

Cherry Governor Can Act By Proclamation

Gets Ruling On Wartime Powers

RALEIGH — (AP)—There were indications here today that unless Congress acts quickly to revive OPA price controls, Governor Cherry may issue a proclamation restoring ceilings on rents.

The Governor conferred with Assistant Attorney General J. J. Rhodes today and was informed that under his war emergency powers, he has the authority to issue a proclamation placing rents under control.

ISSUES STATEMENT
Pending action by Congress, the Governor issued a statement calling on the people of the state "to do their part to control inflation."

"Indications are that Senate action will be taken momentarily in Washington to restore certain restrictive elements of what has been the OPA program," the Governor's statement said. "Pending that action, it is possible and momentarily expected action, I would like to call to the people of North Carolina to do the right thing."

"Citizens of North Carolina are generally intelligent, fair and patriotic. We are not in this state to take advantage of others. Pending the action of Congress, I am asking you to do the right thing."

Meanwhile the Governor had received calls from two Raleigh women, one of whom said that her rent had been increased by 50 per cent and the other told the Governor that the rent on her five-room house had been increased from \$40 to \$100 a month. A man wired the Governor from Winston-Salem saying that his rent had been increased by 45 per cent and that "we need rent control here."

There were some reports of increased rents and higher prices, but throughout the state some merchants have lowered their prices, saying they would not raise prices.

The State Department of Agriculture said fruit and vegetable prices at state and terminal markets were up slightly, but little by the OPA discontinuance. Producer prices for frizers and broilers were up slightly, but little by the OPA discontinuance.

RENTS INCREASE
The isolated rent increases ranged from 30 to 100 per cent, but in Durham, where the merchants Association pledged to keep rents at their present levels, at least for the present.

The Raleigh Board of Realtors was reported unanimously in favor of no increases. In Winston-Salem, the property management association voted to hold rents down during July, and in Asheville, the board of realtors voted to increase rents by no more than 15 per cent after this month.

A 10 per cent increase in the price of meat was expected in Durham. Some members of the Merchants Association there said they would not raise prices, but a "fair dealing and reasonable prices." The Durham Retail Merchants Association said it did not expect any great price change in general goods, but a 10 per cent increase in rental property, agreed that commercial property would be taken before 15 to 20 per cent increase in rental property, agreed that commercial property would be taken before 15 to 20 per cent increase in rental property.

**CPA Says No To
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WASHINGTON — (AP)—The Civilian Production Administration said today that it would not allow a firm "to" today to stylings which would be longer and more voluminous.

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BATTLESHIP BURNS AFTER A-BOMB EXPLOSION — Navy fire-fighters in a salvage craft (left) spray chemicals on the bow of the USS Pennsylvania as it burns off position by the people of North Carolina to do the right thing.

Slavs Reject Border Plan

PARIS — (AP)—Edward Karel, Deputy Premier of Yugoslavia, said today that his country could not accept a French compromise proposal on the Italian-Yugoslav border before the United Nations. Karel said that the Yugoslav government was not prepared to accept a compromise proposal on the Italian-Yugoslav border before the United Nations.

He spoke to a news conference as the Foreign Ministers of the United States, Russia, France and the United Kingdom gathered for the 21-nation general peace conference.

Karel said he proposed a compromise frontier to the Secretary of State during a meeting at the American hotel. He said his Government would accept a compromise frontier to the Secretary of State during a meeting at the American hotel.

RUSSIA ACCEPTS
Russian Foreign Minister Vyacheslav Molotov, in one of the most dramatic moments of these conferences, accepted both proposals yesterday, thus agreeing to establish the new Italian-Yugoslav boundary along a line running from the Adriatic to the east of Trieste and down to the coast just south of Capri.

This line, which generally follows one previously proposed by the British and Americans, divided Yugoslavia into two parts, a northern part and a southern part.

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**No Progress In
China Talks**
NANKING — (AP)—Generalissimo Chiang Kai-shek and the chief Communist negotiator, Gen. Chen Hsiang-shan, held a half-hour personal conference today but made no progress in the settlement of China's civil conflict.

A spokesman reported the discussion covered a number of points but resulted in no agreement.

Stockyards Deluged By Cattle Flow

Record High Of \$22.50 Scored

By ASSOCIATED PRESS
A flood of cattle and hog shipments swamped the nation's livestock markets today in answer to yesterday's upsurge in prices and in Chicago cattle scored a record high of \$22.50—exceeding the OPA ceiling \$4.50.

Lifting of OPA ceilings brought a jam of trucks three quarters of a mile long at the Chicago stockyards, deluged with the arrival of cattle and hogs since last January.

Hog prices dropped \$2 under yesterday's \$18.50 peak—highest since 1919—but even that figure was \$1.85 above the old OPA maximum. All previous records were smashed by yesterday's \$22 cattle top.

A survey of the twelve ranking markets in the country showed 111,000 hogs in the pens compared to 23,400 a week ago and 54,500 a year ago—first indication since the end of OPA that the gears of supply and demand were beginning to crank.

GRAINS STRONG
The stock market had cooled off with price changes narrow and slightly mixed. Wool and cotton prices were down but some grains continued strong.

These fluctuations still had not generally affected the national retail prices, held in check after the most part by merchants who pledged to "hold-the-line" until the situation is clarified.

