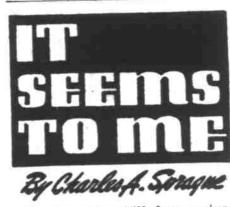


**McGrath to Sit in Spotlight of Congressional Probe** 

# **Egypt Premier** Said Willing to **Talk of Treaty**

### **Order Restored in Cairo as Police Keep Tight Rein of Martial Law**

LONDON (AP)-The London News Chronicle Wednesday quoted Egypt's new Premier Aly Maher Pasha as saying he was prepared to discuss the formation of the Middle East Defense Command proposed by the United States, Britain, France and Turkey.



predecessor: expulsion of the Brit- the United Nations charter." ish from Suez and the Sudan.

ous trade deficit which is ham- ed to Egypt's new government

Maher Pasha's predecessor, Musapha Nahas Pasha, whom King Farouk ousted on Sunday, had rejected the Western proposals for the command.

The News Chronicle said its correspondent in Cairo, Bruce Rothin an exclusive interview with the new premier asked him: "Do you have any long-range view on collective security in the Middle East?

Rothwell said Maher Pasha replied:

"Yes. Since 1946 I have always pleaded for a regional organiza-Winston Churchill has arrived tion inside the United Nations home to a bubbling caldron of charter. I accept collective securhome to a buobling califor of the state of t tionalism in Egypt. The abrupt mand with the four powers. The tionalism in Egypt. The abidity mand with the four powers. The change in government ordered by King Farouk gives a breathing spell, but the new premier, Aly Maher Pasha, has pledged himself the the interval of the important thing is to pursue the objective of his that it should be on the basis of

PORTLAND (AP) - State Sen. Richard Neuberger criticized As-Martine-Lallys England Asks Peace Churchill faces too the danger- LONDON (AP) - Britain appealsociate Justice Walter L. Tooze of the Oregon Supreme Court, electous trade deficit which is ham-stringing Britain. The United Tuesday to put out the fires of stringing Britain. The United Tuesday to put out the fires of act for what he said was partisan Win \$2,388 States has thrown a "short rope" Latred and held out the hope of act, for what he said was partisan to Britain in the form of a \$300 a peaceful settlement of the bloody political activity.

A staatement from Chief Justice On Quiz Show million grant in military aid, tak-en from the Mutual Security Ad-In a conciliatory tone, Foreign James T. Brand which said "the nistration fund. This serves to Secretary Anthony Eden told the purpose of the nonpartisan judi-

**Justice Tooze** 

Neuberger



New student body officers will be installed at Leslie Junior High School today at a general assembly. Pictured above are the new officers who will take their posts. Front row from left, Rita Bridge, treasurer; Betty Bishop and Betty Harrison, both song queens; and Bob McCandlish, vice president. Back row, from left, Nancy Payne, president; Delmer Funk, sergeant-at-arms; and Sam Eismann, yell king. All are in the ninth grade. (Statesman photo.)

## Liquor Board to Move **Headquarters to Salem**

Oregon's state liquor headquarters will move to Salem about May 1, it was announced Tuesday by Robert L. Elfstrom, chairman of the Oregon State Liquor Control Commission. Negotiations are underway between liquor and highway officials tracts to make tanks.

for renting of 3,000 square feet of floor space in the new State High-

way Building to the liquor commission. Office space being con-sidered would be located on the fifth floor.

Liquor headquarters has been in Portland since repeal of prohibition in 1933 although state law requires the head office to be in Salem.

PORTLAND (AP) - Two persons

PORTLAND (AP)-State Sen. Dean

H. Walker, Independence, said

coming a candidate for the Repub-

Tuesday the possibility of his be-

**Competition** in

accused of helping in an attempt

Into the proposed new liquor

To Snub By JOHN RANDOLPH

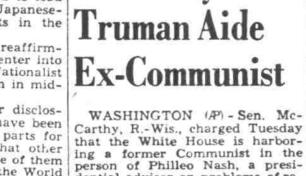
TOKYO (AP) — Premier Shigeru Yoshida Tuesday ruled out the possibility of establishing "friendly relations" now between Japan and Russia because of "unpleasant" issues separating the two countries.

