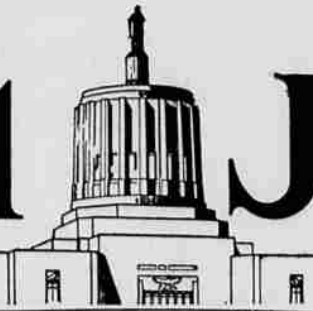


# Capital Journal



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Weather  
Fair, slightly warmer tonight and Saturday, moderate northerly wind. Thursday max. 74, min. 40. Rain 0. River -3.3 ft. North wind, clear.

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## FRANCE TOLD ARMISTICE TERMS Germany's Peace Terms Still Undisclosed

### Pan-American Economic Plan Offered by FDR

### Military Defense Supplemented by Cooperative Marketing System

Hyde Park, N. Y., June 21 (AP)—President Roosevelt asserted today his program for Pan-American economic cooperation involved "economic defense designed to supplement our military defense program."

In a statement issued at a press conference shortly after he arrived from Washington, Mr. Roosevelt asserted the contemplated measures for achieving economic unity among the Pan-American nations were intended as a further safeguard for the peace of this hemisphere and as a means of protecting our economy and the economies of the other American republics from the repercussions of the disturbed international situation.

He omitted any reference to Canada, although presidential aides previously had said the Dominion "would not be excluded."

**Program Submitted**  
The program for economic unity was approved by the president last night and ordered submitted to the other American nations for their approval.

When the conference turned to the provocative topic of the appointment of two republicans to the cabinet, reporters reminded the chief executive that Alf M. Landon had said he assumed the two appointees had received assurances that there would be no third term.

Mr. Roosevelt was asked for comment on that. He chuckled, and asked whether Landon really had said that. He added he had seen all kinds of things in the newspaper.

**Troops Sent Alaska Bases**

Fort Lewis, Wash., June 21 (AP)—The United States army dispatched the largest group of soldiers in history to Alaska today "to provide protection for new airbases" now being established in the territory.

A battalion of infantry and a battery of field artillery troops left here at 8 a. m. for Seattle where they will board the army transport San Mihel. A company of engineers from Fort Lawton, Seattle, will join them aboard the transport. The San Mihel is scheduled to sail for Anchorage, Alaska, tomorrow.

The territorial force comprises 5170 officers and enlisted men. It will be assigned to airbases at Anchorage, Unalaska, Kodiak and Fairbanks.

"This is the largest single group we have ever sent to Alaska," Major General Walter C. Sweeney, commander of Fort Lewis and the third division, said. "We've had a few soldiers up there ever since 1898."

### Ralph Barnes Ordered To Leave Germany

Berlin, June 21 (AP)—The German government today ordered Ralph Barnes and Russell Hill, representatives of the New York Herald Tribune, to leave Germany within 24 hours.

Authorities said the action was taken because Hill and Barnes disseminated stories capable of "disturbing the friendly relations of Germany and other states."

Both men declined to comment on the order.

Before the expulsion order was given Barnes and Hill were excluded from all press conferences of the foreign office and the propaganda ministry.

At the Herald Tribune offices in New York, it was said a statement on the expulsion order might be made later.

Ralph Barnes is the son of Mr. and Mrs. E. T. Barnes of Salem.

### Demand Probe Of Woodring's Resignation

### Kansas Calls for Public Hearings on Reasons for Cabinet Dismissal

Washington, June 21 (U.P.)—A demand for a joint congressional investigation into the circumstances of Harry H. Woodring's resignation as secretary of war was made by Rep. Frank Carlson today as the senate military affairs committee called for public hearings on the nomination of Henry L. Stimson as his successor.

Carlson, a Kansas republican, introduced a resolution in the house calling for the investigation following published reports in which Woodring was quoted as saying recently that he expected to be forced out of office because he opposed stripping this nation's defense resources to aid the allies.

**Written on Asbestos**  
Woodring, a Kansas democratic leader, resigned effective upon the confirmation of Stimson by the senate. His letter of resignation was not made public by the White House on grounds that it was "too personal." Other sources said that it was "written on asbestos."

Carlson, a Kansas friend of the secretary, charged in a formal statement that he was "removed because he cooperated with the chief of staff and our army officials instead of Harry L. Hopkins (secretary of commerce) and Secretary Morgenthau (secretary of the treasury)."

