FOUR BILLION POUNDS BUDGET PRESENTED TO ISRAEL CABINET FOR NEXT YEAR

JERUSALEM, Nov. 8. (JTA) -- A 1955-56 budget for the Government, exceeding 4,000,000,000 pounds ($1,333,333,333) was presented at today's regular meeting of the Cabinet here by Finance Minister of Finance. The new budget includes increases in funds earmarked for security and for education. The Cabinet started debate on the budget today, and will continue that discussion at a special session Tuesday.

At the meeting today, Prime Minister Levi Eshkol announced officially the resignation of Minister of Agriculture Moshe Dayan. Mr. Dayan, Israel's former chief of staff, and a leader of the "Young Turks" faction in the Mapai Party, resigned from his post last week after disagreeing with Mr. Eshkol on the proposed realignment of Mapai and the left-wing Ahdut Avodah. Mr. Eshkol announced at the same time the designation of Dr. Chaim Givati, until now director-general of the Agriculture Ministry, to succeed Mr. Dayan in the Cabinet.

The Cabinet adjourned early so that its members could join other members of the Knesset, Israel's Parliament, on a visit to the home of President Zalman Shazar, to congratulate the President on his 75th birthday. The group was joined on the visit by heads of Israel's municipalities, other public institutions, and a number of other prominent Israelis, including former Prime Minister David Ben-Gurion. President Shazar today received telegrams greeting him on his birthday from many foreign heads of state.

LAVON GROUP SECEDES FROM MAPAI; PROCLAIMS ITSELF AS INDEPENDENT PARTY

TEL AVIV, Nov. 8. (JTA) -- A group within the pro-Government Mapai Party, headed by Finance Lavon and known under the name Min Hayesod ("From the Roots"), broke away last night from the Mapai and proclaimed itself as an independent movement dedicated "to the reformation and realignment of the labor movements in Israel."

The secession was voted by members of Min Hayesod after an all-day meeting, by a vote of 136-2. All who voted for the split from Mapai turned in their Mapai Party membership cards on the spot or pledged to send their membership cards to the Mapai Secretariat. Earlier in the day there had been 150 at the meeting, but about 22 of the Min Hayesod members had left before the voting.

The split had come just as Prime Minister Levi Eshkol had hoped to patch up differences between Min Hayesod and Mapai. He had written a letter to Min Hayesod, virtually canceling the censure of Mr. Lavon from leadership in the labor movement; Mr. Lavon was removed from the post of Minister of Defense in 1955, when David Ben-Gurion held him responsible for a major "security mishap" that had never been explained publicly. In 1951, Mr. Ben-Gurion, then Prime Minister, had Mr. Lavon removed also from the secretary-generalship of Histadrut, Israel's Federation of Labor.

Sharp differences have developed between Mr. Eshkol and Mr. Ben-Gurion, during the last few weeks over the move by Mr. Eshkol to reinstate Mr. Lavon as a Mapai leader. Mr. Ben-Gurion has threatened that he would not permit his name to be placed on the Mapai list for the elections to the next Knesset, if Mr. Lavon's name were to appear on that list. Mr. Eshkol was ready to compromise on this issue by indicating that while backing Mr. Lavon in general, he would not commit himself to placement of Mr. Lavon's name on the Mapai candidates list.

The Min Hayesod secession move was made following an address by Mr. Lavon who presided over the all-day meeting of the group. Cries close to Mr. Eshkol expressed anger and surprise today at the secession of the Lavon group. They said Mapai was about to achieve greater unity and labor integration by realigning its forces with those of Ahdut Avodah, the left-wing labor party. A meeting of the Mapai Secretariat has been scheduled for Wednesday night, when Deputy Prime Minister Abba Eban is to plead for Mapai approval of the realignment with Ahdut Avodah, as proposed by Mr. Eshkol.

The secession from Mapai gives Mr. Lavon the opportunity to press Mr. Eshkol to agree to place him as a candidate on the Mapai list for the national elections, or to face the possibility that the Lavon group will join Mapam in the forthcoming elections, thus reducing the strength of Mapai and increasing the strength of the Mapam party.
INTERNATIONAL ATTORNEY ARRESTED IN GERMANY ON COMPENSATION CHARGES

Bonn, Nov. 8. (JTA) -- Professor Hans Deutsch, famous international attorney and expert in German compensation to victims of Nazism, was arrested this weekend in the offices of the German Ministry of Finance on charges of "inciting people to make claims to compensation to which they are not entitled." According to the charges, he has been responsible for the payment "to persons not entitled" of compensation amounting to $2,250,000.

