

# Stalin Hurls Challenge To Capitalistic World In Industrial Program

## Bolshevik Chieftain Maps Schedule for Second Five Year Program of Increasing Production

By STANLEY P. RICHARDSON, Associated Press Correspondent.

MOSCOW, Jan. 11.—(AP)—A challenge was cast to "the capitalist world" today by Joseph V. Stalin in the industrial program he has mapped out for Russia for the next five years.

The bolshevik chieftain announced a 16 per cent increase in general production over last year as this year's goal of the socialist nation. The annual average increase for the second five-year plan, now being inaugurated, must be 13 or 14 per cent, he said.

This, he declared, "would be impossible in capitalist countries."

First Public Speech. Stalin announced his plans in a speech before a joint meeting of the communist party central committee and the central control committee. It was made public three days later—his first speech made public in more than a year.

Claiming "the successful fulfillment of the (first) five-year plan," he declared its aim was "to change the country from one with the technique of the middle ages to one of contemporary technique—to make the nation independent of the whims of capitalism."

He admitted the program was actually only 93.7 per cent fulfilled. "But we did it in four years and three months," he added, "recalling the program was cut short for the beginning of the new schedule this year."

Plan Altered. Stalin declared the last plan had to be altered to build up the national defense because of "the failure of neighboring countries to sign guarantee pacts with us and because of complications in the far east."

Stalin has signed a non-aggression pact with all countries on the western border except Rumania. It was reported recently that Japan withdrew from similar negotiations after Russia returned diplomatic relations with China.)

"The accomplishment of our means of defense is the general result... Now you can use your own judgment about the shouting in the capitalist press about the 'failure' of the five-year plan," Stalin said.

Success Aids Cause. "Our own camp is being increased throughout the world by the successes of the five-year plan... these successes are mobilizing revolutionary forces of all countries against capitalism. No one can doubt the meaning of this international potential without limit," he added.

Stalin announced "slower tempo" for the second five years. His proposed 16 per cent increase this year, compared with a scheduled 36 per cent increase in 1932 over 1931. He proposed 13 to 14 per cent annual increase for the five-year period com-

pared with what he claimed was 22 per cent for the first plan. In contrast with "capitalist" output, he asserted the volume of production in Russia has increased three times over the prewar level and has doubled since 1928.

Conserved Raw Material. He admitted less was produced for broad consumption than was needed but said this was necessary to establish the heavy industry and make the country independent of the world.

If Russia had made "more shoes, clothes and other articles of consumption," he pointed out, "we would have had to buy raw materials... And then we would have had no tractors, no machinery, no metal."

In line with announced plans for stressing food production and light industry in the next five years, Stalin said development now may be slowed down. "The main role of the second five-year plan will be played by 'new plants' and not the 'old factories,'" he said.

"This demands a change in the qualifications of workers and engineers and for the spread of the new systems," he explained. Conditions Improved. Stalin claimed workers' conditions have been improved through abolition of unemployment, increase in salaries of 67 per cent since 1928.

Eliminating those within the party who advocated a return to private farming, Stalin frantically asserted that collectivization in agriculture must be continued throughout the whole country. The spread of state and collective farms has exceeded the original program by three times, he declared, and must be carried on.

After citing "the very serious sacrifices" which had to be made by the Russians and the impossibility of getting money from foreign sources, Stalin summed up the first five years' development as follows: Many Industries Now. "We not only have been victorious in heavy industry, but the results have been even more than we hoped for. We had no black metallurgy before, no tractor industry, no automobile, no lathe construction, no chemical industry, no agricultural instruments, no aviation. Now we have them all."

"We have climbed from the last to one of the first places in the world in electric energy production and the same with oil. Our textile industry has risen from only a single base in the north to a large enterprise beside which the European textile industry pales."

And then his voice wavered a little. Said Al, "I'm down. I cracked up. I'm up here on top of a mountain and I can't see 10 feet any direction. You ought to see the load of ice on these wings! I hit doing 60 and the wind coming back at me about 50. I'm right on the beam but I don't know where I am. I'll go down the hill a ways and call you back."

