

MRS. WILEY GIVEN CHANCE TO SURVIVE

A New Year's gift, beyond price, was given to Mrs. Carleton Wiley (Elizabeth Warner), plucky young Klamath Falls girl who has been near death for more than six weeks in St. Vincent's hospital in Portland.

For the first time since Thanksgiving day, when Mrs. Wiley suffered the loss of her leg in a freak automobile accident in Portland, attending physicians have given her a chance at life.

On Christmas day Mrs. Wiley was allowed to sit in her wheelchair and visit the children at St. Vincent's. She suffered no serious reaction and several days later showed definite signs of improvement, the first in more than a month.

Mrs. Wiley's mother, Mrs. Lucille Warner, is expected in Klamath Falls for several days this week. She has not left her daughter's bedside since called to Portland.

QUIET, CHEERS ALTERNATE AS SESSION OPENS

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publican spokesmen were cool toward it.

Senate Majority Leader Barkley of Kentucky said the message was "a very comprehensive, well-prepared and constructive speech," while Senator McNary of Oregon, the republican leader, called it "pleasingly conciliatory in comparison with some of the recent utterances by some administration officials."

Senator Nye (R-ND) said it "would have been better if there had been some specific recommendation for a way to help us get away from the direct WPA dole."

"Sound, Constructive"

House Minority Leader Snell said the message was "more conciliatory than I expected," while Representative Taber (R-NY) asserted "the president seems to be bound to make the depression complete."

"A very excellent message, certainly consistent with Mr. Roosevelt's objectives throughout his administration," said Speaker Bankhead. "I think there was nothing harsh in it or anything that a fair-minded person could object to, either big businessmen or little businessmen."

"Very sound and very constructive," was Majority Leader Rayburn's comment.

Representative Boland (D-Pa) the majority whip said "it points the way for congress to enact legislation to overcome the exacting situation."

"Prospects Bright"

Despite extraordinary interest created by speculation over what Mr. Roosevelt would have to say about his policies with regard to

business, there were several evidences of determination on the part of leaders to get down to work quickly.

Democratic Leader Barkley of the senate said prospects for enactment of Mr. Roosevelt's program were "bright." He predicted the senate would dispose of the controversial anti-lynching bill in a week. It is ticketed for consideration January 6.

Barkley, Vice President Garner, Speaker Bankhead and House Leader Haysburn called at the White House before noon to go over his message with Mr. Roosevelt.

April or May

Later Barkley told newsmen he hoped congress would complete its work by April 15. Barkley predicted adjournment by May.

Bankhead said the house this week would begin considering the independent office appropriation bill and would take up other appropriation bills as soon as they were ready.

He predicted the house would start consideration January 19 of the Ludlow war referendum resolution and referred "as far as I'm concerned, I'm opposed to that."

Barkley said the senate would take up the administration's government reorganization bill immediately after a vote on the anti-lynching bill.

Regarding suggestions the administration might seek to pass a new wage and hour bill in the senate, the democratic leader said he thought the wage and hour question now up to the house.

SUBURBAN NIGHT SPOT RAIDED; STAFF ARRESTED

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Blackman, District Attorney Hardin Blackmer said Monday that persons who owned bottles left at the club could have them if they would call at his office and make proper identification.

The search warrant also showed that a considerable quantity of liquor had been seized from a car parked near the Embassy club house.

Weekend activities of the state men here also included arrest of Walter C. Martens on a charge of unlawfully selling alcoholic liquor. Justice W. B. Barnes said Martens is under suspended sentence for a similar offense.

CENSUS INDICATES MILLIONS JOBLESS IN UNITED STATES

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their need, when they seek employment, they enter the labor market and compete with others who have jobs or vitally need jobs. They are therefore a factor in the unemployment problem, though they may never seek relief."

In giving out his results, Biggers said "the present report reflects the decline during the earlier stages of the current business recession but not the subsequent trend."

Some government economists said unemployment probably would be most pronounced in January and February because of a seasonal "slack period," but that jobs might increase in the spring.

Biggers said the census should prove worthwhile "not only because it provides new facts and figures about unemployment but because the wide popular consideration of this subject has focused the attention of the nation upon the immediate necessity of formulating a long range program of re-employment."

Attention will be given this aspect of the problem in hearings beginning tomorrow before a special senate committee investigating unemployment and relief.

CHIANG DROPS CIVIL DUTIES TO RUN ARMY

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political effect China's increasingly friendly relations with soviet Russia would bring.

The government decided to abolish all reformatories for political offenders and to release all inmates. This was termed a step toward complete freedom of thought within the republic.

On far-flung battle fronts the Japanese were still smashing relentlessly ahead, resisted but not halted in their campaign to hammer China into submission.

Japs Gain in Shantung

Latest Japanese gains were in rich Shantung province, where the invaders captured the important city of Taian on the Tientsin-Peking railway. Chinese troops blew up a bridge and withdrew across the Wen river, establishing a new defense line at Tawnkow.

Chinese air activity, resumed

after a long lapse, was marked by an attack on Nanking. Only vague details were learned. The Chinese said they bombed a Japanese airdrome outside the former Chinese capital, destroying two planes on the ground.

