THE WORLD THIS WEEK

Korea Truce May Not Affect Basic Trend of U.S. Business

Allied Guesswork Looms at Bermuda

By WILLIAM L. RYAN Associated Press Foreign News Analyst

WHEN the western Big Three get together in Bermuda (if a French government will stay in office long enough to permit it) their biggest and most serious job will be attempting to figure out what comes next in today's colossal world chess game.

Much depends upon the intelligence of their guess. It can mean the difference between collective strength and disorganized weakness. It can mean the difference between resisting future aggression or being obliged to meekly bow to it. It can even mean the difference between peace and World War III.

With each gust of what Sir Disaster wind of conciliation" from the

East, it becomes just a little Neat suburban homes along more difficult for the West to streets lined with trees. Farm maintain and bolster its collec- houses with cattle grazing neartive security effort. It would be by. That was how it was in utter folly to assume that Mos- Michigan and Ohio shortly becow was unaware of this or was fore 9 p.m. Monday.

not capitalizing on it. Western Sentiment

ain, France and America is so strong that it can create tramendous pressures which could force a con-

vulsive movement away from the wearying but necessary preparation for eventualities to come. Gestures toward peace, no matter how much cynical

calculation

might be be-

In seconds the homes were so much firewood. The trees were stripped of foliage. The farm The longing for peace in Brit- houses smashed, the cattle gone. Tornadoes did it. Possibly a dozen twisters

sliced through the area, killing more than 135.

Less than 24 hours later, the tragedy was repeated in New England. The worst tornado to strike that region in 75 years roared through central Massachusetts just before sundown killing more than 65, injuring more than 700 and leaving an estimated 2,500 persons homeless. Worcester, Mass. was hardest

hit. Outside of Worcester, the towns of Holden, and Shrewsbury were particularly hard hit.

Memories in a democracy seem munity were reduced to rubble. inconceivably short. Against an A new \$5,000,000 machine tool interminable record of cynical plant in Worcester was levelled disregard for solemn compacts, and a new housing development KOREAN WAR REACHES CLIMAX AS SOUTH KOREANS BALK

Change in Defense Program Unlikely

By J. M. ROBERTS JR. Associated Press News Analyst

VOU could get almost any estimate you wanted this L week of the prospects for American business, depending on which direction you were looking or who was reading the several different types of barometers. One thing was fairly clear. The general defense effort,

not Korea, was the key to the industrial situation. Korea had been discounted by business management, although the several weeks of uncertainty had its effects in the speculative security field.

There were some things to suggest that the boom had reached its peak. Chief among

Italy Votes

ican coalition emerged in this was a slight leveling off in pro-week's Italian elections as the duction of goods and services, strongest faction. But a see-saw for the first time in a year and vote put his government in peril a half. But it was very slight, of losing the legislative majority no sure indicator.

it needs to insure ratification of Uncertainties Make Difference the European army plan and continue its record of power stability.

The Communists showed tainties surrounding the footsteady strength. The extreme hold-finding of a new adminisright wing skyrocketed to prom- tration and a new Congress, and inence as the votes were counted. to those of the international sit-This wing is made up of mon- uation. archists and fascists. Their There was considerable exstrength threatened to leave the pression of dissatisfaction with

parliamentary balance of power the administration's slowness to with a half-dozen minor splinter develop a farm program, which parties lined up neither with the government nor with the opposition. The total of 28,386,610 votes

cast was enormous, almost 94 per cent of the electorate. It was probably the heaviest percentage turnout in the history of modern democratic elections. The Communist-dominated

eft wing seeks outright ties with Moscow. The monarchist-fascist right, highly nationalistic, wants a middle way separate from either East or West.

Trade pro-It is in the lower house-the gram pending a general over-Chamber of Deputies-that the haul which President Eisen-De Gasperi forces now are hower is pledged to support pressed hardest. They retained with the administration facing control of the upper house by determined opposition, looking 125 seats of the 237 that were toward freer foreign trade. at issue, but won only a narrow majority in the lower chamber. wheat surplus and heavy carry-The voting results showed the overs in cotton. Cotton exports center parties have slipped bad- have dropped some 50 percent, ly since the last parliamentary and the world demand for wheat

ROBERTS

RYAN

hind them, are grasped eagerly. About 100 houses in each com-

opera stage.

extraordinary ease. There was a

acteristic curtsy in response to

applause that was always thun-

Attic Discovery

made it home-only about a mile In its prime, Mme. Flagstad's

derous.

play this week.

the wishful "maybe this time was hammered to the ground. they mean it" provides a fer- The vicious winds blew heavy tile field for sowing discord trucks off roads, cut 100-yardwide swaths through heavy among allies. The statesmen who gather in woods, tossed automobiles Bermuda, therefore, will likely around like toys. One huge be weighing carefully the pro- truck was lifted from Ohio fessions of good will touted on Route 25 and transplanted intact Pravda's front pages against the 400 yards away-its driver miss-

them, were governmental reminders that the defense program would not continue for-Alcide De Gasperi's pro-Amer- ever at the present rate. There

Many observers were inclined

to attribute most signs of a gen-

eral leveling off to the uncer-

vitally affects

a large part

of the econ-

omy. This was

tied up with

uncertainty

over trade

policy, al-though Con-

gress was

moving to-

ward exten-

sion of the

Reciprocal

Communist press. What do these Emergency hospitals were set up in factories, city buildings and say?

