

To a good many the exchange between republican members of congress and the democratic administration over the new controls bill will look like a pot-kettle calling affair. The new bill pulled some of the teeth from the old one and congressional concessions to business and stockgrowers' demands look like disregard of consumer welfare. On the other hand the tardy and partial use of powers in the 1950 act by the Truman administration reflect on the reluctance of the Truman administration to grapple with the forces of inflation. The new controls bill is of dubious value. It is full of escape clauses both on prices and wages. The law plus the ineffective administration offer weak resistance to inflationary forces. But neither congress nor the president wanted to bear the brunt of killing all legislation. Now we have a law of a sort and will have an administration of a sort. Both congress and the president are given an alibi, and at the same time a club for use in belaying the political oppo-

So much for that. Now what changes does the new law provide? Probably the one of most immediate interest is the modification of terms for use of instalment credit. They have been relaxed, due in large degree to complaints of vendors of cars and appliances that the old terms were too restrictive. Here are some of the changes;

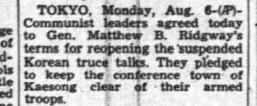
sition.

Autos: down payment required is still one-third, but repayment time is extended from 15 to 18 months.

Radios, household appliances: down pay-ment is 15 per cent instead of 25 and credit time extended to 18 months from 15. Furniture and rugs: Down pay-

ment remains 15 per cent, but time (Continued on editorial page, 4)

Glamor Queen **Deserts Reds** At Berlin Fete



Ridgway's headquarters said the general had received a copy of the communist reply and was prepar-ing an answer which would lead to resumption of the talks.

The supreme allied commander broke off the deadlocked negotia-

TOKYO, Monday, Aug. 6-(P)-Gen. Matthew B. Ridgway's headquarters said today the United Nations would hold out for a cease-fire line in Korea "in effect. the line now generally held by the U.N. forces."

It cleared away the confusion that developed after an unusual release Saturday by the allied occupation's civil information and education section that the allies were asking for a ceasefire line somewhere between the present battleline and the Manchurian border.

Ridgeway's headquarters said the new statement was issued to "set at rest speculation."

tions yesterday. He accused the Chinese and Korean communists of "flagrant violations" of their pledge to keep Kaesong neutral. Ridgway said the United Nations truce team would remain inside allied lines until red leaders promised again they would keep their troops out of Kaesong. He also demanded a satisfactory ex-planation of what the armed reds refrigerators, other were doing there.

> Terms Accepted The general's headquarters did not disclose immediately the text of the communist reply. But the official Chinese red radio at Peiping said Gen. Kim Il Sung, North Korean premier, and Gen. Peng Teh-Huai, Chinese red army com-mander in Korea, had accepted

> Ridgway's terms. Peiping's official explanation acknowledged that communist guards on their way to a "discus-sion meeting" carried "improper weapons" and entered the conference site "by mistake."

It said that at 9:30 a.m. Sunday, Gen. Nam Ii, chief red delegate, crammed with what they have seen in America's vastness to venture ordered a liaison officer to "report comparisons with their own countries' development. in full" the details of the incident.



Here's How to Watch A Blind Landing

Reds Agree to Ridgway's Terms for Reopening Parley



The black cabinets above will house transmitters for a new localizer beam being installed at the Salem airport, and is part of the instrument landing system which, when completed, will allow aircraft to make blind landings. Working on the installation above are, from left, Bob Barnett and John Bowne, both of Oregon City; and Glenn Shoop, Billings, Mont. (Statesman photo.)

Sen. McCarran Asks 'Charity' Salem on ECA Tour For 90 Cadets

WASHINGTON, Aug. 5 -(AP)-Senator McCarran (D-Nev) rec-Salem Sunday night declared their minds and briefcases were too ommended "charity" today for the last week at Laramie, Wyo.

individual cadets in the West Point classroom cheating scandal and suggested the big concern should by

Franco States Willingness To Send Troops Anywhere In Europe to Halt Red Push **Dictator Denies Imminent Plans** Fishing Derby-For Changeover to Monarchy Won by Tuna

PRICE 5c

No. 130

BOOTHBAY HARBOR, Me., Aug. 5-(AP)-Maine's sixth annual tuna tournament ended today. And the tuna won it. In four days of fishing by 28

rod and reel fishermen, not a single bluefin was boated.

