## \$3,000,000 FIRE RAZES OREGON SHIPY

16 PAGES

**Hull Says** 

For Pearl Harbor

WASHINGTON, Aug. 30 -(AP)

The Pearl Harbor controversy

1. Publication of a letter by

Cordell Hull flatly denying his

spection of army and navy regu-

In his letter Hull said his coun-

He called the proposals a plan

ATSUGI, Japan, Aug. 31-(AP)-

A Japanese newspaperman said

000,000 homes and buildings had

The Domei agency correspon-

dent declared that Tokyo was in

the throes of inflation, and black

market prices had soared to tre-

mendous heights. Food is scarce

The Monument Peak huckleber-

ry patch will be opened to the

public Sunday and Monday, the

Huckle' erry Patch to

Be Open to Pickers

greatest city.

covering the entire Pacific area,"

in any sense an ultimatum."

pre-war counter-proposals to Ja-

ultimatum."

Message



that swept the yard yesterday.

his death early in the war.

out Japan.

forms of brutality.

Case Upholds

**Vet Seniority** 

whose seniority is greater.

NEW YORK, Aug. 30-(AP)-A

"Any day there was work, the

that Barhama Fishgold, 28, a wel-

company after his discharge, but

Fire appears to have made termination rather than reconversion the fate of Oregon Shipbuilding corporation's plant in the St. John district of Portland. It is hardly to be expected that the company's outfitting docks and appurtenant POWs Tell of shops will be reconstructed. On the contrary the great fire there yesterday will doubtless serve to hasten the end of all work there. hasten the end of all work there, Whether there will ensue any reconversion to other work than hipbuilding is a question which Lack of Food may go unanswered for a time. At least this is true that Oregon Ship, as the yards were called familfarly, is virtually through.

The loss is the greatest in Oregon's history, according to early estimate, aside from great forest fires which have ravaged the state. mount of the investment in facilities and in ships destroyed by the fire. Of course it is not so great in terms of immediate value for the emergency which brought Or-A war baby, it was already becoming a war orphan.

But what a glorious record was made at Oregon Ship, one which will be remembered with pride by Portland, by Oregon and by the whole nation and recalled with bitterness by the nazis and the Japs. Mussolini, you remember, said it couldn't be done when toldof the amazing record being

(Continued on editorial page)

### Hutton, Grant Part Company

LOS ANGELES, Aug. 30 -(AP) She and Cary Grant just didn't like the same people, Barbara Hutton testified today as she wonher third divorce.

"When I had a dinner party he refused to come down to dinner because he was too bored," she told superior court. "I would have to make some excuse, which was very embarrassing." She said the actor's conduct made her very nervous and that she had been forced to seek treatment from a physician.

Attorneys for Miss Hutton and der, be rehired by Sullivan Dry Grant said both had waived all Dock company of Brooklyn. property claims. Grant, one of the Fishgold was rehired by the wealthier movie stars, did not appear in court.

### REDS ADD CAPTIVES

LONDON, Aug. 30 -(P)- The Soviet high command said tonight that an additional 29,000 Japanese officers and men and veteran to work in this case is a two generals have surrendered to violation (of the selective service Russian forces, running the total act)." Soviet bag to date to 571,000 Japanese officers and men and 111

#### **Animal Crackers** By WARREN GOODRICH



Weather Max.

Willamette river -3.9 ft. FORECAST (from U. S. weather bu-

# The Oregon Statesman MORE TROOPS LAND

## Building Halted; No Threat Largest Fire In American Public Portland History

PORTLAND, Ore., Aug. 30.-(A)-A \$3,000,000 fire, the largest boiled up at top government levin Portland's history, which swept the outfitting dock at Henry els tonight amid two develop-J. Kaiser's Oregon shipbuilding yard today is believed to have ments: virtually ended work at the war-built yard.

Only three vessels remain on the ways—the last scheduled for launching Sept. 8-while the seven ships at the dock where fire broke out have been trans-

ferred to other Kaiser repair yards for completion. Yard officials told workers reporting for night shifts tonight to blame for the Japanese surprise take off work until after Labor attack as any individual. This day. All day workers who did not join fire crews at the shipyard while some others took the presiwere sent home with the same dent's side. instructions.

Launching of the remaining vic-no objection to a court martial tory ships—the Billings, Boise and but does not intend to order one. TOKYO BAY, Friday, Aug. 31- Brainard-will halt construction He added that he doubted he had (AP)-Hunger, humiliation and "bes- at the yard where 455 vessels the authority to order trial. Intial beatings" was the story of 1494 have been built under maritime Allied prisoners of war, including commission contract. There were lations, however, disclosed he the famed marine ace Maj. Greg- about 15,000 workers listed on the does have such authority. ory (Pappy) Boyington, safe a- payroll this week, company spokesboard mercy ships today after be- men said.

estimated at approximately \$3,000, "substantially the economic and orders. ...e first contingent of liberated 000 with two negro workers listed other advantages they sought in late Capt. Colin Kelly's Flying drowned after jumping from a their aggressive policies."

