All day long the press wire in my office has been silent about Soviet Russia - and that would seem to be ominous. Earlier news had told of the Germans driving ever nearer to Stalingrad, closing im on the city with terrific fighting. | Berlin claims that its troops have reached the River Bo Volga .- Stalingrad is on the Volga. And the Germans says that the fall of the great industrial city is only a matter of time. An early Moscow story indicated that the Red Army at Stalingrad appeared to be short of tamax tanks, short of warplanes, short even of manpower. The Moscow tone was grimpy grimly map pessimistic. So it may be that the Germans are on their way toward the goal of establishing a front along the Volga reaching to the Caspian Sea. That would give them a favorable line - but, nothing like a decision in Russia.

47

In London today military minds were puzzled about Egypt, puzzled about Rommel. What is the Nazi commander sitting still, staying more or less quietly where he is? The London military mind notes that Rommel is not famous for quiescence. When he starts hitting, he keeps on hitting. He isn't the kind of start something, and then stop in the middle for a quiet smoke. WStill, the fact remains that, after xxxx a powerful offensive thrust which gained ground, xo Rommel is acting as if he had gone to sleep. In the pocket captured by his drive he is keeping his Nazi Panzers right where they are - THENK launching no further attacks. This has been the state of affairs for the past twenty-four hours. The military xxi situation of the battle in North Africa is fairly clear tonight with simple elements of strategy. Let's rehearse the fact that the desert front extends north to south, from the Mediterranean to the Quatara depression - a mere forty miles. Rommel's attack was launched at the southern end of the line, where it is anchored to the depression. And the broke through

the British mine fields. The German experts at tank attack opened a mine field gap, and the Panzers rushed through. They did not penetrate the British active defense beyond, but they did thrust forward a wedge. Then their obvious strategy was to swing around to the north toward the coast - in an effort to roll up the line and trap the advance-Britishfr-defense-forces. This Rommel tried to do. Having broken the mine field and driven through, he swing through, he swing his armored forces to the north - but was checked. The British resorted to new tactics. Instead of hurling their tanks at Rommel's tanks, armor against armor, they placed their trust in cannon. They met the Panzer charge with a blasting of guns knocking out tanks with point blank xheitfirex shell fire range. a thousand yards range, sometimes as short as two hundred and fifty yards. That gunnery defense halted Rommel. The British assumption was that he would promptly return to the attack, reform the armored divisions, and try it again - keep punching. But nothing of the sort, the Panzer commander proceeded to sit quiet, just holding the ground he had won - the wedge driven into the British front. The latest from Cairo states that the Nazi

49

commander has withdrawn a little, has pulled back from some British guns battering Mazi tan of his more advanced positions. A But he is clinging firmly to the foothold inside of the line of the British mine fields. Cairo thinks that Rommel, while staying put, in is intent on bringing up supplied - especially quantities of eighty-eight millimeter anti-tank guns, that ace weapon of the German north Afrika Korps. Saying that Rommel is sitting quiet does not mean that he is being left in quiet. The British are hitting hard. especially by air. The Panzers in the pocket were today subjected to the heaviest air attack launched thus far by the British and American in the war of the dexx desert. And An official spokesman at Cairo states that the all-day air attack was twenty percent bombardments heavier than in ww previous sky bombarments in North &m Africa. TR British and American bombers are blasting at the Rommel tanks, and are carrying war to the Germans far behind the line - smashing

and are carrying war to the Germans far behind the line - smashing at their supply transport. It is accurate bombing, too. One air photograph made by a bomber crew today shows a pattern of

bursting high explosive right in the middle of a huge concentration

EGYPT -4

of Nazi trucks. Another German transport center was set ablaze, and at night the leaping flames could be seen across the desert for miles.

Last night's British Air raid on the Great German industrial city of Karlsruhe, is described with emphasis on one word 
fire. R.A.F. pilots, in describing the state of the dity when they left it, say -- a "flaming hell." British bombers went over and dropped plenty of high explosives, but they concentrated on the Randsone city of incendiaries -- turning Karlsruhe into a giant blazing beacon.

around Iceland, and today's news tells of one shot down.

