

WEATHER FACTS

FORECAST—Local: Generally fair, brisk winds. Rainfall: 24 hours ending 5 p. m. Friday, .00; season to date, 5.78; normal, 7.19; last year to date, .810. TEMP.—Min. today, 10; maximum today, 32

The Evening Herald

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Number 6794

JAPS LAND TROOPS AND TANKS

Editorials on the Day's News

By FRANK JENKINS

UP IN SEATTLE, a wise-cracking jazz orchestra leader with a waxed mustache is running for mayor against a field of solemn nobodies, and they say he has a good chance of election.

BENJAMIN FRANKLIN, one of the most useful citizens of the early days of this republic, was undoubtedly what the modern jazz band would term a wise-cracker. His wise-cracks, however, followed this pattern: "A penny saved is a penny earned." Jimmy Walker, the wise-cracking mayor of the great city of New York, would scorn such philosophy.

HERE are some samples of this Seattle wise-cracker's public campaign utterances:

"I feel good, I think it would be a good idea to put hostesses on street cars.

"Cracked ice should be served on all 'owl' cars at night.

"I plan to put a springboard on the new Aurora bridge for the benefit of suicides, if I am elected."

From these, you can judge for yourself as to whether he is a budding Ben Franklin.

VINCENT COLL, New York gangster, suspected of being one of the unspeakable baby killers, although he was acquitted of that charge, is slain by other gangsters, his body being riddled with machine gun bullets as he stood in a telephone booth.

It was written a long time ago that those who live by the sword must perish by the sword, and if gangster activities in our great cities were confined to killing each other we could put up with them very nicely.

Unfortunately they are not.

WINNIE RUTH JUDD, after a typical insanity defense, is convicted of the murder of her two former friends. It takes a hard-hearted person to applaud a sentence that sends a woman to the gallows, but if we are going to undertake to discourage murder we must applaud the

(Continued on Page Three)

THREE WOUNDED IN ROBBERY ATTEMPT

SPOKANE, Wash., Feb. 13. (AP)—Richard Foth, 25, unemployed, robbed a Pigly Wigly store here today, shot and seriously wounded two men, and was shot down and dangerously wounded by detectives in a running gun fight through the city streets.

Armed with an army automatic pistol and several clips of cartridges, Foth fought three police officers and another armed man, together with several citizens who joined in the chase through the snowy streets for five blocks, halting shots at everyone who tried to halt him.

The wounded: Foth, shot through neck and head. Motorcycle Officer P. B. Anderson, shot through abdomen and right hand.

Raymond C. Evans, 29, truck driver, shot through left abdomen and left arm.

Oregon Community Has Deep Snows

BAKER, Feb. 13. (AP)—The community of Carson in the Pine Valley, 60 miles northeast of Baker today laid claim to the distinction of being the only farming community in Oregon with more than 12 feet of snowfall this winter.

To date 15 1/2 inches of snow has been measured and it was still falling today.

OFFICER IS HELD PORTLAND, Feb. 13. (AP)—Charged with hit-and-run driving, William F. Nicholas, Portland police patrolman, was arrested at his home last night. Earlier Friday he was suspended from the police force for 30 days after a hearing.

SPAULDING SLATED TO GO OFF ROAD BODY

Reports Indicate Change Coming Up, But Meier Keeps Silence.

Announcement by Wednesday Thought Certain by Many.

PORTLAND, Feb. 13. (AP)—Those known to be close to the developing situation in the Oregon highway commission today considered it assured that Charles K. Spaulding will be removed from the commission.

Such action by Governor Meier was expected to be made not later than next Wednesday.

The governor today refused to comment when asked if it is true that the resignations of J. C. Ainsworth, chairman, and Commissioner William Hanley have reached him. He did say that no "letters of resignation" have been received. But he refused to discuss the question of oral resignations.

SALEM, Feb. 13. (AP)—Charles K. Spaulding, stormy petrel of the state highway commission, who, Portland reports state, will be asked for his resignation, today said he knew nothing of the activities "except what he has read in the papers." "It appears," Spaulding said, "I am only on the sidelines in this controversy."

When interviewed in the office of H. R. Glazier, secretary of the state highway commission, Spaulding talked as he signed his name to commission documents as a member of the road body. The commissioner indicated that had he received an official notice, he at least would not be signing state highway documents as a member. He added, "He couldn't believe that Ainsworth or Hanley would resign."

