

# Ike Sees Future Meeting With Red China; Talbott Will Give Up Business Partnership

## Mistake Realized, Head of Air Force Says at Meeting

Ike Will Study Record in Case

Washington—(U.P.)—Air Force Secretary Harold E. Talbott told Senate investigators today he is pulling out of his \$60,000 a year private business partnership.

Meanwhile, President Eisenhower said he personally will study the record in the Talbott case and decide whether the Air Force secretary has violated ethics of government.

The President said at his news conference he will make the study after the Senate Investigating Subcommittee finishes its inquiry into Talbott's outside business activities.

Talbott in the meantime told a reporter he does not intend to resign as Air Force secretary. He made that statement on entering the subcommittee room as the investigation was resumed.

Then he took the stand and told the investigators he has done nothing dishonest or illegal in his Pentagon post to further his interest in Paul B. Mulligan & Co., management engineers.

But he said he now realizes he was "mistaken" in using his office and Air Force stationery to help the firm's business.

"My greatest concern in the world is the Air Force," Talbott said, reading from a prepared statement. "I've lived it and worked it until it is part of my body."

"Rather than injure the Air Force, I would invest myself of Mulligan & Co. interest 10 times over."

Therefore, he said, he took legal action on July 22 to end his partnership, effective July 31.

Talbott read to the subcommittee a letter to his partner, dated July 22nd, the day after he told the subcommittee he would quit the firm if the senators thought it would help the Air Force.

The secretary's letter told Mulligan that he had decided to pull out of the partnership regardless of the subcommittee's decision.

Talbott told the subcommittee that he did not disclose the letter earlier lest he appear to be trying to cut short the investigation of his business affairs.

## Junior High Summer Band Slates Concert

A public concert at 8 p.m. today in the old city park by the 95-piece junior high summer band will mark the closing of the junior high summer band music school, according to I. A. Mirick, director.

He said the concert would be held even if the weather is inclement.

Featured will be a trumpet sextet, a clarinet sextet, and semi-popular numbers, marches, religious pieces and "heavier" numbers by the entire band.

At the same time Thursday evening, the city summer grade school band will present its final concert of the season in the park, and on Friday evening the adult concert band will give their last concert.

Portland—(U.P.)—Clerks at retail shoe stores here have authorized a strike against employers.

## Irrigation Rehabilitation Work Nearer; Delay Waived

The beginning of rehabilitation work on the canal systems of the Medford and Rogue River Irrigation districts moved a step closer today.

Sen. Richard L. Neuberger wired the information that the Senate interior committee yesterday passed a resolution waiving the 60-day waiting period before construction can begin. It was also reported here that the House interior committee was to take similar action today.

Can Sign Contracts

With this formality out of the way, Harold Nelson, Boise, Ida., regional director of the bureau of reclamation, can be given authority to sign contracts with the two districts. Authority to enter into the contracts was given the districts' boards of directors by water users in an election July 15.

The two districts have also applied to the state reclamation commission for its approval, which is expected within the next



**DISCUSS TALBOTT INQUIRY**—Senate investigating subcommittee sought to learn whether Air Force Secy. Harold Talbott used his official government lawyer to represent him in private business deal. Called to testify in Washington for questioning about Talbott's efforts to land a contract between the RCA and a private management firm in which Talbott was a partner with John A. Johnson, Air Force general counsel, Johnson shown (left) as he conferred with Paul B. Mulligan, of New York.

## City Officials Agree That County Planning Commission Desirable

Members of Medford's planning commission, water commission, city council and sanitary sewer department last night agreed that a Jackson County Planning commission would solve many problems in fringe areas to Medford.

Tom Wray, chairman of the planning commission, pointed out the county has allotted \$7,500 to organize and put into operation such a commission. He indicated that a commission may be organized in the near future.

Those attending discussed future policy of the city in connection with annexation, a future water and sanitary districts.

## Two Brothers Admit Burglary of Safe

Glen Eugene Crow, 31, and his brother, Delbert E. Crow, 33, both of Carthage, Mo., this morning pleaded guilty to burglary. Sentencing was continued by Circuit Judge H. K. Hanna pending federal bureau of investigation reports.

