

\$100 Million Thefts from Canal Project

VANCOUVER, B. C., Jan. 14 (AP)—The Vancouver Daily Province said today in a dispatch from Norman Wells, N.W.T., that there has been a mysterious disappearance of at least \$100,000,000 worth of Canal Oil project property. It added: "The one good asset which now remains of the Canal stands at Whitehorse, Y.T. in the form of the refinery which cost \$23,000,000."

It was announced in Washington this week that the United States government now proposes to sell the assets of Canol, which cost \$159,000,000. The Province dispatch said: "The amount of straight thefts from the system may never be known. Records of the FBI (Federal Bureau of Investigation) at Washington and of the Mounted Police in most cases there was no conviction. Canol assets were in most cases not guarded or even housed so that it was temptation to northern trappers and miners to help themselves."

Here is the bill which Uncle Sam was handed for the Canol Oil project. Products pipe lines with appurtenances at a cost of \$34,000,000; refinery at Whitehorse, \$24,400,000; Norman Wells-Whitehorse crude oil pipeline \$31,000,000; prospecting and developing of wells \$17,200,000; roads and transportation of freight \$26,500,000. Total \$133,900,000.

LESS TURKEYS EXPECTED

WASHINGTON, Jan. 17 (AP)—Faced with prospects of lower prices and increased competition from red meats, farmers plan to produce 16 per cent fewer turkeys this year, the agriculture department reported today.

DANCE

Silverton, Jan. 18
Sponsored by Lions Club
Every Sat. Nite K.P. Hall
Music Wayne Strachan's Orchestra

Old Time Dance

Waltzes, Quadrilles, Paul Jones, 2 and 3 Steps
Join the Crowd and Have a Good Time
259 Court Street
Every Saturday Night over Western Auto
Music by PAUL WINSLOW'S GANG
Public Welcome

V.P.W. Victory Club DANCE

Old-Time Dancing TONIGHT
Veterans Hall
Corner Hood and Church Streets
Music by Ray's Salem Ramblers
Admission 90c inc. tax Welcome

DANCE

Tonight
Silverton Armory
9 to 12
GLENN WOODRYS ORCHESTRA
14 Entertainers 14
Admission 75c Plus Fed. Tax 14c Total 89c

Opening under New Management
The Chuck Wagon
At 1120 Edgewater St.
Wanda Katana Pat Lyons

DANCE

Every Saturday
Maplewood Grange Hall
(1/4 mi. north of Aurora on highway 99E)
Carl Mikkelsen Orch.
Admission 50c including Tax

Rohland Applies To Build Store

An application to build an \$11,741 store was received by the civilian production administration in Portland yesterday from H. E. Rohland, owner of Rohland's department store, 1983 N. Capitol st. Other applications to the CPA included the First National bank plan for \$5,000 alterations at Montgomery and Ward Co. for authority to erect a \$750,000 warehouse in Portland, according to Associated Press last night.

Closed Shop Ban Opposed by Senate Labor Committee

WASHINGTON, Jan. 17 (AP)—A majority of the senate labor committee lined up today to resist any outright ban on the closed shop. The five democratic members, joined by at least two republicans, expressed themselves against a flat prohibition of closed shop contracts. Seven is a majority. Senators Ellender (D. La.) and Hill (D. Ala.) of the senate committee told reporters the closed shop issue should be left to collective bargaining, that is the position of Senators Elbert Thomas (D. Utah), Murray (D. Mont.) and Pepper (D. Fla.). The eight republicans are divided, and some have not made up their minds. Senator Morse (R. Ore.) is flatly opposed to outlawing the closed shop.

Society, Students See Phosphorescent Rock

The Salem Geological society and the students of Willamette university Thursday night and Friday morning witnessed a display of phosphorescent rock, brought to the University's Col. Williams hall by Archie Smith, 1917 Willamette graduate. The display consisted mostly of New Jersey franklinite, calcite and willamite phosphorescent rock. Smith showed the importance of phosphorescent materials used in theatrical productions, paintings and their uses in the medical profession.

