

WEATHER

Rather cool Tuesday night followed by gradual warming through Saturday, reaching about normal Friday; no precipitation indicated.

The Shelby Daily Star

CLEVELAND COUNTY'S NEWSPAPER SINCE 1894 TELEPHONES 1100

- State Theatre Today - "THOSE ENDEARING YOUNG CHARMS" Robert YOUNG - Laraine DAY

VOL. XLIII-248 ASSOCIATED PRESS NEWS SHELBY, N. C. TUESDAY, OCT. 16, 1945 TELEMAT PICTURES SINGLE COPIES-5c

Halsey Declares Peace Must Be A Military One If It Is To Last CONFERENCE ON SOFT COAL STRIKE ENDS IN FAILURE Indonesia Denies Reports Of Having Declared War On Dutch

MUST BE ON GUARD, YET COOPERATIVE

Third Fleet Again Drops Anchor In San Francisco Bay

GOOD TO BE HOME

SAN FRANCISCO, Oct. 16. (P) - Admiral Halsey, warmly welcomed home from the wars, said today that the peace must be a military one if it is to last.

"This is what we have dreamed of, hoped for, fought for and prayed for—to return home again, knowing that our enemies have been vanquished," the admiral said in a broadcast after the ships of his Third fleet had dropped anchor in San Francisco Bay yesterday.

"But let us not forget that to be a lasting peace, it must be a military peace.

"Enemies are both born and made—the United States must vigilantly guard itself against aggression, yet cooperate to the utmost in perfecting a world organization which will function with smoothness, efficiency and certainty."

The admiral was to get the key to the city today, after a parade of units of his Third fleet up historic Market street, and tonight he and his officers will be guests at a banquet attended by city and state officials.

As the fleet approached the Golden Gate yesterday, Halsey spoke his thoughts to a press conference.

Warning against ever allowing Japan to become strong again, he said:

"Japan today is a fourth or

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China Deluged With Worthless Jap Currency

TOKYO, Oct. 16.—(P)—Printing presses backed by Japanese bayonets deluged China with worthless currency adding up to about 54,000,000,000. (B) U. S. dollars in face value, the Tokyo newspaper Asahi said today.

The figure was the first to be published indicating the degree of financial plundering of Japanese-occupied territories by Japanese militarists. It was disclosed by the newspaper in its demands on the imperial government to curb inflation.

Notes totaling 4,000,000,000,000 (T) Yuan were issued by the central reserve bank of China, financial agency backed by the Japanese militarists, the newspaper said.

This sum, at the official rate of five yuan to one yen, equaled \$800,000,000,000 (B) yen, or nearly 20 times the war-time homeland note output of the bank of Japan, which contributed much to inflation in Nippon. The current rate is 15 yen to one U. S. dollar.

EXPLORATION American authorities, studying the records of the central reserve bank of China and other Japanese institutions used to exploit the empire's conquests, have declined to announce figures until their survey is completed.

Asahi's report was made in a story outlining some of the financial problems facing the government.

But the actual plundering implied by the size of the China bank's note issue must be doubled to evaluate the total of militaristic financial profits. When the notes were first issued they were arbitrarily discounted at one for two former Chinese yen, thereby halving all bank accounts and other assets based on the former yuan.

The notes probably are the largest, but by no means the sole part, of worthless wartime currency which the Japanese issued without a single ounce of gold backing. The central reserve bank of China served central China, including Shanghai.



AS PIERRE LAVAL FACED EXECUTIONERS IN PARIS—This was the scene in the yard of Fresnes prison in Paris Oct. 15, as Pierre Laval, former Vichy chief of state, faced the firing squad. This is believed to be the picture taken of the execution scene. Laval survived a suicide attempt with poison and also the firing squad's volley, and was killed by a coup de grace fired into his ear.—(AP Wirephoto via radio from Paris).

