

CURTIN WARNS AUSTRALIA CAN BE LOST

(Continued From Page One)

gains which are clearly reversed for our forces.

Of the fighting in southern Russia, Curtin said the fate of the Russians was in the balance and "the fall of Russia would be a crushing blow to our cause—such a calamity would strengthen Japan's position still further in the Pacific and against China."

Recent Japanese reverses in the Pacific, he said, were "frustrating" from Japan's point of view, but far from decisive.

Simultaneously in Wellington, New Zealand, Prime Minister Peter Fraser and United States Minister Patrick J. Hurley issued warnings against over-optimism on the part of the United Nations.

Middle East Vital

Curtin said that a complete setback for the allies in the Middle East would gravely affect Australia because it would give the enemy command of the Suez and the gateway to India, leaving the Indian ocean open for enemy approach to Australia.

"But for a recent merciful deliverance, the enemy might be in Australia. We had a deliverance like Dunkerque."

Curtin referred evidently to the battle of the Coral sea.

"Submarine warfare against the allies has reached a high intensity and shipping losses, I tell you bluntly, are beyond our present annual replacement capacity," Curtin added.

City's Scrap Rubber Drive Reaches 30 Tons

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the \$5 difference, less operational expenses, will remain for the relief agencies.

SALEM, June 17 (P)—The scrap rubber drive in Oregon, which will last two weeks, will produce about 3000 tons, or from 75 to 100 carloads, Claude I. Sersanous, chairman of the state salvage committee, estimated today.

"The way the people of Oregon have rallied to the SOS call for scrap rubber is not only encouraging, but is confirming the fact that the people generally now are realizing that America is at war and fighting for its life," Sersanous said.

Disabled Veterans Demand Voice in Post-War World

McMINNVILLE, June 17 (P)—Oregon Disabled American Veterans demanded yesterday that they be given a voice in shaping the post-war world.

One resolution passed at the close of the 21st annual state convention asked that one of their members be allowed to "sit at the conference table when the United Nations dictate the terms of peace."

Another proposed to abolish in the future "the right of Japanese, American-born or other, to own or contract any property or business for material gain."

Next year's convention was voted to Klamath Falls.

Editorials on News

(Continued From Page One)

SIA, he will have the world by the tail.

(THIS writer, incidentally, is growing weary of the term "oil-rich Caucasus" and hereby takes the pledge not to use it.)

PREMIER CURTIN of Australia sounds a warning note today.

He doesn't like the news from Libya—which, he says, is bad. If the allies fail to hold the Middle East, Australia will be endangered (by way of Suez) and the war against Japan can only be won if Australia is held.

And, he adds, the enemy submarines are a REAL THREAT, destroying ships faster than we can build them.

His warning there has a point. It makes little difference how much we produce if we can't get it to WHERE IT IS NEEDED. Ships are required for that.

Roosevelt Signs \$50 Minimum Base Pay Measure

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ive resolution and the senate is expected to do so tomorrow, after which the legislation will be sent to the president.

Pay Shown

The following shows the new monthly base pay and allowance schedules:

Privates and apprentice seamen	\$ 50
First class privates and second-class seamen	54
Corporals and first-class seamen	66
Sergeants and third-class petty officers	78
Staff sergeants and second-class petty officers	96
First or technical sergeants and first-class petty officers	114
Master sergeant and chief petty officer	138
Second lieutenants and ensigns	150

(A private now receives \$21 monthly for his first four months, \$30 thereafter, and \$40 after one year in service.)

Nurses' base pay would be raised \$20 monthly, to \$90, for those with less than three years of service, and \$5 monthly to \$135, for those with more than nine years of service. As in the case of the army and the navy, the base pay is exclusive of additional pay for longevity.

New rental allowances:

Second lieutenant with dependents	\$ 60
Without dependents	45
First lieutenant with dependents	75
Without dependents	60
Captains with dependents	90
Without dependents	75
Majors with dependents	105
Without dependents	90
Lieutenant colonels with dependents	120
Without dependents	105
Colonels with dependents	135
Without dependents	120

Higher ranks unchanged except for \$25 increase for brigadier and major generals without dependents.

