

MARKETS AND FINANCE

STOCKS

WALL STREET
NEW YORK (AP)—Defense stocks were in the forefront of a declining stock market Monday.

Heightened prospects for a Korean truce brought a markdown in many issues that have taken a prominent role in the defense program.

Declines ran to around 2 points at the outside with the great bulk of the losses small. A few issues stood against the decline and some major divisions as a group were steady.

Trading built up to an estimated 1,200,000 shares, considerably higher than many recent sessions but still well below the daily average so far this year. Friday's market accounted for 860,000 shares.

Potatoes

CHICAGO POTATOES
CHICAGO (AP)—Potatoes: Ar rivals 373, on track 434; total U. S. shipments Friday 885, Saturday 58, and Sunday 53; supplies liberal on whites, demand slow, market about steady; for reds, supplies very light, demand good, market firm; California 10's whites \$3.10-30.

Reds Launch Biggest Blow Since 1951

SEOUL (AP)—The Chinese Communists drove up to 40,000 men against Allied lines on the Korean East Central Front Monday night in their biggest offensive since 1951, frontline officers reported Tuesday.

The battle opened at 10 p.m. (5 a.m. Monday, pac) northeast of Sniper Ridge, north of Kumhwa with tremendous artillery barrages.

"There is hand to hand fighting all along our front," said a U. S. adviser to the South Korean division most heavily engaged.

Earlier the Eighth Army had announced two Chinese divisions smashed against the east-central lines, largely manned by Koreans.

Details were lacking. The Eighth Army said only that "upwards of two divisions were attacking between Sniper's Ridge and the Pukhan River."

This placed the heavy new action between Kumhwa on the Central Front and Red-held Humsong a distance of about 13 miles.

Another four Communist battalions were attacking near the Pukhan River itself.

It was not known immediately whether the full front was in action. It is nearly 20 miles from Kumhwa to the upper Pukhan, scene of repeated heavy fighting in recent weeks.

The Red attack was launched at 10:30 p.m. (5:30 a.m. Monday, pac) and built up rapidly in size.

Two full Chinese divisions total nearly 20,000 men and the four additional battalions attacking near the river would raise the number to possibly 24,000 men.

The front from Kumhwa runs due east past Sniper Ridge and then cuts sharply northeast to Kumhwa where it drops southeast—making a big bulge or salient in the Chinese lines. Most of this area was won in Gen. James A. Van Fleet's last big Korean offensive in the fall of 1951.

U. S. Sabre jet fighter-bombers and light bombers apparently detected Red massing movements during daylight Sunday and slammed tons of explosives into Red lines along the East Central Front.

JETS COLLIDE

TOKYO (AP)—Two F-84 Thunderjets collided Monday over Nagoya, in Southern Japan, killing one pilot and injuring the other the Air Force said.



FIRST TIME OUT—Ben Hogan, who won the British Open Golf title on his first try, holds the championship cup at Carnoustie, Scotland. Ben wound up with a record 63 to win with a 72-hole total of 282.

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Step-Up In Indochina War Confronts Western Powers

By JOHN M. HIGHTOWER

WASHINGTON (AP)—The Western Powers were confronted today with the prospect of intensified war in Indochina as the conflict in Korea slacks off toward a probable armistice.

This fact stood out as foreign ministers of the United States, Britain and France heard conclusions of Washington talks. Final discussion and firm decisions, if any, were still to be made on such diverse issues as Soviet policy, possible Big Three and Big Four conferences and Far Eastern problems.

The three were scheduled to resume full sessions this morning. The closing meetings will be held tomorrow. More two-way talks between the United States and France and the United States and Britain are also set for today and tomorrow.

At one such meeting at the home of Secretary of State Dulles yesterday, French Foreign Minister Georges Bidault told Dulles there has been a sharp increase in the amount of supplies being received by Communist forces in Indochina from Peking, beginning about three months ago.

U. S. officials noted that this timing roughly coincided with resumption of serious efforts for a truce in Korea.

At the same time, Bidault laid before Dulles, with obvious hope of increased American assistance, a plan just developed by the French commander, Gen. Henri Navarre, for going on the offensive against the Communists in Indochina.

Dulles, according to officials present at the conference, expressed great satisfaction at the aggressive attitude displayed in the Navarre plan. Informants had the impression that if the French carry it out they may expect favorable American consideration of requests for more dollar aid.

Officials reported that Bidault did not link the step-up in the flow of Communist supplies to the imminent possibility of peace in Korea. But Dulles made two points about the American attitude toward the connection between Korea and Indochina.

