News Review of Current Events

TAX BILL NOT SIGNED

President Lets It Become Law, Calling Attention to "Unwise" Modification of Profits and Gains Levies

Adolpho Echagaray Somohano, commander of the Mexican federal troops engaged in suppressing the revolt in San Luis Potosi state led by Saturnino Cedillo, is here seen, right, giving orders to two of his officers.

Edward W. Pickard
SUMMARIZES THE WORLD'S WEEK
© Western Newspaper Union.

Tax Bill Unsigned But Law

FOR the first time since he entered the White House, President Roosevelt permitted an act of congress to become law without his signature. He took this course with the tax revision bill in order to emphasize his objection to "those unwise parts of the bill" which removed all but the skeleton of the undistributed profits tax and drastically modified the levies upon capital gains.

President Roosevelt

The President announced his action in a speech delivered to 148 mountain families of the New Deal-sponsored rehabilitation community of Arthurdale, W. Va., at the graduation exercises of 13 high school students. His words, however, were carried to the nation by radio networks.

"I call the definite attention of the American people," said Mr. Roosevelt, "to those unwise parts of the bill I have talked to you about today—one of them which may restore in the future certain forms of tax avoidance, and of concentrated investment power, which we had begun to end, and the other a definite abandonment of a principle of tax policy long ago accepted as part of our American system."

The President declared that he had no objection to removing any obstacles to little business which might be contained in the revenue laws but he reiterated the administration's determination not to allow the use of corporate forms to avoid what it considers legitimate tax burdens.

Mr. Roosevelt made plain that he hoped for a future revision of the revenue laws in line with the objectives he seeks. Such revisions, he said, should be designed to encourage new investment and the entry of private capital into new fields.

Immediately after the address, Mr. and Mrs. Roosevelt left for Hyde Park, where they spent the Memorial day week-end.

Strike Back at Morgan

TESTIFYING before the joint congressional committee of investigation, David E. Lilienthal and Harcourt Morgan, directors of the Tennessee Valley authority, accused Dr. Arthur E. Morgan, their ousted colleague, with trying to sabotage the TVA's legal defense in a court case involving the constitutionality of the authority. They said, too, that he had engaged in a campaign of dissent and obstruction.

David E. Lilienthal

These charges, together with a general denial of Arthur Morgan's accusations against themselves, constituted in the main their defense statements.

Referring to the trial last winter of the suit of 18 private utility concerns against the TVA, Lilienthal said: "It is a record which suggests that he was seeking to find a way to obtain a judicial decision against his own agency. It is a record of tampering with prospective witnesses for the government and of obstructing and harassing counsel and witnesses in the very heat of the trial of a crucial constitutional case."

Former Chairman Morgan told his side of the long, bitter controversy on the first day of the inquiry, charging his fellow directors with dishonest management. He explained he did not mean David Lilienthal and Harcourt Morgan took bribes or stole money, but that they deceived the President, congress and the public; that they covered up important facts tending to throw doubt on the advisability of the government's huge social experiment; reported a false electric power yardstick, and were subservient to political and other special interests.

Concerning the Berry marble claims, Lilienthal said: "Any assertion that we (Harcourt Morgan and himself) by word or attitude encouraged any one to pull punches on Berry's claims is an outright falsehood. There was absolutely no evidence upon which any charge of fraud could have been based; there were only rumors and suspicions."

Chairman Donahey recessed the hearings until after the adjournment of congress.

Oil Group to Pay Fines

IT WAS announced by the Department of Justice in Washington that 14 oil companies and 11 executives awaiting trial at Madison, Wis., on anti-trust charges, plan to enter nolo contendere pleas and pay maximum fines and costs totaling $400,000.

The department said that the pleas, "amounting virtually to pleas of guilty," had been accepted by the department and recommended to the Madison court.

The defendants comprise the second group to be brought before the Madison court, where 46 defendants were convicted on similar charges last winter. These cases have been appealed.

The present indictments charge the oil companies and their executives on three counts with violation of the Sherman anti-trust act by a series of unlawful agreements between 1931 and December, 1936.

