

Germans Beat U.S. Soldier in Demonstration

FRANKFURT, Germany, Aug. 12 - (AP) - Thousands of German workers demonstrated in the U.S. occupation zone today against high food prices and policies of the American military government. One crowd beat an American soldier and his German driver in Frankfurt. An official of the Hessian trade union said 300,000 persons turned out for mass meetings in the main industrial centers of Hesse. Demonstrators demanded that Gen. Lucius D. Clay, the American military governor approve a law providing more pay for workers in management. The rally in Frankfurt was the city's noisiest and biggest since the end of the war. It drew approximately 20,000 office and industrial workers, who protested high food prices. An American jeep was overturned as it tried to force its way through the crowd. The German driver was assaulted. An American soldier got out of the jeep as it toppled over. He tried to keep away his attackers by brandishing a hammer but was hit several times. Police arrived but made no arrests.

U.N. Rejects Soviet Plan for Armament Cut

By Larry Hauck
LAKE SUCCESS, Aug. 12 - (AP) - A United Nations commission decided today Russia's scheme for slashing the world's armaments cannot be put into effect under present international tension. The vote in the 11-nation commission on conventional armaments meant shelving Foreign Minister V. M. Molotov's ambitious plans for reducing the arms of all nations. The ballot was 9 to 2 with Russia and the Soviet Ukraine dissenting. "A system of regulation and reduction of armaments and armed forces can only be put into effect in an atmosphere of international confidence and security," the commission concluded. As examples of essential conditions, the U.N. body listed establishment of a world police force, agreement in international control of atomic energy and conclusion of the German and Japanese peace treaties. The commission was careful not to junk the program outright. It agreed that planning should go ahead in preparation for the day when international confidence is restored. However, no further deliberations are expected before 1949.

Diplomatic observers viewed the decision as assuring that there would be no arms slashes until Russia and the Western powers settle their major differences. The East-West conflict is currently blocking the police force, atomic control and the peace treaties.

Blast Cripples Water Supply For Jerusalem

TEL AVIV, Israel, Aug. 12 - (AP) - Saboteurs today blasted the Latrun pumping station, vital to Jerusalem's water supply. The government of Israel declared the act constituted a glaring breach of the United Nations truce, "fraught with the gravest consequences." At Haifa a United Nations spokesman said the blast had been reported to the U. N. security council at Lake Success as a truce violation by the Arabs. He said the Arab legion was in control of the Latrun area and must be held responsible. The spokesman added, however, that a truckload of Arab "irregulars" had been seen near the station an hour before the blast. (In Rome, Count Folke Bernadotte said "we think Arab irregulars are responsible for this crime.")

Model T Bests B-29 as Oddity

SAN ANTONIO, Tex., Aug. 12 - (AP) - Signs of the time: Carl W. Flagg, civilian photographer at Fort Sam Houston, tells of the group of youngsters who were playing in front of his home. Suddenly, a huge B-29 flew very low over the street. At the same time a dilapidated Model-T Ford chugged by. The youngsters gaped at the car 'till it passed from sight. Nary an eye went skyward.

Young GOP Meets to Form Unit at Dallas

Several members of the Salem young republicans club joined Robert Elliott, and Vivian McMurry, both of Portland, in preliminary organization of a Dallas unit Thursday night. Attending from Salem were Steve Anderson, state young GOP president, John H. Adams, James Hatfield, Harold Adams, and William Lewis. Elliott was Oregon campaign manager for Harold Stassen. Members of the state executive board of the young republicans will meet Sunday at the Douglas McKay residence. McKay, republican candidate for governor; Earl Newbury, candidate for secretary of state; and Howard Belton, candidate for state treasurer, will attend the meeting. Kenneth Abraham, young republican national committeeman, now in New York conferring with Gov. Thomas Dewey, will return in time for the meeting. Business at the conference will include election of a state treasurer for the group to replace Richard Wicks, a graduate of Willamette university law school, is leaving for the University of Southern California to continue his studies.

Pickets' Right to Walk, Talk Defined

PORTLAND, Aug. 12 - (AP) - Pickets can walk anywhere on a sidewalk in front of a business, City Attorney Alexander G. Brown held today. The Whist'n Pig coffee shop, which has been picketed for more than a year, had asked city officials whether pickets could walk in the center of the sidewalk. The city attorney also held that pickets had a right to speak to anyone they wished to, explaining their side of the labor dispute.

Gov. Warren to Fly to New York

SACRAMENTO, Aug. 12 - (AP) - Governor Warren will fly to New York for a talk with Governor Dewey next week, probably at the republican presidential candidate's Pawling farm home. The vice presidential nominee will leave for Portland Saturday to participate in Oregon's territorial centennial. From there he will proceed to New York. He plans to be in Chicago Tuesday night to address the national convention of the Loyal Order of Moose Wednesday.

