

FORMOSA DEFENSE PACT SIGNED

In The Day's News

By FRANK JENKINS

The stock market, after a mild sinking spell yesterday, opens still lower this morning and then stages a rally in which gains run to almost five points in the case of the aircrafts.

All I can say is that I hope the boom doesn't come back in a big way — that instead we just continue for a long, long time on a steadily rising plateau of national development and expansion.

That beats booms. An important U.S. manufacturer — John Jay Hopkins, chairman of the board of the General Dynamics Corporation — proposes today what he calls an atomic Marshall plan to finance atomic power plants in underdeveloped nations throughout the world over the next 100 years.

He says this could be done by diverting a very substantial part of the present international aid we are providing from what in the past has been a give-away plan to what would be a REPAYMENT plan.

That is to say: He is proposing that we switch from sentimental government handouts of U.S. tax money to a hard-headed, intelligent system of American INVESTMENT in needed facilities for PRODUCTION wherever in the world there seems to be a good opportunity to make it pay.

That we change from an international Lady Bountiful to a capable, broad-minded investor who hopes and EXPECTS to get back every dollar he puts out, along with a reasonable return on his money.

Too hard-boiled, you say? Wait a minute.

Suppose you are of a philanthropic make-up and have accumulated enough of this world's goods to be able to HELP PEOPLE who are not as well off as you are.

Let's suppose further that in your neighborhood there are half a dozen more or less promising people who NEED HELP. Suppose you decide to try an experiment.

To three of the six you shell out money, with no strings attached, whenever they get in a hole and the going is hard.

To the other three you lend money, with every possible safeguard in the way of getting your money back, in order to enable them to get into business for themselves.

To the three to whom you shell out money with pious disregard for what they do with it, you will be recklessly tolerant. When they run out of money, you will give them more. You will ask no embarrassing questions as to how they spend it and why they are in need again.

You'll just COME ACROSS whenever they get in a pinch. Toward the other three, you will be strictly businesslike. You will insist on an accounting of all the funds you advance. You will give sound advice when it is needed.

If more money is required for expansion in what appears to be a profitable direction, you will advance it.

But you will see to it that the whole transaction is kept on a BUSINESS basis.

I'm willing to lay a fair-sized bet that the first three — that is, those to whom you are to be good and nothing else — will ALWAYS BE IN TROUBLE, whereas the second three will amount to something in the world and will be a great credit to you.

I'll lay another bet. The first three will TURN AGAINST YOU and call you a mean old skinflint, whereas the second three will hold you in high esteem all their lives.

Tribal School Funds Studied

SALEM (AP) — Representatives of the Klamath Indian tribe, U.S. Bureau of Indian Affairs and State Department of Education held preliminary talks here Tuesday on how to spend federal money for Indian education.

Congress appropriated \$1,000,000 for adult education among several Indian tribes, but it isn't known how much the Klamaths will get.

US Delegate Opposes Red UN Proposal

UNITED NATIONS, N.Y. (AP) — Russia sought Wednesday to bring Red China and Communist North Korea into the U.N. debate on Korea, but the United States vigorously opposed the move.

The United States cited Red China's sentencing of 19 Americans as alleged spies as one reason why the Peiping regime should not be invited here.

Poland declared that if the United States was really interested in settling the case of these men it ought to agree to have the Peiping representative come here for discussions.

U.S. Delegate James J. Wadsworth asserted the Chinese Communists and the North Koreans still were holding hundreds of persons who aided the U.N. cause and were continuing aggression.

"The Chinese Communists have no right to sit at this table," he told the General Assembly's 60-nation Political Committee.

The Soviet proposal was laid before the committee by Jacob A. Malik, who last week replaced the late Andrei Y. Vishinsky as chief Russian delegate.

Wadsworth said he did not wish to dwell at length on the case of the 19 men and what he described as the "trumped up charges" against them.

He supported a proposal by Prince Wan Waihayakon, foreign minister of Thailand, that South Korea be invited to take part in the discussions.

Malik told the committee it would be impossible to expect any objective discussion of the Korean problem without the two Communist regimes being represented here.

British Minister of State Anthony Nutting agreed with Wadsworth that the Red regimes should not be invited.

He said they rejected the authority of the U.N. at the Geneva conference on Korea last spring and, for this reason, it was hardly fitting to invite them.

Malik was supported by the Soviet satellites.

Xmas Bureau Plans Meeting

A public meeting for all interested organizations and individuals has been planned by the Christmas Bureau committee for Friday, December 3, at 7:30 p.m. at the chamber of commerce buildings.

No written invitations have been sent, and the committee in charge has urged those who would like to cooperate in this community Christmas project to attend.

