

CIRCULATION
Daily average distribution for the
Month ending December 31, 1932
9,678
Average daily net paid 9,253
Member Audit Bureau of Circulations

Capital Journal

CITY EDITION
Cloudy with valley fogs tonight;
Saturday occasional light rain; vari-
able winds.
Local: Max. 35; min. 30; rain 0;
river 62; cloudy; southerly winds.

45th YEAR, No. 11 Entered as second class matter at Salem, Oregon SALEM, OREGON, FRIDAY, JANUARY 13, 1933 PRICE THREE CENTS ON TRAINS AND NEWS STANDS—FIVE CENTS

HOOVER VEToes PHILIPPINE BILL

BEER BILL TO INCLUDE WINES AS REWRITTEN

Alcoholic Contents Cut From 3.2 to 3.05 Percent in Revision

Limits Penalties of Volstead Act to Beverages Above Listed Percent

Washington, Jan. 13 (AP)—A modification of the house of representatives beer bill was agreed upon today by a committee of senators, to provide a 3.05 percent brew instead of 3.2 percent and also to allow wines.

The house bill was drastically rewritten to make it air-tight against constitutional objections.

The committee now will report to the full judiciary committee, which must pass on the proposition before it reaches the senate.

The new alcoholic content represents 3.8 percent by volume as compared with the house figure of 4 percent by volume.

The committee attempted to remove constitutional objections by avoiding a definition of what constitutes an intoxicating beverage, but limiting the penalties of the Volstead act to those beverages above 3.65 percent alcoholic content.

(Continued on page 9, column 6)

Good Evening!

Sips for Supper
By DON UPJOHN

Friday the 13th today. Be very careful how you fall down three or four flights of stairs, be run over by automobiles or cross railroad crossings in front of oncoming trains. You might be unlucky and get hurt.

Walt Thompson has been advising all and sundry that the name of the cat who is entertaining Salem throngs is nothing else but "Sips." "And a damned good likeness of his namesake," says Walt. Which reminds us that yesterday we received a letter from the Copper & Brass Research association of New York City. We can advise the association it can stop its research right now if it's looking for a Copper with plenty of Brass.

GO TO SOUTH AFRICA AND LEARN HOW

(Church Notice Contributed)

Pastor Hugh McCallum of the Court St. Christian church will begin a series of sermons Sunday evening on the general theme, "Better Homes." The first sermon will be on the subject of "Successful Marriage." Other subjects of the series will be: "Marriage After Marriage to Fail," "Failures After Marriage," "Why?" "The First Child," "Managing Mothers," "Bringing Up Father," "Daughters Comes of Age," "The Real Man of the House," "The Very Young," and others.

These sermons were the result of child welfare work in South Africa during the five years Mr. McCallum was in that country.

A great at the Zonia club yesterday was Miss Marjorie Money who accompanied Miss Alene Phillips, the club's president. Ah, so the girls are getting so they have to bring Money along to the meetings with them.

HOPE SEEN IN HORNER TRUCE

Springfield, Ill., Jan. 13 (AP)—The Christian county coal fields, scene of bloody guerrilla warfare, saw hope of lasting peace today in a truce effected at midnight last night by Illinois' new governor, Henry Horner.

All factions in the dispute which has cost eight lives and wounded scores of men agreed to a general disarming pending complete settlement of the conflict.

The United Mine Workers of America and their bitter new foe, the Progressive Miners Union, agreed to the request of the governor that all followers disarm and picketing cease.

By terms of the pledge, the national guardsmen will remain the only armed force in the county. It has been estimated that nearly one-third of the able-bodied citizens of the community have been under arms at the height of the warfare.

BEST MAN BOGGLES WEDDING PLANS

Bethany, Mo., Jan. 13 (AP)—A justice of the peace just had concluded a marriage ceremony at the courthouse.

The best man sidled over to a desk in a far corner of the room and asked the man sitting there: "This is a big occasion, could we get a little something?"

"Well, we just poured out a lot down at the jail a few days ago, but that's all gone," was the reply.

"Ah—oh—maybe I'm talking to the wrong man," said the best man.

"I dunno," was the answer. "I'm Sheriff W. H. Webb."

"Good day sheriff, I'll be seeing you sometime," concluded the best man as he backed hastily through a door.

