

British Prime Minister Winston Churchill, using a cane inspects an honor guard of Royal Welch Fusiliers at Kind-ley Field, Bermuda. Behind him (dark suit) is Foreign Secy. Anthony Eden. They are in Bermuda to attend Big Three conference. (UP Telephoto)

Blast Completes Tunnel Kitimat Alcoa Plant

Kemano, B.C. (#)—A dyna-mite blast deep in the heart tunnel through Mt. DuBese. of a mountain Thursday com-The job, which entailed reof a mountain Thursday completed the main artery of giant power project which was completed right on schedwill generate electricity for tunneling were set by Canada development at Kitiblasting crews.

The job, which entailed removed comber, 1930.

The indictment, returned under false statements statute, accused Lorwin of falsely stating under cath at the loyalty hearing that:

1. He never was a Communication.

mat. The blast, fired by Alcan The blast, fired by Alcan vice-president McNeely DuBese shattered the final barrier of a 10-mile tunnel blasting crews.

The accomplishment was not part of the shattered was a Communist Party member.

1. He sever was a Communist Party card.

2. He never carried a Communist Party card.

3. He never held a Communist Party card. through the solid rock of the coast range.

Learning the solid rock of the constraint than Lorwin was a one-time chief of the European section, divisional coast range.

It marked the end of 21 months' work, 24 hours a day, months' work, 24 hours a day, loaded aboard deep-sea ships for world markets late in the loaded and no longer It marked the end of 21

Vet Contest Ends Saturday

All Korean veterans are urged to submit their letters of eligibility by the deadline time of 6 p.m. Saturday, December 5, if they want to become eligible to win the down powerhouse, hewed out of the payment gift on the new Lockwood home in Salem.

The down payment gift to-tals approximately \$900 in all, including loan costs, etc. The veterans must have their ap-plications in the hands of the Capital Journal by 6 p.m. or they will be disqualified.

Eligibility rules are:

1 Any veteran of the armed forces of he United States of America, male or tenals, homorably discharged of trans-trends, homorably discharged of trans-trends the reserves who has been au-horized the Korean service medal or "bloom, is elitible as an applicant for this

Applicant must submit a letter tell-his or her best reason for wanting to int or her own home, together with complete financial statement showing income from salar, wates, or any er sources. This statement must also we how much momer the applicant of These figures will be kept confi-tion.

These figures will be kept conficital.

Applicant must be able to meet Filth
in requirements and make payments
sproatmatter \$60 per month.

City This letter must be sent or desircity and bockwood Homes.

This letter must be sent or desirdent later must be sent or desirdent later than \$100 p.m., Saturdar,
not later than \$100 p.m., Saturdar,
Do not mail any discharge or other
tial papers with the letter as the
smitte cannot be responsible for them,
tial papers with the letter as the
smitte cannot be responsible for them
times in our required.

The group plans to meet the
smitte cannot be responsible for them
the prepared to show any such papers
the dominities upon request.

Miss Anganette Crissy of
Portland, director at large, of
meeting.

Declation of the committee
will be
and applicant must be approximately some to the
remain of the committee
and applicant must be able to meet Filth
Mrs. Mary A. Champ, 1760 C
strect, was named secretary
treasurer when the group met
in the Fireplace room at the
Salem city library on Wednesday for their second meeting.

The group plans to meet the
Miss Anganette Crissy of
Portland, director at large, of
meeting.

KORELL "Not a Half Size

LITTLE EDENCH SHOP





Egypt Ihreatens **Neutrality Policy**

Through the 25-foot diam-

A 50-mile transmission line will carry the electricity over

snowridged mountains to the smelter at Kitimat, 50 miles

Harry M. Broadbent, former

Salem high school history instructor, was elected president of the Retired Teachers Asso-ciation for Salem and vicinity.

F. O. Bradshaw, former Sa-lem high school faculty mem-

Retired Teachers

Elect Broadbent

feet underground.

Washington (AP)—Egypt has served notice it will adopt a policy of neutrality in the cold

policy of neutrality in the cold war unless the Western Big Three find a formula at Bermu-da to meet Egyptian demands for control of the Suez Canal. Diplomatic officials disclosed that Egyptian Ambassador Ah-med Hussein notified Secreta-ry of State Dulles of his country's attitude during a confi-dential meeting Tuesday.

SNOWBALL "MELTS"

Reno, Nev. (P)—Harry Snowball, serving a 90-day term for vagrancy, was sent out on a work gang and just melted

"never used such fine fuel..."

Pres-to-logs, of course!

PHONE 3-8862

New Tax Rate Begins Jan. 1

has announced in Washington that the law provides for changes on January 1, 1954, in the rates for federal income tax withholding and for employer tax and employee tax under the Federal Insurance Contributions Act for old age and survivors insurance.

butions Act for old age and survivors insurance.

This was reported today by District Director of Internat Revenue R. C. Granquist, who explained that the rate of income tax withholding will be reduced from 20 per cent to 18 per cent and that the law increases the employer tax. creases the employer tax and the employee tax from 1 ½ per cent for each tax to 2 per cent

or each tax.

"These rates will apply to wages paid on or after January 1, 1958, even though the wages were earned in 1953," Director

were earned in 1933," Director Granquist added.