Fortress who told how Kelly met burning ship into the river.

He called the proposals

#### It is estimated there are 36,000 \$125,000 Sale icans, at camps scattered through-Of Downtown Boyington declared he was beaten with a baseball bat, among other forms of mistreatment. Othother forms of mistreatment. Others declared "bestial beatings were

Announced yesterday was one of the largest deals in downtown High Casualties common." All told of hunger, privation, humiliation and various Salem real estate for many years in the purchase by State Finance Food and other supplies were company of the Hotel Salem propbeing dropped from American Suerty at the corner of Ferry and perforts to the thousands still con-South High streets from John Hughes, Mrs. Wm. A. Carter and A. N. Bush. The transaction was handled by Grabenhorst Bros., realtors, and the consideration is reported at \$125,000. The Pioneer trust company represented Mr.

Bush. The property consists of Lots 3 and 4 in Block 20, Salem, with World War II veteran is entitled frontage of 165 ft. on Ferry st. been razed, leaving only 380,000 to the job he held before enter- and 149 ft. on High st. opposite still standing. ing service, Federal Judge Mat- the Elsinore theatre. The ground thew A. Abruzzo ruled today, floor is occupied by 15 business even though his rehiring may concerns and the office and lobby necessitate dismissal of a worker of the Hotel Salem. The second floor is given over to hotel rooms which number 60. The hotel has veteran was entitled to prefer- been operated under lease by A.

ence," Abruzzo said in directing N. Bayley. The building is a brick structure, erected in 1924. The property has been in the hands of the Hughes family for many years. The State Finance co. has made

the purchase as an investment, was "let-out," the company said, when work was slack. A non- stated Ernest A. Miller, president. forest service said Thursday. Visveteran with higher seniority was The plans are to overhaul the itors in the area must obtain perbuilding and to locate the finance mits from the guard station lo-Declaring the only issue was company offices on High st. The cated between Gates and the peak. the selective service act, Abruzzo remaining portions of the building | The crop is especially good this including the hotel will be leased. year, according to the report. said, "I find that allowing a non-

### Periscope, Mind Reader Added to **New Parliament**

LONDON, Aug. 30-(AP)-Britain's new house of commons to replace the historic chamber destroyed by German bombs will have a unique air conditioning system by which a control engineer will watch the members through a periscope and regulate the temperature to keep them comfortable, it was announced today.

The architect, Adrian Gilbert Scott, did not elaborate on the necessity for installing a periscope, nor did he specify how the engineer would be able to tell when the members needed cooling or warming, as the case

#### pan constituted "in any sense an Red Points Cut, 2. President Truman's news conference assertion that the American public was as much to Oleo, Butter, statement riled some legislators Meat, Cheese The chief executive said he had

WASHINGTON, Aug. 30 -(AP)-The government today not only cut down the number of red points needed for meat, cheese, butter and margarine but also abandoned its set-aside order on pork loins and shoulders.

Lard remains the only pork ter-proposals handed the Japa-Loss to the yard facilities was nese Nov. 26 offered the Japanese products still subject to set-aside

prisoners included crewmen of the missing, one believed to have Asia provided they would give up creamery butter and margarine Virtually all meats, all cheeses, will require fewer points. Canned milk no longer will require any. of "a broad but simple settlement. Butter, at 12 points, down 4, will cost the fewest since May, 1944, and said they "did not constitute and only half as many as a few months ago. Margarine drops tions. from 14 points to 12.

Steaks and roasts will cost 2 to points less a pound; hamburger, points less; lamb and veal, 1 to points less; pork steaks, chops and roasts, 1 to 2 points less; bacon, for those who can find it, 2 points less; spareribs, 3 points less. Nearly all meats with a current 3-point value will be reduced teday that from 300,000 to 500,000 persons were killed or injured by 1

#### the great Superfort fire raids on Tokyo, once the world's third First Airplane At the same time, Nicholai P. Agueev, Russian trade representative who has been in Tokyo Theft Reported two years, said it had been estimated officially that nearly 1,-

TROUTDALE, Ore., Aug. 30-(AP)-The "air age" caught up with Oregon police tonight when Western Skyways service reported theft of an airplane at the Portland-Troutdale airport here.

Police said they believed the theft was the first stolen airplane on record in the state-and that peace-time development of aviation will probably bring many

The plane was one of 15 Piper Cub trainer types parked at the

### Return of CBI **Froops Planned**

China by next spring if sufficient bert C. Wedemeyer said today as U.S. minesweepers sped the job of clearing mines from the Yangtze and Whangpoo rivers and the area around the great port of Shanghai.