Carlson then asked whether Woodring was "removed because he opposed the sale and transfer of military supplies that we need ourselves?"

**Opposed Intervention**  
"Was he removed because he favored a program of national defense for our nation instead of intervention in Europe?" he continued.

"Was he removed in the interest of the third term movement, or was it because the international bankers could not control him?"

"This is not time to deceive the people. They are entitled to the truth."

Under Carlson's resolution, the joint congressional committee would be directed to:

"1. Make a full and complete investigation of all the circumstances surrounding Mr. Woodring's dismissal."

"2. Determine what influences are at work in our nation to involve us in the European war."

"3. Investigate the sale of our war supplies to foreign governments."

**Woman Killed on Highway**  
Ontario, June 21 (AP)—An automobile overturned in a ditch 10 miles north of here yesterday killing the driver, Mrs. Laura M. Penn, 57, of Portland.

An over-inflated tire caused Mrs. Penn to lose control of the automobile, state police said. A daughter, Margaret, 24, was slightly injured.

A graduate of Salem schools and Willamette university, and for many years has served as a foreign correspondent in many European capitals. His father, when informed of his son's expulsion from Germany today, said that Hill had been placed in charge of the Herald Tribune's staff in Berlin after its former head had been expelled.

Mrs. Barnes and their children, Joan and Suzanne, arrived a few days ago aboard the S. S. Roosevelt from England with 700 other war refugees. She is now in New York and expects to come west the latter part of the month.



French Negotiator—The Berlin radio has reported that one of the French delegates for armistice negotiations was Leon Noel (above). — Associated Press Photo.

### King Carol for Fascist Regime

Bucharest, June 21 (AP)—A sweeping German victory in the battle for political influence in Rumania was scored tonight with the announcement that King Carol was forming a new totalitarian political party on the Nazi pattern.

The party is to be known as "the party of the nation." It will supersede the present party of national rebirth. The pro-Nazi iron guard will play a big part in the new organization whose bases were announced as "nationalistic, Christian and racial."

It was learned that a royal decree was drafted providing for complete reorganization of the national rebirth front to take in all opposition elements, the iron guard along with the peasant party.

Carol will make the first broadcast of his life—except for his annual holiday greetings—tomorrow night when he is expected to elaborate on the changes.

The German minister in the past 24 hours has had several audiences at the royal palace. German sources have been predicting for days the formation of a completely pro-Nazi government.

### RAF Bombers Raid Air Fields

London, June 21 (AP)—The air ministry announced tonight that "successful attacks were made today by aircraft of the fleet air arm (naval air force) on an enemy gun position near Calais."

A later announcement said the royal air force again attacked the Rouen airfield early today, dropping more than 400 incendiary bombs.

London, June 21 (AP)—The air ministry announced tonight that RAF bombers attacked the Schiphol airfield near Amsterdam on Thursday.

German aircraft on the field were damaged.

Large scale attacks also were made on military objectives in northwestern Germany, the ministry's communique said.

Cairo, June 21 (AP)—The British Royal Air Force announced tonight that its bombers had raided Dire-dawa, a stop on the Addis Ababa-Djibouti railway in Italian Ethiopia, damaging the station and workshops and starting a fire at an air field.

Although Italian planes tried to intercept the raiders, all the British planes were reported to have returned safely to their base. The attack was made yesterday.

### Nazis Inspired by Spirit of Attack

London, June 21 (AP)—One important reason for German successes in France is that every German is "inspired with the idea of attack, attack, attack, never stop, only go on and attack," British military circles said today.

They said the same "offensive spirit" has been shown by the British in one or two small actions reported from Italian Libya.

### French Repulse German Units East of Lyon

### Heavy Loss Inflicted by Army Retreating from Maginot Line

Bordeaux, June 21 (AP)—The night French communique:

In the Vosges our troops formed in a vast square to vigorously carry on the struggle. Many times they repulsed enemy assaults and counter-attacked with success. On the rest of the front there were several local encounters, notably in the region of Clermont-Ferrand.

At the French-Swiss Frontier, June 21 (AP)—France's reorganized army of the Jura and the Alps, reinforced by many units which had retreated from the Maginot line, today was reported not only to have held German motorized units south and east of Lyon but to have driven back advanced Nazi columns northwest of Grenoble with heavy losses.

Long freight trains arrived at Geneva's Coravin station tonight from Marseille. Trainmen said they had been routed around Lyon—now in German hands—by way of Chambéry.

