

Jap Warships Flee in Philippine Sea



A Japanese battleship of the Kongo class (left, foreground) labors through the Philippine sea after receiving hits from US carrier-based planes in the battle after the start of the Saipan invasion. In background a large Jap carrier turns a tight circle to dodge bombs. The Jap fleet was routed with heavy losses. (AP photo from navy.)

IT SEEMS TO ME

By Charles A. Sprague

Bretton Woods, in the heart of the White mountains of New Hampshire, where the international monetary conference is in session, is itself reminiscent of that elder day when gold was standard and the pound sterling was worth \$4.85. The great caravansary is itself typical of the summer resort of the Victorian period.

Folk traveled by train to the mountain station and thence by trolley to the rambling edifice on the mountainside. Vacationing in those days meant to live at some such resort for a week or a month, mingling with the "right" people, enjoying a few short walks in the mountain air, and eating three square meals.

Bretton Woods survived the advent of the automobile, though its trade became more transient, decidedly more "run of mine" in quality, and the building became more and more of an architectural relic. Closed because of recent war conditions, it is being refurbished to accommodate the representatives of 20 nations who have gathered there to settle the post-war problems of pounds and dollars, of lire and franc and dollar and peso. (Continue on editorial page.)

Marjorie Tye Named Agent

Marjorie Tye has been named Marion county home demonstration agent to succeed Frances Clinton who will become assistant state leader for the Oregon State college home extension service on August 7.

Miss Tye comes to Marion county after three and a half years as agent in Wasco county with headquarters at The Dalles. She received her home economics training at the University of Washington.

Miss Clinton and Miss Tye plan to visit extension unit chairmen throughout the county during the next week.

State War Bond Quota 92 Per Cent Filled

PORTLAND, July 1—(AP)—Oregon's war bond quota was 92 per cent filled today.

A single day's receipts of more than nine million dollars sent fifth war loan sales soaring to \$115,603,375. Goal is \$125,000,000.

Germans Expecting Mediterranean Push

MADRID, July 1—(AP)—Through German censorship from Paris today came flat statements that the Germans are expecting an invasion on the Mediterranean coast of France and that the situation inside France is "critical."

Japs Start Offense North From Canton

CHUNGKING, July 1—(AP)—The Japanese have launched their long expected offensive northward from the Canton area, the Chinese high command announced tonight, with the enemy making an effort to join forces driving down the Canton-Hankow railway through battered Hunan province which, if successful, would be a disaster for the Chinese.

The general northward advance began in Kwangtung province June 28, the Chinese said, reporting that heavy fighting was in progress along the route as the invaders lunged forward in an attempt to accomplish junction with forces at Hengyang, about 225 miles from the Japanese-held Canton area and some 95 miles north of the Kwangtung border.

The Chinese high command claimed battered Hengyang, vital rail junction of the Canton-Hankow route with lines to Kwangtung and Kwangsi to the south, still was in Chinese hands. Evidently, however, fighting raged within the city.

An unconfirmed report said Japanese forces also had landed on the coast of Fukien province, near Foochow, and were heading for that city a few miles inland. Such a landing, if it occurred, might be another Japanese move to checkmate a potential American landing on the China coast and to neutralize all allied air bases between the coast and the Peiping-Hankow and the Canton-Hankow railroads.

There also was an unconfirmed report of a Japanese landing at Fakhai, on the southwestern coast of Kwangtung, which might pressure a thrust through Kwangtung into Kwangsi province.

The high command, aware of the gravity of the situation, was known to be rallying forces for a stand to prevent a junction of Japanese forces north and south on the Canton-Hankow railway but doubts were expressed openly as to the ability of the Chinese to arrest the onslaught.

Roosevelt Says Dynamic World Economy Needed

By DON KOVACIC
BRETTON WOODS, N. M., July 1—(AP)—Calling for "a dynamic and a soundly expanding world economy," President Roosevelt sent a message of confidence and hope to the opening session of the United Nations monetary and financial conference today.

Delegates from 44 nations, joined by an observer from a 45th, Denmark, heard Mr. Roosevelt's greeting as they assembled in the mountain-encircled Mount Washington house for three weeks of discussions out of which may grow new mammoth international financial institutions.

They immediately and unanimously named Treasury Secretary Morgenthau, head of the American delegation, as conference president and heard him predict their decision "will shape to a significant degree the nature of the world in which we are to live."

The party will consider proposals for an \$8,000,000,000 monetary fund designed to stabilize world currencies and a \$10,000,000,000 bank for reconstruction and development. Emphasizing that their discussions will affect

British Hurl Back 12 Nazi Counterattacks

Both Sides Rushing in Men, Material for Critical Tank Battles on Road to Paris

By GLADWIN HILL
SUPREME HEADQUARTERS ALLIED EXPEDITIONARY FORCE, Sunday, July 2—(AP)—Britain's Second army knocked out 25 German tanks and hurled back a dozen enemy counterattacks southwest of Caen yesterday, while American troops cleaned up the northwestern tip of the Cherbourg peninsula capturing 5000 Germans—boosting axis dead and prisoners on the American front alone to nearly 50,000 men.

