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# Capital Journal

**Weather**  
Generally cloudy and mild tonight and Wednesday, moderate changeable winds. Monday: Max. 74.3, min. 45.3. Rain 0. River -3.7 ft. Northeast wind. Partly cloudy.

49th Year, No. 231 Entered as second class matter at Salem, Oregon Salem, Oregon, Tuesday, September 28, 1937 Price Three Cents On Trains and News Stands—Five Cents

## Roosevelt Starts Bonneville Dam Power

### Japs Ready to Fight Russia

#### Nippon Placed On Unlimited War Footing

#### 600,000 Troops Being Mobilized in North China To Face Russians

(By the Associated Press)  
Japan was placed on an unlimited war footing today, prepared for long conflict in the far east.  
The war ministry issued military ordinance "No. 41," indefinitely prolonging military service for all officers and men on active reserve lists.  
This development came as military observers in North China gave their estimates that 600,000 Japanese troops were being mobilized in the event Russia should become involved in the Sino-Japanese war.  
Reports were current in Tokyo that huge troop concentrations were massing along the Manchoukuo-Siberia border.  
From Moscow official Soviet organs warned: "We do not want war, but we are always ready for war." And at Nanking Dimitri V. Bogomoloff, Soviet ambassador to China, suddenly boarded an Eurasian airplane for Moscow, presumably on a matter vitally affecting Russia's position in the Sino-Japanese war.  
Meanwhile Japanese armaments claimed advances on all Chinese (Concluded on page 3, column 3)



**Now Retiring**—After 23 years as postmistress at Shaw, Mrs. Larson, age 71, is recognized as Oregon's oldest postmistress. When the fourth class office at Shaw is discontinued October 1, Mrs. Larson will retire from a post she has faithfully served since 1914. When Mrs. Larson first became postmistress Shaw received mail by train four times daily. Now a single daily delivery is made from Salem. After Thursday the 27 families served by the Shaw office will receive mail by rural carrier from Aumsville.

#### FDR Dedicates \$650,000 Lodge At Mt. Hood

#### Timberline Project Held Test of Government Recreation Projects

Timberline Lodge, Mount Hood, Ore., Sept. 28 (AP)—High on the slopes of Oregon's most majestic mountain, President Roosevelt dedicated today the new \$650,000, government-built Timberline lodge for the use of the prospective thousands of "Americans who are fulfilling a very desirable objective of citizenship—getting to know their country better."  
Congratulating the people of the nation for having great areas of the outdoors "in the permanent possession of the people themselves," he described the Mount Hood project as a new venture, made possible by emergency relief work to "test the workability of the government facilities installed by the government itself and operated un- (Concluded on page 8, column 4)



**President Visits Yellowstone On Trip**—In near freezing the yellowstone canyon from Artist's Point during a drive through the National park. (Associated Press Photo.)

#### Pledges Policy Of Widest Use By Diffusion

#### President Opposes Industrial Use and Champions Regional Control

Bonneville Dam, Ore., Sept. 28 (AP)—President Roosevelt stood today in a natural amphitheatre formed by jagged fir-softened hills and linked with the power policies of the new deal a program of wider diffusion of population to discourage the over-growth of vast industrial communities.  
He pledged the "policy of widest use" of the surging power which soon will flow from this lovely spot in all directions. He foreclosed the possibility of new Pittsburghs in these mountain-shaded valleys. He promised these northwestern descendants of pioneers that there would be more dams on the Columbia river to amplify the energy already planned from the turbines of Bonneville and the vastly greater Grand Coulee dam.  
Upwards of 10,000 persons were assembled here by the time Mr. Roosevelt spoke. They cheered and applauded approval of further development in the Columbia basin.  
Instead of vast new concentrations of industrial populations, Mr. Roosevelt pledged his administration to diffuse power over the countryside as widely as possible to the smaller communities and to the farmsteads as well as to great cities already established.  
(Concluded on page 3, column 7)

### State Files Appeal In Pin-Ball Cases

#### State supreme court determination of the legality of pin-ball games and the validity of the 1935 legislative act authorizing their licensing by cities and counties moved one more step toward realization this morning when Bruce Spaulding, district attorney of Polk county, filed with the court the transcript and brief in his appeal from the order of Circuit Judge Arlie G. Walker sustaining demurrers to two complaints against C. C. Coats, pin-ball operator.

