Russians Stave

Stalingrad Fight in 20th

Day; Troops, Ships Strike

By FRED VANDERSCHMIDT

ominous lack of fighter aircraft, the Russians were draining

their last resources Monday night to save Stalingrad. But by their bold offensive action elsewhere, red army and air

Fighting through their 20th day of assault with an

In Africa; Convoy Is Hit

No. 127

The Oregon Statesman

## Jap Fire Bomb Believed Found In Gregon Forest; Sub'Bombed

## Nazi Assaults; **Tobruk Raided** Committee Passes Huge Revenue Bill;

#### 43 Million to Pay **Final Bill Would Boost Direct Tax** By 6 Billions, Includes Credits;

**Corporation Levies Increased** WASHINGTON, Sept. 14-(AP)-A gigantic new revenue bill geared to increase treasury collections to more than \$25,500,000,-000 annually from corporations and 43,000,000 individual taxpayers won approval Monday night of the senate finance com-

In addition to regular individual income levies and surtaxes

the measure contains a 5 per cent "victory levy" on individual earnings over \$624 yearly. The measure was sent to draft-

ng clerks after last-minute committee action lopped 5 per cent off the previous-approved rate of 45 per cent on normal and surtax earnings of corporations.

The committee also provided some relief for individuals in the middle brackets by restoring the entire house schedule on individual surtaxes. Previously it had cut the surtax below \$2000 and raised the rates from \$2000 to \$8000 to bring in \$33,000,000

more revenue. technical experts who will spend in the face of the October 1 deadthe next 10 days drafting changes officially estimated to provide a minimum of \$6,774,000,000 more direct tax revenue than the \$17,-000,000,000 obtained under present laws, which it supplements. This compared with \$6,271,000,000 in new taxes voted by the house. In addition, the treasury would

collect \$1,800,000,000 yearly which the form of credits for debt payments or in post-war rebates. Of this amount, \$1,100,000,000 would come from individuals through

operation of the victory tax. Under terms of this tax, which would be collected at the source in the form of a withholding levy, single persons could get a rebate of 25 per cent of the tax paid and married persons 40 per cent, plus 2 per cent for

Other changes which the senatecommittee approved bill would make in present tax laws included:

1. Present normal income tax to range from 13 to 82 per cent. 2. Personal exemptions for in-

### 450 Japanese Prisoners in Solomons

PEARL HARBOR, Sept. 14-(A) -Pacific fleet headquarters ananese prisoners were taken in the Guadalcanal and Tulagi island the wage rates used for all labor member of the Pacific lodge 50 areas of the Solomon islands and have been removed to a port outside of that area.

lands August 7 in the first major

The fleet announcement said:
"Four hundred fifty Japanese
prisoners of war were taken in
the Tulagi and Guadalcanal the-

2 Jap Ships

GEN. MacARTHUR'S HEAD-QUARTERS, Australia, Tuesday,

UMARTERS, Australia, Tuesday,

UMARTERS, Australia, Tuesday,

UMARTERS, Australia, Tuesday,

UMARTERS, Australia, Tuesday, furnishing of medical attention increased, but the general situa-tion remained unchanged for the fifth day, the allied noon com-code any man missing after a battle is declared legally dead. His family is paid a death gratuity and he is posthumously raised one

German City

BERLIN (From German broadcasts), Tuesday, Sept. 15-(P)
British bombers attacked a harpor town of northern Germany Monday.

"Fires were started and some damage was caused to buildings, mainly in residential districts," ite news agency reported.

"This account by the description of the day and one of them in the news agency reported."

"This account by United States forces of a large number of Japanese cargo and Bataan. It is hoped that our day capture at Wake, Guam and Bataan. It is hoped that our day agency reported."

"The severe started and some damage was caused to buildings, mainly in residential districts," ite news agency reported."

"The severe started and some damage was caused to buildings, mainly in residential districts," ite news agency reported."

"The severe started and some damage was caused to buildings, mainly in residential districts," ite previous day and one of them left sinking.

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"The severe started and some day and one of them left sinking."

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"The severe started and some day and one of them left sinking."

"The severe started and some day and one of them left sinking."

"The severe started and some day and one of them left sinking."

"The severe started and some day.

"The becomes a man without a country.

"Capture by United States forces of a large number of Japanese of the Iran government, the British minister, the soviet charge daffaires and the Chimese minister.

"The becomes a man without a country.

