

A NEWSPAPER FOR THE HOME  
Information and Enjoyment For Every Member of THE FAMILY

# IOWA CITY PRESS-CITIZEN

IOWA CITY WEATHER  
Partly cloudy tonight and Wednesday. Cooler tonight.  
Monday's high, 87; low, 65. Today's reading, 74 at 12:30 p. m.  
U. S. Weather Bureau Report—Page 2

ESTABLISHED 1841

IOWA CITY, IOWA, TUESDAY EVENING, AUGUST 26, 1941

FIVE CENTS

## ALLIED FORCES SWEEP ON IN IRAN

### Expect Senate Battle On Proposed Tax Bill

#### MANY OPPOSE REDUCED TAX EXEMPTIONS

##### Also Voice Opposition For Provision To End Community Property Plan

WASHINGTON (AP)—Senate opposition materialized quickly today to the finance committee's proposal for stiffening the new defense tax bill by lowering personal income exemptions and thus requiring an additional 7,000,000 persons to file returns.

There was opposition, too, for a provision that would end the community property system of filing returns now permitted in eight states—Texas, Louisiana, Arizona, New Mexico, Idaho, California, Nevada and Washington.

Under the finance committee's plan, the bill—which called for a record-breaking \$3,236,700,000, as passed by the house—would have its yield boosted to an estimated \$3,590,700,000.

#### Lower Exemptions

Approximately \$303,000,000 of this potential increase was accounted for when the committee voted Monday to lower present income exemptions from \$2,000 to \$1,500 and from \$800 to \$750 for single persons.

An additional \$51,000,000 revenue would be derived by eliminating the community property returns.

In the past husbands and wives in the eight community property states have been able to divide their income and make separate returns. Thus, a man with a \$10,000 salary could file a return on \$5,000 and his wife could file on \$5,000. In many cases the system brought the aggregate of the separate taxes below what the total would have been under a single return.

"The change does not affect any of the country except the community property states," said Chairman George (D-Ga.) of the finance committee. "It puts the whole country on the same basis."

"It Air Not?"  
Asked whether the change was satisfactory Senator Connally (D-Texas) replied in a drawl: "It air not. You'll hear a lot more about that when it comes to the senate floor."

As for the proposed cuts in exemptions, a highly-placed republican leader said a substantial group in his party would vote against them and Senator Clark (D-Idaho) said they failed to solve the fiscal problem.

Discussing this part of the committee's plan, George said that while 7,000,000 additional persons would have to file returns under the lowered exemptions, the majority would not be taxed. Only \$49,000,000, he added, would come from the new group of taxpayers. The other \$254,000,000 would come from persons already filing income tax returns.

#### Would Be Major Jolt

The reduction in exemptions would give a major jolt to taxpayers in the lower present brackets.

For example, a single man with a \$1,000 net income would pay \$21 under the reduced exemptions compared with \$15.40 under the house-approved bill and \$4.40 under present law. The percentage increase would be smaller for a single man with a \$50,000 net, who would pay \$29,851.50, \$28,715.20 and \$14,789.20 under the respective levies.

A married man with no dependent and a \$2,000 net income would pay \$42 under the senate committee plan but nothing under the house-approved bill or present law. A married man with two dependents and a \$3,000 net would pay \$58, \$11 and \$33,000 under the three plans in question.

The committee decided to postpone indefinitely consideration of the controversial proposal for requiring all husbands and wives to file joint returns. Such a provision was defeated in the house.

#### HAS SLEEPING SICKNESS

OSAGE, (AP)—Virginia, 13-year-old daughter of Mr. and Mrs. Gordon Torney, is critically ill of sleeping sickness at her home here.

### Child Falls From Moving Auto, Dies

BOONE (AP)—Nancy Ellen Cooper, 2½-year-old daughter of Mr. and Mrs. Donald Cooper, South Haven, Mich., was killed five miles east of here today when she fell out of an automobile driven by her grandfather, Frank Clough of South Haven.