The Crow brothers were charged with burglary of a safe valued at \$800 and \$1,000 from the Mason, Ehrman and company safe last week. They were apprehended on the roof of the warehouse at 2592 Sage rd., after blowing the door off the big walk-in safe.

Also in circuit court, Edward Bolen Jr., 37, of 2882 Stewart ave., pleaded guilty to obtaining money under false pretenses. Sentencing was continued pending FBI reports.

Washington—(U.P.)—The House today rejected President Eisenhower's \$38,600,000,000 road building program. It would have been financed largely by 30-year, non-treasury bond.

The vote was 185 against to 178 in favor of the program.

## Weather

FORECAST: Partly cloudy tonight. Clearing and a warming trend Thursday. Low tonight 39. High Thursday 80.

Highest Yesterday 67  
Lowest this Morning 47  
Prec. to 4:30 a.m. Today .01

## Eventual Parley At Ministerial Level Possible

Freeing of Prisoners Said Present Concern

Washington—(U.P.)—President Eisenhower said today that there eventually may have to be a meeting with Red China at the foreign ministers' level.

The United States and Red China will open a conference of ambassadors at Geneva Monday.

Mr. Eisenhower told his news conference that the United States, at the talks opening Monday, will be primarily concerned with arrangements to free Americans held by Red China.

The President said one of the biggest causes of tension between the two nations is the illegal detention of Americans by Red China.

He was asked how "arrangements" could be made at next week's talks that would not prejudice the rights and interests of Nationalist China.

The President said the first arrangement which concerned the United States was how to get the Americans home. This subject, he said, does not affect Nationalist China.

Then he said the United States will have to listen to what the Red Chinese want to talk about. He said that at the Big Four Geneva conference just concluded the fate of Arab and African nations, for example, could not be discussed.

Then, Mr. Eisenhower said that the talks with Red China eventually might have to go to a ministerial meeting, but that he just did not know.

This was taken to mean that a higher meeting might involve others besides this country and Communist China.

Mr. Eisenhower, in response to another question, said he never had discussed the idea of having two Chinas in the world if that would make for peace.

Meanwhile, this government prepared demands that Red China prove its peaceful intentions by agreeing to a cease fire in the Formosa Straits and freeing 51 Americans held in Chinese jails.

These two demands topped a list of American proposals for easing Far Eastern tensions to be presented at next week's American-Red Chinese negotiations at Geneva.

Advance plans for the Geneva talks are being made by Mr. Eisenhower, Secretary of State John Foster Dulles and an ace U. S. trouble-shooter, U. Alexis Johnson, ambassador to Czechoslovakia, who will represent the United States at the Geneva meeting.

Britain, India, Burma and many other governments were reported to have expressed warm approval of the latest United States move to ease cold war tensions. Reaction in Congress was generally favorable, too, but some reservations and dissents were voiced.

## PUC Orders SP To Continue Trains

Salem—(U.P.)—The Southern Pacific railroad laid yesterday was ordered by Public Utilities Commissioner Charles H. Heltzel to keep its Portland-Ashland passenger train on the rails.

The PUC order was signed following a decision by Marion County Circuit Judge Val Sloper denying the SP's application for a writ of prohibition against Heltzel's interference. The road had announced it would abandon service on the Rogue River Aug. 7.

Heltzel's order contained no date for hearing, apparently expecting a prompt challenge in the courts. The SP has contended that Heltzel has no authority to require it to maintain the service which the railroad claims has been losing thousands of dollars because of lack of patronage.

Initial action against the proposed abandonment was taken earlier when three state senators filed a complaint with the PUC. Sens. Paul Geddes, Roseburg; Gene Brown, Grants Pass, and Philip Lowry, Medford, said the southwestern Oregon area would be hard hit by removal of its only passenger train connection with the Willamette valley. They added that the lack of patronage was due to the SP's use of antiquated equipment and slow vehicles.

# MEDFORD MALL TRIBUNE

United Press—Full Leased Wire  
50th Year 22 Pages MEDFORD, OREGON, WEDNESDAY, JULY 27, 1955 Price 5c No. 109

## Israel Airliner Shot Down By Bulgaria Anti-Aircraft



**PASSES**—Gus Newbury, 85, a lawyer and educator in Jackson county for more than 70 years, died last night. The photograph above was taken a number of years ago. He had been in active practice since passing the state bar examination in 1903. Before that he was a teacher, and served two terms as county superintendent of schools.