Yoshida's statement, made during questioning by members of the upper house of the Japanese Diet, came in the midst of rapidfire developments in the shaping of Japan's new post-treaty foreign policy and defense alignments. 1. Russia intensified its wooing of Japanese industry and suggested a trade treaty with the Soviet Union, exchanging Japanese industrial products for Russian raw material.

**McCarthy Calls** 2. American and Japanese officials began detailed negotiations on security talks designed to lead to a virtual merger of Japanese-American defense efforts in the part of the world.

3. The Foreign Office reaffirmed Japan's intentions to enter into treaty relations with Nationalist China with talks to begin in mid-March

4. A Tokyo newspaper disclosed that Japanese firms have been making bombs and gun parts for the United States and that other Japanese companies, some of them munition makers before the World War II, were dickering for con-



ing a former Communist in the person of Philleo Nash, a presidential advisor on problems of racial and religious minorities. Nash replied that the charge is "a contemptible lie." **Porch Lights to** 

the Senate that he assumed that hearing room by capitol police afhis information about Nash had never been brought to the attention of President Truman. "I would suggest to the Presi-

Donald Dawson is Mr. Truman's

get rid of Mr. Philleo Nash."

ATTORNEY GENERAL

McGRATH

**Investigator** Investigated

dent that he call upon Mr. Daw-son to bring the file of Mr. Nash into his office immediately, and y read it, and that he prompt then

## **To Cover** Justice Bureau

By WILMOT HERCHER WASHINGTON (AP)-The House Judiciary Committee voted Tuesday to investigate Attorney General J. Howard McGrath, President Truman's designated leader in the drive against corruption in government.

The new probe, it was learned, will range over the whole administration of the Justice Department. Committee sources said the resolution for the inquiry was carried with "no audible dissent." They also disclosed that the committee refused to hear Mc-Grath before ordering the investigation. The cabinet officer traveled to Capitol Hill and waited in vain outside the committee room for a chance to make a statement

20

in the closed-door session, Chairman Celler, (D.NY.) asked for the privilege of allowing the attorney general to speak, it was reported, but on motion of Rep. Forrester, (D. Ga.) the request was voted down almost unanimously.

McGrath announced a short time later that he will "gladly cooperate" in the inquiry. **Refuses** to Testify

In the wake of tax scandals unearthed in a separate House inthat the White House is harbor- vastigation, there were these ether developments today:

1. House tax investigators started contempt of Congress proceedings against "mystery man" Henry W. Gruenwald and his attorney, William Power Maloney, McCarthy said on the floor of Maloney was escorted from the ter shouting repeated objections to efforts to persuade Grunewald to talk. Grunewald refused to testify after his attorney had gone.

Gambler Indicted 2. McGrath announced that an income tax indictment had been obtained against Samuel R. Beard

of Washington, described by fed-

eral officials as one of the largest

gambling operators on the Atlan-

tic Seaboard. The indictment was

said, and charged Beard with a

tax deficiency of more than \$1,-

3. The Senate Rules Committee

voted unanimously for a four-

months extension of the District

of Columbia crime investigation,

probe into the Washington police

department and its enforcement of

former collector of internal re-

4. In Boston, Denis Delaney,

granting \$61,200 to carry on the

600.000.

shoulders part of the burden of was possible to reach a settlement rearmament. This dollar injection which "satisfies the legitimate nawill give only temporary relief. tional aspirations of the Egypdrastic reorganization made in the does not jeopardize the security British economy.

The London Economist, one of turn it laid out the problem confronting him, "cold turkey." Its summary is so clear and complete it is worth reprinting for the (Continued on editorial page, 4)

## **Girdle Hides** Fur Coat to Win Verdict

NEW YORK (AP) - Two women shoplifters were on trial Tuesday, accused of stealing a Persian lamb coat by hiding it inside one of their girdles.

"It is physically impossible to streets. do such a thing as this," said defense Attorney Carson D. Baker, Up rose Assistant Queens Diston, former college boxing champion who weighs 180 pounds. He wiggled and turned and finally twisted the girdle up onto his hips.

Then the prosecutor crammed the stolen fur coat inside the girdle, strode back and forth before the jury - as Baker paled took a slight bow and said:

"I leave it to you to decide whether it could or could not be done."

The verdict - guilty.

**IRAN, HUNGARY AGREE** TEHRAN, Iran (AP)-The Iranian government announced Tuesday it had agreed to export oil to Communist Hungary under a new barter trade agreement.