The child fell out, the family told authorities, when her mother attempted to lock the right rear door of the vehicle. A 5-year-old brother was the other passenger in the car.

The group was en route home after visiting in South Dakota. The body was taken to Ames and will be returned to South Haven for burial.

### EXPECT F. R.'S VETO TO STAND

#### Predict No Attempt To Override Action of President

WASHINGTON (AP)—House members predicted today that no attempt would be made to override President Roosevelt's sharply-worded veto of legislation to freeze government loan stocks of wheat and cotton and to relax penalties for producing above-quota wheat.

"That bill is as dead as anything can be and I don't think anyone will be foolish enough to ask for a vote," Representative Cochran (D-Mo.) said.

"There's not a chance for the legislation now," Representative Michener (R-Mich.), acting minority leader observed.

Both based their opinions on the fact that the bill passed the house by a close vote of 176 to 162 and, barring wholesale reversals, the members could not be expected to roll up the two-thirds majority required to override presidential vetoes.

Cochran expressed the opinion that Monday's veto might be overridden in the senate but the house gets the first chance at it, because it was a house bill which the president refused to sign.

The senatorial farm group wrote into the bill provisions to prohibit the commodity credit corporation disposing of any of its huge piles of cotton and wheat held under recent farmer-loan programs as a safeguard against creating a market-depressing influence.

The president's message called the bill "contrary to sound governmental policy and the long-time best interests of both farmers and consumers."

### Terrific Windstorm Hits Kansas City; Only 3 Hurt Despite Extensive Damage

KANSAS CITY (AP)—A terrific windstorm, approaching hurricane force, struck Kansas City Monday night inflicting extensive property damage and paralyzing traffic for nearly an hour.

Three huge radio towers were blown over, store fronts smashed, trees uprooted and cornices pitched into normally busy downtown streets.

The spire of the First Presbyterian church in Kansas City, Kan., was blown into the roof while 20 Boy Scouts were meeting in the basement. Owen Sharp, the scoutmaster, kept the boys singing until the storm abated sufficiently to permit them to leave the building. One of the walls was damaged as the spire fell.

The 544-foot broadcasting tower of radio station KMBC in suburban Johnson county, Kan., crashed into the home of Frank Angus.

Mrs. Angus, her son Donald, 10, and her daughter, Dorothy, 13, fled to the basement at the start of the storm and escaped injury.

The 20,000-pound tower fell with such force that a steel beam was driven a foot and a half into a concrete roadway.

A nearby 275-foot emergency tower of KMBC also collapsed. The broadcasting mast of station

### BEAVERBROOK SAYS U. S. IN FULL SWING

#### Tells Press Conference He Would Like To See U. S. Enter War Now

LONDON (AP)—Lord Beaverbrook, British minister of supply who recently returned from conferences in Washington, declared today that the United States was in the full swing of production and that there had been no slowdown since Germany invaded Russia.

Asked at a press conference if the United States was near to entry into the war, Beaverbrook replied that such a decision was the business of the people of the United States.

"What do you think?" reporters persisted. "I'd like to see them in," he said, lifting his voice.

Then, repeating this statement, he said: "It's nobody's business other than citizens of the United States, but if I am not to be hypocritical I'd like to see them in now."

He commented that there was no need for tank modernization in the United States.

#### "Fine Light Tanks"

"They have fine light tanks in the M-3," he said, adding that U. S. tanks are arriving in Britain "in considerable numbers."

"I feel no pessimism about increasing United States production," he asserted.

Of American airplanes he said, "they are just as fine as any product in this country or any other country."

Beaverbrook said that last week was the biggest Britain ever had in tank production.

He called Britain's gun output good and added that production of explosives was "entirely pleasing for the moment."

#### "More Troops Than Weapons"

However, he continued, "we now are in the unhappy state of having more troops than weapons," and said that while production in Britain was improving it was not up to his expectations after two years of war.

He remarked that he was going to ask the United States for permission to send an exhibition of weapons to Washington.