Future Tactics Emphasized

future program with an em- Flint more graphically than anyphasis inescapable for anyone thing else.

accustomed to breaking down Coldwater Road is only a name the language-within-a-language today. It had been a road with jargon of Moscowism. They modest, mostly frame wood mean a program aimed first at houses. Factory workers from Diva's Finale disuniting the western world. Flint's busy industries lived in and second at adapting the Mos- many of them.

cow program abroad to the spe- The twister mowed down 40 of stad has bid farewell to the Augustine Herrman. It was exe- English Channel more than a plane. cific conditions of each country. the little frame homes.

The whole program, says the A 60-year-old school teacher Announcement of her retire-Communist press, is based on a saw the tornado stalk down ment came this week in London find as one of the most impor-

granite foundation of "prole- Coldwater Road. tarian internationalism." And "My husband and I were driv-toric Royal Exchange acclaimed what is proletarian internation- ing near the road," she said, "We her performance in Purcell's alism? Pravda defines it as a saw it coming. It sounded like "Dido and Aeneas." movement, which "stands for the the rumbling of a train. When Flagstad, best-known for her liberation of the proletariat of the lightning flashed, we could Wagnerian roles, retired from all countries and the national see its funnel dipping down to- the Metropolitan at the close of liberation struggle of oppressed ward Coldwater Road. We just the 1952 season.

Dates

Wednesday, June 17

Adlai Stevenson extends

fact-finding tour into Greece.

Saturday, June 20

ka, Hawaii and Canada to

take part in giant civil de-

fense test.

Eight western states, Alas-

peoples."

ica, of Latin America, of Asia and the Middle East? Pravda, once again, supplies the answer. Proletarian internationalism, it says, "requires the correct assessment in each country of national characteristics with regard to international and internal circumstances." That is, the

Thursday, June 18 Communist must adjust himself Russell Tongay scheduled to local conditions and not folto get hearing in death of low the Stalinist-Marxist book swim star daughter, Kathy, out the window. Miami.

Direction From Moscow

The 19th Communist Party Congress last October all but openly announced this campaign-a campaign of talking peace while carrying on an underground war. Communists abroad were told they and the Soviet party needed one another and that the Soviet party's main duties included "establishing brotherly connections with the workers of all countries."

And what about peace? Will the Communists stop this activity if there is a big power agreement?

Moscow itself has answered this, many times over, and still today answers it the same way.

There can be no "transition to Communism," says Moscow. in circumstances of "capitalist encirclement." So long as any strong capitalist state exists, there will be capitalist encirclement. This capitalist encirclement must eventually be eliminated by force.

This is the program which deserves the closest scrutiny by the statesmen at Bermuda. One could say that "maybe" since the death of Stalin the program does not still hold true. But the evidence-all the evidence the West has to go by-is totally against it.

sinister meanings behind the inpreached an agreement for ending three costly years of war in Korea, from the front within 72 hours of an armistice was especially grave. there was rejoicing that an end to the blood-letting was in sight. But That chore was faced by Eighth Army Commander Lt. Gen. Maxwell there was grave concern that South Kerea, flatly opposed to the United D. Taylor. Gen. Taylor called the South Korean army "excellent," but elections in 1948. Their winning has been diminishing. Secretary But the story of Coldwater Nations truce proposals, might wreck any cease fire. The South Korean incapable of "sustained independent combat." As the crisis mounted, other places around the town. These articles advertise the Road spelled out the tragedy in and peril. With South Korean troops manning two-thirds of the battle- repatriation commission unless South Korea approved the truce. deputy could provoke a legisla- allies support themselves, but

ARTS AND SCIENCES REPORT

ago in an attic in Clermont, up- Neither was ever brought to research on a power plant for state New York. It is unsigned, account. The ship on which they the proposed atomic aircraft Famed soprano Kirsten Flag- but experts attribute it to sailed foundered in a gale in the carrier and atom-powered air-

cuted on August 17, 1647. month later and they were lost. Reductions already made in Art experts regard the new next year's atomic budget has forced an extension of the target

after a huge audience in the his- tant discoveries in American Bigger and better atomic these.

