

Economists Split on Possibility of Recession Toward End of 1960

Russian 'Walk' Dashes Hope of Arms Agreement

Washington - (UPI) - Russia's walkout at the Geneva disarmament talks dashed hopes of an arms agreement for the remainder of President Eisenhower's term, officials said here today.

They also expressed fear that the Communist action may jeopardize separate nuclear test ban talks, also taking place in Geneva.

Today's walkout of the Soviet and Red satellite delegates from the 3-month-old 10-nation disarmament conference appeared to many officials to be an extension of Soviet Premier Nikita Khrushchev's summit-wrecking policy of refusing to deal with the Eisenhower administration on major issues.

Officials said the United States would be willing to negotiate disarmament in the United Nations General Assembly as the Russians suggested today. But they noted that the U.N. is more a forum for exchanging broad views than a place for down to earth negotiation.

Officials adopted a cautious wait and see attitude for signs that the Soviets would similarly break off the atomic talks involving the United States, Britain and Russia.

Khrushchev had threatened in recent weeks to shift the 10-nation general disarmament talks to the U.N. What surprised officials here was the suddenness of the move. It took place before the Russians even heard the latest western proposals that were to be presented this week.

Ammunition Dump Explodes in Cuba

Havana - (UPI) - An ammunition dump explosion, the second such disaster to rock Havana in 3 1/2 months, touched off a wave of bitter anti-U.S. comments throughout Cuba today and semi-official charges of sabotage.

At least 10 persons were reported arrested in connection with the blast, which occurred Sunday night in a major Cuban army munitions depot in the Cayo Cruz section of Havana harbor.

Official reports put the toll at two dead and 200 injured. The explosion hurled huge sections of the stone wall of the ammunition dump 100 yards out into the bay. The concussion pushed in downtown storefronts.

Russians Asked To Reconsider Walkout

Washington - (UPI) - The United States today called on Russia to reconsider its walkout from the Geneva disarmament conference, branding the Soviet action as "irresponsible, deplorable and disappointing."

A FAMILY AFFAIR

Kumla, Sweden - (UPI) - Soeren Lithell, 21, got married Sunday. Waiting to kiss the bride were his father who got married last month and his 74-year old grandfather who took a bride two months ago.



MISS CALIFORNIA—Newly-crowned Miss California of 1960, Suzanne Marie Reamo, 19, who competed as Miss San Diego, is flanked by runners-up after she won the title at Santa Cruz. Left is Miss San Jose, second runner-up, Gayle Lee Countryman, 18, of Los Gatos, and right, Miss Sacramento, first runner-up, Linda Marie Hines, 18, of Rio Linda. Miss Reamo lives in La Mesa and is a student at San Diego State College.

(UPI Telephoto)

One Forecaster Sees Recession Around Corner

Washington - (UPI) - Leading business economists were split sharply today over whether there will be a recession near the end of 1960 but they agreed that a boom is unlikely.

Most of the experts predicted modest improvement in the economy in the second half of the year, but one forecaster said there were signs that the nation's fourth post-war recession was just around the corner.

The views were expressed at the midyear Business Outlook Conference sponsored by the U.S. Chamber of Commerce. There was general agreement that:

Interest rates would continue to decline, resulting in lower home mortgage costs this fall and early next year.

Lagging steel production would pick up within two months to keep pace with increased demands from auto and appliance manufacturers.

Construction spending in 1960 would slip below the total spent in the previous year, nearly \$55.5 billion in 1959 for the first time since the end of World War II.

The most pessimistic outlook came from Frank E. Morris, research director of the Investment Bankers Association, who said "the signs of an imminent recession are growing stronger all the time. I don't think they should be ignored."

Dr. Emerson P. Schmidt, chief economist for the chamber, forecast further "modest" economic improvement to record-high levels despite a few weak spots in the economy.

Schmidt said government spending, exports, steel production, investment in new plants and equipment and home building all would rise in the last half of the year, to contribute to the slight economic improvement.

Good Steel Year
L. S. Hamaker, speaking for the steel industry, forecast a nearly record year with production of 115 million tons of ingots. He said an "inventory adjustment" has caused sharp layoffs in recent months but predicted the industry would rebound in the last half of the year and continue into 1961.

