

U. S. Steel Industry May Receive Scrap From Germany Soon

By Robert S. Allen

North American Newspaper Alliance
The American steel industry may soon start receiving large quantities of desperately needed scrap from Germany.

Representative Macy, Republican of New York, chairman of a special committee investigating the serious scrap shortage, today expressed the belief that a solution had finally been found for the obstacles that have long blocked procurement of high-grade steel scrap from German war ruins.

An estimated 10,000,000 tons of this scrap is available in the American occupation zone. Despite the urgent need of this country's steel industry for the scrap, a protracted dispute between the Commerce and State Departments and Gen. Lucius Clay, American commander in Germany, has held up its procurement. Meanwhile, the British steel industry has imported hundreds of thousands of tons of this scrap as war "booty". Much of it has come from the Ruhr.

Sawyer Pushes Plans.
Under new plans now being pushed by Secretary of Commerce Sawyer, the United States would obtain 1,000,000 tons of German steel scrap in the next 12 months at \$26 a ton. The metal would be transported in ships carrying supplies of food to Germany.

As an "incentive" bonus, German scrap dealers will receive 20 per cent of their payment in American dollars. The remainder will be in occupation marks. The dollars can be used to buy equipment, food and such commodities as cigarettes, soap and coffee.

The \$20-a-ton price is still a matter of hot dispute between authorities and the British.
The latter are offering German dealers \$30 a ton, with a 20 per cent "incentive" bonus. Dollars for this British will be paid by the State Department from ECA funds they receive. During his investigation, Mr. Macy disclosed that the chief reason for the failure of American steelmakers to obtain German scrap was the reluctance of responsible Government agencies to help it.

Both the State Department and Gen. Clay have taken the attitude that the scrap was necessary to aid the Germans to rebuild their war-shattered industries.
Macy's Three-Point Reply.
Mr. Macy hotly assailed this policy on three grounds: (1) That the scrap was desperately needed in the United States for the defense needs; (2) That in the event of war, the German scrap, if not removed, would fall into the hands of the Russians; and (3) That the British and other European powers are getting large quantities of the scrap free of cost as war loot.

Secretary Sawyer agrees with Mr. Macy on these points. Since taking office several months ago, Mr. Sawyer has backed Mr. Macy against Gen. Clay and the State Department. Mr. Sawyer takes the position that the requirements of the American steel industry have first priority and that the Government should do everything in its power to obtain German scrap.

To speed up the procurement of this scrap, Mr. Sawyer has sent a group of Commerce experts to Germany. Their mission is to arrange the purchase and shipment of at least 1,000,000 tons of scrap during the next 12 months.

During the hearings conducted by Mr. Macy, steelmakers testified that if large quantities of German scrap could be obtained it would materially aid in overcoming many United States industries. They declared that elimination of the scrap bottleneck would go a long way toward wiping out the "gray market" in steel.

Two Blasts Rock Stores In Downtown Cairo

By the Associated Press
CAIRO, Aug. 2.—Several persons were injured yesterday when explosions rocked two department stores in downtown Cairo.

A policeman who was supposed to have guarded the exact spot where one blast occurred was arrested and ordered imprisoned because he had left his post before the explosion. One blast occurred outside the Gattegno department store. A second occurred in Benzon's department store on Mustapha Kemal Circle. An employee in the Adly Pasha telegraph office near the scene of the explosion at Gattegno was hit by flying glass. Another man who was sending a telegram was struck on the head by glass fragments and a young girl suffered a neck wound.

Hungary Set to Accept Tildy's Resignation

By the Associated Press
BUDAPEST, Hungary, Aug. 2.—Hungary's Parliament meets today to accept the resignation of President Zoltan Tildy. Deputy Premier Arpad Szakasits will be elected as the new President tomorrow.

Szakasits, who was nominated by the unified (Communist-controlled) Labor Party, is expected to reappoint Premier Lajos Dinnyes and his cabinet. Tildy submitted his resignation last Friday, a few hours after his son-in-law, Dr. Victor Csoranyi, was arrested on charges of espionage and treason.