Coats was charged in one instance with "promoting and setting up a lottery for money," and in the other with operating a nickel-in-the-slot machine.  
Judge Walker sustained demurrers of the defendant's attorneys, who argued that pin-ball games were exempted from the prohibitions of the old slot machine law by the 1935 licensing act and that the devices do not constitute lotteries under lottery definitions laid down by the court.  
The contentions of the state that the machines are illegal gambling devices and lotteries, and the legislature has no power to license them are brought squarely before the supreme court in the appellants brief, which carries in addition to Spaulding.  
(Concluded on page 10, column 2)

#### Hearst Sells Out Omaha News Bee

Omaha, Neb., Sept. 28 (AP)—The Hearst-owned Bee-News suspended publication with its home edition today, and announced that its circulation list and publishing plant had been purchased by the Omaha World-Herald.  
The Bee-News published morning, evening and Sunday editions. Its new service, reports and many of its features will appear in the World-Herald, it is announced.  
The World-Herald's editor-in-chief, Harvey E. Newbranch, will continue in that position, and there are no changes in ownership, the World-Herald announced.

### \$15,000 Damage By Fire at Gervais

Gervais, Or., Sept. 28—Fire that started from an unknown cause in a warehouse about 1:30 o'clock this morning, destroyed or damaged half a dozen Gervais business houses and caused a total loss estimated at \$15,000, partially covered by insurance.  
A complete loss, with no insurance, was the Gervais Star, weekly newspaper plant and building. The newspaper has been published for a number of years by I. V. McAdoo and the plant was owned by a group of five Gervais business men. The building was owned by Frank H. Cannard, merchant, who was fire. The highest loser in the fire was the hardware store, operated by Cannard. The warehouse and shed with their contents of dressed lumber, oils and other building materials were a complete loss. From this warehouse the fire spread to another warehouse, which was burned, but its contents of lumber saved, and thence to the Star building.  
The hardware store, the Reuben Cusforth confectionery, the Warden Beer parlor and the Stevens hardware shop were all damaged by water from the fire hose, and the interior of the Gervais State bank was slightly damaged by water.  
(Concluded on page 8, column 1)

### Duce and Hitler Pledge Peace

Berlin, Sept. 28 (AP)—Peace, Reichsmussolini of Italy and Reinhard Hitler of Germany, told 600,000 Germans and world wide radio audience tonight, will be the issue from Nazi-Fascist collaboration.  
Der Fuehrer spoke first and briefly at the gala festival in May field and Olympic stadium, declaring that peace for Germany and Italy is the meaning of the mammoth Fascist-Nazi demonstration of the past four days.  
"The whole world is tensely asking: 'What will be the result of the Berlin meeting: Peace or war?' Both of us, Der Fuehrer and myself, can answer with a loud voice, 'Peace.'  
"Duce's voice was hoarse, his German perfect but the pronunciation showed a certain stress.  
Mussolini spoke twice as long as Hitler, who spoke but a few words in prefacing the carefully prepared address of his guest.  
Hitler dramatically denounced the "democratic, Marxist internationalism" (communism), while Duce predicted that Europe would go Fascist, "not through our propaganda, but the logic of things."  
Both Duce and Der Fuehrer declared their determination to stand by each other, warning that attempts to shake their friendship are bound to fail, because, said Hitler, "of the desire of 115,000,000 persons who compose this meeting tonight who referred to radio listeners as well as those present—and the will of the two men who stand before you."  
German and Italy's aims are similar in economic as well as other fields," Mussolini said, "and without economic independence, political independence of the nation itself is likely to fail."

### Chinese Report Victory in North

Shanghai, Sept. 28 (AP)—Chinese sources reported persistently today that the Japanese have suffered a heavy defeat in northwest China by the new 8th route army.  
It was asserted that two crack Japanese columns in the Tantung area, 170 miles west of Peiping, had been routed and that considerably larger forces were in danger of being cut off and annihilated.  
The 8th route army consists of upwards of 100,000 veteran soldiers who for 10 years had fought the national government as the Chinese communist army under their famous leader, General Chu Teh. A few weeks ago they declared their allegiance to the government to fight Japan.  
Two days ago the Chinese central news agency asserted that the 8th route army under General Chu had killed or wounded more than 3,000 Japanese near Kwangling, 70 miles southeast of Tantung after several earlier successes.  
Today the central news agency, in a dispatch from Taiyuan, asserted that "remnants" of two crack columns were fleeing in great confusion from Hingyuan, 35 miles west of Kwangling, toward Ying-shien, which is south of Tantung.  
Patrols of the 8th route army, the agency asserted, were constantly meeting and harassing fleeing Japanese troops.