Good old Al. From 4500 of 2600 feet while he was calling out "I can't hold it" five times, and when he called back what do you suppose bothered him? He had looked under the front seat and he had looked under the back seat, and somebody had forgotten to pack the emergency rations, and he was hungry.

Well, the highway patrol went out sounding their sirens so Al could hear them go by and fire his pistol to stop them, and a good many hours later the patrol and Al got together and the mechanics looked the plane over while Al tied into some rations. Next day the press wire ticked out a story about Al's plane being damaged when forced down by the storm near Redding. Long before that the talk on the air-line radio had quit mentioning Al. Other planes were in the air, other aviators were fighting it out with the night, new weather reports were going out to guide them into the airports.

# Society and Clubs

Edited by Eva Nealon

### Music Teachers Have Splendid Meeting

A large and interesting meeting of the Jackson County Music Teachers' association was held last evening in the new club rooms in the city hall, where all sessions of the organization will be held in the future, in accordance with the decision of the members last night.

Mrs. Minnie Guy, supervisor of music in the Rogue River and Gold Hill schools, was present and introduced the members of the boys' chorus from Rogue River, who entertained with two song numbers, which were much enjoyed.

In the chorus were Gordon Hatch, Sidney Baker, Orpheus Switzer, Albert Smith, Arthur Laws, Willis Stiel, Faye Stiel, Billie Baker, Leonard Simpson and Eugene Dix.

The numbers with which the local audience was entertained were "Italian Sailing Song" and "Stars of the Summer Night."

Following the short program the teachers took up the study of Wagner's opera "Die Valkyrie." The composer's life was discussed by Mrs. Guy and Mrs. T. J. Amapoker and the characters in the opera and the plot by Mrs. George Andrews and Mrs. E. Gora. Mrs. Rawles Moore played the piano arrangement of Bruhnild's "Arjo" and chorus and orchestral features were illustrated in records played.

Suggested co-operation with the Business and Professional Women's club in bringing to this city an artist was discussed and a committee appointed to work with the club group. On the committee are Mrs. George Andrews, Mrs. Una B. Inch and Mrs. Guy.

Mrs. Smith Honored Before Departure for Chile. Mrs. Warren B. Smith, who has been guest here for some time of her parents, Mr. and Mrs. A. C. Walker, is planning to leave Sunday for Chile to join her husband, who is stationed there in the air service.

Mrs. Smith is remembered here as the former Anavele Walker and has many friends in Medford, who have been entertaining for her pleasure during the past week.

Mrs. Harold Reichstein was hostess Monday at two tables of bridge, arranged in compliment to Mrs. Smith. Prizes at cards were awarded Mrs. Frank Ferri and Mrs. Leon Davidson, who were present were: Madams Marvin Barrick, Robert Munter, Roy Duncan, Lee Wilson, Leon Davidson, Smith and the hostess, Mrs. Reichstein.

Mrs. W. W. Howard was hostess at dinner last evening, to which 12 relatives and friends of Mrs. Smith were invited. Dinner was followed by bridge.

Mrs. Dede Terrett also entertained in her honor this afternoon, being hostess at a small bridge luncheon.

Rebekahs and I. O. O. F. Hoid Installation. JACKSONVILLE—Jacksonville Rebekah and Odd Fellows lodges held joint installation of their newly elected officers at the I. O. O. F. hall Saturday evening. A 7 o'clock luncheon was served at which 82 people were present. The Ashland Rebekah and I. O. O. F. teams put on the work of installation.

Rebekah officers were installed as follows: Hattie Logan, noble grand; Mildred Smith, vice-grand; Zola Fick, secretary; Florine Sevance, treasurer; Rachel Shaffer, warden; Lucille Arant, conductor; Margaret Lewis, chaplain; Alice Ulrich, right supporter to noble grand; George Cody, left supporter to noble grand; Katherine Wendt, right supporter to vice-grand; Mamie Norris, left supporter to vice-grand; George Lewis, inside guardian; Hollis Parks, outside guardian.