LOST.
REOCH, camera, sold setting, lost Sun on road in N.W. section. Reward, HO 1-15 daytime, NO 4-261 after 5 p.m.
COLLIE, black and tan, male, 1 year, collar, lost on road near Arlington Circle, Arlington, Va. Reward, FA 0128.
DOG—Reward to finder of large male dog, black and tan, collar, lost on road near Arlington Circle, Arlington, Va. Reward, FA 0128.
EVENING BAG, pearl beaded, Hot Shoppe, Conn. ave., Saturday night, containing clothing, silver compact and machine gun. Reward, WO 5506.
FOX TERRIER, male, black and white, name "Toby", no collar, lost Woodland Beach, children's pet. Reward, VI 0011.
POINTER, large English, white with liver spots over both eyes and ears; answers to name "Rita", lost in S.W. section, Arlington, Va. Reward, SH 7336.
TERRIER-TYPE PUPPY, male, white with brown and black head; found in area of high school near Arlington Circle, Arlington, Va. Reward, HO 1-15 daytime.
WALLET, man's brown leather, containing money, keys, etc., lost on road near Arlington Circle, Arlington, Va. Reward, HO 1-15 daytime.
WALLET, brown leather, August 1, vicinity Chantilly, Va. and Col. rd., n.w. drivers license, etc. Reward, HO 1-15 daytime.
WRIST WATCH, lady's Waltham, leather strap, 12th and N. ave. to Street, on Conn. ave., reward, P. O. Box 7370, Wash. 4.
REWARD offered for Brown bull, black and white, 2 years old, lost on road near Arlington Circle, Arlington, Va. Reward, HO 1-15 daytime.
WALLET, man's brown leather, containing money, keys, etc., lost on road near Arlington Circle, Arlington, Va. Reward, HO 1-15 daytime.
WALLET, man's brown leather, containing money, keys, etc., lost on road near Arlington Circle, Arlington, Va. Reward, HO 1-15 daytime.



NEVADA FINALLY GIVES UP—After withstanding 4½ days of secret explosive tests and shelling by Task Force 12, the battleship Nevada, a veteran of two wars and the Bikini atomic tests, rolled over and sank in 5 miles of water off Hawaii. —AP Wirephoto from Navy.

German Food Ration Reaches Postwar High In British-U. S. Zone

By the Associated Press
BERLIN, Aug. 2.—The 40,000-000 Germans in the combined British-American zones now are getting the highest food rations since occupation began, the American Military Government said today.

AMG, in a semi-monthly report on occupation affairs, said three factors are chiefly responsible for this: Improved crops, currency reform and aid from the European Recovery Program.

Coal Output at Postwar High.
The improved food situation also was given the main credit for increasing Ruhr coal production to a new postwar record during July and for pushing overall industrial production in the British-American zone back to the postwar high established in April.

The official ration for the normal consumer—the lowest ration group—was given 1,550 calories at the start of the year, and even that was not met in some cities. Several groups, including various classes of workers, get substantially more than the 1,550 calories basic ration.

Better Than Russian Zone Ration.
"The July ration was by far the highest issued since the occupation began in mid 1945," said Raymond Ioannes, AMG food and agriculture chief. "It is probably the best the Germans have had since early 1944, the last full year of the war."

Mr. Ioannes said the current ration was not only the highest in Germany, but he estimated it was 40 to 50 per cent higher than that issued to the 17,000,000 Germans in the Russian occupation zone. He said Soviet zone rations for the normal consumer range between 1,300 and 1,400 calories per day.

B-29s Fly Across U. S. And Back in 22 Hours

By the Associated Press
NEW YORK, Aug. 2.—Three Air Force B-29 bombers landed on a rain-soaked runway at New York International Airport yesterday to complete in less than 22 hours a non-stop flight to the Pacific Coast and return.

The end of the cross-country trip, which began Saturday after the dedication by President Truman of the new airport, was witnessed by fewer than 100 persons. Nearly a quarter-million witnessed the take-off.
Rain kept the crowds from the field for the second day's events in the week-long celebration of the opening of the new airport, the world's largest. Yesterday's program was cancelled.

The first of the bombers landed at 3:38 p.m., 21 hours and 38 minutes after leaving for Los Angeles. The second and third planes landed 4 and 16 minutes later, respectively. Each of the bombers left New York with 9,500 gallons of fuel. They returned with about 700 gallons each.

The combat-equipped ships carried ballast equal to full bomb load for the transcontinental flight.

Senators Ask Inquiry Into Argentine Story

By the Associated Press
A report that mail addressed to a United States publication was intercepted and published in Argentina drew the interest of the Senate Commerce Committee today.

The committee, in a letter made public by the magazine Broadcasting, asked the State Department to report on the story told by the magazine. Such allegations, if true, violate international agreements on privacy of communications, the letter said.
The magazine said a dispatch addressed to it from Buenos Aires appeared in an Argentine newspaper the day after it reached the magazine's office here.

The killer whale is known as "Tiger of the Sea" and will attack anything that swims. They even eat the tongues of living whales.

