

An Independent Newspoper-Established 1888 GEORGE PUTNAM, Editor and Publisher ROBERT LETTS JONES, Assistant Publisher

Published every afternoon except Sunday at 444 Chemeketa St., Salem. Phones: Business, Newsroom, Want-Ads, 2-2406; Society Editor, 2-2409.

Full Leased Wire Service of the Associated Press and The United Press. The Associated Press is exclusively entitled to the use for publication of all news dispatches credited to it or otherwise credited in this paper and also news published therein.

SUBSCRIPTION RATES:

By Carrier: Weekly, 25c; Monthly, \$1.00; One Year, \$12.00. By Mail in Oregon: Monthly, 75c; 6 Mos., \$4.00; One Year, \$8.00. U. S. Outside Oregon: Monthly, \$1.00; 6 Mos., \$6.00; Year, \$12.

Salem, Oregon, Monday, January 16, 1950

Iron Curtain Falls on Red China

The extent to which American foreign policy, the desertion of our wartime ally, Nationalist China, and the "hands-off" policy on Formosa, has "lost face" in the Orient is emphasized by the communist seizure of United States property including the consulate at Peiping and the expulsion of our diplomatic officials in China,

The Peiping outrage followed that at Mukden, where the United States consul-general and his staff were imprisoned and tried on trumped-up charges and expelled from Manchuria. Having gotten away with this without reprisals, the Chinese Reds will continue to purge the vast area under their control of all Americans, evidently convinced that these tactics will force the recognition of Red China-and it looks as if it might.

While all remaining American officials are preparing to withdraw from the Chinese mainland, republican critics in congress are demanding from Secretary of State Acheson an explanation or a resignation for the retreat from China as evidence of a "bankrupt China policy."

hina as evidence of a "bankrupt China policy." claism and con-Senator Knowland (R., Calif.) recently returned from tinue along the a survey of the Orient, says that Assistant Secretary of road into new fields, or wheth-State for the Far East W. Walton Butterworth should get er it shall return out and that if Acheson approves our present policy, he to the capitalalso should resign.

Meanwhile Acheson faces the problem of the actual removal of the 135 American diplomats with their families from Red China, for the communists are notorious for using many devices for delaying or halting the withdrawal of the foreigners from their controlled areas and have used them indiscriminately. They include espionage charges, arrests for unexplained reasons, claim for debt settlements, abuse of employes, etc.

assurance that when the diplomats actually seek permission to leave they will get it promptly. Indirectly, the de-partment pointed up the possibility that it might not, by comparing the latest incident at Peiping with the Angus Ward case as an evidence of outrageous treatment of Americans.

The department reports that the consuls at Shanghai and Nanking had acknowledged the evacuation order. De-partment officials said they assumed that the Americans in China were preparing to file applications for exit perand Nanking in a partment officials said they assumed the splications for exit per-in China were preparing to file applications for exit per-mits and were otherwise arranging to get out. At best it is estimated that this process will require about one month. As all news is censored, it will probably be long time before the facts leak out. India hedge - enclosed, green long time before the facts leak out. Ceneral O. Edward Clubb at Peiping reports that in china were about one long time before the facts leak out. India hedge - enclosed, green india and sweet doll - house flower gardens—the days when imperial power was at its peak.

police were seizing the American compound, they were also taking similar action against the Netherlands and French embassies' properties.

and isolating the Chinese from the world, and yet, in spite He would return to the days of the knowledge of the age-old Russian strategy and tac-private initiative. The chief didn't go to jail for "contempt of round up a replacement for him-self for the next 10 days. of the knowledge of the age-old Russian strategy and tac-tics, Britain's labor-social government fell over itself in its haste to recognize Red China hoping thereby to save Hong Kong and British commerce. But the communists seem in no hurry to accept the recognition and are already him action against Socialistic quibbling over its negotiations. Britain has also "lost ideas as far back as 1924 when face" and is likely also to lose Hong Kong.

Salem Is the Place for CAB Hearing

been postponed a week. The new date for the hearing to Churchill was more or less a determine why West Coast Airlines should not be substi- lone-wolf in the Tory ranks, tuted for United Air Lines here has been set for Febru- and he directed his paralyzing ary 20.