War Pensions Boosted

PRESIDENT ROOSEVELT signed a bill to increase the pensions of certain soldiers, sailors and nurses who served in the Spanish war, Philippine insurrection or China relief expedition.

The act provides a $60 monthly pension for veterans sixty-five years old who served at least 90 days and to those who served less than 90 days and were discharged for disability incurred in service.

Alicante Is Bombed

FRANCO'S war planes attacked the city of Alicante in what was described as the most disastrous single air raid of the Spanish war. At least 250 persons were killed and 1,000 injured when six huge insurgent bombing planes circled suddenly in the sky and dropped their missiles squarely in the market place where hundreds of women waited in queues to buy food.

Air raids also were made on Sagunto and other cities.

Government troops started an ambitious offensive on the Catalan front but were checked by hastily reinforced insurgent forces.

Nazi Inquiry Voted

THE house voted for an investigation of un-American propaganda activities in the United States following a charge by Representative Martin Dies of Texas that a member of the German-American bund had advocated the assassination of President Roosevelt.

Dies, who presented the resolution for an inquiry, said he based his statement on affidavits which he had seen. The suggestion that the President be slain was made, he said, in a speech at a Nazi camp.

Events Here and There

CHARLES YATES of Atlanta, Ga., won the British amateur golf championship.

Floyd Roberts of California won the 500-mile automobile race at Indianapolis, setting new record of 117.2 miles an hour average.

Body of twelve-year-old Peter Levine, kidnaped from New Rochelle, N. Y., February 24, was found in Long Island sound, mutilated and bound with wire.

Four winners of Canadian "stork derby" received $100,000 each.

American Pilots Accused

SATURNINO CEDILLO, who started an agrarian rebellion in San Luis Potosi state against the Mexican government of President Cardenas, had two airplanes and used them to bomb several towns which were occupied by federal troops engaged in suppressing the revolt. The Mexican war minister, Manuel Avila Camacho, asserted the planes were piloted by Americans, but did not disclose the source of his information.

The government also declared Japan was aiding the Cedillistas. Three hundred Japanese rifles and a large quantity of Japanese ammunition were seized at Cerritosa.

Reports from Tampico, important oil-shipping port on the Gulf of Mexico, said a plane presumed to be one of Cedillo's, flew over, dropping quantities of rebel propaganda.

Wage Bill in Conference

LONG battle over the wage-hour bill passed by the house was averted when the measure was sent to conference by the senate with the southern opposition given representation among the conferees. This compromise also probably headed off a threatened filibuster and led to belief that final action on the bill would be taken in time to permit the adjournment of congress on the date set.

The chief fight in the conference was to center on the demand of the South for wage differentials as provided for in the bill which the senate passed. These were rejected by the house.

The measure establishes rigid wage-hour standards for certain classes of workers in all industries operating in interstate commerce, regardless of prevailing sectional scales. It fixes an initial wage of 25 cents an hour which steps up to 40 cents an hour in three years, and a 44-hour week graduating to 40 in two years.

A coalition of farm state representatives and the southern Democrats put over a drastic amendment offered by Mrs. Norton, exempting thousands of employees engaged in the processing of agricultural commodities from the provisions of the measure.

Lewis Backs Barkley

JOHN L. LEWIS, C. I. O. chieftain, has asked labor to support Sen. Alben W. Barkley of Kentucky in the primaries August 6. In his capacity as chairman of Labor's Nonpartisan league, Lewis said of Barkley:

"He is recognized as one of the nation's leading statesmen, liberal in his viewpoint and co-operative in his attitude toward legislation in the interests of labor and the common people."

Harry Hopkins, WPA administrator, found occasion to say a good word in favor of Rep. Otha Wearin of Iowa, who is seeking to take the Democratic senatorial nomination away from Senator Gillette.

For this Hopkins was denounced by senators who were demanding that the relief appropriations be earmarked so they cannot be used for political purposes.