This was the first time such a thing had happened. In past years as many as 49 of the giant fish have been hauled out on the docks.

Pen Escapee **Recaptured** in **Hitchhike Try**

BAKER, Ore., Aug. 5-(AP)-An escaped convict was captured early today when he tried to hitchhike a ride from two Oregon state policement.

He is Glenn Lee Gibson, 23, who only a few hours earlier had escaped from a state prison guard by jumping off a moving passen-

ger train as it entered Baker. The guard was returning Gibson to the penitentiary. Gibson escaped June 21 and was captured

CRATER LAKE, Ore., Aug. 5

Langwell, an ex-paratrooper,

riding in buzzed the lake, then

State police tried to intercept

Langwell before his plane took

off at the Beavermarsh airport

near Crescent. They didn't get

TEHRAN, Iran, Aug. 5 - (P) -A single deputy in parliament

shouted "traitor" at Premier Mo-

hammed Mossadegh today because

he has agreed to open negotiations

the future of Iran's oil industry.

Opposition Deputy Abdul Kha-

Iran Parliament

Agrees to Talks

scheduled the jump for 1 p.m. to-

- (AP) - The operator of a Tilla-

when foresters detained

departed.

there in time.

negotiators.

He jumped off the train at 9:45 lace and Weslie Cook about eight miles south of Baker. Gibson, a trusty, was serving a

(Editor's note: Miss Marguerite Higgins, whose reporting of the war in Korea last year won her a coveted Pulitaer prize, is now on a round-the-world tour covering major foreign capitals. In the following exclusive story she describes an interview with Spaniah Distator Francisco Frances, the first such interview granted by "El Capdillo" in six months.)

By Marguerite Higgins

MADRID, Spain, Aug. 5-In his first interview in six months Seneralissimo Francisco Franco declared today that Spain, America's newest potential ally in Europe can be depended on 'to fight with fervor" against any communist thrust on the continent. He added "it is only logical that we should prefer to make our defense as far from our borders as possible."

This last is not Franco's bid to enter the Atlantic Pact system tomorrow. He is acutely aware that the hostility of France and England makes this impossible now. But when and if the common danger should make strategic values conquer political hesitations Franco's Spain is ready to send an expeditionary force to take part in the common defense.

"There is no defeatism or neutralism in Spain," the dictator said. We are not so foolish as to think that the Soviet communists ence they started marching would do us the kindness of stopping at the Pyrenees. It is will to resist that makes an army. We have that will from the highest officer to the lowest private and would defend ourselves whether or not America helps. But with better equipment we could obviously fight better."

Monarchy Planned 'In Due Time'

Concerning the much discussed recent internal changes in Spain the Generalissimo stated with complete frankness that "it is premature" to talk now of a shift into monarchy. However he reaffirmed that it was his government's aim that Spain should in due time evolve into a constitutional monarchy.

Interviewed in his spacious tapestried office just outside Madrid the Generalissimo had a number of newsworthy points to make bearp. m. and at 4 a. m. he was caught ing indirectly on the negotiations in July between the late Admiral Sherman and the Spanish government. Admiral Sherman in discussing a possible bilateral military agreement outlined bases and airfields America would like to develop in both Spain proper and Spanish Morocco. The American admiral also discussed rights for three-year sentence from Douglas our bombers to fly over Spanish territory. county for larceny at the time of So far as the Spanish are concerned these talks mark a turning his prison escape. from a period of enforced isolation. For at the end of the second world war the United Nations declared a diplomatic boycott against **Chutist Calls** the Spanish in the hopes of unseating Franco. But the prideful Spaniards chose austerity to capitulation. Some observers even feel that Franco managed to turn foreign hostility into a rallying point for traditional Spanish spirit of independence. In any event the **Off Lake Jump** Spanish dictator seems to have won the first round as the boycott has now been dropped.