The painting, only 12% by 16 weapons are coming up.

inches large, now hangs in the That's the word from U. S. terested in building up atomic Museum of the City of New Atomic Energy Commission sci- stockpiles in the immediate fu-York. It depicts the departure entists. They say 1954 will be a ture. for Holland of former Governor "year of urgency." That's why

General Willem Kieft to face they plan to boost atomic ma-charges of maladministration in terials and weapons production Child Training What does this instruction away-when it happened. The voice had a beautiful, bell-like Kieft's accuser, Pastor Evard-next year. more than 25 per cent in the

mean to the Communist leaders lights went out. We knew then of France, of Britain, of Amer- it had hit." returning to Holland shares the is sure to see further experi- turned into a spoiled brat. certain majesty in her deport- canvas with him, was in turn ments in the development of a ment on the opera stage. Audi- accused of drunkenness and in- hydrogen bomb. It is not likely ences will remember her char- subordination.

to include anything more than

NEWS BRIEFS

Named: by President Eisen- see a new birth record set. Dur- ticularly disturbed after watch-Metropolitan Opera fans probably never will hear a better hower, Charles Slusser, mayor ing the first three months of the ing young Charles ham it up for "Alcetis" or "Fidelio" than Mme. of Akron, O., to be commissioner year, the Service said, births ran coronation crowds in front of of Public Housing. Flagstad's.

Predicted: by New York's Re- similar period last year. publican Rep. Daniel Reed, that Ruled: by the Supreme Court, seem wise that during the fora truce in Korea will "strength- that Washington restaurants mative years of his childhood An oil painting, believed to en the hand of lawmakers fight- must serve well-behaved Ne- Prince Charles should be temptbe the earliest known on-the- ing President Eisenhower's rec- groes at regular prices. The ed to the feeling of self-imporspot picture of an event in New ommendation to extend the tribunal put aside until its next tance which might be induced

York City's history went on dis- excess profits tax." term any decision on whether by constant applause, handker-Reported: by the U.S. Public segregated public schools are un- chief waving and hysterical cries The picture was found a year Health Service, that 1953 will constitutional. of affection.

margin is so thin that illness or Benson thinks "trade not aid" tive crisis of the type that has would greatly ease the handling plagued France since the end of these surpluses. of the war.

Quotes

dersecretary of State: "We

cannot relax. Korea is but

one flank of a conflict which

girdles the globe. Danger

spots are many. We must re-

Sen. Robert A. Taft: "The

Harry S. Truman: "In a

critical time like this, there

can be put one American

foreign policy. The Presi-

dent of the United States has

the facts. We must support

him in what he does and

Adlai Stevenson: "I don't

know what the future has in

store for Korea. I hope we

don't lose sight of the objec-

tive expressed by the United

Nations for a united, inde-

pendent and democratic Ko-

recommends."

rea.'

main alert and ready."

Walter Bedell Smith, Un-

The Administration-Congress picture seemed to be settling down a little bit, with party regularity making itself felt at several points of conflict. In addition to Reciprocal Trade, safe passage of other parts of the Eisenhower program before adjournment began to look surer.

Excess Profits Tax

This, of course, includes the extension of the excess profits tax which business hates, but with the promise of major tax reforms, if not reductions, early next year.

Insofar as the defense program was concerned, as some of its certainties began to emerge from uncertainty, it appeared it would run along about as is for another year.

General Motors and Chrysler managements both expressed confidence in the future of domestic business by refusing to entertain a suggestion from Walter Reuther, the union leader, that they "spread the work" beyond what he feared would be the end of the boom by holding back automobile production now and so extend the period of highest demand. The managements said they couldn't perceive the approach of any such cut-off time.

Steel Inventories Growing

Nevertheless, steel inventories vere growing, and analysts in that industry seemed to think that next year would bring some lessening in production. There were prospects, too, of eventual changes in the steel business due to increasing needs for foreign ores.

One thing that encouraged business-one field where uncertainty was less than usualwas the ease with which the annual negotiations between automobile managements and labor had been handled, and the considerably lowered tension between steel management and the unions as their negotiations progressed. Strikes and the prospect of strikes were far less serious than in many recent years.

The international situation, of course, contained a major field of uncertainty. The prospects of new moves after the end of Korean fighting kept the pot boiling. What the U.S. would have to put into peace or cold war were vital factors in the economy, and matters, so far as the business man was concerned, Vintraux, Charleston, W. Va., Gazetta which remained ing the laps of



Cormack, Christian Science Monitor



There's some concern that

mere halting of active warfare in Korea should permit a reduction of about two billion dollars a year in U.S. military spending but prob-Britain's bonnie Prince Charles ably will not permit withmay be in danger of being drawal of an American troops until there is a permanent peace agreement."

date for actual construction of

AEC scientists are more in-

One Herald staffer was par-

London's Laborite Daily Herald hints Queen Elizabeth's four year-old heir should be shielded from his adoring public without

about 29,000 ahead of those in a Buckingham Palace last week. Said the Herald: "... It doesn't

delay.

