104TH YEAR

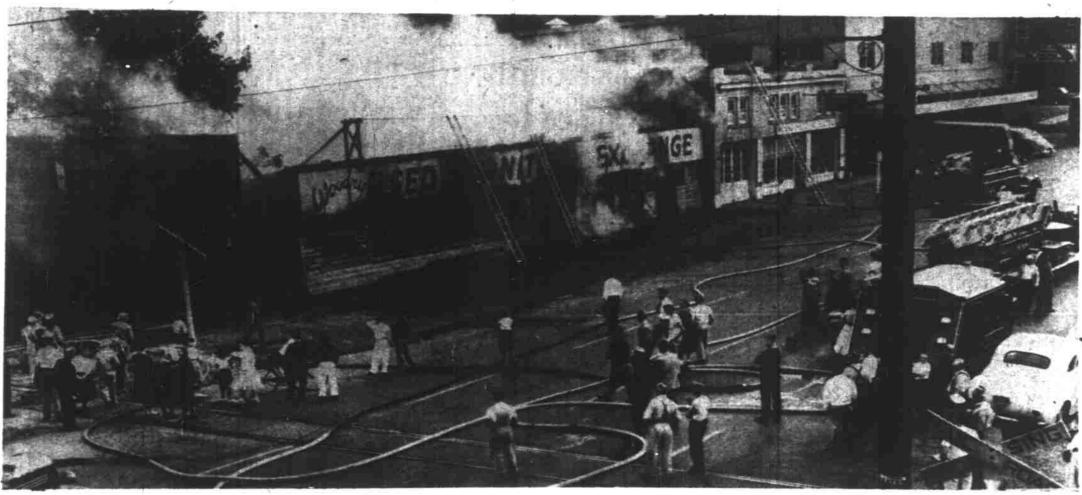
2 SECTIONS-14 PAGES

The Oregon Statesman, Salem, Oregon, Saturday, June 26, 1954

PRICE 5c

Guatemala Capital Bombed by Rebel Planes (MASHINGTON (AP)—President Eisenhower and Prime Minister Churchill Friday began a round of momentous conferences aimed at epding a grave American-British split on the best way to cope with But before getting down to the touchy subject of Red american But before getting down to the but but before getting down to the But before get

Rush-Hour Fire Guts Storage Building, Jams Home-bound Traffic



This Guatemala revolution re- cil Friday. mains strictly a headline affair, It was Soviet Delegate Semyon NEW DELHI, India place "below the fold" or even council chairman. Tsarapkin obinside. The rebel leader, Col. Car- jected to being called "the gentlelos Castillo, has done no better man." than get ten miles inside Gaute- Tsarapkin: I am not a gentlemala from the Honduras border; man. I am the representative of and the rise of the populace or the Soviet Union. attachment of the army to his Lodge; The two are not necescause has never developed. More sarily mutually exclusive. communiques have been fired Tsarapkin: I would ask you to than bullets; and the revolution call me by my official name, that

a flash in the pan.

The net effect will be to strengthen the position of the Communist - oriented government of President Arbenz. Target of sharp criticism from the United 2 More FHA States and some of its neighbors, its ability to ride out the storm will add to its prestige. By the its ability to ride out the storm time the U.N. Security Council or the Inter-American organization looks into the trouble it may all be over, and Col. Castillo Suspended tion looks into the trouble it may again in voluntary exile.

Revolutions in Latin American countries are nearly always internal upsets. The old days of gunrunning from the outside and overturning a government are pretty well over with. The revolution of today is usually an army coup. As the army swings so does the fate of the president. There is very little bloodletting as a rule though there have been gory scenes in Bogota and La Paz. A company of soldiers surrounds the palace, a tank rumbles into the plaza, a few officers (Continued on editorial page, 4.)