Gus Newbury, 85, one of the best-known attorneys in southern Oregon and a familiar figure in Jackson county for more than 70 years, died last night.

He had been in ill health for a number of months, and had been staying at the county farm home, a native of East Liberty, Pa. Mr. Newbury was born on March 27, 1870.

He arrived in Jacksonville, then the county seat of Jackson county, at the age of 12 in 1881. For a number of years, starting at the age of 16, he taught school there, and later, starting in 1893, served as county superintendent of schools for seven years. During this period he was reading law, and, entirely self-taught, he passed the state bar examination in 1903.

This began a long and colorful practice of law, during which he had broad trial experience both in criminal and civil cases. One of them was the famous d'Autremont case, in which he served as a defense attorney. The case was the last important trial held in the old courthouse, now the Jacksonville museum.

At one time he was county clerk, and in addition was known for his association with fraternal organizations. In 1906 he joined the Elks lodge, and was grand exalted ruler of the Medford lodge in 1917 and 1918. On each of his more recent birthdays, he has been honored by other past exalted rulers of the lodge, the most recent occasion last March.

He also was a member of various Masonic orders, and was a member of Hillah temple of the Shrine.

Survivors include a daughter, Mrs. Maude R. Mehaffey, Antioch, Calif., and a son, Carl, Lafayette, Calif., who arrived in Medford today; five grandchildren and six great-grandchildren, and a daughter-in-law, Mrs. Don R. Newbury. His son Don, also a well-known Medford attorney, with whom he was associated in practice, died in 1952.

**Funeral Thursday**

Funeral services will be at 2 p.m. Thursday, July 28, at the Perl funeral chapel, with the Rev. John Reynolds, of the First Presbyterian church, officiating. Elks lodge members will participate in later services conducted by past exalted rulers of the

## Oregon Has Healthy Climate for Labor, Governor Declares

Labor in Oregon has for many years been allowed to grow in a healthy climate, Gov. Paul L. Patterson told labor men at the Craterian theater this morning.

The governor arrived at 11 a.m. and spoke for 40 minutes to delegates of the 53rd annual Oregon State Federation of Labor convention.

Patterson stood before a convention pledged to support the 1956 campaign of Sen. Wayne Morse. He himself has been rumored as a likely opponent of the senior U. S. Senator from Oregon.

**Stresses Accomplishments**

The governor stressed accomplishments of the last state legislature, particularly in the field of unemployment compensation. He said there are shortcomings in the compensation law, but there are also many good features.

He pointed out that the law now has a solidarity of funds, and that weekly benefits have been increased from \$25 to \$35. This, he noted, is a step toward the desired 50 per cent of average weekly earnings.

The governor praised the legislature's work in increasing state industrial accident benefits 16 per cent. The improvement, he said, "is the greatest accomplishment in this field in the 43 years of the law's existence."

**Sorry About Resolution**

Governor Patterson told the delegates he was sorry to see they had introduced a resolution asking me to remove the employers' representative from the workmen's compensation commission. "Though he favors a one-man administration, he must appoint one representative each from labor, employers and the public," as the law now stands, he said.

"It would not be any wiser for labor to ask that the employers' representative be removed than for the employers to ask that Bill Callahan (labor's commissioner) be removed," Patterson explained.

Following his talk, federation president J. D. McDonald pointed out that the resolution did not ask that the representative be removed, but that the chairmanship be changed.

Patterson stepped back to the microphone for a moment, and replied, "Thank you. I had only my newspaper to read."

The governor said there are 405,000 employed people in Oregon, 250,000 of whom are members of organized labor. He added that in Portland, the average wage is \$4,200, which places it ninth among cities of the United States in the wage scale.

**Scholarships Given**

Following the governor's address, the three state AFL \$500 scholarship winners were presented their checks.

Stan Culy, son of Mr. and Mrs. Gale Culy, 21 Washington st., was among the trio. Vice-dictor of the 1955 Medford High school graduating class, he plans to attend Willamette university and study for the ministry.

Earlier, Estie L. Maguire, executive director of the Oregon YWCA, was given a check for

lodge, who will serve as pall bearers.

