This will be no exposition of showy party dishes—the kind that you serve to company only; but there will be actual demonstrations of the proper methods of cooking roasts, pies, steaks, cakes; the preparation of salads; new breakfast dishes; hints on entertaining; suggestions to help make cooking more fun so that every housewife may have a "Happy Kitchen."

"Salads for every day" and "salads for special occasions," will be two of the interesting subjects which Miss Baker will cover in her cooking school program.

This recognized cooking expert says, "Salads play an ever-increasing part of the lift of the kitchen. Grandmother used to serve her flock with potatoes and beef and bread and coffee and big pieces of pie.

"Daughter began varying the meals and making them a little smaller; salads took a place as a real member of the dietetic family. Nowadays, granddaughter has a salad with almost every meal except breakfast."

Salads are just one of the ideas that housewives will find at The Statesman's cooking school. Miss Baker has made an enviable reputation for herself and talks to tens of thousands of housewives annually in scores of western towns. She will conduct three sessions from 2 to 4 p.m. each day in the armory.

FHA Defense Aspects Told By Director

Defense aspects of federal housing administration work were explained Friday to the Salem Realty board by Folger Johnson, state FHA director, who said communities outside defense areas are not being discriminated against.

Johnson said construction under FHA would not be restricted if builders could get materials not considered "critical" for defense. Under the defense amendment to housing legislati n, he said, owners must pay a premium for priorities and for not having to pay higher rent.

W. G. Hardy was nominated for the presidency of the board during 1942. Other nominees are F. H. Weir, vice-president; William Bliven, secretary; C. V. Johnson, treasurer, and William McGilchrist, jr., appraiser. Election is set for next week.

The board adopted a resolution to be sent the regional appraisal board at San Francisco, asking the consideration of higher appraisals on property within the proposed cantonment area south of Monmouth. It was reported Oregon State college authorities have said property values there have increased greatly since appraisal was begun.

Salem Girl Honored

CORVALLIS, Nov. 28—(AP)—Among 60 women students honored by Alpha Lambda Delta, sophomore women's scholastic society, for outstanding scholastic records in high school, was Patricia Higgins, Salem.

Call Board

GRAND
Today—Laurel and Hardy, Sheila Ryan in "Great Guns." Lynn Bari, John Sutton in "Moon Over Her Shoulders."

STATE
Today—Greta Garbo, Lionel Barrymore, Lewis Stone in "Mati Hari." Victor McLaglen, Dennis O'Keefe in "Broadway Limited."

ELSINORE
Today—"Sundown" with Gene Tierney, Bruce Cabot, Hugh Herbert, Anne Gwynne in "Don't Get Personal."

HOLLYWOOD
Today—Eddie Foy, jr., June Clyde in "Country Fair." Roy Rogers in "In Old Cheyenne."

LIBERTY
Today—Tim McCoy in "Gun Code." Harry Langdon in "Misbehaving Husbands."

CAPITOL
Today — Errol Flynn, Fred MacMurray in "Dive Bomber." Lucile Fairbanks, Keith Douglas in "Passage from Hongkong."

Death Takes PGE Employe

Fred Ludwig Swanson, 63, an employe of the PGE for the last 30 years, died here Friday. He has been in poor health for the last few years but before that he was active in IOOF work.

He is survived by his widow; one brother, Harry, Minnesota, and a sister, Mrs. Esther Johnson, Minnesota.

Funeral services will be held Monday at 2 p. m. with Walker-Howell funeral home in charge of arrangements. Interment will be in Cityview cemetery.

Film Actress Now Citizen

LOS ANGELES, Nov. 28—(AP)—Actress Olivia De Havilland, 25, obtained final papers Friday making her a United States citizens.

"You may talk about your grand and glorious feelings," she said, "but there is nothing in the whole wide world to compare with the privilege of actually being a real citizen of the United States of America."

Miss De Havilland said she was born in Tokyo of British parents, but was brought to this country when she was 3 years old and had never been in England until two years ago.

Veteran Packer Dies

PORTLAND, Nov. 28—(AP)—James T. Barron, 83, veteran Alaska salmon packer and former Portland banker, died at the home of his sister, Mrs. C. T. Whitney, here Friday.

Finns Called Nazi Puppet

Hull Says Nation Is Hurting US Defense; Retort: Reds Enemy

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claim for her valiant resistance to one aggressor, finds herself in trouble with the United States for "fully cooperating" with another aggressor.

