

FIRST 6 MONTHS FINDS AMERICA WELL UNDER WAY

Nation Does the "Impossible" in Arming—Shortages, Sacrifice Ahead.

By Claude A. Jagger
Wide World Financial Editor.

New York—America has entered the second half of its first year of global war having done the "impossible"—with its allies it is already exceeding the axis output of arms.

But almost every one agrees that isn't enough, nowhere near enough.

Production lines are rolling. Bottlenecks have been smashed. But as America begins the second half of momentous 1942, the enormous pressure of the greatest bottleneck of all—the bottleneck of manpower and materials—starts to exert itself upon the lives of every one of us.

While production figures are very impressive, we have been trying to catch up, in a few brief months, with the vast accumulation of years of all-out production of lethal weapons by our enemies. Further, to win, our fighting machine must strike around the globe, thousands of miles away.

On Our Way
So we must now out-produce the Axis by a huge margin. Washington authorities say we are on our way, that we will, quicker than any one thought possible.

But we are passing away from the period of gearing up and getting started, a period when we lived off the fruits of 1941's lease-lend business boom, a period of record-breaking output in many lines of peace-time goods along with growing employment and payrolls.

The period of shortages, sacrifices and intensive effort begins.

Key strategists in Washington say this: We must get the planes, ships and guns the quick way, often the inefficient and painful way, unless we want to settle down to a long war, a long period of militarism from which a return to normal peacetime life would be difficult; if some decisions taken now seem to cost many millions of dollars about recklessly, extra years of war would cost untold billions.

Beginning with our defense program in 1940, the United States has spent about 38 billion dollars on arms and war up to now. Dollar figures are the best available measure, since specific total of planes, tanks and guns are not disclosed to the enemy. The dollar totals are rising steeply. Budget Director Smith said the other day they had reached a billion a week. The total for the government's fiscal year just starting is now placed at \$70 billions, maybe more.

Our total war program now looks as if it might possibly cost \$200 billions. No one knows what Hitler has spent. He is supposed to have had a 100-billion-dollar program.

This year alone, we will produce more war supplies than our total production of all goods for civilian use in 1932.

But the next six months must see a drastic tightening in the use of materials and men.

Says W. L. Batt, chairman of the WPB requirements committee:

Our civilian economy is fast going on a minimum subsistence standard. Vital materials can no longer be used except for war and for the maintenance of those things necessary to carry on war.

Swift Progress
Our war program has been built up swiftly, with the necessity of frequent improvising and changing.

Big problems on the home front in the coming half year, as seen by Washington and production authorities, are:

1—Raw materials. Virtually every metal is short, as well as rubber, chemicals and a host of other materials. A much more rigorous and efficient application and administration of priorities and allocations is on the cards.

2—Manufacturing capacity. Plans for a number of new plants have been dropped. There is no time or materials to continue to build new factories. We are going to make the most intensive use of the plants we now have, and as Mr. Batt says,

"patch and pray." More factories, particularly small plants, will be converted to war work.

3—Manpower. The armed forces have sharply lifted their sights in estimating the millions required in uniform. The War Manpower Commission is just beginning to deal with the problem of seeing that sufficient workers are available where most needed.

Transportation Vital
4—Transportation. Moving the tidal wave of men and materials about this continent and overseas, is one of the most vital jobs. Railroads are already working not far from capacity. Since Pearl Harbor, landings of merchant ships have risen from less than one a day to two a day, before long will be sliding into the water three a day, but it isn't enough. More rigid control of freight cars and cargo space is inevitable, and non-essentials just won't move.

In wartime, money becomes merely a tool, and America along with other warring powers, has developed its war effort on the basis of physical capacities, then tried to cut fiscal policies to fit.

How can we afford to spend a billion a week, and before long a billion and a half a week? For the calendar year, 1942, we will spend about 50 billions, on war. Our national income will be about 117 billions. On the experience of others, we should be able to put at least half our national effort to war.

How are we footing the bills? Let's take the Treasury's fiscal year starting today and ending next June 30. If additional tax levies requested in the budget are enacted, about 53 billions will have to be borrowed. To prevent serious repercussions later, as much should be borrowed out of the public's current savings as possible. If war bond sales run at one billion a month, that would be twelve billions. Some 8 or 10 billions, probably can be borrowed from government trust funds, insurance companies, savings banks and other large investors.

