BUSINESS MIRROR

# Higher Interest Rates Still Don't Protect From Inflation

By SAM DAWSON

NEW YORK (AP)— You can get a higher return on the dollar you have today than a year ago. But these higher interest rates are still too low in most instances to protect the saver's dollar from the renewed inroads of creeping inflation.

Price rises mean that the dollar saved doesn't buy as much later as it would when invested. Even add in the interest earned and most savers still fall behind in the race to hold even, let alone actual loss.

The point of no return for the saver over the last 10 years is figured today by the First National City Bank of New York in its December letter.

This point is the annual rate of interest which a man saving $100 in 1946 would have had to get, and reinvest at compound interest, to have the same amount of purchasing power now as he had when he invested.

The rate is 3.4 per cent — provided he is free of income tax payments. If he is in the 20 per cent income tax bracket, the point of no return would be 4.3 per cent and in a 40 per cent bracket 5.7 per cent. To those lucky, or unlucky, enough to be in the 80 per cent bracket, it would take 17 per cent each of the 10 years, and compounded, simply to hold even with the depreciation of the dollar over that period.

But if a man bought a marketable government bond in 1946 the average return was 2.19 per cent and only of late has the yield risen to 3.27 per cent. If the man wanted to keep abreast of inflation he would have had to invest in something else.

Inflation has come in three spurts.

The Federal Reserve Board says that from 1945 to 1948 the price of industrial commodities rose 45 per cent. After a small drop in the 1949 recession, the Korean war triggered another rise, this time 15 per cent. The current rise started in mid 1955 and has now carried prices 7 per cent higher.

Using the Cost of Living Index of the Bureau of Labor Statistics, the New York bank show that if the saver's dollar had a purchasing power of 100 in 1946, the depreciation of the value of money since then has brought the dollar down to 71. The government figures retail prices have risen 2 per cent so far this year and are now at a record high.

"Since World War II, slow-burning inflation has been the order of the day, afflicting almost the whole world," the bank notes. "This is due mainly to political pressures to sustain full employment at constantly rising wage levels."

A 2 per cent rise in prices this year may seem small, but the bank contends that the trend must be stopped — or interest rates must rise still higher to offset the loss.

## Graduates

Maj. Charles J. Benge, son of Stanley M. Benge, Dallas, who was recently graduated from the associate advance course at the Infantry Center, Fort Benning, Ga. Benge entered the army in 1940. (U.S. Army Photo)

## Explorers Elect

LEBANON (Special) — Elected crew leader and assistant for the Elks - sponsored Explorer Scout post are Kenneth Morgan and David Reid. Current post project is making pack boards.

# Gunman Kills Brother While Fleeing Posse

SHAMROCK, Tex. (AP) — A gunfight which started in Oklahoma, killed a teen-age member of a posse and wounded two officers ended in the Texas Panhandle yesterday with the capture of a gunman dozing beside his dead half-brother.

James William Whiteard, 21, of Phoenix, Ariz., told officers he shot Junior Bard Myers, 32, to death in the dark, thinking Myers was part of the posse which surrounded them.

Victor Lee Stephens, 19, was killed in a gunfight Saturday at dusk while hunting for the pair on his father's ranch.

Texas Ranger Jim Paulk said Whiteard signed a statement saying he shot Myers when he blasted with a sawed-off shotgun at a figure in the brush.

Officers said Myers had numerous aliases and a long arrest record in the southwest and on the West Coast. They said Whiteard apparently had no record, but also went under the name of James Hunter.

The men were trapped near here Saturday night in a 1,200-acre area of scrubby brush on the ranch of J. B. Stephens, the slain youth's father.

Officers surrounded the area while planes dropped flares. Bloodhounds were flown in. At sunrise they led mounted officers to the pair.

Whiteard was sitting up dozing, an empty whisky bottle nearby. He did not resist.

Myers was lying about 30 yards away, his half-frozen body torn with shotgun slugs.

A loaded shotgun and a high-powered rifle lay nearby.

The chase started Saturday at Texola, Okla., after the men's auto hit another car and sped from the scene.

## *Artist Scorns Colonel Rank*

KANSAS CITY (AP) — Thomas Hart Benton, the artist, has declined an appointment as an honorary colonel on the staff of Gov.-elect James T. Blair Jr., because "I just don't go for those funny hats."

