

President Raps Senator Wheeler For Disclosure

MILITARY SECRET Mr. Roosevelt Hints Iceland Move May Be Followed By Others APPROVES RETENTION Chief Executive In Accord With General Marshall's Selectee Plan

By RICHARD L. TURNER WASHINGTON, July 8.—President Roosevelt made it clear today that the uncertain line separating the Eastern and Western Hemispheres would not be considered the eastern boundary of American defense activities.

In a press conference statement which followed the American occupation of Iceland, the President said there were points beyond that line which might become of terrible importance to this country.

The chief executive met reporters toward the close of a day which had seen the White House, through his secretary, Stephen T. Early, approve Senator Wheeler (D-Mont.) for a year last week he had information that Iceland would be taken over by this country.

President Cautious Wheeler had disclosed military information and at his press conference, Mr. Roosevelt said he thought the case spoke for itself.

As for the reasons behind the Iceland move, the President said he could not reply categorically to a question whether he knew of any German intention to establish a base upon the island.

In a war, he said, one puts one's self in the position of the other fellow, and asks what action would be taken in a given set of circumstances. Sometimes action taken was based upon information, he said, and sometimes not.

"Do you think the other fellow is likely to make any move toward the Azores or Cape Verde islands," he was asked. Mr. Roosevelt's reply was that he could not prognosticate.

Questioning swung to the recommendation of General George C. Marshall, the Army chief of staff, that selectees and National Guardsmen be retained in service beyond their term.

Montanan Labels Administration Occupation of Iceland Preliminary to War

WASHINGTON, July 8.—(AP)—Senator Wheeler (D-Mont.) asserted today that the administration had arranged United States occupation of Iceland because it wanted "to get us into a shooting war."

He made these remarks at an informal press conference at which he also said he was informed that Iceland already had been occupied when he forecast the move last week. Wheeler said his prediction was based on letters he had received from parents saying that

Byrnes Takes Oath As Court Justice WASHINGTON, July 8.—(AP)—In the presence of President Roosevelt and several guests Sena James Byrnes of South Carolina took oath of office today as an associate justice of the Supreme court.

Germans Angered By Move

Nazi Press Labels U. S. Occupation of Iceland "Stab In Back" BERLIN, Wednesday, July 8.—(AP)—The mouthpiece of the German Foreign office, Deutsche Diplomatische Politische Korrespondenz, today viewed the United States entry into Iceland as a stab in the back of a European community which it said was struggling with Bolshevism for preservation of western civilization.

The Boersen Zeitung, Berlin's leading financial paper and the only other publication to comment, called the United States action "the brutal rape of a small European people."

Icelanders Greet Force REYKJAVIK, Iceland, July 8.—(AP)—United States naval forces arrived here amid a display of excitement and hearty welcomes.

The first signs of the convoy's appearance were noted from a tall church steeple by watchers who relayed the news to persons gathered in the streets.

Icelanders asked one another, "can these be Americans?" The new arrivals saw the country at its best. Faxa bay was smooth under a lazy breeze, while soft summer showers occasionally obscured the mountains.

LIGHTNING HITS BEACH COTTAGES

Three Dwellings, Station Wagon Struck as Weather Continues Unsettled Apparently wearying of the sport of dumping large quantities of what plain rain on local citizens, the Weather Man yesterday added a dded sound effects and a spectacular light display to the show.