There was no change in the pattern of rising rent prices except in scattered instances where state and civil authorities attempted to impose their own emergency ceilings.

The sudden action in livestock markets was not reflected in grain, which continued to rise. Increased supplies of fresh beef and pork were expected.

In contrast to generally steady food prices, meat was climbing in West and Midwest. The Western livestock market was up 10 to 15 cents, claiming 90 per cent of the business done by independent in nine Midwest states, topped prices at 30 and 35 cents.

Automobile manufacturers indicated they would hold OPA prices for the present, while several spokesmen for used car dealers said they would not raise prices. The executive board of the National Used Car Dealers Association, representing approximately 1,000 dealers in Texas, Oklahoma, Arkansas, New Mexico and Louisiana, said it had found a definite upward trend in used car prices.

Major department stores in New York and throughout the country, representing approximately 1,000 dealers in Texas, Oklahoma, Arkansas, New Mexico and Louisiana, said it had found a definite upward trend in used car prices.

ALL DRONES RETURN
Other radio reports said that all of the Army's B-17 drones had returned to Eniwetok "radioactively hot," with the lethal rays still emanating from the aircraft.

A quick tour of the Bikini lagoon today showed that all of the Army's B-17 drones had returned to Eniwetok "radioactively hot," with the lethal rays still emanating from the aircraft.

JAP CRUISER SUNK
Fifth test ship to sink was the broken Japanese cruiser Sakawa, broken Japanese cruiser Sakawa, broken Japanese cruiser Sakawa, broken Japanese cruiser Sakawa.

First listed as "missing," the destroyer Anderson later was announced definitely sunk, as were the attack transport Gilliam and the destroyer Lamson.

See Jap Cruiser Sink
Forrestal and Blandy Brave Deadly Rays For Close Look At Blasted Bikini Fleet

By JOSEPH L. MYLER
ABOARD U. S. S. MT. McKinley — (AP)—Secretary of the Navy James Forrestal and Vice Adm. W. H. P. Blandy today risked exposure to radioactivity to inspect atomic devastation in Bikini Lagoon on A-Day plus one and witness the final agony of the Japanese light cruiser Sakawa.

The Sakawa, her superstructure flattened and her stern open to the sea, started slipping under while the two men stood on the deck of the Joint Task Force One were looking over the blasted-light carrier. Independence from the deck of the picket boat.

Earlier, Forrestal and Blandy had braved gamma radiation for a close view from the heavily-shielded submarine Skate—hardest hit of the 13 craft subjected to atomic violence in yesterday's test. Blandy's deputy for technical direction, Rear Admiral W. S. Parsons, said the Skate was the closest of all targets to the bomb burst. He said the Skate was subjected to more than 100 pounds pressure per square inch.

Attempts To Give Rent Bill Right- Of-Way Hit

Regime Urging General Bill

WASHINGTON — (AP)—Administration leaders fought today against giving rent controls a right-of-way in the Senate over a revival of OPA's general price powers.

Blocked by adamant opponents from speeding action on legislation to restore OPA, Democratic Leader Charles McNary, told the Banking Committee it would be "going through a farce" to recommend Senate action on the bill, if it passed only with one phase of the price question.

Senator Capewell, Republican, Indiana, properly, the Senate consideration of a rent bill on grounds restoration of such controls is not controversial.

"I see no harm in reporting this bill and passing it this afternoon," Capewell told the committee. "It may be two weeks before we report an OPA bill if we report one at all."

WILL ASK VOTE
In the face of Barkley's opposition, Capewell said he again will ask tomorrow for a committee vote on rent.

"It seems to me," Barkley said, "that we ought to try to get an honest, fair way, without too much delay, to work out something comprehensive."

Senator Taft, Republican, Ohio, said he thought the chances good that the committee could agree on a general bill though he agreed Taft said he would favor reporting the rent control measure, perhaps including authority for a 12 per cent increase in rents if it appears there is no general price control law.

All price controls were off. The Senate opposition made it increasingly apparent that any restoration of OPA would be a farce.

Relieved by apparent majority support within the Senate, McNary said he would report the bill to the House tomorrow.

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MAIL RESPONSE
Other Carolina Senators reported there is not a great amount of mail from constituents.

Officers of Senators Maybank and Johnston, South Carolina Democrats, and Hoy, Democrat, North Carolina, announced in telegrams, letters and cards in about 10-30 for and against OPA.

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**July 4 Safety
Rules Are Given**
CHICAGO — (AP)—The National Safety Council today passed on this advice to July Fourth celebrators who are interested in being around on the 4th.

Drives carefully. Start your trip on time so you won't be tempted to take chances spending or passing on the highway.

**Terminal Pay
Action Delayed**
WASHINGTON — (AP)—The Senate Military Affairs Committee today put off action for a week on legislation granting terminal leave pay to military personnel.

**LaSalle Deaths
Called Accidental**
CHICAGO — (AP)—A coroner's jury returned a verdict of accidental death today in the investigation of 61 fatalities in the LaSalle Hotel fire on June 3 and recommended suppression of fire safety regulations in Chicago.

SEATTLE
Cloudy with rain. Temperature 60 to 70. Wind light to moderate. Sea smooth.