

LIQUIDATION OF FLORENCE BANK AGAIN HELD UP

Certain Depositors Wish To Be Considered In Preferred Class

PALEEM, Ore., Aug. 1. (AP)—Payment of a large dividend in the liquidation of the defunct Lane County State & Savings bank at Florence has again been held up, it is reported.

Dividends Already Paid

The state department has liquidated all the assets of the bank, and these now total roughly \$335,000. Dividends of 50 per cent of the commercial deposits and 60 per cent of the savings deposits have already been paid.

The bank was closed February 2, 1927, after Bergman, the president, and Miss Harriet Weather, cashier, had been detected misappropriating bank funds.

Schreiners Give Birthday Party In Son's Honor

Mrs. E. A. Schreiner (Herald correspondent). SPRING LAKE, Aug. 1. (Special)—Mr. and Mrs. E. A. Schreiner entertained a number of young folks Saturday night in honor of their son Ernest's birthday.

Those who enjoyed the evening were: Mr. and Mrs. Al Cockeran, Mr. and Mrs. Floyd Sanford, Mr. and Mrs. Arthur Wiggins, Mr. and Mrs. Iven Icenbice, Mr. and Mrs. Andrew Johnson, Mr. and Mrs. Harry Quinn, Mr. and Mrs. Shelby, Mr. and Mrs. Wm. Johnson, Anna Burnett, Margaret Penell, Marjorie Cheyne, Grace Foye, Pauline Burnett, Katherine Burnett, Lyle Hickman, Kenneth Stewart, Audrey Ager, Virgil Stewart, Tomey Jackson, Bill Stewart, George Howck, Ed Bom, Floyd Stewart and Harry Spencer.

The evening was spent in singing and dancing after which dainty refreshments were served. Mrs. William Cheyne and Mrs. Otto Waddles called on Mrs. Earl Mack Sunday.

Mr. and Mrs. Arthur Schreiner and family returned Sunday from Vancouver, Wash., where they had been for the past three months.

A large number of friends and neighbors attended the funeral of the late Mr. Stewart Wednesday.

Mrs. Triplett and her niece, Mrs. Montgomery, called on Mrs. Schreiner one day last week.

HYDE DUE AUG. 10. PORTLAND, Aug. 1. (AP)—Secretary of Agriculture Hyde and Chairman Leggo of the federal farm board are scheduled to arrive here August 10, the chamber of commerce was notified today.

It was understood they will spend one day in Portland and will be entertained part of the time by Senator McNary on his Marion county farm.

CARNERA CASE HEARD. WASHINGTON, Aug. 1. (AP)—All the reasons why Primo Carnera, Italian fighter now under immigration orders to leave the United States, should be permitted to remain here longer were submitted to a government tribunal today at the labor department.

The board's decision will be announced within a day or so.

ANNOUNCEMENT OF THE PURCHASE OF Moe's Beauty Shop BY Bess Brearcliffe and Ruby Hastings. The shop which has been closed for a few days to permit remodeling will be open SATURDAY, AUGUST 2nd FOR BUSINESS. Patrons of the Shop may PHONE 509 for Appointment. Moe's Beauty Shop. Balcony Moe's Store.

SOVIETS CLAIM PEASANT LABOR

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and pulpwood were produced and had found no place where convict labor was used. John H. Hinman, vice president of the International Paper company, buyers of Russian pulpwood, said he had never had any information the wood was produced by convict labor or that question would be raised by this government.

POLICE REPEL STUDENT REDS

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ance as police erected barbed wire entanglements, enlarged their patrols and closed all streets leading to the native part of the city. All thoroughfares between the native section and the French quarters were barred with 10-foot iron gates, and no traffic was allowed to pass. Machine guns were mounted here and there in the event of an emergency.

The Associated Press correspondent visited the native section and found no signs of red activity. The usual military and civilian police were patrolling the area.

Foreign consular authorities were convinced the nationalist government could not protect its own interests at Changsha where the United States gunboat Peios killed about fifty communists on Wednesday, when attacked from the banks of the Siang river.

Nationalist promises to attack the invaders gathered at Hankow were not relied upon by foreign consuls, who said government forces there were not strong enough to support their own pickets.

Four thousand red troops were reported in British advices as marching upon Kiukiang, strategic city in Northern Kiangsi province. Chinese authorities warned foreigners to leave Kuling, summer resort near Kiukiang. Additional British gunboats were sent to that area.

Japanese naval authorities said four destroyers were being held at their Sasebo base in readiness for duty in China, if needed. Two hundred Japanese Marines also were standing by at Sasebo for emergency orders.

HANKOW, Aug. 1. (AP)—The situation in Hankow today became serious, with Chinese swarming into the foreign concession for safety. The nationalists hurriedly set to work strengthening the city's defense.

