

# RUSSIANS SAY NAZI FORCES THROWN BACK

(Continued from Page One)

sians said, red troops struck in a flanking attack and cut them off from support.

The entire German division was said to have been annihilated.

Soviet dispatches also reported that the 99th red army division, an organization of picked veterans, had destroyed three other German divisions. The Russians said immobilized German tanks, their fuel exhausted, were being half sunk in the ground and used by the nazis as pillboxes.

While the Russians pictured the 42-day old conflict as turning in their favor, the Germans asserted a heavy onslaught against Moscow itself was imminent.

Informed quarters in Berlin said a German vanguard overtook retreating Russian forces on a motor highway far east of Smolensk—apparently the Minsk-to-Moscow highway—and established another encirclement in that area. The precise locale was not given, but previous reports indicated it might be in the vicinity of Vyazma, 130 miles from Moscow.

BERLIN, Saturday, Aug. 2 (UP)—An imminent offensive against Odessa, key Russian port on the Black Sea, was intimated in official quarters today as reports told of a slaughter of "tens of thousands" of soviet soldiers and capture of more than 35,000 prisoners near the Smolensk gateway to Moscow.

An authorized military spokesman stressed the significance of an official news agency announcement that German troops had crossed the Dniester river in the south, presumably placing them less than 50 miles from Odessa.

Neutral observers, who long have wondered why the nazis did not attempt a heavy drive on Odessa, interpreted the spokesman's emphasis as meaning that such an offensive might be starting.

The battle of merciless annihilation on the Smolensk front was reported by DNB after disclosure that the red army had unleashed savage counterattacks on three points, stretching from the Finnish frontier to the Black sea.

All reports showed clearly that great battles are raging at several points, but deep secrecy surrounded progress of the drive on Leningrad.

MOSCOW, Saturday, Aug. 2 (UP)—The soviet high command, describing furious tank battles, said today that the red army is battling the Germans to a virtual standstill and "completely smashing" one nazi regiment after another on the key fronts.

## TOO LATE TO CLASSIFY

A STUDENT lives 5 days each week in the school rooms. Then why not live in lovely, clean rooms where there is plenty of warmth and adequate light.

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We invite the public to visit our school and receive personal information, which is so much more reliable than "hearsay."

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Corner of High 8-2

WILL TRADE 5-room house and 1/2 acre of rich soil for small house and lot close-in or sell reasonable. 1941 Arthur street. 8-5.

2-ROOM APT. 812 Oak. Inquire 806 Oak. 8-5

WANTED—Three young girls for evening work in soda counter. See Mr. Barlow, Pelican hotel. 8-4

WANT WORK in home or grocery, by hour or day. Experienced. Phone 9075 between 4:30 and 5:30. 8-5.

UNFURNISHED three room modern house. Hot Springs. Inquire 1935 Auburn. 8-2

WANTED—Girl for housework and care of baby. 24 Main street. 8-2

## Saigon Harbor—New Japanese Base



This is a view of Saigon harbor, principal city of south French Indo-China, now occupied by Japanese naval and land forces as one of the numerous bases they have taken over by agreement with the Vichy government.

## De Gaullists Charge Germany Prevented Indo-China Defense

LONDON, Aug. 2 (AP)—De Gaullist headquarters here charged today that secret reports found in Syria showed that the German armistice commission forbade the Vichy government from sending reinforcements, warplanes or other materials to defend French Indo-China.

"There can be no more convincing proof than this of German conspiracy with Japan as to Tokyo's demands over Indo-China," the Free French communique alleged.

Free French officials said reports found in the archives of Gen. Henri Dentz, French high commissioner for Syria and Lebanon, were from the Vichy war ministry and showed that the Germans were "the real ministers of Vichy foreign policy."

Today's communique covered Friday's fighting along the line from the Black Sea to the Gulf of Finland, indicated that the Russian forces still were keeping the initiative around Smolensk and other vital sectors and hurling the nazis back from salients pointed at Moscow.

Heavy fighting which has raged unrelentingly for 16 days and nights around Smolensk continued Friday and other major battles were being fought around Nevel, slightly north of Smolensk, around Porykhow 150 miles south of Leningrad and in the Zhitomir region at the gateway to Kiev and the rich Ukraine, it was stated.

## Silk Stocking Ban Ups Trade At Local Shops

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would also be scarce, brought about heavy buying in that section, store managers said. Many shops reported the buying of silk and nylon on a "50-50" basis.

One store operator remarked Saturday that nylon mills could not produce within 20 per cent of the present demand as it is and that the need for nylon would mean present stocks would not last long at the present rate.

The greater number of Klamath Falls stores have, however, ample stock on hand to meet any demand expected of them by women customers. Many placed orders early Saturday morning with all available mills, hoping to get in on the ground floor before warehouses were empty of silk and nylon hosiery.

