

# JAP TOLL ON GUADALCANAL REACHES 1032

(Continued From Page One) Navy Secretary Frank Knox declared that Japan's maritime strength, even with all the ships captured since the war began, had been reduced to "a few thousand tons short of desperately impairing Nippon's lines of communication and supply."

**Japs Pocketed**  
Since Knox made that statement, Japan has lost approximately 245,000 more tons of naval and merchant shipping. On the New Guinea front, dispatches said allied troops inflicted such heavy casualties that only 27 Japanese prisoners were taken in the capture of Sanananda point and Sanananda village, wiping out the enemy's last major garrison on the Papuan peninsula.

Four isolated Japanese groups, tightly pocketed by American and Australian troops, still held out in the coastal jungles. **Burma Hit**  
Gen. Douglas MacArthur's headquarters reported that while the mopping up of enemy land forces continued, allied bombers renewed the assault on Japanese bases at Lae, New Guinea, on Timor island, on the Kaler islands, and at Gasmata, New Britain.

In the Burma theatre, RAF bombers hit the Japanese in new "softening up" raids, attacking Rathaung, 25 miles north of the big enemy base at Akyab, and the enemy-occupied village of Hadali on Akyab island.

# KESTERSON OPENING TO BE DISCUSSED

The Kesterson Lumber corporation's position relative to starting the plant will be related at a meeting of Kesterson employees called for Thursday night at the IWA hall. It was stated the negotiating committee will report on a meeting held with the management on January 18. Committee members stated that Irving Kesterson, general manager of the corporation, has expressed himself as being willing to accept an invitation to appear before the company's employees to state clearly present and future lumber production plans and analyze the company's position in regard to assisting the all-out war effort.

# Klamath Schools Cancel Classes On Wednesday

(Continued From Page One) through the mountains in fine winter fashion.

PORTLAND, Jan. 20 (AP)—The Portland weather bureau announced this morning that temperatures rose Tuesday in the Portland area, breaking one of the coldest spells in recent years. Tuesday readings showed a rise of 10 degrees over the Monday lows of 10 and 11. Meanwhile small craft warnings posted Monday were changed to storm warnings from Newport to the California line. From that point south to Cape Mendocino small craft warnings were up.

# Potatoes

SAN FRANCISCO, Jan. 20 (AP)—Potatoes: 1 California, 6 Oregon, 2 Idaho arrived, 25 broken, 40 unbroken cars on track; very few sales; Klamath Russets No. 1, \$2.75-2.80; No. 1 6-ounce minimum \$2.85; Idaho Russets No. 1 size a 2-inch minimum \$2.75.

LOS ANGELES, Jan. 20 (AP)—Potatoes: 2 California, 19 Idaho arrived, 86 unbroken, 17 broken cars on track; 11 cars diverted, 6 cars arrived via truck; Idaho Russet Burbanks, US No. 1, \$2.50-2.55; occasional car best as high as \$2.65; No. 2, \$1.90-1.95.

CHICAGO, Jan. 20 (AP)—Potatoes, arrivals 86; on track 188; total US shipments \$47; old stock; supplies light; practically no trading as refused to open cars for inspection; prices not wholly unchanged; new stock; practically no trading for same reason; no sales reported; Idaho Russet Burbanks, US No. 1, \$2.90-3.07; Colorado Red McClures, US No. 1, \$2.80; North Dakota Cobblers, US No. 1, \$2.40.

# DAMAGE ACTION HEARING SET OVER

Trial of Cornelia Eaton versus Anna Dreyer, John W. Kirby Jr., and Columbia Utilities, which is being heard in circuit court was continued until 10 a. m. Friday, January 22, because four jurors were unable to attend Wednesday's session. The suit is a damage action for personal injuries arising from an automobile collision at the intersection of the Lava Beds and Merrill-Malin highways on June 30, 1941. Richard B. Maxwell is attorney for John Kirby Jr. and Columbia Utilities, L. Orth Sisemore represents Mrs. Dreyer. Merriman, Napier and Balentine are attorneys for the plaintiff.

# Flynn Denies Knowledge of Gangster Deal

(Continued From Page One) time" that the courtyard on his Lake Mahopac estate was being paved with New York City-owned materials and labor. 3. He denied that Daniel Daly, foreman of a Bronx grand jury which cleared him after an investigation of the paving block incident, had been rewarded, at Flynn's suggestion, by appointment to a federal job. 4. When, as Bronx sheriff, he appointed Arthur Felgenheimer as a special deputy, Flynn said he did not know that the man was Dutch Schultz, the gangster. Six months later, he said, he "lifted" Schultz's badge. 5. Flynn denied that he had given any special consideration, as New York City Chamberlain, to the State Title and Mortgage company, named in the Bridges' charges. He asserted further that investments he made were legal and any loss was occasioned by a drop in real estate values.

