

The Weather
Forecast: Partly cloudy to night and Saturday, cooler to night with light frost.
Temperature
Highest yesterday 60
Lowest this morning 44
To 5 p. m. yesterday 37
To 5 a. m. today 33

The Day To Write
Friday, to some people is just another day, but to many it is the day to write that want ad for the Sunday edition of the Mail Tribune. You should get the habit. Even YOU read more on Sunday.

Thirty-fourth Year MEDFORD, OREGON, FRIDAY, OCTOBER 6, 1939. No. 169.

HITLER MAKES FINAL OFFER FOR PEACE



Settlement of Issues Through Conference Fuehrer's Suggestion

WASHINGTON, D. C., Oct. 6.—It is to be "King's X" for 300 miles of the Oregon and Washington coasts for the duration, inside that line (drawn this week by the Panama conference), belligerent and neutral vessels may roam in perfect safety. To insure the area as non-combatant waters, Uncle Sam will patrol it like a hawk. Outside the 300 mile limit belligerents can let their consciences (if any) be their guide. More and more wartime precautions and war effects are being felt in the Pacific Northwest.

By Louis P. Lochner
BERLIN, Oct. 6.—(AP)—Adolf Hitler today proposed a European peace settlement "on a comprehensive basis," but added that if the allies rejected his "outstretched hand," this "statement will have been my last."

"Then we shall fight," he went on, and pictured the new war as one sure to bring unprecedented horror to the world.

"May those peoples and their leaders, who are of the same mind (as himself) now make their reply," he said in his hour and twenty minute speech to the reichstag and the world.

"And let those who consider war to be the better solution reject my outstretched hand."

Denies Cowardice
He challenged the allies to "interpret these opinions of mine as cowardice if they like."

"I need not occupy myself with what they think; I make these statements simply because it goes without saying that I wish to spare my own people this suffering."

Collaborators said Hitler regarded his proposals as "formal" and that he would now await for Britain and France to act on them.

The fuhrer was time and again conciliatory in tone—specifically to both Britain and France.

The world's history, he said, showed that in war "there never have been two victors, but very often only losers."

WHAT eventual form neutrality legislation will take is uncertain. The administration measure, introduced by Nevada's Pittman, and intended to repeal the embargo on war munitions and implements of war, will probably undergo substantial revision, through amendments, before final adoption. There are many criticisms of the original bill, aside from the embargo feature, not the least being the restrictions placed upon American flag vessels.

To Washington shipping interests have sent a strong lobby, Pittman's bill will, in effect, intern every American passenger ship which has been serving European and Mediterranean ports. It prohibits American flag ships carrying cargo from Atlantic coast ports into the Gulf of St. Lawrence and into the river of that name, and Newfoundland. The "King's X" waters start from President Roosevelt's old stamping ground, Campobello, extending 300 miles out from Bay of Fundy, where the president sponsored the Passamaquoddy project to generate power from the ocean tides. Beyond Bay of Fundy the waters are verboten to the American merchant marine. Ship operators along the Atlantic say they face ruin.

GETTING nearer home, the Pittman restrictions of American shipping are not clear. His bill permits airplanes to fly the Pacific. No decision has been made concerning American freighters carrying cargo to Hongkong. British possession in China, or to Australia and New Zealand, which like Canada, are belligerents. These are points to be ironed out before congress finally acts on neutrality. German raiders—especially the Emden—were a terror to shipping in the Pacific in the first world war. There is a possibility of west coast shipping having its off-shore business go to foreign bottoms by the "cash and carry" program.

These were the prerequisites he listed as essential to European security.

Clarification of the foreign policies and aims of European states; reconstruction of the world.

(Continued on Page Nine)

U. S. Solons Doubt Sincerity Of Hitler's Peace Proposal

WASHINGTON, Oct. 6.—(AP)—Some senators indicated today that they had little confidence in the sincerity of Adolf Hitler's speech to the reichstag.

"I don't see how England and France can put any faith in Hitler's promises," said Senator Norris (Ind-Neb.). "I don't have any confidence in him. He has lied so often."

