# Spy Try Nazis Drive Toward Volga; Don Holds On Ship City May & In Charge at New Army Contonment British Back In? Don grow Charge Top Goal

#### Student Is Held; Trial Continues

WASHINGTON, July 9 (AP)-A bold nazi attempt to slip a spy into the United States on the steamship Drottningholm, diplomatic ex change vessel, was charged by the justice department Thursday with announcement Friedrich Barh, 29-year-old on charges of espionage.

Barh, educated in Buffalo schools and at Rensselaer Polytechnical institute, has been in Germany, the federal bureau of investigation said, since 1938.

A statement from J. Edgar Hoover, FBI director, quoted him as admitting that "he was enlisted tendants utilized spare moments in October, 1941, by the German gestapo for the purpose of returning to the United States to secure and transmit to Germany had not been able to carry in information pertaining to the war effort of this country.

A complaint charging Bahr with conspiracy to violate federal espionage statutes and using a mutilated passport was filed by the FBI Thursday before US Commissioner Joseph F. Holland at Newark, E. E. (Turn to Page 2, Col. 5)

#### Tirpitz Out For Months

Axis Naval Strength Directed Against Convoys to Reds

By The Associated Press

MOSCOW, Judy 9-Russian naval authorities said Thursday night the German super-battleship Tirpitz had been put out of action for several months by the daring attack of a red submarine. but saw her sortie into the Arctic as evidence that the nazis have turned their main naval effort against ship lanes from America and Britain to Russia.

Twice torpedoed and officially declared seriously damaged, the Tirpitz limped back to the shelter by its citizens in the president's of a western Norwegian fjord with national rubber drive," he deher accompanying squadron, the pilots of soviet reconnaissance paigns put forth by the governplanes reported. There, while un- ment in this all-out war effort, the dergoing repairs, she may be vulnerable to renewed RAF air at-

Russian dispatches said the submarine attack disrupted operations of the strong German squadron against a big allied arms convoy, and that all ships of the convoy reached a Russian port in safety.

(The German high command, denying that the Tirpitz either had been damaged or even attacked, reported that German air attacks on Murmansk, probable destination of the convoy, left German official reports had spin in strong force Wednesday night fires in harbor and city. Previous that 32 out of 38 ships in the super-bombs at voy were sunk by air and Us action and that one of the sels destroyed was a United States heavy cruiser.

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que cited a Lieut. Henneman who, is said, was "killed in the destruction of the American heavy cruis-

(British and United States official sources have made no statement so far on the Arctic battle).

### Workers Will Talk Busses

A meeting to find out how many men in Salem and vicinity are now working in Portland defense industries, particularly the shipyards, and discuss plans for transporting them to and from work will be held at the chamber of Allies Bomb Enemy commerce here at 8 o'clock next Wednesday night, C. C. Cochran, business and extension manager,

announced Thursday. "We'd like to have all local men now working in the shipyards or planning to do so to said. "It is possible bus transportation on a club basis such as headquarters announced Friday. operates between Salem and Tim Camp Adair might be set up, or tralia.

some other plan devised." shipyard workers. | munique

# In Rubber

#### **Service Station** Men Search; End Of Drive Today

Service station men of the Salem area who Thursday afternoon closed their establishments and with their employes canvassed homes in their neighof the arrest of Herbert Karl borhoods, in some cases going into rural districts to seek scrap former American college student, rubber, probably put the capital city "over the top" in the intensive rubber salvage drive which closes tonight, E. C. Mennis, petroleum industries' chairman of the campaign, believed late Thursday night,

No tally of the results was available as station operators and atfrom their evening's work to return to the scenes of their; afternoon canvass for the surplus they earlier. Salem's quota of 500 tons was topped, they felt sure, but refused to estimate by what quan-

Plants of major oil companies provided storage space for the rubber, which included few tires, it was said. Heavy pieces of rubber had been donated earlier in the campaign, men who asked from door to door for such minor items as floor mats and old bathtub stoppers declared.

If Salem had gathered 1000 tons (which it has not, those active in the collection emphatically maintain) the request of Mayor W. W. Chadwick hatevery resident today utilize two hours in searching for hitherto undiscovered rubber items which may be spared for national defense would still be well worth a citywide response, Mennis said.

Hope that when final figures are announced from the White House in the president's scrap rubber drive Oregon may be leading all states in the per capita tabulation was expressed Thursday by State Salvage Chairman Claude I. Sersanous as he sent out an SOS for the aid of every resident.