One of the larger stores was completely sold out of nylon by Saturday at noon, but the silk stock remained adequate. The manager advised persons that the next shipment of silk stockings would remain at today's price unless the manufacturers or wholesalers "upped" the figure.

A large woman's specialty shop, when asked if saleswomen had noted a run on hosiery, replied, "definitely."

## VITAL STATISTICS

- GREENLEAF—Born at Klamath Valley hospital, Klamath Falls, Ore., August 1, 1941, to Mr. and Mrs. Norval Greenleaf, 1840 Johnson street, a girl. Weight: 7 pounds 10 1/2 ounces.
- LIPPERTT—Born at Klamath Valley hospital, Klamath Falls, Ore., July 31, 1941, to Mr. and Mrs. R. R. Lippertt, city, a boy. Weight: 8 pounds 14 ounces.
- MICKA—Born at Hillside hospital, Klamath Falls, Ore., August 2, 1941, to Mr. and Mrs. George Micka, Malin, Ore., a boy. Weight: 6 pounds 3 ounces.
- ELIASON—Born at Hillside hospital, Klamath Falls, Ore., July 29, 1941, to Mr. and Mrs. A. W. Eliason, 3506 Hilyard street, a boy. Weight: 8 pounds.
- SCHLECHT—Born at Hillside hospital, Klamath Falls, Ore., July 25, 1941, to Mr. and Mrs. Irwin Schlecht, route 2 box 785, city, a girl. Weight: 7 pounds 14 ounces.

## PRICE FIXING BILL MEETS OBJECTIONS

(Continued from Page One)

He would be empowered to establish price ceilings, to fix rents in designated defense areas where rents had increased 10 per cent since last August 31, to "eliminate and prevent profiteering" and to "protect persons with relatively fixed and limited incomes." He could require licenses for engaging in transactions covered by the measure, except that he could not compel licenses for distribution of newspapers, periodicals, books and other printed matter.

Although sponsors of the bill made a last-minute concession to the farm bloc, senators from agricultural states indicated they were not satisfied. The farm provision would prohibit the present ceiling below 110 per cent of parity prices, or below the market price last July 29.

(Parity prices are such as would give farmers the equivalent income from their products, in terms of other commodities, as the products would have brought during a designated base period, in most cases, 1909-14.)

The union shop issue was said by spokesmen of both parties to be holding up settlement of the strike which began in the woods operation on July 15 and spread to the mill and yards the following day.

Joe Clark, CIO representative, and a mill committee met with Arthur F. Blockinger and Emil A. Blockinger, firm executives, and John B. Ebinger, firm attorney, Friday night at Chiloquin. Another meeting is scheduled for next Tuesday.

## Bonanza Rancher Injured by Truck

Victor Nork, young Bonanza rancher, is in Klamath Valley hospital suffering from a possible skull fracture and multiple injuries received late Friday afternoon when he was struck by a logging truck.

Nork was admitted to the hospital at 6:50 p. m. Friday, hospital attendants stated. His condition was reported good.

I was 15. He saw me backstage reading the Literary Digest . . . and he said it was an amazing magazine for a girl in show business to be reading.—Beginning of a beautiful friendship with William Guggenheim, as described by Mildred Borst, the Digest fan.

Fish-catching bats inhabit Mono Island, near the island of Trinidad.

## Oregon Allotted \$200,000 for NYA in Next Year

WASHINGTON, Aug. 2 (AP)—Allocation of \$21,088,125 for operation of the National Youth administration student work program, which will aid approximately 500,000 needy students during the 1941-42 academic year, was announced today by Aubrey Williams, NYA administrator.

The fund will provide part-time work for youths between 16 and 24. The amount was over \$5,000,000 less than allocated last year, the agency explaining that congress had reduced NYA funds.

Secondary school students will earn \$3 to \$8 a month. These students comprise about 75 per cent of those aided, and the money is used for carfare, clothing, books and lunches.

College undergraduates will earn between \$10 and \$20 a month, and graduate students \$10 to \$30.

Williams also announced allocation of \$85,000 for the NYA special program to aid negro college and graduate students.

Among the allocation by state, for the secondary work program and for college and graduate work, were:

## CORRECTION

Due to a misprint the price of Car-Nu was advertised as 69c per 1/2 gallon. The correct price should be CAR-NU 59c Pint

**SUNSET GROCERY**

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## 200 REMAIN IDLE AT CHILOQUIN MILL

Over 200 loggers and millworkers of the Chiloquin Lumber company remained idle Saturday as negotiations to end the 18-day old Chiloquin strike continued between the CIO and the firm's management.

