

The weekly news magazines Time and Newsweek carry regular Canada While this is Of Firm sections on Canada. While this is a bow to their Canadian subscribers the publishers must feel that there is sufficient interest in Canadian news on this side of the line to warrant including that material. This is just a sign of the growing community of interest between Canada and the United States.

Without doubt the war has drawn the two nations together. were closely joined. Canadian cor- cities. vettes helped patrol the sea lanes overland to Alaska, and the Canol membership. oil project to supply Alaska with Avery Sticks On petroleum products. In war manu-

interchange of work.

Britain suffered with the fall of obey." France and the Low Countires serted by its homeland in early ity now rests with Gen. Joseph 1942 leaned heavily on the United W. Byron, not Avery. States for protection.

Canada has definitely become a

Store Chief Says

Order Violates

CHICAGO, Dec. 28 -(AP)- President Roosevelt and Sewell Avery, chairman of the board of Mont-

Continental solidarity for military gomery Ward and company, coldefense was recognized early in lided headon tonight on the issue this war and a joint commission of the presidential powers in seizestablished. Measures for defense ing company facilities in seven

to foil the German submarines. Idential executive order in the The United States was permitted climax of Ward's long refusal to to construct air bases for the comply with war labor board diferrying of war planes, the Alas- rectives for employes' wage inkan highway to provide access creases and maintenance of union

Avery, remaining at company facture also there was a coordina- headquarters throughout the day, tion of effort and considerable asserted the presidential order violated the constitution and the

Army public relations officers made Canada snuggle a little clos- said no restrictions were placed er to its cousin to the south, just on Avery's movements but the as Australia, feeling a bit de- military position was that author-

Roosevelt Angry

U.S. Constitution

The army took over under pres-

Then the shock which Great company could not "accept or

Stimson Confident Germans Will Reap Only 'Disastrous



Jap air power gets a jolt-Carrier-based planes of the Third fleet ripped Japanese ground installations in a strike on southern Luzon, Philippine islands. Enemy aircraft destroyed in this strike numbered 440. This photo shows the burning, bomb-blasted hangars of Clark Field, Luzon. In addition to the destroyed hangars, three oil storage tanks were set ablaze. (International)

Suburbs Captured **Other Russians Race Within 58 Miles of Austria** By W. W. Hercher

LONDON, Friday, Dec. 29 -(AP)-Russian troops, tightening their trap on invaded Budapest, yesterday hurled the enemy out of 12 eastern suburbs two to four miles from the Hungarian capital as other mobile columns raced through the Danube valley to within 58 miles of Austria and 92 miles of Vienna.

Budapest was partly in flames, shelled heavily by Rusian artillery and its installations dynamited by an enemy which Berlin admitted had retreated into the capital's "inner defenses." Street Fighting

Soviet troops, fighting street by street through Buda, western half with other units slowly closing in on Pest, the eastern part of the

Nip Navy Blow At times Junker transport planes attempted to fly in supplies as they did when Field Marshal Von Did Not Screen they did when Field Marshal Von Paulus's army was encircled and smashed at Stalingrad, but Soviet ways to the port of Antwerp. smashed at Stalingrad, but Soviet

The German radio announced that Field Marshal Von Rundstedt's western and southern spearheads had been withdrawn "according to plan" as the result of furious counterattacks by both the American First and Third armies from the north, west and south.

Forward elements of the German northwestern tip were cut off from their main body by Americans in that sector. where 1000 prisoners were taken and heavy losses inflicted.

Long lines of prisoners also were being marched down roads on the Third army front, where Patton was personally shouting orders to his soldiers as

he directed the battle. Hammering gains up to 16 miles in six days through the wooded bills of Belgium and northern hills of Belgium and northern Luxembourg, Patton's powerful mobile army, punching up from Will Be Urged the south, rescued the heroic American garrison at Bastogne and to the east beat back the German On Greek King wave after it had swept to within 13 miles of Luxembourg's capital. **Patton Gets Job**

The hard-driving Patton, America's No. 1 tank general was given the job of stemming the enemy's surprise offensive three days after Von Runstedt struck December 16 and tonight, Associate d Press Correspondent Hawkins declared, it apeared the back of the German drive was broken. Simultaneously, the US First army hit back savagely from the north, carving out gains of almost a mile and a half in the northwest corner of the German salient

13th since the Germans rolled out

of the reich and through the thin-

dennes, was the first that no en-

On the contrary, the three Ger-

ter offensive were either being

held or driven back along the en-

tire 200-mile perimeter of its sal-

ient in western Belgium and nor-

Reports indicated that the bulk

of Von Runstedt's two armored

armies were being hauled back

from the deep salients near the

Meuse river 35 miles or more

Associated Press Correspondent

Edward D. Ball said that Patton,

blitz and the race across France,

emy gains were reported.