**Rail Lines Cut**  
They said the railway lines had been cut by German motorized scouting units, but had been restored and again were guarded by French troops. Train service continued to function regularly between Geneva and Annecy and Geneva and Aix Les Bains.

German forces at Lyon apparently were awaiting strong reinforcements before trying to break the strong line of fresh troops south of the city on the Rhone river and on the east covering the rear guard of the French Alpine army facing Italy.

Although the Italian army had been expected to launch a big offensive on the French as soon as the Germans reached the Rhone, there has been little action along the Alpine front.

**Slowing Down**  
Bordeaux, France, June 21 (AP)—Despite official declarations of continued French resistance it was believed here this evening that fighting has slowed down in general—if not virtually stopped—during the armistice negotiations.

Interior Minister Charles Pomaret conferred with Jules Jeanneney, president of the senate, and Edouard Herriot, president of the chamber of deputies, during the morning while Marshal Petain gave former Premier Paul Reynaud an audience.

### Congress Plans Week Recess

Washington, June 21 (AP)—Congress struggled today toward recessing work for a week but the \$1,007,000,000 defense tax bill made no progress and Speaker Bankhead predicted that congress might still be in session Monday.

Members of a senate-house compromise committee reported after an hour and a half's session today that nothing had been accomplished on composing senate and house differences on the tax bill.

Chairman Harrison (D-Miss.) of the senate conferees said the committee would meet again at 5 p. m. (EST).

While saying it "looks like" congress could recess tomorrow for one week, Bankhead added, however, that sessions Monday might be necessary to complete action on appropriation bills which must be approved by President Roosevelt before July 1.

Democratic Leader Barkley said the senate might quit tomorrow night until July 1, if the house approved such a resolution first.



Democrats Name Bankhead as Keynote—Beneath a portrait of President Roosevelt, prominent democrats assembled in Chicago as the committee on arrangements for the democratic national convention, which opens in Chicago July 15, selected Speaker William B. Bankhead as keynote. L. to R.: Seated, Rep. Clarence Cannon (D-Mo.), parliamentarian; James A. Farley, committee chairman; L. W. Robert, Jr., secretary; standing, Edwin A. Halsey, sergeant-at-arms; Mrs. Elizabeth Conkey, convention hostess; Chicago Mayor Edward J. Kelly; Oliver A. Quayle, Jr., treasurer. — Associated Press Photo.

### Stimson Called Before Senate

Washington, June 21 (AP)—The senate military committee today ordered hearings on President Roosevelt's nomination of Henry L. Stimson to be war secretary, and Stimson himself will be called to testify.

As a momentous senate debate over foreign and defense policies shaped up around the Stimson appointment and that of Col. Frank Knox to be secretary of the navy, it appeared there would be no action on confirmation for more than a week.

Chairman Sheppard (D. Tex.), said that Stimson would be called for testimony "in a week or so" and it was expected to be at least that long until the naval committee acts on the Knox nomination. The naval group will hold its first meeting on the subject tomorrow.

**No Opposition**  
Members of the military committee said that demands for hearings on Stimson came chiefly from republicans but that once such a procedure was decided upon there was no opposition to calling the nominee himself.

Both Stimson and Knox are in frank agreement with President Roosevelt's program of material aid to the allies.

To critics who charged that he was setting up a "war cabinet," the chief executive replied in a statement last night:

"The appointments to the cabinet are in line with the overwhelming sentiment of the nation for world solidarity in the time of world crisis and in behalf of national defense and nothing else."

**Knox's Reasons**  
Chicago, June 21 (AP)—Colonel Frank Knox, whose acceptance of the navy secretaryship in the Roosevelt cabinet prompted his expulsion from the republican party, said today the president had asked him to manage the navy on a non-political basis "and on that basis I have accepted."

"I firmly believe that in a time of danger to our country each of us must do whatever we can to meet that danger. As good citizens we must serve in whatever capacity we are asked to serve."

**Nye Demands FDR Give Up Presidency**  
Washington, June 21 (AP)—Asserting that it "seems certain" that President Roosevelt had promised military aid to France, Senator Nye (R-ND) proposed in the senate today that the chief executive retire and turn over his office to Vice President Garner.

He contended that American foreign policy "brought disaster upon France" and added that in his opinion no one but the vice president could "restore the national unity and the national confidence in government leadership."