WHY NOT?
It costs no more to park at the Capital Garage
New York Avenue
between 13th and 14th

Brownell Serves as 'Grapevine' In Dewey's Ties With Congress

By the Associated Press
Republican Presidential Candidate Thomas E. Dewey may be keeping hands off the special session of Congress personally, but an effective "grapevine" has been set up in his behalf.

The "grapevine," Republican Congressional leaders said today, is Herbert Brownell, Jr., the New York Governor's campaign manager.
Mr. Brownell has set up headquarters here for the Dewey campaign, and party leaders at the Capitol have been in frequent contact with him.

"Some of us have talked things over personally with Brownell, and others have conversed with him on the telephone," one House Republican chief said. "While the Republican Steering Committee is making the major policy decisions as always, we know what Brownell thinks about them and we assume that he reflects Gov. Dewey's sentiments."
"After all," this leader said, "we are trying to bring about Dewey's election as President and it is only good sense to co-ordinate our actions with his campaign strategy."

House Speaker Martin told reporters the election of Gov. Dewey is part of the Republican congressional "cause." But Mr. Martin insisted that Gov. Dewey has not sought to dictate or even suggest to the leaders what they should do.

That was Senator Taft's explanation after Senator Robertson, Republican of Wyoming, told reporters the Ohioan had relayed to a policy committee session advice from Gov. Dewey to stay around a week or so and then go home.
James Hagerly, Gov. Dewey's press secretary, described the Governor's position as believing Congress should stay long enough to give "careful consideration" to President Truman's program.

Negro Opera Opens Drive for House Here

By the Associated Press
PHILADELPHIA, Aug. 2.—A French-born scientist was honored by the Franklin Institute for developing a process without which it would have been impossible to make aviation gasoline in the quantities needed by the air forces of the United Nations.

The institute announced the award of the Howard N. Potts Medal yesterday to Eugene J. Houdry, now a resident of Ardmore for developing the Houdry process of catalytic cracking of petroleum.
The medal was established in 1906 and is awarded for distinguished work in science or the arts. The presentation ceremony will be held October 20.

Mr. Houdry, son of a French steel manufacturer, originally became interested in motor fuels through his activity in auto racing. He developed his process after coming to the United States in 1930 and going to work for the Socony-Vacuum Oil Co.

Miss Kellems Again Asks Government to Indict Her

By the Associated Press
WESTPORT, Conn., Aug. 2.—Vivien Kellems has tossed two more letters into her withholding tax fight with the Government.

One went yesterday to President Truman and the other to Secretary of the Treasury Snyder. Both asked again that she be indicted for refusing to withhold income taxes from her workers' pay envelopes.

Miss Kellems, operator of a small cable grip manufacturing plant, stopped withholding taxes several months ago. She contended that the withholding tax law was unconstitutional and said she wanted to be indicted to bring about a Supreme Court test of her views.

Miss Kellems, addressing Mr. Truman not only as President "but also as a candidate in the coming election," said that as a voter she wished to know how he felt about the withholding tax.
In her latest letter to Mr. Snyder, Miss Kellems said that while she had not withheld the taxes, the workers themselves had paid them directly to the Collector of Internal Revenue for Connecticut.

Siamese Troops Pursue Fleeing Malaya Reds

By the Associated Press
BANGKOK, Siam, Aug. 2.—The Siamese Army sent troops today to sweep the southern border area in an effort to capture Malayan Communists fleeing across the border in the face of British attacks.

The army took action after a retreating band of 50 guerrillas killed a Siamese police sergeant and drove off 50 other police Friday. The army said the insurgents' automatic arms turned the tide against the numerically stronger police.

The United States uses about 80 per cent of the world's production of 35,000,000 pounds of vegetable waxes.

ED CARL SAYS
AUTO TROUBLE?
Call CARL
DISTRICT 2775
24-HOUR ROAD SERVICE • 7 CITY-WIDE LOCATIONS

Case of Arab Refugees From Palestine Goes To U. N. Council Today

By the Associated Press

LAKE SUCCESS, Aug. 2.—The Security Council takes up an urgent Arab-Jewish refugee problem today.

The British asked the Council to meet. They are concerned mainly about 300,000 Arab refugees who fled their homes in Palestine before Israeli forces.

In Cairo Sir Raphael Cilento, sent to the Middle East by the U. N. to survey the refugee problem, said that disease and hunger threaten the refugees.

"There still lingers doubt about the cholera possibility among the refugees but we think and hope it is ended," he said, adding "there is also malaria in some areas in some seasons."

If the Arabs cannot be sent back to their homes in Palestine, Sir Raphael said, they will be resettled "and settlement so far has been a difficult problem."