Nazis Driven Back

thern Luxembourg.

northwest of Bastogne.

ATHENS, Dec. 28 .- (AP)-Prime Minister Churchill and Foreign Secretary Anthony Eden left for London today to recommend to King George II, exiled Greek monarch, that he consent to the immediate establishment of a regency in Greece as the first essen-

tial step toward solution of the country's political problems. A statement issued by the Brit-

ish ambassador here tonight said that the archbishop of Athens, acting as chairman of the peace conference which began two days pointed toward the fortress of ago at Churchill's request, had immediate establishment of a re-

country winch faces in two directions. It is a dominion of the British Commonwealth and loyal to the crown as the symbol of imperial unity. It is also (Continued on editorial page)

Allies Attempt **To Halt Enemy Blows in Italy**

By Sid Feder

lied air and ground forces were Portland, Ore., and San Rafael, places and Bob Hope shows-by thrown into battle today in an Calif. effort to halt the German assault on a six-mile front in the Serchio river valley, where American Casualties in doughboys have been driven from

The Germans declared that the U. S. 92nd negro division had been knocked back "some kilometers" by the stubborn drive, which evidently was aimed at the vital Allied supply part of Livornon (Leghorn) 33 miles away. Barga is a mile and a half east of the Serchio river and about 15 miles north of the provincial capital of Lucca. Field Marshal Albert Kesselring's forces hit through flatlands and mountains on both sides of the Serchio in the first action of any importance in the Fifth army's west coast sector in several weeks. The attacking Nazis were supported by artillery.

Nips Complete **Strait Tunnel**

By the Associated Press the Honshu-Kyushu tunnel under the strait separating these two principal Nipponese industrial slands.

"Following two years of steady and strenuous labor," said Domei in an overseas broadcast recorded by the federal communications commission, " . . , the boring of the Kanmon underground national highway connecting the mainland (Honshu) and Kyushu was completed at 10 o'clock tonight" (Thursday).

The dispatch said the project was started in January, 1943, and that 130,000 workmen had been employed on it.

Prominent Soviet Trade Union Leader Is Dead

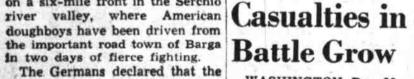
LONDON, Dec. 28.-(AP) - The London radio announced the death gest story of 1944 (on the basis of today of Klavdia Ivanovna Nik- news up to December 15.) layeva, Soviet trade union lead-An "old Bolshevik," she also

companying statement declared Avery guilty of "consistent and wilfull defiance" of WLB decisions, threatening the struction for impartial adjuication of disputes.

He said the government "can not and will not tolerate any interference with production in this critical hour" and that Ward's would not be allowed to set aside government wartime policies "just because Mr. Sewell Avery does not approve of the government's In Box Office, procedure for handling labor disputes."

There was no physical or outward opposition to the army taking control in Chicago, Detroit,

ROME, Dec. 28 .- (AP)-Strong Al- St. Paul, Denver, Jamaica, N. Y.,



WASHINGTON, Dec. 28 .- (AP)-Casualties in the armed forces increased 65,973 during the two weeks ended December 14, boosting the total losses to 628,441, the army and navy reported today. The army's killed, wounded, missing and taken prisoner accounted for 547,823 of the total, an increase of 63,866. These figures, however, do not include the losses in the current German counteroffensive which Secretary of War Stimson said have been Japanese Urged Not

'severe." Navy casualties amounted 80,618, an increase of 5,107.

GOP Dinner Planned

at home in fear of air raids but to put it in the bank where it NEW YORK, Dec. 28 .- (AP)-Herbert Brownell, jr., Republican na- would be safer. tional chairman, today invited Re-The broadcast, heard by the publican members of congress to FCC, said a number of Japanese

a dinner in Washington on Janu- had lost their money through fire The Japanese Domei news ag- ary 4 in honor of the new Re- in American Superfortress raids The Japanese Domei news ag-ency reported today completion of publican members of the senate and in the December 7 earth-RAF Follows quake. and house.

Normandy Invasion Selected **Biggest News Story of '44**

5. Assault on Hitler, 103. 6. German V-1, V-2, 101. By Charles Honce 7. Hartford circus fire, 86. "Flash," clattered the news tick-8. Russian drive, 70. "LONDON-Eisenhower's head 9. Willkie death, 61. quarters announce Allies land in 10. Balkan crackup, 43.

France." Other stories were rated in this That -electrifying news came order: CIO-PAC in politics; reearly on the morning of June 6 call of Gen. Stilwell; postwar par-It was the news the American leys; Marshalls and Marianas public had been expecting for

onthe

campaigns; fall of Paris; capture And it was the news which of Rome; air attacks on Europe; American editors of Associated Jap resurgence in China; Cleve-Press newspapers (including the land fire; eastern hurricane; cas-Oregon Statesman) voted the big- ualty list.