The Bureau has available areas in which Christmas giving will be most welcome, and can advise groups and individuals on what to give and where to send gifts. It also welcomes suggestions of other areas for Christmas giving.

Every group and organization is urged to include a project of Christmas sharing in this month's activity program, and are reminded of any contribution to the Christmas of others will be welcome.

Friday night's meeting will include a discussion of the needs and facilities for Christmas sharing in this community.

Phone number of the Christmas Bureau is 8665.

Court To Rule On KF Cases

SALEM (AP) — The Oregon Supreme Court decided Wednesday to consider two actions seeking to compel Circuit Judge David R. Vandenberg of Klamath County to take action in two criminal cases.

Judge Vandenberg was given seven days to file his answer to the petitions, filed by George H. Proctor, Klamath Falls lawyer.

They involve Floren Melvin Coon, indicted for second degree murder; and Andrew Joseph Bushman, indicted for contributing to the delinquency of a minor.

In both cases, Proctor filed motions for dismissal, and then Dist. Atty. Frank R. Alderson of Klamath County filed motions to disqualify Judge Vandenberg from hearing the cases.

Proctor wants to force Judge Vandenberg to hear his motions, and he asks the Supreme Court to rule unconstitutional the law permitting attorneys to disqualify judges.

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MURDER TRIAL PRINCIPALS shown above are (upper left) Leon Pearson, charged with the slaying of Gene Ericks, shown with his wife, Zaida; Circuit Judge Ralph M. Holman (upper right) who is presiding at the trial, and District Attorney Frank Alderson (below) who says he will demand the death penalty for Pearson.



Oregon's Budget Division Announces Building Plans

SALEM (AP) — A \$31,371,300 program of new college and institution buildings was announced Tuesday by Oregon's budget division.

The program will be submitted to the Legislature which meets here Jan. 10.

The largest projects are construction of a \$14,000,000 mental hospital in the Portland area, and a \$4,800,000 reformatory three miles south of St. Paul in northern Marion County.

The institution building program, submitted by the State Board of Control, would cost \$23,706,300. This is a six-year program, but all of it will be given to the Legislature, so it can decide which part of it to carry out in the next two years.

The construction program of the State Board of Higher Education would cost \$7,665,000. The Legislature will be asked to provide the money for all of this.

DEFICIT The request to carry out the two building programs comes at a time when the Legislature will be hard-pressed for money. It will have a deficit of \$22,000,000 for the next two years, not including money for any new buildings.

The Board of Control's building program follows, in order of priority given by the board: Complete penitentiary cell house, \$415,000; reformatory, \$1,250,000 from next Legislature; state hospital outpatient clinic, \$100,000; Portland mental hospital, \$6,330,000 from next Legislature; administration building at Fairview Home, \$200,000; inmate building at school for boys, \$412,000; multipurpose building at Fairview Home, \$285,000; inmate cottage at Fairview Home, \$360,000; dormitory at deaf school, \$550,000; administration building at blind school, \$463,000; additional hospital space at Fairview Home, \$142,200; new cell block at penitentiary, \$494,000; gymnasium at penitentiary, \$75,000; replace three cottages at Fairview Home, \$675,000; pre-school unit at deaf school, \$89,000; cottage for children at Fairview Home, \$240,000; cottage for adults at Fairview Home, \$255,000; bath facilities for employees at state hospital, \$80,000; ward building at state hospital, \$510,000; dining room and kitchen at penitentiary, \$630,000; employees quarters at Fairview Home, \$97,000; warehouse at penitentiary, \$30,000; officers' training center at penitentiary, \$45,000; inmate cottage at Fairview Home, \$240,000; finish walls at penitentiary, \$70,000.

EDUCATION PROGRAM Here is the Board of Higher Education program, listed in order of priority: utility tunnel at Classroom and laboratory building at Portland State Extension center, \$850,000; physical education building at Southern Oregon College of Education, \$450,000; agriculture and biology building at Oregon State College, \$1,800,000; addition and remodeling of architecture and art building at University of Oregon, \$660,000; remodeled music building at University of Oregon, \$340,000; remodeled music building at University of Oregon, \$75,000; utility tunnel at Oregon State College, \$500,000; physical education men's unit at Eastern Oregon College of Education, \$250,000; heating plant at Southern Oregon College of Education, \$205,000; physics-chemistry building at Oregon State College, \$1,563,000; administration wing addition at University of Oregon, \$660,000; armory at University of Oregon, \$375,000; extension of steam tunnel at University of Oregon Medical School in Portland, \$50,000.



