Babson . . .

LABOR

be forgotten during 1946. The year support his efforts. will be noted for strikes and labor

26. Industrial employment during 1946 will be off both in hours and in pay rolls, labor leaders' efforts will be repeated in other countries. notwithstanding.

28. Hourly wage rates will in-crease, but "take-home" income will demand better management interest, including more churchand closer labor-managemnt rela-

INFLATION

29. The Inflation Era which I have been forecasting for several years will be very evident in 1946. The purchasing power of the dollar will continue to decline.

30. Both wages and price controls will gradually be removed during 1946 until the government throws up its hands and lets nature take its course.

tion will catch up with consumption, people will have spent their Bergstrom reported that his other money and then there will be a surplus of goods. By 1950 there may navy son, Lt. Com. Arthur Bergbe much unemployment. Then may come the severest inflation by Congress attempting to check the decline by printing currency. But this is something we need not worry about for two or three years.

32. If Stalin's health continues good, he will be the world's most powerful man in 1946 and may be a factor in determining world prices as well as production. The markets may even witness a "communistic scare" during 1946; but they should recover soon there-

STOCK MARKET

33. The rails will decline some time during 1946. Certain airplanes manufacturing shipbuilding and other war stocks may decline; but the Dow-Jones Industrial Averages will reach higher figures some time during 1946 than at pre-

34. The safest stocks to buy-considering value, income and safetywill continue to be the merchandising stocks, especially chain store

35. 1945 saw a large increase in the demand for inflation stocks with a lesser demand for non-inflation stocks; but 1946 should witness both groups moving more or less together. Switching has been over-done in many cases.

36. Stock markets will continue to witness creeping general inflation, although the stock market as a whole may appear to have reached its peak before Dec. 31, 1946.

BONDS 37. Although bank loaning rates should have an upward interest rates in general will remain low through 1946. The money supply is now 25 percent above normal and government financing demands continued low rates.

38. Anticipating the expected decline in Federal taxes, 1946 should see a falling off in the price of most municipal and probably other tax-exempt bonds.

39. The high-grade bonds may hold steady but sooner or later decline considerable. Whether this will start in 1946 I do not know. Investors will give more attention to diversification and staggering maturities durng 1946.

40. More public utilities will be taken over by municipalities and "Authorities" during 1946. Wise investors will consider this possibility when selecting public utility bonds. Some stocks such as "Eastern Utilities Association Convertible Shares", in which I am personally interested, should be helped by public ownership.

REAL ESTATE

41.Suburban real estate will be in much greater demand with higher prices during 1946.

42. City real estate should hold its own, excepting in the former congested war production areas where decline may set in.

42 Small productive farms will continue to increase in price; but large commercial farms may sell for less in 1946 than in 1945.

44. Building will show a considerable increase. Contracts will be up with advancing prices due to scarcity of lumber, cement, brick and labor.

45. Office and residential rents during 1946 may be expected to

46. 1946 may see the beginning of a real estate boom. The pessimists will make little money in POLITICAL AND POSTWAR

47. President Truman may lose control of Congress, but he will try to take a middle-of-the-road po-sition. I believe that all wise Re-25. The Little Steel Formula will publicans and Democrats should

> 48. Our foreign headaches will become worse and more frequent during 1946. What we are going

49. The Latin American honey-moon has passed its peak. The ating on a 48-hour week will return to a 40 or 45 hour week during other countries. Our South American troubles will return to a 40 or 45 hour week during other countries. Our South American troubles will be seen troubles will be seen to be a control of the countries.

50. 1946 will see more religious going, than did 1945. People gradually are realizing that without a Spiritual Awakening no peace or other plans will be much good. Nations cannot be depended upon to cooperate and stick to their agreements unless they recognize God as their real Ruler and Guide.

HOSPITALIZED

Ensign Norman Bergstrom is hospitalized at Corona, Calif., according to his father, Carl Berg-31. Some time after 1946, produc- strom, who flew down there week before last for a short visit. Mr.



STAR REPORTER

In compliance with the Federal Tax Requirement, Children's Admissions apply only to those under the legal age of 12. Selected Short Subjects With All Programs

Program Subject to Change-Watch local newspaper for weekly announcement.

Friday-Saturday, December 28-29 Bedside Manner

John Carroll, Ruth Hussey, Charles Ruggles, Ann Rutherford, Esther Dale, Grant Mitchell, Claudia Drake. The hilarious, romantic adventures of a lady doctor. —PLUS—

Rustlers of the Badlands

A Charles Starrett western.

Sunday-Monday, December 30-31 Nob Hill

George Raft, Vivian Blaine, Joan Bennett, Peggy Ann Garner

Fabulous, fantastic San Francisco in the days that made it famous (when men fought at the snap of a garter and women loved at the snap of a finger). In Technicolor.

The House on 92nd Street Well acted by Lloyd Nolan, William Eythe,

Signe Hasso, Gene Lockhart A factual story from the files of the FBI has been made into one of the most exciting

stories ever made. This film has won the Blue Ribbon for excellence and will be shown three times as follows:

NEW YEAR'S MIDNIGHT MATINEE, 11 p. m., Monday, December 31 NEW YEAR'S DAY MATINEE, 2

Tuesday, January 1 REGULAR EVENING SHOW, 7:30 p. m., Tuesday, January 1.

Matinee prices prevail for the Tuesday matinee and regular prices for the two night shows. The midnight Matinee is entirely sep-arate from the Regular Evening Show Monday at which time the Technicolor Musical "Nob Hill" will be shown.

Wednesday-Thursday, January 2-3 The Southerner

Zachary Scott, Betty Field, Beulah Bondi, Blanche Yurka, J. Carroll Naish, Estelle Taylor

Adapted from George Session Perry's novel "Hold Autumn in Your Hand". An inspiring story of a young farmer against whom nature and human beings conspire but he fights

WELCOME!

A Year of Real Peace.. We've Been Waiting for You!!

"Hope Springs eternal in the human breast" . . . and there could be no better time for bright hopes than now, as we turn back the war torn page of the past... to look upon the New Year!







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May the New Year bring you and yours immeasurable

Health, Happiness and Prosperity

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