#### **Animal Crackers** By WARREN COODRICH



shift from British to American House of Commons he believed it Neuberger, a Democrat. Either more must be provided or tian people and at the same time "the matter of interpreting the

of the Free World." CAIRO, Egypt (AP) - Premier the sanest of British publications, Aly Maher Pasha's new governhoisted urgent storm signals re- ment kept a tight rein under marcently. Anticipating Churchill's re- tial law Tuesday and tried to ease Egypt back to order and quiet. Five more bodies were recov-

ered from the charred ruins of the warped by political bias will at-Turf Club and Sherhard's Hotel, bringing to at least 67 the num- active promoter of the interests of ber killed by Saturday's torch-

bearing mobs. other.' Two bodies were picked up in

the Turf Club, where 11 died. So should lag behind the American far nine Britons are reported to Bar Association in a matter of have been killed, only three of this kind," he said. them identified. Business sources estimated Sat-Brand for the opinion.

Tooze, a Republican like Brand. urday's damage at more than 287 is a supporter of Sen. Robert A. million dollars.

Taft of Ohio for the Republican Curfew Enforced Armed troops efficiently en- presidential nomination. He atforced a 9 p. m. to 6 a. m. curfew tended the Western Regional Re- 'If You Can't Beat Monday night and challenged any- publican Conference in San Franone on the streets without a pass. cisco earlier this month.

Squads continued to patrol the

Dispatches from the Suez Canal Zone said there were obvious Officials Tour in a ringing tone of confidence. signs the British Army of 50.000 men was ready to speed into Cairo **State Hospital** trict Attorney James P. McGrat- should there be new rioting that threatened British lives and property.

The WAFD newspaper Al Misri said Premier Maher Pasha was

its annual tour of state institutrying to form a united national tions, spent most of Tuesday at front representing all Egyptian the Oregon State Hospital here parties to support and advise his conferring with Dr. Charles E. all-independent government. Bates, superintendent, and some The newspaper said Maher

Chancellor of the Exchequer R.

A. Butler said Western defenses

The Labor Party agreed in cau-

Laborite strategists were report-

dence. With a majority of 14 in radio.

other institution heads. Pasha, in order to get the support On Wednesday the board will of ousted Premier Mustapha Naconfer with George Stadelman, has Pasha's Wafdists, must adhere to the outgoing government's pol- Hillcrest School for Girls and

icy of rooting the British out of the Oregon Boys School. He is the Suez Canal Zone and the chairman of the advisory com-Sudan mittee of these institutions.

Britain to Cut Down on Food,

**Tobacco, Socialized Medicine** 

The State Board of Control, on

ment employment agencies.

Mr. and Mrs. Luis Martine-Lalciary act was to remove judges ly, Salem residents now on a sail- headquarters space would go the from politics," was released by ing trip around the world, struck state liquor inspectors and person-

a \$2,388 jackpot on a California nel of the privilege tax office But the chief justice added that radio show, it was reported here which is now located in downtown this week. spirit and underlying purposes of

C. William (Bill) Hall of Sa- ings of the commission also would the act is one for decision by each who visited Los Angeles, be included. lem, individual judge." Calif., last week said the Martine-Justice Brand said he supported the canons of judicial ethics Groucho Marx radio quiz show. were completed Tuesday for sev-The globe-trotting couple are an- eral of the state liquor inspectors of the American Bar Association which said in part " . . . chored at Long Beach earning to get desk space in branch secreit is inevitable that suspicion of being money to continue their trip. tary of state offices in towns Hall, president of Your Town tach to a judge who becomes the Press, Inc., said the Martine-Lally's are ready to sail again in reduce travel expenses. one political party as against an-

'about May.' The program on which the cou-

"I see no reason why Oregon Counterfeiter ple hit a winning answer was recorded earlier for release tonight over NBC. The Martine-Lallys outfitted their 25-foot boat at Neuberger said he had asked

Portland last fall, and after a series of adventures reached Long Beach. They intend to sail across the Pacific.

to counterfeit dimes at the State Prison were freed by a federal Them, Join Them grand jury here.

