

AXIS SPLITS NORTH-SOUTH RAIL LINE

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and fought to close breaches in their river positions before Voronezh, the administrative center (population 212,000) of Russia's Black Earth area.

Military observers said the stubborn defense of Voronezh had forced the Germans to swing south the main weight of their greatest campaign of 1942. Nazi troops, however, have cut the principal railway linking central and southern Russian armies—the trunk line between Moscow and Rostov—by the capture of Rostov, a commune disclosed.

Rososh, a way-station and factory-farm town of 20,000 which lies 100 miles south of Voronezh, was reported abandoned by soviet troops in favor of new positions after 48 hours of fierce fighting against tanks and motorized infantry.

BERLIN, (FROM GERMAN BROADCASTS) July 11 (P)—A great destructive defeat of

the Russian armies in the south was reported today by the German high command, which said German troops had reached the Don river on a 220-mile front south of Voronezh, established several bridgeheads on the east bank and cleared the west bank of virtually all soviet forces.

CARGO INSURANCE RATES INCREASED

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lantic and gulf ports and Canadian Atlantic ports were boosted about 5 per cent while shipments between the United States and Brazil and Argentina were lifted 15 per cent into a 20 per cent bracket.

The American ship, which was sunk May 27, went down so quickly that only nine of the crew of 40 were rescued. It was disclosed from a gulf coast port. The survivors floated five days and 20 hours on two life rafts before being picked up.

Sixteen seamen were killed in the destruction of four merchantmen—two British, one American and one Belgian—disclosed yesterday by the U. S. navy which reported that 230 crewmen were rescued. The Cuban navy announced the sinking of a Honduran craft, with all hands saved.

City's Scrap Rubber Pile Goes Over 500,000 Mark

The city's scrap rubber total today had sailed lustily over the 500,000-pound mark with complete figures not yet in on the drive which closed last midnight, Campaign Chairman R. D. Snodgrass reported.

He said that 502,715 pounds had been reported at noon today and expected another 5000 to 8000 tons before final tabulation.

The total well exceeded the tentative goal of 450,000 set by Snodgrass on July 1 when the

LABOR TOLD WAGE DEMAND TOO HIGH

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in the cost of living, but would stabilize employee relations in other war and essential industries, especially on the Pacific coast.

Raise Asked

The AFL and CIO, in a joint statement, requested that current minimums of 60 cents an hour for unskilled labor be raised to 95 cents and that other classifications be increased. Top demand was a boost for skilled workmen from \$1.52 to \$1.80 an hour. The 60 cent minimum applies for a limit of 30 days, with a 5-cent raise each of the first three months to boost pay to 75 cents.

Foster W. Harper, deputy chairman of the war manpower commission, told the conference there is a vast turnover of labor in war industries and that it must be stopped.

Harper said war industries are losing men to the military services and through labor migration so rapidly now that the U. S. employment service estimates the turnover at the rate of 100 per cent a year.

Subsidy for Price Control Dropped, Report

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price control structure by purchases through the commodity credit corporation and the reconstruction finance corporation of articles which would be resold to distributors at less than their cost to the government. The senate declined to act on this proposal.

Henderson had testified that if the OPA had been able to pay \$100,000,000 in subsidies to distributors instead of permitting an increase of 15 per cent in the prices of canned fruits, consumers would have saved \$100,000,000 to \$200,000,000 ultimately.

He said it was the OPA's experience that a price increase at the source was doubled or tripled before it reached the consumer.

TOWER
COOLED BY REFRIGERATED AIR!
Coming TUESDAY!

ON OUR STAGE-SCREEN IN PERSON!
Hollywood's **BETTY MILES**
And Her Trained PINTO HORSE "RUSTY"

and ON OUR SCREEN **BETTY MILES**
in **THE DRIFTING KID** with **TOM KEENE**

Companion Feature **GARRETT**
EDWARD ELLIS ANNE SHIPLEY
This Tremendous Show at No Advance in Prices

drive was extended 10 days by presidential proclamation. Snodgrass said that rubber may still be donated to service stations and oil distributors at any time but buying stopped last night. He expected to have a Klamath county total ready for release early next week.

PORTLAND, July 11 (P)—Results of Oregon's scrap rubber salvage drive will be withheld until a national announcement is made by President Roosevelt, State Drive Chairman H. H. Ramsey said today.

He did estimate, however, that 18,000 freight cars would be needed to move Oregon scrap to reclaiming plants. So much rubber has been collected, Ramsey said, that driveways and storage space of many oil company bulk plants were congested.

WASHINGTON, July 11 (P)—The scrap rubber drive launched by President Roosevelt ended last midnight and Interior Secretary Ickes said "a very good showing" was made.

