

ageing and processing, which processary a part of the cost e product as the ploughing of the d and the raising of the tobacco. greed. \$110,327.32, was a was actual ney invested in the stocks of leat to by these companies and held by them in their warehouses Durham on January 1, 1920. The most of this money was invested in tebacco at times in previous years when a dollar would buy more pounds of tobacco than it would bought on January 1, 1920, so the stock as a whole had an appre ed, rather than depreciated. value at the time of tax listing on

at date. Records of Averages.

"That fact is conclusively demonstrated by the records of average market value of leaf tobacco for the period of years during which the to-bacco was bought. The average sales price of tobacco on the North Carolina markets in 1915 was 11.2 cents; in 1917,

nust in 1916, 20 cents; in 1917, 5 cents; in 1918, 36 cents; in 1919, 31,5 cents; in 1918, 36 cents; in 1919, 50,8 cents, and in December, 1919, 53,94 cents.

"It is conclusively proven by the action of tobacco companies other than the Durham companies, who and voluntarily returned their stocks reports formed the basis of the of leaf tobacco at its full book value and insisted that was conservative

value for it on January, 1920, Testiony is strongest when intelligent en swear to their own hurt. It is aiso supported by the action of the Durham companies themselves in paying premiums on fire insurance stocks not only to the full amount of their assessment, but cov-ering the appreciated value in sums in any million dollars greater than the book value from which \$110,-\$27.32 has now been deducted and

hated "These are the simple facts to which there has been and will be no

"All the representatives and experts and friends which these great companies broght before the comthem, and Mr. Watts cannot.

"If they are true, why should companies in other cities in the state pay a for 1928 on a hundred cents every dollar previously invested in eaf tobacco and the American and Liggett and Myers companies pay on fifty-five cents, while they pa insur-ance on a hundred and twenty-five

cents?

Cosily Favoritism. "Why go back now 18 months to the tax listing of 1920 to hand out this hundred and ten thousand dol-lars favoritism to these fortunate companies, when the undenied facts show that this money out of the facts rompanies, when the undenied facts show that this money ought to be in the public treasury, and when good faith and fair dealing with other companies, which voluntarily and uncompainingly listed their leaf to-bacco upon the identical basis from which these companies appeal, de-mand it? Their money is in the public treasury.

nand it? Their money is in the bublic treasury. "I have no disposition to argue the echnical legal question of the right o again reopen these cases and re-und 1920 taxes discussed in Judge fanning's opinion, in which he opens he door for these companies and huts it for others by holding that a ompany that had already had its earing on appeal and its case dis-cued of, could be again reheard, but hat a company that had no hearing t all could not. It's the patent and defemible injustice and discrimina-ten in the order refunding this hun-red and ten thousand dollars of t bile money that i complain of, and hich I ay again makes a mockery h I say again makes a m

ed en Page Five.)

sinking of four ex-German warships the active conduct of business outby aerial bombs proves, however, the side the United States and, similarly, board said, "that it has become imperative as a matter of national defense to provide ofr the maximum possible development of aviation in

both the army and navy." The tests proved also, the board agreed. "the necessity for aircraft carriers of maximum size and speed . . as an effective adjunct of the fleet." and for the development of "effective anti-aircraft armament."

"Instead of furnishing an economical instrument of war leading to the abolition of the battleship. the development of aircraft has add-

ed to the complexity of naval war-"are." the report stated. The tests, which were conducted by the navy with the co-operation of the army air service, were reported upon separately by army and naval boards of observers, and these

statement issued today. The board found that military aircraft, when used beyond the radius

of action of shore bases, possessed "limited assistance to gunnery in the control of fire; limited assistance in the service of information and security and important strategical qualities in operations of coast defense," but might prove a decisive factor in coastal operations if used in adequate numbers.

"If heavier-than-aircraft are to be effective in naval warfare," the report said, they must have great mo-bility; and since their radius of action is not great, additional mobility must be obtained by providing to

bile, i. e., aircraft carriers. "So far as known, no planes large

enough to carry a bomb effective against a major ship have been flown from or landed on an airplane carrier at sea. It is probable, however, that future development will make such operations practicable." "In the present state of anti-aircraft defense," the report continued. "it is believed that, if an air force

can obtain the mastery of the arl, an effective percentage of hits cannot be obtained against surface vessels coming within the radius of action of bombing planes without an ndue percentage of loss of aircraft. Ing income, excess profils and other "Anti-aircraft armament, is in an war taxes, they had a clear profit left undue percentage of loss of aircraft. early stage of developmen). The history of war indicates that means fifths of which was made by less of defense develops rapidly to meet the development or offensive weap-than haif of which was made by 1,-