"Every time he takes a conference he says he has no further territorial ambitions. But our part in all of this is merely that of a spectator. We should neither insist that peace terms be accepted nor insist that they be rejected."

Senator Nye (R-ND), a leader of the opposition to the administration neutrality bill, told reporters that Hitler, "like presidents, kings and premiers, talks for his folks back home."

Nye said Hitler's statement would not affect the neutrality fight in the senate and added "no matter what they do (in Europe) we must stay out of it."

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Jobless Benefits Lowest On Record

SALEM, Ore., Oct. 6.—(UP)—The Oregon state unemployment compensation commission paid jobless benefits during September totaling \$184,881—a new low since the commission was formed.

SIDE GLANCES
by
TRIBUNE REPORTERS

J. R. Mazzanti getting excited over the appointment of his pal Frank DeSouza as an air fleet admiral.

Bob Stedman hoping for a large turnout tonight for try-outs in his community theater venture.

Don Herried, Ray Crosby and Walter Kresse, Jr., starting even Jimmie Orter with their amazing jitterbug antics.

And Edna Shaver and Maxine Love being completely worn out from hours 'n' hours of going through the dance paces to the orchestra's swell tunes.

And Cappy Fred Greene and wife Ruth Ann enjoying the music but not being so hot on the jitterbug stuff.

Downey Sees Inflation if Embargo Lifted

Missing Man



This is a picture of Albert C. Goetze, 68, Crater Lake national park worker missing since September 24. Having searched the park as thoroughly as possible without finding any trace of the Ashland man, the administrative staff today asked public aid in the search in case Mr. Goetze wandered away from the park. (Story on page 10)

HART APPOINTED ON STATE BOARD OF AERONAUTICS

Medford Man Among Those Named by Governor to Replace Four Members Removed in Controversy

SALEM, Oct. 6.—(AP)—Governor Sprague named Lee Eyerley, Salem, Floyd Hart, Medford, Dr. Clarence L. Gilstrap, La Grande, and George R. Dodson, Portland, to the state aeronautics board today, replacing the four members removed yesterday because of a controversy over the resignation of Aeronautics Inspector Allan D. Greenwood.

Art Whitaker of Portland was retained as the fifth member.

The governor objected yesterday to a resolution passed by the board Wednesday expressing regret over Greenwood's withdrawal from the \$350-a-month inspectors' post. Sprague, accusing the board of "lack of cooperation," described the resolution as "offensive."

Whitaker did not attend the meeting.

Hart Is War Flier
Eyerley is president of the Eyerley Aircraft corporation, Hart a world war flier. Dodson president of the National Aeronautical association and Gilstrap one of the backers of La Grande's municipal airport.

All have accepted the appointments except Gilstrap who is en route to New York.

The retiring members were Dr. Paul W. Sharp, Klamath Falls, chairman, Dr. Raymond Staub, Portland, Thomas A. Culbertson, Jr., Medford, and Webster A. Jones, Portland.

Arthur W. Whitaker, Portland, fifth member, did not attend a board meeting Wednesday and was retained.

The board in accepting the resignation took occasion to express regrets at the necessity therefore," the governor said. "The resolution also indulged in generous praise of Greenwood's services and gave him an additional month on the state payroll as director of aeronautics."

Greenwood Politician
"Greenwood was conspicuously active in party politics. He served as president of the young Democratic

Mother in Iron Lung Has Baby



Mrs. Gertrude Epstein, 22, an infantile paralysis victim, is shown (lower) back in an "iron lung" after giving birth to a six and one-half pound daughter in Mt. Sinai Hospital, Chicago, while wearing Fred B. Snite, Jr.'s portable respirator. Left to right are Nurse Charlotte Olinick, Dr. M. J. Rose and Dr. Leonard Kolb. A nurse is shown holding the baby in upper photo.

(Continued on Page Three)

BRITISH LAMBAST NAZI CLAIM THAT SINKING PLANNED

LONDON, Oct. 6.—(AP)—The British admiralty commenting on the German statement that the United States liner Iroquois might be sunk said "it was surprising that an officer of the former Imperial German navy like Admiral Raeder should bemean his uniform by lending himself to such 'baseness.'"