He reiterated a joint American-French statement of last spring asserting that if the Reds took advantage of a cease-fire in Korea for aggressive action in Indochina,

they would strike at the basis of the Korean armistice. And he cited a speech by President Eisenhower April 15 calling for peace, not only in Korea, but throughout the Far East.

Bidault said the Navarre plan would mean a substantial increase in the present program of expansion of Indochinese native forces.

The plan, according to other sources, also calls for an additional 20,000 French troops and an increased expenditure of around 285 million dollars. U. S. officials understood that much of this sum would have to come from the United States if it was to be provided at all, Bidault, however, did not make any specific request, officials said.

American aid for the war in Indochina at present is estimated to run around one billion dollars a year.

Charles E. (Chip) Bohlen, U. S. envoy to Russia, arrived here late Saturday and reported to Dulles Saturday night on the purge of L. P. Beria as No. 2 man in the Kremlin. There was some speculation that Bohlen would appear at today's session of the three foreign ministers.

Grants Pass and vicinity—Partly cloudy through Tuesday with possible sprinkles Monday afternoon. Highs both days 84; low Monday night 54.

Cool Bay area—Cloudy through Tuesday morning; partial clearing Tuesday afternoon. Bar winds southwesterly, 10-20 m.p.h. Highs both days 65; low Monday night 54.

Baker and vicinity—Partly cloudy with possible afternoon thunder-showers through Tuesday. High Monday 80; low Monday night 52; high Tuesday 86.

Northern California—Fair through Tuesday except fog along coast; slightly cooler in the interior Monday. Variable winds off coast.

Western Oregon—Considerable cloudiness through Monday night, with scattered showers in central and northern sections; Tuesday partly cloudy with a few showers over mountains; slightly cooler. Highs both days 70-80 in interior, 60-65 along coast; low Monday night 60-62. Winds off coast southwesterly to westerly, 10-15 m.p.h., increasing to 12-25 m.p.h. Monday evening.

Eastern Oregon—Partly cloudy with scattered showers or thunder-showers through Tuesday; cooler. High Monday 65-65; low Monday night 55-55; high Tuesday 80-80.

By The Associated Press
24 hours to 4:30 a.m. Monday—

Table with columns: City, Max, Min, Prop.

Boise 105 75 --
Chicago 88 61 --
Denver 86 59 --
Eureka 63 56 --
Los Angeles 98 71 --
New York 86 66 T
Red Bluff 103 71 --
San Francisco 64 53 --
Seattle 73 58 --
Spokane 97 63 --

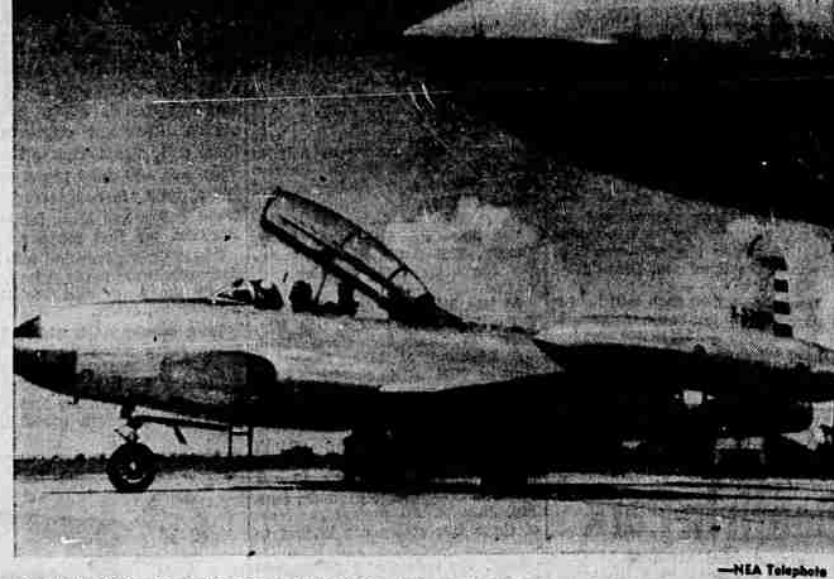
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AND NOW THERE ARE TWO—The Soviet triumvirate that took power after Stalin's death now has been reduced by axing of Lavrenti Beria, head of security police. The three are pictured in earlier days: left to right, Molotov, Beria and Malenkov.



FAR EAST BEAUTY—Kinuko Ito (Miss Japan), from the land of the Rising Sun, displays the banner she will wear in Long Beach, Calif., as she competes with beauties from 67 nations for title of Miss Universe 1953.



NATIONALIST CHINESE GET AMERICAN JETS—A U. S. Air Force instructor briefs a Chinese Nationalist pilot in the cockpit of an American-made jet on Formosa. The number of planes given to the Chinese was not disclosed. It is part of an intensive campaign to bring the Nationalists up to date not only in aviation but in all forms of warfare.