ons. The effectiveness of the bomb carried by aircraft emphasizes the cesisty for the rapid development of anti-aircraft armament and for the provision of pursuit planes as a

of the fleet. part "Alreraft carrying high-capacity high-explosive bombs of sufficie

high-explosive bombs of sufficient size have adequate offensive power to sink or seriously damage any naval vessel at present constructed, pro-wided such projectiles can be placed in the water close alongside the ves-sel. Furthermore, it will be suffi-cient, if not impossible, to build any type of vessel of sufficient strength to withstand the destructive force that can be obtained with the larg-est bombs that airplanes may be able to carry from shore bases or sheltered harbors."

or more of their gross income from as foreign traders those Americans who derive 80 per cent or more of their gross income from sources outside of this country. The democrats claimed this pro-

posal was a discrimination against purely democratic corporations in the matter of taxes. The republicans defended it on the ground that it was necessary to relieve foreign tion. trade corporations and foreign traders from taxation on income received from sources outside the country in order that they might compete

with foreign concerns. The amendment was adopted 103 to \$5, eleven republicans joining in the negative vote. The views of the minority on the

ax bill, written by Representative Kitchin, of North Carolina, ranking democrat of the ways and means committee, who is ill at his home in North Carolina, were filed with the late today by Representative Oldfield, democrat, Arkansas, While announcing democratic opposition to

"man provisions of the bill." Mr Kitchin confined his report to what he termed "the two principal pro-visions of the republican tax pro-

gram-repeal of the excess profits tax and the substitution of a 2 1-2 per cent increase in the corporation income tax and elimination of the surtax income rates in excess of 32 per cent.

plainants or any of them. The North Carolina member de-"3. From calling the complainclared repeal of the profit tax would ing employes rats, scabs, runts, "an absolute surrender to and bowery bums, or any other names, obedience of the will and command or from intimidating, disturbing or of big corporate interests and one annoying the compalinants in any of the most vicious pieces of legislation that was ever proposed or advocated openly by any public man

since the beginning of the government. "It demonstrates," he added, "the fact that the member yoting for it

will and must look hereafter to these corporate interests for support rather than to the plain people Would Benefit the Rich.

Mr. Kitchin renewed the claim made in his recent telegram to the democratio caucus that the profits tax repeal would benefit the corporations at the expense of the poor, an die support his argument gave figures which he declared were obtained from the annual reports of the commissioner of inter-

nal revenue Declaring the reports showed that to work for printing the corporations in this country made \$47,000,000,000 profits from January 1, 1916, to January 1, 1921, Mr. Kitch'n said that, after deduct-

them. of \$35,000,000,000, "more than four-PRESIDENT INVITED TO 026 of the big profiteering corpora-

teresting developments.

to refrain from:

Special to The Observe

tions, which includes the steel trust the Bethlehem Steel company, the du Pont companies, the various Standard Oil companies, the coal association, requesting comb'ne, the woolen trust, the meat packers, etc." Harding to attend and speak in Raleigh on October 20 was presented "What an impregnable position it would be," said Mr. Kitchin, "and what an appeal it would make to the sense of right and justice of the the sense of right and justice of the stance of Mrs. Edith Vanderbilt, president, and Colonel Joseph E. what an appeal it would make to the sense of right and justice of the sense of hight and justice of the ople, for the democrats to take the sition that not a dollar of mixes ould be reduced on these profifeer-g corporations and on the million-res and multi-millionaires that aped the harvests of wealth durogue, secretary, respectively, of the forth Carolina Fair association. North Carled his attention to the fact They called his attention to the fact that he bas an engagement at Wil-liamaburg. Virginia, on October 19, alres and multi-millionaires that de has an engagement at Wil-reaped the harvests of wealth dur-ing the war, as long as there is a mingle dimbled or wounded soldier or a single widow or orphan of a ead days before the President will dead soldier or a angle veteran in make his final decision in the mat-need."

week and had been on continuously the former employes of Franklin cause when the issue is heard in on the stand in his own defense. ad that the plants be reopened in or. court September 3.