United States headquarters on that northern island describes what American fighter pilots did to a fex four motored long range bomber. Six of our boys assailed the big Nazi skycraft, and shot it up so well that the bomber exploded.

Two of the American fighter pilots receive silver star citations for extraordinary heroism in the air fight.

what is the meaning of today's cabinet shake-up in Spain? Franco has taken complete control -- control of the Madrid Government and also the falange, that Fascist - minded outfit so dominant in Spanish politics. In doing all this, Franco custed the most important figure of his government, next to himself - Serrano Suner. He ousted Suner in two days - removed him as Foreign Minister and also as head of the Falange. This is all the more striking, because Suner is Franco's brother-inlaw. And he is moreover, the leader of the Pro-Nazi, Pro-Fascist, and has been advocating a policy of ever closer collaboration with Germany. So you can see the possible implications of the fact that Suner is out - out as Foreign Minister, out as head of the Falange, which is the real source of his political power. The assumption suggests that the shake-up in Spain marks a drift away from the Axis and toward the United Nations. Rspanish rumors have been for some time that Franco and Suner were in disagreement over collaboration with the Nazis - Suner for, Franco against, and today's event may well be in accord with that pattern.

One important question in the war situation is this -

52

Meaning - less of a pro-Axis policy in Spain. London welcomes
this view, and thinks the change in the Spanish government may
constitute the first big diplomatic defeat for Hitler in this
war. It is noted, for example, that some days ago President
Roosevelt announced a move in behalf of Spanish art treasures obviously a gesture of friendship toward Franco Spain. And maybe
that kind of policy is bearing fruit.

London announces some mighty favorable news anent

the submarine crisis. The First Lord of the Admiralty,

A. V. Alexander, announced today that more Nazi-U-boats were

instant destroyed in July and August than in any other two

months since the beginning of the war. He said, moreover,

that other enemy submarines had been damage damaged and put out

of action; and, he added that the Italian Navy has lost more than

half of the undersea craft that it had when the war began. As

for the treasons of the favorable development, he said "new

methods have developed, and new devices are in action."

American submarines. Five Jap vessels are listed as having been sunk, and one of these were in light cruiser. Our undersea craft are in busy action away off in the Far East, and today's list of victories for them does not include anything that has been announced before. For example, the list of sinkings has nothing to do with previous reports on the Solomon Islands. It's a brand new list -- five enemy craft sent to the bottom, four cargo vessels and tankers and a light cruiser.

President Roosevelt today spoke burning words to youth.

He addressed the International Student Assembly. And I cannot do better than quote the key phrases of his proclamation to the young. "The world knows, "declared the President, "that the Nazis, the Farrhists

Fascists and the militarists of Japan have nothing to offer to you-except death. On the other hand," he went on, "the cause of the United Nations is the cause of youth itself. It is the hope of the new generation -- and the generations that are to come -- hope for a new life that can be lived in freedom and justice and decency."

Today the Finance Committee of the Senate interrupted its proceedings to sdopt a resolution -- stopped the business at Serale
The Committee puts its okay on a proposal in hand, and resolved, favor of a sales tax. The treasury department is directed to submit plans for what the news dispatch describes as -- "A general war sales tax". The interruption came as the Treasury Department proposing a tax program of its own -- a different kind of program. Secretary of the Treasury Morgenthau recommended to the committee a plan embracing two points -- a two-fold tax. Onepoint was quite familiar -- lower the Income tax exemptions. The Treasury wants to cut individual exemptions. to five hundred dollars for single persons, a thousand for married couples, and two hundred and fifty for each dependent. These reduced exemptions are substantially lower than those contained in the tax bills voted by the Senate and House of Representatives. The second point in the plan advanced t by the Secretary of the Treasury, was a decided novelty --- a tax on spending, which would also consist of enforced savings. idea is that people would be taxed on the money they spend, and then part of this would be returned to them after the war -- the enforced savings ands. The scheme is rather complicated but we may note