The suggestion, made to Washington through United States naval attaché at Berlin by the commander of the German navy, Grand Admiral Erich Raeder, the admiralty asserted, "enables us once more to realize and measure the criminal mentality of the Nazi party leaders."

The Iroquois sailed Tuesday from Cobb, in Cork harbor, Ireland. She carried 584 passengers and a crew of 212. The passengers were American fleeing European hostilities.

HYDE PARK, N. Y., Oct. 6.—(AP)—President Roosevelt told reporters today the dispatching of naval vessels and a coast guard cutter to guard the American steamship Iroquois was a very good illustration of the operation of the neutrality patrol in Atlantic waters.

Asked whether that action meant a precedent was being established and warships would accompany other American ships, the president replied in the negative.

The White House announced in Washington yesterday the government had received an official German warning the Iroquois, bringing Americans back from Europe, would be sunk as she neared the United States coast. The implication was made that the French and British were planning to attack the liner and blame it on Germany.

(Pictures on Page 10)

FRENCH TROOPS DIG IN PARALYZED MOTHER ON SAARLAND FRONT AS DEFENSE PREPARATION PASSES SOON AFTER BEARING 6-LB. BABY

PARIS, Oct. 6.—(AP)—French troops dug in on the muddy Saarland front today in preparation against any large-scale German offensive, while French police rounded up communist leaders behind the lines.

French military circles reported large German troop movements. Older German soldiers were reported rapidly being replaced by younger campaigners from the German armies that crushed Poland.

Last night was calm, however. The war ministry communique said only patrols were active in the sector southwest of Saarbruecken.

The strengthening of French vanguards was ascribed in political quarters to belief that the Nazi "peace offensive" had become a dead issue even before Fuhrer Hitler's address to the reichstag today.

Police in Paris and in other cities tore pictures of Lenin and Stalin from walls in communist centers and searched for Arthur Rametle who, with Florimond Bonte, wrote to Etouard Herriot, president of the chamber of deputies, demanding a parliamentary session to consider peace.

CHANDLER WILL BECOME SENATOR FOR KENTUCKY
FRANKFORT, Ky., Oct. 6.—(AP)—Gov. A. B. Chandler, a high official source disclosed today, will resign Monday and be appointed United States senator by Lieut. Gov. Keen Johnson, who will succeed him as the state's chief executive.

Chandler will take the seat left vacant by the death Tuesday of Senator M. M. Logan.

SOLON WARNS OF DEPRESSION WHEN ALLIES BANKRUPT

California Says Purchase of Munitions Here Would Boost Prices and Living Costs for Americans

WASHINGTON, Oct. 6.—(AP)—Senator Downey (D., Cal.) forecast in the senate today that repeal of the arms embargo would lead ultimately to "inflation and a boom of catastrophic consequences."

The Californian took the floor after removal of the embargo. Thomas contended no nation could object because under the administration's full neutrality bill American ships would be prevented from carrying war supplies to a belligerent.

"As for me," Downey asserted, "I am firmly set against any further intervention in Europe by the sale of war materials there in peace time or war."

Attack Home Tasks
"Let us not help attack the peoples of another continent. Let us attack our own tasks at home."

Besides ending the embargo, the administration's neutrality bill would put this country's commerce with belligerents on a virtual "cash and trolis over shipping and travel in an effort to prevent 'incidents' with either side."

Downey proposed this slogan for opponents of embargo repeal: "For the Americas, both north and south, billions for defense but not a single sou for butchery abroad."

The Californian predicted embargo repeal probably would mean a tax on the American people equal to 25 to 50 percent of their incomes.

Long War Seen
He assumed, he said, that the war would be prolonged and that the British and French would be willing and able to buy in this country.

If these assumptions were correct, he said, approximately \$5,000,000,000 of war supplies would be purchased by the allies, boosting prices and raising living costs.

After a year, Downey argued, cash resources of France and Britain would be exhausted.

"We will then either have to extend credit to the allies by way of

(Continued on Page Four.)

