TRANS-ATLANTIC AIRLINER CRASHES, BURNS

Butter Price Stages Comeback as U.S. Launches Inquiry

By the Associated Press

While federal investigators probed into charges of market man-Ipulation, butter prices in New York made a sharp comeback yesterday from the post-Christmas break and again established a marked disparity between New York and Chicago quotations.

Wholesale prices for top grade butter rose four cents to 79 cents. a pound in New York, wiping out part of the nine to 10 cent drop that hit the market Thursday





The Sheridan Sun reports the sale of that community's largest industry, the Wideman Lumber a one-cent difference between the Co., to a company in Michigan two markets - the approximate operating retail yards in the mid- cost of shipping - supplies generdle west. The Sheridan mill is not ally flow in the direction of the large, having a cut of only 65,000 higher price.

bd. ft. daily. The item is of interest because it is one of a series of transfers in which local mills price of butter and eggs to the are being acquired by outside in- housewife dropped several cents terests

The reason for the purchase, flecting a fall in wholesale marts. the Sun says, is that the buying The price to retailers was 58 to trouble obtaining a steady supply eggs and 79 cents a pound for of lumber. It takes this means of grade A butter in prints. insuring itself of lumber for its yards.

There have been a good many large transfers in the past year Armed Bandits or two. The Edward Hines interests, with main offices in Chicago. which have for a number of years had a big pine mill at Hines, near Net \$2,200 at Burns, acquired the mill at Westfir in the fir and hemlock belt. Long-Bell bought the Snellstrom mill in western Lane county. The Dollar interests bought the Glendale mill. Many small mills have been acquired by wholesalers or chains of retail yards located outside the state.

This means that the mill operating profits go outside the state, although the sales have brought big sums of outside capital into the state. The greater the extent of foreign ownership the more not object to foreign investment point to open the store's sale in Oregon business except as it

drawn. The comparable price in Chicago yesterday was up onehalf cent to 74 cents a pound. Secretary of Agriculture Anderson ordered agents to New York to investigate what some consumer groups called the artificial maintainance of abnormally high prices there in the weeks prior to December 24. Butter dealers in New York said

almost anything could happen nder existing up-and-down price onditions. If prices rise in Chicago, they said, there might be

when the organized support of dairy interests was suddenly with-

less fluctuation in New York. SAN DIEGO, Dec. 27 - Richard Whenever there is more than

PORTLAND, Dec. 27-(AP)-The **Bodies Found** in most grocery stores today, re-

company. like others, has had 60 cents a dozen for grade A large

Local Market

Two armed bandits took \$2200 from the safe of Krueger's Kash near Cuyapaipe peak in the La- cost.

o'clock last night. Investigating state police "aid Farmen was then tied with a

Allen Quits, Urges RFC Extended Suggests **Plan for** Agency WASHINGTON, Dec. 27 - (AP) -

Co-Pilot

Joke-loving George E. Allen, re-

NINETY-SIXTH YEAR

signing from the reconstruction Weber (above), co-pilot of the finance corporation after serving Western Airlines plane which crashed on a flight in southern less than half his two-year term, California. Bodies of the nine handed President Truman today passengers and three crew a blueprint for seeking a new members were located today. (AP Wirephoto to the States- lease of life for the agency from

the republican congress. The RFC will expire June 30 unless congress continues it, and some republicans have opposed a continuance even though the agency originated with the Hoover administration.

Allen's blueprint, drafted by him and the other directors, would lop off the RFC's authority to make stabilization loans to foreign countries, to supply funds for the export-import bank, and other obsolete emergency functions.

The RFCs broad powers to make business and other loans would be continued, however, and its major subsidiary, the U. S. commercial company, would be extended. The company now is working to restore the foreign

on an unnamed 6000-foot peak the object of reducing occupation

ommendations "will receive my

new congress.

Allen as one of the five directors at \$10,000 a year. His ap-pointment will be subject to con- A Different Color

firmation by the new



The Oregon Statesman

U.N. A-Council Deadlocks on Veto

10 PAGES Salem, Oregon, Saturday Morning, December 28, 1946

TOKYO, Dec. 27-Fire sweeps through Shingu city, Wakayama prefecture. Southern Japan, after the devastating earthquake and tidal wave. Residents of the small seacoast town crowd the beach (foreground) with what possessions they were able to save. (AP Wirephoto from 5th Air Force to the Statesman).