I. O. O. F. officers installed were: A. T. Lundgren, noble grand; Dan Shuss, vice-grand; J. R. Norris, recording secretary; Hollis Parks, financial secretary; Wesley Hartman, treasurer.

Daughters Veterans To Meet Friday. Friday evening, January 13, at 8 o'clock there will be a meeting of Daughters of Union Veterans of the Civil War at the armory. Installation of officers for the ensuing year will be a feature of the evening and a full attendance is urged.

Three Fire Alarms On Tuesday Evening. Tuesday evening the city fire department was called on three alarms, two at the same residence. A fire at 112 South Grape street at the J. W. Brown home, broke out the second time, making it necessary for the firemen to return. An automobile on fire at DeVoe's later in the evening also necessitated a call to the department.

Rainier-Feather River Pine Mills, Inc., successor corporation to Hutchins-Lumber company, assembling machinery for purpose of rebuilding mill destroyed by fire in 1927.

# That TECHNOCRACY Question

EDITOR'S NOTE: This is the fourth of six articles giving new insight into Technocracy, whose prediction of possible economic collapse started a farflung controversy: The articles also present other statistics pertaining to displacement of men by machines, energy consumption, debts and other points involved.

By J. R. BRACKETT (Copyright, 1932, by The Associated Press.)

NEW YORK.—(AP)—Debt, says Technocracy, is crushing the life out of the economic system, burdening the machine so that it cannot produce to the full, giving distasteful power to the bankers—"debt merchants," as Technocracy calls them.

Debt is overwhelming, Technocracy holds, because it increases almost constantly and thus requires the nation to pay an ever-growing burden of interest, while, in the meantime and as at present, profits do not increase proportionately. Debts are "fixed charges," varying little, while income goes up and down violently.

Technocracy, a group of engineers at Columbia university working under the direction of Howard Scott, is delving into the effect of the machine on the present economic system. Its findings have led Scott to predict the existing structure's collapse unless drastic changes are made in the methods of control.

Debt is a major aspect of Technocracy's theories, perhaps the major aspect, because debt is the base of the price system, and the price system is the general name given this and any other political entity which uses a commodity—gold in this instance—as a measure of wealth, and which seeks to produce for profit instead of for use.

Technocracy estimates that the total of interest-bearing debt—mortgages, bank loans, bonds and so on—in the United States is about \$218,000,000,000; that the fixed charge on this debt is equal to more than half the nation's present income; and that this debt has been increasing faster than production.

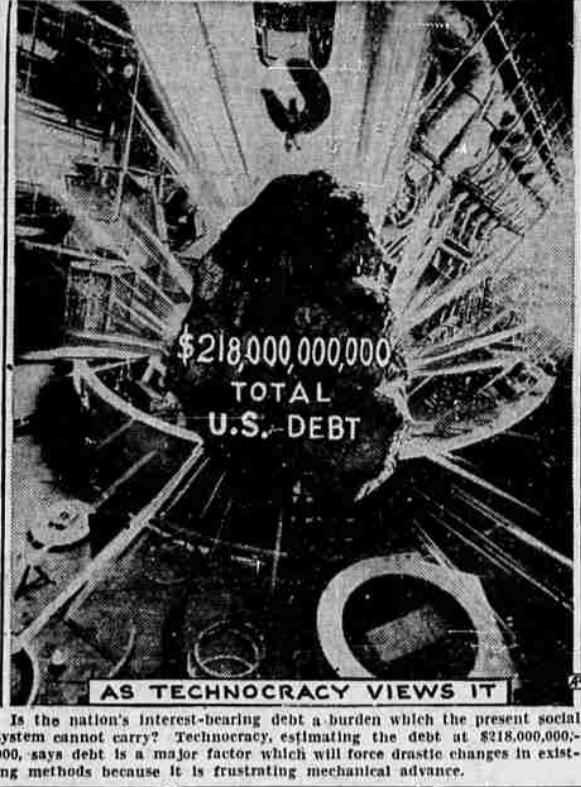
Other statistics do not exactly agree however. Computations by Dr. Ragnar D. Naess, director of research for Goldman Sachs Trading Corp., show that total interest-bearing debt in the United States in 1931 was \$156,815,000,000; that it was \$160,528,000,000 in 1930; \$161,448,000,000 in 1929, and \$158,130,000,000 in 1928. These figures compare with Technocracy's only published figure of \$218,000,000,000. Dr. Naess says this debt is a crushing burden but he doubts that it should be given the stress laid on it by Scott.