That leaves some 30 billions to be raised through sale of Treasury bonds to the commercial banking system. Perhaps the total can be reduced by higher general taxes, and larger sales of war bonds to the public.

Danger Is Inflation
But since 90 per cent of our business is done by bank check, increasing bank deposits increases the nation's spendable money, and in a period of drastic curtailment of the things civilians can buy, that puts on explosive pressure on the price level. The danger is inflation.

So price control, inaugurated May 18, becomes a matter of growing urgency, along with stabilization of wages and other cost factors.

Securities markets have been in the doldrums since a few weeks rise in stocks after Pearl Harbor, evidently based on inflationary expectations. Prices in the New York Stock Exchange drifted down to the low level since 1933 in April, then recovered somewhat as Wall Street took encouragement from the volume of war production. This was accompanied by some gossip in Wall Street of an early victory, but that was dispelled in Washington as raising false hopes.

Says Emil Schram, president of the Stock Exchange:

"Our enterprise system will require our capital markets, more so than ever before, in the great work of reconstruction and transformation."

Donald Nelson, head of WPB, says the war is "developing new techniques and new abilities. It is placing at our disposal an industrial plant—a set of developed resources—that will simply be beyond price."

"We shall have the most magnificent opportunity any nation ever had."

GOLD DREDGING HALTED
Gold mining dredge operations in Jackson county are now suspended, largely due to the inability to procure priorities for material and equipment needed for repairs. Some of the dredges are now engaged in chrome mining operations.

Cuba has 20,000 men in the army, navy and police forces combined, plus 30,000 reservists.

IT'S TIME FOR
TRIANGLE PANCAKES!

It's so simple and easy to have tender, delicious golden-brown pancakes or waffles. Just mix Triangle Pancake and Waffle Flour with milk or water, and they're ready for the griddle. Sold in big 2-lb. packages with money-back guarantee.

TRIANGLE PANCAKE AND WAFFLE FLOUR

THE COCA-COLA BOTTLING CO.
MONDAYS THRU FRIDAYS
KMED
P. M.

DOZEN CANDIDATES FOR JUVENILE JOB

Appointment of a juvenile officer, as provided for in the 1942-1943 budget, is under consideration by the county court.

About a dozen applications have been received, and interviews held, with some of them.

County Judge J. B. (Blin) Coleman said today, "as soon as we find the man we want, the appointment will be made, and not until then."

Appointment of an experienced and trained child welfare

WORKER, THE COUNTY COURT FEELS, WOULD SOLVE A NUMBER OF JUVENILE PROBLEMS, AND LESSEN THE WORK OF COUNTY OFFICIALS IN TRYING TO SOLVE THEM, BESIDES MAKING NECESSARY CONTACTS WITH PARENTS.

FIRST BAPTIST PARTY SET FRIDAY EVENING

The First Baptist church will hold a Victory party in the church recreation hall Friday evening. All members and friends are cordially invited to attend. A program has been planned for the evening and a service flag will be dedicated with 18 stars.

The building fund committee will have charge of the Victory march.

TRIAL OF NAZIS REMAINS SECRET

Washington, July 9.—(P)—The military commission trying eight German-born men as Nazi plotters against the United States clung tightly to its veil of secrecy today despite continuing discussions on whether to let the public in on at least part of the proceedings.

Efforts to break the impasse on information concerning the most important trial of its kind since the Lincoln assassination case of three-quarters of a cen-

tury ago reached the White House, where Director Elmer Davis of the Office of War Information and Secretary of War Stimson conferred with President Roosevelt.

There was little word from either of them. Davis said that if there were to be any news it would come from the commission.

MRS. PAULINE WHEELER OF CENTRAL PT. DIES

Mrs. Pauline Wheeler of Central Point passed away at her home there today. A complete obituary and funeral arrangements will be published later. Perl Funeral home is in charge.

Great Salt Lake has a salt content of 23 per cent.