U. S. HOLDS ATOM SECRETS

Purnell Thinks No Other Country Will Perfect Bomb Soon

WASHINGTON, Oct. 16.—(P)—Rear Admiral William R. Purnell said today America still holds a number of "trade secrets" of atomic energy and predicted no other country can make an atomic bomb "in quite a stretch of time." Purnell testified before senate military-commerce subcommittee, holding hearings on a proposed national science foundation. He was described by Senator Magnuson (D-Wash) as the navy's expert on atomic energy.

On the other side of the capital, the house military committee voted to reopen hearings Thursday on legislation setting up a commission to control domestic activities in the field of atomic energy.

Chairman May (D-Ky) said the hearings would last only one day and only four witnesses will be heard.

They will be provided, May said, by congressional and other groups who had objected to the commission.

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WHAT'S DOING

TODAY 7:30 p.m.—CAP cadets meet at armory.

7:00 p.m.—Scout executives of Piedmont council meet at Hotel Charles.

WEDNESDAY 7:00 p.m.—Cleveland Aviation club dinner at Hotel Charles.

7:00 p.m.—Workers council of First Baptist church meets at church.

7:30 p.m.—Prayer meeting at Presbyterian church.

7:45 p.m.—Mid-week prayer and praise service at First Baptist church.

FAVORS RICH:

CIO Denounces Tax-Cutting Bill As Approved By House

WASHINGTON, Oct. 16.—(P)—The CIO denounced the house-approved tax-cutting bill today as a device for providing "huge windfalls to the richest corporations and wealthiest individuals."

It suggested to the senate finance committee a substitute program designed to benefit primarily the lower bracket income tax payers and small businesses. The program was outlined by Clifford McAvoy, legislative representative of CIO's United Electrical, Radio and Machine Workers.

WAR FUND: Cherry Urges Clevelanders To Raise Quota

Chairman Shem Blackley of the United War Fund of Cleveland county received a telegram this morning from Governor R. Gregg Cherry, honorary chairman, and Victor Bryant, acting chairman of the state drive urging that every effort be put forth in Cleveland county to achieve 100 per cent of the quota.

In this connection Chairman Blackley issued a call to all team captains and solicitors to make a report of their progress by Friday morning. These reports should be made to Paxton Elliott at the First National bank.

Never have needs among the destitute people of the world been so great. Too, it will be remembered that a substantial portion of the fund to be raised here will go to the USO for ministrations to lonely soldiers in camps and hospitals.

Boy Scouts and Girl Scouts of this county will also receive a large sum from the local \$23,832 quota.

The telegram received by Chairman Blackley from Governor Cherry and Acting Chairman Bryant follows:

"Gratitude to fighting men for military victory at great sacrifice demands that we finish their job to insure peace. Realization that millions throughout the world owe every existence to our generosity and pride in North Carolina's record of success plus in every previous form of war campaign effort demands that we strive for nothing less than one hundred per cent of allocated war fund goal in every county. Urge that you encourage chairmen and solicitors to double and redouble efforts. Appreciate your efforts."

MANNERHEIM IS ILL

HELSINKI, Oct. 15.—(P)—President Baron Mannerheim has suffered a relapse from a recent illness and is confined to his home under the care of a physician.

Pvt. Hugh Hamrick Is On Way Home

Pvt. Hugh F. Hamrick, son of Mr. and Mrs. Huff Hamrick, of Bowling Springs, has been evacuated to the United States according to a message received by his parents this morning.

Pvt. Hamrick was next to the last released of Cleveland county servicemen held prisoners of war, and his parents received a message recently that he had been released from a Japanese prisoner of war camp and returned to military control, and would be returned to the states in the near future.

The message today stated that he left for the United States on September 27.

ATOMIC BILL, TAXES TALKED

Taft Unexpectedly Supports Treasury's Tax-Cutting Plan

WASHINGTON, Oct. 16.—(P)—Death and taxes are the big subjects in Congress today.

As for death: The house military committee met to decide whether to reopen its hearings on atomic energy. An outcry had been raised because the group heard only four witnesses on the atomic energy bill.