MURDER TRIAL PRINCIPALS shown above are (upper left) Leon Pearson, charged with the slaying of Gene Ericks, shown with his wife, Zaida; Circuit Judge Ralph M. Holman (upper right) who is presiding at the trial, and District Attorney Frank Alderson (below) who says he will demand the death penalty for Pearson.

Holman Issues Warning To Pearson Jury Duty Dodgers

BY LYLE DOWNING The Leon Gale Pearson first defied a subpoena to appear in court for his third day Wednesday with the jury still incomplete.

Attorneys for both the state and defense continued exhaustive examination of prospective jurors. Seventy-five veniremen have already been subpoenaed and it appeared, probably Wednesday afternoon that another panel might have to be summoned.

Pearson is accused of the murder of Gene Ericks, 29-year-old Klamath Falls moulding company employe, at the Pat Jackson ranch near Chilgwin Junction last August. He claims he shot Ericks in self defense.

According to Sheriff Murray Britton a bench warrant has been issued for Robert J. Virth, parts manager for an automobile sales firm, who is reported to have ignored a jury summons. Britton said Virth left for Portland after the court had refused to excuse him from jury service.

Circuit Judge Ralph M. Holman, who is presiding at the murder trial, issued a warning that persons summoned for jury duty will be sentenced to jail for contempt of court if they do not respond.

Jury selection continued to be slowed Wednesday by opposition of some veniremen to capital punishment. District Attorney Frank Alderson has told each prospective juror that it is his intention to try to send Pearson to the gas chamber.

Defense Attorneys George C. Reinmiller and Joseph O. Stearns have indicated by their interrogation of veniremen that they fear prejudice against Indians might jeopardize their 30-year-old client who is a member of the Klamath tribe.

The defense lawyers have asked veniremen whether they have any children who go to school with Indians. Some prospective jurors were excused when they admitted they were prejudiced in favor of Indians. Others dismissed when they said they were friends of the Pearson family.

Throughout the proceedings, Pearson's attractive young wife, Zaida, has been in the front row of spectators. Other members of his family also are in attendance.

Judge Holman announced that court sessions will be held from 9 a. m. to 6 p. m. daily. He ordered a substitute court reporter to relieve Mrs. Doris Abernathy, the regular reporter. The judge also said that all persons who are in the jury box at the end of each day's session will be kept under guard and lodged nightly in the Willard Hotel.

At an emergency meeting of Klamath County Civil Defense Officers Monday evening, preparations were made for a nationwide practice alert scheduled for Tuesday, December 7.

The theoretical alert will be a continuation of an alert last June in which Klamath County simulated response to requests for first aid teams, doctors, fire equipment, nurses, etc. Theoretically, these supplies and personnel are still in Portland, the target area to which they were rushed.

Klamath County was unable to fill its assignment of emergency police, nurses and first aid teams according to Joe LaClair, county civil defense director, so these lacks must be made up by other cities. Klamath County will probably be asked for additional supplies and personnel of which it has adequate numbers to supply deficiencies of other cities.

LaClair issued another plea for more volunteers for police, nurses, first aid teams and Ground Observer Corps personnel.

US Pledges Aid To Nationalists

WASHINGTON (AP) — The United States and Nationalist China Wednesday announced completion of a mutual security treaty pledging U.S. protection to Formosa.

A joint statement, released simultaneously in Washington and Taipei, said the treaty follows the general pattern of other U.S. security pacts in the Western Pacific.

Secretary of State Dulles made the announcement at his news conference. He said the agreement will "forge another link in the system of collective security... between the United States and other countries in the Pacific area."

While Dulles did not disclose any details, it was understood the treaty provides for peaceful measures as the prime reliance for settling disputes.

PLEDGE Generalissimo Chiang Kai-shek was understood to have pledged that his Chinese Nationalists on the island of Formosa will refrain from any use of force except in defense and avoid any provocative acts against the Communist-held China mainland.

In saying the treaty will follow the general pattern of other Pacific security pacts, Dulles apparently meant there would be reaction to any attack on Formosa "in accordance with constitutional processes." This is the provision in the recently concluded Manila pact, covering Southeast Asia, and the mutual defense agreement with South Korea.

Such language avoids any commitment for automatic armed reaction in specified circumstances. The area of the Formosa treaty.

Dulles said, includes Formosa itself and the nearby Pescadoreas, as well as the Western Pacific islands under U.S. jurisdiction.

Dulles did not say in his prepared statement whether an attack, say, on Quemoy or the Tachen Islands—which lie close to the China mainland—would be considered a threat requiring U.S. action.

However, he left that point open by saying the treaty "will provide for inclusion by agreement of other territories under the jurisdiction of the parties."