Morse to Ask Probe of U.S. Welfare Grants

WASHINGTON, Jan. 17 (AP)—Sen. Morse said today he was introducing a bill for a congressional review of the \$1,000,000,000 federal government has allotted for health, education, welfare and similar grants. Morse said the government's federal aid program, having "simply grown like Topsy," was "a wild morass of red tape and administrative confusion."

NOTICE TO CREDITORS

No. 12793
In the Circuit Court of the State of Oregon for the County of Marion. Notice is hereby given that the undersigned has been appointed executor of the estate of L. N. Doolittle, deceased, by the Circuit Court of the State of Oregon for Marion County, and has qualified. All persons having claims against said estate are hereby notified to present the same, duly verified as to amount, to the undersigned, at 422 Pacific Building, Portland, Oregon, within six months from the date hereof.

Dated and first published, December 21, 1946.
Last publication, January 18, 1947.
E. F. GHORMLEY, Executor.
Hampson, Kuerner, Young & Sweet, Attorneys.
D-21-28-J-11-18

CAPITOL

Now Gary Cooper
"CLOAK AND DAGGER"
ROBERT ALDA - LILLI PALMER
Co-Hit Desi Arnaz - Ethel Smith
"CUBAN PETE"

HOLLYWOOD

Cont. from 2 p.m. Sat. & Sun.
Ends Today! (Sat.)
Maureen O'Hara
Dick Haymes
"Do You Love Me" in Technicolor
Sunset Carson
"The El Paso Kid"
Plus 2 Big Cartoons (Mat. only)
Starts Tomorrow!
Candette Colbert
Orson Welles
"Tomorrow is Forever"
"Down Singapore Way" in Technicolor
Russ Morgan
"Takin' the Breaks"
Plus "Law of the Badlands"

DINE and DANCE

Every Night Except Sunday
Open From 7 p. m.
No Cover Charge
Except Sat. & Holidays
Leonards

DANCE

Every Saturday
Maplewood Grange Hall
(1/4 mi. north of Aurora on highway 99E)
Carl Mikkelsen Orch.
Admission 50c including Tax

Norway's Story Of Pact Differs From Russia's

MOSCOW, Jan. 17 (AP)—The government newspaper Izvestia asserted today that World War II had demonstrated the Soviet Union's interests in the Arctic Spitzbergen archipelago for defense purposes. It declared the validity of the 1920 pact giving Norway sovereignty over the islands "cannot be preserved." (In Oslo, the Norwegian foreign office gave its version of the "joint defense understanding" which Moscow announced two days ago, but they included three conditions, not mentioned by Moscow. (The conditions were that the islands should continue under Norwegian sovereignty; that the United States, Britain, France, the Netherlands, Denmark and Sweden would have to consent to the agreement, and that the arrangement would have to be acknowledged by the Norwegian parliament.) Izvestia charged that the governments of Britain, the United States and France, which signed the 1920 pact, ignored the interests of the then young Soviet republic.

Wheat Leads Grain Slump

CHICAGO, Jan. 17 (AP)—Wheat led a general downturn in grains today, dropping as much as 3 1/2 cents on news that the present government buying price for wheat at Kansas City will terminate tomorrow. Old crop deliveries encountered heaviest selling. Wheat was down nearly 5 cents at one time but rallied from its low. Final prices were 1 3/4-3 1/2 below the preceding close, January \$2.14. Corn dropped 1/4-1 1/2, January \$1.32 1/2, and oats finished 1 to 2 cents lower, March 74 1/2-75.

Anton J. Hiederer Dies at Local Hospital

Funeral services for Anton J. Hiederer, late resident of 1144 Center st. and former resident of Stayton who died at a Salem hospital Thursday, will be held Monday, January 20, at St. Mary's Catholic church, Stayton, at 9 a. m. Recitation of the Rosary will be held Sunday evening at 7:30 o'clock, the Weddle funeral home in Stayton. The deceased is survived by several cousins.