Speaking of the progress of the war, Beaverbrook said, "we must work harder and do more. We should not depend on America to take tasks off our shoulders or on Russia to do our job."

KCKN at Eighth street and Armstrong avenue in downtown Kansas City, Kan., was blown into the street.

Despite the extensive damage only three injuries were reported and only one of these was serious. Frank Hicks was pinned in his car by an uprooted tree and suffered severe back injuries. Two other persons were cut by broken window panes.

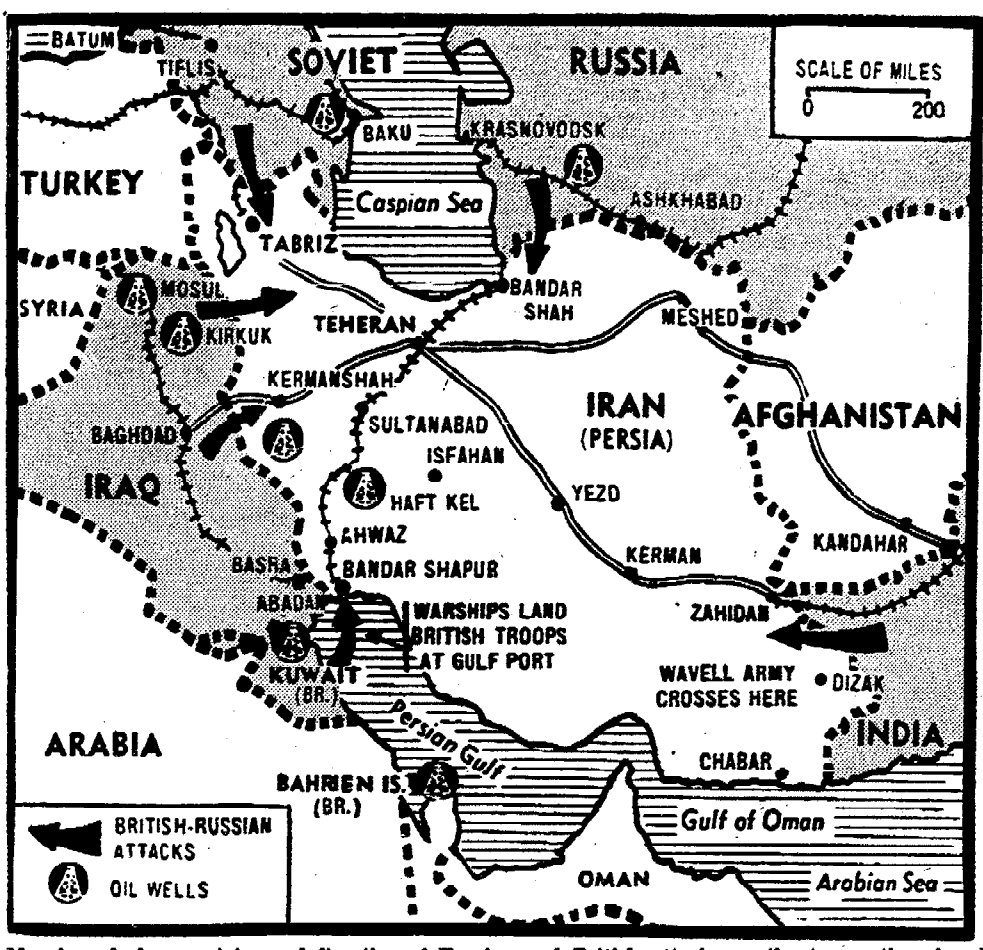
At least 150 breaks occurred in power lines leaving much of the city dark. Telephone service was interrupted on six exchanges.

The Kansas City, Mo., fire department received more than 3,500 calls and the Kansas City, Kan., department 75 more. Most of them were for broken power lines but the heavy rain extinguished the blazes.

The weather bureau reported the wind velocity as 73 miles an hour, only two miles an hour less than hurricane velocity. An inch and a quarter of rain fell in 20 minutes at the peak of the storm.