For it was two years ago next Sunday, on November 30, 1939, that Finland reacted to a Russian air bombardment of her capital by beginning a three and one half month defensive struggle against enormous odds. Not until practically every city, town and village in the land had been lashed repeatedly by Soviet air raiders did she sign a peace surrendering large sections of her soil.

HELSINKI, Finland, Nov. 28—(AP)—Responsible Finnish quarters commenting on U. S. Secretary of State Hull's assertion that Finland is cooperating fully with the Germans, declared Friday that Finland has only one enemy: Russia.

Finland is not a party to the great war, they stated, and by joining the anti-comintern pact made no commitments but merely reaffirmed her old enmity toward communism.

They insisted that Finland remained a free agent outside the axis and engaged in war only in an effort to secure a basis for peace and safety in the future.

It was announced Friday that President Risto Ryti, Field Marshal Baron Carl Gustaf Mannerheim, and the cabinet and general staff met today to discuss "a system of cooperation between government and military authorities, Foreign Minister Johan Witting was absent, not yet having returned from Germany.

Soldiers Will Get Furloughs Over Holidays

(Continued From Page One)

diers may be absent a total of 16 days, but only ten days will be charged to the individual's annual furlough period.

In such cases, the furloughs may begin as early as December 13, and will be regulated so that the last of the group has returned to duty by January 11, 1942.

Officers in the posts, camps, and stations and representatives of transportation companies are cooperating in making arrangements for the travel requirements of the soldiers.

Bus Company Boosts Fare

(Turn to Page 2, Col. 5)

free transfer," Lemon notified city officials in his letter dated Friday.

Meanwhile, Ralph Raven, whose request for an operating franchise with the promise of a 5-cent fare and a 1-cent transfer charge, had during the months of experimentation withdrawn his request, notifying the mayor that he had cancelled his order for new buses.

Failure to agree over franchise specifications, rather than any question of delay was given as reason for his withdrawal.

Funeral Set for Salem Resident

Funeral services for Edgar P. Canfield, who was found dead at his residence Thursday, will be at 1:30 p. m. Monday from the Clough-Barrick chapel. Coroner L. E. Barrick said Friday no inquest would be held in the death.

In addition to the widow and two sons, survivors are three sisters, Mrs. A. I. Ferch of Seattle, Mrs. A. L. Thornton of Lakeview and Mrs. Fred Youngberg of Carlton.

Ceiling Established On Douglas Fir Doors

WASHINGTON, Nov. 28.—(AP)—Price Administrator Leon Henderson established a ceiling Friday on manufacturers' prices for Douglas fir doors, affecting approximately 60 per cent of all doors made in the United States.

The maximums, effective December 10, are about 15 per cent below current levels and OPA estimated they would save consumers some $3,000,000 annually.

Japs Resigned To Conflict

Claim Position Is Clear on New Order; Must Reject Terms

(Continued from page 1)

world, and if anything breaks out, the United States must bear the whole responsibility."

The broadcast heard by NBC said:

"Despite the declaration of President Roosevelt that negotiations between Japan and the United States are still going on, the United States, in presenting its terms practically as an utimatum, has spoken the last word.

"Japan has time and again made clear her position. The American points are diametrically opposed to this position, and Japan, for the sake of her national honor, cannot accept them.

"The United States alone is responsible for what seems to be almost inevitable now."

Dispatches direct from Tokyo included no mention of such outspoken comment by any Japanese sources.

Special Credit Forum Slated Monday Here

"Regulation W," the recent federal ruling placing restrictions on installment buying, is booked for discussion at a special forum meeting Monday noon at the Marion hotel, according to Guy N. Hickok, manager of the Salem branch of the First National Bank of Portland. Retailers wishing information about the plan are invited to attend.

E. N. Crouch, credit expert of the Federal Reserve bank and J. King Bryon, managing director of the Retail Furniture association of Oregon, who are making a tour of the state, will be present to answer all questions relative to the application and latest intepretations of the regulation. Bryon has sent special invitations to Salem members of the Retail Furniture association. All retailers in Salem or neighboring communities are invited to make reservations through the bank, according to Hickok.

"Recent changes in the field of installment selling have raised many questions in the minds of retailers," Hickok said, "because of the bank's interest in installment financing we are particularly glad to help sponsor this general forum.