Building Permits in Salem Show Decline

Building permits issued in Salem during December, 1946, totaled \$12,266, representing an 18 per cent drop from November and a fall-off of 31 per cent from December, 1945, according to a report Friday by the Northwest Building Bulletin. Other permit volumes listed for December, 1946, include Albany, \$61,700, and Corvallis, \$25,150.

Too Late to Classify

FOR SALE: Complete furn. for 3 rm. house, little over 1 yr. old 1158 Spruce. Phone 2-5311.

NOTICE TO CREDITORS

No. 12811
Notice is hereby given that the undersigned, A. A. CRETE, has been appointed administrator of the estate of ROSALIE CRETE, deceased, by the Circuit Court of Marion County, Oregon, Probate Department, and has qualified. NOW, THEREFORE, all persons having claims against the estate of ROSALIE CRETE, deceased, are hereby notified and required to present the same, with the proper vouchers, duly verified to the undersigned administrator either at the Law Office of R. C. BENNETT in the City of Newberg, Yamhill County, Oregon, or at the office of the Oregon Statesman, Salem, Oregon, within six months from the date of this notice.

Dated this 11th day of January, 1947.
A. A. CRETE, Administrator of the estate of ROSALIE CRETE, deceased.
R. H. HENNING, Attorney for Estate.
First publication January 11, 1947.
Last publication February 1, 1947.
J-11-18-25-F-1-8

Hi, Kids! TODAY

at 1:00 P.M.
The BUGS BUNNY SHOW

Big Stage Show

with Prizes - Fun - Music
Broadcast Over KSLM
From 1:00 to 1:30
On the Screen - BIG SERIAL Chapter 7 "THE ROYAL MOUNTED RIDES AGAIN"
3 Color Cartoons
Sports Parade Short "The Lazy Hunter"
Big Musical Hit! Desi Arnaz Orchestra
The King Sisters Ethel Smith in "Cuban Pete"

CAPITOL

Now Gary Cooper
"CLOAK AND DAGGER"
ROBERT ALDA - LILLI PALMER
Co-Hit Desi Arnaz - Ethel Smith
"CUBAN PETE"

Mrs. Logan Dies at Home

Mrs. Lila E. Logan, 1930 S. High st., died yesterday at her home. Funeral services will be held Monday, January 20, at 1:30 p. m. at the Cough-Barrick chapel, with interment in Belcrest Memorial park. Mrs. Logan was born in Redwing, Minn., on August 24, 1872, and was married in Madison, S. D., November 25, 1897, to Charles W. Logan. They came to Salem in the fall of 1918 and have lived here since, except for the last several months when they moved to Sherwood to live with a daughter. In addition to her widower, Mrs. Logan is survived by daughters, Mrs. H. A. Zosel of Sherwood, Mrs. Frank Sinclair of Portland and Mrs. Jack Saum of San Francisco; a sister, Mrs. T. E. McClean, Salem; brothers, L. A. Elwell and L. C. Elwell of Salem, and four grandchildren.

Christmas Seal Sales Totalled

Contributions to the annual Christmas seal sale for the support of anti-tuberculosis work of the Marion county health association already total \$16,221.29, although books do not close until April. This was announced by sale committee chairman yesterday to the executive board of the association at a luncheon meeting in the association offices in the Masonic building. Secretary Ruby Bunnell predicted that late responses to the mail campaign should easily bring the total over last year's complete returns of \$16,779.62.

Figures to date break down the collection as follows: Bangle pin sale in city and county school, \$27.08; booth sales in Salem, \$604.85; Tuberculosis sanatorium, \$714; state penitentiary, \$43.00; county, \$46.65; Salem, \$763.80; and bond returns, \$2501.00. It was reported that 12,314 letters and that these so far have brought \$2833 responses.

SKOPIL CHIEF CLERK

Otto R. Skopil, Jr., Salem attorney, yesterday was appointed chief clerk for the state senate committee on commerce and navigation, state affairs and rules, according to announcements by Sen. Allan Carson, Salem, and Sen. William E. Walsh, Coos Bay. Carson is chairman of the state affairs committee and Walsh is chairman of the other two committees.