Traffic was halted not only by zero visibility, but by the terrific force of the wind and water flowing curb deep. A police car parked downtown was blown a block with the brakes set.

Two passenger planes arrived just before the storm broke.



Map legend shows origins and direction of Russian and British attacks as the two nations invade Iran to protect oil fields from sabotage by German agents who they claim have infiltrated there. (NEA Telephoto).

### The War Today--- Occupation of Iran a Master Stroke of Strategy

The Anglo-Russian allies will have achieved a master stroke of strategy when they complete their occupation of Iran (Persia).

Persia is the key position for the entire Middle Eastern situation—pivot upon which vast power can be turned in any direction with equal facility.

This Allied operation will in effect establish a new front against Hitler, and it will be surprising if it doesn't swing into action before long. One of his chief aims in his drive through the Russian Ukraine has been to seize this Persian prize for himself, and the nazis boasted that they would be on the Caucasian frontier by winter. Now if they do reach that objective they undoubtedly will find a powerful Anglo-Russian army thrown across the route into this land of vast promise.

The Nazi chief's purpose in heading for Persia has been two-fold. He has coveted it not only because of its strategic position, which would permit him to strike eastward at India and westward at Egypt and the Suez Canal, but because he sorely needs the oil from the Persian fields. He also wanted access to the Persian gulf and the open seas.

Now the Anglo-Russian coup has in effect moved the British blockade right up against the Soviet border. Thus this great steel garrote, which has been slowly strangling the continent of Europe, has been measurably tightened.

The Allied occupation of Persia vastly increases the difficulties of neutral Turkey. Indeed, she will be extremely lucky if she isn't forced into the war before long—quite possibly by direct Nazi attack.

The indications have been that the only things which prevented Hitler from taking a short cut long ago into the Near and Middle East through Turkey were the forest of two million bayonets along the frontier, and the decided danger that Russia—then at peace with Germany—might intervene on the side of the Turks. However, the picture has changed decidedly, with the nazis warring on Russia and making progress through the very red territory from which Soviet aid would have come to the Turks.

If and when Hitler succeeds in overrunning the Ukraine, or in any event when winter has laid a restraining hand on military operations in the Soviet, it's not unlikely that he will strike at Turkey. That is, he may attack unless the Turks finally agree to his demands for passage of his troops and equipment across their country.

The Turks presumably will be governed by circumstances. They have a defensive alliance with the British and a pact of friendship with the Germans. The late Kemal Ataturk, creator of the New Turkey, laid down the policy of standing with Britain in event of war. The trend of affairs would make it appear that this remains the desire of his successors, and is likely to

dominate their actions unless the nazis are able to present an overwhelming threat to the life of the nation.

Report has it that the Persians have been suspicious of Russia's intentions. The Muscovites' desire for such access to the warm seas as might be provided by the Persian gulf has raised a doubt in Persian minds whether the nazis would withdraw from the country once they got an army of occupation installed. However, both Russia and Britain have announced that they have no territorial designs in Persia, and even if the bolsheviks should change their minds, the British certainly wouldn't stand for Soviet domination of a country of such strategic importance.

In the light of this sensational allied move it will be clear that Britain's General Wavell was not demoted—as many believed—when he was transferred to India not long ago from his command in Egypt. This column at that time pointed to the probability that the British envisaged important operations for which Wavell's capabilities were especially suited. Now we have it.

General Wavell has under his command more than half a million well equipped Indian troops, and reportedly will have another half million available this fall. Such an army not only will provide strong defense but might permit of offensive operations in collaboration with the Russians.

The major work of the bureau is to centralize information relating to captured or missing military and naval men.

Information is gathered from official lists of prisoners and lists of those who died in battle sent in by belligerent governments; cards announcing capture sent in by prisoners themselves, special inquiries and other sources.

Through this exchange the "unknown soldiers" of today's war sometimes are brought back to life—located in a prison camp or perhaps in a hospital.