> Nine Awards **Remaining for**

> > donated them.

to receive their awards are:

Twelve Survive Accident

RINEANNA, Eire, Dec. 28-44 A Trans World Airlines Constellation plane bound from Paris to New York, and believed to have 23 persons aboard, crashed and burned early today in inaccessible bog country two miles from Shannon airport.

First unofficial reports indicated there were 12 survivors in-cluding a baby. The crash, accompanied by a great explosion, occurred at 2:15 A.M. (6:15 P.M. Friday, PST) across the swampy Fergus river tributary of the Shannon from the airport.

Hostess Survives

The first mud-covered survivor brought in by hastily organized rescue squads way the hostess, Miss Kay Ferguson, 22, of Jackson Heights, N. Y

"I had just told the passengers to fasten their safety belts for landing when the accident oc-Miss Ferguson said while curred. being treated for shock and cuts on one foot at the airport.

"My god, I've never seen such wreckage," said Capt. Sidney P. poned its final vote on an inter- Harrington of Pan-American Airways, who led one reacue party.

He said other survivors brought United States could not surrender across the Fergus in small boats had been loaded on ambulances waiting to rush them to Limerick less the U.N. ruled out the veto hospital

The plane was believed to have Standing firm in the face of carried 14 passengers and a crew Russia's silence and new opposi- of nine

tion from France and Great Bri- Planes' Back Broken

Other members of Harrington's Pan-American crew said that the plane appeared to have broken its back in the crash before fire not recommend senate approval. Apread

Robert Stevens, TWA stations manager, declined to issue any statement on the accident until the Paris office had authorized vote and tossed the whole report him to do ao.

Miss Ferguson asked airport officials to cable her parents, "wish you all happy New Year," without mentioning the accident.

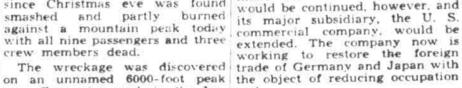
Law School at W.U. Wins Top cussions but announced near the Recognition An American spokesman said solid support of five other na-

Willamette university law school



and Karry market at Lancaster guna mountains, about 50 miles drive and Center streets at 7:15 cast of here. It was 100 feet from

the top. This is approximately the lothe gunmen stopped C. T. Far- cation of the "blaze" or sky men of route 6, Salem, an employe "glow" which a number of perwho had just closed the store and sons reported seeing at about the was in his car, preparatory to go- time the transport disappeared Oregon becomes "colonial." We do ing home, and forced him at gun- after giving its last position over the mountains at 7:09 p. m. The pilot of another passenger ripped apron while all the safe's plane reported that night that he



Mr. Truman wrote that the rec-

immediate consideration." They may form the basis of his recommendations on the RFC to the

The president named John Duncan Goodloe III, general counsel of the RFC since 1943, to succeed That's a House of

might drain seriously the state's economy. Absentee landlordism is never wholesome for farms or for industries.

The pattern may change, come a reversal of the prosperity in lumbering. Then foreign corporations may conclude it is better to sell the mill and buy lumber on the market. That day doesn't seem near at hand, however. Recently O & C timber was sold on bid at over \$12 a thousand feet and James Bowden got \$16.45 for the Douglas fir stumpage. As logging these tracts will take a considerable period of Draws 'Life' time, the price indicates that the bidders anticipate good lumber markets for a number of years.

deprive many mills of logs and "Pandora's box" slayer of his the number of mills will be con- wife, was sentenced to life imsiderably reduced. We can only prisonment today. hope that Oregon's chief industry will not become merely a fiel held wife to open a dynamite-rigged by outsiders concerned only about box by arousing her curiosity, supplies or profits.