RUSSIANS GO TO PEN ON HOARDING CHARGES

MOSCOW, Oct. 6.—(AP)—Scores of persons throughout European Russia were sentenced to prison terms of from one to eight years today for hoarding supplies during the mobilization period preceding Russia's invasion of Poland.

Flour, soap, textile goods, matches, kerosene and sugar were the principal commodities hoarded.

Radio Highlights

Medford radio station KMBD announced today it would not broadcast a football game Saturday.

By Associated Press (Pacific Standard Time)
NEW YORK, Oct. 6.—Again the networks concentrate on two games for their second Saturday of football.

The lineup: Oklahoma vs. Northwestern on WFAF-NBC and WABC-CBS at 11:15 a. m.
Minnesota vs. Nebraska on WJZ-NBC, also at 11:15 a. m.

Anthony Eden's address from London to the British dominions has been scheduled for MBS relay at 3:30 tonight.

Tonight: Neutrality—WJZ-NBC, 7:15 p. m.; Sen. Tom Connally; MBS 7:45, Maj. Gen. Smedley Butler.
EUROPE—WFAF-NBC 8:15; WABC-CBS 8:35; WJZ-NBC 7; MBS 6, 7, MBS-Chain—8:15 Cincinnati preview of world series.

What to expect Saturday: Europe—WFAF-WJZ-NBC 5 a. m.; WFAF-NBC 10:30 a. m.; WABC-CBS 5 a. m., 3:30 p. m.; WJZ-NBC, 9 a. m.

San Francisco 5:00 (AP)—Churning cream butterfat, first grade, 35, second grade 33.

SAN FRANCISCO, Oct. 6.—(AP)—Butter unchanged.

JURY DISAGREES IN SLAVERY CASE. RETRIAL PLANNED

Lucille Falls, 26, was being held today in the Jackson county jail pending her return to Portland where she is to be retried next month on a Mann act charge in U. S. district court. The jury hearing the case here disagreed and was discharged late yesterday afternoon by Judge Claude McCulloch.

In the case of Richard W. Williams, a Negro accused of violating the Mann act, the jury brought in a verdict of guilty after deliberating only half an hour. The jury recommended leniency and government counsel asked that the court take the recommendation into consideration. Judge McCulloch sentenced Williams to nine months in a county jail.

Husband Admitted Guilt
Williams was charged with transporting Lavenie Alexander, 23 a Negro, from Quincy, Cal., to Klamath Falls for immoral purposes.

The Falls woman was charged jointly with her husband, Ival D. Falls, in a two-count indictment with transporting Goldie Beavers, 17, from Chico, Cal., to Klamath Falls, and from Klamath Falls to Dorris, Cal., for immoral purposes. Falls was accused alone in another two-count indictment with transporting the same girl from Klamath Falls to Dorris and from Dorris to Klamath Falls for immoral purposes, all the alleged crimes having been committed last May. Falls had pleaded guilty to the charges and is to be sentenced following disposition of the charges against his wife. He testified at the trial here for his wife, attempting to assume full responsibility for transportation of the Beavers girl.

The girl was a principal witness against the Falls woman. She had been held in jail here as a material witness since arrest of the Falls several months ago. She was still being held today. Falls and his wife had been held in the Portland jail in lieu of bail.

Week-End Recalls
The Alexander woman, who had been held in jail here as a material witness in the Williams case, was released after the jury reported late yesterday afternoon. She said she would go immediately to Cheyenne, Wyo., where she would make her home with an aunt.

The federal court will be in recess over the week-end. George Harris, 53, is scheduled to go on trial Monday morning on two informations charging him with the destruction of trees on the Klamath Indian reservation. The charges grew out of a forest fire on the reservation last July. Robert Thornton, Medford attorney, has been appointed by the court to defend Harris.

EX-WOODEN BOX CHIEF DIES OF HEART DISEASE
PITTSBURGH, Oct. 6.—(AP)—Frederick J. Kress, 78, box manufacturer and former president of the Polish national wood box association, died today of a heart ailment.

BERLIN, Oct. 6.—(AP)—Fuhrer Hitler today listed the losses of Germany's armed forces in the Polish campaign as 10,572 killed, 30,322 wounded and 3,494 missing.