Ickes Weds in Dublin

HAROLD L. ICKES, secretary of the interior and PWA administrator, put one over on all but his closest friends. He sailed secretly from New York to Ireland and in Dublin was quietly married to Miss Jane Dahlman of Milwaukee, twenty-five years old and a clerk in his department. Mr. Ickes, who is sixty-four years old, lost his first wife nearly three years ago in an automobile accident in the Southwest.

Harold Ickes

The new Mrs. Ickes, red haired and pretty, is a niece of John Cudahy, American minister to Ireland, and sister of Mrs. Wilmarth Ickes of Winnetka, Ill., widow of Mr. Ickes' step-son.

Minister Cudahy did not attend the wedding, but was represented by S. J. Shattuck, an attache of the legation. The couple left Dublin by automobile for a brief honeymoon trip. Mr. Ickes cabled friends in Washington that he would return there in a week and would be at home on his estate near Olney, Md.

Japs Bomb Canton; 800 Dead

JAPAN'S war planes rained bombs on Canton for three whole days, killing at least 800 persons and injuring a thousand. Flying low over the Wongsha railway station district, the raiders shattered hundreds of buildings and then machine-gunned the fugitive citizens and the rescue workers. They then bombed the central district and the Tungshan residential suburb.

Chinese reports said the Japanese were driven back in a fierce battle for the city of Lanfeng on the Lunghai railroad, and thus Kaifeng, gateway to Hankow, was saved for the time being.

Auto Makers Indicted

GENERAL MOTORS corporation, Ford Motor company, Chrysler corporation and a number of the officers of these automobile manufacturing concerns were indicted by a federal grand jury at South Bend, Ind., on charges of conspiracy to violate the Sherman antitrust law.

Her Gown of Airy-Fairy Thin Weave

By CHERIE NICHOLAS

NOW that the season has come to exchange lover's knots for marital ties, the fancy of brides-to-be turns happily to a glamorous picture of billowy tulle and lovely flowers and wedding array for herself and her attendants that shall be fashioned of fabrics which needs must tune to the romance and beauty of the occasion.

A highly important style message for brides-prospective is the wide use being made this season of airy-fairy diaphanous silk sheers for the making of the wedding gown as well as for the bridesmaid frocks and the dresses of the little flower girls. There is an ethereal elusive beauty about the wedding scene that is carried out in terms of these lovely silk transparencies such as silk marquisette, filmy-as-cobweb nets, tulles and chiffons and silk organzas and mousseline de soies that blend ideally into the setting of a perfect day in June or in later summertime.

The bride in the illustration makes an entrancing picture in her gown of lovely summery silk marquisette. Its youthful princess lines, its enhancement of decorative lace appliques and its heart-shaped decolletage are in the quaintly beautiful "Gone With the Wind" tradition. The train is a spectacular part of the dress that reveals through a full length silk filmy net veil with lace coronet to match the gown. The bride carries a seed pearl prayer book.

Silk sheers are also favored for attendant frocks as they are smart for many summer evenings as well as the wedding itself.

Even the little flowergirl's dress, also of silk sheer, is selected so that it can be worn later on for birthday or dancing school parties. The cunning child pictured in the inset is clad in peach silk marquisette, the surplice front of which presents a new line for children's frocks that is both charming and youthful. This forms a ruffle that is tied in at the high waistline with a mauve velvet ribbon matching the ribbon on the puffed sleeves.

Traditional white satin is seen in many new versions. In Paris, Molyneux shows a sensational wedding gown in broche silk satin with a lily design. It is of Second Empire crinoline silhouette with posies and sprays of lily-of-the-valley holding the period-draped skirt. In America, many women are choosing the long, fitted bodice for their wedding dress as well as for their street, spectator sports and evening dresses. One smart version in white duchess silk satin features this moyen age waistline with a full gathered skirt and train. Many brides prefer a gown on princess lines for its slim reed-like grace. In silk marquisette as pictured it is really fit for a princess.

Silk net wedding veils are equally smart in the long or hip length versions. Often they have caps to match the dress or the bridal corsage. A simple and out of the ordinary cap worn by a recent bride had a peaked crown, the entire headpiece made of closely allover shirred tulle same as the veil.