"Capture by United States forces of a large number of Japanese of a large number of Japanese of the US military commission. Others present were represented on the left seventh on the left seventh on the left seventh on the left seventh on the l

# Criticizes Coast

#### Soars Over Brookings **During Fog** BROOKINGS, Ore.,

Sept. 14-(AP)-Eyewitnesses told Monday night of the incendiary attack of an unidentified seaplane. presumably Japanese, that winged in from the sea last Wednesday.

Residents of this coastal town heard the plane cireling in the mist at dawn, and a few caught glimpses of the ship.

Mrs. W. C. Cri out distinguishing marks. She said it circled over the beach at 500 feet, its pontoons clearly discernible. Then it headed inland.

Asa Carpenter, operator of a sawmill several miles up the Winchuck river, said he heard the plane circling around Mt. Emily shortly after 6 a.m. Harold "Razz" Gardner, forest

service lookout on Mt. Emily, saw the plane circling and later fire

brought the flames under con-

He reported to H. R. Dewart Curry county air raid chairman, that he found bomb fragments and a "sizeable" crater. The bomb sheared a six-inch tree and set

fire to a stump, he said.

Ed Marshall, federal forester. dug in the crater and extricated what he said was the nose of an incendiary bomb. Attached was

a steel shank bearing Japanese

Nearby were approximately 50 square pellets.

Where they fell, the earth was fused into slag, Marshall added. L. L. Colville, assistant supervisor of the Siskiyou national forest, who was with Gardner, said "we didn't spot the fire at once because of the fog, which didn't lift until noon. Then we had a hard time getting to the scene because the brush and trees were

mountain slope after being deflected by an oak tree. After we put the fire out we noticed the in-cendiary pellets. We didn't know and 30 per cent to all other rewhat they were at first. After we gions. realized what they were we searched around, but couldn't find

any others in the area." This area is well known to Japanese, although why it would be

(Turn to Page 2, Col. 7)

Mrs. Mattie Williams, who was in the car with Walters at the time shaken up, was able to return to

The accident happened where Walters started to turn into the main logging road. He saw the truck approaching and backed down on the side road, but the driver of the truck, in order to avoid a collision, swung his truck abruptly and the trailer broke but the truck, overturned by the sudden change of direction and speed and the breaking away of the trailer, overturned and horn said more German sub-

## Missile Starts Blaze

#### **Metal Pieces** Found Near **Big Crater**

SAN FRANCISCO, Sept. 14. — (AP) — Evidence that a Japanese seaplane, possibly operating from a submarine, may have attempted to set southern Oregon forests afire in the first air bombing of the continental United States was reported by the western defense command Monday.

A communique issued by Lieut. Gen. John L. DeWitt, western de-

A small seaplane was observed over the area of Mount Emily, nine miles northeast of Brooking Ore., September 9.

ner of Oregon, particles believ-ed to be from a Japanese in-cendiary bomb were found in A submarine was later sighted and bombed about 30 miles off the same shore by an army patrol western defense command dis-closed Monday. The purported A forest fire was started near Mount Emily and that marking on what appeared to be fragments of

an incendiary bomb were Jap-Forest patrols, which extintinguished the blaze, discovered a foot deep crater, the communique added, and about 40 pounds of metal fragments and

small pellets. The fragments bore Japanes

#### ideographs. Apparently, the Japanese, # they made the attack, selected one of the mort heavily wooded sec-

tions of the coast, frequently threatened by forest fires. A few years ago a fire in the same general area swept out of control and virtually wiped out the Oregon coast town of Bandon. Japanese submarines have twice helled the Pacific coast, at Goleta in southern California Feb-

> June 22, but this was the first reported attack from the air. The Goleta shelling caused slight damage to oil well installations. The Seaside shells buried

ruary 23 and near Seaside, Ore.,

harmlessly in a beach. Shells were also fired June 20 at a lighthouse on Estevan point, supplies are going to Russia, 35 ver island, by either a Japanese out damage.

The western defense com is investigating the circum-

stances surrounding the discovery on September 9 of fragments of what appears to have been an incendiary bomb. These fragments were found by per-sonnel of the United States forestry service near Mount Emily nine miles northeast of Brook-(Turn to Page 2, Col. 5)

### "SKITHED MEN"

Chance to Serve Your

Turn to Page 3

force alike gave proof the loss of Stalin's city will mean no collapse of Russia's furious resistance to Germany. A small contingent of British troops, supported by light naval forces and heavy RAF attacks, landed at the axisheld Libyan port of Tobruk Sunday night "and inflicted casualties and damage on the enemy before withdrawing," the admiralty announced Tuesday.

"Our force landed in the face of

By CLARK LEE also participated in the raid which "was supported by six naval units, made up of cruisers and halfway mark in its fight to deimportant immediate objective of

the war in the Pacific.