ROSEBURG, Ore., Feb. 13. (AP)—The incumbent U. S. C. C. state, president of the Roseburg National bank, to succeed Charles K. Spaulding, state highway commissioner, in event of Spaulding's retirement or resignation, was being urged upon Governor Meier today by several chambers of commerce of Southern Oregon.

GAS EXPLOSION AT BIEBER HURTS THREE

BIEBER, Calif., Feb. 13.—Joe Ettlin thought the gas had been shut off at the tank when he disconnected a cookstove to move it.

But the gas was on, and it ignited from the fire in a heating stove. The explosion blew a wall out of Ettlin's shoe repair shop and living quarters at the edge of Bieber, and injured three people.

Ettlin's face and hands were burned, and he inhaled more hot air than was good for him. He reeled out with his clothes afire, and neighbors came to his aid and got a doctor. Ettlin is recovering.

Gigantic Liquor Syndicate Found At New Orleans

NEW ORLEANS, Feb. 13. (AP)—A liquor syndicate, allegedly conceived by Chicago gangsters, supplied by Canadian distillers and operated between three nations by conspiring seamen, navigators, radio experts, airplane pilots and gunmen, was exposed today in a federal indictment naming 104 persons.

The indictment was returned by a grand jury which spent two weeks hearing 100 witnesses. It named four Vancouver, B. C. distillers, four Chicago men alleged to be lieutenants of Al Capone; a Mississippi county supervisor; residents of Belize, British Honduras, supposedly the lower base for syndicate operations, and scores of men all over the continent.

Chicago Merchant Boosts Advertising

ATLANTA, Ga., Feb. 13. (AP)—Mark W. Cresap, Chicago clothing manufacturer, says thirty years in the business have taught him newspaper advertising is the basis of retail merchandising success.

"Newspaper advertising planned along sound lines will lead the way back to certain prosperity," Cresap said.



Colonel Frank Knox, Chicago newspaper publisher and chairman of President Hoover's committee which is seeking ways to "smoke out" the \$1,300,000,000 of hoarded money in the United States, is shown here leaving the capitol at Washington, D. C., after conferring with national leaders.

HURLEY AND KING ROW, THEN MAKE UP

Secretary Walks Out of Committee When Word Doubted.

WASHINGTON, Feb. 13. (AP)—Secretary Hurley and Senator King, (D., Utah) patched up their differences today after a sharp verbal clash between them which led the secretary of war to walk out of a senate committee hearing on Philippine independence.

Hurley, expressing the administration's viewpoint that the islands should not be given independence until economic independence is assured, registered mounting anger under the questioning of Senators Cutting (R., N. M.) and King (D., Utah) who have measures before the senate for independence.

When King began asking him a question, the secretary started to answer before it was finished. "Just a minute," exclaimed King "you try to answer before the question is asked."

"You have absolutely undertaken to distort what I said," exclaimed Hurley, his face flushed and his voice rising angrily.

"I resent what you said as untrue, as some of your other statements have been," King shot back.

It was then that the secretary of war arose and left the crowded committee room.

Previously Senator Cutting had told the secretary that when asked "a simple question" he had made a "stump speech in reply."

"If I say anything here that is in opposition to you gentlemen," Hurley returned "it's a stump speech, but what you gentlemen say is the height of statesmanship."

Immediately after Hurley left the room the committee went into session behind closed doors.

GOODYEAR BLIMP CRASHES, ONE DEAD

NEW YORK, Feb. 13. (AP)—The Goodyear blimp Columbia crashed in a forced landing on the College Point (Queens) Causeway today and police reported that John Blair, 32, of Rockford, Ill., a mechanic, was killed.

There were only two occupants of the dirigible at the time it crashed. The pilot, Prescott Dixon, escaped without injury. The blimp had been damaged in an attempted landing at Holmes airport and apparently Dixon released helium from the bag as the only means of bringing the ship down to earth.

Wapinitia Cut-Off Traffic Is Moving

THE DALLES, Feb. 13. (AP)—While heavy snow continued last night in the higher elevations, eastbound motor traffic moved over the Wapinitia cut-off today.

Westbound traffic was diverted from Maupin over The Dalles-California and Columbia highways.

All of the cars which were marooned in a snow blockade on the Wapinitia road Thursday night and Friday were released yesterday.

BULLS REIGN IN BIG DAY ON STOCK MARKET

Frenzied Buying Sends Values Skyward in Short Session.