Tentative Deer Rules Outlined

PORTLAND (AP)—The State Game Commission has tentatively set Oct. 3 for opening of the deer hunting season.

The tentative regulations, which come before the commission again July 24, call for the season to run to Oct. 16 and be followed by a four-day hunters-choice season for bucks or does.

All of Eastern Oregon east of Highway 97 except for an area surrounding the Deschutes Game Refuge would be opened during the four-day season. All agricultural land in Western Oregon except Lincoln and Tillamook Counties also would be opened.

The elk season would run from Oct. 31 to Nov. 22. The Imnaha and Minam River areas of Eastern Oregon would be closed for the either-elk season.

Limited permits would be issued for big game on the Adair tract north of Corvallis; Lewis and Clark Valley in Clatsop County, Indian Creek area in Grant County and a portion of the Tillamook Burn.

The quail and pheasant season would open Oct. 24 throughout the state. It would end Nov. 4 in Western Oregon and a week later in the eastern section of the state.

The Clatskanie archery area has been abandoned but three new areas have been proposed—in Wasco, Baker and Benton Counties. The archery season will run from Sept. 12 to 30.

R. E. Curtis Reported Dead

Word was received here this week of the death by drowning of R. E. (Frosty) Curtis, while fishing in California on July 4.

Mr. and Mrs. Curtis were in business in Klamath Falls for about 10 years. They sold the East Main Cafe about seven months ago and moved to California.

He is survived by Mrs. Curtis, one daughter and two grandchildren.

Mrs. R. E. Curtis can be reached in care of her daughter, Mrs. Tiffany, 147 Crescent Bay Drive, Laguna Beach, Calif.

Parolee Sought In Slaying

HOOD RIVER (AP)—Donald D. Imlach, 18, a parolee from the boys' school at Woodburn, was being sought Monday for questioning in the slaying of a Hood River County farmer.

The body of the farmer, Bruce Houck, 30, was found at his ranch in the Parkdale area by neighbors Saturday. He had been shot three times. The carcasses of a number of goats and chickens, also shot, were found nearby. Police said the slaying occurred three or four days ago.

The missing youth had been employed at the ranch. Houck's pickup truck and two guns were reported missing.

The widow, Mrs. Dorothy Houck, was visiting relatives in California at the time of the slaying.

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KENO REUNION

KENO—A San Francisco niece is visiting two Keno aunts she hadn't seen for 32 years. She is Mrs. E. Krug who, with her husband, is attending a family reunion which includes Mr. and Mrs. G. L. Moore and Mr. and Mrs. R. L. Atchison of Keno, Mrs. Atchison reported.

GOSPEL MEETINGS

Evangelist Roy Harris of Springfield, Mo.
JULY 12-25
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2 Indictment Battles Loom

A court battle over the legality of two indictments charging one man with sodomy and another with forgery loomed Monday.

When Fred Vautour, alleged sex offender, and Allen S. Mitchell (alias Pat Woods) accused forger, appeared before Circuit Judge Vandenberg for pleading, Defense Attorney George Proctor attacked the indictments as faulty.

Attorney Proctor served notice on the court that he will introduce evidence of mental illness to combat a charge of contributing to the delinquency of a minor against Vautour.

Proctor also filed a motion asking the court to set aside a sodomy indictment against Vautour.

Vautour, an itinerant cook, was arrested at Diamond Lake Junction after he was accused of molesting a 10-year-old girl.

Judge Vandenberg set July 17 for argument on the legality of the sodomy indictment. Trial of the delinquency charge was set for July 27.

In the case against Mitchell, accused of forging a \$25 check, Judge Vandenberg set July 17 for argument on demurrer to the indictment.

Both Vautour and Mitchell were remanded to the custody of Sheriff Murray Britton.

FUNERAL NOTICE

HOLCOMB
Funeral services for John Preston Holcomb, 83, who died in Dorris, July 10, will take place from the chapel of Ward's Klamath Funeral Home, Tuesday, at 10:30 a.m. at Klamath Falls Aerie No. 2000. P.O.E. officiating. Commitment service and interment in Mountain View cemetery, Ashland, at 2 p.m.

DEE GARRETT SOUGHT
City police were asked Monday to search for Dee Garrett of Imperial, Calif., who is supposed to be employed on a construction project in the Basin area. The request to locate him was made by his sister, Inez Garrett, who said their mother is near death at Imperial.

FREE SHOW
The Klamath County Ground Observer Corp shows a recent film release, "Target Nevada", 8 p.m. Tuesday, in the basement of the city library. The public is invited.

For Business Opportunities See The Winton Co. 731 Main Ph. 6000