At Canton, city officials threatened to destroy the populus port rather than surrender it to Japanese. This was another manifestation of the Chinese "scorched earth" policy of leaving all behind them in ruins as they fall back before the Japanese.

Chinese Filers Decorated

Forty Chinese filers, distinguished by shooting down one of more Japanese planes, were decorated by Chiang Kai-shek at his field headquarters. Special decorations were pinned by Madame Chiang Kai-shek on pilots who have shot down more than five Japanese planes.

The generalissimo said China's filers have proved themselves of enormous benefit to the armed forces of the republic. The air force has been strengthened recently by Russian plane deliveries.

Information reaching Shanghai supported reports that Japanese peace overtures to China had been rejected. The Chinese pointed out that they were anxious to negotiate but said the Japanese terms were impossible.

AP CORRESPONDENT DIES OF WOUNDS IN TERUEL BATTLE

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wounds in his legs and abdomen and fracture of one leg.

Insurgent Generalissimo Francisco Franco, who had telephoned Zaragoza to inquire of Neil's condition, expressed deep sympathy when informed of his death.

The correspondent, who earlier in his career became known to millions of sports fans for his vivid accounts of sports events, had covered the Ethiopian war and, since May, Spanish insurgent battlefronts.

NEW YORK, Jan. 3 (AP)—The Associated Press' vast network of wires carrying the news to every corner of the United States was alerted for two minutes today in tribute to Edward J. Neil, AP war correspondent killed in Spain.

The flow of news was halted at 6:30 a. m. (EST), the moment Neil was being held for Neil in the cathedral of Zaragoza, Spain.

CITY TAX RATE RISES AFTER ERROR FOUND

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ath Falls for the new year is 71.7 mills instead of 71.3 mills.

Here is the table of combined rates for the various school districts:

County unit-county	1938	1937
County unit-Union	32.0	31.2
high No. 2	40.4	37.2
Dist. No. 1 and county unit high	37.0	38.1
No. 1 and Union high	45.4	44.1
No. 2	45.4	44.1
This is the table of combined levies for municipalities, corrected:		
Klamath Falls	71.7	71.2
Chiloquin	59.8	57.4
Bonanza	51.5	48.5
Merrill	51.0	46.1
Main	69.8	64.9

HOMESTEAD BOARD SLATES HEARINGS THREE MORE DAYS

Hearing before the examining board of the bureau of reclamation, in regard to the homestead lands in the Tulelake area, will continue for three more days according to the reclamation officials Monday.

The board will hear the plea of applicants on January 4, 5 and 12. These applicants include the group which fell under 99 per cent in the recent examination for homestead lands in the newly

opened area. Many of the farmers have traveled for several days to obtain a hearing before the board.

MERCHANTS TO HOLD MEETING

A meeting of the merchants of the city has been called for Wednesday at 2 p. m. at the chamber of commerce by L. L. Hendrick, chairman of the merchants' bureau.

Various problems affecting retail trade will be discussed, in-

cluding Saturday night closing, 1938 holidays and a suggested community chest movement.

CAVEINS RECUR JACKSONVILLE, Jan. 3 (AP)—Last week's rain storms brought a recurrence of caveins in the abandoned mine shafts under Jacksonville streets. A building behind the old Abbott house slipped several feet.

Returns to School—Tom Radcliffe returned to Oregon State college Sunday after spending his two-week Christmas vacation with his parents here.

Don't take needless risks with CHEST COLDS

Relieve Their Misery This Proved Way

WHEN there's a cold to treat—especially if it's a chest cold—that's no time to experiment. Relieve the misery with the treatment that has been doubly proved for you.

Here's What To Do: It's best to stay in bed and get lots of rest. Eat lightly, drink plenty of water, and keep elimination regular. And use your dependable Vicks VapoRub without delay.

VapoRub has been proved by everyday use in more homes than any other medication of its kind—further proved by the largest clinical tests ever made on colds. (Full details in every VapoRub package.) Only Vicks give you proof like this.

VapoRub is direct external treatment. No "dosage"—no stomach upsets. Just massage it on throat,

chest, and back. Then—to make its long-continued double action last even longer—spread a thick layer on the chest and cover with a warmed cloth.

No Long Waiting for Relief to Begin... Almost before you finish rubbing, you begin to feel warm and comfortable as VapoRub goes to work direct through the skin like a poultice. At the same time its medicated vapors, released by the warmth of the body, are carried direct to the irritated air-passages with every breath.

This double action loosens phlegm—relieves irritation and coughing—helps break local congestion. And long after restful sleep comes, VapoRub keeps on working.

VICKS VAPORUB

1938 BUDGET BALANCE OUT OF QUESTION

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use; modification of taxes without reduction of income.

Limits to Reform

Radio chains around the message across the nation and transcriptions and translations were made for rebroadcasts over the world.

While he urged the adoption of many business reforms Mr. Roosevelt said there were specific limits to the extent government could go in effecting them. He stressed the necessity of cooperation between the central, state and government.