"The state of Oregon can well be proud of the effort put forth (Turn to Page 2, Col. 7)

### RAF Drops 2-Ton Bombs

#### Wilhelmshaven Naval Base, Sub Plants Get Heavy Raid

LONDON, July 9 .- (AP)-"Extraspecial" bombs weighing two tons each were deposited by the RAF the German naval base and

were lost in this first raid in mittee force after five nights of unfa-Germany proper since the July 2 attack on Bremen.

German radio reports of the raiding said the British attacked C. C. Cochran, business and exboth Wilhelmshaven and Weser- tension manager of the chamber muende and that three RAF planes were shot down.

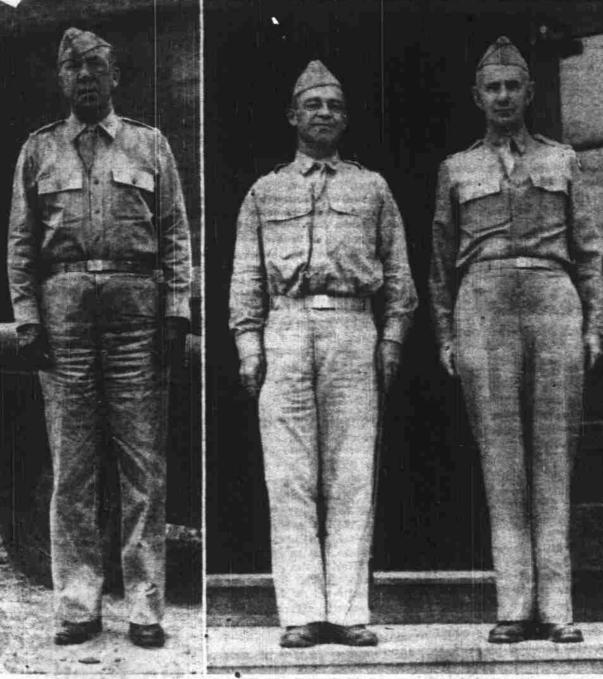
Fighter planes attacked German airdromes and other object- Johnson next week in an effort ives in France overnight, and to speed the designation of Saclaimed two German bombers lem as a critical area eligible to

## On Timor Island

HEAD QUARTERS, Australia, Friday, July 10-(P)-Allied fliers bombed Japanese barracks at Dili, attend this meeting." Cochran Thursday and scored direct hits on a number of buildings, allied Timor lies northwest of Aus-

Off the northeast coast both Cochran said three small busses enemy and allied activity was were already being operated belimited to reconnaissance, the tween Salem and Portland by command said in its daily comweather forecasts withheld and full parity prices, \$1.34 on the

## In Charge at New Army Cantonment



Here are three of the top men at Camp Adair: Maj. Gen. James L. Bradley (center), commander of the army's new 96th division, soon to be activated and trained at the big mid-Willamette valley cantonment; Col. Gordon H. McCoy (left), commander of the permanent Adair station complement, and Col. Hammond M. Monroe (right), Gen, Bradley's chief of staff. All three men are at work completing arrangements for the operation of the camp upon its completion by the contractors working under direction of Lt. Col. R. E. M. DesIslets, area engineer. (US Army Engineers photos).

# Three-Way Housing Plane Builders Program Prepared; Seek Raises Rent Watch Slated

#### **Chamber to Confer With Director** Of Housing, Assemble New Data; **Chadwick to Name Committee**

A three-way program to meet Salem's housing needs was both sides estimated unofficially run. being put under way Thursday by the Salem chamber of commerce in cooperation with the realty board, Mayor W. W. Chadwick and army authorities through H. C. Johnson, Four-County clared. "As usual, as in all cam- cantonment council coordinator at Camp Adair.

Compromise

Calls for Unity

On Wheat Plans

stock feed at subparity price.

that "Our war needs do not per-

mit compromise or partisan dis-

production of things we need"

mented, "to hamstring successful

Senator Russell (D-Ga), chair-

man of a senate-house commit-

tee which has sought unsuccess-

fully since May 25 to compose

differences of the two congres-

sional branches over the \$680,-

000,000 agriculture department

fund immediately interpreted this

as flat support of the senate's

amendment authorizing the sale

of 125,000,000 bushels of govern-ment-held wheat for feed at about

Accordingly, Russell said that

when the conference group meets again, probably next week, he

would ask the house members to

seek another vote of that body on

the question. The house previ-ously had voted to bar the sale

83 cents a bushel.

Signs Farm Stop-Gap;

Chamber representatives had arranged for a conference with Folger Johnson, defense

housing director for Oregon, in Portland next Tuesday, Mayor FR Wants No Chadwick had agreed to appoint a committee to keep an eye on rents, and survey data on available houses were being assembled.