The idea of blockading Red China to force release of the prisoners was advanced last week by Sen. William W. Hastings, Republican leader in the Senate. Sen. McCarthy (R-Wis.) said he is in "complete sympathy" with the proposal.

However, Secretary of State Dulles with the backing of President Eisenhower has ruled out any "war action" such as a blockade. The administration appeared to be relying on steady pressure aimed at arousing world feeling as the main plan to win release of the 13.

Noting that Dulles has proposed sending the issue to the United Nations, Jenner said: "If we turn the question of protecting our fighting men over to the U.N., we are transferring our sovereignty. We are admitting that we are a province in a world government, no longer free to defend our national honor."

In endorsing tougher action, McCarthy said in an interview earlier that he doubted a single American warship would be needed to create a blockade. He suggested the United States could impose one by simply telling its allies they would get no more aid as long as they kept shipping goods to Communist China.

(Earlier story on page 10)

Snow Blankets Midwest, West

By THE ASSOCIATED PRESS A blanket of snow covered wide areas in the Midwest and West Wednesday with temperatures dropping below zero in some sections.

Snow measured a foot in Western North Dakota and in some Northern Nebraska communities. Heavy falls also were reported in parts of Minnesota, Wisconsin, Michigan, North Dakota and Iowa as the fall end of a storm moved south and east from the Rocky Mountain region. Iowa reported two highway fatalities attributed to the storm.

It was one below zero early Wednesday at Scottsbluff, Neb., and below zero readings also were reported in the Northern and Central Rockies.

Readings were in the teens in the Plains States as far south as Western Kansas. Similar temperatures were reported in Northern New England but readings in the 30s prevailed in most areas east of the Appalachians. They were in the 30s and 40s over most of the Far West. The only warm spots were in Eastern Texas, Florida and the lower Mississippi Valley.

Indian Timber Suits Filed PORTLAND (AP) — Two suits were filed by the U.S. district attorney in federal court here Tuesday asking cancellation of two four-year-old Indian timberland sales.

C. E. Luckey, the attorney, filed the suits in behalf of a group of Indians who he said suffered losses in the sales.

Among defendants in one of the suits are three men who were sentenced to prison some time ago for their part in defrauding Indians in timberland purchase deals. They are Fred M. Marsh, Lebanon timber speculator; Clyde W. Flinn, The Dalles, former Indian Bureau Realty officer; and Jack Blinford, Milwaukie, Marsh's employe.

Two Girls Win Stock Awards

CHICAGO (AP) — Two Iowa farm girls, novices in big time competition, now own the International Live Stock Exposition's most coveted awards—the steer grand and reserve championships.

They competed Tuesday with more than 80 adult exhibitors. It's like saying they raised the finest eating animals in the nation.

For Janice Hullinger, 16, of Manly, Iowa, and Barbara Clausen, 15, of Spencer, Iowa, it was the biggest thrill of their lives.

Janice won the grand championship with her 1,080 pound Aberdeen-Angus summer yearling, "Shorty." Barbara, who likes to be called "Barb," won the reserve grand championship with "Salty," a 1,120 pound Shorthorn summer yearling.

It was the first time in the 55-year history of the exposition that two girls won the big prizes in open competition.

Both girls had won in the junior feeding contest—Janice taking the championship with "Shorty" and Barb getting the reserve championship with "Salty."

Both girls are 4-H members and sophomores in high school. (Picture on page three)

Snow Reported On Highways

Oregon State Motor Association reported a storm coming in from the south this morning. There was ice on the highway from Mt. Hebron to Weed and it was snowing in the Dunsmuir area.

Snow started to fall on the Greensprings about 10 a.m. today. Chains were advised for travel to the south or west.

Grater Lake National Park reported no new snow in the last 24 hours. There was a total of seven inches of snow on the ground. Skies were overcast and threatening this morning.

No snow was reported to the north and highways were said to be bare.

Weather

FORECAST—Klamath Falls and vicinity: Partly cloudy Wednesday and Thursday. High Thursday 38 low Wednesday night 24.

High yesterday 34 Low last night 23 Precip. last 24 hours .00

Since Oct. 1 1.31 Same period last year 4.19 Normal for period 2.76

Nov. 26—Partly cloudy, cold and some wind. High 31, low 6 at 5:30 a.m.

9 O'clock Special

CHRISTMAS is in the air and poinsettias are in the windows of the Klamath Flower Shop, 1211 Main Street. Delf arranging is being done by Charlie Mack, owner.

20 SHOPPING DAYS LEFT

BUY CHRISTMAS SEALS

SHOOTING HOURS



Oregon December 2 OPEN 6:47 CLOSE 4:19 California SEASON CLOSED Open December 6