# Welfare Official To Confer Here

Andrew Juris of Portland will arrive here Thursday to confer with the Public Welfare Commission, according to Mrs. Karl Urquhart, welfare supervisor. Juris is field representative for the state committee of child care, health and welfare service under the office of civilian defense, and will work here in the interest of organizing a similar committee for Klamath county.

# 13 ATTACKING PLANES SHOT DOWN OVER CITY

(Continued From Page One) trict when a single bomb destroyed three houses, while in another section six children and three women were killed when a bomb passed through the top of a cafe and burst in a row of houses.

These brought the total of London's deaths to at least 55. **Lunch Hour Assault**  
Raiders skimmed the rooftops while others dodged anti-aircraft bursts in cloud cover high overhead. The attack began shortly after noon and the all clear was sounded a short time later. The planes attacked during the lunch hour, machine-gunning streets and buildings after sweeping in over southern England in greater force than in any daylight raid in two years. It was a small-scale repetition of any of a score of days during the early aerial battle of Britain when the Luftwaffe frequently struck by daylight.

It was the first daylight alert for the British capital since last October 26 and the first day-time bombing since last July 17.

# OEM Seeks Space For New Office Of OPA Here

J. E. Stutevoss, representing the Office of Emergency Management, arrived here Wednesday to look for quarters for the new district office of the OPA to be opened in Klamath Falls early in February. Stutevoss stated at the chamber of commerce directors' luncheon that he had no announcement as yet concerning location of the big OPA office, but said he was receiving excellent community cooperation. Leo Gentner, OPA regional executive officer, was still here doing preliminary work in connection with the establishment of the office, which will have jurisdiction over the following counties: Jackson, Josephine, Klamath, Coos, Douglas, Curry, Lake, Harney, Malheur, Siskiyou and Modoc.

# Chile Breaks With Axis Powers; Argentina Alone

SANTIAGO, Chile, Jan. 20 (AP) Chile broke relations today with Germany, Italy and Japan, leaving Argentina the only American republic maintaining diplomatic contact with the axis. The decree was signed by President Rios after representatives of other American countries and Britain were notified of the step. (Foreign Minister Enrique Ruiz-Guinazu of Argentina commented in Buenos Aires that Argentina would "continue to observe a cordial policy" toward Chile. (He replied to a reporter's question whether there would be any change in Argentina's policy by saying "You know what our stand is.")

# Not This Week—Esther Ruth Wheaton of Ashland was unable to reach Klamath Falls for the meeting of Methodist church circles Thursday and the same meetings will be held January 28, it was announced.

# EDITORIALS ON NEWS

(Continued From Page One) gangster, as an unpaid DEPUTY SHERIFF. He didn't know it was Schultz, he says. Didn't, as a matter of fact, know the guy from Adam's off ox. Following a pleasant old Tammany custom, he just OK'd him as a volunteer and honorary sheriff's deputy.

**IMAGINE** a gangster of "Dutch" Schultz's caliber serving as a deputy sheriff and wearing a star! Still, that's the way it's done in Tammany circles.

**HARD-BOILED** Republicans have nothing to crow about. In the bad old days, THEY made some smelly appointments to the diplomatic service. But the New Dealers claim to be pure and above reproach. Politics, you see, is politics. Hold your nose when you think of sending Flynn to Australia as our ambassador.

**HERE** on the Coast, CIO is trying to horn in on the Kaiser and does gravy. AFL protests bitterly to FDR and wants him to call off the hearing the labor relations board is holding in Portland. Says it is "stubborn, stupid policy, which would decrease production, lower morale, develop inefficiency and create confusion and chaos."

**TRUE** enough. That's just what will happen. Remember, the CIO big shots' purpose in intervening in the Kaiser situation is to GET THE DUES the AFL has been collecting. Just to keep the record straight, remember that the skirts of the AFL big shots are not clean in connection with this scramble for dues.

**IN** our natural anger at these disgraceful brawls over who will collect the workers' dues in this time when American boys are fighting and dying all over the world in defense of the American way of life, we mustn't lose sight of the fact that the RANK AND FILE of labor is as loyal and patriotic and as ready to make sacrifices for the common good as any rank-and-file body of men in America. THEIR SONS are fighting and dying along with the rest. This writer is sure they don't approve all this fighting over the spoils of the labor movement, but they're caught in the meshes of the system and can't do much about it.