BANDITS ROB BANK SHOOTING TELLER

Vancouver, B. C., Jan. 13 (AP)—Two bandits held up the Bank of Montreal here today, shot George Combe, teller, and escaped with \$2,900.

The bank is located in the business district.

Combe was shot in the abdomen when he resisted the bandit's command to turn over the bank funds. The robbers fled in an automobile.

PIERCE PLEDGED TO UMATILLA PROJECT

Pendleton, Jan. 13 (AP)—Full cooperation in the movement to construct the Umatilla rapids project on the Columbia river was promised by Congressman-Elect Walter Pierce at a meeting of the Hermiton Commercial club last night.

The project development was discussed by a large group of boosters and plans were laid for action at the next meeting of the Rapids association.

Pierce declared he is not "sold" on the domestic allotment measure passed by the house Thursday. He said he leans toward the export devaluation plan advocated by the national range.

BANDITS FOOLED

Portland, Jan. 13 (AP)—Unlike most motorists, Larry Moseverson was glad when his machine ran out of gas. Two bandits threw Larry into the back seat of his car and drove off with the machine. Several blocks away the car ran out of gas.

Senete Committee Called To Begin Consideration On Monday

Washington, Jan. 13 (AP)—Support for the democratic farm bill "if we can simplify it, make it practicable and bring it within the constitution" was promised today by Chairman McNary, republican, Oregon, of the senate agriculture committee.

His comment was in an informal statement to newspapermen after he had called the committee to meet Monday to consider the bill.

"I would guess," he said, "that with some simplification of language and description of fair exchange values and the probable inclusion of all agricultural commodities, subject to the decision of the department of agriculture with respect to which commodities the bill shall operate on, the bill would be reported out favorably by the committee."

"I am going to support it if we can simplify it, make it practicable and bring it within the constitution, because in theory the quickest economic recovery the country could make would be through increasing the purchasing power of agriculture."

McNary said he personally did not (Continued on page 9, column 4)

M'NARY FAVORS FARM AID BILL WITH CHANGES

Needs Simplification To Make It Practical and Constitutional

Open Battle For Inflation In Congress

Washington, Jan. 13 (AP)—A powerful non-partisan house group today moved to force through congress a drastic currency inflation plan which may eventually mean the issuance of \$3,000,000,000 in new currency.

The proposal was approved last night in a secret caucus by 30 members of a so-called sub-committee of the inflation bloc. It will be presented tonight to the full group said to number more than 100.

It was considered possible that the house inflation group might join hands with senators who have been conducting a filibuster to force consideration of the inflation issue and direct relief proposals.

Another proposal to ease debt burdens and restore commodity prices developed from the house coinage committee whose chairman, Representative Somers, democrat of New York, announced hearings on (Continued on page 8, column 6)

BACK TO LAND TREND OF TIMES

Spokane, Wash., Jan. 13 (AP)—All previous yearly land sales were surpassed in 1932. Ward K. Newcomb, head of the land department of the Federal Land bank, said today in announcing decided activity in the "back to land" movement.

Sales of land accumulated during the past few years in transacting farm mortgage business aggregated \$2,183,787.83 in 1932 for Washington, Oregon, Idaho and Montana—territory served by the Spokane bank.

The total exceeds the 1931 figure by \$898,339.38. Sales in Washington aggregated \$720,614.68, in Oregon \$339,031.68, in Montana \$814,099.91, in Idaho \$310,131.61.

The bank met its problems of accumulated farm loans by publishing advantages of farm life and prevailing low prices in a series of concentrated sales in the four states.

"The trend to the country from the city by those seeking greater economic security also contributed to the result," Newcomb said.

"No noticeable shifting of the population from one farming section to another was indicated in tracing the source of 1932 purchasers," he said. "The largest group came from the renter class, who had accumulated enough to take advantage of the low sales price, aided by the Land Bank's lenient contract conditions."

HEADON CRASH OF TRAINS FATAL

Knoxville, Ia., Jan. 13 (AP)—The head-on crash of two Burlington gas-electric railroad trains, one of which was disabled and towed by a steam engine on a wooden bridge near here resulted in deaths to four trainmen and injuries to 28 passengers.

The collision occurred last night and was followed by a roaring fire which destroyed the bridge and left one victim buried amid the tangled and charred wreckage.