In the unending North Atlantic islands August 24:

battle of ships, there were two of-Our pilots got four bomb hits and one torpedo hit on this ship. Patrol plane pilots several hours

versus convoy passage, without any immediate connecting link. The Canadian government redead in the water and listing. ported loss of four merchantmen Our pilots who were on the spot and an escorting Canadian patrol also believe two Japanese destroyers and one submarine were

off the dominion east coast. The Germans, who first reportour own losses were minor. ed attacking a North Atlantic convoy last week, upped their claims ers, one battleship and one transto 19 merchantmen, two destroyport were severely damaged. One

ers and corvette sunk, and chantlater were seen abandoned. (Turn to Page 2, Col. 7)

ed their usual formula: "Only small scattered remnants of the convoy were able to continue the journey." Persons familiar with German

not carried out without losses,

The Italians said a violent bom-

bardment by a large number of

RAF planes preceded the landing,

and "immediate intervention of

Italian-German defenses frustrat-

British parachutists, Rome said,

estroyers."

British columns progressing

steadily into Madagascar were

reported Monday night to have

their march and to have ad-

vanced to within 100 miles of

ficial reports of U-boat action

Tananarive, inland capital the big French island.

ed the attempt."

out to be astonishingly large. The Germans said the attack Dies Here began last Wednesday and continued until Monday.

At midnight (Russian time) the red armies at Stalingrad were reported officially to have repulsed two additional attacks from the southwest of the city. the sector which has been hardest pressed in the last few days.

However, the communique is- stationed at Cottage Farm, southsued at that time acknowledged a east of town. German tank advance in the Terek valley of the deep Caucasus,

Prior to issuance of the mid- He practiced medicine in Vale and night communique, the Russians' at Bridal Veil, before coming to story of the 20th day of Stalin- Salem. grad's storm was one of unyielding resistance on north and west

But the Russians, exposed to merciless and constant dive mbing and strafing on their high plateau before the Volga, were admittedly limited in antiserial defense to AA guns and rifles. The Germans, who say they are already inside the southern limits of Stalingrad proper, felt able to claim possession of hills dominating the center of the city from the northwest.

Germany and her junior partners achieved its broadest scope thus for when her scope thus far when hundreds of RAF other targets in northwestern Germany Sunday night and un-counted Russian bombers fanned wide over eastern Germany, Ru-mania and Bulgaria,

### **RAF Bombs** German City

## strong opposition," the communique added. "The withdrawal was Jap Carrier which in view of the strength of the defenses, were to be ex-

Planes Damage Other Ships in Solomons' Latest Battle

PEARL HARBOR, Sept. 14-(P) The United States is nearing the stroy the Japanese navy's aircraft carrier strength, which is the most

small 7500-ton Japanese carrier first identified as the Ryujo possibly was sunk in the big battle between carriers off the Solomon

after the battle saw the carrier

damaged in the battle, in which In addition two Japanese cruis-

of the cruisers and the transport All these facts were compiled

## communiques know these "small Dr. Looney Of Illness

Monday afternoon after an illness of two weeks. He had been on the medical staff og the Oregon state hospital for 25 years, and was

He was born at Jefferson, July 22, 1875. He attended Oregon and said the Russians fell back State college for two years and in one sector on the rugged ap- was graduated from the University proaches to the Grozny oil fields. of Oregon medical school in 1907

He is survived by his widow Mrs. Jessie Looney; a brother, approaches to the city and the Victor D. Looney, Albany; a sisslowing up on German penetration ter, Mrs. Mildred Allen, Mill City. Dr. Looney was a charter mem-

ber of Capital post of the American Legion and a member of the Legion drum corps. He was a of the AF & AM.

Funeral services will be held Wednesday at 2 o'clock from Rigdon's chapel. Burial will be in Belcrest Memorial park.

## **Bombers Hit**

of New Guinea and patrol activity a desire never to return to Japan

## Inflation Curb

Senate, House Plans Similar, Direct **Presidential Act** 

WASHINGTON, Sept. 14-(P) Divergent measures for dealing with inflation, which may require extensive efforts to reconcile for As it finally was referred to in the senate and house Monday line set by President Roosevelt.

other factors in the cost of living as "a joke." at the levels of August 15 "so far as practicable" but stipulating farm prices should not be fixed below parity or the highest market price between January 1 and September 15, whichever was

The house bill, on which farm bloc members of both branches were consulted, would authorize and direct the president to stabilize "maximum salaries and industrial wages" so as to "maintain a fair and equitable relation" between them and crop prices and would authorize (but not direct) the setting of price ceilings on crops at parity or the highest price so far commanded in 1942, whichever was