Members of the Jackson county bar today paid tribute to Mr. Newbury for his long service, for an outstanding and keen wit, and for a strong sense of loyalty to his friends. He was both interested and active in Republican politics and in lodge activities, his friends reported.

They characterized him as a pioneer, a human figure who loved life and his state, and who had won his way in his chosen profession the hard way, despite many years of partial illness.

## At Least Five Americans Aboard; Death Toll Unknown

Frontier Guards See Flaming Crash

Tel Aviv, Israel—(U.P.)—An El-Al Israel airliner, carrying 59 persons, including at least five Americans, crashed in flames behind the Iron Curtain today after being fired upon by Red Bulgarian anti-aircraft guns.

Communist Bulgaria confirmed that the plane had crashed in Bulgarian territory and "invited" the commercial manager for El-Al in Greece to cross the frontier to "view the wreckage."

Bulgaria made no mention of survivors.

Greek frontier guards, who said they saw the plane hit by anti-aircraft fire, said they saw it go down in flames near the Bulgarian village of Tsr Banovo.

They said ambulances could be seen going to and from the scene of the crash.

The Greeks, forbidden to cross the Iron Curtain frontier, said they were unable to tell whether the ambulances were removing bodies or injured persons from the wrecked plane.

The airline issued an incomplete list of passengers which did not carry hometown identifications. El-Al officials said the Americans aboard apparently included Mrs. Max Sachs and her two children.

Another American woman boarded the plane at Vienna and the plane's radio operator was identified as an American named Chalmers.

Airline officials said it was believed other Americans may have been among 26 persons who boarded the plane at Paris.

The plane was on a regularly scheduled flight from London to Lydda, Israel, mid-way between Jerusalem and Tel Aviv.

Its regular course carried it near the Greek-Bulgarian frontier but not over Bulgarian territory. Stops were made en route at Paris and Vienna.

The plane was an American-built four-engined Constellation.

## Baseball

**NATIONAL**  
New York ..... 2 8 1  
Chicago ..... 4 9 2  
Hearn, Wilhelm (3), McCall (7) and Katt; Minner, Tremel (7) and Cooper.

**AMERICAN**  
Chicago ..... 7 13 0  
New York ..... 4 7 1  
Byrd, Martin (8), Howell (8) and Loller; Lopat, Sturdivant (2), Wiesler (4) and Berra.

Cleveland ..... 2 6 0  
Boston ..... 6 13 1  
Houtteman, Feller (5), Santiago (7) and Hegan, Naragon (7); Brewer and White.

## Wild Rodeo Section During Rogue River Roundup Seen

The 13th annual Rogue Roundup, which begins here Friday, is expected to feature the wildest rodeo section since the event was begun in 1952, according to Leonard Ward, general chairman.

Ward, an Eagle Point rancher, was a world's champion all-around cowboy in 1934, and was a professional rodeo rider for 20 years.

"Our rodeo is an open show," Ward said. "This means that both professionals and amateurs can compete. We have an unusually large number of registrants for all events, with some of the best contestants in the west entered."

We also think that Don Miller, French Glenn, our rodeo producer, furnishes the best stock

## Utility Valuation \$11,476,460; Total Said Up \$19,000,000

Public utility corporations in Jackson county have a total assessed valuation of \$11,476,460.05, according to state tax commission figures received today by County Assessor Robert Fowler.

The preliminary total assessed valuation of Jackson county is \$80,708,372, which includes \$679,520 on orchard trees. The total is an increase of about \$19,000,000 over last year's assessed valuation, Fowler said.

Exact figures will not be available until after assessments are checked, Fowler said. He added checking will take about two weeks, after which millage rates will be figured.

**Different Ratio Used**

The state tax commission bases assessed valuations of corporations on 43 per cent of the cash value, compared to 25 per cent of the cash value for assessed valuations determined by the assessor's office.

Corporations include gas, electric, telephone and railroad utilities. The assessed valuation is about \$1,200,000 more than last year.

The assessed valuation on orchard trees was determined by state tax commission figures of \$300 per acre for Class A and \$225 per acre for Class B. Orchards less than nine years old were not assessed.

The total assessed valuation includes \$68,552,392 in real and personal property in Jackson county.

Tacoma—(U.P.)—Tacoma police have captured Carl (Bingo) Brehan, 49, who escaped from the Washington State Penitentiary April 12.