Congress is seeking to use atomic power for a better life—instead of death to the world. The question is "How?"

As for taxes: A leading Republican Senator Robert Taft of Ohio, gave unexpected support to the treasury's tax-cutting plan. This plan differs from the tax bill passed by the house.

The senate finance committee is in the second day of a three-day tax hearing. Today it hears from the CIO which already had criticized the house bill as helping big corporations too much and wage earners not enough.

These matters were argued in committee rooms, where the real work of congress is done. The senate didn't meet today. The house did—with much oratory scheduled on two subjects:

1. Palestine as a homeland for European Jews.

2. A bill to grant \$600,000,000 of federal cash for a 10-year federal-state program of building airports.

The senate has passed a different version of the airport bill.

On taxes, Secretary of the Treasury Fred M. Vinson told the senate committee yesterday the excess profits tax on corporations should be abolished Jan. 1. Today, Taft told a reporter he agreed with Vinson.

Vinson also advocated repeal of

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FRESH BRITISH TROOPS LAND IN EAST INDIES

Aneta News Agency Had Reported Nationalists Ready To Fight

MANY PRISONERS

LONDON, Oct. 16.—(P)—The Free Indonesia radio asserted today that the "Indonesian Republic" on Java had declared completely false all reports that it had declared war on the Netherlands.

Meanwhile the all-India radio reported British reinforcements had landed on the rich Dutch East Indies to cope with native disturbances.

The Netherlands news agency Aneta reported Saturday that the Indonesian peoples' army of the Soekarno nationalist movement had issued a proclamation declaring war on all Dutch, Eurasians and Ambonese.

The Free Indonesia radio broadcast this purported statement from the "Republic," contradicting the Aneta dispatch:

"All news circulating abroad that it has declared war on Holland is false and untrue. The reports are only the evil provocations of foreign agents who are trying to discredit the Indonesian republic. The Indonesian republic wishes to emphasize their policy which is to respect the principles of peace, humanity and justice."

The all-India radio said the two British brigades on Java would be built up to a full division.

The first objective of the British forces, the broadcast said, would be to take over internment camps crowded with Dutch variously estimated to number from 60,000 to 100,000.

Five thousand Dutchmen liberated from Japanese prisoner of war camps are undergoing training at Singapore for service in Java and other parts of the Netherlands East Indies.