Last Sentember the Capital Journal suggested the hear



MacKENZIE'S COLUMN

England's February Election To Determine Future of Empire

of England's political forces for next month's general election. That election will render an epochal decision—a point which this column made several days ago and now repeats for emphasis. It will determine whether the country shall give approval to its five-year exper-

Iment in Soistic system un-der which it reached its peak If Churchill should be return-

of imperial greatness. DeWitt Mackensle

Britain is at the parting of in a new era, and a new genera-the ways. As a leading actor in this ever, this doesn't mean that Bri-great drama Winston Churchill, his head unbowed by his 75 present economic crisis and re-present economic crisis and ref employes, etc. In issuing its recall order, the state department had no surgance that when the diplomete actually each participation of Madeira to guide his conservative forces in what may

be his last major political battle. Here is one of the greatest figures in the long history of England — statesman, literary giant, orator—the man who led the nation through "Blood, toil,

of her imperial greatness

Churchill has charged the Socialists with throwing away that empire, and he would halt their

That's not a new line for Churchill. I remember seeing him in action against Socialistic ace" and is likely also to lose Hong Kong. alem Is the Place for CAB Hearing Salem's case before the Civil Aeronautics Board has rather than "Socialists", Salem's case before the Civil Aeronautics Board has state the late Ramsay MacDonald headed Britain's first labor gov-ernment. They mostly called them "laborites" in those days rather than "Socialists",

One oratory over a wide field. of his pet opponents was MacWASHINGTON MERRY-GO-ROUND

Gamblers Evade Taxes by Aid Of 'Someone' in Washington

local treasury agent, tried to follow up the case, he was called off by Washington.

The same thing happened when Al Gionotti, a slot-machine operator in San Mateo, was caught hiding income from slot-

machine rentals. T-men, pain-stakingly interviewing drug-

stores and o the rs renting slot machines, found that Gionotti had concealed between \$50,000 and \$100,000 of income.

The case was considered a sure-shot tax fraud — until Washington got into the picture. Then it was dropped.

tional gambling empire were further illustrated at Fresno when two Chicago gunmen, Broncotto and Pedrotti, were

caught sticking up a tavern, "The Big Headed Kid," and

when Fresno's local gambling

Protecting Stick-Up Men The far-flung links of the na-

By DREW PEARSON Washington—When Estes Kefauver, hard-hitting new senator from Tennessee, starts his important investigation of interstate gambling rackets, one of his first witnesses ought to be fearless Mayor Gordon Dunn of Fresno, Calif. Another should be Warren Olney, the appreciate laware whom the obtains Guarance Olney, the energetic lawyer whom straight-shooting Governor Earl Warren placed in charge of the Califor-bit when William Berket, the local treasury agent, tried to

nia crime com-mission. A lot has been 物や

written about Gambling King Frankie Costel-lo, his tallormade clothes and his lunches A A But the waldorf. Drew Pearson ry of Costello is the way the na-tional gambling network of which he is a part undermines

which he is a part undermines clean government in the smaller cities of the USA. Fresno, Calif., chiefly famous as the "raisin capital of the world," is a long way from New York, Chicago, or Costello's re-ported friends in Washington. However, there seems to be an invisible but definite link be-tween them just the same. Back in the days before Cos-tello had been glamorized, one

tello had been glamorized, one of his buddies was the late "Bugsie" Siegel, who later mov-ed out to Hollywood and Las czar, Joe Cannon, couldn't raise the bail, he collected it from Los Angeles gambling leader "Mickey" Cohen. By DeWITT MacKENZIE (on Portian Affairs Analyst) An atmosphere of nostalgle drama surrounds the marshalling builded former for next month's general election. Huggie Content of the surround of the marshalling Huggie Content of the surround of the surr

ago and now repeats for emphasis, country shall give approval to its days when she waxed rich by ing raw materials from foreign finished products at a neat profit. Industrialization of those foreign countries has changed If Churchill should a If Churchill should a

About the only way of catch-ing the big gamblers in the past has been through income-tax vi-olation. That was how Al Ca-pone was finally sent to jail, and past has been anxious to co-operate.

tain can't be pulled out of her present economic crisis and re-stored to prosperity. The eco-nomic experts say she can be if the proper methods are followed. The task of the British voter is to decide which party has the proper methods. A straight-shooting newcomer long ago, Gambler Emelio Geor-to politics. Dunn meant what by local by local the said, but apparently certain T-men regarding \$400,000 worth of hidden income in the form of the proper methods. A straight-shooting newcomer he said, but apparently certain politicans who helped elect him to decide which party has the proper methods. A merica.

Misfit Must Have Given Him a Fit

Mulhouse, France, Jan. 16 U.E.—A visitor from Basie, Swit-zerland, bought himself a suit here and checked it in a restaurant while he had lunch. As his homebound train approached the Swiss border, he undressed in the washroom and tossed his old suit out the

ed to power he would have to face these facts. The "good old days" are gone forever. We are

When he opened the package he had received from the restaurant check room, he discovered it was a size six boys'

Locking Up of Police Chief, Publisher Puts Problem to Town

Grand Ledge, Mich., Jan. 16 0.9-Publisher Frank G. Weinert Grand Ledge, Mich., Jan. 16 Wei-Publisher Frank G. Weinert said today he would put out his weekly paper this week "if I have to write it in jail and use paper towels for newsprint." Apparently he will have something to write about, because if Justice Charles Young has his way, Chief of Police Frank Carter also will be jailed with locking up the chief.

the publisher. Weinert and Carter were sen-

Some unusual problems for Weinert, whose newspaper of-this town of 4000 developed fice is next door to the jail. A political slush fund for the immediately. It was also proposed to set up took his typewriter under his election of "The Right People" carter is half of the com-munity's two-man police force, dered. But he got tired of it which would give the other half and left again when Carter was of the force — Traffic Officer too busy to serve as jailer for William Eveleth — the job of him.