Mercury Hits Midwest High

By THE ASSOCIATED PRESS

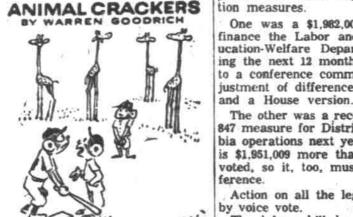
The June heat wave tightened its grip on much of the nation Friday, ing a special investigation of FHA morning cloudiness with some with more hot and sticky weather operations. in prospect for the weekend.

The temperature soared past the most of the gulf area, the Southwest and parts of the East.

In Chicago, the mercury hit 100.3 degrees at 3:30 p. m. to make it the hottest June 25 on record. The

previous high was 95.8 in 1923. A high of 100 at Kansas City equalled a 17-year-old record for the date. At Brookfield, Mo., it hit

106. St. Louis had a record-breaking



"A fast grounder is your only

City firemen and police both were busy Friday evening when fire destroyed the above building in the 400 block on S. Commercial Street. Used as a storage space by the Don Woodry Furniture Co., the one-story frame structure was engulfed in flames shortly after the alarm was given and firemen were unable to save it. Police officers attempted to direct the heavy flow of traffic around the area but vehicles were lined up for several blocks. (Statesman photo.)

Soviet's Delegate Corrects Record;

UNITED NATIONS, N. Y. W. -"Point of order" (Russian style) rumbled out in the Security Coun-

with the point-size of type dimin- K. Tsarapkin interrupting U. S.

now gives promise of being just is, the representative of the Soviet Union

Lodge complied.

veteran officials of the Federal Housing Administration were suspended Friday on charges of "serious irregularities.

As in a number of other cases against the men were given out. The latest suspensions are:

rector for 10 Southeastern states nese. and Puerto Rico. Andrew Frost, 43, of Albuquer-

Both men declined to comment, saying they wanted to find out

more about the charges against

Housing Administrator Albert M. formation furnished by William F. area ranging near 69. McKenna, who has been conduct-

Nehru, Chou 'Not a Gentleman' Confer; Talks

ishing and the story itself getting Delegate Henry Cabot Lodge Jr., mier Chou En - Lai of neighbor- was working fell. He was taken ing Communist China met for more to the Santiam Memorial Hospithan three hours at tea Friday for tal here. an Asian - to - Asian talk on grave world problems. An Indian spokesman said afterward the meeting at Nehru's residence was "most

> friendly. Talks in Chinese

Despite his fair knowledge of Exploding Fuel English, Chou exchanged comments with Nehru in Chinese. Only an interpreter was present for the first formal talks of Chou's threeday visit in New Delhi.

There was no announcement on specific subjects covered but the Indian Foreign Office said beforehand Indochina and Korea would head the agenda.

The conversations between Chou, leader of 500 million Chinese, and towering flames over the Los An-Nehru, leader of 350 million Incould foreshadow great changes in the history of Asia.

Met At Airfield Nehru drove to Palam Airfield in the Indian capital's 100-degree heat to welcome Chou.

"The government and people of China attach great importance to water Association Oil Co., should announced since a major shakeup their friendship with the govern- break of the agency was started last Ap- ment and people of India," Chou pril, no details of the charges said in a statement at the airport. 'May the friendship between China and India develop with each pass-James E. Hicks, 61, regional di- ing day." It was delivered in Chi-

que, assistant state director for Clouds to Remain. Weatherman Says

Cloudy skies are forecast forday for tonight in the Salem area, according to weathermen at Mc-Cole said he asked the FHA to sus- Nary Field. Cooler temperatures pend the men on the basis of in- are expected today with the high

Sunday's forecast calls for clearing later in the day.