(Similar provisions for naval officers of corresponding rank.)

For all officers entitled to allowances for food, the daily single ration is increased 10 cents, to 70 cents daily.

Vallejo Visitors—Mr. and Mrs. Louis E. Lincoln of Vallejo, Calif., visited in Klamath Falls Wednesday. They are on a vacation trip through the north. Lincoln was formerly with Weyerhaeuser Timber company.

ARMY ASSUMES OPERATION OF AIRPORT HERE

(Continued From Page One)

any, is naturally a matter for disclosure only by the army, said Thomas.

Stromme in Charge

Operation of the field will be under the direction of the office of Colonel Stromme. The Portland airbase commander has visited Klamath Falls and inspected the field, and his representatives have since been here on occasions to look into the local situation.

City Engineer Thomas stated that current construction work, which is financed by the CAA and supervised by the army engineers, will continue to completion.

Captain O. H. Schrader is resident engineer for the army engineers. He has offices at the airport hangar.

Here's Chapter Two in Hollywood Rescue Drama

HOLLYWOOD, June 17 (P)—Chapter 2 of that gripping Warner Bros. serial, "All Wet in Technicolor"—or, "The Heroine Braves the Ice Water to Effect Another Rescue."

(In chapter 1, you remember, Bette Davis saved a child actress from Lake Arrowhead after their canoe overturned.)

Yesterday's cast: The heroine: Alexis Smith. The discomfited victim: Mushy Callahan, a top ranking welterweight fighter a decade ago, but definitely a lightweight where swimming is concerned. The scene: A tank on the studio's backlot for "San Francisco Waterfront."

The action: Miss Smith and Callahan, technicolor director in a fight scene, are accidentally pushed into eight feet of water as they watched the filming.

Yep, she saved him.

Canadians Must Have Permit to Change Jobs

OTTAWA, June 17 (P)—New government regulations requiring nearly every person in the dominion to obtain a permit before changing his job were announced today by Elliott M. Little, director of national selective service.

The new order, affecting both men and women, except those in agriculture, is effective immediately. It extends the previous regulations concerning employment in so-called "restricted occupations" to almost every form of work.

Losee Takes "Nails" To State School

Forrest Losee, Klamath county juvenile officer, returned late Tuesday night from Woodburn where he took the two young members of "The Nails" gang to the state reform school.

Losee said the two were amenable on the way north and when admitted to the training school, however, ran into the brunt of the anti-aircraft fire as the Italians got their defenses into operation belatedly, and only two of the British planes reached home undamaged.

The squadron leader said the bombers passed over a British convoy whose escort vessels opened fire at sight of strange-looking planes which they did not recognize. They kept shooting until halted by signal.

WAR QUIZ

1. What civilian defense worker wears this insignia of a red circle in which are three arms, all on a white triangle on a blue circle?

2. The Japs probably would pay most to know what American military secret?

3. Khar'kov, scene of a great Russo-German battle, is called the Russian Detroit, St. Angeles, Pittsburgh or Minneapolis? (Answers on Page 4)

U. S. Airmen, RAF Smash Italian Squadron, Report

(Continued From Page One)

it was no match for shore-based planes, which in this case include the big four-engine Consolidated "Liberators" flown by the Americans.

Reports from the Middle East indicated that American pilots and planes were fighting at present within the framework of the RAF while gaining experience, but that later they would operate as an entirely separate force sharing assignments with the RAF.

Sources in London acknowledged the hazards of supplying such a base as Malta but emphasized the necessity of braving them.

AN ALLIED AIRDROME IN THE LIBYAN DESERT, June 17 (P)

—The United States army's big Liberator (Consolidated) bombers were credited today with scoring 35 direct bomb hits on two Italian battleships in operations with the RAF in the central Mediterranean and their commander said "it was like shooting fish in a barrel."

The United States fliers delivered their first blow in the Mediterranean war Monday, Maj. Alfred F. Kalberer, who led the flight, said.

They concentrated first on the two Italian capital ships and turned their bombsights onto accompanying cruisers and destroyers only after hitting one battleship 20 times and the other 15.

