

The Weather
Forecast: Showers tonight and Saturday, not much change in temperature.
Temperature
Highest yesterday 50
Lowest this morning 54

A Good Time
Friday again. Right now is the time to prepare that WANT AD for the Sunday morning edition. Most folks read about everything in the paper Sunday and it is a good time to advertise.

Thirty-Third Year MEDFORD, OREGON, FRIDAY, MAY 27, 1938. No. 57.

BIG BROKER FIRM ACCUSED OF FRAUD

The Capital Parade
By Joseph Alsop and Robert Kintner
Copyright 1937, by The North American Newspaper Alliance, Inc.
NEW DEALING OF DEMO PARTY IS PLANNED
WHITE HOUSE GROUP WOULD DOMINATE PRIMARIES
CANDIDATE SOUGHT TO CARRY BANNER IN 1940
ANTI-MONOPOLY INQUIRY EXPECTED PROVIDE ISSUE

ASK DISBARMENT PAINE, WEBBER CO. FROM NEW YORK
State Attorney General Says Firm Substituted Unmarketable Securities in Numerous Investment Trusts

Tax Bill Will Become Law Without Signature

Morgan Raps TVA Directors at Hearing



This was the scene, a tightly packed senate hearing room, as Dr. Arthur E. Morgan, ousted Tennessee Valley Authority chairman, told a joint congressional investigating committee the other two directors had falsified in a report on TVA negotiations for the purchase of utility properties. The arrow indicates Dr. Morgan.

RECORD CLASS TO GRADUATE TONIGHT AT HIGH SCHOOL

Dr. Bruce R. Baxter, President Willamette University, Will Give Address — Invocation by Rev. Knotts

BASEBALL

National	R.	H.	E.
Chicago	5	10	1
Pittsburgh	0	6	1
Lee and Hartnett; Klinger, Swift, Sewell and Todd.			
American	R.	H.	E.
Detroit	5	10	0
Chicago	2	6	0
Kennedy and Tebbets; Cabler, Rigney and Sewell.			
(Only remaining game, St. Louis-Cincinnati is night game).			
Cleveland at St. Louis postponed, rain.			

ROOSEVELT ACTION AIMED TO ACCENT DISLIKED PHASES

Signature Would Show Approval of Abandonment Important Principle—Veto Would Lose Benefits

WASHINGTON, May 27.—The complete remaking of the Democratic party, in an image both more radical and more responsive to their wishes, is now being attempted by the president and his general staff. That is the astonishing and vastly significant meaning of many recent signs and portents.

NEW YORK, May 27.—(AP)—State Attorney General John J. Bennett, Jr., today asked in state supreme court that all partners of the New York stock exchange firm of Paine, Webber & Co., a leading commission house with offices in 19 cities, be forever enjoined from engaging in the securities business in New York state on the ground of alleged frauds against the public.

Armed Police Bring Peace At Goodyear Rubber Plant

AKRON, Ohio, May 27.—(AP)—More than 100 policemen, rifles and tear gas guns at hand, forged a ring of peace around the sprawling plants of Goodyear Tire & Rubber company today in the wake of night-long rioting and sniping in which at least 80 persons were injured.

HAGUE REFUSES TO COMPROMISE JERSEY DISPUTE

JERSEY CITY, N. J., May 27.—(AP)—Mayor Frank Hague today refused to accept a proposed federal court decree settling most points in the controversy between Jersey City and the CIO and others, declaring he would not "enter into any compromise with these red groups."

BRIGGS HONORED BY CRATER CLUB BEFORE LEAVING

A farewell testimonial breakfast was tendered in Valentine's cafe this morning by the Crater club to its immediate past big eruption, G. Coyle Briggs, city sales superintendent of the Standard Oil Company of California, who has been promoted to a similar position in Fresno, Calif.

ARTHURDALE, W. Va., May 27.

—(AP)—President Roosevelt left Arthurdale Homestead by train for Hyde Park at 3:30 p. m. (Eastern Standard time). Mrs. Roosevelt left by automobile a half hour later for Washington.

The plan's three stages are:
1. Breaking the power of the Democratic party's old-line state organizations in the oncoming primaries. For this purpose, Hess was backed against Martin in Oregon, and the resources of the administration were lavished on Claude Pepper in Florida.

