

MARKETS and FINANCE

Stocks		Wall Street	
NEW YORK STOCKS			
By THE ASSOCIATED PRESS			
AJ Indust	4 1/4	NEW YORK (AP) — The stock market took a breather today after two sessions of sharp advance. Prices were mixed in dull trading early this afternoon.	
Alco Prod	18 3/4	The Associated Press average of 60 stocks at noon was up .20 at 258.00, topping Thursday's historic closing high.	
Allied Ch	61 1/2	Spotty gains by a few blue chips accounted for the midday bulge on average. Generally, the list showed a hodge-podge of small gains and losses.	
Allis Chal	21 1/2	Rails, leaders of the rally which began Wednesday, fell away moderately from recent sharp gains.	
Alcoa	62 3/4	Some of the steels showed a follow-through in early trading to their advance of Thursday but soon faltered and sold unchanged to lower.	
Alum Ltd	27 1/2	The Ford strike remained unsettled but auto shares held their ground fairly well, showing some minor fluctuations. Airlines and drugs were slightly ahead on balance. Oils, chemicals, aircrafts and electronics were irregular.	
Amerada	28 1/2	Prices on the American Stock Exchange were generally higher in moderate trading.	
Am Airline	21 1/2	Corporate bonds declined as enthusiasm for railroad bonds cooled. U.S. government bonds were firm.	
Am Can	45 1/4		
Am Cyan	42 1/2		
Am M&Pdy	17 1/2		
Am Motors	60 1/2		
Am Smelt	119 3/4		
Am Tel & Tel	100 3/4		
Am Tob	58 1/2		
Am Viscose	100 3/4		
Anacosta	49 1/2		
Arco Sil	72 3/4		
Atchison	27 1/2		
Avco	24 1/2		
Bendix	65 3/4		
Beth Steel	41 1/4		
Boeing Air	51 1/2		
Borden	67 1/2		
Dorg Warner	46 1/4		
Brunswick	61 1/2		
Burroughs	30 3/4		
Cal Pac	30 3/4		
Cdn Pac	24 1/2		
Cater Trac	38 1/2		
Celanese	34 1/2		
Chrysler	55 3/4		
Cities Svc	51 1/2		
Colum Gas	28 3/4		
Con Edis	82 1/2		
Cont Can	43 3/4		
Corn Pd	53 3/4		
Crown Zell	60 3/4		
Curtiss Wr	17 1/2		
Decca Rec	34 1/4		
Doug Airc	37 1/2		
Dow Chem	78 1/4		
duPont	226 1/4		
East Kod	102 1/4		
ElPasoNG	25 1/4		
Evans Pd	11 1/2		
Firestone	46 3/4		
Ford Mot	109 1/2		
Forem Dairy	12 1/2		
Gen Dynam	27 1/2		
Gen Elec	75 3/4		
Gen Fds	53 1/2		
Gen Mtors	50 3/4		
GTel&El	25 1/2		
Gen Tire	77 1/2		
Ga Pac Cp	57 1/2		
Goodyear	45 1/4		
Gl No Ry	46 1/4		
Gl West S	34 1/4		
Gulf Oil	36 1/2		
Idaho Pw	37 1/2		
Ill Cent	46 1/2		
Int Bus Mch	55 1/2		
Int Harv	49 1/2		
Int Nick	41 1/2		
Int Paper	36 1/4		
Int Tel&Tel	34 1/4		
Johns Man	64 1/4		
Kaiser Al	31 3/4		
Kennecott	81 1/4		
LibMcNAl	13 1/2		
Lockh Airc	62 1/2		
Lorillard	65 1/2		
Martin Co	37 1/2		
Merck	82 1/2		
Minn M&M	78 1/2		
Monsan Ch	54 1/4		
Mont Ward	31 1/2		
Nat Cash R	118 1/2		
Nat Distill	26 1/2		
NY Central	18 3/4		
Nor Pac	43 1/4		
Olin Mar	18 1/4		
Oub Mar	18 1/4		
Owens Ill Gl	89 1/2		
Pac G&El	91 1/2		
Pac T&T	39 1/2		
Pan AW Air	29 1/2		
Parke Da	28 1/4		
Penn Dix	24 1/2		
Penny JC	48 1/2		
PaRR	15 1/4		
Pepsi Cola	51 1/2		
Pfizer	43 1/2		
Phileo	22 1/2		
Polaroid	107 1/2		
Proct&G	95 1/4		
Pug S&P&L	41 1/2		
RCA	36 1/4		
Rayonier	23 1/2		
Raytheon	36 1/4		
Repub Stl	60 1/4		
Reyn Met	37 1/4		
Ray Tob	149 1/4		
Richfield Oil	39 3/4		
Safeway St	56 1/4		
St. Reg ap	38 3/4		
Schenley	28 1/2		
Scott Pap	121 1/2		
Sears Roeb	74 1/4		
Shell Oil	37 1/2		
Sinclair	36 1/4		
Soceny	42 1/4		
Sou Pac	28 3/4		
Sperry Rd	24 1/2		
StdOil Cal	48 1/2		
StdOil NJ	43 1/4		
Stud Pack	11 3/4		
Sunray	23 1/2		
Sunsh Mn	12 1/2		
Swift & Co.	40 3/4		
Texaco	50 1/2		
Thiokol	41 1/4		
ThompRW	62 1/4		
Tidewater	19 1/2		
TimkRbear	56 1/4		
Transamer	44 1/2		
Twen Cent	32 1/4		
Un Carbide	133 1/4		
Un Oil Cal	43 1/4		
Un Pac	36 3/4		
Unit AirLin	41 1/4		
Unit Airc	44 1/4		
United Cp	8 1/2		
US Plywood	47 1/4		
US Smelt	81 1/2		
US Steel	32 1/2		
Varian Ss	42 1/2		
Vendo Co	49 1/2		
Walgreen	57 1/2		
Wam B. Pic	78 1/2		
Wag. W. Pow	38 1/2		
Wn Bancorp	38 1/2		
West Auto S	50 1/4		
West Un Tel	43 1/4		
WestABK	26 1/4		
West El	44 1/4		
Wheel Stl	49 1/4		
Woolworth	79 1/2		