Valley Briefs

Aumsville—Mrs. Vernon (Connie) Roberts is in the Salem general hospital with their new daughter. Connie runs the Aumsville Richfield station. Paternal grandparents are Mr. and Mrs. Omar Roberts, maternal grandparents are Mr. and Mrs. Phillip Albus, all of Aumsville. Silverton—Born at the Silverton hospital, daughter to Mr. and Mrs. Levi Struther of Hubbard, January 15; daughter to Mr. and Mrs. Lester Wagon, January 12; daughter to Mr. and Mrs. S. R. Rice of Woodburn, January 16; daughter to Mr. and Mrs. O. R. Coughenower, January 9.

Aumsville—Mr. and Mrs. Charles Wright and family have returned from Evansville, Ind., where they spent Christmas with her father, James A. Wright, who she had not seen for 15 years. Wrights took the southern route going east and had good weather all the way. Returning they were held over two days in Kansas by a blizzard.

Silverton—Ludvig A. Meyer slipped from a platform at the Kellogg sawmill, Scotts Mills, Thursday, and broke his right leg below the knee. It is now 12 cast and he is being cared for at his home by Mrs. Meyer, a registered nurse.

Cont. Today & Sun. from 1 p.m.

ELSNORE TOMORROW!

IT'S TERROR-IFIC!

THE BUGS BUNNY SHOW

on the Stage
Big Stage Show with Prizes - Fun - Music
Broadcast Over KSLM
From 1:00 to 1:30
On the Screen - BIG SERIAL Chapter 7 "THE ROYAL MOUNTED RIDES AGAIN"
3 Color Cartoons
Sports Parade Short "The Lazy Hunter"
Big Musical Hit! Desi Arnaz Orchestra
The King Sisters Ethel Smith in "Cuban Pete"

UNDERCURRENT

KATHARINE HEPBURN
ROBERT TAYLOR
and ROBERT MITCHUM
Co-Feature! A drama of 14 Hunted People... "THE LAST CHANCE"

Raver Says Power Basic For Progress

"No nation can make progress except in terms of an energy base," Bonneville Power Administrator Dr. Paul Raver emphasized Friday in a talk which told the Salem board of realtors that hydro-electric power in the northwest will be increased from 2,500,000 to 4,000,000 kilowatt years annually by 1960 if industrial demands are met.

Requests for 200,000 additional kilowatt hours of electric power have been refused by his department in recent months, he stated at the board's luncheon meeting at the Marion hotel in illustrating the increase of the demand above the supply of power here. Power from Bonneville and Grand Coulee dams in this area is distributed through eight companies at the wholesale rate of \$17.50 per kilowatt year, Raver stated.

Ed Potter, 1946 president of the Salem realtors, was presented with a lifetime pen-pencil set for his service during the past year. Leo N. Childs made the presentation. Committee appointments made by President Lee Ohmart named Gene Grabenhors and Leo N. Childs to a lands and development committee and A. E. Danielson and C. W. Bartlett to a mortgage brokers committee. The committees will work with the national association of real estate boards.

Senate Action

INTRODUCED—SB 12—(Sen. Carson) Revising law for damage action against wrongdoers and removing \$10,000 ceiling on amount of damages collectible. SB 13—(Senator Carson) Revising law for damage action by survivors or estate of deceased or by injured party removing \$10,000 ceiling on amount of damages collectible. SB 14—(Sen. Ellis and Rep. Lissuall) Creating state commission for endorsement of higher education consisting of five members appointed by governor and consisting of student bodies, alumni associations and fathers' organizations of state colleges and universities and authorizing them to collect donations for support of institutions.