In addition they set one cruiser afire and damaged a destroyer.

Kalberer, a former Civil Airline pilot from Lafayette, Ind., said every one of the American bombers got back safely from the attack.

He disclosed that the American bombers flew to the attack so high the crew used oxygen; that a British observer accompanied each Liberator; that the Americans reached the scene first and attacked before British planes arrived; that the Italian fleet was prevented from even coming within range of the convoy it set out to attack; that the two damaged Italian warships were left so hard hit that they probably would require repairs which would take four to five months.

British Follow Up

The American attack was followed up immediately by British torpedo-carrying planes which sank the cruiser which the Americans had set afire, it was disclosed.

The British torpedo bombers, however, ran into the brunt of the anti-aircraft fire as the Italians got their defenses into operation belatedly, and only two of the British planes reached home undamaged.

The squadron leader said the bombers passed over a British convoy whose escort vessels opened fire at sight of strange-looking planes which they did not recognize. They kept shooting until halted by signal.

Carbon monoxide, the deadly gas from the exhaust of an automobile, has no odor.

IS YOUR CHILD A NOSE PICKER?

It may be a sign of bowel worms! And these roundworms can cause real trouble! Other warnings are: uneasy stomach, nervousness, itching parts. If you even suspect roundworms, get JAYNE'S Vermifuge today! JAYNE'S is America's leading proprietary worm medicine; used by millions for over a century. Acts gently, yet drives out roundworms. Demand JAYNE'S VERMIFUGE.

Remember Last Winter?

Dry wood was scarce, 4 to 5 weeks behind on deliveries. Some wood was wet and green.

Don't let this happen to you again. Co-operate with your fuel dealer.

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RUSS FORCE AXIS BACK ON ONE SECTOR

(Continued from Page One)

wounded. At another point, the paper said, a Russian battalion squeezed a German advance unit on two sides and forced a withdrawal.

BERLIN, (From German Broadcasts), June 17 (P)

—The German and Rumanian siege armies around Sevastopol have "largely extended" their breaches in the Russian defense system and thrust deep new wedges into the fortified lines, but are meeting "bitter resistance and difficulties of terrain," the German high command asserted today.

Fort Sibia, one of the important defense bastions, was said to have been stormed early this morning, and other strongly defended heights and fortifications on both flanks of the defense system were reported captured in heavy fighting.

JAPS FAIL AGAIN IN DARWIN RAID

(Continued from Page One)

tions fighters met the advance escort of fighters and shot down four out of a squadron of 18 to 25 with a loss of but one allied plane.

Jap Losses

In all, the Japanese have lost 13 bombers and fighters to six fighter planes lost by the United Nations in the forays which have been marked by signs of feebleness in the Japanese attack and strength in the allied defense.

Yesterday's raid, in which the allies bagged a bomber and a fighter but lost two planes, was the nineteenth on the important Australian outpost and was aimed at the township and harbor area. The communique said "damage was negligible."

Allied air forces, counter-attacking against the enemy's potential invasion bases, struck back in three actions yesterday in which the total score for the day was raised to 10 Japanese planes bagged for seven allies planes lost.

Lexington Men Here, Report Swen Hult Safe

(Continued on Page Two)

night and Rogers reported home last night.

All three will be honored Friday night at a combined war bond and navy recruiting rally on the courthouse steps at 7:45 o'clock. They will be introduced and interviewed through a public address system by Lee Jacobs, president of the Quarterback club and radio announcer.

It is expected that 38 men will be recruited for the navy and enough war bonds sold to outfit the men and pay their expenses until they're assigned to Uncle Sam's ships. It was estimated that \$10,500 would be needed.

The three Klamath Falls boys are all graduates of the Klamath Union high school. Rogers is believed to be a Malin high graduate.

Arrives Here — Mrs. F. W. Hyde of Summit, N. J., arrived here this week to visit her brother, D. O. Williams. Mrs. Hyde's son, Dayton "Toni" Hyde, who attends Cates School for Boys at Santa Barbara, arrived from the south Wednesday morning and with his mother left for Williams' Yamsi ranch on Williamson river.