TIMBER PRODUCTS NOW MAKING BOX VENEERS

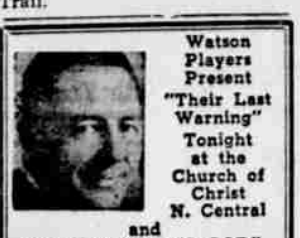
The plywood plant of the Timber Products company is now making veneer for boxes and expects to be so doing for a considerable time. Manager C. H. Herman reported today. No women are employed except in the box-wiring department. In the box factory women are employed and are proving good and capable workers. They

Dutch Boy Paints

YOUNGER & LANGE
51 No. Bartlett

took the place of men and boys who went to defense projects.

Fort Kearney, Neb., on the Platte River, was built in 1848 for protection of the Oregon Trail.



Watson Players Present "Their Last Warning" Tonight at the Church of Christ N. Central

"OUR MOTHER'S GOD" FRI. 8 P. M. AT THE METHODIST CHURCH ADMISSION FREE

Wheaties 2 pks. 21c The breakfast of Champions	Corned Beef 12 oz. can. . 24c Caps Brand
Kraft Cheese 2 lb. box. . . 63c Velveeta - American - Brick	Grapefruit Juice 47 oz. tin. . 27c Libby's Texas
Pineapple No. 2 tin. . . 21c Broken Sliced	Poppy Jelly No. 5 can. . . 79c Mixed Red Fruit
Red Salmon lb. can. . . . 29c Columbia River	Swansdown Package . . . 23c Cake Flour

FLOUR Kitchen Maid Enriched. 49 lbs. \$1.85	SYRUP Staley's Waffle No. 5 can. 53c
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JAR RUBBERS. Regular pk. 4c	BANNER MILK. tall can 8c	HOT SAUCE. 8-ounce 4 for 15c
PECTIN. Jelly Time. bottles 3 for 25c	CASE 48 cans. \$3.93	PEAS and CARROTS. Libby's. 303. 2 for 25c
CANE SUGAR. 10 lbs. 66c	LIBBY CR. CORN. 303 2 for 25c	LIBBY PEAS. 303 size. 2 for 29c
Bring canning certificates here.	CRISCO. 3-lb. can 73c	MIX. VEG. LIBBY'S 303's 2 for 25c
Self-Sealing Reg. LIDS. 3 pks. 25c	LAVA SOAP. 3 bars 20c	FCY. SHREDDED BEETS. No. 2 tin. 9c
Self-Sealing CAPS. Dozen pk. 21c	IVORY FLAKES. Large pkg. 25c	DEL ROGUE TOM. JUICE 48-oz. tin 19c
JELLE-SEALS. 3 pks. 25c	IVORY SNOW. Large pkg. 25c	DR. PHILLIPS' ORANGE or BLENDED JUICE. 23c
SURE-JELL. 3 pks. 29c	OKYDOL. Large pkg. 23c	SWIFT'S PREM. 12-oz. can 35c
ATLAS MASON JARS. 6-oz. dozen. 79c	OKYDOL. Giant pkg. 63c	ROAST BEEF. Libby's. 12-oz. 29c
PAROWAX. lb. package 12c	DUZ. Giant pkg. 69c	OVAL SARDINES. 3 cans 33c
IMIT. VANILLA. 8-oz. bottle 15c	IVORY BAR. Medium 3 for 17c	CAMPBELL'S Soups. Most varieties. 3 for 29c
FCY. HEAD RICE. 5 lbs. 49c	IVORY BAR. Large 2 for 19c	DILL PICKLES. Quart jar 23c
SM. WHITE BEANS. 5-lb. pk. 43c	CAMAY. 3 bars 20c	CATSUP. 14-oz. bottle 12c
FRESH DATES. 14-oz. pk. 25c	QUEST IVORY. Bar 5c	CHILI SAUCE. Libby's. 12-oz. 23c
MANKIND DOG FOOD. 5-lb. pk. 57c	P. & G. Regular bar 10 for 38c	KRAFT MAYON. NAISE, quart 53c
KAFFEE HAG. pound 34c	SCOT TOWELS. 2 rolls 19c	PEANUT BRITTLE. 14-oz. pk. 15c
COCOA. 2-lb. tin 21c	SCOT TISSUE. 3 rolls 23c	GRO-PUP Dog Food. Kellogg's. Lg. pk. 24c
KRISPY CRACKERS. 2-lb. box 33c	WALDORF TISSUE. 4 rolls 19c	
SUNSHINE GRAHAMS. 2-lb. box 33c	C. W. CLEANSER. 6 cans 25c	
SUNSHINE FIG BARS. 19-oz. pk. 29c		
MIRACLE SDW. SPREAD. quart 44c		

BIG "Y" THRIFT DEPARTMENT

WOODBURY MATCHED MAKE-UP
Powder, Lipstick and Rouge
39c

FIRST AID KITS

Contains all necessary items: Gauze, Cotton, Bandage Tape, Mercurochrome, Burn Ointment, etc.