The American commander in China also declared his headquarters was making efforts to move Chinese troops by air into key Chinese cities to speed the occu-

### Of West Coast Arrivals

SAN FRANCISCO, Aug. 30-(A) The Associated Press began distributing today to member news-

## GIs Move Ashore 'Without Incident'

### War Debt May Be Cancelled

Salem, Oregon, Friday Morning, August 31, 1945

WASHINGTON, Aug. 30.-(AP)-President Truman told congress in effect today that lend-lease al- by the hundreds. ready has been repaid in victory and hinted strongly that most of the gigantic American outlay

should be written off. He reported United States expenditures in the mutual aid program as \$42,020,779,000 through last July 1, plus \$788,603,000 in goods asigned to commanding generals in the field, for a total of approximately \$43,000,000,000. A partial offset appears in reverse a long road," MacArthur told lend-lease amounting to \$5,500,-000,000 through last March.

Mr. Truman set up the framework of a case for writing off (1 a.m. eastern war time) at Atmost of the dollar balances with sugi air base, 18 miles from the these statements:

1. "Each of our principal fightpool of armed might in accord-clared: ance with its full abilities and capacities."

2. "It would have a disastrous effect upon our trade with the United Nations and hence upon production and employment at home if such a huge debt were added to already-burdened na-

### **British Task** Into HongKong

(P)-A strong British naval task battleship Anson, entered Hong Kong harbor today for the reoc- his vow. cupation of that crown colony on China's southern coast.

A communique from British Pacourt, who entered aboard the shed and terror, light cruiser Swiftsure.

"The ships carry special medical supplies for prisoners of war and Klamath to Be internee civilians and additional naval personnel to take over the port and restore it to full working order," the communique added.

BREEDERS GROUP ELECTS Other officers are Gustov Selander, Corvallis, vice president; Ernthe center here will be one of Disabled Vets

### Japanese Discipline Good As Occupation Continues; MacArthur Set in Yokohama

By VERN HAUGLAND

TOKYO, Aug. 31 - (AP) - American troops spread quickly and smoothly through the Tokyo-Yokohama area today, the second day of full scale occupation of Japan.

New plane loads of troops and supplies were arriving

The Japanese maintained good order in transferring every control to the Americans. In Yokohama, they even prepared a telephone directory in English longhand, and stenciled the list of more than 1000 numbers for general headquarters of the allied powers, the occupying army, the supreme Allied commander, General MacArthur, and other instal,

"From Melbourne to Tokyo was cheering parachute troopers short-ly after his silvery transport Finish Salem plane landed at 2 p.m. yesterday imperial palace in the heart of the bomb-ruined capital.

The supreme commander de-

splendidly. In all outlying theatres fighting has practically ceased and every area is preparing to so that the Salem planning comcapitulate."

Without deigning to see Japanese liaison officers from the imperial general staff. MacArthur drove by automobile the 15 miles streets to meet future traffic from Atsugi to his headquarters needs. This assent was given afin the undamaged New Grand hotel in Yokohama.

There, as the first alien boss ern nation, the supreme commander will confront his old enegive them orders which hence- work would be done. forth will supercede those of Emperor Hirohito.

Then Sunday will come the suforce, led by the new 35,000-ton general who vowed to finish the war in Tokyo - and made good

Missouri in Tokyo bay and as su- before recommending a plan to preme commander for all the alcific fleet headquarters here said lies, sign the surrender articles the forces were under the com- sealing for Japan the loss of a mand of Rear Adm. C. H. J. Har- war and an empire built by blood-

## Release Point

KLAMATH FALLS, Ore., Aug. 30.-(A)-The marine barracks here tween Waldport and Yachats in will serve as a separation center Lincoln county. ALBANY, Aug. 30 .- (A)-H. E. of the marine corps for marines port. Manager Jack Prudem said the newly-organized Linn-Benton ern California, Col. Charles Brooks association.

est Cersovski, Harrisburg, and five in the United States. A second Sam Kruger, Albany, directors. west coast marine corps center Next meeting will be at Corval- will be at Camp Pendleton near San Diego, Calif.