Workmen today were engaged in erecting a new bridge and railroad officials said traffic over the line would be resumed by nightfall.

George Macintosh, of Knoxville, was one of the heroes of the wreck—balancing down a baggage room door and leading hysterical women to safety after they had attempted to jump through windows into a pool of blazing gasoline.

Cut off by a curtain of fire, helpless witnesses watched veteran engineer Charles D. Hayes, 65, struggle vainly to free himself from between engine and tender. Hayes of Albia, Iowa, piloted the steam engine, train No. 28, enroute from Des Moines to Ottumwa.

Workmen hunted today for the body of J. I. Warren of Ottumwa, engineer of train No. 179, enroute from Peoria, Ill., to Des Moines. The other dead are H. G. Hallberg of Burlington, Iowa, baggageman, and J. A. Baker of Ottumwa, conductor of No. 179.

HUGE EAGLE KILLED

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Social And Political Informality To Rule Under New President

New York, Jan. 13 (AP)—Staid old Washington is due for some surprises from the Roosevelt rule—politically and socially. The complete informality that surrounds almost all the activities of the president-elect is already bringing gasps from some of the callers here from official life.

He told newspapermen last night that no offers have been extended on the cabinet portfolios and none probably would be for some time, at least until next month.

Meanwhile on the second floor of the white stone front home on East 65th street, the president-elect is listening to endless lines of callers

JAPS CAPTURE STRATEGIC CITY IN JEHOL DRIVE

Swift and Decisive Victory Scored at Yung-anpao by Nipponese

Northern Advance Continued—Chinese Deny Peace Negotiations

LIBBY OFFERS TO GIVE UP RICHES

Wilmington, Del., Jan. 13 (AP)—Libby Holman Reynolds today offered to relinquish her baby's and her own rights to the estate of the late Zachary Smith Reynolds, her father, Alfred Holman announced.

She would retain, Holman said, "only a comparatively modest sum in each case," and with the remainder establish an endowment "devoted to public uses."

Although it has not yet been established whether Mrs. Reynolds and the new-born child will receive any share in the \$20,000,000 estate, her attorneys claim she and her child are entitled to a major portion of young Reynolds' estate.

Holman, a Cincinnati lawyer, said that his daughter would retain a small portion of what they expect to get from the \$20,000,000 fortune, only because she is now deprived of her earning power. Under such circumstances the endowment, he said, would be established in memory of young Reynolds and his late father, the tobacco millionaire.

TWO LEADERS OF PARTY OUT

Moscow, Jan. 13 (AP)—The cleansing of the communist party designed to wipe out opposition to the five-year plan and the Stalin regime led to the expulsion of two high officials of the party today.

The central executive committee, which heard Josef Stalin tell of Soviet preparations for war and received details of a new system of grain collections from Premier Molotov, ordered the expulsion of Nikolai Eismont, who was commissar of supplies until his arrest recently, and of former Commissar of Interior Affairs Tolmachev.

Former Premier Alexei Rykov, now commissar of posts and telegraphs, and Michael Tomsky, member of the central executive committee, were warned that they must join the fight against the opposition, or suffer serious punitive measures. Rykov and Tomsky were accused of having had contact with Eismont and others who allegedly sought to slow down the five-year plan of industrialization and the collection of grain by the state.

Resolutions adopted by the central executive committee, including the expulsion orders and the removal of the committee of former commissar of agriculture A. P. Smirnov, acknowledged the most recent fight within the communist party, which had been widely known but not hitherto officially recognized.

Russian Steamer Thought Lost at Sea

Tokio, Jan. 13 (AP)—Fear that the Russian steamer Sakhalin may have sunk in the Sea of Okhotsk increased today after weak radio messages, indicating the ship was on fire and surrounded by ice floes, ceased. The messages were interpreted by the Hakodate and Oha stations. They were weak and garbled.

The last known position of the ship was east of the Island of Sakhalin, off the northeast coast of Siberia. The number of passengers and crew aboard was not officially determined, although Japanese sources estimated the total at more than 200.

JEWELER CANCELS BILLS COTTAGE GROVE

Eugene, Jan. 13 (AP)—Friday the 13th will be a lucky day for many Cottage Grove residents.

Declaring that in these stringent times each must help the other, Frank Mendelhall, operator of a jewelry store in that city, today announced the cancellation of all accounts due his store, starting the year with a clean slate.