Debt increased about 38 per cent between 1923 and 1931. Statistics of the National Bureau of Economic Research for the years 1922-1929 show that physical volume of all production increased about 34 per cent. Such figures are not fully comparable but serve to indicate the difference in the amount of change. Since the depression started, production has declined considerably more than debt, but this always is true in depressions. Dr. Naess points out that large amounts of debt are defaulted in depressions, and that such is certain to be the case in this one.

This check, Dr. Naess believes, is more or less automatic, and while such defaults or other means of reducing the debt become more difficult as a society ages, it is impossible to say that debt alone or even primarily would be responsible for a system's collapse—because it can be and is in fact reduced. It is rigid, Dr. Naess says, but not quite so rigid as Technocracy holds.

Dr. Naess calculates that 9.34 per cent of the national income went for the paying of interest on the total debt in 1929; that it was 10.73 per cent in 1925; 11.92 per cent in 1929; 18 per cent in 1931 and probably between 23 and 24 per cent in 1933. This compares with Technocracy's assertion that half the national income goes for the debt's fixed charges.

(Tomorrow—Machines and Man Hours.) Patronize Home Industry. Buy Whitelaw's Chocolates. Keep that money at home. All Winter Hats reduced to 50 cents. \$1-\$2-\$3. ETHELWYN B. HOFFMANN.



### ASTORIA RESTAURANTS WOULD SLASH WAGES

ASTORIA, Ore., Jan. 11.—(AP)—Restaurant operators here have asked their employees to take a voluntary wage cut of 20 per cent. They say the scale now is the same as in 1918 and that the present wage burden cannot be carried.

Wash Dresses and Pajamas reduced to 50c and \$1.00. ETHELWYN B. HOFFMANN.

### Doctors Give Creosote For Dangerous Coughs

For many years our best doctors have prescribed creosote in some form for coughs, colds and bronchitis, knowing how dangerous it is to let them hang on. Creosolium with creosote and six other highly important medicinal oils, quickly and effectively stops all coughs and colds that otherwise might lead to serious trouble. Creosolium is powerful in the treatment of all colds and coughs no matter how long standing, yet it is absolutely harmless and is pleasant and easy to take. Your own druggist guarantees Creosolium by refunding your money if you are not relieved after taking Creosolium as directed. Beware the cough or cold that hangs on. Always keep Creosolium on hand for instant use. (adv.)

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Thursday 4:00 and 5:00 P. M.  
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Medford Made Batteries  
6-volt, 13-plate, 1 year guarantee, \$3.20  
Re-wound Armatures \$1 up  
Recharge 50c. Our Make 25c  
1522 N. Riverside Phone 390

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—For—  
TOWING or Wrecker Service  
Anywhere—Any Time  
Lewis Super Service

### KMED Broadcast Schedule

Thursday, January 12, 1933.  
8:00—Breakfast News, Mail Tribune.  
8:05—Musical Clock.  
8:15—A Peerless Parade.  
8:30—Shopping Guide.  
9:00—Friendship Circle.  
9:30—Today.  
9:45—The Pet Program.  
10:00—U. S. Weather Forecast.  
10:00—Fashion Parade.  
10:15—Reveries.  
10:30—Morning Comments.  
10:45—Happiness Hour.  
11:00—Quartettes Parade.  
11:15—Martial Melody.  
11:30—Song and Comedy.  
12:00—Mid-day Review.  
12:15—Populistics.  
12:30—New Flashes, Mail Tribune.  
12:30—in the Garden of Medford.  
1:00—Dreaming the Waltz Away.  
1:45—Dajos Bela Orchestra.  
2:00—Dance Matinee.  
3:00—Songs for Everyday.  
3:30—KMED Program Review.  
3:35—Music from Yesterday.  
4:00—Judge Ruthenford, Lecturer.  
4:15—Across the Sea to Hawaii.  
4:30—Masterwork Program.  
5:00—Popular Parade.  
5:45—News Digest, Mail Tribune.  
6:00—Dinner Dance Music.  
6:30—Vignettes.  
6:45—Chandu the Magician.  
7:00—Memories.  
7:15—Labor Exchange Program.  
7:30—Modernistic.  
8:00-8:30—Excentide.