The temperature soared past the 100-degree mark in the Midwest, while readings in the 90s covered \$29 Billion Defense Budget Voted; Ready for Ike Signing Arlene Dahl and Fernando Lamas were married Friday in a wedding chapel at the Last Frontier Hotel.

passed and sent to President Eis- ures were worked out in a Senate- ASHLAND SAFE CITY enhower Friday a bill appropriat. House conference. ing \$28,800,125,486 for the nation's About 11 billion is budgeted for day passed its 1,400th day without armed forces in the fiscal year an enlarged Air Force, 10 billion a traffic fatality.

beginning July 1. proved two other big appropria-

One was a \$1,982,000,000 bill to finance the Labor and Health-Education-Welfare Departments during the next 12 months. This goes to a conference committee for adjustment of differences between it

The other was a record \$170,438,-847 measure for District of Columis \$1.951,009 more than the House eases. voted, so it, too, must go to con-

WASHINGTON IF - The Senate has completed action. Final fig-

for the Navy, 71/2 billion for a pared-down Army and the balance for the general defense establishment. The Army bears the brunt of most of the 51/2 billion dollar reduction from last year's appro-

priation. For the Labor and Welfare Departments, the Senate approved \$12,604,000 more than the House and \$17,697,500 more than the President recommended. Most of the PACIFIC COAST LEAGUE increase would go to the national institutes of health for research in bia operations next year. The total cancer, heart and other major dis-

The Senate bill carries about 299 million dollars for the Labor De-Action on all the legislation was partment, \$1,681,000,000 for the Department of Health, Education and The defense bill, by far the larg- Welfare; \$1,217,000 for the Nation- NATIONAL LEAGUE est of all the appropriations meas- al (railway) Mediation Board, and ures, is the fifth of the eleven reg. \$3,134,000 for the Mediation and

Injury Plague Hits Climber

STAYTON — F. C. (Skeeter) ning destroyed a one-story frame few details of the Pacific building rented by the Don Baird, employe of the Pacific building rented by the Don Guatemalan diplomats at U. N. Power and Light Co., sustained Woodry Furniture Company and and in Mexico City said three a fractured shoulder blade and caused a king-size jam in the planes took part in the attack on other injuries near Scio Thursday heavy 5 o'clock traffic. when a power pole on which he

Baird had only recently returned to work after suffering an ankle injury in another accident.

Cigarette Suspected

The fire apparently started in an open area under the strucrived. Cause of the blaze had not but Fire Chief Ellsworth Smith tery. said a discarded cigarette under

Harry Walling, 2745 Linden shortly after.

concrete warehouse next door apparently escaped damage.

plant, L. A. Hamm, said the initial 1068 Howard St. The fire alarm was radioed in quake." Soon six other tanks rang- by city officer Jess Jenness who ing from 5,000 to 50,000 barrels noted smoke coming from the building.

Owner Don Woodry was reported to have left Tuesday on a three-week vacation trip and centrated efforts on halting the Friday night was unaware of the

Today's Statesman

into a slip at the company plant General news _____2, 3, 5 Valley news, X-word3 Editorials - features _____4 Sunday Radio - TV _____4 LAS VEGAS A - Screen players

ASHLAND IM - This city Fri-

LOS ANGELES (A) - Blazing

oil from exploding fuel tanks sent

geles harbor Friday night with a

loss expected to surpass two mil-

One worker was reported miss-

ing and two firemen were injured.

All port pilots were alerted for

bor in the event the firewall around

the burning tank area of the Tide-

An engineer at the company

explosion felt "like an earth-

capacity had exploded and were

Firefighting equipment and fire

boats rushed to the scene and con-

spread of the flames to tanks in

the area 500 by 1,000 feet, sur-

rounded by the 12-foot concrete

A tanker with 130,000 barrels of

high test gasoline was warping

just as the first tank exploded but

was able to back out to safety.