"Crouch of the Federal Reserve bank and Bryon of the Retail Furniture association are recognized as authorities on this subject and will have much information of interest to Salem retailers."

Rail Walkout Truce is Seen

Brotherhoods Offer Compromise; Plane Plants May Strike

(Continued from page 1)

ington on the railroad wage dispute, the 19 railroad brotherhoods suggested compromise increases of $1 a day for 1,250,000 railroad workers.

The five brotherhoods of train crew men originally asked 30 per cent increases for their 350,000 members who now receive from $5.06 a day up. The fact-finding board appointed by President Roosevelt and conducting the hearings once recommended 7½ per cent increases. The railroads agreed to this, but the brotherhoods rejected it.

The non-operating brotherhoods, with about 900,000 members asked increases of 30 to 34 cents an hour over present scales ranging from 35 to 85 cents. The board recommended a 9-cent boost.

WASHINGTON, Nov. 28—(AP)—Legislation empowering the government to take over a defense plant when production is interrupted was approved by senate and house committees Friday after the administration dropped the idea of compulsory arbitration of labor disputes.

But while both provided for government seizure of strike-bound plants, the separate measures reported by the senate judiciary committee and the house labor committee differed widely.

It was quickly evident, too, that the house committee's version would not satisfy a considerable group of legislators on that side of the capitol and that there would be a battle to substitute more stringent anti-strike legislation when the bill comes up on the house floor next Monday.

Rep. Smith (D-Va.), for one, said he did not think the committee's bill was the solution to the strike problem. Rep. Cox (D-Ga.) also indicated dissatisfaction.

British Trap Axis Troops

(Continued from page 1)

alternative of breaking out of imprisonment or being smashed.

The northernmost of Rommel's columns, said the British command, was dispersed in a two-hour battle with heavy losses, having been under bombing attack 24 hours beforehand. The southern wing was pictured as in similar grave case.

The region of Tobruk itself was by British accounts well in hand, one of the last remaining strong axis forces—an Italian division on the town's eastern perimeter—having been substantially destroyed after the British Tobruk garrison had burst forth to join the main imperial bodies.

In spite of all this, British GHQ showed no more than a cautious optimism. Predictions as to the probable position for any distance ahead were not made, the fluidity of the battle areas being illustrated by the announced capture of a US army observer, Maj. Michael Buckley, and two correspondents, Godfrey H. P. Anderson of The Associated Press and Harold Denny of the New York Times.

Berlin and Rome offered little information during the day as to the course in the Libyan struggle. The Italians did claim in general terms that "notable losses" were being inflicted on the British and that axis casualties were not serious.

At the end of another struggle in Africa the Italians conceded the collapse of their entire east African empire with the fall of their last position of consequence—Gondar in Ethiopia.

Ethiopians under British leadership inflicted the final blows before the Italian garrison of 10,000 raised its banner of surrender.

The recapture of Ethiopia ended the British task in east Africa, for Italian Somaliland and Eritrea previously had been taken.

Jury Convicts Portland Man For Murder

PORTLAND, Ore., Nov. 28—(AP)—William H. Wallace, 54, was convicted of murder in the first degree by a jury in Circuit Judge Alfred P. Dobson's court Friday.

Wallace was accused of slaying Ben Finkell, 32, a salesman, last Aug. 8. Witnesses testified that Finkell, who was with a woman companion, asked Wallace, whom he did not know, to quit swearing. He was shot.

Loan Firm Buys Defense Bonds

Purchase of $2000 worth of defense bonds from the Ladd & Bush bank was announced Friday by J. J. Sechrist, secretary of the National Farm Loan association, serving federal bank loans in Polk and Marion counties.

Directors of the association for the two counties are Frank E. Wray, J. J. Stratton, J. W. Simmons, E. A. AuFranc and Carl Steiwer.

River Burps, Whales and Fish 'Seen'

PORTLAND, Nov. 28—(AP)—The Willamette river bubbled Thursday night and waterfront denizens thought a whale was in their midst.

The water boiled up in spots 25 feet across. Some landlubbers thought it was a whale, others a shark, a few a big sturgeon.

Harbor patrolmen poo-poohed the solution. "There's an awful lot of sediment on the river bottom," they said. "Gas forms in it and after a freshet the bottom gets loosened up. Then this gas boils up. It's worse now than it has been in the past."