"As a colonel you have to buy a uniform with a hat that has feathers on it," Benton explained. "I'm a colonel in the Confederate air force and it's a job I like," he added. "All I have to do to keep the rank is eat cornbread. I'd be a colonel for Jim if all I had to do was drink Missouri cider."

### VISIT CALIFORNIA

AMITY (Special)—Mr. and Mrs. Joe Panek and daughter, Barbara, have returned from a vacation trip to Reno, Nev., and California, where they visited relatives in San Jose and San Francisco.

# Sen. George To Continue as NATO Envoy

WASHINGTON (AP)—Sen. George (D-Ga) said today he has agreed to continue as President Eisenhower's personal representative to the North Atlantic Treaty Organization.

He said the job has been made more challenging by crises which, he said, nearly wrecked the Western defense alliance against communism.

George, chairman of the Senate Foreign Relations Committee, will end Jan. 3 a career of 34 years as a senator. He said he will shift then to a desk at the State Department.

Eisenhower named him to the NATO position, with an ambassador's rank, after George decided not to seek re-election.

There was an announced understanding that he would decide by the first of the year whether he felt his health and the prospect of making a worthwhile contribution would permit or justify his continuing in the post.

George, 78, told a reporter his answer to both questions is "yes."

## Challenges

PITTSBURGH — Don Rarick, 37, head of a dues increase protest group of United Steelworkers union, who says he will continue fight against increase and also to campaign against David J. McDonald for union presidency. (AP Wirephoto)

### SQUARE DANCERS ELECT

MOLALLA (Special) — New officers of the Square and Circle dancing club just elected at Marquam are Eldon Barth, president; Mrs. Alta Gehrke, secretary.

## Baptists to Meet

LEBANON (Special)—Omer E. Hyde, pastor of Trinity Baptist church, will preside at a Central Baptist Assn. observance of "M" (for mobilization) Day Monday in Dallas at the First Baptist church at 7:30 p.m. Mr. Hyde announced that the chief speaker will be John H. Johns, pastor of the First Southern Baptist church in Corvallis.

### LEGALS

NOTICE OF SALE OF REAL PROPERTY ON EXECUTION

NOTICE IS HEREBY GIVEN that by virtue of an Execution issued out of the Circuit Court of the State of Oregon for Marion County, in the case of METROPOLITAN LIFE INSURANCE COMPANY, a corporation, Plaintiff vs. JACK DARWN MULL, a singleman, Defendant, Case No. 43296, dated the 5th day of November, 1956, I will on the 12th day of December, 1956, at the hour of 10:00 o'clock a.m. thereof at the West door of the Courthouse, proceed to sell, at public sale, for cash all the right, title and interest of the defendant Jack Darwin Mull in and to the following described real property-to-wit:

Lot Four (4), Block Five (5) RONALDO HEIGHTS in the County of Marion and State of Oregon.

That said sale will be conducted and held for the purpose of satisfying that certain judgment and decree entered in the above entitled cause and court, in favor of plaintiff and against defendant, together with the costs of this Execution and the sale thereunder, said sale subject to redemption.

Dated at Salem, Oregon, this 8th day of November, 1956.

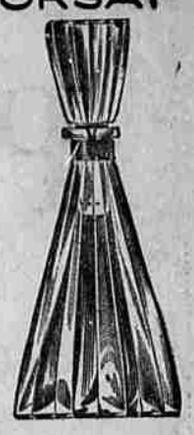
Date of first publication November 12, 1956.

Date of last publication December 3, 1956.

Denver Young,
Sheriff of Marion County, Oregon
By A. I. Malstrom, Deputy.

Nov. 12,19,26,Dec.3.