HOLLYWOOD DUO WED

save four

fire wall

duty to move ships out of the har-

WESTERN INTERNATIONAL At Tri-City 3, Salem 1 At Vancouver 6-4, Lewiston 2-3 At Wenatchee 3. Victoria 9 At Yakima 4, Edmonton 5

At Oakland 1, Portland 2 At Seattle 2, Hollywood 7 At San Diego 12, San Francisco 1 At .os Angeles 5, Sacramento 10

AMERICAN LEAGUE At Baltimore 5, Philadelphia 1
At Cleveland 0, New York 11
At Chicago 6, Boston 4
At Detroit 3, Washington 4

At Brookiyn 3, St. Louis 1 At New York 6, Chicago 2 At Philadelphia 0, Milwaukee 7

Flames Sweep Through Old

Fire in the 400 block on S.

covering material plus several ar- bombing of Zacapa and Chiquimu- required hospital treatment. ticles of furniture awaiting de- la, with many fires and some caslivery, according to P. W. Meier, ualties at both places and strafing C. J. Sanders at Lincoln, where at 1:30 a. m. "feeling awful," Beacompany manager. No estimate runs over one or two trains in many of the injured were taken, van said. of loss was made but all merchan- which seven persons were killed. said 16 or 18 were reported by his Taken to Hospital dise was insured, he added.

Lane, and Mrs. Betty Loose, 360 Heavy Explosions

that of 20 storage tanks inside the motorists were cited for driving materially damaged. area "we will be lucky if we can over a fire hose. They were identified as Elmo C. Jory, 1395 S. tified as Elmo C. Jory, 1395 S. Short-Lived

Observers Say Guzman Army on Run

The two or three plane bombing attack, apparently the biggest air Britain's Foreign Secretary An- Nationalist blockade. nounced shortly after Col Carlos critical of each other's foreign pol-Castillo Armas' secret 'liberation- icy decisions, joined in a 212 hour bled seas, Russia Friday accused al Radio" reported the capture of afternoon meeting in the Presitwo towns, Zacapa and Chiqui- dent's second floor White House ton tanker Tuapse Wednesday 125 mula by his invasion forces and study. declared his army was "striking Cigar in Evidence victoriously" toward the capital. Bombing Threatened

residents to seek cover.

reached the Mexico border from threat of Red expansion. Guatemala City, agreed in a state- His black cigar jutting from his men. ment that the anti - Communist jaw, Churchill said he was here forces had leftist President Jacobo to clear away any British - Ameri-Arbenz Guzman's regime "on the can misunderstandings, and he rerun" after eight days of sporadic minded a welcoming throng that clashes and political maneuvers the Communist world undoubtedly of a nerve war.

The Boston reporter said he had diers en route to the capital. Claims of Hits

Authoritative invasion sources no misunderstandings." said rebel planes bombed Fort Matamoras in Guatemala City, and Store Building scored a direct hit on an ammunition dump at Zacapa which "knocked out" the garrison of that

"The cold war is getting hot," the informants said.

One Plane at Time

ter midway between Guatemala bury, Neb. said "I don't know revealed he was suffering from City and the Caribbean port of what happened. The train started what German doctors diagnosed as Puerto Barrios. Chiquimula, a town to shimmy and all of a sudden I a kidney block, apparently only of 8.848 in Eastern Guatemala, was thrown against the controls." engulfed it before firemen ar- straddles the branch railway line Eight Cars Derailed which links El Salvador with Gua- Conductor W. O. Neilson of Oma- his hotel. been determined Friday night temala's major east-west rail ar- ha, said "it went over easy,"

Associated Press correspondent he was riding. the building may have been re- Jack Rutledge said in a dispatch | Eight of the 11 passenger cars

There were heavy explosions and Townspeople Help Two billboards next to the much antiaircraft fire, Rutledge Ambulances raced to the scene preach Sunday in the Olympic Stabuilding were damaged but a said, and merchants hastily put of the wreck and nearly everyone dium in Berlin," Beavan said. down iron shutters across the front in the small town of Hallam who "you can be sure of that." An estiof their shops.

rooftops to see the excitement. He Beatrice, Nebr., as well as Lingle the traffic snarl which was age or casualties, but said appar- from the wreck scene.