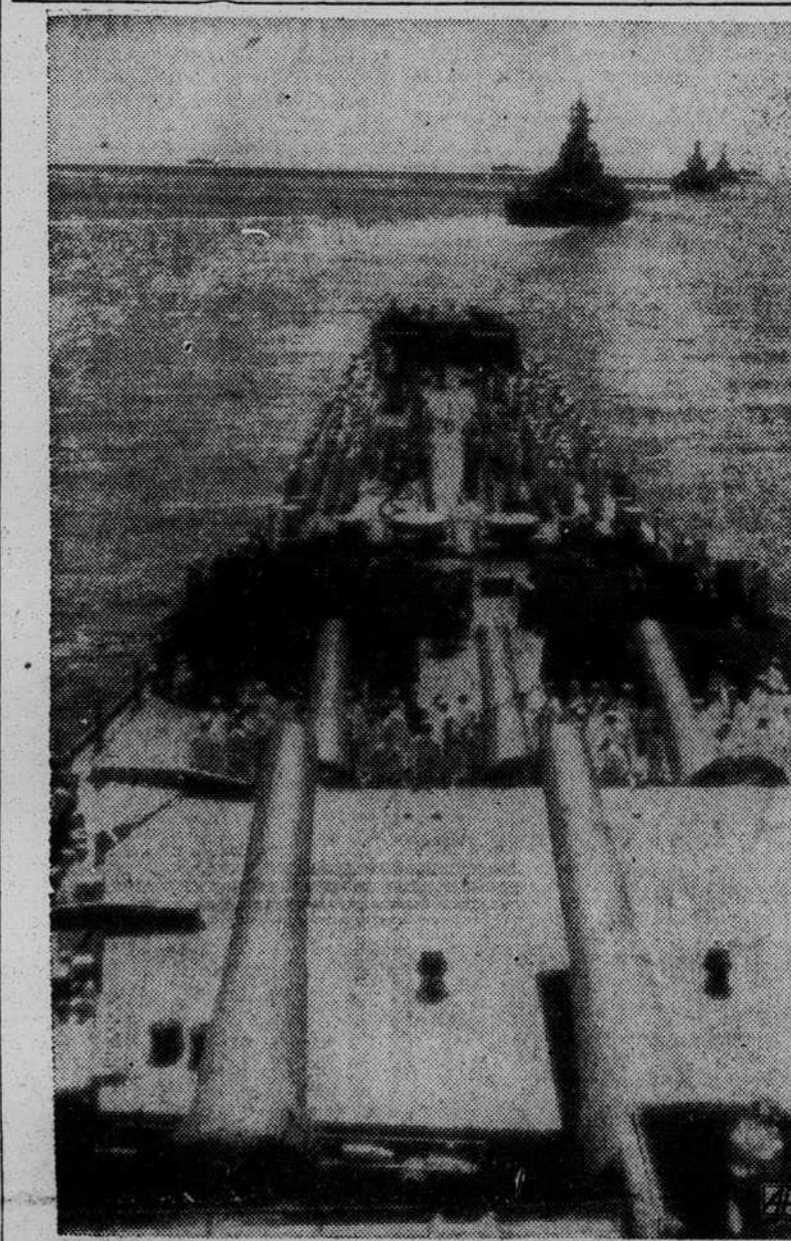
McSwain Holds First Service At Shanghai

Chaplain Horace R. McSwain, who is with Naval Advance Base Unit 13, and son of Mr. and Mrs. J. A. McSwain, of 820 West Marion St., Shelby, was the first chaplain in the navy to hold services ashore at Shanghai, China, and in doing so clipped the army record by 30 minutes.

The chaplain, who held Protestant services ashore on September 23, for the first time since U. S. navy ships arrived there the previous month, held his service one-half hour prior to an army service held by Chaplain O. W. Garland, of the Kiangwan Airfield base.

New Air Service To Begin November 15

CHARLOTTE, Oct. 16.—(P)—Eastern Air Lines' new Detroit-Miami service will begin Nov. 15 with two flights daily in each direction, it has been announced here. Winston-Salem, Charlotte and Columbia, S. C., are among the eight regular stops on the route.



THIRD FLEET WAR SHIPS COME HOME—White uniformed sailors stand under the mighty guns of the U. S. Battleship Wisconsin as units of Admiral Halsey's victorious Third Fleet approach San Francisco for a triumphant homecoming celebration. Admiral Halsey, himself, was on the bridge of his battleship, the South Dakota.—(AP Wirephoto).

Japan Starts On Long Road Back

Poverty Stricken, Without Armed Force, Without Standing Among Nations

TOKYO, Oct. 16.—(P)—New Japan, poverty stricken and spiritually crushed, officially without vestige of an armed force for the first time in history and without standing among nations, began the long road back to acceptance in the society of the world today.

AVALOS JUST OBEYS ORDERS

BY LAURANCE F. STUNTZ

BUENOS AIRES, Oct. 16.—(P)—War Minister Gen. Eduardo Avalos, leader of the Army movement which overthrew the military rule of Col. Juan Peron, disavowed the role of strong man today, asserting he merely was carrying out army orders in the revision of Argentina's government.

In an interview with the Associated Press Avalos called the overthrow of Peron, vice president, war minister and labor minister under President Gen. Edelmiro Farrell, a "revolution."

Losers in the political upset continued to be routed out of government posts as civilian leaders weighed offers to enter a government still headed by a military president. The offers were made by a civilian, General Prosecutor Juan

Political and militarists whose lives had been dedicated to the growth of the stolen empire struggled to revise the constitution for a peaceful Japan in which the government would serve rather than dominate the people, and to out-do each other in cooperation with the conquering occupation forces.