SB 15—(Sens. Beason, Ellis and Rand) Providing annual issuance of license permits for practice and teaching of cosmetic therapy, and setting license fees. SB 16—(Multnomah county delegation) Authorizing probate judge in counties with more than 200,000 population to appoint one assistant chief clerk and two junior clerks, as well as chief clerks, in connection with cases involving estates of decedents, and authorizing employment of stenographer and official reporter for certain hearings.

SB 17—(Sen. Carson) Providing new law regulating justices of the peace by creating monthly salaries on basis of 1 1/2 per cent, requiring justices in county seat districts to be candidates for election (upon future election), providing all justices and constables to be elected by districts and limiting number of districts county may create to five in counties with district court and six in other counties.

SB 18—(Roads and highways com.) Enabling state highway commission to create state park department with state highway commission to appoint state parks superintendent and other personnel, thus relieving from the highway department state park supervision it now exercises. SB 20—(Roads and highways com.) Setting fine of \$10 to \$100 or imprisonment up to 30 days for persons allowing livestock to run at large on public highways.

SB 21—(Roads and highways com.) Enabling state highway commission to construct and maintain sidewalks, trails and paths along highways where such are considered necessary to public safety. SB 22—(Sen. Rand at request of Multnomah county sheriff) Amending state public employee retirement act to permit individual public officials to subscribe to retirement system even if their department as a whole has not so subscribed. SB 5, 6, 7, 8, 9, 10 and 11. SENATE RESUMING 11 A. M. MONDAY.

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Credit Association Hears Speakers

Credit men and women have the key to public relations work, Joe Dodd, former local credit manager for Portland Gas and Coke Co., told Salem credit association members Friday. Phil Rebendorf, office manager and acting credit manager for the Dairy Co-op, explained the credit system used by his company which he designated as "not a public utility, but having many of the features of a public utility."

Bill Proposes Revamping of Justice Setup

Bills to permit individual public employees to take part in the new state retirement program and revamp the justice of the peace and constable setup reached the state senate Friday. Senate bill 22, which Sen. Irving Rand, Portland, said he introduced at the request of the Multnomah county sheriff, would permit individual public employees to come within the retirement system even though their department had not decided to join the system. Justices of the peace and constables would receive regular salaries and be provided "suitable" courtrooms and offices by the counties under senate bill 17, introduced by Sen. Allan Carson of Salem. Under the plan, elected justices of the peace in districts which include county seats would be members of the state bar association. Counties would provide administrative expenses, courtrooms and monthly salaries for justices based on 3 per cent of total number of registered voters in the district, with a minimum of \$50 and maximum of \$400, and for constables 1 1/2 per cent of registered voters with limits of \$30 and \$300. The fee system would be eliminated. A similar bill passed the house in 1941 but died in the senate.

Loans to Veterans Of World War II Total \$714,000

The state veterans affairs department, from its inception on June 30, 1945, to September 30, 1946, approved loans to veterans of World War II aggregating \$714,000, less cancellations of \$23,499, according to a report filed with the legislature Friday by George E. Sandy, department director. A total of 627 applications for farm and home loans were received, with 240 rejections. Large number of loans, 178, were approved in Multnomah county, Clackamas county, with 27, was second, Marion county third with 28.

Polk County Scouts Dine

DALLAS, Jan. 17 (Special)—Sixty boys scouts attended the banquet meeting of the Polk county district held here tonight in the chamber of commerce rooms of the city hall. Justice Harry Belt, of the Oregon supreme court, was introduced as guest speaker to the scouts by Hollis Smith, Dallas mayor, and Otto Adolf, retiring chairman of the Polk county scout district, presented the district gavel to E. P. Oppiger, Independence, new chairman. Justice Belt congratulated the boys on being scouts and assured them that it was the first step in becoming good citizens. Martin Mockford, scout area secretary, congratulated the district on be-

GRAND

Phone 3467 • Matinee Daily From 1 P.M. •

PREVUE TONIGHT... AND STARTING TOMORROW!

He Bargained with the Devil... for a Little More Time on Earth!... (You've Never Seen Another Picture Like It!)