Union Pacific in Extreme Gain of \$18.50; Trading Is Heavy.

By John L. Cooley Associated Press Financial Writer NEW YORK, Feb. 13. (AP)—Wall Street—and Main Street, too—dumped huge buying orders into the New York stock exchange hopper today and excitedly watched the overworked machinery grind out juicy profits that had the flavor of an old-fashioned bull market.

When trading closed at noon, after two hours of frenzied activity, prices were about \$2 to \$16 above Thursday final quotations. Scores of leaders showed net gains of \$4 to \$7, but many did much better than that and it was indeed a slow mover that could not show a rise of 2. Union Pacific made an extreme gain of \$18.50 a share.

They zoomed along under enormous momentum, as buyers stampeded to ride the rise loosened by the government's drive to make the federal reserve system more flexible in this time of stress.

Quotations that would have appeared fantastic only on Wednesday of this week rattled out of the ticker in an endless stream.

Whenever traders stopped to take profits, their offerings were gobbled up by eager purchasers, although in the last quarter hour the cashing-in process brought some reaction from the morning's best levels.

Union Pacific's meteoric rise carried it to \$94.50 but it fell (Continued on Page Three)

SHEVLIN-HIXON ASKS REFUND OF TAXES

SALEM, Feb. 13. (AP)—The Shevlin-Hixon Lumber company of Bend in a suit filed against the state tax commissioner here today asks for a review of the commission's findings as to its excise tax for 1929 and that its tax for that year be determined at \$1746.12 under the excise tax law and that the state be required to repay to the plaintiff \$33,000, alleged to be excess payment made by the company under this state law.

The company in its complaint states that 89 1/2 per cent of the lumber produced in its Bend plant during 1929 was sold east of the Rocky Mountains, that only 10 1/2 per cent of its lumber was sold in Oregon by any agency in this state and that other sales were made through its Minneapolis offices.

It shows that in 1929 its entire net income was \$644,837.41 and that it allocated \$1.80 per cent of its properties in Oregon and under regulations of the commission \$4.13 per cent of the entire net income for the year was properly taxable in Oregon. The income allocable to this state was placed at \$426,260.23 on which excise tax amounted to \$21,318. In that year the company paid personal property tax of \$15,763.80, leaving \$5,546.21 and to be paid in excise tax, which sum it paid.

The commission, however, in a letter to the company, says the (Continued on Page Three)

Duke Optimistic Over Stock Rise, Sees Better Times

"It is very significant that the stock market shows such rapid gains," J. P. Duke, president of the Oregon State Bank and Trust company, stated Saturday regarding the present cheerful financial news. He said that "only a revival in business and industry could bring such a thing about."

Duke reiterated the statement made by other bankers on Friday, that liberalizing of the federal reserve act, while welcome news, will not affect Klamath Falls banks, as they are in such a strong condition financially that they do not need any help.

No hoarding has been noticed by Duke since last fall, he stated, although he said that "all this talk about hoarding may make some people think that they should hoard their money" when there is no reason for such hoarding.

COMMISSION TO MEET

PORTLAND, Feb. 13. (AP)—The state game commission will meet here Monday to consider the opening or closing of restricted water areas during the regular open season.

First Picture of Jap Marines In Shanghai



This first photo, rushed from the war zone via steamer to Victoria, B. C., and by plane south, shows Japanese marines as they were landing in Shanghai, to be engaged later in bloody warfare. Note the machine guns.

DERN SAYS STATES DON'T WANT LAND

Governor Resents Use of Resolution in Public Domain Matter.

WASHINGTON, Feb. 13. (AP)—Governor Dorn of Utah today protested to the house public lands committee against Secretary William H. Henshaw and others using a resolution passed by western governors as proof the states were willing to accept public land.

Dorn said Utah was not willing to accept the land. He read letters from governors Ralph of California, Henshaw of Arizona, and Ross of Idaho, agreeing with him that the attitude of the western states had been "misinterpreted in Washington."

The governors' endorsement of the work of President Hoover's public lands commission, Dorn said, had merely been praise of the study and acceptance of the plan of giving the states the option of taking over the land.

"It was in no sense an endorsement of the idea that we want to accept the land," Dorn said. "The public lands committee has not yet opened hearings on the bill for turning the public domain over to the states, but Dorn was allowed to make his statement on it while he happened to be in the house."

The Utah governor scored especially the idea of turning over only surface rights to the states.