"Tax tables for income tax withholding and for employee tax deductions on and after January 1, 1954, are included in a new revision of Circular E, Employer's Tax Guide," Director Granquist said. "District Directors of Internal Revenue will mail Circular E as early as possible in December to those employers who have been re-porting the taxes each quarter on Form 941." win, a former State Depart-ment official, was indicted by a

Indict Lorwin,

Perjury Charge

SKYSCRAPERS

Bevo Francis, whose 81inch frame seems taller to

hich frame seems talier to his basketball opponents, seems to have met his match in New York's Em-pire State building. Bevo, whose Rio Grande College team met Adelphi, was sight-seeing. (UP Tele-photo)

Make You "Gassy"

Do As Millions Do-

Always Carry TUMS

Maj. Flory in federal grand jury Friday on charges that he falsely denied Communist Party membership during a loyalty hearing in De-States Again

Maj. Keith Flory, who in October, 1950, left for active duty with the Army with the 369th engineers, Salem reserve unit, arrived back in the States this month after duty in the Philipping lejands.

pine islands.

Flory, whose wife and children, Karen and Paul, have been with him in the Philippines, had spent 26 months over pines, had spent 26 months over there with the 29th engineer topographical battalion, which is making a survey of the Phil-ippine islands. His family left the states to join him in the Philippines 22 months ago. The Florys arrived in San Francisco November 19 and November 25 arrived in Ore-gon. During their stay here Lorwin was a one-time chief with the government, is a na-tive of New York City. The

tive of New York City. The water will be drawn off westward from the sprawling reservoir created on the eastern side of the mountains by the

November 25 arrived in Oregon. During the ir stay here
they are in Albany with Mrs.
Flory's mother, Mrs. Laura
Harnisch.
Flory, who prior to being
called for active duty in 1950
was a designer with the Oregon
state highway department, is a
Veteran of World War II spending flow years with the Army ing five years with the Army at that time, with overseas ser-vice in Europe. The major and his family

will leave Oregon December 10, for Chicago, where he is to report for duty with the Fifth Army at Fort Sheridan.

Mental Health Group **Hears State President**

Melvin Murphy, president of the Mental Health Assn. of Oregon, spoke to the Salem Assn. for Retarded Children Thursday night at Mayflower hall on a number of long range projects in which the group is interested and answered ques tions afterward.

Volunteers from the local group will wrap and distribute Christmas gifts at Fairview, it was announced. The next meet-ing Jan. 14 will see a film "Children Limited." President Larry Merriam presided. VIKING SWORD FOUND

St. John's, Nfld. (#) — The Newfoundland museum has annewfoundiand museum has an-nounced discovery of a sword believed to be of the Viking era. The sword whose blade is cast iron and handle of bone,



POSED AS RED Of Timber Sold



Marlane MacLane Kowall, 27-year-old daughter of movie actor Barton Mac-Lane makes call in Washington as she arrives to tes-tify before the Subversive Activities Control Board. She said she joined the Communist Party in 1948 and worked as an under-cover information for the cover information for the FBI until now. (UP Tele-photo)

Wage Increases To AFL Drivers

Portland (*) — Wage in-creases for two AFL unions were announced Thursday by

were announced Thursday by the big Pacific Fruit and Pro-duce Co.

They affect AFL truck driv-ers and warehousemen in Port-land, Salem, Eugene, Bend, As-toria, Coos Bay, Pendleton, Hood River, Klamath Falls, Medford and Kelso, Wash. The drivers get 10-cent hour-ly increases and warehouse-

men 5-cent increases, retroactive to Aug. 1.

29 Million Feet

Land Management Wednesday sold 29,562,000 board feet of timber to eight logging firms. That was a record for this dis-trict of the BLM.

The timber, mostly Douglas fir in the Smith River area northwest of Drain, brought in \$383,441 at an oral auction. The appraised price was \$366,-350, said the district forester, James Watts.

The biggest purchase was 12,348,000 board feet, sold to the Woolley Logging Co., Drain for the appraised price of \$183,633.

Korean Vets **Eligibility Rules** For Lockwood Homes

Eligibility rules are:

1. Any veteran of the armed forces of the United States of America, male or female, honorably discharged or transferred to the reserves who has been authorized the Korean service medal or ribbon, is eligible as an applicant for this home.

medal or ribbon, is eligible as an applicant for this home.

2. Applicant must submit a letter telling his or her best reason for wanting to own his or her own home, together with a complete financial statement showing all income from salary, wages, or any other sources. This statement must also show how much money the applicant owes, These figures will be kept confidential.

3. Applicant must be able to meet FHA loan requirements and make payments of approximately \$60 per month.

4. This letter must be sent or delivered to Salem radio station KSLM, The Statesman Lockwood Homes.

5. This letter must be sent or delivered not later than 6:00 p.m., Saturday, December 5, 1953.

6. Do not mail any discharge or other official

6:00 p.m., Saturday, December 5, 1953. 6. Do not mail any discharge or other official papers with the letter as the committee cannot be responsible for them, but be prepared to show any such papers to the committee upon request, 7. Membership in any veteran's organization is not required, nor will such membership or lack of membership or lack of membership be considered by the committee. 8. Decision of the committee will be final and application letters cannot be returned or acknowledged. A company-financed \$9.50 monthly payment for health and welfare benefits, and seniority disputes also were settled in the new agreement. BRITISH SEIZE GOODS Cairo, Egypt & — Police sources say British military authorities at Fayid in the Suez Canal zone have confiscated \$700,000 worth of goods in Egyptian shops there because traders refuse to sell to the British army. NEW! EASY - TO - CLOSE U and I Carton sugar

A heavy wax liner gives double protec-tion after the package is opened!

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. FINE GRANULATED

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★ Everybody Wants Furniture and Appliances

★ Everybody Appreciates Furniture and Appliances

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Woodroffe's

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TASTY and TENDER

SHORT RIBS 15c STEAKS Sirloin, T-Bone.....Lb. 39c RIB STEAK ROAST GROUND BEEF 15. 25c

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STOCK UP! BIRDSEYE FROZEN FOODS! Mixed Vegetables

and Peas and Carrots

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RADISHES or GREEN ONIONS 3 bun. 10c

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were the control of the state o