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PRIVATE CONTROL OF ROADS RESULTS IN UTTER FAILURE

Railroads Estimate Claims Against Government For-First 6 Months at Approximately \$650,000,000

COST GOVERNMENT ONLY \$715,000,000 TO RUN ROADS FOR 26 MONTHS

Taxpayers Pay Nearly As Much To Operate Railways Under Private Control For Six Months As They Did For 26 That Roads Have Done Lot of Padding and Have Paid tion was as good as settled.

Despite some published reports about the attitude of Herbert C. Hoover, Corporations; Winslow Bill Opens Treasury For Another

The News and Observer Bureau, 603 District National Bank Bldg.

Weshington, Fall 23 From the 'ce Each-Cummins bill, known as the trans-portation act, of 1920, the country is growing sick of this legislation, another of which was finished yesterday when the Scante passed the Winslow bill, providing for partial payments out of the Federal treasury to the railroads on their claims against the government under the guarantee clause of that act.

One short comparison of figures contains as much eloquence as is some-times found in a whole library.

The railroads estimate their claims

against the government under the guaranty section of the transportation act, covering the first six months of the roads operation after their return to private control, will amount to approximately \$650,000,000. Under 26 months of government operation the Federal treasury costs was \$715,000,000.

Private Control A Failure.

In a sentence, it cost the taxpayers nearly as much for the railroad companies to operate the roads six months of last year as it cost the taxpayers for the government to operate them 26 months. And the government was operating the roads much of the time under war conditions while the war had been

war conditions while the war had been over a year and a half when the railroads took their property back.

The reads were restored to their ewners Merch 1, 1920. The Esch-Cummins bill was shoved through Congress by the Republican majority with a section guaranteeing them an adequate return for a period of six months which they insisted was necessary to tide them over the period of readjustment. The railroad administration's deficit was \$715,000,000, but most of that deficit was accumulated during the earlier was accumulated during the earlier period of government control and toward the termination of Federal control antly better showings were made such month. Each recurring month the loss from their operation was smaller a few more months, they would be back on a paying basis, if the government had retained control.

But railroad magnates were howling that the railroad administration was in-efficient; if they were only allowed to have the roads back, efficiency would be developed and the service improved. The roads went back but in six months claims estimated to approximated \$650,000,000 were piled up by the government and that despite the fact that they were granted an increase in rates freight and passenger.

Now, in the Winslow bill the Treasury is opened for a raid. The roads say they can't tell yet just how much the gov-ernment owes them under the guaranty clause of the Esch-Cummins act, that will require a long time to prepare cir full claims and in the meantime they must have money. And so the Winslow bill was jammed through Congrees for partial payments to be made on these claims. Under this bill, these partial payments must be made. Mean-while the roads may continue to pile up their claims. Opponents of the Winslow bill took the position that the govern-ment should never have given any guarantee in the first place, but since t had been given, it was a contract and hould be lived up to. But, they argued, the government was not obliged to make any settlement until it could settle in any settlement until it could settle in full; that the railroads should be required to bring in their full claims and that they should be paid, but that they should be paid, but that they shouldn't be paid something now and have the privilege of beginning in additional claim every time they could tramp up something to charge to the government. There is no time limit in which the railroads are required to file their claims and the roads may for the next len years be digging un the next ten years be digging up charges on which to file claims against

narges on which to file claims against as government under this guaranty. In 26 months, with war conditions availing much of the time, the government operated the roads at a central force of about \$26,000,000. The central following sir return to private control was alset \$110,000,000, despite another insistration had been granted this intase, it would probably have operated roads at a profit, even if it had do no better showing than it diding the last months of its control.

Bands Probably Padding.

Beads Probably Padding.