HOLLYWOOD
BOB HOPE
SIGN NASSO
WILLIAM BENDIS
Second Feature
Dick Tracy Meets Gruesome
with
Ralph Byrd, Boris Karloff, Ann Gwyon

NEW TODAY!
2 Major Studio Features Filled to the Brim with Fun and Song!
All Johnson says:
YOU AIN'T SEEN
NOTHIN' FOLKS, TILL YOU SEE
DAN DAILEY
Give my Regards to Broadway
TECHNICOLOR
CHARLES WINNINGER - NANCY GUILD
CHARLIE RUGGLES - FAY Bainter
LLOYD BACON - WALTER MOROSCO

Minister, Wife At East End of Oregon Trail

KANSAS CITY, Aug. 12 - (AP) - A former minister and his wife tonight neared the end of their 2,500-mile trek by horseback on the Oregon Trail from Portland, Ore., to Independence, Mo. The 65-year-old John W. Beard and Mrs. Beard, 62, made camp tonight eight miles west of Kansas City, Kas., only 20 miles short of their goal. They will camp near Independence tomorrow night and ride into town the next day as guests of the Independence chamber of commerce. They began their journey by horseback from their home at Portland, April 1, as representatives of the Oregon Trails association. The couple said they were tired. "But not nervous like those making long trips by motor car," they added.

Cheap Meat at Cannon Beach

CANNON BEACH, Aug. 12 - (AP) - Portland housewives seeking cheaper meat had an ally in a Cannon Beach butcher today. He is Ed Simon, who said that starting tomorrow he would sell sirloin, porterhouse and round steaks at 55 cents a pound. Pot roasts will go for 50 cents, loin roasts for 53 and bacon, 52. He didn't say what grade would be included. But he did say: "I won't make money, but I won't lose money. I have plenty of stock on hand."

Workers Die On Hot Sahara

CASABLANCA, Morocco, Aug. 12 - (AP) - The bodies of 10 more men were found today in the Sahara desert where the temperature has reached more than 150 degrees Fahrenheit in the sun. The bodies of three travelers were found in the area Monday. The Mediterranean-Niger company in Oudja, Morocco, near the Algerian border, confirmed that the 10 victims found today had been working on a railway line at Gao Bidon Five. They were said to have been Arabs.

UNION TO BAR RED OFFICERS
NEW YORK, Aug. 12 - (AP) - The international board of the CIO retail, wholesale and department store union today ruled that all local union officers must sign non-communist affidavits.

THE SALEM DRIVE-IN Theatre
2-6249
New Show Tonight!
Starts at Dusk
Jack Carson
Janis Paige
Don DeFore
"Romance on the High Seas"
Michael Duane
"Returns of the Whistler"
Color Cartoon - News
See a show from your car!
Open Rain or Shine!

GRAND
Mat. Daily From 1 p. m. - 6
NOW! MAD, MAD, FUNI AND HOW!
ADOTT COSTELLO
THE NOOSE HANGS HIGH
with CATHY DOWNS
Co-Hit! Elyse Knox
"Linda, Be Good"

STATE
Now! Opens 6:45
The LEG and I
Co-Hit! Laurel & Hardy
"BEAU-HUNKS"

LIBERTY
NOW! OPENS 6:45
Doris MORGAN - JANE WYMAN
Jack PAIGE - Bruce BENNETT
Cheyenne
Co-Hit! Rory Calhoun
"Adventure Island"
KARTOON KARNIVAL
Tomorrow
At 12:30 with Reg. Show!

Truman Re-Assails Congress Red Inquiries, Disputes Taft's Optimism over Price Scene

WASHINGTON, Aug. 12 - (AP) - President Truman said today he couldn't agree with Senator Taft (R-Ohio) that prices will level off soon. He blamed what he called the "do nothing congress" because it failed to act on his recommendations to the special session. When told by a reporter at a news conference that Taft thinks prices will begin to level off, Mr. Truman said he hopes Taft is a good prophet but that he couldn't agree with him. The president said prices have been going up ever since price controls were taken off, and that he had been told before that prices would level off but that they always seem to level off at higher brackets.

Larger Farm Crops
The only bright outlook, he said, was the recent report that farm crops will be larger than ever. This may bring down food prices. He would not say what he planned to do about the republican sponsored anti-inflation measure designed to make it harder for people to go into debt by restoring controls on installment buying and boosting reserve requirements of federal reserve banks.

Printing Firm To Start in Fall

The projected Salem printing plant for Moore Business Forms, Inc., is expected to begin operations early this fall in the new H. C. Walling building along the Southern Pacific mainline in south Salem.

Suspect Held In Cuban Theft

HAVANA, Aug. 12 - (AP) - Police announced tonight the arrest of three men as suspects in yesterday's \$562,000 robbery of a midtown Havana bank. A police announcement said they "answered generally the descriptions given by employees of the bank who had a chance to see some of the robbers." One of the men was described as a former policeman. All three reportedly denied any knowledge of the crime.