Ask Reds Pay Lend-Lease

Demands on Capitol Hill that prisonment. Russia "settle now" for its lendlease aid were met today with RITA HAYWORTH ILL

program. It showed that 70 per cent of this nation's 50-odd-billion-dallor contribution to joint

vited to open negotiations," thus far, apparently, without response.



day. Approximately 400 attended milk. served by the members of the at the creamery, told briefly of lays the farmers who work with Mt. Angel Businessmen's club. man of the day, and C. E. East- urging patrons to continue in their "this human side to brucellosis, ity program. Hettwer expressed facturing products at the state ly on the artificial insemination hope that in time the creamery college, spoke of his work and program which he said "would would have no "lower grade" study during his sabatical year increase production and is one of milk. He also told that during the in the east, and also touched upon the big moves ahead in Oregon's war years, 600 patrons of the local the progress in development of dairy business." plant had stopped producing al- rindless cheese. O. K. Beals, chief Tod Hamilton, Mary Krugur

12. "No, no, not just up and down!"

contents were removed. He ex- had actually seen the craft afire tricated himself from his bonds but stormy weather had delayed about 15 minutes and tele- locating the spot.

phoned state police. State, coun-Coroner's aides were disty and city law enforcement offi- patched to the scene, in an area cers have been alerted in efforts to apprehend the robbers. The Krueger market is about a uties telephoned it would be imhalf mile outside the east Salem possible to bring the bodies out

city limits.

PORTLAND, Dec. 27 - (AP) -Again declaring his innocence. The rapid cutting of timber will James W. Bowden, 49, convicted Bowden, accused of luring his

Polar Rights told Circuit Judge Walter L. Tooze he was the victim of "a chain of circumstances." In court, Bowden testified he

before tomorrow

had built the lethal box for another man who had been friendly with his wife, but later decided against using it. The jury found him guilty of first degree mur-WASHINGTON, Dec. 27 -(AP) der, but recommended life im-

HOLLYWOOD, Dec. 27 - (AP) -

The mixed reaction stemmed Actress Rita Hayworth collapsed



ness.

WASHINGTON, Dec. 27-(AP)-Undersecretary of State Dean the western slope, Washington, uary 3 in favor of a campaign de-Acheson said today the United Oregon and Idaho can expect signed to oust him later. States was reserving all rights freezing temperatures, the weather bureau warned. it may have in the Antarctic.

He told a news conference that Minimum temperatures while this government has never eastern Oregon were expected to formally asserted any claims in reach between zero and 10 dethe southern continent, such grees during the night. West of the entire Republican senate delclaims have been asserted in its the Cascades it won't be quite so egation. behalf by American citizens. He cold with temperatures between noted that this government has 15 degrees and the low twenties. never recognized claims by other according to weather bureau nations in the Antarctic. forecasts. Montana and North

Acheson's remarks had fol- Dakota were held in the grip of lowed an announcement that the cold mass moving down from from the administration's 23rd on a movie set at Columbia studio Rear Admiral Richard E. Byrd the polar regions while Chicago report to congress on the ope- today and her illness was diag- will sail from Norfolk. Va., Jan- was basking in the glow of a rations of the mutual aid supply nosed as a severe cold bordering uary 2 for his fourth trip to warm front which moved the southern polar regions.

Allen told reporters today he SANTA CRUZ, Calif., Dec intends to return to private busi-27-(AP)-T. H. Campbell rubbed. his eyes in bewilderment when he awoke today. His frame house-which had been a of rugged peaks rearing up from the Imperial valley. Sheriff's depgleaming white last night-had

became a rakish orange red. Dr. John O. Rafferty, Santa Cruz county health officer, explained: Hydrogen sulphide swamp

gases from a nearby lagoon had mingled with the lead in the white paint.

GOP to Delay area last night prevented temper-atures from reaching new lows Bilbo Battle

WASHINGTON, Dec. 27-(AP) rolling down from the north in Republicans today dropped plans the central regions and spilling to try to bar Senator Bilbo (D.over the Rockies in Canada onto Miss.) from taking his seat Jan-

The strategy was considered at a closed-door session of the Refor publican steering committee but a final decision was postponed pending the meeting Monday of

cided that he can be ousted by majority vote after the new members have been sworn in and to 45 majority.

10 gallons gasoline, oil change lubrication job. John Schram, 1713 Water st. Salem, 10 gallons gasoline, oil change, lubrication job.