3000 MILES RAILROAD ABANDONED, 3 YEARS

Washington, Jan. 13 (AP)—Abandonment of nearly 3000 miles of American railroads has been authorized by the interstate commerce commission in the last three years, due largely to growing motor truck competition.

Data made known at the commission today revealed that in November alone, 222 miles of track was authorized to be scrapped, the largest mileage for any single month in years.

The abandonments mostly have been branch and feeder lines which were developed in the pre-motor era to carry traffic from sparsely settled sections to main lines. Good roads and fast truck service have made countless numbers of these feeders unprofitable and their expense of operation too great for the debt-burdened carriers to bear.

Politics To Thwart Any Hard Boiled Pruning Of Budget

With two weeks behind it, one in special session and the other in regular assembly, the 37th Oregon legislature is practically where it started from in the matter of accomplishment but it has, nevertheless, made progress and can be said to have pointed itself in at least one general direction.

With reasonable assurance it can be predicted that out of the remaining weeks of the session will come some form of sales tax to be referred directly to the people at a special election, and that the three mill state property tax will remain and be collected for the first half of 1933 at least.

As for the \$10,000 fiddled away during the special session it is at least partially justified in the crystallization of purpose and the fact that it will probably be offset to some extent by shortening the regular assembly.

There are some things very apparent as the lawmakers pause for three days of rest and attention to their personal affairs, aside from the indications of final enactment.

(Continued on page 8, column 7)

KIDNAP NOTE THOUGHT HOAX

Portland, Jan. 13 (AP)—No information confirming a ransom note indicating Lee Schlesinger is being held by kidnapers, has been received by Prescott W. Cookingham, his personal attorney, Cookingham said here today.

The attorney said all information he has indicates strongly that Schlesinger, prominent young merchant and sportsman, drowned accidentally when his automobile plunged from a dock into the Columbia river at Vancouver, Wash., the night of December 29. The car was recovered.

Cookingham said a letter received by Mrs. B. F. Schlesinger in San Francisco, purporting to come from a band of kidnapers, undoubtedly was written by a crank. Although Mrs. Schlesinger said she had forwarded the letter to Cookingham it had not reached his office today, he said he will turn it over to police.

"The information we have uncovered so far points strongly to an accident," Cookingham said in commenting on rumors that Schlesinger has been seen in various parts of the country. "We will continue to make every effort to find his body."

COUSINS PLEADS SELF DEFENSE

Vancouver, Wash., Jan. 13 (AP)—Completing testimony in support of a self-defense plea for Jesse Cousins, 48, Protestant rancher who is on trial for slaying a prohibition agent, the defense rested its case in superior court today and it was expected the jury would retire before night.

Cousins, who admitted in his testimony yesterday that he shot and killed E. B. Vlasich, Tacoma federal prohibition officer, and Ballard Turner, another federal agent, declared he fired only to save himself and in the belief the officers were hi-jackers. He is on trial for slaying Vlasich.

The two purchased liquor from him, he said, and Vlasich pounced on him, shoving him to the ground. Turner drew a revolver, the accused man declared. Then Cousins reached his own pistol, fired and fled.

Pilgrimages To Vatican Arranged For Royalty During Year Of Jubilee

Vatican City, Jan. 3 (AP)—Kings, queens, and royal princes have begun arrangements for pilgrimages to the Vatican during the holy year recently proclaimed by Pope Pius XI. It was learned at Vatican today.

The royal visits will be accompanied by the greatest pageantry. Now that railroad trains can be brought directly into the Vatican state, the royal visitors may step out of their private cars on Vatican soil and be received immediately by emissaries of the pontiff.

The new railroad arrangements will mean abandonment of the old custom of driving through the city of Rome and visiting the king before going to the Vatican. The kings and queens will visit the Basilicas after paying homage to the Pope, however, and are expected to pass through Rome in full ceremonial, with all the pomp and display given royal arrivals and with troops lining the streets.

King Victor Emmanuel of Italy and King Albert of the Belgians, with their queens, plan to visit the Pope during the holy year beginning on Palm Sunday. Alfonso of Spain and Amanullah of Afghanistan are among the former monarchs expected at Vatican City.