Mayor Chadwick, in response to a request relayed by the chamber from Coordinator Johnson's office, said Thursday night he would soon name a committee of probably five members to investigate rental prices, make recommendations as to their control should that be found necessary and continue to keep watch over charges made to new residents. The

ing, and 17 breturning pilots said high rentals originally directed to they left great fires raging in the the Corvallis Gazette-Times, and recommending that rental com-The British said four bombers mittees be set up in each com-

A survey of vacant houses made vorable weather and the first on Wednesday disclosed that while a considerable number of dwellings were unoccupied, there were few that were deemed livable, of commerce, reported Thursday. This and related information will be presented to Housing Director obtain priorities on construction

> "The chamber is receiving letters by the dozen from all parts of the United States written by people expecting to live in Salem," Cochran also reported. "Many of them are army men, some are civilians." Because of this indication of an

> mpending influx of people (Turn to Page 16, Col. 7) Wednesday's Weather

Wednesday's max. temp. 82,

temperature data delayed. I farm in the case of wheat.

# Unions' Demands to

#### Affect Many on **Pacific Coast**

LOS ANGELES, July 9-(AP) The CIO and AFL presented joint demands for aircraft workers management conference - demands which representatives of would mean a boost of at least \$125,000,000 annually on the Pacific coast alone.

No definite figures were available because military secrecy surrounds the total number employed in aircraft factories. Reputable sources agreed that the total probably would be higher.

A spokesman for Paul R. Porter, chief of the war production board's stabilization branch, said the discussions involve some 1,250,000 present or future employes in the industry in all parts of the country. The CIO demands that wage increases be made nationwide.

Labor's actual demands range WASHINGTON, July 9-(AP) hour for unskilled trades now re-President Roosevelt, in a new ceiving 60 cents per hour, to \$1.60 rebuke to the house farm bloc, for skilled workers now receivmade it plain Thursday he would ing \$1.52. The present 60-cent accept no compromise of the farm minimum, however, is not in efappropriations dispute which re- fect for more than a month. Constricted the government's authortracts with all plants provide for ity to sell surplus wheat for liveboosts of 5 cents per hour at the end of each month until a mini-Signing a stop-gap measure to mum of 75 cents is reached three provide the agriculture depart- months after an unskilled worker ment with July operating funds, is hired.

The bulk of the employment the president said in a statement total is in the unskilled classifica-

Simultaneously with the wage cord." He added that the disputed demands, made by the CIO Unitissues involved "more abundant (Turn to Page 16, Col. 1)

#### which he previously had defined as meat, poultry and dairy prod- Gotta Pay Bills Today—or Else "This is no time," he com

PORTLAND, July 9-(A) You'll be on Uncle Same's default list if you don't pay up that overdue charge account Friday. A federal anti-inflation order

calling for payment of all charge accounts contracted in May or previously becomes effective

Government regulations pre-vent merchants from granting credit on certain items in the future to those whose accounts

#### Our Senators





# British Harass

#### Desert Troops' **Rest Disturbed** By Patrol Work

Nightly

CAIRO, Egypt, July 9-(AP) Waging a war of nerves in the desert, allied air and ground forces were reported Thursday night scoring a series of successes with continual patrol actions and aerial attacks on the positions of Field Marshal Erwin Rommel west of El Alamain. British General Sir Claude J.

E. Auchinleck is retaining the initiative he took when the present positions some 70 miles west of Alexandria were assumed. The enemy movements of the past week have been mainly to counter allied threats to the axis flank. There are indications that Rommel would like a respite of two or three weeks before making another push toward the Nile but it was by no means certain that he would be allowed this much

Night sallies by the British are especially annoying to the enemy, according to prisoners, as the Germans usually base their operations so every soldier may get a good night's

time to rebuild his strength.

Not knowing when a bayonet party will charge out of the darkness at them and having to jump into slit trenches when allied planes come over, they have any-

The British patrols, operating mostly at night, ranged the curving southern sector of the front at the head of an expanse lying between the axis' extended flank and the Qattara depression.

#### Blast Kills 20 Miners

MORGANTOWN, WVa., July \$ (AP)-An official of the Pursglove wage increases Thursday to a Coal Mining company reported government sponsored labor - late Thursday night that 20 miners were killed in an explosion in the concern's mine on Scott's

> Joseph Pursglove, who directed rescue operations for the company, issued the statement giving the definite total of victims almost seven hours after the blast trapped two crews of miners four. and a half miles underground.

Eighteen of the dead had been tentatively identified earlier. Rescue efforts have been hampered by fire which followed the explosion and it was hours before the center of the blast scene could be reached.