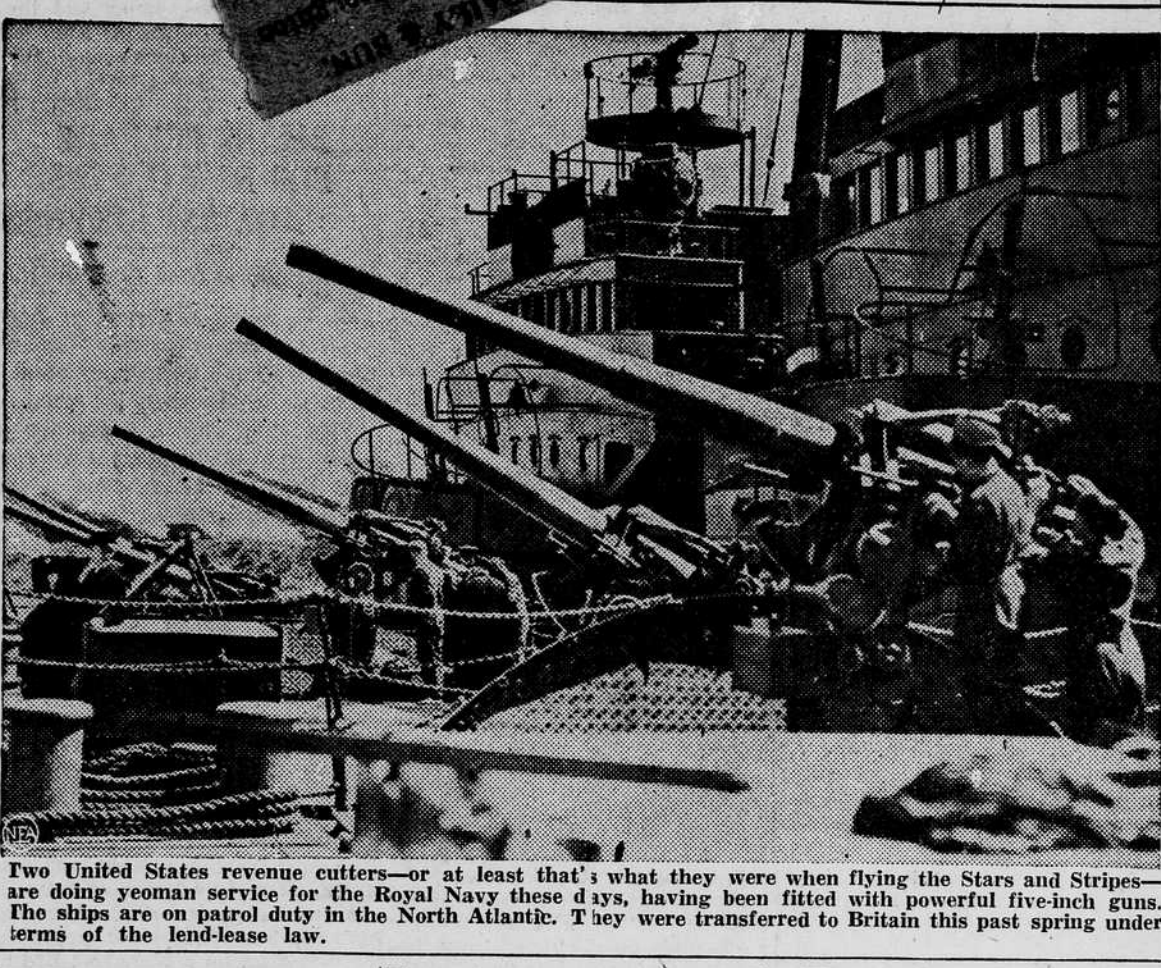
Richard Whitney Paroled; Served 3 Years, 4 Months

OSSING, N. Y., July 8.—(AP)—Richard Whitney, five times president of the New York Stock Exchange, and now convict 94,835 at Sing Sing prison, will be free August 11 to begin life anew. He will return to his native Massachusetts.

The three-member late parole board interviewed him for 15 minutes today, studied a pre-parole report which included a favorable recommendation from the judge who sentenced him for misuse of \$214,000 worth of securities, and then announced:

Meets Requirements Th former society broker, meeting a requirement that very parolee be assured of a future home and employment, will become manager of a country estate whose chief revenue is from the sale of milk. The estate is 100 miles from Boston but was not further identified. He was born in Beverly.

Rum-Runners are Now After Hitler



Two United States revenue cutters—or at least that's what they were when flying the Stars and Stripes—are doing yeoman service for the Royal Navy these days, having been transferred to Britain this past spring under terms of the lend-lease law.

Leavenworth Penitentiary Strike Quickly Quelled

(By The Associated Press) BERLIN, July 8.—The bitterest fighting yet encountered in the Nazi-Soviet war was reported unfolding on the Russian plains tonight as the German infantry stormed trickily and deceptive defenses which, Nazis said, had been prepared for years by the Soviet army leaders.

The German high command devoted just one sentence to the Russian campaign, and that is customary when the fighting is hard and great issues are at stake. The daily communique said simply: "Operations on the Eastern front are proceeding on schedule."

(Military circles in Vichy, capital of unoccupied France, heard that the German drive against Russia had been virtually stopped for four full days. Enormous German losses were given as the reason.)

(There were unusual delays in communication between New York and Berlin Tuesday, although service to other European capitals was not interrupted, this dispatch was delayed in transmission for more than three hours.)