Diplomat Takes Cash From Poles

WASHINGTON (AP)—A State Department security agent said today former diplomat Irvin C. Scarbeck told him he accepted about \$400 from Polish agents after dealing with them over a period of months.

Scarbeck is on trial in federal court on a charge of turning over four secret documents from the American Embassy in Warsaw to the Red agents after they caught him in bed with a young Polish girl and blackmailed him.

The security agent, Kenneth W. Knauf, testified Scarbeck told him about the money payment and other details during an interview at Frankfurt, Germany, June 5.

Whether Knauf's testimony will be presented to the jury will be determined later by Federal Judge Leonard W. Walsh, who is presiding. Because of a defense objection to the testimony, the judge agreed to hear it first with the jury absent.

Knauf quoted Scarbeck as saying he had met regularly with the Polish agents during the first several months of this year, and that they protested he was not giving them documents of any importance.

Knauf said Scarbeck told of becoming concerned about what might happen to the Polish girl, Ursula Discher, 22, because he was scheduled to be transferred from Warsaw in June or July. He was second secretary in the U.S. Embassy there.

Scarbeck therefore pressed the Polish secret police to provide a passport for Miss Discher, Knauf said. They kept pressing him to provide more important materials, Knauf said, and finally agreed reluctantly to furnish a passport for Miss Discher.

She left for Frankfurt April 15 and Scarbeck followed a few days later.

Knauf said Scarbeck told of accepting 1,600 deutschemarks from the Polish agents just before he left, saying he needed the money because of the added cost of helping Miss Discher. Knauf quoted Scarbeck as saying he had been offered money on many previous occasions but had refused it until then.

Knauf testified Thursday that Scarbeck at first denied he had been blackmailed by the Polish agents.

But he said Scarbeck soon admitted "he agreed to furnish them provided they would not affect the security of the United States. In answer to their demands for ciphers and codes he assured them he would not cooperate to this extent."

Scarbeck, who is married, is charged with turning over to the Polish Reds four secret embassy papers.

He managed to get Miss Discher out of Poland and into West Germany in April. Knauf said Scarbeck admitted he obtained a passport for Miss Discher "by intercession with Polish intelligence agencies."

Defense counsel Samuel Klein said he would object to the admission of Knauf's testimony as evidence, and Federal Judge Leonard W. Walsh dismissed the jury until Monday.