RENO, Nev. (AP) - M. A. "Tiny" Fairchild, former part-owner of a turned Monday. meat packing company here, went out of business last year with a blast at the Office of Price Sta-

bilization. He said OPS ceiling prices and Jackson, wife of Dewey Jackson, slaughter quotas made it impossible to operate the packing plant passing some of the dimes in Saat a profit. lem stores. Tuesday, the OPS announced

Fairchild has been appointed head of the foods section in the Walker Says Bids for district office here. Treasurer Job 'Remote'

#### The Dalles, in connection with Civil Defense Chief At Mt. Angel Named

#### Statesman News Service

lican nomination for treasurer was MT. ANGEL - Appointment of "remote." He said friends had T. B. Endres as civil defense chairurged him to run. man for the Mt. Angel district was announced Tuesday by Mayor Jacob Berchtold.

Endres replaces W. Verboot who

#### LONDON (AP) - Prime Minister the house, Churchill seemed pre-

Butler announced a cut of 150 ALBANY - Exhibits, demon-Briton's food, tobacco, socialized million pounds, about 420 million strations of engraving and a stamp medicine and many other things in dollars, a year in British buying auction will feature the annual in the United States and elsewhere regional meeting of the Albany abroad. A nation already beset Stamp Club at the Bureau of

> RAIN, WIND PREDICTED More rain and wind is predicted today by the U.S. Weather Bureau at McNary Field, with little change expected in stream levels in this area. Oregon highways scriptions, dental treatment, wigs,

hearing aids, surgical belts and Santiam Pass. BUSINESS SLUMP ST. LOUIS (AP)-The last horse collar factory in St. Louis closed "Our life blood is draining away Commons, Churchill would be and we've got to stop it," Butler Tuesday - the owner Eugene Kohrmann says he hasn't sold a **Drive Workers** 

**Signal Dimes** 

A lighted doorstep after 7 p.m. patronage chief. Thursday will signal to the March-McCarthy said that when the Federal Loyalty Review Board ing Mothers that a donation is Salem. A hearing room for meetsought to inspect the findings of returned in Baltimore, McGrath being offered there to the 1952 the White House Loyalty Board, March of Dimes.

which had cleared Nash, Dawson The Mothers' March will be fi-In another change affecting state sent for the pertinent files and Lally's won the money on the liquor operations, arrangements nal event in Marion County's fund presumably still has them. solicitation on behalf of the National Foundation for Infantile Paralysis.

This event will be announced by ombined whistle blasts from the around the state. The space would Oregon Pulp & Paper Company be rented under a plan designed to and the large steamboat whistle

that was brought here for use as a civil defense air raid siren. These blasts will act as a signal reminder for residents to turn on their porch lights.

lie," he said in a statement. The Mothers' March is a statefund and will be conducted by the Blood to Flow wide move to increase the Dimes' mothers living in local neighbor-As Reserve hoods. Some 1,500 Salem mothers

will take part in the program as will 500 other mothers in sur-**Units** Compete rounding towns of the county. March of Dimes receipts here

now total \$9,348, it was reported The accused were Milton S. An-Tuesday by Stuart Compton, treathony and Lucy McGinnis Jacksurer for the fund drive. son. The not-true bills were re-Receipts from the benefit box-

ing match sponsored by the Salem | that is. Anthony, released from the Cherrians and the ball sponsored prison late last month, was acby the Eagles' Lodge are yet to cused of possessing a mold from

be reported. Compton estimated other military reserve groups in which dimes had been made. Mrs. that they will add approximately this area to compete with them \$1,000 more toward the goal \$20,in a drive to obtain the most blood life-termer, was charged with comes to Salem on Feb. 4.

## **Cow Shot on Ranch Near Scotts Mills**

Authorities were still searching

Manion who lives at the Milk

Ranch said the 51/2-year-old an-

imal was shot in early Sunday

morning darkness. He told Marion

County Sheriff's deputies it was

apparently the work of illegal deer

Tuesday for the culprits who killed

a 600-pound cow on the A. J. Man-

ion ranch above Scotts Mills.

The Wisconsin senator based his charges against Nash on 10 FBI reports he said had been sent to White House Loyalty Board.

Nash responded hotly: "The accusation that I am or ever have been a member of the Communist Party or have had anything to do with the Communist movement is a contemptible

The Salem Army Reserve Corps

where the Bloodmobile will visit.

SALEM PRECIPITATION

Since Start of Weather Year, Sept. 1 This Year Last Year Normal 28.89 36.84 22.27

venue there, was sentenced to two years' imprisonment and fined \$10,500 for taking bribes and falsifying tax liens. Delaney's name figured prominently in the House tax probe. At its private meeting the Ju-

the gambling laws.