Questions by the committee brought out the fact the idea of turning the lands over to the (Continued on Page Three)

THREE FILE FOR COUNTY OFFICES

Three candidates have taken out petitions for county offices at the office of the county clerk in the last few days and signified their intentions of becoming candidates at the May primary election.

Ruth Lindsey Green, 229 South Fourth street, has filed her intention of being a candidate for the democratic nomination for county treasurer.

L. L. Low, incumbent, has filed intention of again seeking the republican nomination for county sheriff.

C. R. DeLap, incumbent, has filed notice of intention to again seek the republican nomination for county clerk.

Security Prices On Upward Trend

NEW YORK, Feb. 13. (AP)—The improvement in security prices struck the curb market with force fully today, sending leading stocks sharply upward in a substantially augmented turnover.

Shorts in a number of issues found themselves badly trapped and had to cover at substantially higher prices. All groups participated in the strong move, although gains were best in industrial specialties. Transactions approximated 350,000 shares for the two-hour market.

Gains of 1 to 3 points net were numerous in all groups. Electric Bond and Share closed at 12 1/2, up 1 1/2.

In the oil field soared 4 and humble nearly 3.

Cold Winds Reach 27-Mile Velocity In Morning Storm

A howling wind, which reached velocity of 27 miles an hour between 8:00 and 9:00 o'clock this morning, whipped light dry snow which fell Friday night into drifts, and filled the air with glittering particles. Banks of clouds, all that remained of last night's storm, were whipped back and forth across the blue sky by the high wind, in spite of the bright sun which shone throughout the day. The minimum temperature was 15 above zero.

A rising barometer caused the local weatherman to predict generally fair weather with brisk cool winds, as the weather forecast for the next 24 hours.

CHILOQUIN BANK TO BE LIQUIDATED

Directors of the Chiloquin State bank voted at a meeting at the bank this morning in Chiloquin voluntarily to liquidate the bank, and the doors of the bank did not open Saturday, Walter Zimmerman, cashier, stated in a long distance telephone conversation with The Evening Herald today.

Zimmerman stated that the directors telegraphed and wrote to the state banking department today, asking them to take over the bank for liquidation.

The reserve of the bank had been depleted, Zimmerman explained, and the directors decided that liquidation would be best to protect the depositors. Reduction in logging operations in the bank's territory cut deposits to such a great extent that the gross income of the bank was not sufficient to meet the daily expense of operation, and accordingly the directors decided to liquidate the bank and have turned it over to the banking department for that purpose. This action will materially reduce the bank's overhead by eliminating bookkeeping costs, bankers said.

The February 10, 1932, state (Continued on Page Three)

LAWRENCE TO TALK HOSPITAL SITUATION

Arthur Lawrence of the state industrial accident commission, will be in Klamath Falls Sunday morning, and has asked the Central Labor council to meet with him at the Hotel Willard at 9 a. m.

The Central Labor Council is seeking an adjustment of the difference between the commission and local hospitals regarding the allotments given local hospitals for care of patients.

Austria Stirred By Plan to Move Remains of Duke

VIENNA, Feb. 13. (UP)—Austrian monarchial circles were stirred tonight by reports that the remains of the Duke of Reichstadt, the fall son of Napoleon I, who died a century ago after collapse of the Napoleonic power had robbed him of his high titles, would be removed from the Capucine church in Vienna to Paris.

The sensational but unconfirmed reports said that Arch Duke Otto of Hapsburg, pretender to the throne of Hungary, had given permission for the removal of the body, which long has been sought by France.

DISARM CONCLAVE IS GIVEN WARNING

Success Depends on Sino-Jap Conflict Outcome, Declares Chinese.

By P. I. LIPSEY JR. GENEVA, Feb. 13. (AP)—Dr. W. W. Yen, Chinese delegate to the world disarmament conference, told the conference this morning that its success or failure depends upon the outcome of the conflict between China and Japan in the Far East.

If the covenant of the league and the Kellogg pact are permitted to crumble to pieces over the Sino-Japanese situation, the conference will fail, he said. "The outcome of the present struggle to ward off external aggression in the most virulent form," he added, "must inevitably and largely determine the armament policy which the Chinese nation will pursue."

Dr. Yen dealt more with the Far Eastern situation in his address than with disarmament. "My country and my people," he said, "are not seeking pity or soliciting the armed help of other nations in our hour of trial, but we do demand that the nations that have affixed their signatures to these solemn instruments fulfill the obligations to which they have subscribed. We do appeal to you to rally around the covenant and the Kellogg-Briand pact, for only by so doing can you make the work of disarmament real and permanent."