**Fire Under Control**  
Princetonville, Ore., June 21 (AP)—Civilians conservation corps placed under control today a 50-acre fire which broke out in the Ochoco timber company holdings near the William Endicott camp late yesterday.

### Hitler Receives French Envoys In Foch Car

### Demands Include War Cessation and Guarantees Against Britain

Compiegne Forest, France, June 21 (AP)—It was understood tonight that the German armistice terms to France call for an unconditional "Yes" or "No" reply. The French negotiators were in constant telephone communication with their government.

Berlin, June 21 (AP)—The German wireless, in a dispatch from Geneva, said tonight that diplomatic quarters believed the French chamber of deputies and senate are being convoked at 10 p. m. tonight (1 p. m. PST) in Bordeaux to vote on acceptance or rejection of the German armistice terms.

By Louis F. Lochner  
Compiegne Forest, France, June 21 (AP)—Adolf Hitler reached the highest point of his meteoric career today in historic Compiegne forest when he personally received the French envoys and handed them armistice terms which proclaimed the defeat of France.

The fuhrer chose for the meeting the railway car in which Marshal Foch handed the Germans the 1918 armistice terms.

There at 3:32 p. m. (4:32 a. m. PST) Hitler, flanked by his highest military chiefs and civil officials, faced the four-man French delegation.

The ceremony of presenting the terms lasted only 10 minutes.

**Preamble Read**  
Colonel General Wilhelm Keitel, chief of the German high command, read the preamble outlining in broad strokes the purposes of the peace Hitler and his axis partner, Premier Mussolini, propose to impose.

These envisaged:  
1—Cessation of the war in France.  
2—Guarantees by France to Germany "necessary for continuation of the war against Great Britain."

3—A new European peace to follow in which "wrong" done to Germany by "force" would be righted.

The peace terms, Hitler said through Keitel, were not humiliating for France.

**Wrongs Righted**  
When the preamble had been read Hitler stepped down from the car, saluting stiffly.

The fuhrer's historic visit to Compiegne was conducted with military precision.

(Concluded on page 10, column 7)

### Hillman Criticized On Training Program

Washington, June 21 (AP)—President Roosevelt asked congress today to provide \$22,500,000 for the prompt training of skilled and semi-skilled workers needed in industries vital to the national defense program.

The recommendation went to a senate appropriations subcommittee at a moment when critical legislative comment was being directed at the labor and employment chief of the national defense commission, Sidney Hillman.

Hillman, president of the CIO Amalgamated Clothing Workers of America, would direct a major part of the youth defense training program tentatively advanced by President Roosevelt, and it was the prospect of his serving in this capacity which aroused some house members.

Hillman, meanwhile, announced that he expected to have ready in a few days a "complete and full program" for the instruction of skilled workers. He said vocational schools, the national youth administration, the CCC and private industry figured in the plans, and intimated that some training of a military character might be involved.

"God alone can save this country," Rep. Cox (D. Ga.), exclaimed yesterday in the house, if Hillman takes over the compulsory training

### Republicans In Quandary

### Democrats Name Bankhead as Keynote

Philadelphia, June 21 (AP)—Authoritative reports persisted in republican circles today that President Roosevelt had assured Colonel Frank Knox that he would not run for a third term at the time he first offered Knox the navy secretaryship.

The reports that Knox had relayed such information to four men some time ago, and that these four included Alf M. Landon, the 1936 republican presidential nominee on a ticket with Knox, and R. B. Creager, Texas national committeeman.

The "no third term" assurances were reported to have been given by the president in May when Colonel Knox was believed to have been offered the navy portfolio a second time after he had once declined it.

The third term reports were hinted at in Landon's statement yesterday in which he spoke highly of the ability and patriotism of Knox and Henry L. Stimson but added that he hoped they had not been misled by such third term assurances as might have been given them.

Knox, in announcing acceptance of the appointment, said Mr. Roosevelt had asked him to serve on a non-political basis "and on that basis I have accepted."

Both Knox and Stimson were read out of the party by the republican national committee and denounced as "interventionists" for accepting the posts of navy and war secretaries.

**Myron Taylor III In Florence, Italy**  
Rome, June 21 (AP)—The condition of Myron C. Taylor, President Roosevelt's representative to the Holy See who is seriously ill in Florence, was reported today by friends to be somewhat worse.

At the Vatican it was said Pope Pius XII was grieved to hear of the American's illness and had asked to be kept informed of his condition.