



ESTABLISHED DEC. 8, 1888.



LUIS CORONADO (Right), SECRETARY GENERAL OF GUATEMALAN PROVISIONAL GOVERNMENT.  
Rebel Leader Arrives In El Salvador For Truce Talks (AP Wirephoto)

## Rebel-Government Leaders Sign Pact Ends Guatemalan War

By CARLOS R. ESCUDERO  
SAN SALVADOR, El Salvador (AP)—Guatemalan rebel leader Carlos Castillo Armas and government chief Elguero Monzon signed a peace pact here early today to end their country's two-week civil war.  
Authoritative sources said the peace treaty provided for a new five-man military junta—Guatemala's fourth government this week—with Col. Castillo a member but with Col. Monzon heading it for the next 15 days.  
After that, it was reported, the junta will elect a "permanent" chief.  
The junta reportedly will be made up of two of the rebel—Castillo and his "defense minister," Col. Enrique Oлива, and three members of the previous government—Monzon, Foreign Minister Col. Mauricio Dubois and Defense Minister Col. Jose Luis Cruz Salazar.  
Observers here figured Castillo during the two-week period, would seek to win the allegiance of one of the latter pair so that he could eventually head the junta.  
The new junta reportedly will try to take away the lands the previous leftist government had turned over to police.  
Awaiting them there was still more trouble, from Communist supporters of deposed President Jacobo Arbenz Guzman who were reported inciting peasants outside the capital to rise against the country's new rulers.  
The Red leaders, who fled to the hills after Arbenz's downfall, were reported inflaming the peasantry with stories that the new regime would take away the lands the previous leftist government had turned over to police.  
Army and police headquarters in Guatemala on page 2-A

## Fag Addicts May Fret, But They Haven't Quit

By THE ASSOCIATED PRESS  
Most of the country's cigarette smokers still are puffing away though apparently with some restraining anxieties—despite medical reports the habit might hasten their death.  
This was the situation indicated today by checks with tobacco wholesalers and retailers in more than a score of major cities across the nation.  
Most of them said they had detected no change in cigarette sales since an American Cancer Society report 10 days ago that average cigarette users 50 to 70 die sooner, mainly of heart attacks or cancer.  
"Smokers seem generally complacent about it," said a San Francisco wholesaler. "They figure why worry when the hydrogen bomb is liable to snuff out their lives anyhow someday."  
However, there were some reports of sales drops, amounting to as much as 25 per cent, along with other signs some smokers were disturbed. A change to filter-tipped cigarettes was a wide trend.  
Among 75 sources, some of them representing chains with hundreds of outlets, 52 said cigarette sales had remained unchanged, 15 reported slumps, usually slight, and 7 reported sales increases.  
"The scare has just justified them around to filtered cigarettes," said a Dallas wholesaler. "We also sell more pipes than ever before, but there's no real decline in cigarette sales."  
"People just fuss, rage hell, buy pipes and then go right back to cigarettes."  
The survey gave no general evidence of a big run on chewing tobacco, cigars, snuff or pipes as a substitute for cigarettes.  
Distributors in Washington, D.C., reported:  
"The demand for pipes, pipe tobacco and cigars has risen slightly."  
Indications of a switch was to filter-tipped, long cigarettes came from dealers in nearly every city.  
"More filtered smokes are offsetting any loss in sale of regular brands," said wholesalers in Raleigh, N.C.  
Cigarette holders also were getting popular.  
"We've sold more filter-type cigarettes during the past year than in the history of the company. People are looking for all kinds of ways to continue smoking to avoid any harmful effects."  
Many sources said it was too soon to gauge the effects of the latest medical report accurately.  
"Dealers are imagining all sorts of things, from boom to bust, before the statistics are in," said a spokesman for the National Assn. of Tobacco Distributors, which includes 3,033 wholesalers.  
"Actually, it will be impossible to determine—reliably what the ef-

## WHAT'S INSIDE

THE LATEST INNOVATION in theaters is something new called SentoVision. Audiences will receive smell as well as sound effects in movies they see. Breakfast scenes, for instance, will be complete with the aroma of hot coffee. But it's nothing new, says Movie Editor Erney Wister, who tells about it in today's Show Nuff on Page 10-A.

CHARLOTTE HAS AN ALL-STAR in Carlos Paula, home-run hitting Hornets outfielder. Paula was chosen to play on the South Atlantic League All-Star team against league-leading Jacksonville July 6. The complete team is announced today in The News sports pages.