Both the allies and the Germans were rushing men and material into the line arching on three sides of Caen for the 120-mile invasion route to Paris, and Marshal Erwin Rommel himself was reported to have arrived at the Caen front.

Headquarters communique No. 52, issued at 11:30 p. m., said: "No further gains have been made in the strong allied bridgehead across the Odon river" southwest of Caen.

A local enemy movement in the vicinity of Esquay, two miles across the Odon and six miles southwest of Caen, was noted by headquarters which also said that the enemy infiltration attempts from the east "were unsuccessful."

Front dispatches said the Germans also hit the west flank of the allied bridgehead a dozen times during the day "with no success at all." These jobs were beaten off in the Cheux, Grainville-Sur-Odon and Cheux areas, which are from three to four miles northwest of Esquay and on the north side of the Odon.

The destruction of 25 more Nazi tanks made a total of 176 demolished by the British since D-day. (Continued on Page 2)

Navy Blimp Might Fly Here July 4

Hope that a blimp from the Tillamook base may be among the attractions at the all-county Fourth of July celebration here Tuesday is expressed by Congressman James W. Mott, who Saturday night wired the chief of the bureau of naval aeronautics asking that Salem be put on the route of one of the big airships for Independence day, if such a trip be considered feasible.

Declaring himself ready for a vacation of rest, Mott was, nevertheless, enthusiastic as he discussed the republican ticket for the fall elections.

Too much of one administration is being reflected, he declared, in the federal courts adding that even "the supreme court as now constituted doesn't pay any attention to the law either."

Because the Dewey-Bricker combination represents a philosophy of government definitely different from that of today it would stand a good chance of counterbalancing the undesirable features of the remnants of the new deal, Mott indicated.

Congressman and Mrs. Mott plan to leave early this week for a brief vacation before his Salem office is opened.

Chinese Gain At Myitkyina

SOUTHEAST ASIA COMMAND HEADQUARTERS, Kandy, Ceylon, July 1—(AP)—Chinese troops pressing toward the heart of the north Burma base of Myitkyina from both the north and the south have made new gains against the encircled Japanese garrison, allied headquarters announced tonight.

In the west, Chindit forces balked a Japanese attempt to escape entrapment in the area south of their fallen base of Kamaing. Chinese holding the northern Myitkyina air field stabbed deeper against the city's defenders and those on the south battered their way farther up the Waingmang ferry road.

Troop West, in the area around Seton, about six miles southeast of Kamaing, Maj. Gen. W. D. A. Lentaigne's Chindits repulsed a Japanese counter attack near Moko, east of Indaw lake on a roundabout escape route for the Kamaing Japanese. The Chindits suffered only minor casualties in this attack, which was supported by mortars and supplied by elephant transport.

Manager



Herbert Brownell, Jr., long time private secretary and political counselor to Gov. Thomas E. Dewey, was unanimously elected to manage the New York governor's campaign for president.

Danes Revolt Against Nazis In Copenhagen

STOCKHOLM, July 1—(AP)—Allied flags flew tonight from barricades in the streets of Copenhagen where 15,000 Danish patriots, brandishing machine guns and rifles, were reported ready to fight to the finish against a German garrison of 3000 being bolstered hourly by other troops rushing in from Zealand.

After a night of street fighting, during which one unconfirmed report said German planes machine gunned the demonstrators, the patriots broke out United States, British, Russian and Danish flags and hung them defiantly above their improvised "fortress."

The Swedish newspaper Aftonbladet quoted a report from the underground that the demonstrators—who began a general strike yesterday—now were 15,000 strong.

Observers at Malmo, Sweden, just across the Orosound from Copenhagen, said smoke could be seen rising above the city, apparently from the bonfires started by the demonstrators.

The general strike was described by the Free Danes as 100 per cent effective, and as a result food supplies shrank, water and electricity were cut off, and all transportation was at a standstill.

Unconfirmed reports said more than 700 persons had been killed or wounded, while the Free Danish Press service reported that violent street fighting had sent 400 persons to hospitals.

Drive Starts to Reach County's E Bond Quota

With less than one million dollars standing between Marion county bond purchasers and their minimum goal of \$5,477,000, bond sellers today are concentrating on plans to bring the sale of E bonds within shouting distance of the county's \$2,692,000 E bond quota.

Workers in the women's division have sold more than \$120,000 worth of bonds to be applied on the purchase of a hospital airplane which the Salem Zonta club will have the privilege of naming. Work of the last two days in this division has brought in \$11,000 in E bonds and \$63,000 in treasury bonds. A total of more than \$500,000 in E and G and treasury bonds has been sold by the division with several large blocks of treasury bonds to come in this week.