Although the high command threw but little light on what was happening at the front, other German war reports provided German readers with fuller accounts. The difficulties which the Germans are meeting were stressed.

Some observers, however, felt that behind the high command's silence was an indication that the second phase of the smash against Russia was developing, with fresh troops preparing a new surprise for the Red army.

The army was in contact with the Stalin line at many points and the German air force was operating far beyond it, smashing at the road to Moscow, raining bombs on Russian reinforcements and attempting to pulverize any fortifications visible from the air.

The German news agency DNB said that German and Rumanian troops had broken stubborn resistance of the Russians on the Bessarabian front and thrown the defenders back as far as the Dneestr in some places, taking many prisoners and much war material. The Dneestr is the boundary between Bessarabia, which Russia got from Rumania a year ago, and the Ukraine.

It was reported today that in the 4-day period from July 2 through July 5, a total of 584 tanks and 550 guns was brought in by the Germans.

Asked whether he planned to send a message to Congress requesting legislation along the lines of Marshall's proposal, Mr. Roosevelt replied that he thought Congress understood the problems involved pretty well.

The selectees and guardsmen, Mr. Roosevelt explained, have been distributed among regular Army units for training in line with the plan followed in the World war.

Among the units containing these men, he continued, is an anti-aircraft detachment in Hawaii, so that at the end of the one-year service a large portion of the unit might have to be brought home and replacements would have to come from raw material.

The same situation applies in Alaska, Panama, Bermuda, Trinidad or Newfoundland, he added.

MISSING WOMAN RETURNS HOME

Mrs. Maude Spivey, Star, Reported Missing From Beach, Is Located Mrs. Maude Spivey, who had been reported missing since being separated from friends Saturday night at Kure's beach, returned to her home in Star, N. C., Monday night, Chief DeWitt Reynolds of the Star police department, reported last night.

Mrs. Spivey was reported to have said that her money had been lost or stolen after she was separated from her friends and that she had pawned her ring to obtain fare home.

It was reported Sunday that Mrs. Spivey went to Kure's Beach with a party of friends for the week-end. The report said the group was sitting in a parked car, when Mrs. Spivey said she was going to get a soft drink and that her friends remained in the car all night awaiting her return.

The first request for a police search for her came from the Star police department, indicating that the party returned to Star before reporting the incident.

Mrs. Gladys Helms Killed In Charlotte Accident

CHARLOTTE, July 8.—(AP)—Mrs. Gladys Helms of Charlotte was killed and four were injured tonight in a traffic accident 13 miles from here on the York road. Those hurt were her husband, Curtis Helms, Paul Kinsiah, Mrs. Berry Warrick Slack, all of Charlotte, and Manuel Patrick Berger of Pensacola, Fla.

WASHINGTON, July 8.—(AP)—Jesse Jones, federal loan administrator, announced today execution of lease agreements, involving more than \$22,000,000, for the expansion of defense manufacturing facilities.

The largest of the agreements, executed by the Defense Plant Corporation, was with the Nash-Kelvinator corporation, Detroit, to provide plant and equipment to make aircraft parts at Lansing, Mich., at a cost of \$15,150,744. This is in addition to a previous commitment of \$8,433,860 for that plant.

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WEATHER

Table with 2 columns: Location and Forecast. Locations include North Carolina and South Carolina, Masonboro Inlet, and Cape Fear river stage.

FORECAST: North Carolina and South Carolina—Partly cloudy Wednesday and Thursday. (Meteorological data for the 24 hours ending 7:30 p. m. yesterday.)

Temperature: 1:30 a. m. 75; 7:30 a. m. 79; 1:30 p. m. 84; 7:30 p. m. 78; maximum 84; minimum 72; mean 80; normal 79.

Humidity: 1:30 a. m. 90; 7:30 a. m. 87; 1:30 p. m. 75; 7:30 p. m. 90.

Precipitation: Total for the 24 hours ending 7:30 p. m., 0.11 inches; total since the first of the month, 3.83 inches.

GERMAN LOSSES MOUNT AS RUSSIAN DEFENSES HOLD AGAINST ATTACKS

NEW PHASE HINTED Berlin Hears Nazi Army About to Begin Second Great Offensive ENORMOUS LOSSES Vichy Report Tells of Tremendous Costs Germans Paying For Assault Litvinov Appeals For Aid Former Red Foreign Minister Asks U. S., Britain To Continue Fight

By The Associated Press MOSCOW, July 8.—Maxim Litvinov, returning to the public stage from which he vanished just before the fateful Russian-German pact in 1939, appealed to his old friends, the British people by radio tonight to strike at Hitler untiringly so as to give the Nazis no respite while they are engaged with Russia.