The Book Should Tell the Lesson

Los Angeles, Jan. 16 (49-Rudolph M. Nelson, 36, was

booked on suspicion of robbery after department store detec-tives accused him of swiping a book. The Book: "Alcatraz Island Prison and the Men Who

BY CLARE BARNES, JR. White Collar Zoo



"Say, boss, will you run through that again for me?"

Toby, Tomcat, Gets Attention How the gangs undermine Of Judge-After Telling Him off

By HARMAN W. NICHOLS

Washington, Jan. 16 U.B.—Toby, last name Reedy, probably is the only tomcat in history which ever got a personal letter from a federal judge. Toby, whose master is George E. Reedy, Sr., a radio com-mentator, got mad as a tabby when the papers carried a story about a decision handed down

by Judge Marvin Jones of the influence a vote or 10 here and U.S. court of claims. there."

 Tesno's New Mayor
 U.S. court of claims.
 there."

 Last April, Fresno held an mortant municipal election, ut in as mayor bulky shot-put far Gorion Dunn, who camaigned on a "closed city" platorm. Dunn proposed to close p the gamblers and run the ouses of prostitution out of resno.
 Wrs. C. C. M. Pedersen, who worked for the state department and wanted to return home from letter to Toby, starting out "Hon. Turkey in 1945. They got as Toby Reedy, c/o George Reedy."
 The gade Jones allowed that the because Mrs. P. insisted on carting along two dogs and a cat.
 Judge Jones finally awarded "Truth to tell, I was presented the couple a pittance in per diem with a problem. Here were two payment on account of the delay, outstanding stars, both entilled

the couple a pittance in per diem with a problem. Here were two payment on account of the delay, outstanding stars, both entitled but in his opinion he favored to top billing. In view of the the dogs over the cat, mention-ing things like "it was a dog that between the feline and the can-licked the wounds of Lazarus in ine, and which sometimes his rags; "Rin Tin Tin was a breaks into open hostilities, they movie star." Only one line about could not be billed as co-stars. a cat, viz: "... I realize that through "The cat also has been a favor- the years the cat, in addition to A straight-shooting newcomer

One gambler walked into Dunn's office, laid \$35,000 on the mayor's desk, and announc-ed that that was the price he would pay for opening only one kicked him out of the office. This time of wards of the office. This time of the office. This time of the biggest cats The state of the biggest cats "... I realize that through "... I realize that through the years the cat, in addition to his many other accomplishments, the state of the biggest cats "... I realize that through his many other accomplishments, his many other accomplishments, would pay for opening only one bookmaking establishment. Dunn kicked him out of the office. The state of the biggest cats

Toby, one of the biggest cats you ever saw, is a tiger-Persian. When he isn't eating the left-This type of pressure was not difficult to resist. More diffidifficult to resist. More diffi-cult were the approaches from men who had helped elect him. One of these was Bob Franklin, now under federal indictment on injs, not including the ning of sent along a sent along a sent the judge nings. Not sent along a sent along a sent along a sent along a sent the judge

Franklin had also helped handle the campaign of California At-torney General Fred Howser in bat part of the state and has point. Discrimination against made a mighty important cat that part of the state and has

been close to Howser. Meanwhile Joe Cannon, some-

-always the first step when the gamblers and racketeers want to take over-and be replaced by a lieutenant, in whose office Gambler Cannon had been

a frequent visitor. Chinchillas and Slush

outside Fresno who operated a

chinchilla farm. A neat system was arranged whereby a gambler, making a pay-off to the slush fund, would buy a chinchilla, then pay for its board and upkeep. Chin-chillas, of course, are frail ani-chillas, of course, are frail ani-

"The cat also has been a favor- the years the cat, in addition to

". . You may rest assured that when an opportunity comes

another matter, and one of Dunn's campaign managers. Franklin had also helped handle the campaign of Collice-interview of the big must be big must be

cals. Scales of justice tipped to of Toby. "an alarming degree" in favor At the slightest provocation of dogs. Character witnesses he'll bush his tail and turn up

Cohen for dogs and none for cats. Dogs his shout at anything less than Fres- to watch the house! They're a federal judge. I don't believe it, but George

sissies! Ever hear of a back-tracking watch cat? Reedy says that in order to get Toby poured it on, claiming to in to see Toby now you have to speak for the 21 million cats in present the butler with your America, "Cats that might even card.