Delaney Sentenced

diciary Committee decided to have Chairman Celler appoint four Democrats and three Republicans to make a "non-political" study of McGrath's office and the administration of the Justice Department generally.

says it can match local Air Force Reservists pint for pint-in blood, The committee has the authority-and the funds-to proceed at Recently the Salem Air Reserve once.

Squadron issued a challenge to **Issues** Statement

Soon afterwards McGrath insued a statement saying "the action of the House Judiciary Cemwhen the Red Cross Bloodmobile mittee in voting to investigate 'specific allegations and complaints' concerning the Depart-"Are you going to allow the challenge of the Air Force Reserve ment of Justice that are based up-to go unheeded?" asks a circular on 'credible' evidence and not sent out to all Army reservists mere suspicion and rumor is a proper function of the commitfrom Capt. Andrew J. Brown, unit instructor at the ORC Armory,

He then added his pledge of cooperation.

The circulars include a pledge Rep. Keating, (R. NY.) spon card for Army reservists to fill out and return to the Armory indicatsored the resolution to investigate ing their willingness to donate McGrath and his department. Al-

though Democratic members of the committee did not black its passage, it was reported that they succeeded in limiting its scope to "specific allegations and complaints" based on "credible evidence." Friends of the administration said they were determined not to allow the inquiry to become a "fishing expedition."



The following words are among those which may be used in the 1952 Oregon Statesman-KSLM Spelling Contest semi-finals and finals. They are from standard textbooks and are published as a guide in intra-school contests now underway.

	and the second s
soldier	sagacteus
recover	appropriate
agreement	climb
agent	architect
breadth	circuit
certain	arbitrary
depend	shipment
permit	sailor
refer	regular
sample	achieve -

with shortages will have less of Mines Bldg. 2 here Sunday, Feb. many things-meat, fish, automo-3. from 2 to 5 p. m. Collectors biles, clothing, furniture, toys. will be present from Eugene, Cor-In a move intended to channel vallis, Lebanon and Albany. necessary manpower into defense projects, it was decided that nonessential industries will be forced to hire all labor through govern-For the first time there will be small charges for medical pre-

were open but motorists were warned to carry chains across the

horse collar since 1946.

**Spelling Keen** resigned. The latter had been chairman since the fall of 1950. Endres is active in many civic affairs here. Are the 7th and 8th graders of Marion and Polk Counties STAMP MEETING SUNDAY learning to spell?

April 3.

5. Oregon Ophialesman

Well, they're certainly trying, and from all reports, this

or missing. Pomeroy as the village awaited High winds, coupled with snow, an expected 51.7 feet crest by midlowered projected crests at some night. Middleport residents sat tight

brought telling blows to homes already hit and turned roads into a the swollen stream probably would nightmare of ice.

tasks after the freezing temperabusiness district. At Gallipolis, some 18 miles tures left frozen ice in pipes, walls down-river and one of the highest

The river crested at 43.9 feet at spots on the river-front, a crest of Parkersburg, about eight feet over 54 feet was expected Wednesday flood stage.

Next stops for the crest of the but not damaged.

Adds to Flood Damage MARIETTA, O. (AP)-The swol- | three-day, three-state flood of the len Ohio River crested Tuesday Ohio and tribuary streams are the night at nearby Parkersburg, W. neighboring villages of Pomeroy Va., and rolled on to the little and Middleport, some 35 miles

downstream from Parkersburg. At least three feet of water port, O., leaving 8,000 to 10,000 stood in the business district of flood refugees and at least 10 dead

points as much as three feet but

refusing to move after learning by-pass most of the village. The Refugees returning to homes for 57 feet expected before the cold clean - up work faced gruelling wave would have flooded all the

and basements.

noon and the town was isolated,

blood.

**Ohio River Crests; Cold** 

schools already have chosen their winners. The top speller

March, and the top three spellcompete in the grand finals in

School on Thursday night, Your COMPLETE Newspaper

in each school will compete in one of nine semi-finals in

ers from each semi-finals will Salem at Parrish Junior High

er than ever. Two of 84 participating

year's competition for the \$100 defense bond and other prizes in The Statesman-KSLM Spelling Contest will be keen-

hunters.

towns of Pomeroy and Middle-