Visits in North — Mrs. Avis McConnell returned the early part of the week from Seattle, where she visited for several days with her daughter's family, Mr. and Mrs. Harry F. Fabbe and children, Kerstin and Suzanne.

Radio Day by Day

(Pacific War Time)

NEW YORK, June 17 (Wide World)—Program tonight: Talks —8:15, Archibald McLeish on "Mobilization of American Spirit and People."

What to expect Thursday: NBC—1:30, Lorenzo Jones: 6:30, Camp Fire Girls award. MBS—7 a. m., Thurman Arnold on "Independent Enterprise," 8:45 a. m., discussion, "Nursing in Wartime"; 1, horse race.

SHIP SINKINGS

By The Associated Press

Two ship sinkings in the Caribbean were announced today (Wednesday) by the navy, bringing the total of ships announced sunk to 274 in the Atlantic and adjacent waters since Pearl Harbor. It also brought to 10 the number of ships announced lost this week.

TOO LATE TO CLASSIFY

FOR SALE—Tray-top coffee table, floor lamp, smoking stand and radio table. \$10.00 takes the lot. 825 Lincoln, Apt. 4, or phone 5541. 6-18

TWO-ROOM HOUSE, unfinished, 1.3 acre, two blocks from South Sixth. \$650. 2046 Hope street. 6-23

WANTED—Ride to Portland Thursday. Call 3504. 6-17

FOR SALE—Milk from double-tested cow. 6345 Simmers Ave. 6-18

EXCEPTIONALLY well-built 14-foot boat. Flat bottom. Reinforced for outboard. Will sell on terms. See Bob Mennett, Sears Roebuck. 6-19

BICYCLE WANTED—Must be in good condition. Phone 4282. 2441st

EXCEPTIONALLY clean, pleasant housekeeping rooms, 34 and up. Sleeping rooms \$2. 410 So. Fifth. 6-19

FOR RENT—3-bedroom house. Shady and cool for summer. 1865 Academy. Phone 4974. 6-19

ROOM FOR RENT—Nice and cool. Close in. 827 Walnut. Phone 3595. 6-19

Consult the **KLAMATH BUSINESS COLLEGE**, 228 North 7th street (next to ESQUIRE theatre) before deciding where to attend school. No school in the United States gives MORE PERSONAL SUPERVISION nor BETTER TRAINING in the subjects taught. 6-17

ROYAL ARMS APARTMENTS—Vacancy. 524 High. Dial 6571. 1969st

TO TRADE—6-room house in town for acreage. Phone 4974. 6-19

One-Half Acre
Shasta View—New modern 3-room house, good soil, \$1,500 with \$300 down.

CHILCOTE & SMITH
Since 1909
111 N. 9th Phone 4564 6-17

A GOOD HOME
Modern 5-room home with finished basement, oil furnace, fireplace, oak floors and lovely yard. Located close to business district, north of Main. Owner called to service. Will sell for \$5,000 on terms.

Boque Dale
120 S. 9th St. Dial 6972 6-17

STOCKS BUILD UP TO POINT IN SLOW CLIMB

By **VICTOR EUBANK**

NEW YORK, June 17 (P)—Leading stocks advanced fractions to two or more points today in a slow climb.

Buying, on a modest scale throughout, favored steels, motors, oils and specialties. The petroleum shares swung ahead in the late proceedings after a long stretch of inactivity. Gains were well maintained near the close.

Transactions amounted to about 350,000 shares.

Selective bidding was encouraged by the market's early stability in the face of predicted intensified Nazi assaults on the major fronts.

DuPont, Sears Roebuck, American Telephone and Standard Oil (N.J.) each were up a point or more at the best. Others in front included Chrysler, Bethlehem Steel, Youngstown Sheet, Woolworth, United Aircraft, Boeing, Union Carbide, American Can, Texas Co., Pure Oil and Phillips Petroleum.

Gold and copper mining shares were in fair demand at higher levels.

Postal Telegraph preferred and Detroit Edison and a few tobaccos and farm equipments were lower most of the time.

Bonds were mixed and commodities higher.