121, Turner, umbrella. Salem, car vacuum. Sponsors have been widely of the campaign which is cred-

A senator who attended today's one of Salem's busiest Christcommittee meeting reported the mas seasons in history passed anti-Bilbo strategists have de- without a serious shopping-hour traffic accident of any kind. the Republicans attain their 51 CARIBBEAN EARTHQUAKE

earthquake was felt here at 8:05 **Canby Youth Killed in** Accident on Highway

about 6:30 o'clock last night when from the interior. he lost control of his car and it left the Barlow - Hubbard road

The body was taken to the of-

Rates to Increase

WASHINGTON, Dec. 27 - (AP) communications commission in a 5 to 1 decision.

Max.

42 52

Min.

Precip

.06

Weather

together because of lack and high of food and dairy division, de- and Grace Workman told of the price of help. Patrons now num- partment of agriculture, pointed work of the Oregon Dairy coun- Salem ber 2800, he said. Touching on out that the producers have more cil. G. C. Keeney brought greet-"high prices" of milk, he pointed at stake than anyone else in the ings from the Pacific Cooperative Chigaco out that in 1940 a carpenter's production of quality milk. He Poultry Producers, and Rep. Her-New York wage could buy a quart of milk in told of how the quality program man Chindgren of Colton greeted nine minutes, while now it takes had "slipped" during war years the patrons. Accordion music was but seven minutes of a carpen- and how efforts were now being furnished by Allen Obersinouer.

ter's time to earn a quart of milk. made to enforce the laws along The 34th annual business meet-Eastman told that the largest that line. He mentioned that of 55 ing of the co-op will be held Janreturns ever made to patrons were recent butter samples taken in uary 27 at St. Mary's auditorium. est 25

Polite Drivers Distribution of awards in The Oregon Statesman-Warner Brothers Courtesy Driving campaign will end at 5 p. m. today, with all to avoid use of the specific word prizes unclaimed by that time

abstaining in full."

held the Soviet seat in the un-

expected absence of Andrei A

Gromyko, took no part in the dis-

close of the meeting that he want-

ed to be considered "present but

that the United States had the

Price 5c

No. 235

By Larry Hauck

commission tonight post-

going back to the merchants who Flaxmen Buy The nine license numbers of cars whose owners or drivers are **Jefferson Plant** entitled to awards still not claimed are: 338-324, 382-390,

174-506, 262-258, 6-189, 263-784, 15-550, 212-959 ('47), 256-420. Ninety-one of the 100 daily prizes already have been called tiam Flax Growers was approved resentative of the association. for or mailed to claimants. Latest by the war assets administration today.

Edgar Pomeroy, Independence, The salvage value had been estimated at \$12,400. Harry J. Correll, route 1, box

erated the plant for the govern-C. D. Runner, route 2, box 280, ment during the war.

of the campaign which is cred- U. S. Ship Sinking ited materially for the fact that Off Norway Coast

OSLO, Saturday, Dec. 28-(AP) The radio operator of the 7,176ton American freighter Am-Mer- Crack Red Troops Mar was quoted by the Farsund radio early today as reporting that Open China Drives CIUDAD, Trujillo, Dominican Ryvingen lighthouse on the south Republica, Dec. 27 -(R)- A strong coast of Norway.

The ship had struck and was p.m. (EST) today. The tremor resting on a submerged rock bewas of about 10 seconds duration fore it started to sink. and caused great alarm but no The uninjured 38-man crew of Ronald Edward Ott. 19. of box damage in this capital city. Re- the Am-Mer-Mar has been trans-58, route 2, Canby, was killed at ports have not yet been received ferred to the Norwegian rescue

vessell Anton Poulsson

near Whiskey Hill, state police at Milwaukie, who investigated, re-ported. milk, in keeping with the new ments called attention to by East-grade A milk program being un-dertaken by the Mt. Angel Co-dertaken by the Mt. Angel Co-

> COLUMBUS, O., Dec. 27-(AP)- mistic view of occidental civil.za-The United States may expect a tion, saying: population decrease of 40,000,000

> in the next century while oriental peoples will multiply two-fold, ization now is facing the gravest delegates to the 25th annual con- dangers, both from within and vention of the National Council without. Within it is being weak-

> of Geography Teachers were told ened by the love of juxury and ease, and by decline in the intonight Speaking of the U.S. 100 years tegrity of the family as an instihence, O. E. Baker, University of tution for the reproduction of the