Former Governor Bickett, repre-There was no denial of the fact that nting the employing printers of he killed his wife, but the defense Raleigh, who are operating open pleaded that it was an accident. Kincaid admitted that he had been shops, secured the restraining order against the printing unions and the drinking. He had no recollection of individual, members. The printers have employed Douglass and Dougthe killing itself and the incidents immediately preceding. lass and Evans and Eason to repre-

Character witnesses demonstrated sent them in the court in the hearing that the relations between Kincaid for the permanency of the injuncand his wife had been pleasant. Kincaid admitted scuffling with his It was an unexpected flare up of wife on the porch when he came in to supper. Mrs. Kincaid was slain the strike and one that promises inwith a knife which she had been Partial text of the order signed by using for the purpose of paring fruit. Mrs. Kincaid's mother, Mrs. Davis,

Judge Cranmer follows: "The superior court of Wake was the only other person on the premises at the time of the tragedy. county shall issue a restraining order equiring each and every one of the Great Interest in Case. The case had created a great deal defendants named in the complaint

of interest since its inception. "1. Assembling in large numbers Kincaids were well known in the in a part of the day at work. before or near the places of business community and had borne good repof the complainants or any of them and engaging in any conduct or using utations, as was attested by the any words or gestures calculated to annoy, disturb or intimidate any of was not anticipated by anybody who the complainants herein, whether employers or employes, and to preheard the evidence that the defendant would be found guilty of first degree murder. No promeditation. vent them from going about their

work with a quiet mind. "2. From 'shadowing,' pursuing forming after the complaining employes or any of the officers of the complaining printing companies night of the tragedy. He has maintained all the way through that he as they move from place to place in the city of Raleigh, from dogging had no intention of killing his wife. their steps, surrounding the com-

> FOUND DEAD SITTING IN HIS OFFICE CHAIR

Special to The Observer WINSTON-SAI EN. Aug. 19 .--

complaining employes or any other employe of the printing companies was found dead sitting in high 72, chair at 6 o'clock th's evening. He had been with the Southern for 15 for the purpose of worrying, ha rassing or disturbing or for the purof talking to them on the subpose of talking to them on the sub-ject of their employment, if said from Birmingham. He was a native employes shall notify the deten-dants that they do not want to be of Texas. Captain Pankey was a high degree Mason and a member

of Elks, and was exceedingly poputalked to on this subject. . "5. From using any threats, gestures, or from engaging in any lar. Mrs. Pankey is visiting friends in Lynchburg and Norfolk. Their conduct of any kind calculated to only son is in the navy. disturb, annoy or put in fear any of

the complainants herein. "6. From following after the JO JO SAYS complaining employes or any other employes of the complaining printing companies for the purpose of in ducing them to break the contracts

after they have been informed by such employes that they have made contracts with the printing companies and do not desire to break

ATTEND RALEIGH FAIR

WASHINGTON, Aug. 19.-An in-vitation of the North Carolina Fair

ed that the plants be reopened in or. der that they may resume work. No intimation was made as to the posaccident. sible number who will appear for work Monday. Statements were made today that numbers of additional workers would probably have gone to work

th's morning in the mills that are running, but for the fact that Governor Morrison was scheduled to that' the textile workers speak this afternoon and many are said to have waited until after this address, expecting possible developments as a result. The belief is freely expressed that

numbers of these will apply for work tomorrow morning, although possibly many of them will wait until Monday, since tomorrow is Saturday, and they could only put The employes Increased numbers of were reported at all of the mills numerous witnesses put on to prove that have opened this week, several the character of the defenant. It new workers coming in at each opening hour, both morning, and

noon. More Workers Than Needed. At the Locke mill, which the first to open, on Thursday of Kincaid has been in a very nervous last week, the number in the mill

and distraught condition since the was reported by officials as reaching something like 250, a dozen new ones having entered the mill today. had no recollection of the act and This mill is sending away some of its employes because the

mill that is now being operated and officials do not expect to start the up any time soon, they announce. That practically a full force of authorities."

around 150 employes will be at the Hartsell mill to go to work Monday morning was the belief expressed by officials of the mill, who said that some of the union men since Tuesday, returned to Washing are anxious to go back to work and have gone out among the workers lace stated that he had been unable to try to induce them to return to to call a conference to settle the the'r posts at the mill. posts at the mill.

Fifty to 60 employes were reported today as being at work, the num-ber increasing slowly but gradually, report to the federation that "con-J. L. Hartsell has sent out a questionnaire asking the people who oc-

cupy the mill houses if they want to. cupy the mill houses if they want to return to work on the basis on which they want out. If they replue that "I have no ulterior matove in askthey went out. If they reply that they do, it is all right and, if not, he announces he will serve ejectment papers on them, although he is givng them plenty of time to consider, ie said.

"Our houses are built for the people who operate our mill and are as meeting some one had whispered in much our equipment as are our his ear that "Barrett only wanted to looms. They might as well take our get the troops away from here so looms out of our mill as to continue the strikers could stir up trouble." to occupy our houses and refuse to vacate for people who will work in Mr. Barrett continued, the mill," said Mr. Hartsell

No numbers were given out as to the number on duty at the Cannon will, which opened Thursday at a liar."

by an official that there had been increases in numbers of employes this morning and at noon, over the opening number. -This mill requires 300 to operate all parts, while 400 have been used, it was stated.