Winifred Pettijohn, women's division chairman, said Saturday night.

At bond headquarters, men and women who have become accustomed to writing out bond orders in five figures declared the story of the day concerned: A middle-aged woman plainly

Soviet Troops Gain 20 Miles In Minsk Push

Borisov Falls to Surging Reds; Three Russian Forces Unite, Begin Assault on City

By Tom Yarbrough
LONDON, Sunday, July 2—(AP)—Driving irresistibly westward, red troops made advances of as much as 20 miles on the flanks of the White Russian capital of Minsk yesterday and captured more than 500 places including the large railway center of Borisov, Moscow announced.

The day's fighting, adding thousands more killed and captured Germans to the losses already inflicted on the shattered Nazi forces, prepared the way for a final assault on Minsk itself.

Associated Press Correspondent Eddy Gilmore in a dispatch from Moscow said three of the

US Liquidates Jap Positions On Saipan Isle

US PACIFIC FLEET HEADQUARTERS, Pearl Harbor, July 1 (AP)—American marines and doughboys are slowly consolidating their gains on bloody Saipan Island as they liquidated pockets of Japanese hiding in caves behind their lines.

Adm. Chester W. Nimitz's Saturday communique reported "small gains" Thursday and added that holed-in Japanese, bypassed previously, were being wiped out.

The American forces were fighting over rough terrain—ridges slashed by ravines and dotted with caves. The work of consolidating gains was slow and tough.

The Japanese continued their nightly nuisance raids over the (Continued on Page 2)

Dewey Gets Big Welcome At Albany

ALBANY, July 1—(AP)—Gov. Thomas E. Dewey, standing hands in pockets on the steps of New York's nineteenth century state capitol, told a cheering crowd today that America risks a wartime election "because that to us means we are free men and are going to keep the things we fight for."

Home from his triumphant nomination in Chicago as the republican presidential candidate, Dewey was greeted by crowds that packed the railroad station, lined the streets to the capitol and gathered 2500 strong under huge shade trees to listen to him express thanks for the welcome.

State police estimated a turnout totaling 10,000 and local residents said it was an unusual tribute in a town that has been solidly democratic for years in its voting.

Introduced by State Senate Leader Benjamin F. Feinberg, who had been acting as governor, as "the next president," Dewey declared:

"We are able to argue about things which mean most to us while everyone keeps his shoulder to the wheel," Dewey said. "It means to the axis that doom will come sooner because we are so strong we can argue among ourselves and fight a war better as we do it. After Nov. 7 America will be stronger."

four Russian armies fighting in White Russia already had united their forces and begun their attack on the great city which guards the historic route to Warsaw and Berlin.

Borisov, 46 miles from Minsk on the direct railway, was completely occupied early Saturday morning after a night of violent street fighting in which more than 8,000 Nazi officers and men were killed, Moscow's supplementary communique early today said.

Many prisoners were taken and 80 tanks and more than 200 guns were destroyed as the Germans were pounded back in utter rout, the supplement stated.

Even before Borisov fell red troops had driven far beyond and Moscow announced that two district centers north of Minsk, Begoml and Pleshchinitza, had been captured.

In the south the first White Russian army of Marshal Konstantin K. Rokossovsky advanced 20 miles northwest of Slutsk and captured the town of Kopyl. In the same area Krasnaya and Grek also were taken.

The third White Russian army of Gen. Ivan Cherniakovsky, driving directly toward Minsk, widened its front on the western bank of the Beresina river to 70 miles, the soviet communique said, and plunged onward even while units to the rear wiped out the last German resistance in Borisov, a city of (Continued on Page 2)

Killed



LT. C. F. WAGNER

Lt. C. Wagner Dies in Action Over Germany

MT. ANGEL, July 1—Mr. and Mrs. M. A. Wagner received official notice from the war department Friday that their son, Lt. Charles F. Wagner had been killed in action. He had previously been reported missing. He was a bomber pilot.

The telegram read "Report received from German government through the Red Cross states your son Lt. Charles F. Wagner, who was previously reported missing in action, was killed in action March 6 over Germany. The secretary of war extends his deep sympathy."

Lt. Wagner was born Sept. 13, 1920, at Sterling, Colo. He came to Mt. Angel with his parents in 1936. He attended Mt. Angel prep school and was chosen the first student body president in 1938. He graduated from junior college June, 1941. He was active in all sports, especially in high school, CYO and college basketball.

After graduation, he worked in Portland until December, 1941. (Continued on Page 2)

Weather

Maximum temperature Saturday 72 degrees; minimum 55; no precipitation; river -2 ft. 6 in. Fair Sunday and Monday. Warner Sunday.