There is a very strong suspicion that he roads have been doing some pading; that they have been making sormous expanditures for improvement, with the government paying the it. With a net return guaranteed, was only to be expected that they said spend-all the money they could a permanent improvements, for if

d On Page Pearly

TO ENTER CABINET

President-Elect Rests For Inauguration After Settling Cabinet Appointments

St. Augustine, Fls., Feb. 23 .- (By the Associated Press.)-Although formal acoptances still were to be received fo-Months Under Governmental night from three of the men selected Operation; Strong Suspicion for membership in President-elect Hard ing's cabinet, the feeling of those close to Mr. Harding was that the whole ques-

> chosen for Secretary of Commerce, there was no evidence of apprehension here regarding his final decision. It is understood that he was felt out indirectly on the subject sometime ago and that

Davis, selected for the Labor portfolio, also is expected ahorfly and Edwin Denby, Mr. Harding's choice for Secre-tary of the navy is on his way here for a conference that is believed cer-tainly to seal his appointment. Mr Denby is to see the President-elect Fri-

Regarding none of these selections would the President-elect make any comment today and definite announcements regarding them are not expected later unless there is some upset in the abinet slate. Except for the two appointments already definitely an-nounced, it is regarded as unlikely that Mr. Harding will make known any of

inauguration day.

It also is believed improbable that a definite aunouncement will be made regarding the choice of George B. Christian, Jr., to be secretary to the Presi-dent. It is understood, however, that a positive decision has been reached on the subject and that Mr. Christian who has been Mr. Harding's private secre into the White House official circle as physician to the President, at least for a time, is Dr. C. E. Sawyor, of Marion, who has accompanied Mr. Harding oppositically all of his trips nearly home since his nomination for the Presidence. dency. He is expected to go to the capital at inauguration time, but it is understood that the question of re-maining there depends largely on his

own inclination and has not yet beer finally decided.

Today Mr. Harding spent severa hours in scalusion at his office working on his inaugural address. He

NEW CONTINENTAL TRIP RECORD FOR AIRPLANES

Hazelhurst, N. Y., Feb. 22.—
Pilot E. M. Allison descended at
Hazelhurst field at 4:56 o'clock
this afternoon with several pouches
of mail from San Francisco.

The plane left the Pacific coast
with another plane, later wrecked

with another plane, later wrecked in Nevada, at the same time that two planes started West Hazelhurst in a test ordered by the Postoffice Department in the of establishing a new record for mail carrying machines.

Victory on the simultaneous trans-continental flights therefore goes to the eastward hound team, one of the planes leaving Hazelhurst was forced to alight yesterday near Dubois, Pa., and the other stopped at Chicago.

Pilot Allison used the same plane

that left San Francisco at 4:30 o'clock yesterday morning. The time consumed in crossing the continent was 33 hours 20 minutes, besting by more than two hours the goal set for the seast to

SHARP CONTENTION OVER POWERS OF LABOR BOARD

Chicago, Feb. 23-Sharp contention chicago, Feb. 23—Sharp contention over the powers of the United States railroad labor board and the provisions of the transportation act marked the hearing of employes of the Eric Railroad against their employer before the board today. The petition of the employes charged violation of the act and of decisions of the labor board. Representatives of the road denied both. The case resulted from an order, effective case resulted from an order, effective February 1, reducing common labor wages and deducting one day's pay a week from the salaries of all employes paid on a monthly basis.

CARUSO PLANS TO BAIL FOR CARUSO PLANS TO BAIL FOR EUROPE LATE IN MARCH
New York, Feb. 23.—Dr. Antonio
Stella, one of the specialists attending
Enrico Caruso, tenor; who is ill here
with pleurisy, said tonight that the
tenor will sail for Europe about the end
of March, if his condition continues to
improve. A trip to Atlantic City has
been planned during his convalencence.
Mr. Caruso's condition was reported as
improving steadily.