During the past six months, according to O'Hanlon's supporting affidavit, operations involved "at least six investment trusts representing an aggregate public investment of over \$18,000,000."

TWO BOYS HELD HERE AFTER HIT-RUN CRASH WITH STOLEN MACHINE

Charles E. Preston, 18, of Prairie City and William W. Stone, 20, of Portland were held by state police in the county jail this afternoon following an asserted hit-and-run motorcar accident here late this morning.

MORGAN BELIEVES REMOVAL INVALID

WASHINGTON, May 27.—(AP)—Representative O'Connell (D-Mont) apparently sought to keep secret today his plans for going to Jersey City, N. J., where he has promised to speak on civil liberties tonight.

COMMUNISM GROWTH SHOWN AT CONCLAVE

NEW YORK, May 27.—(AP)—A report of the communist party's organization commission, read today at the party's tenth annual convention, said membership has increased from 40,000 to 75,000 since 1936.

WPA POLITICAL PROBE SOUGHT BY SEN. KING

WASHINGTON, May 27.—(AP)—Senator King (D-Utah) drafted today for introduction in the senate a resolution calling for a sweeping senatorial investigation of alleged political activities within the Works Progress Administration.

MARTIN ADDS TO KLAMATH MARGIN

KLAMATH FALLS, May 27.—(AP)—Klamath county's primary election canvass, completed today, resulted in nearly tripling the 21-vote lead over Henry L. Hess credited to Gov. Charles H. Martin in earlier returns on the Democratic gubernatorial race.

OS WEST IS WITNESS FOR ROBERT CAPLES, ACCUSED OF BEAT-UP

PORTLAND, Ore., May 27.—(AP)—Testimony in the trial of Robert P. Caples, former member of the state pilot commission charged with assault with a dangerous weapon, ended today after former Governor Oswald West and Circuit Judge James P. Stapleton led a parade of character witnesses to the stand to testify for the defense.

PRESBYTERIANS ACCEPT EPISCOPAL INVITATION

PHILADELPHIA, May 27.—(AP)—The general assembly of the Presbyterian church of the U. S. A. accepted today the invitation of the Protestant Episcopal church to "achieve organic union between our respective churches."

TWO HINES COHORTS ENTER GUILTY PLEA

NEW ORLEANS, May 27.—(AP)—Two of the men, named with James J. Hines, Tammany leader, in an indictment charging they operated the \$100,000,000 policy racket once controlled by Dutch Schultz, pleaded guilty today to the 13-count indictment.

SIDE GLANCES BY TRIBUNE REPORTERS

Clarence Schmidt coming to town in summer finery and rushing home to change on account of rain, his wife uncomprehending the maneuver as it had not rained around their domicile.

YOUTH ACQUITTED IN SWEETHEART'S DEATH

NEW YORK, May 27.—(AP)—A jury of middle-aged married men tonight acquitted 18-year old Donald Carroll of the slaying of his 18-year old sweetheart, Charlotte Mathieson.

BIG OCTOPUS ATTACKS CRAFT OFF OCEANSIDE

NETARTS BAY, May 27.—(AP)—Captain Jake Puderbaugh said yesterday his trawler, Seal, had been attacked and nearly scuttled two miles off Oceanside by a 10-foot octopus.

HENRIETTA B. MARTIN LOSES POLK ELECTION

Henrietta B. Martin, former local resident and president of the "Good Government Congress" during the Banks-Pell turmoil in this county, was defeated in the primary election as a Republican candidate for representative in the legislature from Polk county. She received 534 votes. Her opponent received 751.

Youngsters Heed Sea's Call; Steal Boat for Island Trip

SANTA CRUZ, Cal., May 27.—(AP)—Twenty-four hour coast guard hunt by sea and air had failed today to reveal any trace of three young boys aboard a stolen yacht, probably headed for Honolulu.

COPPER FISHING

Copper Fred LaDus planning to go fishing again this week-end, though he spends his angling time sleeping on the banks while comrades do the work.

ANNA MAE FUSON ROSENFIELD HOME

Anna Mae Fuson Rosenfield home for a visit and looking spiffy in Hollywood finery.

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