The "ten top individuals" of A total of 176 ballots was reyear, President Roosevelt; war, General Eisenhower; politics, ceived. First choice rated 5 points, was a member of the central com- second 4 points, third 3, fourth 2, Roosevelt; woman of year, Clare

Consequences' From Gamble **Troop Landing** WASHINGTON, Dec. 28 .- (AP)-Secretary Stimson, though describ-

ing the present situation on the European front as "critical," expressed confidence today that the Germans will eventually reap "disastrout consequences" from their gambling counter offensive. "War is not an easy game to play and you can't always win

every battle," the war secretary told a news conference, "but I am confident that we are winning and that time will reveal that this **Crosby Leads** German throw of the dice will have disastrous consequences for

him.' The secretary acknowledged that American efforts to stem the **Cooper Next** German drive have cost us "severe" casualties but asserted that

the Nazi army, too, has "taken hard blows" in personnel and materiel losses. **Rely** on **Planes**

Indicating that the Allied high Der Bingle sold more movie command is relying heavily on tickets this year than any other air superiority to throw back the star. These 1944 star ratings were German thrust, he said that aside announced by the motion picture from the fighting spirit of our Herald, which annually polls the troops "no other factor in the men who know which stars are present situation means so much

the most popular-the exhibitors. to us as flying weather." Bing was in fourth place among In the five-day period beginthe 10 box office leaders last year. A single picture "Going My Way," ning Saturday, he reported, Allied

was responsible for putting him at airmen destroyed 483 German the top. Following Crosby, Cooper planes and 507 armored vehicles and Hope in the list of 10 box and destroyed or damaged 3177 office leaders are Betty Grable motor vehicles. In addition, Stim-(she was first last year), Spencer son said, the enemy's marshall-Tracy, Greer Garson, Humphrey ing yards are "being blown to

Bogart, Abbott & Costello, Cary bits." Grant and Bette Davis. Allies Advance He emphasized the continuing

To Keep Money at Home

HOLLYWOOD, Dec. 28 .- (AP)-

Bing Crosby wins, Gary' Cooper

a nose.

By the Associated Press

said, what additional power the Tokyo radio last night urged enemy may be able to throw into Japanese not to hoard their money the salient and added that as long as any Nazi column progresses it would volunteer for paid work, would not be "appropriate to say several graduate nurses in Salem that the Germans have been con-

> from their national chairman, LONDON, Friday, Dec. 29 -(AP)-A big fleet of RAF heavy bombers

advance of Allied flanking troops

attempting to narrow the German

blasted railway targets at Bonn and Muncheon-Gladbach in Germany last night after a great day- county Red Cross chapter by telelight blitz by more than 3000 allied warplanes from Britain had pounded rail lines supplying Field Marshal Von Rundstaedt's western salient.

While sleet cut off the erupting battlefront from close areial support for the first time in six days, a lengthy skytrain of upwards of 1200 Fortresses and Lib-erators of the U.S. eighth air force

escorted by 700 Mustangs and Thunderbolts dumped 3600 tons of bombs on 10 targets between the German salient and the Rhine.

1944 were rated as follows: man of lost, but all the escorting fighters Four American bombers were

dispatches said that Red army planes dominated the skies over the doomed city.

On the eastern side of the capital the Russians were within two GENERAL MacARTHUR'S HEADQUARTERS, Philippines, miles of the city limits, within Dec. 29.-(Friday)-(P)-American six miles of the capital's heart, liberation forces on Mindoro is- and also only four miles from the land ascertained today that the eastern end of Vasuti bridge, one

Japanese did not use their Tues- of six spans across the Danube day night naval attack on Yank connecting Buda and Pest. Other Soviet units which had positions there to screen the landing of troops on other portions of invaded the western part of the city apparently were in control of the island.

the western approches to Vasuti The Nipponese task force which bridge in the Kelenfold district. fired erratically on the US beach-

head area disappeared into the **Counties Seek** China sea, pursued by American planes, and enemy ground and air activity on the island was lacking 20% of Road Wednesday, Gen. Douglas Mac-Arthur reported today. **Group** Funds It was thought at first that the Japanese naval units had taken

the great risk to draw American Oregon County Judges associa attention while putting their tion executive committee voted troops ashore at some other point. here Thursday to present to the One reason for this suspicion 1945 legislature a bill providing was that the shelling itself not that counties shall receive 20 per only was ineffective but came. cent of the state highway com- the slashing hero of the Sicily only from light guns-5-inchersmission funds with a floor of although the task force included a \$2,800,000 a year. battleship and a heavy cruiser

swung into action immediately Currently counties receive 15.7 after being handed the fateful per cent of these funds with a task of stemming the German offloor of \$2,000,000. fensive.