Before the jury left, Miss Discher, 22, completed two days of apparently reluctant testimony about her affair with Scarbeck, a police raid which caught them in bed, and how she got to West Germany. Her testimony was translated by a State Department interpreter.

"He financed me, he kept me," she said. "I was fully kept by Mr. Scarbeck."



IN MEDIC CORPS — Robert M. O'Brien Jr. of McCloud, who received his commission in the Army in September as a lieutenant, has been assigned to flight school at Fort Rucker, Ala. O'Brien plans to make helicopter rescue work as a medic his Army career.

Apportionment Meet Set

(Continued From Page 1)

pressed disappointment with the court's ruling that the present plan was unconstitutional. "I thought it was an equitable plan," he said.

He added, "It would appear that if this strict population formula is followed, it will gradually take away representatives from Eastern Oregon even more rapidly in the future."

He subscribed to the federal plan, commenting that one house should be on geographical basis and the Senate on population.

"If this plan goes through," Howe said, "the state is going to lose the services of some valuable Eastern Oregon legislators."

He pointed out that such a federal plan had been discussed in committee and later was defeated on the floor of the House. He also stated that the committee's plan first called for a single representative for Klamath County, but was later amended to two upon his presentation to the group.

"It's going to hurt the state," was his closing comment on the current apportionment plan being offered by Appling.

Representative George Flitcraft was not immediately available for comment, but indicated to Bolvin that he would attend the Bend session.

Oregon Weather

By THE ASSOCIATED PRESS
24 hours to 4:30 a.m. Friday

	Max.	Min.	Prep.
Astoria	60	46	17
Baker	81	53	
Bend	78	42	
Brookings	60	49	
Burns	80	47	
Eugene	77	46	
Lakeview	77	45	
Medford	84	47	
Newport	65	43	14
North Bend	64	49	10
Pendleton	82	32	10
Portland	68	51	T
Red Bluff	93	55	
Redmond	78	54	
Roseburg	80	55	
Salem	76	47	T
The Dalles	73	53	

Grains

CHICAGO (AP)—

	High	Low	Close	Prev.
Wheat				
Dec	2.02 1/2	2.01 1/2	2.02 1/4	2.02 1/4
Mar	2.07 1/4	2.06 1/4	2.07 1/4	2.07 1/4
May	2.09 1/4	2.08 1/4	2.09 1/4	2.09 1/4
Jul	2.11 1/4	2.10 1/4	2.11 1/4	2.11 1/4
Sep	2.14 1/4	2.13 1/4	2.14 1/4	2.14
Corn				
Dec	1.07 1/4	1.07 1/4	1.07 1/4	1.07 1/4
Mar	1.13	1.12 1/4	1.13	1.12 1/4
May	1.16 1/4	1.16 1/4	1.16 1/4	1.16 1/4
Jul	1.20 1/4	1.19 1/4	1.20 1/4	1.20 1/4
Sep	1.22 1/4	1.21 1/4	1.22 1/4	1.21 1/4
Oats				
Dec	.67	.65 1/2	.66 1/4	.67 1/4
Mar	.71 1/4	.69 1/4	.70 1/4	.71 1/4
May	.72 1/4	.71 1/4	.72 1/4	.72 1/4
Jul	.71 1/4	.70 1/4	.71 1/4	.72
Sep	—	—	.72 1/4	.73 1/4
Rye				
Dec	1.33 1/4	1.32	1.33	1.33 1/4
Mar	1.36 1/4	1.35	1.36 1/4	1.36 1/4
May	1.36 1/4	1.35 1/4	1.36 1/4	1.36 1/4
Jul	1.32 1/4	1.31 1/4	1.32 1/4	1.31 1/4
Soybeans				
Nov	2.36 1/4	2.35 1/4	2.36	2.36 1/4
Jan	2.41	2.39 1/4	2.40 1/4	2.41
Mar	2.44 1/4	2.43 1/4	2.44 1/4	2.44 1/4
May	2.48 1/4	2.46 1/4	2.47 1/4	2.48 1/4
Jul	2.50 1/4	2.49 1/4	2.50 1/4	2.50 1/4
Aug	2.51 1/4	2.51	2.51 1/4	2.52

Potatoes

SAN FRANCISCO (UPI)—

	U.S. 1	U.S. 2
Klamath russets	1.34-37	

LOS ANGELES (UPI-FSMNS)—

	U.S. 1	U.S. 2
Klamath U.S. 1	6-14	2.90
central district U.S. 1	10-oz	min

other details during an interview at Frankfurt, Germany, June 5.