that it provides for a tax to be levied on total spendings of more than five hundred dollars a year for a single person, a thousand a year for a married couple, and an extra two hundred and fifty a year for each dependent. That way it figures, a family spending thirty-eight hundred dollars a year for costs of living and amusement would pay a spending tax of four hundred and sixty dollars - this in addition to their income tax. Of the four hundred and sixty dollars, three hundred and eighty would be paid back to them after the war -enforced saving. The Treasury Department argument is that a apending-tax would bring in a lot of revenue for waging the war and would also act against inflation. RAn obvious angle is this - by By taxing people on the money they spend, you discourage spending, thereby causing a lesser demand for goods. It is the spending and demand that cause prices to rise -- inflation. While the tax on the spending was being argued, various committee members expressed their objection. The principal dissident was Senator Vandenburg of Michigan. Speaking of the spending tax, he said: - "It combines all the burdens and disadvantages of the sales tax, and has none of the advantages of the latter." That was a cue for what proceeded to

happen. The spending tax proceedings were interrupted, with

Senator Vandenburg introducing a sales tax resolution -- the

Treasury called upon to get up a sales tax plan. The Committee

adopted the Vandenburg resolution unanimously.

At Chicago today, a federal judge issued temporary injunctions against nine Chicago packing houses, which are charged with violations of the Price Regulation Law. This was the Chicago angle of t a general drive by the Office of Price Administration, which is taking action in eighteen cities againstmore than a hundred meat packers. The O.P.S. lists various causes for complaint. In some cases, the meat firms are accused of -- plain and simple overcharging. They just demand more thanthe ceiling prices. In other instances, the overcharging is lessdirect, and consists of what they call -- "upgrading." That is to say. lower grades of meat that are sold as if they were higher grades - witha consequent raising of the price. The O.P.A. states that complaints have come from all parts of the country, complaints that meat companies area in the words of the Ot O.P.A., "palming off inferior goods." Moreover, the companies are sherged with m issuing incorrect invoices -all for the purpose of overcharging.

Today into my office walked a square faced man with direct blue eyes. He said: - "You hear a lot of stories about how sailors from torpedoed ships go drifting on the ocean for a long time. If you think these stories are exaggerated" he sau argued, "listen to what happened to me". The sailor was John Robinson of Cushocton, Ohio, member of the crew of a freighter torpedoed by the Japs in the Indian GREENEX Ocean. The ship sank in six minutes off the coast of Mozambique. Most of the men got away in boats, but sailor John Robinson was not so lucky. He was tossed into the sea, and drifted astern. "I had my life preserver on", he relates, "and grabbed hold of some planks. In that way I drifted for twenty four hours. The next day I had my first break of luck. An empty boat came floating along, with a hole in it and nearly swamped. I climbed into it, " he goes on, "and found a little food and fresh water". In that boat with a hole in it and nearly full of water, but that wouldn't sink, blown by the xx wind, drifted in the III about for four

> days, and By that time there was no more fresh water. "I knew I was a goner", he says, "knew I would die of thirst -- unless something happened". And then he tells what did happen -- another

break of miraculous luck. Toward the boat drifted a life raft. Nobody on it. But, it was completely equipped. The crew had been unable to launch it, and the raft had floated off when the ship sank. There was food and water aboard, and to Sailor John Robinson it was like a palace -- as he climbed aboard. And then the wind blew him down between Madagascar and Africa for another five days -- finally to be picked up by a passing ship. A lone castaway adrift for ten days on the Indian Ocean! That would indicate indeed that the stories do not exaggerate the terrors endured by the men of our merchant marine.

Dame Fortune surely was with Sailor Robinson of Coshocton, Ohio! Torpedoed, alone in the Indian Ocean on a couple of boars; then after a day along comes an empty lifeboat with a fresh water in it; four days more and along comes a life raft with not a soul aboard, but fully stocked with water and food! I say miraculous that! And s-l-u-t-m.