Hopes to Set Up Plan in Week.
Sir Raphael said he hopes to set up a plan for meeting the refugees' immediate needs within a week. The immediate objective, he said, is to find out how many refugees there are, where they are and how they are dispersed.

Count Polke Bernadotte, the U. N. mediator, said yesterday that he has recommended to the Security Council that Arab refugees be permitted freely to return to their homes in Jewish-held areas of Palestine during the present truce regardless of Jewish objections.

He said that if the council does not compel the Jews to accept the Arab repatriation, international relief organizations are expected to extend aid to countries where the refugees are sheltered.

Oppose Cyprus Detention.
For their part, Israeli authorities announced they would protest to the Security Council against what they said is the detention by Britain of 10,000 Jewish refugees in Cyprus.

A British spokesman said the only Jews being detained on Cyprus are men of military age, as required by the May 29 resolution of the Security Council setting up truce terms for Palestine. He said other Jews are going to Palestine regularly from Cyprus.

The British have another problem for the Council today. It is a resolution demanding that Israel free five British soldiers held by Jagan, Zvi Leumi on July 6 in Jerusalem.

Jews Promise Justice.
The British said these men were taken from a power station flying the flag of the Council's three-nation truce commission.

The Jews answered that the men were seized in their homes and that the only justice would be done in their cases. They were charged with espionage and security violations.

A British spokesman said his delegation hoped that the Council by an expression of opinion could guide U. N. relief agencies and nations concerned to take some action for the refugees. He said the British believe that no plan for Palestine can ignore the refugees, both Jews and Arabs.

Israeli Blame Arab Invasion.
Israeli sources indicated the Jews would be opposed to the return now of the refugees.

The Israeli delegation at the U. N. issued a statement last night saying the plight of the Arab refugees is a result of the invasion of Palestine by Arab armies in a war against the U. N. Palestine decision. The statement said those who made the war and supported it must bear the responsibility. It added that the solution of the Arab problem can be discussed "fruitfully" only when there is assurance of permanent peace.

Life Insurance Per Family in D. C. Tops Nation

Residents of the District have more life insurance per family than residents of any State, according to the annual report of the Department of Insurance released by the Commissioners today. New Yorkers were second and families of Connecticut and New Jersey tied for third place.

The amount of insurance in force here is \$1,670 per person, the report stated, and shows a steady increase.

During the fiscal year ended June 30, the department collected in taxes, fees, penalties and fines \$1,547,302.11, which was approximately \$144,000 more than it collected in the preceding year. Fees are collected for insurance licenses while penalties and fines are collected for violation of District insurance regulations. Last year's collections were the highest in the history of the department, which was established in 1902.

SUMMA CUM LAUDE

Just in case you're not up on your Latin, "Summa Cum Laude" means "graduated with the highest honors." Now you take our grilled ham steak. Here's a meal which consistently achieves the highest gastronomic honors in the epicurean field. If you doubt that statement for one moment, we suggest you try it for dinner at any Hot Shoppe tomorrow!

- Grilled Ham Dinner \$1.75
- Choose your own appetizer, two vegetables, dessert and beverage.
- Grilled Ham Platter, \$1.40
- Served Tuesday, Dinner only!
- Hot Shoppes
- Famous Drive-in Restaurants

Thieves Push Safe Out Of Window, Cracking Pavement; Get \$800

Police today are looking for a group of thieves who made off with a 500-pound safe by dropping it out of a second-floor window, cracking the concrete in the alley below.

Police were told by Daniel McCarthy, owner of the McCarthy Decorating Co., 1108 K street N.W., that the safe, which contained \$800 in cash, was stolen some time last night. The sill of the window through which the small safe was dropped was scratched and scarred, he said.

Entry was gained by breaking the window in a rear door, police were told.

Mr. McCarthy said that in addition to the cash the safe contained about \$600 worth of gold leaf, which was being used to decorate the presidential dining room of the Mayflower Hotel. Work will be delayed until more of the decorating material can be obtained, he said.

A man caught after a two-block chase early today was charged with attempted robbery after James Shields, of Mount Airy, Md., told police the object of the chase had been trying to pick his pocket.

Mr. Shields said he was asleep at the Greyhound Bus Terminal, New York avenue and Twelfth streets N.W., when he awoke to find someone tugging at his pockets. Mr. Shields said he jumped to his feet and a man holding his wallet dropped it and ran.

Mr. Shields caught the suspect.

German Women Interned In Soviet Return Home

By the Associated Press
HOF, Germany, Aug. 2.—German women interned in the Soviet Union from three to four years have begun arriving here. They are mostly Germans who were living in the eastern lands during the war.