PAUL MUNI
ANNE BAXTER
CLAUDE RAINS
"Angel On My Shoulder"
ON SLOW STEVENS
GEORGE CLEVELAND
ERSKINE SANFORD

I WAS A CRIMINAL

Thrill Co-Feature!
I lived from minute to minute... Hunted... Hounded... fleeing from the law that says -
Albert BASSERMAN - Mary BRAN
Eric BLORZ - Herman BING - Lyle ALBERN

Roads Continue Hazardous

Driving conditions continued hazardous in the mountain districts, with packed snow, ice and low temperatures continuing in many sections of Oregon Friday, said State Highway Engineer R. H. Baldock's road report. Western Oregon highways were, in many spots, shrouded in heavy fog, said the report, making slow driving necessary in many Willamette valley areas.

Baldock's report included: Government Camp—Overcast. Roadside snow 30 inches. Packed snow throughout district. Sanded. Klamath Summit—Packed snow throughout section. Partly cloudy. Roadside snow 36 inches. Chains recommended. Odell Lake—Clear. Packed snow throughout. Sanding crews in operation. Shikyon Summit—Five miles of packed snow. Sanded. Columbia River Highway—Patches of ice from milepost 19 to milepost 38. Oregon Coast Highway—One way traffic over temporary bridge 12 miles north of Florence. Also one way traffic short section one mile north of Manita and at two places between Gardiner and three miles north. Short section of rough road five miles south of Yachats.

Appropriations Repeal Sought

WASHINGTON, Jan. 17 (AP)—President Truman asked congress today to repeal appropriations of \$563,888,579, including \$132,000,000 of spending authorizations. Announcement of his request followed by several days a demand from Chairman Taber (R. N.Y.) of the house appropriations committee for a detailed report on the current status of all appropriations for this fiscal year. A White House statement said the \$563,888,579 figure was in addition to five previous recommendations for reductions in appropriations made but found not to be needed. The main saving he asked is \$200,000,000 which was made available to the maritime commission and is not now required because of the liquidation of wartime ship-building programs.

Stocks Go Up On N. Y. Mart

NEW YORK, Jan. 17 (AP)—The stock market today enjoyed its most substantial recovery of the year thus far with a burst of buying in the final half hour breaking a sluggish pattern which had existed during the greater part of the proceedings. Industrials took the play away from Thursday's strong rally although the latter continued well on the upside. Pivotal generally finished at or near the day's tops with gains of fractions to 2 or more points. The Associated Press 60-stock composite was up one point at 64.9, sharpest swing since December 19.

Bennett Talks at Salem Heights

SALEM HEIGHTS, Jan. 17 (Special)—Frank Bennett, Salem school superintendent, addressed people of the district and members of the school board here tonight on the proposed consolidation of outlying districts with the Salem school district. Bennett, after explaining in detail the proposal, suggested that the board consider the proposal fully before rushing into action, and the board decided to call another meeting later for further discussion of the matter. E. F. Carlton, Salem Heights school board clerk, reported 150 persons present.

AVC MEET POSTPONED

PORTLAND, Jan. 17 (AP)—The American Veterans committee announced today it was postponing its state convention here from Jan. 18-19 to March 1-2.

STATE

Cont. From 1 P.M. —
Now! Charles Boyer
Jennifer Jones
"CLUNY BROWN"
Betty Grable
"DIAMOND HORSESHOE"

LIBERTY

Cont. From 1 P.M. —
Ends Today! (Sat.)
Harry Carey
"China's Little Devils"
Johnny Mack Brown
"TRIGGER FINGERS"
Tomorrow! Cont. Show!
Bob Steele
"WILDFIRE" in Color!
Gale Storm
Johnny Downs
"FOREVER YOURS"

NEWS FLASHES!

MARSHALL SUCCEEDS SEC. BYRNES!... GEN. "TEE" DENIES POLITICAL AMBITIONS! BEN HOGAN WINS L. A. GOLF OPEN!... FLORIDA BEAUTIES DISPLAY THE VERY LATEST IN SWEATERS!