Miles L. Colean, a consulting economist representing the construction industry, said the outlook for easier money would benefit builders and home buyers. He said the overall picture was "mildly optimistic."

But Colean said construction spending this fall would fall about 2 per cent below the 1959 total, mainly because of a slowdown in private home building.

House Approves Itemized Spending

Washington - (UPI) - The House today approved a proposal which would require every member of Congress to make an itemized account of all travel he makes at government expense.

By voice vote the House agreed to an expense account amendment which the Senate tacked onto the money bill carrying funds to run Congress in the year which begins July 1.

The House added language which sponsors said further strengthened the amendment and then it was approved. Some "no" votes were heard. It now goes back to the Senate for final congressional approval.

Truman Calls for International Force

San Francisco - (UPI) - Former President Harry S. Truman Sunday night called for creation of an international police force "strong enough to undertake such police action as the United Nations deems nec-

Kennedy Men Shy From Endorsement

Glacier Park, Mont. - (UPI) - Supporters of Sen. John F. Kennedy backed away today from an attempt to get him a presidential endorsement from Democratic governors like that given Vice President Richard M. Nixon by nearly all Republican governors.

Gov. Nelson A. Rockefeller of New York was a conspicuous holdout among GOP governors declaring their support for Nixon for the presidential nomination. Counting two territorial governors, 16 of 18 Republicans attending the 32nd annual governors' conference or who were contacted by telephone agreed to the pro-Nixon declaration.

Uncommitted Delegation
Rockefeller, who repeated that he would endorse no candidate before the GOP National Convention next month, said it would be inappropriate for him to sign. He explained that he would head an uncommitted delegation to the convention from New York.

A similar move was considered, but apparently abandoned, to get an endorsement from Democratic governors favoring Kennedy for the Democratic presidential nomination.

Kennedy backers were said to feel they could make a good showing only by applying pressure which might offend governors regarded as friendly though still publicly uncommitted to the Massachusetts senator.

A Kennedy camp breakdown of the 34 Democratic governors listed five publicly pledged to Kennedy, three believed to favor Kennedy and six listed as "leaning" to Kennedy. Twelve were counted as anti-Kennedy and the others as completely uncommitted.

Meeting Opened Sunday
The governors annual meeting opened informally Sunday night with a reception at the Glacier hotel in a lakeside setting of rugged and snow-capped mountain peaks in this national park. A discussion of education was set for today's opening business session.

Govs. Harold W. Handley of Indiana, J. Hugo Aronson of Montana and Christopher Del Sesto of Rhode Island circulated the Nixon endorsement. Fifteen of 17 reached approved the document and the sponsors expected Gov. Cecil H. Underwood of West Virginia to join after a delayed arrival.

Typhoon Lashes North Philippines

Manila - (UPI) - Typhoon Olive smashed the northern Philippines today with murderous winds and torrential rains, leaving 116 persons dead or missing, 10,000 homeless and causing damage running into millions of dollars.

Navy authorities gave little hope for the rescue of 16 fishermen who were reportedly clinging to the mast of their sinking boat off eastern Luzon, the Philippines' biggest island.

"Our ship in the area cannot approach the fishermen," a Navy spokesman told United Press International. "The ship captain radioed us that giant waves were hampering the operation."

AUTOMOBILE SERVICE

Guildford, England - (UPI) - The Automobile association lived up to its motto of service to the motorist Sunday when it sent a patrolman to aid a woman reported having hysterics in her car. He reported he patched up the quarrel the woman had with her husband and the couple drove off happy.

Washington - (UPI) - The Association of American Railroads has urged Congress to end what it calls "discriminatory tax assessment policies" in 31 states.

MEDFORD TRIBUNE

Regional Edition Page 2

Stock Prices Edge Higher in Moderate Opening Session

New York - (UPI) - Stocks edged upward in moderately active dealings today.

Buying filtered into some of the blue chips and scattered specials. Du Pont ran up around 2 points and Union Carbide a half.

The oils which got a mild play last week on word that gasoline stocks had their sharpest weekly decline of the year, were easier on balance. Texaco and Socony Mobile lost around 1/2.