Nam then ordered the liaison BERLIN, Aug. 5 - (P) - The officer, Col. Chang Ping-Shan, to notify the U.N. delegation that strict orders were issued to "guarfestival in East Berlin today. Some 80,000 young reds heard will not occur again.

Frances Damon, a chunky, blonde American, apologize for the "war- Peng politely ended: mongers in the United States," persons formally identified as song and resume the meetings." deserted them.

While East German President Wilhelm Pieck packaged Russia's biggest propaganda points in the current peace offensive into a neat 1,000-word opening speech, shapely, blonde, blue-eyed Traude Eisenkolb was telling why she would rather "pound a typewriter, even scrub floors, in the West than be a communist glamor girl

in the East." What the communists would like to say, or do, to Traude is most likely unprintable-they had such great plans for her and she let them down so badly.

Fifty blue-shirted East German youth already have deserted the festival with its blaze of banners, slogans, flags, statues of Stalin and plaster peace doves and sought asylum at one of the several refusee camps set up in West Berlin for the occasion.

But 19-year-old Traude took advantage of an all-German Khurch day in West Berlin recently to stay in the West. She is preparing to fly to a safer refuge in West Germany. Billed as East Germany's "ideal

progressive woman," she had been given a buildup for the star role in the festival. A documentary movie, "The Way Up," on which the communists lavished money to depict East German progress un-der red rule, had to be taken off the festival program because she had a star role in it.

Animal Crackers



antee" that incidents of this kind

The message, signed by Kim and "We hope that, on receipt of this Festival officials declined to give reply, you will immediately order her home address. Only about 11 your delegation to come to Kae-Americans participated. One thing A few hours earlier this mornwent awry in this year's plans: ing, the Peiping radio carried an The reds' glamor queen, chosen account by the official New China especially for the occasion, had News agency, saying the presence

of Chinese troops in Kaesong was an "accident." It said the reds had informed the United Nations delegation the incident would not be

repeated. **Reply Reported** The earlier broadcast said this information had been forwarded by the red liaison officer "to the other side early in the morning

of August 5." Neither of the red broadcasts said just when on Sunday morning they had sent their explanation to

the U.N. leaders. ed the allies for not showing up at the scheduled hour of 11 a.m., Sunday.

The red explanation said the oldiers to whom Ridgway and U. S. Admiral Joy objected were merely proceeding to a meeting to discuss details of guarding the conference area. It added that both North Korean and Chinese commanders had ordered the guard commander to make sure his troops did not enter the conference area again.

FLOWERS ON HIROSHIMA

HIROSHIMA, Japan, Monday, Aug. 6 (AP) - A lone U. S. bomber opened its bomb bay doors and dropped flowers over Hiroshima

ing.

today. It marked the sixth anniversary of the first atomic bomb-

ness to answer questions, though **Child Missing**

South Oregon

Europe Officials in

By Winston H. Taylor

Assistant City Editor, The Statesman

But they were pleased by American's friendliness

A dozen European government and industrial safety officials in

baseball

bor.

ceeding to San Francisco.

The "shepherd" on the eight-

S. Perzella, safety promotion spe-

The trip began June 28 in New

Newark, Reading, Pittsburgh, Chi-

cago. An overnight stop was made

in Seattle, but Salem is the focal

KLAMATH FALLS, Ore., Aug. to Detroit dam to view progress 5 - (AP) - State police and forand safety procedures on that projesters searched the rugged counect, under arrangements made by try 75 miles north of here today Charles McBee, acting director of for little three-year-old Donnie the state accident commission. Hermant. Safety Specialist

The boy, son of Tom Hermant, Klamath Falls, wandered away from his father's camp this morning at 9:30. The camp was near

Lake Creek 12 miles north of Diamond lake in Douglas county. The Klamath Falls state air search unit was alerted for possi-

ble call tomorrow morning. **Tide Sweeps**

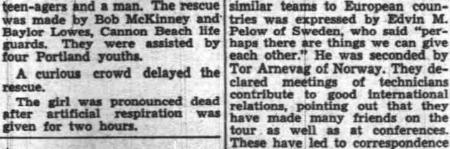
Girl Drowns CANNON BEACH, Ore., Aug. 5-(AP)-A sudden tide change swept five persons out to seat here today. One, an 11-year-old girl, was drowned.