SPENCER WOMAN TO TAKE PART SPENCER WOMAN TO TAKE PART
DOUGHTON-CAMPRELL CONTEST.
Salisbury, Feb. 23.—The CampbellDoughton congressional election contest
learing in Rowan county, which begins Monday, vill be held before Mrs.
J. D. Dosett, of Spencer, as commissionsr of testimony, she being duly appointed noisry public. Mrs. Bornett is
the wife of a prominent Republican of
Spencer, a daughter of the late ConLEAGUE COUNCIL **GIVES ATTENTION** TO AMERICAN NOTE

Strictest Privacy Attends Discussion and Only Brief Summary Given Out

REFERS SPECIFICALLY TO JAPANESE MANDATE

Calls Attention To Fact That United States Never Gave Consent To Have Island of Yap Included In Territory Under Japan's Control Be. cause of Basis For Cables

Paris, Feb. 23 .- (By the Associated Press). - The American note respecting mandates occupied the council of The eague of Nations throughout the day. The note was discussed in the strictest privacy and the council decided this evening to issue only a brief summary for publication. The note deals specific with the mandate attributed to the emperor of Japan over all former German Islands in the Pacific north of nothing has reached the President elect to indicate that his position has changed. the Equator, and calls attention to the fact that the United States government action formally accepting the appoint leader of Yan be included in the territory of the fact that the United States government leader of Yan be included in the territory of the property of A formal acceptance from James J. Yap has a very important bearing in Davis, selected for the Labor portfolio, the matter of cable communications and that no power can limit or control

The United States dectares itself not bound by the terms of the mandate and naks that the question be submitted to a new investigation. Members of the council consider it necessary to confer with their governments regarding the American note and, with this in view, they forwarded the text today. It is, therefore, considered unlikely that any decision will be reached at this session It was suggested this afternoon that the whole matter might be referred to the supreme council, as it is declared that it was in reality that body which athis cabinet selections officially until tributed yop along with other northern pacific distances in believed improbable that a the principal point raised in Secretary Colby's note.

Further than this, it is expected, that the council will merely acknowledge re-ceipt of the note and give assurance that it will be dealt with through the

Bill Authorizing Distribution of Road Equipment To States Reported Favorably

The News and Observer Bureau,
603 District Natl. Bank Bldg.
By JOE L. BAKER.
(By Special Leased Wire.)
Washington, Feb. 23.—The Senate
Military Affairs Committee today favorably reported Senator Overman's

orably reported Senator Overman's amendment to the army bill authorizing the distribution of surplus motor equipment held by the War Department to the States for use in highway work.

It is satimated that there are about 10,000 pieces of motor equipment, trucks, automobiles and other motor units, adjudged surplus, and under the army bill as it passed the House the War Department is directed to sell them. Senator Overman introduced an amendment directing the Secretary of

amendment directing the Secretary of War-to turn this surplus equipment over to the Department of Agriculture to be allocated to the State highway to be allocated to the State highway departments for road purposes. The plan has been endorsed by nearly all the State highway commissioners, and as the government would get but a small part of their real value if they were disposed of at a forced sale, it is believed the House will accept the amendment.

House conferes today agreed to the appropriation of \$50,000 to put the coast guard sutter "Pamlico" back in service in the New Bern waters. The appropriation was wilton into the sundry civil bill as a Senate amendment. Senator Overman was one of the Sen-

appropriation was written into the sundry civil bill as a Senate amendment. Senate of the Senate author Overman was one of the Senate conferes, being ranking minority member of the Appropriations Committee, and was thus in a position to insist on the appropriation staying in, to which the House conferes agreed. Senators Overman and Simmons and Representative Brinson have been working on this matter for a couple of weeks.

The matter of making available \$41,000 left from the appropriation for the new customs building at Wilmington with which to buy adjacent property to improve the appearance of the government property and also reduce the fire danger, had to go back to the House for a separate yets. Under a new House rule any amendment put in by the Senate as a beint of order must go back to the House for a vote, hence the conferees were mable to accept this amendment today.

The Senate also accepted Senator Overman's amendment to the annual Agricultural Department bill appropriating \$45,000 with which to establish a forest experiment station in western North Carolina. If the House accepts the amendment, the experiment station will be located at Asheville.

Postmasters announced by the Postoffice Department today as having been commissioned included William H. Graybeal, at Sly, and David C. Howell, at Todd. Both are fourth-class offices.

Postmasters announced as appointed today included High M. Shields, vice N. J. Carter, resigned, at Hemp, and Jefferson D. Welch, vice Franklin Annuan.