Dr. Deutsch is also a noted art patron and, among other achievements, is the founder of the Hans Deutsch Foundation of 1,000,000 Swiss francs, administered by the University of Berne, Switzerland. He holds dual citizenship in Austria and Israel. Today, he is in solitary confinement in Bonn's Central City Prison where, among his fellow-prisoners, is a German named Wilke, a former officer in the SS, charged with having been the "accomplice" of Dr. Deutsch.

When arrested, Dr. Deutsch was in the Ministry of Finance, pressing a claim filed by a Hungarian Jewish family, named Hatvany, whose art gallery in Budapest was robbed by the Nazi occupation forces during World War II. The gallery had contained many priceless works of art, including an El Greco and the works of famous French impressionists. Last year, Dr. Deutsch agreed on behalf of the Hatvany family to accept 35,000,000 Deutschemarks (nearly $9,000,000) in compensation. Of that sum, Germany has already paid the Hatvany's 17,000,000 marks ($4,250,000), and Dr. Deutsch had come to the Ministry to claim the remainder.

In pressing his claim, Dr. Deutsch had called as one of his witnesses the former SS officer, Wilke, who was an aide to the late Adolf Eichmann, when the latter was in charge of the liquidation of Hungarian Jewry during the war. The German police now claim that Wilke has "confessed to a conspiracy to swindle" the Government by testifying falsely on behalf of Dr. Deutsch's clients. The arrest of Dr. Deutsch has barely been noticed by the German press.

Leading French Newspaper Doubts German Charges Against Deutsch

Paris, Nov. 8. (JTA) -- Le Monde, the influential French newspaper, charged yesterday that the arrest of Dr. Hans Deutsch in Bonn was "a maneuver to discredit him and spoil his reputation." Among his clients in compensation claims was the Rothschild family.

"Too many important personalities," stated Le Monde, "had intimate contacts with Dr. Deutsch, thus demonstrating his reputation for honesty and thus making it impossible to accept his arrest without objection."

Le Monde stated that, among personalities who had close contacts with Prof. Deutsch were leaders of the Austrian Government, and prominent cultural and educational leaders in France and Switzerland. "German justice," declared Le Monde, "is not above suspicion. We are entitled to express anxiety over the further developments in this case."

BELGIAN PARLIAMENTARY BODY BACKS EXTENSION OF TIME FOR NAZI CRIMINALS

Brussels, Nov. 8. (JTA) -- A bill extending by 10 years the statute of limitations for carrying out the death sentence against major war criminals was approved yesterday, after lengthy deliberation, by the Justice Commission of the Chamber of Deputies. The bill had been drafted by the Ministry of Justice. It is still to be voted on in the Chamber.

Under the measure, the May 19, 1945, limitation for the execution of such sentences would be moved up to 1975. The bill provides for prolongation of the expiration date in cases concerning death sentences for actions or attempted actions against the security of the State between May 19, 1940, and May 19, 1945, "the official dates of the duration of World War II in Belgium."

The Ministry of Justice has estimated that 1,336 persons sentenced to death for major war crimes are still in hiding abroad. Most of them are said to have taken refuge in Germany, Austria and Spain, while some have taken up residence in Morocco and Egypt.

The bill provides that the King may continue the death sentences of those convicted war criminals who did not participate in denunciations of people later executed in the Nazi death camps or those who did not personally participate in assassinations.

AUSTRIAN GOVERNMENT BANS FESTIVE CELEBRATION OF PRO-WALS

Vienna, Nov. 8. (JTA) -- The Austrian Interior Ministry refused to allow a festive celebration on the occasion of the unveiling today of a tablet for former members of the SS Elite Guard in the upper Austrian town of Wels. The Ministry permitted only a religious ceremony following strong protests by several anti-fascist groups against the original plans.
THREE NAZIS GO ON TRIAL TODAY FOR KILLING 30,000 JEWS AND RUSSIANS

BONN, Nov. 8. (JTA) -- Three more ex-Nazis, charged with having murdered 30,000 Jews and Russian prisoners of war during World War II, will go on trial tomorrow at Tubingen. They were indicted for the murders committed in 1943 at the Stutthof concentration camp, near Danzig. The men are Otto Karl Knott, Otto Haupt and Bernhard Ludtke.