The daylight holdup, staged by eight or 10 men, touched off the biggest manhunt in years in Cuba. It was the largest bank robbery in the island's history.

Liquor Board Considers Moratorium on Licenses

PORTLAND, Aug. 12 - (AP) - The state liquor control commission is considering a moratorium on new liquor licenses. "There are getting to be just too many licenses," said Chairman Joseph Freck at a special meeting. The commission may decree a period of three months or so during which no licenses will be issued.

Printing Firm To Start in Fall

The projected Salem printing plant for Moore Business Forms, Inc., is expected to begin operations early this fall in the new H. C. Walling building along the Southern Pacific mainline in south Salem. Salem executives, who arrived in Salem this week, are Claude A. Miller, manager, and Carl Merner, general production manager. The Moore firm, which makes sales slips and other business forms, is a Delaware corporation with plants in several states and Canada.

WASHINGTON, Aug. 12 - (AP) - President Truman assailed the congressional spy investigation with new vehemence today, saying it was a red herring with the strongest kind of smell. He reiterated at a news conference his remark of last week that the herring was being dragged across the train to distract attention from congress's failure to pass his anti-inflation program. Meanwhile the house committee on un-American activities questioned behind closed doors a Russian school teacher, Michael Ivanovitch Samarin. It announced, however, that the questioning brought out no information "pertinent" to its inquiry into charges that a wartime communist spy ring reached high into Washington officialdom. However, the teacher declared publicly after the secret session: "That he and his wife have renounced Soviet citizenship; that he wants to tell about the condition of the Russian people under the Soviet dictatorship; that he and his wife would be shot or sent to concentration camp for life if they were sent back to Russia." Chairman Thomas (R-N.J.) announced that Samarin would be given every possible protection.

AIRLINE PRICES TO BE CUT
NEW YORK, Aug. 12 - (AP) - Pan American World Airways tonight reduced its roundtrip transatlantic fares 25 per cent, effective October 1. The new rate means a cut in the roundtrip fare between New York and London from \$630 to \$472.50.

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PORTLAND BEAVERS vs. SALEM
August 16th
No Reserve Seats
Tickets on sale day of game at the ball park

DESIRE DREW THEM TO KEY LARGO
STARTS TODAY!!
ONLY MURDER WILL PART THEM!
EDWARD G. ROBINSON LAUREN BACALL
HUMPHREY BOGART
A CAST AS EXPLOSIVE AS ITS STORY
WARNER BROS. KEY LARGO CLAIRE TREVOR
with LIONEL BARRYMORE
PLUS 2nd ACTION HIT!
with MORRIS MAXWELL-MACRAE
WARNER BROS. HIT
THE BIG PUNCH
with THOMAS GOMEZ JOHN RODNEY
DIRECTED BY JOHN HUSTON PRODUCED BY JERRY WALD
Screen Play by Richard Macdonald and John Huston
Based on the Play by MAXWELL-MACRAE. Adapted for the Screen by the Playwright Company. Music by MAX STEINER
Also Color Cartoon Warner News
Doors Open 8:45 Tonight
Continuous Sat. & Sun.
ELSINORE
PHONE 3726 - SHOWPLACE OF WILLAMETTE VALLEY

SAVING CENTER SALEM W. SALEM
1/2 Mile North of the Underpass At the Foot of the Bridge
Friday, Saturday and Sunday Specials
Both Stores Open 9:00 a.m. to 10:00 p.m. Including Sunday

Orchid Weekend:
Come in and Get Your Royal Hawaiian Princess Aloha Orchid, Aug. 13, 14, 15.

Fishers 2-lb.
PANCAKE MIX 31c
Orchid Free!

Snowdrift
SHORTENING 2-lb. can 99c
(Limit 2 cans)

NUCOA 37c
Limit 2 lbs.

BUTTER 79c
Grade "A"

DOG FOOD 25c
Vitafood 3 for

COFFEE 35c
Red Dot 1 lb.

VEGETABLES

ORANGES 1c
Juice Ea.

GRAPEFRUIT 6c
80 size Ea.

CANTALOUPE 9c
Ea.

SPUDS 1.29
Yakima No. 2 50 lbs. Sack

MEATS
"Meat Price Crusaders - We Are Cooperating!"

BEEF ROASTS 49c
(Chuck and English Cuts) Lb.

LAMB ROASTS 49c
(Swift's Spring Lamb) Lb.

SWIFT'S DIXIE SQUARES 45c
Lb.

DRY SALT SIDE PORK 35c
Lb.

SQUARES 25c
Val. Pac Lb.

Two Money Saving Markets Home Owned - Independent
SAVING CENTER
1/2 Mile North of the Underpass At the Foot of the Bridge
SALEM W. SALEM