# TOO LATE TO CLASSIFY

**FURNISHED APARTMENT**—North 9th, Light and water furnished. Gas heat. \$35. 733 Main. 1-28  
**OIL TO BURN**—For Union heating oils phone 8404, Klamath Oil Co., 615 Klamath Ave. 1-30m

# RAINBOW

NEW TODAY  
Two Smash Comedy Hits!  
THE EXCITING STORY OF A SMALL TOWN BOY WITH BIG TOWN IDEAS!  
FREAKIES Comes Home  
HE KICKED OVER THE TRACES... DID THINGS... AND WENT PLACES!  
THE GAY Vagabond  
ROScoe KARNS  
Ruth Donnelly  
Lynn Harrick  
Ernest Truesd

# AT LAST A LOVABLE HEROINE ROLE for BETTE DAVIS

PAUL HENREID  
"Now, Voyager"  
WARNER BROS. TRIUMPH  
CLAUDE KAHN  
GLADYS DOOPER - BONITA GRANVILLE - ILEA CHASE  
Coming Soon! **ESQUIRE**

# ALLIED PLANES RAIN HAVOC ON TUNISIAN ROAD

(Continued From Page One) round-the-clock assault by allied bombers and fighters.

**Warplanes Rain Havoc**  
Dispatches from Cairo said the fact that axis columns were fleeing westward instead of northeastward toward Tripoli might indicate that Rommel's southern flank planned to bypass Tripoli completely in its haste to reach Tunisia.

Allied warplanes were reported already raining havoc on the road along which Rommel must travel up the coast of Tunisia for a junction with other axis forces in the Tunis-Bizerte zone.

**Axis Scores Gain**  
The German high command asserted that Gen. Walther Nehring's forces had attacked and captured "important" but unspecified positions in Tunisia and seized more than 1000 allied prisoners.

Allied headquarters in North Africa conceded that axis troops advancing southwest of Pon du Fahs had scored a penetration of about seven miles and reported "minor engagements continue in the Bou Arada-Goubellat area" farther north.

The heaviest fighting recently has centered in the area between Pont du Fahs and Medjez-el-Bab some 30 miles southwest of Tunis, where the Germans have been trying to crack the French-held flank of the allied lines.

**Satellites Surrender**  
As the campaign in Libya neared its climactic phase, the news on the soviet front grew blacker by the hour for Adolf Hitler's invasion armies.

Soviet dispatches declared that Germany's satellites fighting on the eastern front were displaying a willingness to surrender, and reported that in a two-hour battle near Postoyonoy, on the Voronezh front, 5000 Italian officers and men were taken prisoner.

Since last Wednesday, the Russian command said, the red armies have captured 52,000 prisoners—of whom only 2500 were Germans. The others were 27,500 Hungarians and 22,000 Italians.

**Nazis Hedge**  
The Russians say less than 50,000 survivors remain of 22 nazi divisions trapped in the Volga-Don corridor.

Hitler's command dealt obliquely with the lifting of the Leningrad siege, in the north, asserting that "local breaks in the German line were dealt with or led to the cutting off of enemy groups."

Red army headquarters, reporting the capture of numerous cities and towns on five key fronts, gave this picture of the vast battle theater:

Leningrad—Russian shock troops continued to clean up blockhouses and dugouts in widening the break through the 17-month-old German siege ring. Moscow said food and other relief supplies were now en route to Leningrad's 1,000,000 residents through a five-mile-wide corridor which has restored the city's communications with the outside world.

**Kamenak Taken**  
Kharkov—Soviet forces driving to recapture the great Kharkov.

# THOUSANDS IGNORE STRIKE ULTIMATUM

(Continued From Page One) were heard at meetings at which strike ballots were taken. Uvl Kratz, president of one revolting United Mine Workers local, bluntly declared: "I don't see why the government doesn't give the men the assurance that it will look into their grievances without the threat of force."

**Interpreted**  
President Roosevelt served notice yesterday that the strikers must go back within 48 hours and said if the order was not obeyed the government would "take the necessary steps to protect the security of the nation against a strike doing serious damage to the war effort."

The warning was widely interpreted to mean that troops would be dispatched to take over the mines.

# "Outstanding Young Man" Award Goes to Ralph Waggoner

(Continued From Page One) places they noted in their journal.

Mitchell Tillotson, president of the senior chamber, presided at the banquet, and Malcolm Epley introduced Sawyer. Special entertainment included three songs by the high school girls' glee club, directed by Andrew Loney.

Leo Gentner, regional executive of the OPA, and Lee Jacobs, senior chamber advisor of the junior chamber, spoke briefly.