Only 10 more employes are need-ed to bring the number at the Brancord mill up to normal, this mill em-ploying only \$2 persons normally, while 42 were at work this afternoon C. A. Mels , treasurer, announc-ed, stating that enough to fill up the are expected Monday, some of

the employes reporting that they were taken unawares by the opening Mr.

presided over by James F. Barrett, president of the North Carolina Federation of Labor. Every tex-Morrison was greated by nur citizens, including Adjutant J. vanB. Metts, Major R. R. Mayor J. W. Womble, James tile member present at the meeting who was physically able to walk to the courthouse was a mem rett, state labor president, and met Edgar Wallice, special ber of the gathering that appeared before the civil authorities, and senative of President among those present were children, young men and women, parents with babies in their arms.

Wednesday. Mr. Barrett, in addressing the Only two or three mass meeting, made the proposition his address was Governor I cheered heartily. One ogen of this county show the civil authorities of the city and county that they stood when he reiterater made several days also clared the anti-picketin passed by Concord weeks ago as invalid. for law and order by going to the sheriff and mayor and offering their services to keep down any disorder

"I want to move them (i diers) away from here at i liest possible moment," was statement that brought for plause. Another burst of followed his statement that of any kind. "The governor in his address this afternoon promised that when the civil authorities had sufficient guarantee that law and order would be maintained here, he would with-draw the troops," Mr. Barrett stat-ed in making his plendings, "and I soldier conducts himself in way as he should not while the union here and in Kannapolis, to go to the authorities and give in Concord, he would use h your promise to help in maintai

In Concord, he would use his all seeing he is given a military in Governor Morrison made it that he had dispatched the tr to the scene of the strike on preserve order and "not to take in this controversy," and he said any of these soldiers are found 1 up as partisans, with state of the solution was Upon motion it was decided make the pledge tonight, and the marched to the court-591 persons house in a body.

up as partisans with either will use my influence as the L. M. Barnhardt, member of the international executive committee; mander-in-chief to see that th dismissed from the service." Not to Mediate. Governor Morrison and h not come to offer mediation, t strike was rooted in an econo Mr. Eataugh, international organizer its employes because the kind of and F. M. Sloop, president of the work they do is in the part of the local union) also addressed the mass meeting and asked the members of union here to abide by the law and offer their services to the civil

Wallace Leaves.

sue over which he, as gove the state could exercise no a if he was of such a mind, a it must be settled Snally Edgar Wallace, legislative representative of the American Federation economic basis and by who are immediately invo of Labor, who has been in Concord Controversy. He had only consented to Before leaving Mr. Wal ton tonight. the people of Concord, he deal in response to urgent solicity from President Barrett of the on the part of them ill owners for federation of labor and textile unions and had con for the purpose of outlining conceived to be the respect of the two factions, the right hor to collectively bargain dition in Concord are very much the same as we have faced before: The employes want a conference and the unionize" and the right of , ployers to run their plants a ing the textile workers to present their services to the civil authorities." age their properties as the lows them. Mr. Barrett stated in closing his talk at the courthouse in response to the

The crowd that gathered to has Governor Morrison was one of th largest that has gathered how in statement of Morrison H. Caldwell, ci.y attorney, who in addressing the crowd said that on his way to the long time, the statement baying t made that it was compased in of striking, textile workers. March from Kannapolis. A crowd, estimated at 100 or

ers, of the American I

Labor, who has been

"I have my reputation at stake," marched in twos from K "and 1 to Concord this know you men and women are going of seven miles, heads to keep your word. Anyone who

"I wish this w tion meeting, but in life th problems that must be sol obody but cowa lems such as the present no only affects North the United States as James F. Barrett. in before introducing Gov

Governor Morrison to he solution of this hank labor present i lid manner in which

At Cannon and Other Mills. mill, which opened Thursday at noon, but the statement was made Comments on Address. "We were especially pleased that Governor Morrison reiterated his statement that the anti-picketing ordinance passed by the Concord auorities two weeks is invalid," said James F. Barrett today, referring to the address delivered by Goveror Morrison. Other points in the address were

commented upon favorably, one being the statement of the Gover-tor that he wanted to withdraw the roops at the earliest possible mo-

However, there were some po nade by Governor Morrison Ir. Barrett declined to com



local chowers Sunday modern girl thinks she's a