More than 500 members of the new Nippon working masses party, freed now from fear of the dread "thought police," distributed handbills calling for the mass suicide of the former ruling classes of Japan, then jubilantly demonstrated before General MacArthur's headquarters.

Their Japanese banners, as they paraded past the imperial palace moat, dealt not with the problems of empire, however. They asked MacArthur to tell the government to give them more bread.

Evidence of what General MacArthur had in mind yesterday, when in his broadcast announcing completion of Japanese demobilization he referred to the "humiliation and finality of this surrender," was developed in stories of self-abasement of military men. American

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control authority has its headquarters and where the four allied powers have four zones.

"Four organized parties exist there. They were granted permission by the Soviet military authorities to organize and so were functioning when United States forces occupied the U. S. sector of Berlin. The four parties are the communist party, the social democratic party, the Christian-democratic union, and the liberal democratic party.

"The communist party of Germany holds a majority of the

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Eisenhower Thinks Fair Election Would Likely End Communist Dominance In Berlin

WASHINGTON, Oct. 16.—(P)—General Eisenhower said today "informal reports indicate a fair and impartially supervised election in Berlin would not support the present communist party dominance" of the city's government.

The general put into his second monthly report on military government in the American zone of occupation a critique on politics in Germany—including those in the Russian zone.

Here is what he had to say about Berlin, where the allied con-

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NUMBER IDLE IS LOWER BUT PICTURE DARK

385,000 Workers Still Of Jobs In 135 Labor Disputes

VIOLENCE ON DOCKS

By The Associated Press The nation's labor disputes numbering at least 135, kept some 385,000 workers from their jobs today, the lowest total this month, but the general labor picture was no bright.

The darkest cloud came out of Washington in the form of Secretary of Labor Schwellenbach's announcement of the collapse of the conference to settle the critical coal strike.

In New York city, where a 16 day strike of AFL Longshoremen has virtually paralyzed shipping in the world's biggest harbor, there was reported violence within the union ranks and by CIO unionists, as extra police were ordered to the waterfront.

On the bright side was the resumption of service to some 1,000,000 New England bus and trolley riders as buses, under control of the Commonwealth of Massachusetts, began rolling after a three-day strike of 1,800 eastern Massachusetts street railway employes.

The scarcity of fuel in many of the strike areas brought further curtailments to steel and other industries, and threatened to close large Pittsburgh high and junk high schools. Cold weather!

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National Defense Council Proposed By Senator Walsh

WASHINGTON, Oct. 16.—(P)—Gen. Douglas MacArthur's radical plan for complete integration of the nation's armed services prompts Senator Walsh (D-Mass) today to propose a council of national defense.

The chairman of the senate navy committee suggested the secretary of State, War and Navy as members with the President running the show as commander in chief.

Walsh's proposal came as an alternative to merger of the Army and Navy. Most legislators thought MacArthur was talking a merger of this kind when he told the world last night:

INTEGRATION "The great lesson for the future is that success in the art of war depends upon a complete integration of the services. In unity will military strength."

Senator Edwin C. Johnson (D-Colo) told a reporter that as he sees it the only way "complete integration" can be obtained would be through the creation of a single military department.

Johnson is acting chairman of the senate military committee which begins hearings tomorrow on such a proposal. Secretary of War Patterson will be the first witness.

Patterson favors the consolidation and there have been some indications that President Truman is for it, even though the Navy is opposed.

Auto Stunt Driver Hurt In Bus Jump At Fair Last Night

CHARLOTTE, Oct. 16.—(P)—Johnny Rogers, auto stunt driver was in Memorial hospital today for treatment of injuries he suffered when his automobile was wrecked in an effort to hurdle over a 56-foot truck-trailer at the Southern States fair grounds last night.

At the hospital it was said had suffered a possible fracture of the neck, but the diagnosis was not complete.

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