She was Sharon Fales, 11, Port-land. Those rescued included three teen-agers and a man. The rescue

guards. They were assisted four Portland youths.

A curious crowd delayed the rescue.

The girl was pronounced dead after artificial respiration was given for two hours.





NIAGARA FALLS, Ont., Aug. 5| barrel had been torn loose. (P) - William "Red" Hill was hurled to his death today when he attempted to ride over the Canadian falls in a rubber "bar-Although his body had not been

ound, his family and friends abandoned hope for the veteran riverman about 2½ hours after owner of a souvenir shop. the barrel was swept over the Hill was the sixth person to try

the swirling trip over the falls. Three made it alive, two others dled in the attempt.

NIAGARA FALLS, Ont., Aug

the fails at 2 p.m. (EST). But Hill was not in the craft when it was pulled from the swirling wa-ters below the falls by relatives and friends manning an outboard motorboat. Inside the barrel, which was badly battered, were found the two shoes Hill's family said he was wearing when he climbed into the makeshift craft. An air mattress which had been in the

puzzled by the great interest in be over-emphasis on athletics by the schools themselves.

willing-

The senate judiciary committee The Economic Cooperation administration tour, under auspices chairman upheld the action of the of the U.S. department of labor army in moving to dismiss some bureau of labor standards, arrived 90 students including numerous in Salem Sunday afternoon and football stars, but told a reporter: will range over the Willamette valley for five days before pro-"When it is the institution that

encourages dominant emphasis on athletics, those who are made to pay the penalty should be looked Today and Tuesday they will go upon with a great deal of charity." Noting that many of the ousted cadets were on the football squad,

McCarran said, "It isn't at all surprising that boys do not have enough time for study in cases where they are encouraged to give a high percentage of their time to

mook, Ore., self-service laundry weeks tour, first of several, is J. athletics." didn't get to parachute into Crater Along that line the Washington Lake after all. cialist with the department of la- Post quoted Glenn Davis, former Jack Langwell, 24, apparently Army football star, as saying that

a cadet who plays football is un-York City and has gone to Wash-ington, D.C., Boston, Providence, up studies. In spite of the "handicap." the pull Langwell out of the water. famed "Mr. Outside" of 1943-47 West Point grid teams said he never knew or heard of a player day. The plane he was believed who cheated while he was in the

academy. (Stories also on sports page and page 2.)

E BASE BALL Western International

At Salem 4-3, Wenatches 1-6 At Spokane 8, Tacoma 7 (Only games scheduled.)

Coast League At Seattle 7-7, Portland 10-8 At San Francisco 4-1, Hollywood At Los Angeles 4-0, Oakland 3-4 A Sacramento 1-5, San Diego 3-4

National League At Cincinnati 8-0, Brooklyn 9-3 At Chicago 4-3, Boston 7-4 At Pittsburgh 1-7, Philadelphia 8-13 At St. Louis 4, New York 8

American League At Philadelphia 3-3, Cleveland 6-6 At New York 6-4, St. Louis 2-3 At Boston 1-5, Detroit 3-8 At Washington 5, Chicago 6

Pro-Red Telegraphers Hold Access to Vital U.S. Code Cable

WASHINGTON, Aug. 5 - (P)-Members of a union expelled from the CIO for following the comcurity subcommittee. munist line still have ready ac-

Witnesses identified seven officess to secret defense and diplocers of the American Communicamatic messages moving by teletions association (ACA), including graph and cable, senate investigainternational president Joseph P ors said today.

In a progress report on "sub-versive infiltration in the tele-graph industry," they warned not not only against the danger of Selly, as communists or former

interception of messages but also of sabotage of vital communica-tions facilities in case of war. Only brief discussion was given to the fact that most if not on the selly and the other ACA

to the fact that most if not an secret messages move in code which would have to be broken to read in intercepted communica-read in intercepted communication. More than 260 pages of testi-mony, taken at closed-door ses-been members of the communist party. They claimed their consti-tutional privilege against possible self-incrimination.

Eager for Arrangements with U.S.