Every preparation possible was made in anticipation of an attack by the communists who today had been blowing up railway bridges thirty miles north of Hankow.

Changsha continued to be occupied by communist troops who dragged sixty officers and men of the defeated nationalist forces out of hiding places and slaughtered them.

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LAME BACK. ACHES, PAINS OR STIFFNESS RELIEF OVERNIGHT. MIKE MARTIN'S LINIMENT. DIRECTIONS WITH BOTTLE. A FEW CENTS ALL DRUG STORES.

DIRIGIBLE TIES AT MONTREAL

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for several flights over Canada during the next ten days before it starts back across the sea for home.

In length the R-100 is between the American Los Angeles and the German Graf Zeppelin but is far larger than either. Yet it was handled in the air during the mooring operation with as much apparent ease as a tiny blimp. And when its nose was fast at the top of the mast and ropes from sides and rear were secured to the ground it floated as gently in the morning sun as a canoe on peaceful water.

Trip Across Water Smooth. "We never had a bump all the way across the Atlantic ocean and everything went perfectly until we got to Father Point," said Sir Dennistoun Burney, director of aircraft development and designer of the dirigible, as the ship was moored.

"There we ran into a bad bump and the jar tore the fabric on a stabilizing fin. But the damage was temporarily repaired and was negligible."

Sir Dennistoun, Major G. H. Scott, assistant director of aircraft development, Squadron Leader R. S. Booth, captain of the R-100 and Squadron Leader Johnston, navigating officer talked of the flight as soon as the ship was made fast.

Comfortable Transportation. The most valuable thing learned on the trip, the officers believed, was that the airship was the most comfortable means of transportation. The course over the North Atlantic they regarded as the most feasible for commercial use if larger ships are used.

"It was a very good test of the ship's ability," Sir Dennistoun said. "We ran into one of your thunderstorms last night and rose to 4,000 feet to get out of it. The trip was 3,264 miles from mooring mast at Cardington to mooring mast at St. Hubert."

"The chief benefit we derived from the trip was experience. We need long flights to gain the experience in handling lighter-than-air craft."

"The most impressive thing about the trip is this: On Monday night I entertained a party at dinner. We left Cardington at 9:46 p. m., and if we had been lucky at the latter end of the trip we would have been here in time for dinner last night."

Major Scott, captain of the first British airship to fly, inventor of the air ministry's method of airship mooring, and one of the greatest of lighter than air experts, has developed a new plan for collecting water for ballast while flying.

"When we need more water we just collect it on the fly. We did it all the way across," he said.

"We built a sort of little gutter arrangement along the top of the envelope and collected rain water. The enormous bulk of the ship makes it quite easy. Then we piped the water down, strained it and put it into the pipes."

"We managed to get three tons that way. It doesn't cost anything and works perfectly any time it rains—and of course there is always lots of rain around the Atlantic."

Treadmill apparatus has been invented by a Rhode Island man to study the action of persons' feet in walking and correct defects.

New Fabrics and Colors Claiming Designers' Time

By HAZEL REAVIS (Associated Press Staff Writer)

PARIS, Aug. 1. (AP)—Paris dressmakers, with skirt lengths and silhouettes settled satisfactorily from their viewpoint, are having fun launching new colors and fabrics.

Winter styles, which are just seeing the light of day, introduce browns, greens, blues, purples and reds which heretofore have been seen only in the paintings of the old masters.

Color Range Broad. Lustrous wool fabrics for the day time and rich fabrics for evening, including velvet and metal brocades, crepes and satins, have a color range such as Paris has not seen for many years.

The beauty of the colors is accentuated by extensive use of black and white, both for day and evening.

Blum Color Popular. The new browns have a mixture of plum and garnet red in their makeup. Wine reds and rich shades of heliotrope and pruno are important, while dark greens for day wear and lighter for evening are apparently due for a tremendous vogue.

One house uses the whole color card in sport costumes made of true Scotch tartans bearing the names of the clans.

Parties Feature Life of Langell Folks Past Week

GRACE BROWN LANGELL VALLEY, Ore., Aug. 1. (Special)—A group of the valley people surprised Mr. and Mrs. Stephen Barry with a charivari on Thursday night. Formerly Mrs. Barry was Mrs. Louise R. Graham of Delaware. Mr. Barry is a prominent rancher of this valley.

The community club gave a dance at the community hall last Saturday night. A very large crowd attended.

Dr. Patterson of Klamath falls was in the valley Sunday, visiting friends and patients.

Mr. and Mrs. George Harrison and family were Klamath Falls visitors on Monday afternoon.

Miss Helen Turner visited with Miss Alma Brown on Friday afternoon.

Mr. and Mrs. Leland Harris of California are visiting with Mrs. Harris' parents, Mr. and Mrs. Al Gale.

Henry Howe and children were Bonanza visitors, Monday.