At the trial of 22 former Auschwitz administrators and medical personnel which has been under way in Frankfurt since last December, the court yesterday heard a Czechoslovakian post office worker, Victor Lederer, describe how the Nazis mutilated men and women at the Auschwitz death camp. During the session, the court revealed that it has asked the Soviet Union to make available the 40-volume Auschwitz "death register" in possession of the USSR. The request had been sent to Prof. Nikolai Alexeyev, dean of the law faculty at Leningrad University.

In West Berlin, yesterday, Willi Kirschke, 45, a West German businessman, was sentenced to four months' imprisonment and a fine of 600 marks ($250) for making an anti-Semitic remark. He was convicted of calling a woman "a dirty Jew."

CANADIAN BISHOP IN ROME CONFIDENT ON VATICAN STATEMENT ON JEWS

LONDON, Ont., Canada, Nov. 8. (JTA) -- Confidence that the Ecumenical Council being held now at the Vatican will adopt a document renouncing "the negative and antagonistic attitude" held toward Jews by some Christians was expressed in a letter received here today by Rabbi D. Kirshenbaum from the Rev. G. Emmett Carter, Bishop of London.

Bishop Carter, who is attending the Ecumenical Council, wrote to Rabbi Kirshenbaum: "I am very confident here in Rome. When I return to the diocese, I shall call the attention of my people to what has transpired and will transpire here."

"We must, once and for all," continued the Bishop, "renounce the negative and antagonistic attitude which has characterized so many Christians toward the Jewish people in the past, and adopt the only attitude worthy of ourselves and of our religion--a religion which springs from the very heart of Judaism--in the recognition of God as the Father of all of us and in the love of our Jewish brethren."

RABBI LASHES OUT AT "SUPERMARKET RELIGION"; TELEVISION PROGRAMS HIT

NEW YORK, Nov. 8. (JTA) -- There is an unmistakable trend in the United States towards a "supermarket religion, in which the customer chooses his faith on the basis of fancy packaging and attractive labeling," Rabbi Israel Miller, president of the Rabbinical Council of America, declared here tonight in delivering the keynote address at the opening session of the 41st annual national convention of the women's section of the Union of Orthodox Jewish Congregations of America.

The delegates also heard an appeal urging Jewish women "to register formal protests with local television management" against showing "tales of horror" and other "debasers" material in their programs for children. The appeal was voiced by Mrs. Emanuel Lazar, outgoing president of the organization in her presidential report.

"What can we as an army of women do to combat this menace?" she asked. She told the delegates that they must demand from their local television management that their programs for children should be "culturally enriching rather than debasing." "We must not allow our children to be exposed to unsuitable programs any longer," she urged.

Rabbi Miller, warning against "supermarket religion," said: "The still small voice is often drowned out by the shrill cry of the spiritual huckster, hawking his wares with catchy slogans and spot announcements. Authentic religion rejects this pragmatic appeal and emphasizes long years of study and practice of the eternal varieties which attract both the mind and the heart."

TALKS ON CLOSER TURKISH-ISRAELI COOPERATION STARTED IN ANKARA

ANKARA, Nov. 8. (JTA) -- Talks began here today between visiting Israeli Minister Joseph Almogi and Turkish government officials on closer cooperation between the two countries in housing and rural development. The visit by Mr. Almogi, Israel's Housing and Development Minister, is the first by an Israeli Cabinet member to Turkey.

Mr. Almogi arrived for a week-long visit as a guest of his Turkish counterpart. He was received at the Ankara airport by Mehmet Yuceler, the Customs Minister who substituted for the Housing Minister who was ill. Mr. Almogi also was greeted by senior Ministry officials and was received by Turkish Premier Ismet Inonu.