The house bill also would put a floor under farm prices at parity rate increased from 4 to 6 per from the present time until three Balkans Hit cent, with surtaxes now ranging years after the war by requiring from 6 to 77 per cent boosted the secretary of agriculture to make crop loans and purchases Back at Axis for this purpose. This floor, a come tax cut from \$1500 to \$1200 feature not in the senate bill, Oppressors for married couples, from \$750 to would apply to non-basic com-(Turn to Page 2, Col. 1) modities "regardless of the purpose for which such commodities

are produced or used." Moreover, the house bill, apparently leaving farm wage rates free of control, stipuated farm labor costs be taken into account in determining parity prices, something Chairman Steagall (D-Ala) of the banking committee said was not done at present. It directed parity prices "be determined so as to include all costs nounced Monday night 450 Jap- of production, including the cost of labor, with all labor included and to be the same as the general aver-

age of wage rates for hired farm the senate banking committee and Senator Brown (D-Mich), who said the president was familiar

## Willkie Goes

TEHERAN, Iran, Sept. 14-(AP) rrived Monday from Ba

ister Louis G. Dreyfus, jr., and the heads of the US military commission. Others present were representatives of the Iran government, the British minister, the Sunday's Weather

# Spots Plane

SEN. HARRY S. TRUMAN Hits at slow aircraft

## Bills Presented Senators Aver **Planes Inferior**

'Brass Hats' Charged With Failure to **Provide Best** 

Army and navy "brass hats" were accused in the senate Monday of sending some American pilots out The senate bill was a broad to meet the enemy in slow-movresolution authorizing and directing, inferior planes, including one ing the president to stabilize navy ship which Senator Wallprices, wages and salaries and gren (D-Wash) said he regarded

Bristling debate was touched off by Chairman Truman (D-Mo) of the special defense investigating committee, who criticized not only fighter planes used by this country, but steel distribution. handling of the rubber program and allied failure to eliminate "waste" in construction of army

amps and war plants. Truman blamed "perfectionists' both army and navy for delay in producing better fighting planes as well as ships and landing boats.

"Something had to be done to shake up the brass hats and get action, and obtain the best planes obtainable, even if we have to go to some other country to get them," Truman said, (Turn to Page 2, Col. 3)

LONDON, Sept. 14-(AP)-A nev wave of axis terror and anti-axis revolt were reported spreading so thick. through the Balkans Monday night following redoubled efforts by Hitler to wring greater tribute for his war machine from occupied but still recalcitrant southeastern

The Germans themselves conon their hands, reporting revolt in Bulgarian Macedonia and execucourse as "bandits," captured in

A state of siege was clamped on the district and city of Skoplje, a part of Bulgarian Macedonia and formerly a part of Yugoslavia, aftof occupied Yugoslavia.

At one stage of the outbreak, lispatches said, an attempt was nade to assassinate Peter Grabov-

Sunday's max. temp. \$1, min. 52. River Monday -3.8 ft. By army request, weather forecasts are withheld and temperature

### **Britain Base** For Offense **Avers FDR**

the Curry county forests,

attack occurred last Wednes-

day. Approximate area where

where an army plane bombed

a submarine off the coast is

marked on the above map with

bomb was dropped and

WASHINGTON, Sept. 14-(AP President Roosevelt disclosed Monday Britain is regarded as "an offensive base" for the fighting men of the United Nations, but is sharing equally with Russia in American lend-lease weapons flowing across the seas to the European war theatre.

Mr. Roosevelt sent congress his sixth quarterly report on lenddown export figures for the first time in a year, showed about 35 per cent of the weapons and war and 30 per cent to all other re-

through August was \$6,489,000,-000, the report said. Yet the president declared that so far the United States "has little more than passed the halfway mark towards maximum possible war

He emphasized this production

The value of exports alone through August was \$3,525,000,-000. With only 30 per cent of this going to the middle east, Australia, China, and other areas, the re-

### British Sub Score 300

# officials by Yugoslav patriots, said Balkan dispatches received in Switzerland. One account said these disorders were set off by as the result of injuries received for China had been limited by

day near the Ford mill near La- said "the development of other means of transportation will re-lieve this situation."

loose, sideswiping the car. The sunk 300 enemy supply snips and sunk or damaged 87 German and state the truck was uninjured by the state the start

The state police, who investi-nated, said the truck driver was not held. The state police, who investi-marines had been destroyed by British undersea craft so far than in all the World was

Country!

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