

(P)-The remnants of a Japanese army of 100,000 men, reported

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Army Cantonment Janeiro. "The **To Be Started** decision of the Pan American conference should not At Medford Site be based upon the axis declaration of war against the United

of pride among newspaper men that most of the newspapers to stand for a "benevolent, in-telligent neutrality" when they in the United States supported meet January 15 in the Pan General Mitchell in his day and American conference at Rio de

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which U. S. army bombers may

have been flying to attack Jap-

will not be obtained as they were obtained in the last war." "If you can give an effective, (Continued on Page Two) On the opposite side of the

186,000 out of the treasury, he believed that an additional \$3,-000,000,000 would be spent out

have supported his successors who have continued to plead for expansion of U. S. air defenses.

ON the bad side today:

The Japs appear to be drawing steadily nearer to Singapore down the Malay peninsula. The British fight stubbornly but have to withdraw in the face of heavily superior forces. On the good side:

The Chinese claim practical annihilation of the Jap army of 100,000 sent against Changsha. The Japs admit withdrawal from Changsha, explaining that their attack on it has "served its pur-

THE Russians appear to have accomplished the difficult feat of landing troops from trans ports under protection of naval guns at Feodosiya and at Yevpatoriya, in the Crimea. (Consult your map for details.)

. . .

Their purpose is to drive the Germans out of the Crimean peninsula, which is a handy jumping off place for a German drive into the Caucasus (for oil.) A soviet "informant" (that's a

new one) says today that Russia expects to drive the nazi raiders back of the Leningrad-Smolensk-Dnieper river line 200 miles west of Moscow by around February -thus "turning the nazi retreat into a military catastrophe in the bitterest part of the winter."

(THOSE whose job it is to worry about American morale are getting afraid we're becoming cocksure over Russian successes and inclined to sit back (Continued on Page Two) Mrs. Bert Gooch, Bly 1.00

WASHINGTON, Jan. 7 (P)tion of war against the Onliced WASHINGTON, Jan. 1 (97)-States," the note said, while "the whole future of South American countries lies at stake."

The note added that "the axis and Japan limit themselves to the hope that at this grave mo-withheld all details and estiment in human history the mates on cost, construction time South American states can find and other phases of the work. South American states can find

among their ranks statesmen ca-The department did not menpuble of realizing where the real tion the proposed cantonment in interests of their countries lie." the Corvallis-Albany area.

Contributions Received By Red Cross in War Relief Campaign

	· ····································
Contributions previous-	Joe Clark
ly acknowledged \$4989.48	Blanch Ager
Contributions received	Mrs. O. C. Johnson
Wednesday \$ 157.50	Mr. and Mrs. J. F. Fergu- son
Total	Mr. and Mrs. A. E. John- son
Klamath county started on the	Jeff Causbie
second lap of its Red Cross war	A Friend
relief fund drive Wednesday,	Safeway Stores
with over half of the \$10,000	
quota ready to aid American	Ray Jenkins
fighting forces and bombed civil-	Baldy Evans
ians.	H. B. Johnson
Funds are being collected here	Rebekah Social club
on a purely voluntary-contribu-	A Friend
tion basis, and represent the de- termination of every Klamath	son
citizen to pitch in and do his	Violet Hahn
part in licking the enemy. By Wednesday, the following	Mr. and Mrs. LeRoy Erc mann
contributions had been received:	Mr. and Mrs. Ed Osten-
Ellingson Mill\$ 25.00	dorf
Mary Worrell 5.00	H. E. Hosley, Chiloquin .
S. D. Doremus 1.00	Mr. and Mrs. E. E. Evans,
Mrs. Bert Gooch, Bly 1.00	

anese peninsula, where the Japanes pines. were admitted yesterday to have

one point.

To Furnish Food

For Alaska Area

For Japan, the Indies with captured Kuantan, only their treasure-trove of such vital miles from Singapore, the Britwar supplies as rubber, tin and ish continued to withdraw south-(Continued on Page Two) ward "according to plan," the

bulletin declared. Mystery Surrounds disclose the extent of the with-Fate of Driver in drawal. Sandy River Plunge

PORTLAND, Ore., Jan. 7 (\mathcal{R}) Mystery surrounded the rescue last night of Newton D. Cherry, of that state-doubts which were raised yesterday by reports of 49, Milwaukie, Ore., from a partially submerged car in the British withdrawals on that front and by mention of Japanese a frigid waters of the Sandy river

tivity in Selangor state to the south. east of here. Charles W. Post, 22, Trout-

Matanuskans Agree

Charles W. Post, 22, Trout-dale, saw the car slide from the slippery road into the river about 4 p. m., summoned help and lifted the unconscious Cherry to safety through a hole chopped in the roof. At Portland general hospital this morning, Cherry, suffering from head injuries, told attend-ants that S. L. Odom of Oregon City had been driving the car.