The union shop issue was said by spokesmen of both parties to be holding up settlement of the strike which began in the woods operation on July 15 and spread to the mill and yards the following day.

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## Ends Today

Continuous Shows From 12 Noon  
2 BIG HITS!

Oriental stalks a Terror  
Penthouse ELERY QUEEN'S Mystery  
with RALPH BELLAMY Margaret LINDSAY

WIDE OPEN TOWN  
"Dumb Like a Fox" Cartoon • News "Wide Open Town"—1:24, 4:06, 6:48, 9:30  
"Penthouse"—12, 2:42, 5:24, 8:06, 10:48

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## RETAIL ITEMS FALL VICTIMS TO ARMY NEED

(Continued from Page One)

system in every state," would help the unemployed silk workers "to bridge the gap between the old job and the new one with a minimum amount of hardship."

War Sting Felt  
The effect of economic warfare in the Pacific was brought home to Americans with stunning force and suddenness last night as the office of production management issued a stop-order on silk processing, to conserve the supply of raw silk for the armed forces.

The order had the result of "freezing" every bale of raw silk in the hands of mills and warehouses, preparatory to possible requisitioning by the army and navy, who would thereby gain a two-year supply of silk for parachutes, powder bags and other defense necessities.

In southern states, as in Pennsylvania, New Jersey, New York, and other hosiery centers, the action of Priorities Director E. R. Stettinius Jr., raised the threat of widespread unemployment.

The action, resulting from restrictions on trade with Japan, source of virtually all American silk, left manufacturers with no alternatives but indefinite shut-down or a switch-over, as rapidly as possible, to the use of rayon, nylon or other synthetic fibre.

Mills having stocks of "thrown" silk—semi-processed fibre, ready for weaving—may continue to function, but only until their supply of thrown silk is used up. Otherwise only firms which hold army and navy orders and which obtain specific permission from Stettinius may operate.

WASHINGTON, Aug. 2 (AP) Japan faced a showdown today in her program of expansion southward as President Roosevelt acted to embargo aviation fuel and drastically reduce other oil exports on which Japan depends for more than two-thirds of the gasoline and lubricants that she needs.

Since Great Britain and the Dutch East Indies—the only other available major sources—have imposed stringent export control and financial restrictions on oil and other military necessities, petroleum authorities consider that Japan's war machine and industries must now run principally on hoarded and diminishing oil stocks.

The United States struck another severe economic blow at Japan when all silk stocks in this country were frozen, presumably for defense production, indicating that import control

## NAZIS CRACK DOWN ON NORWAY UNREST

(Continued from Page One)

ported that a state of civil siege already had been put into effect in Norway, but Berlin denied it, announcing only that Terboven had been empowered to decree it. A civil siege was declared to be more effective than a military state of siege, which is virtually in all occupied territories.

Radios Seized  
All radios in the coastal region of Norway from the Swedish border to Alesund must be delivered to German occupation authorities, it was decreed today.

Radios, it was ruled, also must be given up in the Lofoten islands and in the following cities north of Alesund: Kristiansund, Molde, Tromsø, Harstad and Setermoen.

U. S. CRITICIZES FRENCH POLICY  
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tion on the part of third powers.

"This government has now received information of the terms of the agreement between the French and Japanese governments covering the so-called 'common defense' of French Indo-China. In effect, this agreement virtually turns over to Japan an important part of the French empire."

VICHY, unoccupied France, Aug. 2 (AP)—Chief of State Petain was reported tonight to have insisted before a lengthy cabinet meeting that France stay within the limits of her present agreements for collaboration with Germany despite pressure for a military accord with the reich which would extend to the African port of Dakar.

As a result, informed sources believed there would be no immediate change in the composition of policy of the French government.

We're not taking very seriously that story of several eagles being captured in New Jersey, having seen several New Jersey mosquitoes.

## TOKYO PLANS TO CONTINUE ASIA POLICY

(Continued from Page One)

sources in Shanghai said Tokyo had tentatively approached Thailand yesterday with the object of welding that country into Japan's so-called "co-prosperity sphere."

This further supported a statement by authoritative quarters in London yesterday that Japan had demanded military bases in Thailand, within 400 miles striking distance of Singapore, and control of the country's rubber, rice and tin production.

In Tokyo, the Japan Times and Advertiser, organ of the Japanese foreign office, said flatly that British and United States moves to cut off Japan from vital supplies of oil, tin and rubber would only speed her program to win economic self-sufficiency in the south Orient.

President Roosevelt's order clamped a full-fledged embargo on aviation fuel and drastically reduced the shipment of other oil supplies on which Japan depends for more than two-thirds of her needs.

Domei, the official Japanese news agency, said the measure was aimed directly at Japan, and Tokyo newspapers asserted that the United States was attempting to monopolize vital raw materials in the South Seas as a preferred customer basis.