Ex-queens will include Victoria of Spain, Amelia of Portugal, and Zita of Austria-Hungary. All the royal princesses of Catholic countries will be the Pope, however, and are expected

FIREMAN KILLED IN TRAIN WRECK

Ontario, Cal., Jan. 13 (AP)—The fireman of a Southern Pacific train was killed and the engineer badly scalded today when the engine and two cars were derailed eight miles east of here.

The man killed was R. R. Koonce, Los Angeles. Engineer Wesley Courtney, Los Angeles, was taken to the San Antonio community hospital near death from burns.

Sand, blown by the gale which swept this section two days ago, drifted across the track, causing the wreck.

No passengers were hurt. The train was the Imperial valley local.

HOUSE PASSES MEASURE OVER HOOVER VETO

President Sees Danger of Foreign Invasion and Economic Downfall

Chaotic Situation in Orient Stressed—Responsibility Evaded

FINAL TRIBUTE PAID TO BUTLER

The Dalles, Ore., Jan. 13 (AP)—The body of Congressman R. R. Butler arrived here early this morning from Washington, accompanied by his mother and other relatives and a congressional guard of honor.

The body rested in state this morning at a local funeral chapel, pending funeral services from the civic auditorium this afternoon at 2:30.

A delegation from the state legislature also was here today for the funeral. Rev. W. L. Eck of The Dalles will deliver the funeral sermon. Representative Hawley of the congressional delegation also will speak.

Mrs. W. R. Butler of Bristol, Tenn., the congressman's mother; Mrs. J. A. Spruill, his sister; Congressman W. C. Hawley of Oregon, Ralph Horc and Albert Johnson of Washington, Robert Simmons of Nebraska, and R. L. Doughan of North Carolina accompanied the body to The Dalles from Washington.

From the Oregon legislature Senators Kiddle, Yates and Upton and Representatives Snell, Christman, Best, Lynch, Scott and Staples attended.

Members of the congressional and legislative delegations, acted as honorary pallbearers. The active pallbearers were Ben. R. Liffin, George Glaff, Dr. W. N. Moore, John Gavin, Pat Foley, J. H. Peare, John Crawford and R. J. Carzner.

The Rev. W. L. Eck of The Dalles was selected to preach the funeral eulogy. Interment was in the Odd Fellows' cemetery here.

RIVER PROJECT CONTRACT LET

Portland, Jan. 13 (AP)—The Maekela company of Astoria offered the low bid of six proposals received yesterday for the construction of dikes on the upper Willamette river, the United States bureau of engineers announced. The Maekela company bid was \$21,651.50.

The project contemplates the construction of 1623 linear feet of dikes, involving 11 sites below Salem. Other low bidders were Parker Schramm company, \$23,579.70; Gilpin Construction company, \$28,624.70, and the Portland Dredging company, \$29,175.00.

Bids for dredging at Clackamas rapids in connection with the expanded channel project between Portland and Oregon City, will be opened January 31.

HISTORIC ARMORY DESTROYED BY FIRE

Baltimore, Jan. 13 (AP)—The historic fifth regiment armory of the Maryland national guard was destroyed by fire early today, at a possible loss of \$1,500,000.

Only the thick granite walls, among which the flames raged for hours, remained of the 30-year old building where Woodrow Wilson was nominated for president in 1912 and Franklin D. Roosevelt ended his southern presidential tour last fall.

The fire, of an undetermined origin, was discovered at 1:30 a.m. and within a few minutes a general alarm summoned all the fire fighting apparatus of the city.

Unable to bring the flames under control, the firemen turned their attention to numerous small fires started by flying embers, scattered over a wide area by a 30-mile northwestern wind.

Col. Washington Bowie, Jr., commander of the regiment, said if the walls and structural steel are seriously damaged, the loss will total \$1,500,000 but if the walls and frame work survived the fire, the damage probably will be about \$500,000.

PIERCE PLEDGED TO UMATILLA PROJECT

Pendleton, Jan. 13 (AP)—Full cooperation in the movement to construct the Umatilla rapids project on the Columbia river was promised by Congressman-Elect Walter Pierce at a meeting of the Hermiton Commercial club last night.

The project development was discussed by a large group of boosters and plans were laid for action at the next meeting of the Rapids association.

Pierce declared he is not "sold" on the domestic allotment measure passed by the house Thursday. He said he leans toward the export devaluation plan advocated by the national range.

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