



THE CAROLINA WATCHMAN



"The Watchman Carries a Summary of All The News"

FOUNDED 1832—101ST YEAR

SALISBURY, FRIDAY MORNING, AUGUST 5, 1932

VOL. 28 NO. 1 Price 2 CENTS

Federal Reserve Ready For Industrial Loans RAILROADS ASKED TO PROVIDE JOBS

R.F.C. Moves To Put Many Idle To Work

PRESIDENT HOOVER HAS REQUESTED THAT FULL MAINTENANCE AND REPAIR FORCES OF THE NATION'S RAILROADS BE EMPLOYED

Backed By I. C. C.

RAILROADS RETURN TO PROSPERITY WILL BOOST OTHER CHANNELS OF BUSINESS, IT IS BELIEVED; MAY MEAN MORE EMPLOYMENT IN ROWAN COUNTY.

The Southern Railway, along with the other railroads of the nation, has been requested by the Reconstruction Finance Corporation, to further assist in stimulating business by resuming full maintenance and repair work, according to information reaching local officials.

The Southern shops, located in this county, during the past few weeks have been adding men from time to time. Some of the men added are those who have been laid off locally for some months while others have been brought here from other railroad centers.

This same request, it is understood, has been made of all the leading railroads of the country.

President Hoover made maintenance and repair work on railroads one of nine points in his recent program for enlivening business. The president took the attitude that the purchase of material and the money paid to the workmen would go a long way toward causing business to pick up.

Nothing definite has been done up to the present. The railroads cannot borrow money from any source without the consent of the Interstate Commerce commission. The commissioners present today form the division that investigates and grants loans.

The Pennsylvania railroad recently obtained a loan of \$27,500,000 from the corporation to continue the work of electrifying its line between Washington and New York. The Baltimore and Ohio has received \$32,500,000 in loans to pay maturing obligations and \$2,500,000 for its subsidiary, the Alton.

Conferences between directors of the R. F. C. are being held weekly in Washington in the hope of further restoring normalcy in this country. The railroad employment move is backed by the interstate commerce commission.

11 PRISONERS FREED

Paroles to 11 state prisoners were granted by Governor Max Gardner, including Jodie Whitley sent up from Pitt county in 1930 to serve 10 to 15 years for manslaughter.

Back In The Ring



Miriam A. "Ma" Ferguson of Texas is back in the political ring again, leading all six opponents for the Democratic gubernatorial nomination. This is her third attempt since defeated for renomination in 1926, and again in 1928.

GOOD MORNING

HER DILEMMA

Agnes—Weren't you embarrassed when young Doctor Jones asked you for your hand?

Amy—Indeed I was. I didn't know whether he wanted to take me or my pulse.

THE SMILE

He smiled a smile of cheer.
'Twas plain his heart was gay
And happiness was his
As now he went his way
Among the gloomy throng
That plodded up and down
The dingy, gloomy street
That crossed a gloomy town.

No other smile was seen.
Not one but scowled and frowned
Or wore a mien of woe
And made a mournful sound.
Depression bent their backs;
They had financial blues;
Their thoughts were on the jobs
Once had, or feared to lose.

And still he smiled, this gent,
Or so it seemed, at least,
And people stopped to stare
And give their eyes a feast.
And why do you suppose
He smiled in times like these?
He didn't smile at all!
His face was drawn to sneeze.

WE'LL SELL HIM OURS

Husband—I've brought you this beautiful string of pearls for your birthday, darling.

Wife—But you knew I wanted a motor car.

Husband—I know, dearest, but I've tried everywhere and can't get an imitation car.

HUMOR

From the Pearl Harbor Weekly
"What were you and Alice talking about all evening?"
"Oh, about the weather."
"What weather?"
"Whether she would or whether she wouldn't."

SO THAT WAS SETTLED

Thus sang the lovelorn youth—
"You're just the girl for me!"
Snapped she—"A headache's all
You'd ever be to me!"

IT'S A HARD LIFE

"You look sore at the world today."
"What's the matter?" asked Smithers.
"Ah," growled Withers. "I had a blowout going home last night and then got blown up for being late after I got there!"

A FAMILY MAN

To be a goat
I wouldn't care a dam—
And yet, alack,
A goat's what I am.—B. B.

THIS MAY INTEREST SOMEBODY

A scientist says carrots writhe in pain when they are cut up!
So do a lotta husbands when they are forced to eat the sufferin' things.

JUSTICE FOR HUBBIES

Heck! We don't believe even the hardest-hearted wife would want to see a husband get all she thinks her hub has coming to him.

PASSING OBSERVATION

A lot of people think it can't be a good time unless it boosts the sale of aspirin tablets next day.

ADD DEFINITIONS

A pessimist often is the optimist who thought he'd save money by buying a used car.

ENOUGH SAID

Just to show how unpopular 1931 was we haven't heard of a single person since January 1 forgetting to write it 1932!