Business Classified 2B  
Radio & TV 4-1B  
Comics 6A  
Serial 2B  
Crossword 2B  
Sports 4-2B  
Editorials 8A  
Theaters 10A  
Features 2B  
Women 4-5A



BETTY HUTTON, screen actress, takes the witness stand in Santa Monica, Calif., to testify that her husband, Charles O'Curran, flew into rage "beyond description." The rages were so bad, she said, that once she was left paralyzed for a month. Betty was granted a divorce. (AP Wirephoto)

## 22 Dead, Many Hurt In Quake In Philippines

Provincial Capital Hit Worst Blow

MANILA (AP)—At least 22 persons were reported dead and scores were injured today in a strong earthquake which jolted the central Philippines.

"The provincial capital of Sorsoignon here the hunt on the quake and a police officer there reported 20 persons dead and enormous property damage. Two others were killed at Legaspi city to the north.

Capt. Isagani Abella, commander of the Sorsoignon constabulary garrison, said headquarters here.

"Twenty persons believed dead this capital alone. Property damage enormous. Concrete fence around our camp and our radio transmitter station totally wrecked. Our headquarters badly damaged."

Eighty per cent of the old buildings were destroyed in Sorsoignon, a city of 26,000 about 230 miles southeast of Manila, said Philippine news agencies.

Among the dead were two school children crushed when the towering keel of a Catholic cathedral came tumbling down.

The news service said 10 bodies had been recovered in Sorsoignon and rescue crews were searching the ruins for more. There were 44 known injured at Sorsoignon.

The residents fled in panic from their homes, office buildings and schools when the first powerful shock struck. Three smaller shocks followed.

Large cracks opened on the slopes of surrounding mountains and great landslides thundered into the valleys.

While the quake seemed to have centered in the Sorsoignon area, the shock was strong enough to crack the concrete walls of a high school building at Catbalogan, on Samar island about 100 miles southeast of Sorsoignon.

Communications with the area on the southeastern tip of Luzon were disrupted. Meager reports were received here from a ship in Sorsoignon harbor.

Huge landslides were reported between Sorsoignon and Albay province to the north.  
Red Cross teams flew to the area.

## 2-Price Wheat Plan Remains

By R. L. LIVINGSTONE  
WASHINGTON (AP)—The House today voted by a 300-100 margin to attempt to strike from the polio-posed two-price plan for wheat.

Farm state members backing the plan thus staged a comeback in strength after being forced on the defensive yesterday by a powerful administration drive to keep a compromise flexible price support plan in the bill.

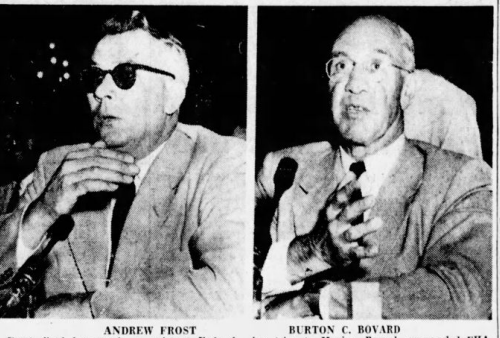
The anti-administration forces planned to seek a showdown roll-call vote in their efforts to continue mandatory high farm price props another year at 90 per cent of parity. They had suffered a surprise setback when the House tentatively approved the compromise calling for flexible props at from 82 1/2 to 90 per cent.

Rallying their forces, the farm state groups rejected an amendment by Rep. Ford (R-Mich.) to cut from the House bill a wheat plan authored by Chairman Hope (R-Kans.) of the House Agriculture Committee.

The plan calls for a referendum among wheat farmers next year on continuing straight price supports and contracts or accepting a plan to take 100 per cent of parity on that portion of their crop grown for domestic consumption and lower world prices for the rest of their production going into feed or export.

## EVENING PRAYER

Our Father, we thank Thee for Thy perfect love toward us as manifested through Jesus Christ our Lord. Forgive us when we fail to love others as Thou wouldst have us love each us to love one another in a manner more in keeping with Thy will and spirit. For the Master's sake. Amen.



Frost, fired last week as assistant Federal Housing Administration director for New Mexico, refused to answer Senate Banking Committee questions about girlie parties and fishing trips to Mexico. Bovard, suspended FHA general counsel, answered questions about which flourished under the Democrats and which, unhappily, still continues to some extent because of civil service job protection rules.

## Which Party To Blame? FHA Scandals Political Issue

By ROWLAND EVANS JR.  
WASHINGTON (AP)—Sen. Ferguson (R-Mich.) today attributed scandals being uncovered in federal housing operations to the Democrats and said he can't understand "the failure of the previous administration" to expose them.