#### 4 Axis Planes Down

VALLETTA, Malta, July 9-(AP) Two axis bombers and two fighters raiding Malta were destroyed Thursday and several others were damaged, a British communique mile Chekiang-Kiangsi railway

## Back In?



MARSHAL VON BRAUCHITSCH

LONDON, Friday, July 10-(P) The Stockholm correspondent of the Daily Mail reported Friday that Adolf Hitler, who last December assumed the "intuitive" military leadership of the German armies, has yielded to the demands of his high command and restored Field Marchitsch now is directing the

## Japs Routed By Ambush

#### **Kiangsi Force Loses** 2000 to Chinese **US Bombers Raid**

CHUNGKING, China, July 9. (AP)-A Japanese force of 30,000 has been ambushed and routed with the loss of at least 2000 killed and wounded in heavy fighting in Kiangsi province, Chinese central news dispatches reported Thursday night.

All told, the Chinese unofficialtors in recent engagements:

Meanwhile, the headquarters of US Lieut. Gen. Joseph W. Stilwell announced that United States bombers left eight fires raging in Hankow, Japan's main base in the interior of China, in a raid carried out Monday despite adverse weather.

It was the third raid against were attacked. The Chinese acknowledged

Thursday that the Japanese were in complete control of the 450-

# Danger Grave, Rails

### Soviet Sinks Three Ships On Baltic

By HENRY C. CASSIDY

MOSCOW, Friday, July 10 (AP)—The massed might of the German armies in south Russia had driven to within 235 miles of industrial Stalingrad on the Volga Friday. but the determined red armies held their ground firmly before gravely imperiled Voronezh and the upper reaches of the Don, the midnight

Russian communique disclosed. "During July 9 our troops continued their stabborn battles to shal Walter Von Brauchitsch as the west of Voronezh and in the commander in chief. Von Brau- town of Rossosh," the communi que said.

general staff work of Hitler's Rossosh is 100 miles southwest summer offensive in Russia, of Voronezh and 150 miles directthe correspondent said he was ly east of the great steel city of told by neutrals arriving in Kharkov. On a tributary close to Stockholm from Berlin. Field the Don, Rossosh is 90 miles Marshal Feder Von Bock, who northeast of Kupyansk-the first is directing operations on the major point captured in this macentral Russian front where jor German offensive of the year. the Germans have been report- It lies only 235 miles northwest ed in a break-through from of Stalingrad, on the broad banks Kharkov, is said to be answer- of the Volga commanding the able to Von Brauchitsch, the northern approaches to the oil Daily Mail correspondent de- bearing Caucasus, which apparently is the German goal.

> ceded the latest German advance was of the gravest importance.) Rossosh is a manufacturing town about 20 miles from the middle Don area. The new 90-mile German advance pushed the nazi right wing far forward while the Russians threw in hundreds of thousands of soldiers in an effort to hold the nazi center and left along the line of the upper Don farther north.

By the advance, the Germans went a long way toward establishing a new line extending from the Rostov area, the point of their deepest penetration last year, 300 miles northward to Voronezh.

The critical nature of the fighting in the Rossosh area was pointed up by the fact that the town ly reported nearly 5000 Japanese lies on the Moscow-Voronezh-Roscasualties in various fighting sec- tov railway, the last remaining north-south link over which supplies are funneled to the despenately pressed armies of Marshal Semeon Timoshenko.

The assertion that the fighting was "in the area of the town' suggested that the railway might either be cut or at least gravely threatened over a 100-mile length. Already, if not cut, the rail link that Yangtze river port since July probably was under attack of 1. Oil storage points and wharves dive-bombers or long range ar-

> Three ships, totaling 22,000 tons, a tanker and two transports were declared sunk in the Baltic sea, Soviet submarines

## Mill City Gunner One of Midway Heroes



gunner. Other crewmen are (left to right, front row) Capt. Cecil L. Paulkner of Bellevue, Tex., awarded the distinguished flying cross in April; First Lieut. William B. Compton of Compton, Calif.; Second Lieut. Walter K. Heltsman, navigator, of Lodi, Calif. Back row: Staff Sgt. Benjamin F. Clifton, Fort Worth, Tex.; Sgt. Brown; Sgt. Jerome Parson, first radio operator, Johnston, Pa.; Corp. Robert Knapp, assistant engineer, Racine, Wise.; Corp. George Cussone, second radio operator, Philadelphia, Latter Record Compton of Compton of Compton operator, Philadelphia, Charles operator, Philadelphia, Philad Pa., only member of crew wounded, a builet hole in little finger, and Master Sgt. Joe J. Mullenix, hombardier, Wabash, Ind. On the first day of battle Faulkner's crew sank a Jap transport and scored hits on a battleship and cruiser. Second day they hit a large aircraft carrier which they saw listing heavily, an inferno of flame. Photo taken at Honolulu. (International Illustrated News).