Whips Boats

first gulf hurricane of 1954 blus- entering Nebraska. tered a wet and windy route inland the Mexican coast south of here Guardsmen Friday night after smashing onto Friday morning. One person was killed, one hurt,

and shrimp boats out in the gulf were tossed about as the storm spread rains, high winds and some southern tip.

Old-timers called it the shortestived hurricane in gulf history. It

Citizen soldiers of Battery D, morning and partly sunny Sunday Church news _____8 lived hurricane in gulf history. It formed 160 miles southeast of 722 Anti-Aircraft Automatic Wea-Brownsville about 4 a. m., reached pon Battalion, also are expected Sports news ______1-2 the coast at 10 a. m. and at 4 p. m. home today from their summer Market news ______3 it was over insofar as the coast encampment at Camp Classop Classifieds ______3-6 was concerned.

TEGUCIGALPA, Honduras (P) _ Talk of EDC, Atoms
Planes of the anti - Communist The White House, in a terse anforces bombed Guatemala City nouncement of what Eisenhower Friday, Dispatches from the Guat- and Churchill discussed Friday, emalan capital said the National mentioned only atomic information Palace, where leftist President and the EDC. Informed officials Jacobo Arbenz Guzman was at reported they also briefly touched ist China Friday announced it had on Russia's policies and intentions

They apparently decided to delay

States wants a united front against communism there and looks with

ng a non-aggression pact with the

against communism.

throughout the world. Secretary of State Dulles and the revolution, was an thony Eden, who have been openly

The so - called Eisenhower Churchill "harmony conference" The radio threatened the bomb- got under way shortly before noon, ing of Guatemala City and advised less than two hours after Churchill arrived by special plane with a Eight Americans, including a plea for continued Anglo - Ameri-Boston newspaperman who can partnership in coping with the could mean sending Soviet war-

was having troubles of its own.

"I've come with Anthony Eden," seen 400 wounded government sol- he declared on arriving, "to talk over a few family matters and try to make sure that there are

Rock Island **Rocket Jumps**

the capital about 3:30 p. m. La Island railroad's crack Rocky The building, which formerly Merced Church in the center of Mountain Rocket was derailed a he is responding to treatment. housed the company's used furni- the city was reported destroyed. mile and a half north of here Friture department, contained floor The diplomats also reported the day night and at least 56 persons room early Friday after speaking

> men to be seriously hurt. Zacapa is an important rail cen- Engineer Roy Ensign of Fair- tal, where examination and X-ray

speaking of the head car in which Plans to Keep Date

from Guatemala City that appar- and Pullmans of the train were noon and tonight, and then tomorently one plane first attacked the reported as derailed. Col. Sanders row we'll see if he is able to fly structure according to owners city about 2 p. m., and another said one car piled on top of an. to Berlin." other. But the others just "tilted over." his men reported.

But many residents ran to their injured were taken to hospitals at to attend.

A Tidewater spokesman said backed up for blocks and two ently the National Palace was not Col. Sanders said at least 25 per- United States to recover. sons were injured badly enough to need ambulance transportation and dangerous," he told a reporter. many others hitched rides in private cars to Lincoln to get treat- SET GOODWILL VISIT ment for less serious hurts.

other at Colorado Springs, Colo. The sections are joined in Eastern Colorado and the train travels BROWNSVILLE, Tex. 4 - The through Northern Kansas before

Home Today

Salem National Guard Compaproperty damage across Texas nies B and D of the 162nd Infan- Los Angeles try Regiment, are expected to ar-At least a dozen shrimp boats rive by troop train in Salem shortreached port safely Friday after ly after noon today following a noon through turbulent gulf waters. two-week summer training period

Delayed at Ike, **Churchill Talk** WASHINGTON (A)-President Eisenhower and Prime Minister in Southeast Asia, the two leaders talked over plans to exchange atomic information and add German manpower to European defense

Touchy Topics

until Saturday any detailed discussions of their sharply conflicting
Far Eastern policies. The United grave misgivings at a British plan to approach the problem by sign-

By SPENCER MOOSA

Taipeh, Formosa & - Nationalseized a Russian tanker because it was bound for "Communist bandit" Shanghai in defiance of the

In a stiff note raising the threat of a clash on the Far East's troumiles south of Formesa.