The pistol packin' three-star A proposal that the public welgeneral sized up the situation fare commission reimburse counties which operate poor farms at quickly, and "in record time men costs in excess of the monies and armor were rolling in a occupants would have received swelling tide toward the critical front," Ball declared. under the public assistance program.

That's How They **OPA** Predicts Reduction If inactive nurses of this area, ineligible for military service, In Retail Ceilings **Make Decisions** For Shoes, Repairing In Washington

WASHINGTON, Dec. 28 .- (AP)-U. S. PACIFIC FLEET HEAD-The OPA tonight predicted a cut QUARTERS, Pearl Harbor, Dec. in retail prices for shoes and shoe 28 - (AP) - Vice Adm. Marc A. repairing, but said it could not Mitscher unwrapped a package estimate the extent.

Lower ceiling prices are ex- and rolled six dice on the table to pected to result, the agency said, open his press conference today. He called out mysterions di from a reduction of producer and rections such as "go see" and wholesale prices for leather, ef-

scram. "That's how they make decisions Action to bring retail prices in in Washington," he said as a smile line will be taken subsequently, wrinkled his face.

73-year-old Woman Burned To Death at Scotts Mills

SCOTTS MILLS, Dec. 28-Mrs. quarters, reached by a stairway Mary Sloan, 73, was burned to from the hall. Nothing was saved Oregon Goes Well death about 7:30 tonight when the from the house. two-story house in which she lived The fire departments from sil- Over Its E Bond

was destroyed by fire of unknown verton, Mt. Angel and Monitor re-origin. Because

origin. Mrs. Sloan had lived in Scotts Mills for several years, and occu-pied the second floor of the house which belonged to the Scott estate. The first floor was occupied by the L. F. Hills and their two children. Nancy, 11, and Jimmy, 6. The children were alone in the Hill apartments when Nancy "saw

orts Still Lag These twin developments, gency."

fraught with peril for the German "Churchill and Eden undertook plan to split the allied armies and on behalf of his majesty's govslash across their lifelines, pre- ernment to recommend acceptance sumably were up to noon yester- of this course to the king of The day, and subsequent developments Hellenes," the ambassador said, shrouded in a security blackout adding that the conference had may have marked up more gains. been adjourned pending develop-One thing was clear. Today, the ments.

of the reich and through the thin-held American lines in the Ar- Rehabilitation **Post Goes to** On the contrary, the three Ger-man armies committed to the win- Harry Palmer

> Harry E. Palmer was elevated to position of asistant supervisor for the staff of the vocational rehabilitation service by the state board of education in session here Thursday. Dr. Lewis D. Clark, director of the crippled children's division, University of Oregon, was appointed administrative medical consultant and will serve part time in developing the physical restoration phase of the rehabilitation

> service. That service, now undergoing enlargement because of veterans needs, will have two other increases in staff in the near future, the board decided. It approved plans for appointment of a physical restoration specialist and a re-

> habilitation agent. Palmer will be in charge of the Portland district office of the service. Operations of the service there are especially needed because of the greater number of returning disabled veterans and of the existing manpower shortage, board members said.

Stickers Must Be on Jan.]

New windshield stickers validating 1945 motor vehicle registrations are required by law to be affixed to vehicles on and after January 1, Secretary of State Robert S. Farrell, jr., warned here Thursday.

More than 250,000 motorists must obtain those stickers between now and the first of the new year to comply with the law, he declared, pointing out that 165,376 applications had been re-ceived. Motorists retain 1942 license plates.

Goal in 6th Loan

to meet a situation "unprecedented in this war." fective January 29. Eleven army hospital units now being set up overseas have no nurses, O'Connor notified Marion OPA said. gram Thursday afternoon. Immediate registration of nowinactive graduate nurses either

with hospitals, their own registration setup or the Red Cross was urged by Red Cross chapter representatives, who declared also that more volunteers for Red

which could have used much big-

More Nurses

Needed Here

In Paid Work

hospitals alone could be relieved

for military service they would

be willing to undertake. Red

Cross workers made this declara-

tion Thursday night after they

had received an urgent appeal

Basil O'Connor, to provide nurses

ger guns.

Cross nurses' aide training and work would also be needed to meet the emergency,

Churchill Headquarters At Greece Battleship

The British Broadcasting co pany said last night that during his visit to Greece, Prime Minis-

By the Associated Press

ter Churchill "had his heado

tained or that the danger is over." **Up Day Raid**

offensive corridor in Belgium. It is too early to predict, he