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Long Goes To Session In Ontario

FORT ROCK — R. A. (Rube) Long, chairman of the Bureau of Land Management District Grazing Board for area one, attended the "show me" trip and get-acquainted session held in Ontario last week for range users and managers.

Sen. Wayne Morse and Congressman Al Ullman as well as Carl Landstrom, representing the national BLM level, took part in the meeting to promote better understanding between the users and managers of the range.

Planning for rehabilitation of burned over areas was of particular interest to Mr. and Mrs. Long who lost much grazing this year in the Devil's Garden and Cougar Mountain region's 18,000-acre fire. Losses from fire occurred in the Ontario area in 1960.

Henry Gerber of Bly, also a member of the area one board, attended. Gerber is the local representative to the state grazing board and in turn Oregon's delegate to the national advisory group.

Other Lake County persons who attended were Bud Burgess, district manager and Don Getty, range conservationist, representing the BLM; Oris Rudd, Lake County Extension Agent; Mr. and Mrs. Robert L. Weir Sr., Robert L. Weir Jr., Don Hotchkiss and Ralph Renner.

Bar Owners Deny OLCC Charges At Hearings

Klamath Falls bar owners denied charges against them Thursday during Oregon Liquor Control hearings in city hall.

Establishments and owners charged were the Char House, 124 South Seventh Street, Leslie Bennett and R. L. (Keith) Rice, and Skeets' Tavern, 117 South Seventh Street, Mr. and Mrs. Forrest L. O'Connell. Both places were charged with allowing drunks to remain on the premises. It was the second hearing in eight days involving the Char House.

Not guilty pleas were entered by the owners of both places and by Ernie Clough, Char House bartender.

City police officers Vernon Jones and Normall Mitchell testified that they checked the Char House the night of Sept. 19. The officers said Bruce Miller and Hubert Bell were fighting in the men's room while Eugene Montgomery and Randolph Tupper were "visibly drunk."

Clough said he had not served the men and said he declined to serve Montgomery and Tupper earlier in the evening. He said he didn't see them return to the place. Rice said two bartenders have been put on busy night shifts to handle these problems.

Rotarians Review Year

The Klamath Falls Rotary Club held a club assembly Thursday evening at the Winema Hotel at which 31 directors, committee chairmen and new members reviewed activities of the year.

Loren Palmerton, member of the Klamath Falls club and governor of District 511 Rotary International, and Gene Ballie, club president, conducted the meeting.

Governor Palmerton has held similar meetings with most of the other 25 clubs in his district and brought the experience of these clubs and from Rotary International to the local group.

Highlight of the Klamath Falls club activities is sponsorship of the Junior Livestock Show each August.

City Briefs

MR. AND MRS. HENRY N. ANDERSON, 2844 Summers Lane, had as recent guests, Mr. and Mrs. Guy Bybee, San Bruno, Calif.



ALTAMONT LEADERS — Altamont Junior High School has elected officers for the coming year. Jennifer Hummel, seated, is president. With her is Terry Metler, vice president. Standing, from left, are Adeline Corpus, second vice president; Kathy Cook, treasurer; Janet Denham, secretary; and Cliff Crawford, news reporter.

PPK Contest

James Johnson, director in charge of the punt, pass and kick contest, sponsored by Ford Motor Company, has announced that the contest will be held Saturday, Oct. 14, at 2 p.m. at Conger Field. More than 80 entries have been received thus far at Balsiger Motors. Saturday is the last day of registration for the contest. The contest is open to all youngsters 6 through 10 years of age with three prizes in each age bracket. Here, John Balsiger, left, who is not eligible for the contest, wears the uniform which will go to the winner in each of the five brackets. The warmup jacket he holds will go to the second place winner in each bracket, and the football to the third place winners.

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James Thurber Rests Better

NEW YORK (AP) — Humorist James Thurber rested comfortably Thursday night at Doctors Hospital after undergoing surgery for removal of a blood clot on his brain.

Although Thurber had a steady pulse and normal blood pressure, the hospital continued to list his condition as critical.

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DA Picks J. R. Thomas As Redding Successor

District Attorney Dale T. Crabtree