### Little Resistance Is Encountered In Persian Invasion

MOSCOW (AP)—Red army machine-gunners were reported today to be mowing down waves of German infantry, motorcyclists and panzer crews trying to close in on Leningrad for the kill after smashing through fortified Novgorod, in Leningrad's outer defense system.

#### BY THE ASSOCIATED PRESS

Russian Cossacks sweeping down from the north and British imperial troops striking from the south and west were reported meeting only slight resistance in the two-day-old invasion of Iran (Persia) today as the Allies sought a swift clean-up of the ancient Middle East oil kingdom.

Dispatches from the new war theater said Indian and British forces, including air-borne troops such as Adolf Hitler exploited in the conquest of Greece, had seized three key points after brief skirmishes.

Dispatches from Teheran, the Iran capital, indicated that the government might be preparing the ground for early peace negotiations as Teheran police ordered 16 German businessmen to get out of the country with in a fortnight.

The British have charged that there were between 3,000 and 8,000 Germans in the kingdom, and both London and Moscow had demanded their expulsion for several weeks before the joint invasion.

On the Russo-German war front, a red army bulletin acknowledged that nazis troops were advancing toward Leningrad's jugular vein, the rail line to Moscow, after capturing Novgorod, 100 miles south of the old czarist capital. The Germans were reported within 35 miles of the railroad.

Say City Captured  
DNEB, the official German news agency, said Nazi troops on Sunday captured the industrial city of Luga, 90 miles south of Leningrad, about midway along the Fakov-Leningrad road.

In a battle lasting several days, DNEB said, the Germans smashed 112 Soviet bunkers, captured 2,300 prisoners and seized or destroyed 54 armored cars. Luga is the site of large chemical and metal industries and an important airport.

#### People's Army in Action

Soviet military dispatches said Leningrad's hastily-drafted people's army had gone into action "in heroic battles for their city, fighting courageously side by side with the red army."

A heavy 24-hour rainfall soaked the whole battlefield from the Baltic to the Black sea, and the Russians counted on increasingly bad weather to bog down the German advance.

Hitler's high command again summed up progress in the 68-day-old conflict with a single sentence.

"On the entire east front, operations proceed according to plan and successfully."  
Other Nazi reports pictured Marshal Semeon Budyonny's Ukrainian armies as retreating east of the Dnieper river, under assault by the Luftwaffe.

#### Report Resistance

On the Middle East front, the German radio quoted the Iran news agency as asserting that Iran troops were putting up stiff resistance, particularly against Soviet forces advancing southward along the rail line to Teheran.

British headquarters, by contrast, asserted that the joint invasion was progressing so rapidly that casualties were few.

So far, the British said, the biggest prize taken was the town of Abadan, 20 miles up the Shatt-Al-Arab river from the Gulf of Persia, where the troops occupied one of the world's three largest oil refineries.

In addition, the British reported the capture of nearby Bandar Shahpur and the Iraq-Iran border town of Qasr-I-Shirin, 400 miles north.

Direct Route to Capital  
Under strong aerial support, advancing British Tommies and Indian contingents gained a direct route to the Iran capital or reberan in capturing Bandar Shahpur, the southern terminus of the Trans-Iranian railroad. Teheran lies on the mountain slopes 70 miles south of the Caspian sea.

A hint that Germany may soon take a hand in the conflict came from Berlin, meanwhile, with authorized Nazi quarters declaring that the nazis and Iran were in active contact over the situation arising from the Anglo-Soviet invasion.

A Nazi spokesman declined to discuss the nature of the negotiations, however, and described reports of German offers to support to the Iranians as "trial balloons."

While Iran's Premier Ali Mansur asserted that the British had bombed and shelled Iranian towns, the British reported merely that R.A.F. bombers showered leaflets on the capital and other towns.

WAR'S BACKWASH Turn to P2

TODAY'S Press-Citizen

City News	2
Editorial	4
Radio Highlights	6
Society	7
Markets	8
Sports	9
Classified Ads	10
Comics	11