The Ladies club met at the new home of Mrs. Paul Monroe last Thursday. Mrs. Loomis and Mrs. Monroe were hostesses. Those present were: Mesdames Dick Thew, Bob Thew, Irvine, Don Powers, Louis Monroe, Smith, Turner, Peppie, Amos Powers, McReynolds, Kuehl, Miss Margaret Kuehl, Miss Frances Thew and the hostesses. After a business meeting, dainty refreshments were served.

The electric current was turned on last week, and many families now have electric lights, although a few homes are not yet completely connected with the main line.

Helen Turner gave a birthday party at her home Tuesday evening. Those who attended were Ruth Powers, Francis Thew, Alma Brown, Vera McReynolds, Dorris McKinnon, Imogene Welch, Howard Peppie, Ralph Powers, Robert Peppie, Robert Thew, Burton Brown, Hank Thew, Harry Adameck and the hostess. After an hour of playing games, dainty refreshments were served.

A house is being built near the cheese factory for Mr. and Mrs. Randolph Jelinek, who will soon return from a vacation.

Owen Peppie took up his duties as mail carrier for the rural route last Monday. Richard Guild of Bonanza has been temporary driver.

Injury results in death. BAKER, Ore., Aug. 1. (AP)—Ive Spritt, resident of this section for the past 26 years, died in a hospital here yesterday from injuries received Wednesday in an accident at Jacobs sawmill at North Powder. Spritt was injured internally when a hand saw broke. He is survived by his widow, a daughter and four sons.

Bees-wax is a product of digestion and is secreted by worker bees in the form of tiny scales which appear between segments on the upper-side of the abdomen.

Special One Cent Sale at Pelican theatre, Friday and Saturday.

NEW TESTIMONY BIG SURPRISE

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and one should not be heard without the other.

"If Billings was in the office at 721 Market street as Miss Smith has testified," Walsh said, "Mooney was there. If Mooney was at Stewart's and Market street as had been stated by the witness, MacDonald, then Billings was there."

Walsh contended the "sabotage testimony of Miss Smith might have a profound effect in the minds of the justice, the public and the governor and it would be unjust not to permit Mooney to be present to refute the inference he had knowingly been engaged in the nefarious crime."

In the light of this new testimony," Walsh said, "it might be inferred by the court and the governor Billings was guilty of the 1916 bombing. Mooney would therefore suffer by his association with Billings."

Believes Both Innocent. McKenzie the repon objected that he was representing Billings and Walsh should not concern himself with Billings' side of the case. A general discussion followed which died down when Walsh said:

"Do not misconstrue my attitude. I believe in the innocence of Billings as strongly as I believe in that of Mooney."

Miss Smith, former dental nurse and prosecution witness against Billings when he was convicted of the bombing with Thomas Mooney, was brought into the hearing unexpectedly yesterday and told a story replete with surprises. Chief among them was the revelation Billings told her he was not a bomber but had been hired by striking machinists to commit sabotage.

Ground Broken For J. R. Shaw Home

Ground was broken today for the new home of Mr. and Mrs. J. R. Shaw at the corner of Pacific terrace and Melrose. The house will be one of the most attractive in Klamath Falls, and will be of modified English type of architecture.

The residence will be of lumber construction throughout, and the living room will be spacious and have a beautiful view of the valley. One of the most novel features will be the concrete kitchen.

The Shaw home was designed by the offices of H. R. Perrin, and the contract for building was awarded to Gus Johnson.

CORNS REMOVED FOR 10 CENTS

Corn, Callous, Roots and All Come Out—Pain Gone Instantly. SHOES DON'T HURT RESULTS GUARANTEED. Many a man and woman has exclaimed O-Joy when they found their corns and callouses gone—pain gone—and shoes hurting no more. Pay a dime for an envelope of six O-Joy Corn Wafers. Press a wafer, thin as paper, on the corn, slip on shoes, pain is gone. Later peel off wafer and out comes corn, callous, roots and all. Absolutely guaranteed. No bulky doughnut pads or burning acids. Just a wafer, thin as paper, on the corn, slip on shoes, pain is gone. Later peel off wafer and out comes corn, callous, roots and all. Absolutely guaranteed. No bulky doughnut pads or burning acids. Just a wafer, thin as paper. Avoid higher priced substitutes. O-Joys are newest, best remedy yet. Six for dime at druggists.

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DEEDS

Filed in the County Clerk's Office July 31.

Lizzie Yates and Arthur Yates, her husband of Oklahoma City, Oklahoma; James Roberts and Clara Roberts, his wife; Bella Green, a widow of Danburg, Nebraska; Mary D. Butler, single, of Lincoln, Neb.; Jennie King and Carl W. King, her husband, of Venice, Calif.; Ted E. Collins of Helena, Mont.; and Robert Grimmet of Klamath county to the state of Oregon: NE¼NW¼ and the SW¼SE¼ Section 23, Township 49, S. R. 13 E. W. M. of Oregon, containing 89 acres.