J. Carter, resigned, at Hemp, efferson D. Welch, vice France

ORGANIZED LABOR CONDEMNS USE OF

Want Law Declaring Labor Organizations Are Not Co-Partnerships In Law

DECLARATION ISSUED OUTLINING PRINCIPLES

Leaders of American Federa. tion of Labor Outline Plat. form After All Day Confer. ence In Washington; Employers Warned That Standards Must Be Maintained

Washington, Feb. 23.-Enactment by Congress of a law declaring that labor organizations are not co-partnerships and "shall not be so treated in law or in equity" is demanded by organized labor in a declaration of principles adopted tonight by representatives of Labor

The declaration which was approv the "immediate restoration of exemption from or the repeal of all anti-

combination and so-called conspiracy Condems Use of Injunction. Condemning the use of the injunction under present laws, the declaration as serted that the "only immediate course" through which labor could find relief lies in a flat refusal on the part of recognize or abide terms of injunction which seek to prohibit the doing of acts which the workers have a lawful and guaranteed

right to do." "Labor realizes fully the consequences of such a course," it was added, "but in the defense of American freedom and of American institutions it is compelled to adopt this course, be the con

oquences what they may."
Organized labor in the declaration sets forth at length the principles for which it stands and calls upon the peo-ple of the United States to rally with labor "to the defense of our imperiled American institutions.

"Employers are warned in the declaration that labor not only insists upon maintaining the present standards of wages and working conditions but declares its solemn purpose to continue its struggle to further improve the standards."

LAWYERS TAKE UP DAY IN GREENSBORO TRIAL

Federal Court Jury Will Get Varner Case Some Time During The Day

Greensboro, Feb. 23.-Unless unforseen obstacles develop, the case of Mrs. Florence C. Varner against her husman and publisher of Lexington, will likely go to the jury shortly before noon Thursday or during the early hours of the afternoon session of Fed-

Four speeches were made today, with Four specches were made E. T. Cansler, counsel for the defense, and T. C. Guthrie, counsel for plaintiff, T. C. Guthrie, counsel for plaintiff, speechmakers. Cansler made the featspeechmakers. Cansler made the feat ure address of the day, talking for two hours and occupying the complete after noon session of court.

The capacity of the court room was again taxed today. Large numbers of women were in attendance. Some women may have been on hand at the trial of the Varner suit at every session of court rince the trial began. Few of them get a chance to sit down, but that doesn't make them go home. They stand up. make them go home. They stand up. Their attendance has caused quite a lot

Mr. and Mrs. Varner, defendant and plaintiff, entered the court room with their respective counsel a few minutes before court convened.

before court convened.

While Mr. Bower spoke, Mr. Varner gave way to his emotions and bowed his head a number of times, using his handkerchief to wipe away the tears. Mrs. Varner was well composed, and did not show any visible signs of grief, although at certain intervals, when argument approached delicate phases of the analysis of testimony, she bowed her



ter than ever. Every merchant will participate.

Author, Preacher and Lawyer Take Off Gloves in Debate

Bitter Clash Before Committee Hearing On Moving Picture Censorship Bill; Rev. Dr. Barber Prods Dixon For Leaving Ministry For Moving Pictures; Dixon Brands Preacher's Statements As False, and Lawyer Meekins Pulls Dixon's Record On Him; Committees Give Censorship Favorable Report

With preacher attacking author, | Baptist ministry "for the fields of movauthor wading back at the preacher, ing pictures where the pastures are and then lawyer-politician loosing the greener." Dr. Dixon returned in like floodgates of invective upon the author, Rector Milton A. Barber, Author Thomas Dixon and Lawyer-Politician Ike Meekins staged the bitterest debate in the recent chronicles of the General Assembly when they appeared before the joint Education Committee yesterday afternoon to discuss censorship of moton pictures.

After three hours of speechmaking and counter-speechmaking, the committees decided that censorship was a proper thing, and voted to so recommend to the General Assembly. The Senate's poll stood at 7 for and 6 against a favorable report and the House with a 14 to 10 record. The proponents of the bill gained the first The phase of the battle, and the measure now awaits the second stage when it

comes up on the floor.