**Hans Norland Insurance.**

# TOWER

RIGHT NOW!  
First Klamath Showing!  
HALFWAY TO SHANGHAI  
Irene Hervey - Kent Taylor  
2ND HIT  
ARE DOCTOR'S WIVES JEALOUS?  
WIFE DOCTOR'S WIVES  
"SHEETS YOUNG WARNER BARTER HIG-NIA BRUCE"  
Novelty • News

# 5TH TERRIFIC DAY!

**NOW you can see it for yourself!**  
**WAKE ISLAND**  
with BRIAN DONLEVY  
MACDONALD CAREY • ROBERT PRESTON  
Albert Dekker • William Bendix • Walter Abel  
Extra! "My Favorite Duck" • Riotous Cartoon  
"Swoony Steps Out" • Latest News  
**ESQUIRE**

# AFL ASKS STOP TO KAISER HEARING

(Continued From Page One) bargaining agencies for thousands of employes hired since then.

PORTLAND, Jan. 20 (AP)—An executive of the Oregon Shipbuilding corporation insisted here today that early employes of the concern were hired without regard to union affiliation, race, creed or color.

Todd Woodell, one-time personnel manager for the concern, which has been accused by the CIO of unfair labor practices, made the statement in a hearing before a national labor relations board hearing.

Under cross-examination, Woodell denied that discrimination against CIO workmen was practiced while he was personnel manager. "The CIO said they had shipbuilders, and I said 'send them in,'" he testified. "I believe they did."

# Willow Ranch

Herbert Lowther moved his family to Lakeview last week, where he has employment in a mill. Dorothy and Bertha Layton are spending a few days with former schoolmates here on their way to visit an uncle in San Diego. They are employed in a defense plant in Washington. Their parents, Mr. and Mrs. Frank Layton, live at Hoquiam, Wash. Mr. and Mrs. E. D. Thornton have returned from Yreka, where Thornton received medical treatment. They also visited at Weed. Charles Jones moved his family to Lakeview, where he has a job as night sawyer at the Goose Lake mill. William Van Cleave and family left Saturday for Emmett, Idaho, called there on account of the serious illness of his father. Chris Cannon and family were Lakeview visitors Saturday. Cannon, who has been very ill, was there to consult his physician. Tom Alph and family have returned after several days spent at Susanville, Calif. Lorne Forbes returned to his home in San Francisco Friday by bus. He has been employed here in the office.

# CALL GETS LICENSE

An error was inadvertently made in a city council story which stated that the license of the Roy Call auto wrecking establishment was held up for a week by the council. The Call license was granted. Delayed was the license application of the Economy Wreckers, on South Sixth street. The Herald and News regrets this unintentional error.

If your dealer is out for the duration, advertise for a used one in the want ads.

ENDS TONIGHT!  
**FLYING FORTRESS**  
RICHARD GREEN  
**PELICAN**  
FOR INFORMATION CALL 1172 OR 1187

# NEW TOMORROW! 2 Top Treats Loaded With Entertainment!

IT ROCKS! IT RIDES!  
It's A Super-Duper Killerool  
Hep-hoppy! Hot-tuned! Fresh fun  
that's alive with the live  
...jumpin' with joy!

**GIVE OUT, SISTERS**  
ANDREWS SISTERS  
DAN DAILEY, JR.  
GRACE McDONALD  
Charles BUTTERWORTH  
WALTER CATLETT  
WILLIAM FRAWLEY  
DONALD O'CONNOR  
PEGGY RYAN  
**THE JIVIN' JACKS & JILLS**

# 2nd Ace Hit!

THRILLING ACTION OF TODAY!  
**BASIL RATHBONE**  
as Sherlock Holmes  
Trailing a fearful phantom... a mass murderer... through a maze of menacing mystery... in  
**NIGEL BRUCE**  
as Dr. Watson  
**SHERLOCK HOLMES AND THE VOICE OF TERROR**  
Based on the story "His Last Bow" by SIR ARTHUR CONAN DOYLE  
with Evelyn Ankers Reginold Denny  
Extra! Color Cartoon "Life With Fido" Latest War News

**PINE TREE**  
Doors Open at 1:30 & 6:45  
LAST DAY!  
"KING SOLOMON'S MINES"  
—and—  
"FATHER'S SON"

**TOMORROW!**  
Ann's carrying a new today—a sizzling story in a plane plant she's a red-headed bomber on a real Sam's assembly line—and good!  
**WINGS FOR THE EAGLE**  
ANN SHERIDAN  
MORGAN CARSON  
Robert Young  
★ 2nd Big Hit! ★  
ROBERT YOUNG  
in "IT'S LOVE AGAIN"

AT LAST A LOVABLE HEROINE ROLE for BETTE DAVIS  
P. E. It's One of the Choice Romantic Wits of the Year!  
BETTE DAVIS  
and her new co-star PAUL HENREID  
"Now, Voyager"  
WARNER BROS. TRIUMPH  
CLAUDE KAHN  
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