He expressed "extreme gratification" over a Senate vote last night to extend the time during which the government may bring prosecutions against wrongdoers in the housing operations and in other fields.

The Senate Banking Committee, currently investigating the housing irregularities, has dealt so far with apartment projects built under a postwar program which expired in 1950.

Ferguson, speaking of the cases uncovered so far, said the blame for what he called "this outrageous situation" lay squarely on the past Democratic administrations under a postwar program which expired in 1950.

He said it is investigating also in-terminated multi-million dollar "windfall" profits by builders of apartment projects and alleged collusion between builders and Federal Housing Administration (FHA) officials "crimes of the most serious nature."

There have been allegations that some sponsors of projects built with government-insured loans falsified information they gave the FHA. In some cases, loans exceeded actual costs and the builders pocketed "windfall" profits.

Ferguson praised the Senate vote last night to extend the statute of limitations for filing false information with the government from three to five years. The move was sponsored by Sen. Williams (R-Del.).

If enacted into law as part of the tax revision bill, the provision would extend by two years, after a violation occurred, the time within which the government could bring prosecution. It would apply to such other offenses as espionage, bank robbery, bribery, fraud and conspiracy in tax cases, but the housing scandals figured most prominently in the debate.

If the defense occurred more than three years ago, prosecution could not be started in the future.

See FHA on page 2-A



Called THE FLYING GRANDMOTHER by fellow pilots, 66-year-old Mrs. Zaddie Bunker, of Palm Springs, Calif., shows her flight plan to Mayor Florian G. Boyd as she takes off on a 15,000-mile solo flight around the country. Mrs. Bunker plans to attend the Ninety-Nine Club convention in Asheville July 7. (AP Wirephoto)

## Six Reported Killed In N. Y. State Mishap

Plane, Buildings Burst Into Flames

UTICA, N.Y. (AP)—A jet plane loaded with ammunition crashed into an automobile and two houses today and six persons were reported killed.

The crash occurred at about 12:30 p.m. (EST) on the outskirts of the village of Waleville, about six miles southwest of Utica. The plane, believed to be from Griffiss Air Force Base at Rome, was reported to have burst into flames and set two houses afire.

The plane also was reported to have struck an automobile carrying four persons.

The names of the victims were not available immediately.

## Youngster Dies In Ice Box

HOPEWELL, N.J. (AP)—A 9-year-old boy suffocated in an unused ice box last night while his parents were attending a funeral.

He was Archibald Waldron Jr. The ice box was lying on its back in the basement in the home of the boy's aunt, Mrs. Esther Coleman of Hopewell borough.

Mrs. Coleman told state police she missed the boy at supper time.

The Waldrons returned from the funeral of a friend in Trenton at 8 p.m. and started a search.

Two state troopers found the boy's body in a compartment of the unused ice box. The thick sides muffled his cries.

Mrs. Coleman said a friend gave her the ice box last week and she planned to store provisions in it.

## Phone Strike Meetings Held

NEW YORK (AP)—Negotiators for Western Electric Co. and the union met separately today in preparation for a joint session later in the day in an effort to end the day-old coast to coast strike of telephone equipment installers.

Officials of District 10, CIO Communications Workers of America, called the walkout "a strike" and by noon most of its 17,000 members were idle.

The dispute over higher wages, contemplated transfers and grievance procedure could cripple the Bell Telephone System in 44 states and the District of Columbia if the union throws picket lines around telephone exchange buildings.

Western Electric is the manufacturing arm of the Bell System.  
Telephone operators in Texas walked off their jobs yesterday in a number of cities, honoring the union's picket lines. Some operators were reported out at Dallas, Austin, San Antonio, Houston, El Paso, Fort Worth, Mineral Wells, Abilene and Lubbock.

Union leaders have announced they plan to delay nationwide picketing until Tuesday, but also indicated the plan was "subject to change."

With 80 per cent of the nation's phones on the dial system, the full impact of the strike on local telephone users would not be felt for some time.

But cross-country picketing would seriously disrupt long-distance calls and various services such as infomation. Some 200,000 phone operators are members of the CWA.

## OUR WEATHER

Some cloudiness and hot today and tomorrow. Only a few wispy clouds expected afternoon thundershowers. Fair and warm tonight.  
High temperature expected today, 100 degrees.  
Low temperature this morning, 75 degrees.  
Low temperature expected tonight, 75 degrees.  
Sunrise, 5:12 a.m.; sunset, 7:42 p.m.  
More Weather Data on Page 2-A