All those returned so far are more than 30 years old, or have been ill. They appeared well-nourished when they arrived at Moschendorf transit camp near here.

They told of doing heavy work, such as mining and brick laying, under Russian supervision.

Kaethe Renge, 37, said she was forced to leave her three children and go with a transport of about 800 women to Bredy, in the southern Ural Mountains.
She worked in a mine and later as a bricklayer. She said she was supposed to receive 300 rubles a month, but never saw the money because of deductions for "board, meals and insurance."

"In fact," she said, "when I left I owed the Russians 800 rubles for unpaid expenses."

EXHAUST FANS
Cool Entire Home Complete With Motor
1950 UP

Ventrola
PORTABLE WINDOW VENTILATOR
Fits Any Standard Window
Circulates fresh, clean air through living room, bedroom, playroom, or office all day long at extremely low cost.

\$32.50
WRITE FOR FREE CATALOGUE
Electric Equipment Co.
NO. 1919
2473 Sherman Ave. N.W.

Life Insurance Per Family in D. C. Tops Nation

Residents of the District have more life insurance per family than residents of any State, according to the annual report of the Department of Insurance released by the Commissioners today. New Yorkers were second and families of Connecticut and New Jersey tied for third place.

The amount of insurance in force here is \$1,670 per person, the report stated, and shows a steady increase.

During the fiscal year ended June 30, the department collected in taxes, fees, penalties and fines \$1,547,302.11, which was approximately \$144,000 more than it collected in the preceding year. Fees are collected for insurance licenses while penalties and fines are collected for violation of District insurance regulations. Last year's collections were the highest in the history of the department, which was established in 1902.

SUMMA CUM LAUDE

Just in case you're not up on your Latin, "Summa Cum Laude" means "graduated with the highest honors." Now you take our grilled ham steak. Here's a meal which consistently achieves the highest gastronomic honors in the epicurean field. If you doubt that statement for one moment, we suggest you try it for dinner at any Hot Shoppe tomorrow!

- Grilled Ham Dinner \$1.75
- Choose your own appetizer, two vegetables, dessert and beverage.
- Grilled Ham Platter, \$1.40
- Served Tuesday, Dinner only!
- Hot Shoppes
- Famous Drive-in Restaurants

today ... every day to
DETROIT CLEVELAND PITTSBURGH
Call REpublic 6540
Ticket offices: Butler & Willard Hotels
ORDER BY 54 AIRMAIL... SHIP BY AIRFREIGHT, AIR EXPRESS

When You Wish to
SELL, EXCHANGE BUY or REMOUNT
DIAMONDS
Precious STONES
OR JEWELRY
It is important to patronize a firm whose vast experience has created confidence in their name.
Shah & Shah
Jewelers 921 F ST. N.W. Platinumsmiths

EVERY REPAIR SERVICE ANY MAKE CAR
STRICTLY COMPETITIVE PRICES
QUALITY WORK SECOND TO NONE
24-Hour Towing Service
IN THE HEART OF DOWNTOWN WASHINGTON
CAPITAL GARAGE
1320 New York Ave. STerling 9100

Special This Week
CYPRESS FENCE PALINGS
Special 15¢ each
They're the Kelly kind... the finest quality Cypress Fence Palings in 3, 3½ and 4 ft. lengths. 3x2. Sudden service delivery.
INSULATE YOUR HOME NOW
Make your home cooler in summer, warmer in winter with BALSAM WOOL INSULATION or NUWOOD INSULATING BOARD. Ask for Prices
KELLY Clear Ponderosa Pine and Oak Flooring in stock. Order NOW.
2121 GEORGIA AVE. NO. 1341
NEXT TO BALL PARK.

DOES YOUR DANCING HAVE THE NEW LOOK? LEARN THE
RUMBA and SAMBA
before the Vacation whirl
ENTIRE STUDIO AIR CONDITIONED
Learn both in a few happy hours at Arthur Murray's
DON'T sit out half the dances on vacation parties. Learn the Rumba and Samba now at Arthur Murray's.
An Arthur Murray expert can teach you the Samba or give you the real secret of a good Rumba in only one hour. That's the miracle of Arthur Murray's amazing Magic Step Method. Or brighten up your Fox Trot with smart new variations, so easy to learn, so exciting to do!
Come in or phone today before our appointment books are entirely filled. You'll enjoy every minute of your lessons. And what a time you'll have in the holidays!... You'll do just the right steps to every dance the orchestra plays. Your partners will vote on your dancing; compliment you every time. How thrilled you'll be with your new-found popularity!
Juan and Ethel Gomez, Directors
ARTHUR MURRAY EX. 4100
1106 Conn. Ave.