#### To Tell President "We Want Ross"

Portland, Sept. 28 (AP)—Waving fir boughs, and banners bearing the slogan, "We Want Ross," will greet President Roosevelt at the west end of the Ross Island bridge as his motor caravan enters Portland this afternoon.  
Members of the Oregon commonwealth federation, workers' alliance, unit council, people's power league, the maritime federation and other labor groups will form the reception committee.  
Plans were made last night at a "welcome the President" rally here, at which speakers, headed by Dr. J. F. Hoesch of Bend, voiced support of J. D. Ross of Seattle for Bonneville dam administrator and attacked Governor Martin for his advocacy of a low switchboard rate for Bonneville power.  
Speakers also condemned the Portland chamber of commerce for allegedly republishing the "blackest" of official Roosevelt welcoming committees.

#### Soviet Envoy Leaves Nanking

Nanking, Sept. 28 (AP)—Dimitri V. Bogomoloff, the Soviet ambassador to China, left suddenly for Moscow today on what was believed to be a vital mission affecting Russia's position in the Sino-Japanese war.  
The Russian ambassador left aboard a special Eurasia air liner for a direct flight to Moscow after raiding Japanese warplanes had been driven off by Chinese pursuit planes before they could damage their military objectives.  
Bogomoloff was flying the north-western route and was expected to reach the Russian capital in four days for an important conference on the future Soviet course.  
Russia has declared Japan's repeated bombardments of Nanking to be "illegal" and warned Japan she would be held fully responsible for any injury to Soviet citizens or property. The Soviet warning was believed to be in response to a Chinese appeal for aid.  
The fleet of 30 raiding Japanese warplanes bombed the military airbase on the outskirts of Nanking for 10 minutes before Chinese pursuit craft rose to the attack. In apparent reaction to foreign protests against bombardment of civilians, the Japanese avoided the thickly populated areas.

#### Hull Endorses League Censure

Washington, Sept. 28 (AP)—Secretary of State Cordell Hull today in effect endorsed the League of Nations resolution condemning Japanese bombing in China by calling attention to the American government's similar protest against aerial attacks on undefended civilian areas.  
Hull did not directly endorse the league protest. However, he pointed out that he had been informed of the action of the league assembly and in that connection called attention to the American protest to Japan, couched in language similar to that employed by the league.  
"The department of state," Hull said, "has been informed by our minister to Switzerland of the text of the resolution unanimously adopted on September 27 by the advisory committee of the league of nations on the subject of aerial bombardment by Japanese air forces of open towns in China."  
"The American government, as has been set forth to the Japanese government repeatedly and especially in this government's note of September 22, holds the view that any general bombing of an extensive area wherein there resides a large population engaged in peaceful pursuits is unwarranted and contrary to principles of law and of humanity."  
Hull said this government has received no reply from Japan to its September 22 note.

#### Democratic Leaders Greet President

Bonneville, Sept. 28 (AP)—Democratic leaders of Oregon and Washington were received in the President's private car at 9:05 a. m. Handshakes and warm conversation marked meetings with E. J. Orifilio, Oregon WPA administrator; Howard Latourette, democratic committee chairman; Mrs. Emily Edson, democratic national committee woman; Governor and Mrs. Charles Martin; Mrs. Nan Wood Honeyman, Oregon's congresswoman; C. J. Buck, regional forester; Major General George Simonds of San Francisco; Major General George Marshall, commander of Vancouver barracks; Congressman Walter M. Pierce, La Grande; Senator Charles L. McNary; B. F. Irvine, editor emeritus of the Portland Journal; Colonel T. M. Rovins; Congressman F. Smith, of Hoquiam, Wash.; Senator Lewis Schwellenbach, of Washington.

#### Text of Roosevelt's Bonneville Speech

Bonneville Dam, Ore., Sept. 28 (AP)—The text of President Roosevelt's address at Bonneville dam follows: Today I have a feeling of real satisfaction in witnessing the completion of another great national project, and of pleasure in the fact that in its inception, four years ago, I had some part.  
My interest in the whole of the valley of the great Columbia river goes back to 1920 when I first studied its mighty possibilities. Again, in 1932 I visited Oregon and Washington and Idaho and took occasion in Portland to express views which have since, through the action of the congress, become a record of the use of land in the center of the country which runs from the Canadian stages of this dam at Bonneville.