### CHUNGKING, Aug. 30 -(P)- Holder of Highest Honor Waits China by next spring if sufficient shipping is available, Lt. Gen. Al-

CAMP ADAIR -(Special)- One at the resumption of dancing at "did not feel entitled to step down spot. while we were still at war," has disclosed his application for an honorable discharge. He is Lt. addition of curtains have added the congressional medal of honor 2nd regiment's D-6 dayroom. as the one-man army who wiped out three machinegun nests and captured 39 enemy soldiers near he so desired.

lem served as dancing partners" time."

of the nation's top heroes, who the 3rd regiment's renovated fun-

Refinishing of the floors and the Ernest H. Dervishian, holder of greatly to the appearance of the

Several cadremen from the 1st Cisterna, Italy, May 23, 1944. His regiment, as well as some from 30-Hour-Week, Same decoration has entitled him to other groups, spent their two day Pay Sought by Union request discharge long ago, had holiday last week picking beans

Lt. Col. Emily C. Davis, WAC The rationing of cigarets and (AFL) will demand a 30-hour staff director for army ground smoking tobacco was continuing work week at the same weekly The emissaries slipped from To-kyo by falsifying an advance announcement of their departure from the field and returned by publicly proclaiming an inaccurate schedule.

The emissaries slipped from To-kyo by falsifying an advance announcement of their departure from the field and returned by the names were made available by the army, but the ships on attack to the same weekly pay received for the 48-hour wartime week Maj. Clair Tibbits, post exchange of ficer, said that "the proximity of the naval hospital (where rational publication, discovered for the 48-hour wartime week, 104 reported, the naval hospital (where rational publication, discovered for the 48-hour wartime week Maj. Clair Tibbits, post exchange of ficer, said that "the proximity of the naval hospital (where rational publication) are schedule. The AGF News commented this liar problem, but there is nothing layoff of a single worker." The

## Commission to The state highway commission

Thursday consented to complete its planning of arterial highways serving Salem and West Salem mission will know what the state plans are in its own work of planning improvement of local ter the request of a delegation of Salem citizens who appeared before the commission in Portland. of Japan since it became a mod- It was understood that the work extended only to the coordination of effort in planning and carried mies of the imperial staff and no engagement as to when any

The Salem delegation made ne recommendation as to changes in highway location but expressed preme moment for the fighting the desire to know if changes were in contemplation so its own plans could be made to coincide. The highway department engineers will He will board the battleship make extensive studies in the area the commission.

> The commission authorized purchase of 80 acres at the entrance of Silver Creek state park for \$3000 to enhance its appearance and prevent encroachment of business. It also authorized purchase of right of way and wayside strips along the Pacific highway, at Stage Road pass in Douglas county and wayside strips along the ocean on the Oregon Coast higway be-

WASHINGTON, Aug. 30-(P)-Labor Secretary Lewis B. Schwellenbach tonight urged a greatlyexpanded federal service for the nation's two million physicallyhandicapped veterans and civil-

"There is no doubt that the rehabilitation of war disabled will give impetus to a more intensive program for all the disabled," the secretary said in a talk prepared for delivery at a meeting of the American Society for the Physically Handicapped.

"We must be sure that the added funds and the additional effort are used most effectively."

SEATTLE, Aug. 30-(AP)-Local wartime no-strike pledge.

#### Ask 4 Stars Go To Wainwright OIL CITY, Pa., Aug. 30 -(AP) Promotion of Lt. Gen. Wainwright, recently liberated from a Japanese prison camp, to the rank of full general was asked today in a telegram sent to Gen. George C. Marshall, army chief of staff, by Pennsylvania Congressman L. Gavin requested Marshall to

recommend the promotion to President Truman and asked that it be made in time for Wainwright to participate in the formal Japanese surrender aboard the battleship Missouri.

reau, McNary field, Salem): Partly speaking sincerely.

cloudy with temperature about 79 deAfter the emperor made his surfacts.

By Russell Brines (Russell Brines, Associated lic uproar died quicker than had Press correspondent, has returned to Tokyo. He left Japan in March, 1941, was captured by the Japanese in Manila in January, 1942, and interned a year before his re-

**Fanatics Threatened to Shoot** 

Peace Envoys, Reporter Says

patriation.) TOKYO,- Aug. 30 -(A)- Some fanatical elements in Japan were so determined to continue the war that they publicly threatened to shoot down the surrender envoys sent to General MacArthur's head-

quarters in Manila recently. The concensus of many well informed Japanese with whom I talked today on my first visit to Tokyo in more than four years was that Hirohito broke a long militaristic grip on his throne to sue for peace.

The emperor won "a courageous gamble," these Japanese added. They had no reason to propagandize me. It was evident they were

render broadcast on Aug. 15, pubbeen expected by the Japanese with whom I talked.

The people were shocked by the sudden change from eight years of consistent propaganda emphasizing that the people would die fighting rather than capitulate.

At the outset, fanatical elements kept the country in a turmoil.

It can be revealed now that AP to Release Names kamikaze units flooded Tokyo with pamphlets urging continued fighting and publicly threatened to shoot down the emissaries to Ma-

This was done with the full fied, the army explaining it could support of General MacA....u., not permit such identification unwho was fully apprised of the til the Pacific was declared a non- week that "lovely girls from Sa- we can do about it at the present local voted recently to rescind its