But whether the collections were sufficient to avoid nationwide gasoline rationing as a rubber conservation measure was yet to be decided by the war production board.

The petroleum industry war council, which spearheaded the drive, said an inventory was being made of the total collections, and the president is expected to announce the results within a few days. The collections on July 3 had reached 334,293 tons. Ickes noted that some experts had estimated that only about 100,000 tons could be found.

HANDICRAFT WORK DISPLAYED HERE

The outstanding work of boys and girls participating in the handicraft classes of the city recreation program was on display this week in a window at Penney's where it attracted much favorable attention.

The arrangement of articles was dominated by a life-sized ostrich, product of the classes, which will be used in the recreation circus July 31. Attractively arranged, were many plywood novelties, including waste baskets, scrap and autograph books, animals, end tables, brooches, trays and bird houses.

Don't Forget to Close Windows When You Go Home

Windows left open at night in business establishments over the city are the bane of the police department and the delight of prowlers, according to Police Chief Frank Hamms.

The prowler car has been closing half dozen or so windows every night during the recent warm spell when business people have forgotten to close them before locking up at the end of the day. This carelessness is a gift-edged invitation to anyone bent on mischief, he said.

Editorials on News

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ing's dispatches that the British hit Rommel along the Mediterranean coast and Rommel hit back to the south, along the Quattara salt sink.

THIS Cairo dispatch appears significant: "The axis seemed to be DRAWING MAINLY ON THE ITALIANS for air reinforcements, LOSING MANY OF THEM." (The Italian air force hasn't been so hot.)

It is significant because it indicates that Hitler is still leaving reinforcement of Rommel to the Italians. The British have so far been able to handle the Italians.

THE Japs claim today to have landed a troop convoy safely in the western Aleutians, but otherwise no Jap activity is reported.

One wonders naturally what the Japs are up to and suspects they are watching the battle in Russia and trying to decide whether or not to jump onto Siberia.

ON the home front, there are signs that the price ceiling is beginning to crack.

Nothing else can be expected. It is a makeshift affair, cobbled together as a compromise to satisfy pressure groups intent on improving their position at the expense of the general consuming public (and the war effort).

We are constantly told from Washington that the public (meaning US) doesn't know we are at war yet. Political boondoggling such as this makeshift, full-of-holes price ceiling law leave US in no doubt that it is the POLITICIANS who don't know we're at war.

HUGE ASSAULT CAPS 5-MILE ALLIED GAIN

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bers of the United States army air forces. A greatly strengthened enemy air force rose to challenge the violent allied assault and dog-fights raged high above a huge expanse of desert.

The axis force appeared to be drawing mainly on the Italians for air reinforcements, losing many of them. British General Sir Claude Auchinleck reopened the savage desert fighting yesterday, with the drive that bent back the axis lines on the north.

The British thrust was accompanied by an axis advance eastward in the southern sector of the front and British mobile columns engaged this force.

The five-mile British advance was made along the railroad line leading westward from El Alamein.

RAF Attacks While the British and German forces clashed in both the northern and southern sectors of the El Alamein front, RAF fighter planes moved overhead to attack axis gun emplacements.

Large forces of enemy bombers escorted by fighters were engaged in battle by these RAF planes and at least eight axis fighters were shot down, the communicate said. Many others were damaged.

In addition two axis aircraft were destroyed on a landing field at El Daba, 35 miles west of El Alamein, it was reported.

Mrs. Bogatay Treated for Minor Injuries

Mrs. Frank Bogatay was treated Saturday morning for injuries sustained in an accident at North Ninth and Pine streets Saturday morning involving a truck driven by Frank L. Carson of Redding. She was able to return to her home. Carson stated that he had failed to see the traffic signal in time to stop before entering the intersection.

James Patterson of the U. S. National Bank and Erving Richardson, 927 Addison street, reported a collision on North Eleventh street near Lincoln, with no damage resulting.

TOO LATE TO CLASSIFY

30 ACRES with 4-room house, barn, hog and chicken houses, alfalfa, oats, vetch. Inquire corner Miller Island, Dorris highway or phone 5940. 7-17

FOR SALE—8 young pigs, all or separate. Reasonable. 3802 Bisbee (Altamont). Phone 7365. 7-14

WAITRESS WANTED. Buffalo Lunch. 7-14

FOR SALE—Maytag washer \$35.00. 4007 Altamont drive. 7-14

YOUR PAY ROLL TAXES are your friends. They save and make you VICTORY DOLLARS. How? Consult a specialist. Chas. Hathaway, 120 N. 10th. Phone 5473. 8-10

FOR SALE—1940 Master Deluxe Chevrolet coupe. Good tires, low mileage. \$650 cash. 835 Mitchell. 7-14