Closing quotations:

American Can	69
Am Tel & Tel	116 1/2
Anaconda	25
Calif Packing	18
Cat Tractor	36
Comm'w'ith & Sou	1
General Electric	26 1/2
General Motors	38
Gt Nor Ry pfd	20 1/2
Illinois Central	51
Int Harvester	46 1/2
Kennecott	29 1/2
Lockheed	16 1/2
Montgomery Ward	2
Nash-Kelvy	5
N Y Central	7
Northern Pacific	5 1/2
Pac Gas & El	19 1/2
Packard Motor	29 1/2
Penna R R	10 1/2
Republic Steel	14
Richfield Oil	7 1/2
Safeway Stores	34 1/2
Sears Roebuck	53 1/2
Southern Pacific	11
Standard Brands	31
Trans-America	41
Union Oil Calif	10 1/2
Union Pacific	67 1/2
U S Steel	47 1/2
Warner Pictures	51

CHICAGO WHEAT

CHICAGO, June 17 (P)—A late rush of buying, stimulated partly by reports of improved flour demand and including short covering, lifted wheat to net gains of a cent a bushel today. Gains ranging up to almost 3 cents in soybeans touched off buying of wheat.

Wheat closed at highs since May 25, 1-1 cent higher than yesterday, July \$1.21, September \$1.23-1/4; corn 8-1/4 up, July 87-87 1/2; September 89 1/2; oats 4-1/4 up; rye 1-1/4 higher; soybeans 14-2 1/2 higher. At a close of \$1.79 1/2, July soybeans was the highest since May 29. Reports of possible government support of processed soybean products stimulated buying.

This war will end with an invasion of Europe—which means a return to trench warfare—Charles F. Kettering, chairman General Motors corporation.

POTATOES

CHICAGO, June 17 (P)—Potatoes arrivals 165; on track 376; total U. S. shipments 890; supplies liberal; demand moderate; Southern Triumph steady for best stock; California Long Whites U. S. No. 1, \$3.10-20; Louisiana Bliss Triumph U. S. No. 1, \$2.10-25; Alabama Bliss Triumph U. S. No. 1, \$2.25-75; North Carolina Cobblers U. S. No. 1, \$2.35-45.

PORTLAND LIVESTOCK

PORTLAND, Ore., June 17 (AP-USA)—Cattle: salable 200, total 400; calves, salable and total 50; market fairly active, generally steady; medium grass steers \$11.50-12.25; few held to \$12.00; one lot fairly good 1030 lb. fed steers \$13.00; common heifers \$9.50-10.25; canner and cutter cows \$6.00-7.50; fat dairy type cows \$7.75-8.25; medium beef cows \$9.00-50; fairly good cows \$9.75; medium bulls \$10.00-25; good bulls quotable \$11.00 or above; vealers strong, good choice \$13.50-14.50; few held to \$15.00.

Hogs: salable 400, total 500; market active, mostly 10 cents higher; good-choice around 175-215 lbs. mostly \$14.25-35; one lot \$14.40; 230-270 lbs. \$13.25-75; light-rights mostly \$13.25-50; good 335-600 lb. sows \$10.50-11.50; heavier to \$10.00; good-choice feeder pigs salable \$12.75-13.50 or above.

Sheep: salable and total 300; market about steady; good-choice springers mostly \$12.75; closely sorted lots eligible to \$13.00 or possibly \$13.25; medium-good \$11.50-12.50; common down to \$10.00; feeder lambs \$10.50; shorn yearlings \$7.00-8.50; common-medium ewes \$2.00-3.75; good ewes to \$4.50.

Federal Grand Jury Investigates Bund Members

NEW YORK, June 17 (P)—U. S. Attorney Mathias Correa announced today that a federal grand jury was conducting an extensive investigation of German-American bund members in the New York area which other sources said might lead to wholesale denaturalization proceedings.

The announcement followed closely upon the suicide in Indiana Monday night of George Froboese Jr., reported national leader of the bund, who was on his way to testify before the New York grand jury.

Air raid wardens warn citizens to remove false teeth during air raid. Also, don't put them in your hip pocket and bite yourself.

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