Scenes Of Bonus Riot At Washington



No. 1. United States troops swinging into action to clear Washington of Bonus rioters when the District of Columbia authorities confessed defeat and the situation out of control. The detachments of cavalry and tanks shown marching up Pennsylvania Avenue, were in support of infantry and machine gun crews which staged the tear-gas offensive on the bonus camps. . . . No. 2. Scene in one of the Pennsylvania Avenue Bonus Camps when the battle with the District police was at its height. In the rioting 2 were killed and 44 injured, four of them seriously, many of them police. . . . No. 3. General Douglas MacArthur, Chief of Staff of the U. S. Army, who was in personal charge of the Federal troops in both the afternoon and evening offensives. No. 4. Here was a battle over an American flag between Bonus Veterans and Washington police and in which one of the police shown in the picture was seriously injured. No. 5. U. S. infantrymen with drawn bayonets and in gas masks clearing the Pennsylvania Bonus Camps, then set fire and burned the huts. After mopping up and clearing these camps, the troops advanced in an evening attack on Camp Marks on the Anacostia River to which 7,000 Bonus seekers had retreated. The tear-gas offensive was resumed, the veterans driven out and all structures destroyed and burned. These scenes mark the most extensive use of troops in the National Capitol since the Civil War. . . . In the foreground of picture No. 5, note the cameraman within the rioting zone . . . gathering these pictures for the reader's perusal. Three cameramen were injured.

News Briefs

TOLL COLLECTOR DROWNS

The body of T. O. Cooper, 39, Cape Fear bridge collector at Wilmington, was found in Northeast river, 10 mile from Wilmington. Cooper had gone on a fishing trip, and alarm was given when he failed to return.

FOGLEMAN IS RETURNED

Clay Fogleman, wanted for two murders near Leaksville and caught after shooting an officer in Cincinnati, was returned to the state last week and is held at Greensboro pending trial in Rockingham county in the term of court opening August 8.

REIDSVILLE HAS \$100,000 FIRE

Fire destroyed three large tobacco sheds at Reidsville belonging to J. H. Burton and Co., Inc., the damage being estimated over \$100,000.

TAR HEEL WINS FREEDOM

Garland Smith, Catawba county, after once facing a death sentence and one for 20-years imprisonment, finally won to complete freedom when Governor Pollard, of Virginia, pardoned him from the prison sentence following recent acquittal at Danville on the first degree charge of murdering two Virginia officers.

4-H PRESIDENT CHOSEN

Larry McLendon, of Duplin county, was chosen president of the 4-H clubs in North Carolina in the final session of the annual short course at State college. Iredell county won over Pasquotank in the singing contest and Gladys Vestal, Alamance, won the cotton dress revue and will compete nationally.

7TH R. F. C. DIRECTOR NAMED

President Hoover has appointed Charles A. Miller, Republican, banker of Utica, N. Y., as the seventh member of the directing board of the Reconstruction Finance corporation.

HOOVER'S EASTERN LEADERS

President Hoover has picked Felix Herbert, Rhode Island senator, as his campaign manager in 12 eastern states, and Jeremiah Milbank, New York banker, as campaign fund director in that territory.

LIGHTNING KILLS GOAT

Lightning struck a building near where little Zella Jarvis was feeding a goat, near Roaring River, N. C. A chain fastened to the goat and attached to the house caused the goat's death, while the child was unharmed.

TWINS THREE DAYS APART

Twins were born to Mrs. Harold E. Brown last week in a New York city hospital. The first, on Monday, was a black-haired daughter weighing five pounds and 10 ounces. The second arrived Thursday morning, had red hair, and weighs six pounds and 12 ounces. To all appearances, they are a normal set of twins. The father is a telegraph operator for the Associated Press.

Seeking To Boost Trade With Loans

UNLIMITED AMOUNT OF MONEY AVAILABLE FOR LOANS TO MEET PRESENT BUSINESS NEEDS; INDIVIDUALS MAY BORROW FROM RESERVE BANKS IF CREDIT RATING O. K.

Emergency Move

LOANS TO BE MADE AT INTEREST RATES PRESCRIBED BY FEDERAL RESERVE BANKS; EXPECT BIG SPURT IN BUSINESS AFTER PUTTING BILLIONS OF DOLLARS INTO CIRCULATION.

The Federal Reserve system has stepped into the industrial situation of the nation and acted to furnish money to revive industry, trade and agriculture.

While the amount placed at the disposal of current business is unlimited the board made no estimate of how much it would be.

Acting under an amendment to the Federal Reserve law signed by President Hoover on July 21, the board authorized Federal Reserve banks to make direct loans to individuals, partnerships and corporations for an emergency period of six months. The loans may be made upon paper eligible for rediscount by the Federal Reserve banks used to finance current business operations.

The amendment to the Federal Reserve law provides that the banks may be authorized by the board to make the loans in "unusual and exigent circumstances," by the affirmative vote of not fewer than five members of the board and for such periods as the board may determine. It also requires that before making such a loan the Federal Reserve bank shall obtain evidence that the individual, partnership or corporation was unable to secure adequate credit accommodations from other banking institutions.

The action of the board in authorizing the loans for the emergency period follows complaints that business, industry and agriculture had been unable to obtain funds with which to carry on legitimate operations.

The emergency move will permit individuals to borrow from Federal Reserve banks upon agricultural paper or not more than nine months maturity and trade and industrial paper of three months. Borrowing upon speculative paper is barred. Commercial banks are not included in the corporations which can borrow.

The board provided that the loans must be made at interest rates prescribed by Federal Reserve bank and approved by the board; and that each application for a loan must be made to the Federal Reserve bank of that district and contain a statement of circumstances giving rise to the application.

It also specified that each applicant must satisfy the Federal Reserve bank of the eligibility of the security offered, give a statement of effort made to obtain credit from banks and state whether the applications for such credit accommodations were definitely refused and why, give a list of its banking relations and complete credit data, agree to furnish additional security if called upon to do so and submit to audits and examinations by representatives of the bank.

The Federal Reserve banks are required to see that the financial standing of the applicant justifies the loan that the security offered is acceptable from a credit standpoint and eligible legally, that there is a reasonable need for the credit and that the security is adequate to protect the Federal Reserve bank from loss.