Intoxication
D'ORSAY



You will never fathom the power of a great French perfume until you have known... intoxication! It goes to your heart! Perfume $5.50, $10, $18.50, $35. Eau de toilette $2.75, $5. plus tax

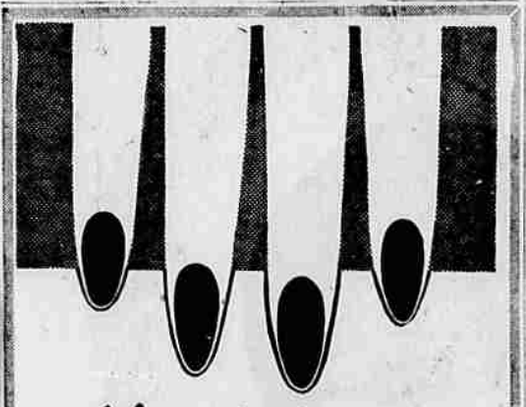
MILLER'S

"NUTRO-LIFE BREAD'S mild laxative action certainly made a new man of me"

"For fifteen years I had constipation trouble," says Mr. G. Pollastrini, San Francisco businessman. "I used every type of laxative on the market—none of them gave me any lasting relief. Then a friend brought me a loaf of Nutro-Life Bread. Within a week my constipation troubles were over. It made me feel like a new man. And Nutro-Life has the best flavor of any bread on the market. It's really delicious! I wouldn't be without Nutro-Life Bread!"

HOSPITAL TESTED AND PROVED!

7 DAYS' TRIAL WILL CONVINCE YOU...BUY A LOAF OF NUTRO-LIFE BREAD AT YOUR GROCER'S TODAY!



Nail Aid

For Healthier, Stronger, More Beautiful Finger Nails

Do you type . . . keep your fingers in water . . . do many chores around the house each day?
It is not always the daily diet of hard work that may cause your nails to break, chip, or split easily.
Frequently, it's a daily dietary deficiency that causes the trouble.
If this is your problem . . why continue to be embarrassed by unsightly nails when NAIL AID may help restore their natural loveliness?
Medical research has discovered this amazing new way to help prevent breaking, chipping, cracking, peeling, splitting and ridging of normally lovely nails.
NAIL AID is a pure highly protein sugarless Gelatin product fortified with Calcium and Vitamin A in a convenient, easy-to-take capsule form.

Start now to grow healthier, stronger, more beautiful nails! Ask for NAIL AID . . . start taking NAIL AID today!

Packaged in smart plastic purse-size box..... 1.95

Large economy size..... 4.95

Miller's
"THE BEST PLACE TO SHOP . . . AFTER ALL"



the elegant look for evening . . .

Acrobats need not apply

Perma-lift's uplifting new "Coquette"

by YOUNG MODES in cordial colors

sketched at left . . .

. . . a filmy cloud of silk chiffon with a gracefully draped butterfly back . . . an illusion neckline and voluminously flowing skirt encircled at the waist with a jewel contour belt. Dresses are interfaced with INTERLON. Chiffon is pure silk from 'Martha Mills.'

COLORS
Curacao Blue
Gold Menthe

39.95

YOUNG MODES

sketched at right . . .

Holiday Ensemble of Supple Olian Doeskin Flannel

. . . a holiday ensemble of Olian doeskin flannel in figure-molding fully lined Empire sheath, punctuated with a brief bodice of finely tucked and matching satin, and topped with a tiny satin lined jacket. In cordial colors.

49.95

Cordial Colors

Other dresses by Young-Modes for after five o'clock wear are here in the smartest of the new season's designs . . . and, in the "cordial" color schemes.

Miller's
The Best Place to Shop . . . After All

HOOKS in FRONT

You'll never have to twist, turn, or contort yourself again. What's the secret? Why, "Perma-lift's"* new front hook Coquette, of course! The tiny, convenient little hooks are cleverly placed in front, where you can easily, quickly fasten your garment—and these dainty hooks won't ever show, even through sheerest dresses and gowns. You'll love Coquette's molding, uplifting Magic Insets, too, for they support you from within the cups and stubbornly resist wear and tear for the life of the garment. Be comfortably fitted in Coquette

#90—In lovely dacron, 13.50
#91—Front Hook Coquette of all dacron elastic, styled with subtly padded contour cups. 16.50

Easy does it!

Perma-lift's exciting new bare-back bra

HOOKS IN FRONT

No more twisting, turning, straining to fasten those exasperating back hooks. Your new "Perma-lift"* Long-Line Bra hooks in front, quick as a wink—and the sly, shy little hooks are so dainty they can't show, even through sheerest dresses. Fits so daringly low in back, for all chic, bare-back fashions. The exclusive criss-cross design keeps your bra securely and snugly in place always.
Be comfortably fitted today.

Style #80—In lovely dacron with subtly padded contour cups to give you a full, natural bustline. Only 10.00.