By all odds it stands to itself as National and international unions af-filiated in the American Federation of who have thought that the House could hold only so many folks revised their estimates when they surveyed the throng The declaration which was approved that packed inside Composition many after an all day conference pere it bere who thought that they had heard the federation, presided, also called for the federation, presided, also called for the federation of the federation of

Dr. Barber set the pace for the hear-ing when he impugned the motives that led Thomas Dixon to leave the

neasure, with somewhat added for interest when he denounced the Episco pal minister's statement as false, and then Lawyer Meekins, speaking last pulled history on Dr. Dixon to prove that 36 years ago he had fought the same law that he was now pointing out as a stronghold for society.

The galleries and the lobbies divided their allegiance with about equal favor There was no applause when Dr. Barber made his attack upon Dr. Dixon, but when the author entered the fray the throng had shaken off its lethargy The galleries rocked. And again when Meekins was thundering against the author of the "Leopard Spots," the gallery drowned his monster vocal out-bursts with a tidal wave of uproarious approval.

There was the usual jockeying for position before the committee when the gavel called the session to order at 3 clock, with the final agreement that Dr. Dixon's time taken up last week would be charged against the opponents speak first, and retain the closing array speak first, and retain the closing array speak first themes.

Alk, liber was the only speaker the objectors had to offer, and it was determined to Meekins have the last say. Women Have Opening Road.

Senator McCoin was spokesman

(Continued on Page Twe)

Propose Six Year Building **Program as Tribute to Graham**

WOMAN CANDIDATE FOR MAYOR HERE

Mrs. Moore's Red Head and For Two Hours A. M. Scales Scrapping Spirit Make Salisbury Race Look Lively

"My hat's in the ring, and now I'm going to start something!" emphatically declared Mrs. James P. Moore of Salisbury who has just set her home-town announcing her candinary me hayor, and who is now visiting at the home of Mrs. J. R. Chamberlain in Raleigh. Mrs. Moore will enter the Democratic primaries in April and is the first woman in North April and is the first woman in North

April and is the first woman in North Carolina to go into a race for mayor; Mrs. C. C. Hook, of Charlotte, having been invited to do so last year, and having declined.

Mrs. Moore strikes one immediately as a very definite person who means what she says, and who is going to take ne foolishness off a anybody. Hedheaded, alert, keen, with an overflowing sense of humor and a sparkle and map sense of humor and a sparkle and snap in her eye, she evidently means busi-ness and it looks to be a safe bet that she will give the other candidates in Salisbury a good, stiff run for their

Salisbury a good, stiff run for their money.

"I'm not politic at all," Mrs. Moore said, with a twinkle, "So I may not see the Promised Land, but whoever gets it will have to fight for it with me yapping at their heels. I never wanted anything so but that I didn't get it.

"I haven't had a thrill since I took an airplane trip over the mountains of Tonnessee. I got a lot out of that, but I expect to get more out of this."

Mrs. Moore declared that she stood for equity and justice in municipal administration, and the consistent enforcement of laws, for a clean city, and good schools, and for frank cooperation between the mayor and the citizens.

good schools, and for frank epoperation between the mayor and the citizens. Especially does are Moore believe in mutual effort of the city officials and the local woman's club. Some four years ago she was president of the Civic League of Ballsbury, and resigned because of the bandicap of a lack of such cooperation.

"I believe that a woman should be mayor in order that she may cooperate with the Woman's Club. A live Woman's Club is the most important progressive factor in a town. You have a wonderful organization here in Raleigh," she added.

Mrs. Moore is one of the most able and infinential women in Rowan counand inflaential women in Rowan county. She has for many years been active in all sorts of civic and club work. President of the Civic League, Secretary of the Red Cross during the war, one-time State Regent of the D. A. B., and representative of her county in the State Pood Administration Conference, she has a fine record of service behind her, which together with her red hair and her serapping spirit makes it look her, which together with her red hair and her sarapping spirit makes it look as if she will lead the other Salisbury mayor-candidates a merry song and dance before she is done with them.

"I have no God-given qualities that fit me for this office, other than the right of an American citizen to assert herself." Mrs. Moore said in conclusion.