A charming suggestion for the bridesmaids is that of cunning little boleros fashioned entirely of flat sewed flowers. These may either match the color of the silk organdie gowns they top or they may be in contrasting color. Very effective also is the bolero that is made of pastel colored lace worn with the gown of silk marquisette in matching or contrasting color.

© Western Newspaper Union.

NEW COTTON KNITS

By CHERIE NICHOLAS

Here are two stunning Sea Islander knit sports costumes made of the famous sea island cotton grown on Georgia island plantations reminiscent of the days when Spanish conquistadores took these golden isles. The jacket idea as interpreted in the model shown at top is high fashion. Women are not only wearing the knitted jacket with its companion knitted skirt but they are considered very smart with the cloth tailored skirt.

TWO-PURPOSE GOWN FINDS MUCH FAVOR

By CHERIE NICHOLAS

The tendency these days is to have a foundation dress with endless accessory ensembles in reserve so as to change the character of the costume to tune to occasion. The newest entrant into the interchangeable costume realm is the dress of black or navy crepe which is sold with a full length detachable front panel of pleated crepe in white or some contrasting color. For the practical hours of the day the dress is worn without the panel and you can run about town looking trim and tailored. Or in the office you will appear "neat as a pin" dressed appropriately for business hours.

To keep the bridge date or accept an informal dinner engagement, you can don the white or colorful pleated panel in a jiffy. It fastens up over the shoulders and there are ribbon straps and bows to adjust to make it look like an integral part of the dress, for it extends from neck to hem.

Vogue for Pleats Feature of the Current Fashion

The vogue of pleats, which is a feature of the current fashion trend, is not confined to skirts. A frock which has its own matching bolero has a pleated section below a plain square yoke. A skirt-waist dress with an all-around pleated skirt also has a pleated blouse, the sleeves being the only part of the frock to be left severely plain.

The pleated fashion in millinery is reflected by pleated sashes which adorn many of the new broad-brimmed straw models and also the fabric hats which have wide pleated brims.

Leather Fashionable

Leather is used for everything this year from entire dressy afternoon suits in pastel shades to trimming on evening gowns.

THE CHEERFUL CHERUB

My life is made of ups and downs
It's that that makes it nice
I wouldn't have an easy life—
The contrast gives it spice!
R. McCann

WNU Service.

Makes 10 BIG GLASSES
BOYS! GIRLS! FREE AVIATION CAPS
KOOL-AID 5¢
ASK YOUR GROCER

He came here on a visit and has been here ever since!

• He came here because he could get a comfortable attractively furnished room with running water from $1.50 single, $2.50 double; and with private bath from $2.25 single, $3.25 double • The convenience of this location saved him many nickels because the hotel is located just one block from Pennsylvania Station and less than half a block from the "L" lines, subways and buses • Our food prepared by women chefs appealed to him not only because it was tasty and healthful but also because it was thrifty.

HOTEL
Herald Square
116 WEST 34th STREET (Opposite Macy's)
NEW YORK

IN NEW YORK
Rooms with Shower

$2 SINGLE
$2.50 with Tub Bath
$1.00 FOR EACH ADDITIONAL PERSON
One block from Empire State Building, 5th Avenue and Hudson Tubes. Five minutes from Times Square. Especially desirable for family groups.
Under KNOTT Management
SEND FOR BOOKLET "R" WITH MAP
HOTEL
Collingwood
45 West 35th St. (bet. 5th & 6th Aves.)
NEW YORK

CONVENIENCE
...without added cost
Not only is the rate low, but you save transportation costs by being near everything...It pays to live at Hotel Vendig when in Philadelphia!
All outside rooms ...all rooms with bath...all rooms have ceiling fans.
$2.75
New • Modern • Fireproof
RICHARD R. SHANLEY MANAGER
J. Leslie Kincaid Pres.
HOTEL VENDIG
13th & Filbert Sts.
PHILADELPHIA