Steels and autos ruled mixed, while electronics were nearly 3 in Zenith, around 2 in Motorola trading ex-dividend and more than a point in Beckman.

Vendo and Universal Match picked up more than 2 each in the vending machines. Minnesota Mining lost more than a point and Western Union ran around 1 1/2.

Two Ships Stuck in St. Lawrence Mud

Ogdensburg, N.Y. - (UPI) - The cruise ship North American with 272 passengers aboard and the British freighter Inver stuck fast early today in St. Lawrence river mud about 30 miles apart.

Tugs were unable to free either vessel. The North American, a three-deck cruise ship, ran aground on a mile-long sandbar in the port of Ogdensburg Friday. The Inver apparently drifted out of its shipping channel Sunday and became embedded in mud east of Snow Lock, near Massena.

House Approves Compromise Bill On Excise Taxes

Washington - (UPI) - The House by voice vote stamped final approval today on compromise legislation to continue corporate and excise tax rates and forestall a \$4 billion loss in revenue.

The Senate was expected to approve and send the legislation to the White House for the President to sign it before the midnight Thursday deadline.

The compromise bill would continue existing tax rates for another year with only one change.

Would Close Loophole
The depletion allowance for mining and similar industries cannot be computed on the value of finished manufactured products. This would close a court-created tax loophole the Treasury had warned might ultimately mean a revenue loss of \$600 million a year.

The legislation postpones for another year a reduction to 47 per cent in the existing 52 per cent corporate tax rate. It also would postpone scheduled reductions in excise taxes on liquor, cigarettes, new automobiles and travel fares.

It would also postpone repeal of the 10 per cent tax on local telephone calls.

New York - (UPI) - John Curtin, 25, had a lover's spat with his fiancée, Beatrice McCarthy, 21, Sunday, took the engagement ring from her finger and tossed it from the window of a taxi. Curtin still was looking for the \$355 ring today.

Mental Patients Riot in Montreal

Montreal - (UPI) - Mental patients sparked a riot by 350 inmates at the maximum security Bordeaux jail Sunday night and one convict was shot from a wall trying to escape before the disturbance was crushed.

The riot broke out during a baseball game between guards and mental patients in the south courtyard of the jail at the north end of Montreal Island.

A group of prisoners suddenly dashed to the jail's medical office where they ripped open metal filing cabinets and set fire to their contents and to bedding.

In the courtyard, several prisoners placed benches against the jail's 27-foot high inner wall and began to climb them. Only two prisoners manager to reach the top.

Magnify Your Savings

DIMES GROW TO DOLLARS
When You Patronize Park and Shop Merchants—
No Meter Money Needed Here

Look For This PARK & SHOP SIGN. A \$2 Purchase Gives You 1 Hour Free Parking.

REGISTER NOW!

JULY 5 SUMMER TERM JULY 5

Accounting and Secretarial Courses
Day and Night Classes

Robertson School of Business

Medford SP 3-4264 Roseburg OR 3-7256 Klamath Falls TU 2-4126

ANYWHERE IN THE WORLD—
BEKINS Will Move You There

- Certified Service
- Storage & Crating
- Experienced Packing
- Bonded Drivers

ON THE RUN SINCE '91

18 West 2nd St. Phone SP 2-6273

...your assurance of QUALITY!

Shop tonight until 9 p.m.

Lindsay Medium

RIPE OLIVES

No. 1 Tall Tin — Regular 33c ea.

2 for 55¢

Chicken of the Sea — Frozen

TUNA PIES

8-oz.—Regular 29c each

2 for 49¢

Alber's

Pancake & Waffle Mix

3 pound pkg. 39¢

Crown All Purpose

FLOUR

Regular \$1.15

10 Pound Bag 89¢

Large Sweet Local

Strawberries

4 Baskets 89¢

12 Basket Crate \$2.49

Bridgman Bros. Fresh Whole Drawn

FRYERS

Oregon Grown Fryers

39¢ lb.

Stewart and King Prices effective Monday, Tuesday, Wednesday, June 27, 28, 29. Limit rights reserved.