GRAND
20c MAT. Plus Tax 27c NITES
Doors Open 1:00 P. M.
PIXILATED PRIVATES IN THE YEAR'S BIGGEST SCREAM!
LAUREL and HARDY
GREAT GUNS
Sheila Ryan Dick Nelson
2ND HIT!
Outlaws of the Panhandle
starring CHARLES STARRETT
Coming Tuesday
A thundering epic of heroic spectacle!
TEXAS
HOLDEN · TREVOR · FORD

HOME OWNED HOLLYWOOD 15¢
LAST DAY
Plus Defense Tax
2 FEATURES
Continuous Today - 1 to 5 P. M.
10c - Plus Tax
Lulubelle & Scotty, Eddie Foy, Jr., Duke of Paducah in "COUNTRY FAIR"
Roy Rogers in "In Old Cheyenne"
Also News, Colored Cartoon and Chap. 4 of "SKY RAIDERS"
Two Ace Hits 15¢
Continuous Sunday - 1 to 11 P. M.
PARACHUTE BATTALION
And Second Feature
JUDY CANOVA in "Riddin' Head"

DANCE TONIGHT
—Featuring—
ALTON BENEDICT'S ORCHESTRA
2 Miles North of Independence
Admission 25c and 40c
AT KENTI

STATE 15
GRETA GARBO
MATA HARI
Time: 1:10-4:15-7:20-10:25
2ND HIT
Victor McLaglen Patsy Kelly
"Broadway Limited"
Time: 3:00-6:05-9:10
MIDNITE SHOW
Betty Field John Wayne
"SHEPHERD of the HILLS"

Continuous Show Today from 1 P. M.
CAPITOL
Bargain Matinee 15c Plus Tax Till 5 P. M.
Today • 2 Smash Features!
FILLING THE SKY WITH AMERICA'S GLORY ...FILLING THE SCREEN WITH THRILLS!
ERROL FLYNN · FRED MacMURRAY
DIVE BOMBER IN TECHNICOLOR
Warners made it with RALPH BELLAMY · ALEXIS SMITH
Robt. Armstrong · Regis Toomey · Allen Jenkins
Directed by MICHAEL CURTIZ
Added: Final Chapter
CHAPTER TWELVE • PAYING THE PENALTY
DEAD END KIDS LITTLE TOUGH GUYS
SEA RAIDERS
A UNIVERSAL SERIAL
PLUS
Oriental Mystery & Intrigue Are Woven Into—
"PASSAGE FROM HONGKONG"
Lucille Fairbanks Keith Douglas
Show Times—Bomber: 2:30-6:25-10:20. Hongkong: 1:30-5:25-9:20

• ALWAYS 2 BIG HITS
LIBERTY
Ends Today
Tim McCOY Gun Code
Plus 2nd Hit
MISBEHAVING HUSBANDS
Patsy Kelly Arthur BYRD · MUIR
Chap. 12 "Spider Returns"
Cartoon - News
10c Matinee 15c Eve.
Till 6
(Plus Tax)

Last Times Today
CONTINUOUS FROM 1:00 - 2 HITS
Tense Mystery in Dark Africa
"SUNDOWN"
with Gene Tierney - Bruce Cabot
PLUS COMEDY HIT, "FATHER STEPS OUT"
—SPECIAL FOR MICKEY MOUSE MAT.—
"'Bugs' Bunny Carnival"
What's Cookin' Doc?
4 Bugs Bunny All-Color Cartoons
Show Times—Sundown: 1:45-4:45-7:45-10:45
Father: 3:45-6:45-9:45
Starts Sunday - Triple-Hit Show!
Continuous From 1:00 P. M.
Wait 'til you see them go UP AND DOWN UP AND DOWN
They're headed your way with fun and thrills in a merry-go-round of Thin Man delight...their first in 2 years...and it's a honey!
William POWELL · Myrna LOY
SHADOW OF THE THIN MAN
with Barry NELSON • Donna REED Sam LEVENE • Alan BAXTER Henry O'NEILL Dickie HALL
COMPANION FEATURE
Radio's Favorite Son of Trouble in His Latest Funniest Hit!
"HENRY ALDRICH FOR PRESIDENT"
JIMMY LYDON
PLUS
Now He's the Greatest Star on the Screen—"Superman," an Animated Cartoon Feature Based on the Popular Comic Strip!
AMAZING!...EXCITING!
SUPERMAN IN TECHNICOLOR
Don't miss this thrill
WALLER'S ELSINORE SALEM'S LEADING THEATRE