The former foreign commissar spoke in English to both the British and American people. After declaring that it "was only Great Britain and her dominions, with the active support of the United States of America, which were bearing the brunt of the struggle against Hitler" prior to the attack on Russia, Litvinov said that the Red army was now "bearing the shock of Hitler's powerful war machine."

"They are compelling him to throw more and more forces from the west to the east," he said. "The English people are enjoying a certain respite after 12 months of incessant bombardment, but it is now more important that Hitler should not have a moment's respite, that he should be disappointed in his hope of a pact of truce in the west."

"Each blow struck now will be more effective than ever," Litvinov said that "the single greatest task" confront Britain, Russia, and the United States "is to wage this struggle against the common foe to the bitter end."

Litvinov, for most of the 1930's a leading champion of the League of Nations and of the principle of collective security, declared in a bitter exhortation of Hitler and Nazism that the Nazis never kept a promise.

FOUR SWEDISH SHIPS ARE SUNK

Long Range Nazi Air Raider Pounces on British Convoy Off Africa NEW YORK, July 8.—(AP)—Destruction of four ships carrying the neutral flag of Sweden and of a Danish freighter flying the Red Cross flag of Britain was disclosed in maritime circles today. Sweden has now lost 102 vessels.

A long range German plane pounced on a British convoy of 70 ships off the African coast and sank 1,770-ton Swedish freighter. Her crew of 18 was saved by a British freighter on the convoy.

Other Swedish ships sunk were the Stig Grotlund, 2,241 tons, destroyed in the North sea, crew saved; the Calabria, 1,227 tons, with three crew members missing and presumed killed, and the 1,392-ton freighter Taberg, sunk in the Atlantic with only six survivors.

The Irene Maria, 1,862 tons, a Danish freighter flying the Red Cross flag of Britain was disclosed in maritime circles today. Sweden has now lost 102 vessels.

German Renew Raids; Little Damage Reported

(By The Associated Press) LONDON, Wednesday, July 9.—German warplanes subjected widely scattered points in Britain to desultory bombings early today, interspersing their high-explosive and incendiary missiles with fluttering leaflets proclaiming: "The battle of the Atlantic is being lost."

The propaganda-slanted raids, which caused some casualties but were declared to have done little damage in the Midlands, east Anglia, the southwest and northeast Scotland, were apparently in response to Britain's incessant and heavy bombing of German territory on the continent.

That campaign, hammered home by hundreds of planes, was directed last night at targets in northern France and Germany, including the Nazi naval base of Wilhelmshaven.

CIO Raps Government For Use of Soldiers

WASHINGTON, July 8.—(AP)—Twenty-four hours after the close of a tumultuous CIO legislative conference, CIO headquarters issued an announcement today that the meeting had endorsed unanimously the view of its leaders in condemning use of federal troops in strikes.

The announcement said a resolution had been adopted approving the stand taken by CIO President Philip Murray, President R. J. Thomas of the United Auto Workers and President John L. Lewis of the United Mine Workers "in emphatically condemning the use of armed forces to break strikes."

GAUSE SERVICES SET FOR TODAY

Business Manager of Country Schools Dies Following Heart Attack Funeral services will be held this afternoon at 4 o'clock for Thomas J. Gause, business manager of the New Hanover county school system for the past 20 years, who died at his home yesterday morning after a few hours illness.

The rites will be conducted from the late residence at 514 Market street, with Dr. J. Harry Whitmore, Rev. Alexander Miller and Rev. Edwin F. Kever officiating.

At the time of his death, which resulted from a heart attack suffered Monday night, Mr. Gause was 59 years old.

H. M. Roland, superintendent of schools, said Mr. Gause worked late Monday in the office of the board of education, finishing up his reports for the fiscal year just ended.

Mr. Roland paid high tribute to Mr. Gause and the work he has done in connection with the school system for the last generation. He was charged with administration of buildings and grounds and with supervision of the bookkeeping division of the school system.

J. R. Hollis, superintendent of the New Hanover welfare department, said he had learned with regret of the death of Mr. Gause, with whom he served in France as a member of the American Expeditionary Force during the first World war.

Prior to the entry of the United States into that conflict in April, 1917, Mr. Gause had been for years

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