Jessie L. Lyle to George McNulty; Enterprise ranch No. 99, known as the Lyle ranch, lying east of the Shaw-Bertram mill.

SHIP STARTS TODAY. NEW YORK, Aug. 1. (AP)—The Dollar Line President Harrison may get away "late today" on a round the world tour, officials said, in spite of fire which broke out in three holds at its Jersey City pier a few hours before sailing time yesterday.

GORE FALLS BEHIND OKLAHOMA, Aug. 1. (AP)—C. J. Wrightman, Tulsa oil millionaire, went into the lead over T. P. Gore, blind former senator with whom he will contest for the Democratic senatorial nomination in a runoff primary Aug. 12 on the face of returns from 3,248 out of 3,338 precincts tabulated today by the Associated Press. The vote: Wrightman 79,217 Gore 69,976.

RECOVERING FROM GAS. A. J. Starace, who was poisoned with carbon monoxide gas Wednesday, while working at a local garage, is recuperating rapidly at the Klamath Valley hospital.

BABE GOING STRONG. BOSTON, Aug. 1. (AP)—Babe Ruth clouted his 37th and 38th home runs of the year today to back up Charlie Ruffing's fine pitching and give the New York Yankees a 4 to 1 victory over the Red Sox. Ruffing held Boston to two hits.

Prince of Wales Latest Exponent Of "Pewee" Golf

BRUSSELS, Aug. 1. (AP)—The Prince of Wales has become a miniature golf course fan during his visit here.

The first evening after dinner at Laeken castle, he took Queen Elizabeth to the miniature links of the royal palace and played until dusk.

The Prince's fondness for dancing also was evident last night at the British Embassy where Lady Granville, using high strategy, sent the band home at 2:30 a. m., so the prince could get some rest for a busy program today.

The "smiling prince" as he is called in Belgium, has made many new friends here.

The whale shark, which sometimes reaches 50 feet in length, is the largest of all fishes.

CHIEF FAVORS FORESTS USE

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local heads of other government bureaus that cooperate with the forest service, Major Stuart and Representative Simmons left the city to inspect the Long-Bell timber holdings in Washington. Other areas in the Columbia region will be visited before they go to Montana, August 5.

Of nearly 85,000 miles of highways in the Union of South Africa, only about 25,000 miles are improved roads and only some 700 miles of the better types.

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Saturday Specials Silk Dresses. Very Special \$6.95. Very Special \$3.95. VOILE DRESSES. Voile Dresses \$1.35 to \$1.95. Porch Dresses \$1.35 to \$1.95. One rack at \$1.00. HATS. One table Special \$1.00. The Mode Shop Inc. 822 Main St. Exclusive But Not Expensive.

WHOLESALE PRICES. WHOLESALE PRICES. SANITARY MARKET. Corner Seventh and Main Streets Where Meats are Cheaper. This Market is Still the Leading Meat Market in Southern Oregon. We Do Not Reserve the Amount You Buy. We Sell to Any One Any Amount And at All Times. FRESH GROUND HAMBURGER 12 1/2 c lb. Baby Beef Pot Roasts 12 1/2 c lb. Short Ribs of Beef 12 1/2 c lb. Beef Stew 12 1/2 c lb. Beef Liver 8 c lb. Hearts 8 c lb. Legs Lamb 25 c lb. Lamb Chops 25 c lb. Lamb Stew 12 1/2 c lb. Shoulder Lamb 16 c lb. Corn Fed Pork Roasts 25 c lb. Pure Pork Sausage 20 c lb. Little Pig Sausage 25 c lb. Pork Steaks (nice, lean) 16 c lb. Wienies 2 lbs. for 35c. Bologna 2 lbs. for 35c. Pure Lard 2 lbs. for 25c. Compound 2 lbs. for 25c. Sugar Cured Picnic Hams shankless, while they last 19 1/2 c lb. Sugar Cured Breakfast Bacon 25 c lb. Bacon Squares 16 1/2 c lb. TRY US AND BE SATISFIED. Phone 22. We Deliver Free. Phone 23.

BARGAINS FORD USED CAR WEEK AUG. 4-11. The Ford Motor Co. is holding a nation-wide Ford Used Car Week, August 4-11, and we are giving to the buying public of Klamath County greater value in Used Cars—Better Used Cars for less money. We have 75 Used Cars on hand—we want to sell them—we are offering late model Used Cars at unheard-of low prices. Now is the time to buy your Used Car—Watch for our Used Car ad Monday. Never before have used cars been sold for so little money—1928-1929 models—lower in price than ever before. We Trade and Give Terms. Balsiger Motor Co. Main and Esplanade—Phone 2100—8th and Pine St.