The Generalissimo who is short, soft-voiced and almost prim in manner said that his nation, being aware of the Soviet peril, was "eager to make arrangements with America in the shortest possible time.

Asked how high a price Spain might demand for conceding bases Franco replied: "Why should we try to drive a hard bargain. I think you will find us ready to go more than half-way." changed his mind about the jump his friends at the shore. The friends

I enquired whether in the event of war America would be free to were to be boating on the lake and dispatch bombers from the proposed bases without limitations or special consultation with the Spanish government.

"In war there are no limitations," the Generalissimo replied.

The recent reshuffle in the Spanish cabinet which caused much comment because it coincided with Admiral Sherman's visit to Madrid was described by the Spanish dictator as "purely routine." Although

he denied that he had any immediate plans for a personal transition from Caudillo (leader) to a regent, the Generalissimo added with a smile that the was nonetheless on very good terms with 13-year-old Don Juan, son of the Spanish pretender, and pointed out that the young boy was presently going to school in San Sebastian, the Spanish summer capital.

Much of the interview was devoted to possibilities of increased political and economic liberties in the country. It was the General's view that economic aid from America and subsequent rise in prosperity would make it possible for Spain to loosen both economic and political controls.

Claims Police State Label 'Unjust'

The Generalissimo decried as unjust the label of "police state." "There are fewer people in prison in Spain today than at any time under either the monarchy or the republic," he asserted.

with the British government on Asked to be specific on th question of more political liberty, the Generalissimo replied that in times of greater economic stability be thought there could be increased leeway for expression of opposition dir Azad's was the only dissenting sentiments. He confirmed that a new press law was under consideravoice in parliament as Mossadegh tion. (Foreign correspondents may file what they please from Spain calmly reported the arrival of but the local press is controlled though admittedly not to the degree Lord Privy Seal Richard R. Stokes that I found for example in Iron Curtain countries such as Poland.) at the head of the British team of Spain's Cortes (parliament) differs in organization from American

and British, concepts of direct popular representation in that it represents various sections of society such as labor, business and church, Moreover, up till now it has exercised no real power.

Getting in to see Generalissimo Franco is a very complicated affair involving many channels and a great deal of waiting. In fact, after one trip to Madrid I got so discouraged that I returned to Paris. I was packing to continue my trip around the world when the call at last came through saying that a definite date had been fixed. Once the magic word is spoken and you are at last past the Foreign Office, the Chief of Household, the gaudily dressed guards at the gate and the assorted aides, Franco turns out to be a frank and articulate speaker. For a Chief of State he is lavish with his time. My interview assisted by an interpreter lasted two hours.

Moat Surrounds Franco's Chateau

Franco's office is in the El Pardo, which is described as a hunting lodge but which in reality resembles a compact but lavishly furnished chateau. Colorful handwoven Eighteenth Century carpets cover the

floor. Gigantic chandeliers light up rooms decorated on all sides by brilliant colored tapestries, some of which were made after sketches produced by the famous painter Goya. Formal Spanish gardens spread before El Pardo, which is surrounded by a moat.

The least pretentious of the rooms is occupied by Franco whose bin desk was piled high with papers and books. He has evidently read a great deal and was informed in detail, for example, on such matter as the war in Korea.

prising the majority of the tour group, were anxious to see pulp, paper and logging operations, which they expected would be larger than is general in the north countries. Thursday they will go to Springfield Plywood company and Roseboro Lumber company, The spectacle was seen by about both at Springfield, and Friday Crown-Willamette Paper company

at West Linn. On Wednesday they will spend

Leukemia Victim **Dies in Silverton**

200,000 persons who lined the banks for miles along the Canadian and American sides of the river near the 165-foot cataract. The 150-pound riverman had a wife and a 12-year-old daughter.

most of the time in conferences He has been a game warden for with state officials here. the province of Ontario and the (Additional details on page 2)

man News Service

point of the first inspections west of Chicago. Representatives of the group available Sunday night said they are certain already of having some good ideas to take home to their departments, since they have had

time to tour industries and confer with leaders in both government and industry. It still has been too hurried for them to have absorbed any general impressions,