## Anderson Given 10-Year Sentence

Jim Anderson, who admitted forgery, was sentenced to 10 years in prison Saturday morning by Circuit Judge David R. Vandenberg.

Anderson previously did a "hitch" from Tillamook county.

## Work to Begin on Worden Power Line

Copco crews Monday will begin work on a new power extension into Worden, Ore., and the Tulana farms, Sam Ritchey of the power company said Saturday.

The line will provide electric power to several residences in Worden and two drainage pumps on the new Tulana development east of Worden.

## 6000 Pounds of Aluminum Put Into Stockade

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George Long, Bill Puckett, Fred Holmes, Bill Radcliffe, Bill Meade, Bob Bailey, James Taylor, Paul Newman, Donald Palmer, Solon Stone, Michael Robinette, Stanley Hendricks, Bob Martin, F. Fletcher, Nielson Abbott, Earl Emery, Robert Red key, Dee Nelson, Buddy Selby, Willis Griffith, Paul Newman, James McBride, Jack Supan, Jim and Jack Kennett, Jerry McClure, Bob Johnson, Ivan Stride, Bill Masters, George Underwood, Charles Selby, Tommy Sands, Ray Schatz, Dick Moore, Griffith, Lester Foster, Don Ballow, Bob Selby, Arthur Palmer, Willis Griffith, B. Selby, William Lawrence, Warren Castleberry, Gene Hankins, Bill Hall, Terry McClure, Walt Bethune, Jesse Smith, Jim Case, Bob Morris, Bud Stringham, Dale Constans, Jack Rawlings, and others.

## 29 Men Register For Marine Corps In July Here

During the month of July, 29 young men enlisted in the U. S. Marine corps through the local Recruiting office, located in the Stewart-Drew building, 731 Main street.

The following are those who were accepted:

Alfred L. Linzi, Dairy; Willis L. Kruger, Bonanza; Bill H. Sullivan, of Klamath Falls; John Atkinson, Klamath Falls; Kenneth O. Wise, Klamath Falls; George W. Doney, Central Point; Schubert L. Lamb, Lakeview; Clude R. Koff, Klamath Falls; Terry R. Ireland, Klamath Falls; Victory Shirley, Klamath Falls; Donald L. Taylor, Chiloquin; Raymond E. Dotson, Tenn.; Naman Bassett, Wadley, Ala.; David B. Karpe, Shreveport, La.; Arvin J. Rachall, Shreveport, La.; Irvin H. Peyton, Klamath Falls; James A. Watson, Fort Klamath; Thomas C. Lester, Klamath Falls; Donald J. Gray, Fort Klamath; Samuel E. Emerson, Fort Klamath; Earl J. McBride, Moulton, Ala.; Sammy B. Amason, Puyton, Ala.; Wesley N. Hunter, Klamath Falls; Luther L. Thornton, Klamath Falls; Robert V. Houston, Klamath Falls; John D. Pinson, Orinda, Tenn.; and Philip W. Swygart, Malin.

Visitor—Clifford Real of Quartz mountain was a business visitor in Klamath Falls this week.

**LAST TIMES TODAY**  
Continuous Shows Today From 12 Noon  
Thrilling Drama! First Run Western Hit!  
Bette Davis in "PETRIFIED FOREST" Charles STARRITT "THUNDERING FRONTIER"

**PLAYS SUNDAY and MONDAY**  
Continuous Shows Sunday From 12 Noon  
2--BIG THRILL HITS!--2  
IT'S JUDY'S FIRST BIG COMEDY DRAMA!

SHES' A LAUGHIN' COLLEEN who'll be stealin' your heart away!  
**Little Nellie Kelly**  
starring **JUDY GARLAND**  
with George MURPHY - Charles WINNINGER Douglas MCPHAIL Metro-Goldwyn-Mayer

A Thrill-Filled Spine Tingling Drama!  
**The SECRET OF DR. KILDARE**  
with **LEW AYRES** **LIONEL BARRYMORE** **LIONEL ATWILL**

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MARGARET MITCHELL'S Story of the Old South  
**GONE WITH THE WIND**  
IN TECHNICOLOR starring  
**CLARK GABLE as Rhett Butler** LESLIE OLIVIA  
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and presenting  
**VIVIEN LEIGH as Scarlett O'Hara**  
A Selznick International Production

SUNDAY—CONTINUOUS FROM 12 NOON  
COMPLETE SHOWS 12:00 • 4:15 • 8:30  
MONDAY and TUESDAY  
MATINEE 2:00 P. M. • EVENING 7:00 P. M.

All Day Sunday and Monday and Tuesday, Nights All Seats 65c. Monday and Tuesday Matinees, Children 25c. Adults 40c. All Prices include Tax.

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