### NOMINATIONS FOR JUNIOR HIGH TOLD

The student council of the Junior high school has nominated officers for the coming year and the following list was announced yesterday:

President—Elsie Brophy, Ted Lindley, Harvey Fields, Lois Herman.  
Vice-president—Janice Bayliss, Nakao Saito, Betty Lee, Jim Henry.  
Secretary—Ted Taylor, Jack Thompson, Delmar McKee, Helen Thompson, LaVerne Stephenson.  
Treasurer—Ed Vallier, Janet Mann.  
Business manager—Ed Carter, Bob Hays, J. L. Campbell.  
Song queen—Janice Sherris, Jane Solinsky.  
Boys' yell leader—Sam Richardson, Bud Thierolf, Don Field, Bruce Hammond and Frank Hull.  
Girls' yell leaders—Helen Brown, Shirley Gibson and Catherine Ford.  
Financier—Ed Porter, Mary Louise McElhose and Betty Purdin.  
The election will be held Thursday.

### Pilot Mathewson Shows Recovery

SHANGHAI, Jan. 11.—(AP)—Christy Mathewson, Jr. who was seriously injured on Sunday in an airplane accident in which his bride was killed, was reported today to have improved slightly.

### FIGHT COLDS 2 WAYS

# MISTOL

FOR NOSE AND THROAT

Essence of Mistol ON HANDKERCHIEF AND PILLOW

Patronize Home Industry. Buy Whitelaw's Chocolates. Keep that money at home. All Winter Hats reduced to 50 cents. \$1-\$2-\$3. ETHELWYN B. HOFFMANN.

### THE ONLY Cough Drops WITH THE SECRET FORMULA

Not ordinary cough drops, but a prescription of 11 medicinal ingredients, quick-acting and pleasant.

# LUDEN'S

Menthol Cough Drops

Swm Book Club \$1 year  
Read a New Book every day  
Book can be kept a week  
Swm Gift Shop

### LOCAL NOODLES SHIPPED SOUTH

Announcing the opening of an important market for a Medford product in San Francisco, John Fischer of the Swiss creamery returned yesterday from the bay city.

While in San Francisco he sold 1000 boxes of the Gold Medal noodles, recently launched by the Swiss creamery here. This total represents 30,000 six-ounce packages, which will be handled by fire concerns.

The new product was welcomed by the bay city trade, he announced, and he is looking forward to continued success for the Medford noodles. The shipment will be made in Medford-made wooden boxes.

### It Is Cheaper...

In the long run to have your car regularly washed, polished and lubricated. Our power washer removes all dirt and grease accumulation which has been baked onto the chassis and running gear—An ordinary wash job with a hose cannot do this job thoroughly!

FORDS AND LIGHT CARS COMPLETE POWER WASH \$1.00  
YOUR BRAKES TESTED FREE  
Lubrication \$1.00

# FIRESTONE

SERVICE STORES, INC.

"ONE STOP SERVICE"  
—saves time and trouble —all you have to do is phone us—we'll call for your car—completely service it and return it to your home or office.

PHONE 520

# SURPRISE

● We promise you a surprise in shaving comfort when you try the "BLUE BLADE." Secret tempering methods, a patented center slot, automatic manufacture, exclusive testing equipment—these features and many others contribute to the quality of this excellent blade.

No package contains genuine "BLUE BLADES" unless it carries the portrait of King C. Gillette.

# Larry Schade

WATCH AND JEWELRY REPAIRING

YOUR FAVORITE JEWELER SINCE 1918