3.00 City had been driving the car. Post said he and the other res-5.00

2.00

1.00

5.00

1.00

cuers found no one else in the whicle and that the doors were 75.00 jammed shut. $3.00 \\ 5.00$ Officers began a search of the river when they failed to

2.00 locate Odom.

FLEET PLANS

SINGAPORE, Jan. 7 (AP) 2.00 Vice Admiral Sir Geoffrey Lay-

ton, commander in chief of Brit-5.00 ain's Far Eastern fleet, has left vitally needed for defense sup-

Singapore to organize the east- plies. 2.50 ern fleet "so that the allies may gain sea supremacy in the Far to increase production of their East as soon as possible," it was farms between 25 and 50 per 1.00

5.00 officially announced today.

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British Navy, RAF **Raid Norse Coast**

LONDON, Jan. 7 (AP)-A joint

navy and RAF raid on Helle-fjord on the Norwegian coast The announcement failed to yesterday was announced today. A joint communique an-

province capital which twice be-The disclosure that heavy fightnounced that one German sup-ply ship of medium tonnage fore had beaten off the invaders. ing still was continuing in Perak In addition to the heavy losses served to dispel doubts whether two trawlers were sunk in fead and wounded inflicted the town of Floro, near upon the Japanese, the Chinese the British still held any part upon the Japanese, the Chinese off Aalesund.

Alesund. A German canning factory lso was damaged. declared they had taken many prisoners — exactly how many they did not say. also was damaged.

Italy Doubts U. S. Ability in **Comment on Roosevelt Speech**

the 77th congress yesterday in By The Associated Press Italian authorities today a speech in which he predicted called President Roosevelt's pro-gram for 185,000 planes and Axis quarters were cautious,

ANCHORAGE, Alaska, Jan 7 (A)—"Fill the ships with those supplies essential to the defense 120,000 tanks in 1942 and 1943 skeptical of the program's real-"sensational, spectacular, of a ization; the united nations and typical North American brand" their friends showed a lift in Alaska, we'll provide as much of the foodstuffs needed but expressed unbelief in its morale.

for civilians and soldiers in the realization and carefully kept In Italy, a spokesman told the figures out of the controlled foreign correspondents that "the territory as our farms will pro evident scope of this sensation-al listing of such sensational figduce," Matanuska valley farm ers told their Uncle Sam today German commentators vague-

ly referred to it as a "fairly substantial speech, but said in The members of the federal ures is to impress the world, above all the population of the colonization project know they United States.

can't possibly become the ex-clusive bread basket for Alaska general it was merely a warmed-up version of old Roosevelt "There is no point in examin-ing the figures. The practical Comics and Story but they feel they can produce enough to lighten the loads of speeches. Germans, too, were not allowed to know American ships plying between the states and the northland, leaving space production plans.

"Yanks Are Coming" In London, one headline was typical in its jubilance: "The Yanks Are Coming."

They have pledged themselves These, in brief, typified the world-wide reaction to the prescent during this year. ident's war program laid before

fleeing northward from a stun ning defeat at Changsha, were said today to have suffered 7000 additional casualties while breaking through Chinese forces blocking their line of retreat. Chinese dispatches previously estimated that the Japanese had

lost 30,000 men in their abortive

ettempt to take Changsha, Hunan

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Cigaret Tax Due To Take Effect at Midnight Tonight

SALEM, Jan. 7 (P)-Oregon cigaret smokers will begin at midnight tonight to pay a state tax of 2 cents per package, un-less a last-minute court injunc-tion is obtained to prevent the measure from becoming law.

The measure was passed in the closing minutes of the 1941 egislature, but the State Retail Grocers association filed a referendum against the bill, pre-venting it from becoming effective and placing it on the general election ballot next November. The attorney general, how

ever, voided the referendum and ruled the measure should be-come effective, holding that the association's expense statements were inadequate.

The association had an-nounced it would file court action to prevent the tax commission from collecting the tax,

but it has not yet done so. More than 18,000 dealers must obtain licenses from the tax commission. Stamps will be available in about six weeks.

News Index

Page Page tutility of this new method of Courthouse Records conducting war in advance by Editorials means of sensational armaments High School News Page Page Page 10 plans remains to be seen," he Information added sarcastically. Stefani, the official Italian Midland Empire News. Page Page Page Page news agency, said the stupen- Pattern dous armaments yet to be made PTA Notes Page Sports Page