If he said, the covenant and the Kellogg pact prove to be bulwarks of peace and international justice on which law-abiding nations can rely for safety during an armaments truce, the disarmament conference will mark a long step forward in the organization of peace.

"But if, by some unhappy mischance," he added, "these bulwarks should crumble, the Chinese people and the Chinese government would be regretfully compelled to put above all other national tasks the building up of a national defense strong enough to secure respect and preserve against external aggression the territorial integrity and political independence of China.

"Ladies and gentlemen, what are you going to do about it?"

Soviets Deny Jap Agreement Report

MOSCOW, Feb. 13. (AP)—Reports published abroad of a secret agreement between Japan and Soviet Russia brought denials today from responsible Soviet officials. In foreign quarters here the reports were considered absurd.

LATE NEWS

WASHINGTON, Feb. 13. (AP)—The House today rejected a proposal to extend the terms of its members from two to four years.

WASHINGTON, Feb. 13. (AP)—A group of western and southern senators agreed today to accept the invitation of members of the French parliament for the formation of an informal interparliamentary association to study legislation to restore the purchasing power of silver money.

WASHINGTON, Feb. 13. (AP)—The House rejected today an effort to put in the lame duck constitutional amendment a five-month limit on alternate sessions of congress.

DALLAS, Texas, Feb. 13. (AP)—Gov. R. S. Sterling predicted today in an interview with the Dallas Times-Herald that Texas would give unqualified support to Speaker John N. Gardner for the democratic presidential nomination.

OLYMPIC ARENA, Lake Placid, N. Y., Feb. 13. (AP)—Canada won the 1932 Olympic hockey championship today with a total of 11 points to 9 for the United States by holding the United States to a 2 to 3 tie in the final game.

PLANES, GUNS SPRAY SHANGHAI AREA SATURDAY

Hopes of Peace Fade; Bombardment Heaviest of This Campaign.

Nippon Preparing for Big Push; Claim Stopping Counter-Attack.

By JAMES P. HOWE (Copyright, 1932, by the Associated Press)

SHANGHAI, China, Sunday, Feb. 14. (AP)—Fighting along the Woosung front subsided early today, but under cover of darkness the Japanese landed troops and tanks, guns and ammunition from seven transports, which moved up the Whangpoo late Saturday night.

Somewhere close to the China coast on the way from Japan more transports were bringing additional men and supplies for the big push General Kenkichi Ueyeda plans to start soon.

SHANGHAI, Feb. 13. (AP)—Japanese airplane and big guns pounded the wrecks of Chapel and Woosung today with the heaviest bombardment since the fighting began two weeks ago, and claimed they had stopped a Chinese counter-attack.

Promising reports of peace negotiations, through the medium of the ministers of the United States, Great Britain and France also were shot to pieces when Johnson T. Johnson, American minister, who arrived here yesterday with the British and French diplomatic representatives, said he knew of no such prospects.

Americans Protest The voices of 100 American residents of Shanghai were raised in protest against the Japanese activities in a cablegram to United States Senator William E. Borah at Washington. Their protest was against what they called the violence of Japan's methods. They feared, they said, that if Japan were successful world reliance would again be placed on armed forces, and the cause of disarmament would lose all it gained since the world war.

Rev. Emory Lubbock, American pastor of the Shanghai community church, told the Associated Press the American community, as far as he knew it, was "unanimous and indignant in condemning Japan's entirely misguided 'defense' of Shanghai."

Had her punitive measures taken "sooner and more civilly," he said, she would have received considerable support from Americans.

Settlement Endangered The belief now prevailed, he said, that the Chinese attitude to (Continued on Page Three)

PRICES SOAR IN CHICAGO WHEAT

CHICAGO, Feb. 13. (AP)—Soaring prices carried wheat up today to the highest point since last November.

Immense export purchases of wheat 2,000,000 bushels or more, combined with sensational gains in stock market quotations went hand in hand with a rise of 2 1/2 cents a bushel for wheat and 1 1/2 cents for corn. Export buying included material quantities of United States hard winter wheat for France and Greece.

Wheat closed unsettled 1 1/2-2 1/2 cents higher than Thursday's finish.

Corn 1 1/2-1 1/2 cents up, oats 1/2-1 cent advanced, and provisions showing a rise of 17 to 25 cents.