FOR RENT—Newly decorated furnished 3-room house. Bath and garage. 2424 So. 6th. 7-11

FOR SALE BY OWNER—Small house. Close in. Easy terms. Phone 5415. 7-14

COMPLETE Business Training. INDIVIDUAL PROGRESS AND INSTRUCTION at a school operated on the BUSINESS OFFICE PLAN by experienced teachers. KLAMATH BUSINESS COLLEGE, 228 N. 7th Street. Phone 4760. 7-11

3-ROOM unfurnished cabin, \$10. 205 Donald. Phone 6612. 7-11

ZANOL PRODUCTS HEADQUARTERS. Free gifts with every dollars worth you buy. 1032 Main street. 7-11

BIG REDUCTIONS in men's made-to-measure suits. All wool materials, fit guaranteed. Orres Tailor Shop, across from Montgomery Ward. 7-11

ALTERING, Repairing, Cleaning for men and women. Sudden service. Orres Tailor Shop. 7-11

FOR SALE—Single vests, coats at 25 cents and up. Also two wool trousers, 50 inch waist. Orres Tailor Shop. 7-11

FOR RENT—5-room modern unfurnished house. Fenced yard. Inquire 1759 Summers Lane. Dial 3978. 7-13

CHILDREN given mother's care by hour or day. Nice yard. Rear of 209 1/2 E. Main. Phone 4723. 8-10

FBI Nabs 158 More Germans In Round-Up

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Camp Bergwald, near Bloomingdale, N. J. Also picked up were cameras and five short-wave receiving sets.

The league had 2000 members in the United States, the FBI said, adding that the organization operated through 20 locals and put out two publications, one in German and the other in English, which were described as anti-American, anti-British and "intensely pro-Nazi."

Asked whether the league membership was involved in espionage, Foxworth said: "Draw your own conclusions."

\$6 Billion Tax Bill Is Okayed

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visions in the corporation tax rates: Increased the present 31 per cent normal and surtax of corporations to 45 per cent; substituted a flat 8 1/2 per cent excess profits tax rate for the existing graduated scale of 35 to 60 per cent; eliminated a proposed post war refund for corporations equal to 14 per cent of their excess profits net income.

WASHINGTON, July 11 (P)—An eleven-hour decision to boost the average individual's income taxes another one per cent to almost double the present rates put the yield of the house ways and means committee's new revenue bill above \$6,000,000,000 today.

LONDON, July 11 (P)—Major General Dawson Olmstead, chief signal officer of the United States Army, has arrived in England to step up joint British-American planes for signal supplies and equipment.

LAST TIME TODAY! "Private Buckaroo" and "Dr. Broadway"

Starting TONIGHT at MIDNIGHT!

ESQUIRE
COOLED BY REFRIGERATED AIR!

When You're MALE SECRETARY to a FEMALE BOSS... It's the NIGHTWORK that get you!

... From 9 to 5 she was the boss... and she had all of the ideas (and what ideas!) but after hours he forgot all about dictation and had a few ideas of his own!

You'll Laugh a Lot, and Blush a Lot, at this sly, spicy comedy. ... It's Tops For Fun!

ROSALIND RUSSELL
BOSSSES
FRED MacMURRAY
Rbt. BENCHLEY

In Paramount's Sex-ational Laugh Riot

"TAKE A LETTER Darling"

with **Constance Moore**
MacDonald Carey
Cecil Kellaway

Extra! "The Quiz Kids"
John Neabill's "Passing Parade"
Cartoon and NEWS

"WAIT! YOU SEE THEM WORK OVERTIME!"

OBITUARY

MAXINE MANILA MOWER
Maxine Manila Mower, for the last three years a resident of Modoc Point, Ore., passed away at the home of her parents on Saturday, July 11, 1942 at 6:30 a. m. following a brief illness. She was a native of Oroville, Calif., and at the time of her death was aged 24 years 8 months and 9 days. Surviving are her parents, Mr. and Mrs. Chester E. Mower, and two brothers, Robert L. and Chester E. Mower Jr., all of Modoc Point, Ore. The remains rest in the Earl Whitlock Funeral home, Pine street at Sixth. Notice of funeral to be announced later.

TWO INJURED IN COLLISION FRIDAY

Ralph A. Cummings, 20, and Nicholas Musselman were injured. Cummings critically, when the trucks they were driving crashed at 4:45 Friday afternoon at the intersection of Radcliffe and Division streets. Musselman was driving east on Radcliffe street and Cummings north on Division street, neither man, apparently, having seen the other coming. The men were employed by Fred H. Heilbronner and the Klamath Brick and Tile company, respectively. Cummings suffered severe injuries to his head and left shoulder and did not regain consciousness until Saturday afternoon. Musselman sustained back injuries. They are both Klamath Valley hospital.