Russia threatened "appropriate measures for safeguarding" Soviet ships in this area, where the U.S. 7th Fleet guards Formosa from Red invasion and small Nationalist warships watch the coast. That ships to guard Russian merchant-

Billy Graham Stricken by **Kidney Ailment**

DUESSELDORF, Germany @ - A kidney ailment kept the touring American evangelist Billy Graham confined to his hotel room here Friday. But he said he would fill a speaking engagement in Berlin Sunday "if they have to carry me on a stretcher." .

Graham's secretary. Jerry Beavan, issued a statement saying the evangelist was in "extreme pain,

Graham was stricken in his hotel State Safety Patrol Chief Col. here Thursday night. He woke up

Graham was rushed to a hospi-

temporary. Afterward, he was returned to

"Billy is resting well," Beavan said. "He'll stay in bed this after-

Graham was scheduled to leave

early Friday for Berlin. "He'll definitely be able to could do so, turned out to help. The mated 140,000 persons are expected

Graham said he will complete City police struggled to untan- was unable to report on any dam- coln - both points about 20 miles his itinerary in Germany and France before returning to the "Tell my friends there is nothing

BELGRADE, Yugoslavia W -The Rocket was eastbound to Three Egyptian warships will pay Chicago. It originates in two sec- a good will visit to Communist Yutions — one at Denver and the goslavia starting July 16, it was announced Friday.

THE WEATHER

Baker North Bend Chicago New York

Mostly cloudy with scattered showers today and tonight. Cooler with the high today near 69 and the low tonight near 47. Cloudy Sunday afternoon

was 58 SALEM PRECIPITATION Since Start of Weather Year Sept. 1

U.N. Puts Off Talks Despite Soviet Cries

mala City was being bombed while the issue on the agenda. diplomats talked, the U. N. securdiscussion of the Guatemalan conflict until the Organization of

American States can take action. Four members of the council voted to drop an agenda listing ing been in continuous wrangling the Guatemalan complaint of "ag- session nearly five hours. gression" for debate. Five memcedural motion.

Despite Russian cries that Guate- New Zealand and Denmark to put to the council. The United States, Brazil, Colomity Council Friday put off further bia, Turkey and Nationalist China voted against it.

> Britain and France abstained. The council adjourned immediately after the vote after hav-

Henry Cabot Lodge Jr., bers voted against it and two ab- U. S. delegate and council presistained. Seven affirmative votes dent, strongly opposed further dewere needed to approve this pro bate in the council at this time, saying that the charter of the Or- N., Eduardo Castillo Arriola, told She and her daughter, Nancy Mc-The Soviet Union fought a losing ganization of American States rebattle to have a debate in the Se- quired that all disputes in the foreign minister, Guillermo Toriel- the same hospital, just 104 minutes

UNITED NATIONS, N. Y. & - mala. Russia voted with Lebanon. to the OAS before being brought was told three planes were bomb-Semyon K. Tsarapkin, Soviet del- telephone. egate, bitterly assailed Lodge on

the grounds that the United States city had been destroyed by bombs. was trying to undermine the U.N. Charter and told the Latin American countries to beware of the Mother, Grandma United States.

debate that while the delegates mala was being bombed.

talked here the capital of Guate-Guatemalan ambassador to the U. day.

He said La Merced Church in the

Tsarapkin said during the hot All on Same Day

ing the city as they talked on the

SULLIVAN, Ind. @ - Mrs. Eleanor Marshall of Sullivan became He did not give details but the a mother and a grandmother Fri-

a reporter that he had called the Clure, gave birth to daughters in