#### Hood River Cheers FDR

Hood River, Ore., Sept. 28 (AP)—President Roosevelt at 11:20 a. m. today.  
In the bright sunshine, more than 3000 persons lined Main street to see the first president ever to visit the Hood River valley.  
The famed Hood River valley.  
Mound Adams and Mount Hood, where the president will visit Timberline Lodge, stood out like cameo against an azure sky, catching the eyes of the presidential party.  
Residents of Prime Grove, Odell, Mount Hood, Parkdale and the Mount Hood loop highway turned out en masse to cheer the president.

#### Truce Called in Union Warfare

San Francisco, Sept. 28 (AP)—Abandonment of mass demonstrations on the part of AFL teamsters and a call for a round-table discussion of San Francisco's current waterfront dispute brought a new calm to the recent tense situation at the docks today.  
About 1200 longshoremen were at work on all ships in the harbor. Several hundred, meeting at their hiring hall, were told to scatter when it became evident AFL teamsters, protesting CIO control of warehousemen, would not hold a mass protest. More than 5,000 men milled around in yesterday's demonstration.

#### Quake at Manila

Manila, Wednesday, Sept. 28 (AP)—An earthquake of moderate intensity awakened Manila residents shortly after 2 a. m. today, rattling dishes and swaying chandeliers.  
Today the central news agency, in a dispatch from Taiyuan, asserted that "remnants" of two crack columns were fleeing in great confusion from Hingyuan, 35 miles west of Kwangling, toward Ying-shien, which is south of Tantung.  
Patrols of the 8th route army, the agency asserted, were constantly meeting and harassing fleeing Japanese troops.

#### Japanese Warplanes Continue Bombing

Wuhu, China, Sept. 28 (AP)—Japanese warplanes today bombed the Wuhu airport, five miles outside this Yangtze river city, which is 30 miles southwest of Nanking.  
The city itself was not harmed.  
Hongkong, Sept. 28 (AP)—Chinese sources declared tonight that 200 were killed in Japanese aerial bombardment of Chungyuan, north of Canton, and that a number of buildings were demolished.

#### League Votes Jap Censure

Geneva, Sept. 28 (AP)—The league of nations assembly condemned Japanese aerial bombardment of Chinese cities today by a moment of dramatic, solemn silence.  
There was no formal vote.  
The Aga Khan, delegate from India, and newly-elected assembly president, interpreted as a vote of unanimous approval the silence that followed presentation of the Sino-Japanese advisory committee's resolution of condemnation.  
The assembly acted swiftly on the resolution. It had been adopted yesterday by the league advisory group on which the United States is represented in a consultative capacity.  
A letter accompanying the text of the measure, from Foreign Minister William Munters of Latvia, president of the 23-nation Sino-Japanese committee, explained its purpose was to give delegates not represented on the committee an opportunity to subscribe to it.  
Alvarez Del Vayo, republican Spain's league delegate, then took the floor to support the resolution. At the conclusion of his address, the Aga Khan, chairman of the assembly, announced the body had approved the condemnation without dissenting vote.

#### How-de-Do!

#### Sips for Supper

By Don Upjohn  
Both Jim Mott and Andy Burk were among those at Bonneville to make the president feel at home by extending the glad hand of fellowship to him on his Oregon visit. We hope the boys didn't cast a dampening effect on the proceedings by glaring at one another when the president was looking.  
Incidentally Andy Burk evidently didn't see any does to shoot at on his deer hunting trip as he didn't bring back a buck.  
We wonder if the average chap feels as cheap as he looks when he finds himself in the middle of an interaction starting at a red light?  
The blinker light at Center and Commercial streets has been bolstered up in its work by the installation of two regulation stop signs in the center of Commercial street. Folks didn't know whether a blinking red light meant to stop or was just an ornament—the light that failed, as it were.  
We encountered Leo Spitzbart again this a.m. and he advised us (Concluded on page 8, column 1)

### Novelties in the News

(By the Associated Press)  
**Who Would?**  
Baltimore—The dignity of Patrolman William Knight received a setback when he stepped from a street car and was knocked down by an automobile.  
It received another when a police magistrate dismissed charges that the auto had inadequate brakes on the grounds the officer had not inspected the brakes after the accident.  
"But," said the slightly puzzled officer, "I didn't feel much like testing brakes after I was run over."  
**Accuracy**  
Buffalo, N. Y.—Under the heading "miscellaneous expenditures" in his financial statement for primary campaign expenses, Burt S. Maggion, unsuccessful candidate for councilman, listed:  
"Six weeks of headaches."  
**Armless Penman**  
York, Pa.—Lack of arms did not prevent John E. Green, 28, from signing his name to an application for a marriage license.  
The prospective bride placed a pen between Green's jaws and he (Concluded on page 8, column 5)