Complete in Leather Case 98c

100 YEAST and IRON Tablets 23c
Giant SPERMINT Tooth Paste 9c
250 VITAMIN "B" Complex Tabs 98c

SUPER-SUNSHINE A-B-D-G CAPSULES

100 Capsules \$2.69

12,500 Units Vitamin "A"
1,250 Units Vitamin "D"
250 Units Vitamin "B1"
500 Gammas Riboflavin—"B2" (G)

These are high potency capsules which are not obtainable now. Stock up while they last!

100 ASPIRIN Tablets 9c
\$1.00 HIND'S Honey & Almond Cream 49c

PREVENT and TREAT SUNBURN!

SKOL 49c
NORDEX Cream 29c

SQUIBB'S Sunburn Cream 29c
UNGENTINE 10c, 25c, 43c

SUNDY SAVINGS

\$1.75 Electric Sandwich toaster 98c
Quart ICY-HOT Vacuum Bottle \$1.19
Electric Irons 98c
Genuine SILEX 8-cup Coffee Maker \$2.98
Hospitality Tray FREE!

FLASH
FREE! 25¢ NEW JERGENS FACE CREAM (ALL PURPOSE) WITH PURCHASE 50¢ JERGENS LOTION
A 75¢ VALUE 39c

BIG "Y" SUPERMARKET

Prices Effective Fri., Sat., Sun and Mon., July 10th - 13th, Inc.

This IS War Work!

Our hats are off to you, Mrs. Farmer, for your fine war service record! You're doing your share—and more—to lick our barbaric enemies. True, there's not much glamour in your job. It means lots of hard work—even drudgery—but no other war-time job means more to Uncle Sam's Victory program! Like the soldier, cited for honor, you, Mrs. Farmer, are performing "service beyond the call of duty." The Big Y Market is proud to serve you . . . to help you carry on your many war-winning services.

Marshmallow Creme. Quart 29c
A superior ready-to-use cake frosting and dessert dressing

MAGARONI DINNER
SHEFFORD'S A Delicious Meal! No Baking Required! 1 Package Serves 4.
3 pkgs. 25c

VICTORY BEER
11-ounce Bottle 2 for 25c
Case 24 bottles \$2.69
Salem Brewery

CREAM CHEESE
Pound 25c
Cheddar Type

Farm Fresh Fruits & Vegetables

LEMONS Sunkist Large size. Doz. 15c	ONIONS Yellow or Red 3 lb. 10c	CANTALOUPE Lg. 45 Jumbo. 2 for 19c	ORANGES Wrapped 344 size. 2 doz. 25c
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Youngberries, Raspberries, Peaches, Apricots
Most Complete Stock in Southern Oregon
Canning Apricots Will Be Available Soon
Produce Prices Friday and Saturday

Extra Values In Hi-grade Cured Meats

Smoked Picnic Lb. . 27c	HAMS Lb. . 33c	Cottage Butts Lb. . 35c
BACON BACK Sugar Cured pound 27c	Pork Tenderloin Patties . 6 for 29c	Pork Spare RIBS lb. . . 25c
YOUNG GRAIN FED Brisket Boiling Cuts lb.	BEEF POT ROAST . . . lb. 25c	LOIN STEAK . . . lb. 32c
Choice Pork STEAK . . . lb. 32c	Loin Pork CHOPS . . . ea. 6c	Franks, Bologna or Liverwurst lb. 25c
Sugar Cured Corned Beef lb. 25c	Assorted Lunch MEATS . . . lb. 27c	

BETTER MEATS
Kamper BROTHERS
Meat Specials Friday and Saturday
Featuring U.S. Government & State Inspected Quality Meats At Lower Prices