The anti-trust laws, Mr. Roosevelt said, "require reconstruction," but he reserved detailed recommendations for a later message.

"Income Must Be Kept Up"

He again urged tax revision where levies were working a hardship on small business but said federal income should be kept at its present level, abuses "must not be restored" and "speculative income should not be favored over earned income."

Asserting the task facing the three branches of government "faces us—as squarely, as insistently, as in March, 1933" the president declared as to the business situation and recent attacks on monopolies by administration lieutenants:

"The overwhelming majority of business men and bankers intend to be good citizens. Only a small minority have displayed poor citizenship by engaging in practices which are dishonest, or definitely harmful to society.

"This statement is straightforward and true. No person in any responsible place in the government of the United States today has ever taken any position contrary to it.

"But, unfortunately for the country, when attention is called to, or attack is made on specific misuse of capital, there has been a deliberate purpose on the part of the condemned minority to distort the criticism into an attack on all capital. That is wilful deception, but it does not long deceive."

The president hinted possible new proposals for revision of banking practices when he asserted "control banking and finance" despite federal efforts to "take such control out of the hands of a small group."

Kept At Peace

"We have but to speak with hundreds of small bankers throughout the United States," he said, "to realize that irrespective of local conditions, they are compelled in practice to accept the policies laid down by a small number of the larger banks in the nation. The work undertaken by Andrew Jackson and Woodrow Wilson is not finished yet."

"Devoting the first part of his message to foreign affairs, the president said the United States "has been kept at peace despite provocations which in other days, because of their seriousness, could well have engendered war."

While this country had striven for reduction of armaments and conciliation of international differences, he said, in a world of high tension and disorder it and other peaceful nations must "be strong enough to assure the observance of those fundamentals of peaceful solution of conflicts which are the only ultimate basis for orderly existence."

"Adequate Defense"

"Resolute in our determination to respect the rights of others and to command respect for the rights of ourselves," he added, "we must keep ourselves adequately strong in our defense."

He said disregard for treaty obligations seems to have followed the "surface trend" away from democratic forms of government and added:

"Our people believe that over the years democracies of the world will survive, and democracy will be restored or established in those nations which today know it not. In that faith lies the future peace of mankind."

The president said he was as anxious as any industrialist, banker, investor or economist to balance the budget but this depended on certain conditions:

\$7,000,000 Expenditures

1—That the government continue to help the needy jobless.

2—That congress and the executive join in eliminating or curtailing federal agencies where it

Too Late to Classify

FOR SALE—Furniture of three-room apartment. This apartment for rent. Inquire 211 E. Main.

Greetings to Chesterfield Listeners Lawrence Tibbett

Here's more pleasure for '38... a happier new year ... and more pleasure for the thousands of new smokers who are finding out about Chesterfield's milder better taste.

Mild ripe tobaccos and pure cigarette paper are the best ingredients a cigarette can have ... these are the things that give you more pleasure in Chesterfields.

Weekly Radio Features
LAWRENCE TIBBETT
ANDRE KOSTELANETZ
PAUL WHITEMAN
DEBBS TAYLOR
PAUL DOUGLAS

CBS

Chesterfield

..you'll find MORE PLEASURE in Chesterfield's milder better taste

NOW IN FULL SWING!

NEW LOW PRICES WHITE GOODS

White Goods Prices Lowest in Years!

100% Wool Double Plaid
BLANKETS
70x80 Size \$7.50
Delightfully soft. Rich colored plaids. Every one beautifully bound with lustrous long wearing Duro-Sheen.

66x80 Reversible
Single Blankets
Part Wool \$9.4c
So heavy and warm. Plaid colors with smartly stitched ends. 5% wool scientifically blended with cotton for warmth.

70x80 Cotton
Sheet Blankets
Double \$1.08
Ideal for winter nights. Easily laundered. Good looking. Many colors with stitched ends.

72x84 Part Wool
Double Blankets
Inches to spare for extra tuck-in. These fine blankets are 5% wool, heavy weight and come in colorful plaids. Every one satreen bound. \$2.97

72x84 Beautiful Celanese
Comfortables
Filled with white goose down. Deluxe quality. All the luxurious warmth and cozy comfort you'd expect—and more! Exquisite colors. \$10.90

Extra Large! Beautiful Jacquard Borders!
BLANKETS
2.98 Each
Of finest cotton—in lovely pastel tones with intricate Jacquard borders! They're reversible, too! Durosheen bound. Extra large, 72" x 84".

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Sheets
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81x99 Penco Sheets now \$1.15

PURE WOOL BLANKETS
Hudson Bays! \$13.75
Warmth! Beauty! A lifetime of wear! White or colored backgrounds. Size 72" x 90".

Wool Blankets
Size 9.90
72" x 84" ea.
100% pure virgin wool! Double woven—yet light, soft and billowy! Favorite colors.

Wolverine Pairs
Size 3.98
70" x 80" Pair
Not less than 25% pure virgin wool! So soft and warm! Beautifully bound with Duro-Sheen.

66x80 Indian Design
Blankets
Just the extra blanket you need for the boy's room, for the car, etc. Many colors..... \$1.59

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