Deaf to Bandits' Demands

Chicago, Jan. 16 0.89—Philip Sisto, 45, thought fast when two bandits accosted him in an alley. As they demanded his money, Sisto pretended he was deaf and couldn't understand their demands.

The robbers, one waving a gun, began shouting and at-tracted passersby who called police. Before officers arrived, however, the bandits had given up in disgust and fied.



Donald, and I saw Churchill ing he held in Salem instead of in Washingtin, D.C., as tongue-lash the prime minister presently planned. Oregon's capital would be the logical until the latter literally slump-place for the hearing since this is the center of the area ed onto the middle of his spine affected by the CAB show-cause orders. Other cities, he- in his seat, his face as red as sides Salem, which are affected, stretch from Medford, Oregon, to Bellingham, Washington. in debate if they could help it.

The city of Salem and the chamber of commerce are both The city of Salem and the chamber of confinence are both So Churchill would recetat-prepared to send representatives to Washington, if the lish the theories of private en-hearing is to be held there. However, if the CAB were terprise. He has promised to to convene in this city, it would give the board a chance repeal the socialist steel nationhearing is to be held there. However, it the CAD were terpine. The socialist steel nation-to convene in this city, it would give the board a chance repeal the socialist steel nation-to get a better first-hand impression of the area affected alization bill, and not to permit to get a better first-hand impression of the area affected alization bill, and not to permit BWay. ther.

Furthermore, the communities involved would be able where distance to the nation's capital would undoubtedly cut representation from the interested communities to if that much. After all, the purpose of the hearing is to find out what the communities and airlines have to say about the pro-posals to substitute West Coast for United in several cities. The best way to determine that feeling is to yisit the cities. The best way to determine that feeling is to yisit the cities. The best way to determine that feeling is to yisit the cities. The best way to determine that feeling is to yisit

The best way to determine that feeling is to visit the affected areas.

The Capital Journal suggests, therefore, that people in the Salem region write the CAB indicating interest in the board's hearing here and the importance of the decision to Salem and surrounding area. Letters should be addressed to: Chairman, Civil Aeronautics Board, Washington 25, D.C

Salem's case to keep United Mainliner service would be strengthened probably by a hearing in this city. Regard-less of that fact, however, it seems only logical that the best way for the board to weigh opinion of the cities in-volved is to hold the hearing near those cities. And the central point of size in the affected area is Salem.

Live There."

Looking at Old Age By OSWALD WEST (Governor of Dregon from 1911 to 1913)

"When men grow virtuous and prayerful in their old age, they are simply proposing to offer the devil's leavings as a sacrifice on the altar of God." -Sid Brodie

"On the whole" said Stevenson, "the best religious exercise for the aged is probably to recall their own experiences; so many friends dead, so many hopes disappointed, so many slips and stumbles, and withal, so many bright days and smilling providences. There is surely matter for a very eloquent sermon in this."

e turned back. heart." best minds Knowledge of the Neither Churchill nor anyone It is claimed by many that past provides a delightful re-

else could restore the empire to youth is the happiest time of its greatness of the days when life. I doubt that this is true India was the brightest jewel in for nature attempts to be quite the imperial crown. And noth- fair in the distribution of her ing can restore to England the bounties and has not overlooked

Dimes, Quarters Pay Off for Him

Cambridge City, Ind., Jan. 16 UP-J. C. Smith was driving his first new car today, paid for with 20,000 dimes, some quarters and his beat-up old jalopy. Smith saved for the car 10 years. During all that time, he didn't spend a dime, and during the past year he spent no constant.

quarters.

s, and can die at a moment's notice. A county official was actually designated to handle the books, as well as the books of Gambler Joe Cannon,

of Gambler Joe Canhon, The deal fell through, how-ever, when the old lady got suspicious, and when Mayor Dunn put his foot down on opening up Fresno. Bob Franklin, Dunn's cam-

paign manager, also reported that he had arranged to set up a branch narcotics office in Fresno, directly under Franklin's control, which would knock off all narcotics racketeers who were not paying off, but give protection to their own racketeers.

tentment as we grow old if, on our journey through life, we had learned to read and enjoy good books—books that carry the re-corded thoughts of the world's best minds. Knowledge of the past provides a delightful re-treat and shelter as our years lieved, past accomplishments. We should learn to take things calmly and try to avoid shocks; be content to pick up, here and there, a few simple pleasures. We should not try to become rich, for as stated by Ciceror Terrific pressure on Mayor

rich, for as stated by Ciccero: "Nothing can be more irrational and absurd than to increase our provision for the road as the nearer we approach our journ-sy's end."
for ence between clean and dirty government. All of which illustrates how the nation-wide gambling ring operates in a medium-sized city in California. (Coprise) 1350