> Maryland geographer, asked: race "Can 100 million people living "Without, it is being threatened in relative luxury, and with an by a very efficiently organized abnormally high proportion of group possessing a lust of power. aged persons, keep out one to two associated with an ever more mabillion people in the orient pos- terialistic philosophy of values; sessing an industrial power many also strangely with a religious times greater than at present?" conviction which makes a strong Russia's population, too, will appeal to the masses of Eurasia. continue to climb, Professor Baker who will increasingly feel the

> said, reaching about half a bil- pressure of population on the nalion, or more, and bringing Euro- tural resources. "If the masses do not feel this,

pean population to one billion; all consolidated, probably under pressure now, this group of leaders will make sure that they feel one government. The geographer took a pessi- it in the future "

tions on the 12-member commis-sion-China, Egypt, Brazil, Mexi-has been elected to membership co and Australia - in the veto in the Association of American fight, and counted Canada and Law Schools, the highest recogni-Great Britain as doubtful. Poland tion accorded in the field of legal and France both said they would education. Word of its election not accept any version which in- was received Friday by President cluded the word veto, and the G. Herbert Smith of the univer-Netherlands sought a compromise sity from Dean Seward P. Reese, who is attending the annual meeting of the association in Chi-

CHEC Other institutions in the northwest which have been admitted to membership are the law schools of the state universities of Idaho, Oregon and Washington. The association was formed in 1900 with WASHINGTON, Dec. 27-(AP) - a purpose of improving education Sale of the Jefferson, Ore, sur- in law An inspection of Willamplus flax fiber plant to the San- ette was made recently by a rep-

Previously the Willamette law

school had been accredited by the The plant, which cost the gov- American Bar association. The ernment \$151,308 but has suffered new recognition is the final step fire damage since, was sold to in the long effort to bring the the cooperative for \$10,120 cash law school up to standards required by the best professional organizations. Requirements that The Santiam Flax Growers op- had to be met were size and composition of the law library and number and qualifications of the

> faculty With over 100 enrolled this year the law school is in the best position in its long history, Dean Reese took over the deanship at the opening of the fall term.

PEIPING, Dec. 27-(AP)-New Communist attacks in Shantung and Hopen provinces south of Peiping were reported by progovernment papers today while government sources claimed vietories over persistent guerrilla bands on the outskirts of Peiping itself.

Ten thousand of the best Communist troops, well-equipped with artillery, were said to making a determined assault in western Shantung province.

The battle, in progress since December 20, was reported still raging with heavy casualties on both sides.





"Your Statesman Want Ad guaranteed results in 14 easy lessons - how come my wife outpointed me again last night?"





being made this year in the \$100,- western Oregon, all in grade A 000 in cash and certificates re- wrappers, only eight were actual-MT. ANGEL, Dec. 27-Quality turned to the producers. Improve- ly grade A butter, 39 were grade ported. milk, in keeping with the new ments called attention to by East- B, and eight were grade C

operative creamery, was stressed the 28 trucks and cars, expansion lege, spoke on control of disease, the annual patrons' meeting of the cheese plant, and the steps stressing in particular the control

held at St. Mary's auditorium to- taken toward producing A grade of brucellosis, from which, he Telegraph Message said, "we can protect the conprogram and the luncheon Charles Cobb, quality director sumer by pasteurization but which

how he was assisting in carrying the animals open to many dis-Frank Hettwer, manager and out the program, telling why eases." Dairymen, he added, are Telegraph message rates soon will secretary of the co-op and chairgo up about 10 per cent. The increase for the Western man, president, both urged pro- improvement program. Dr. G. H. commonly known as Bang's dis- Union Telegraph company was ducers to cooperate in the qual- Wilster, head of dairying manu- ease." Brandt also touched brief- authorized today by the federal

San Francisco

29 33 48 24 16 60 32 Willamette river 2.4 feet.

FORECAST (from U.S. weather bu-reau. McNary field, Salem): Heavy fog this morning but clearing in af-

a cry of "give them time."

The report said that Russia,



lion-dallor contribution to joint victory had been marked paid or 400 Attend Meeting of Mt. Angel Cooperative written off. The report said that Russia, which received 23 per cent of the American outlay, "has been in-

By Lillie L. Madsen Farm Editor, The Statesman