The Israeli told the Turkish hosts he brought to the Turkish nation and people Israel's sympathy and admiration.
$333,000,000 SPENT BY JEWISH HEALTH AND WELFARE AGENCIES IN 1963

NEW YORK, Nov. 8. (JTA) -- More than one-third of a billion dollars was spent during 1963 to operate Jewish health, family welfare, child care, and services to aged in the United States and Canada, it was revealed in a report published today by the Council of Jewish Federations and Welfare Funds.

Of this vast sum, direct payments for these services accounted for 59.5 percent of all income received by 207 reporting agencies. Jewish federations and welfare funds supplied 6.5 percent -- or $21,795,000 -- to help maintain and expand these institutional services.

The remainder of the institutional income came from a variety of sources, including 5.3 percent from membership dues and contributions; 2.4 percent from public tax funds, and 4.2 percent from investments and other sources. These proportions varied greatly among the different fields of service.

The report disclosed that 1963 was marked by three continuing developments: A moderate overall increase in the volume of service; greater specialization and coordination of services within the community; and increases in public tax funds allocated to help maintain some categories of service.

Operating budgets of homes for the aged were shown in the report to have increased substantially from 1960 to 1963, going up in some instances from 20 percent to 30 percent. In the health field, 67 reporting hospitals showed they served 57,452 patients, providing 5,386,836 days of care. Operating costs for child care agencies, which have increased various specialized services, jumped 20 percent in the period from 1960 to 1963. Eighty-six Jewish family service agencies reported a six percent increase in volume.

JEWISH NATIONAL FUND OF BRITAIN SETS $2,800,000 GOAL FOR 1965

LONDON, Nov. 8. (JTA) -- The Jewish National Fund of Britain has set a fund-raising goal of 1,000,000 pounds sterling ($2,800,000) for next year, it was announced here today by Rosser Chinn, president of the British JNF, at the 40th annual conference of the organization.

Reporting on the British JNF efforts during the current year, Mr. Chinn said that the organization had remitted to Israel so far a total of 795,000 pounds ($2,225,000) with remaining pledges likely to raise the total for the year to 900,000 pounds ($2,520,000). This compares with a total last year of 775,000 pounds ($2,170,000).

Yaacov Tsur, world chairman of the JNF board of directors, was guest of honor at the conference. Other speakers included Chief Rabbi Israel Brodie; Rabbi Solomon Gaon, the Sephardi Chief; and Israel Ambassador Arthur Lourie.

JEWISH SCHOOL SYSTEM IN ARGENTINA CELEBRATES 30TH ANNIVERSARY

BUENOS AIRES, Nov. 8. (JTA) -- The Sholem Aleichem School system, largest and best organized Jewish school organization in Argentina, today celebrated its 30th anniversary.

Speakers at the ceremony included Israel Ambassador Joseph Avidar; Gregorio Fain- gersch, president of the Buenos Aires Kehilla, which contributes to the maintenance of all Jewish schools; Dr. Jonas Kovesky, chairman of the school system; and Chaim Finkelstein, director and organizer, a leader of the Achdut Avodah party and a member of the Zionist Actions Committee.

The system provides for 3,500 pupils in primary and secondary education. It has 110 teachers and a summer camp for 700 children. The teachers themselves are mainly graduates of the Sholem Aleichem schools. Another Sholem Aleichem school will be opened soon in a Buenos Aires suburb. Delegates from Montevideo and from provincial cities attended the observance and messages were received from Israel, the United States and Canada.

CORNERSTONE LAID FOR FIRST SYNAGOGUE IN ALASKA; WILL HAVE SCHOOL

ANCHORAGE, Alaska, Nov. 8. (JTA) -- Cornerstone-laying ceremonies were held here for Beth Sholom Congregation, the first synagogue in Alaska, which is expected to be ready for use next year.

Burton H. Goldberg, president of the congregation, said at the ceremonies for the new Reform temple, that the goal was to hold religious school classes and services in the new house of worship in 1965.

JERUSALEM MAYOR ISH-SHALOM PAYS COURTESY VISIT TO MAYOR OF NEW YORK

NEW YORK, Nov. 8. (JTA) -- Jerusalem Mayor Mordechaj Ish-Shalom paid a courtesy call on New York's Mayor Robert F. Wagner this week-end when he passed through en route to a speaking tour in Mexico. Also present at the meeting were Israel's Consul General Katriel Katz and Deputy Mayor Paul Screvane.