SECRETARY DANIELS THINKS SECRETARY DANIELS THINKS
DENBY AN ABLE MAN
Washington, Feb. 22.—Secret.ry Daniels said today that Edwin Denby, who
has been selected by President-elect
Harding as Secretary of the Navy,
would bring to the post a wide experiense in naval affairs that would be of
great benefit to the navy and the

"I frequently came in countet with Mr. Denby during the war when he served in the marine corps," Mr. Dan-iels mid. "I believe he will make an able Secretary of the Navy."

Mrs. C. C. Hook, President State Federation, Makes Powerful Appeal

COMMITTEES BOMBARDED WITH MANY ARGUMENTS

Marshals Forces For Twen. ty-Million Dollar Proposal

For two hours the joint appropris tions committees of the General Assembly were bombarded with argument and pleas in behalf of the proposed sixyear building program for the State institutions of higher education last night when former Senator A. M. Scales. of Greensboro, director of the Association for the Promotion of Education in North Carolina, marshalled mothers and fathers, business men and politicians, college graduates and self-made successes before the committees in a rapid fire demonstration of what

the people think.

Of the score of speakers who told
the committee of the needs of the colthe committee of the needs of the col-leges and institutions supported by the State, none made more profound im-pression than Mrs. C. C. Hook, of Char-lotte, president of the State Federation of Women's Clubs, who summoned the memory of Edward Kidder Graham and swept the committee and the immense audience that attended the hearing off their feat when ahe mictured him pleadtheir feet when she pictured him p ing for the program that would allow these institutions to function in accord with the needs of the State.

"Can't you see Edward Kidder Graham here pleading for this thing?" she cried and an immense roll of appleuse swept over the house and through the galleries until the chairman broke in with the gavel. "Can't we in one moment of wild ex

travagance—lay a tribute at the feet of Edward Kidder Graham?" she ended and the sugestion that the proposed program be adopted as a memorial to the man who gave his life in the service of the University of North Care

Senate and House Appropriations com mittees, respectively, presided jointly at the hearing in the House last night But just before Mrs. Hook was pre-sented to the committee by Mr. Scales who directed the hearing, Representative Everett relinquished the chair in honor of Miss L. Exum Clement, of Buncombe, the only woman member of the General Assembly.

Great delegations from many parts

of the State, the largest coming from Greensboro and Asheville, probably, along with local advocates of the twenty million dollar program, filled the Hall and crowded the aisles. They listened intently, frequently interrupt-ing with applause during the progress

The speakers included, besides Mrs. Hook, C. R. Wharton, of Greensboro; Former Senator Dorman Thompson, of dance before she is done with them.

"I have no God given qualities that fit me for this office, other than the right of an American citizen to assert herself," Mrs. Moore said in conclusion. I am not knifing my predecessor. I cally think we need to branch out more in city government, and that the people should get more representation. And for that I am going to fight in my tracks like a bob cat!"

SECRETARY DANIELS THINKS.

Howard Rondthaber, of Winston-Salem, and R. R. Williams, of Asheville.

Voice of the People

Coming from all parts of the State, the speakers before the committee last night presented assurance that the folks are behind a gonorous provision for higher education, they expect it and will applical. Business organizations, including Elwanis Clubs, Rotary Clubs, Chambers of Commerce were heard from and such men as Borman Thompson and Staley Loyan assured the first lot of merchandists of George Parfour's store No. 3. Continued On Page Two.

SYRIAN TESTIFIES REGARDING SCHEME TO SECURE **GOODS**

E. Nassar Gives Details of Alleged Fraudulent Plan Worked at Goldsboro

JUDGE CONNOR BEGINS TRIAL OF SYRIAN CASES

Nassar Testifies To Securing \$16,000 Worth of Merchan. dise and Tells of Agreement With Neil Joseph To Cause Failure and Divide Stock; Other Witnesses On Stand

Ellis Nassar, one of the ten Syrians omprising the first group of sixty defendants facing trial in Federal Court on charges of conspiracy and of using the United States mails for fraudulent purposes, testified on the witness stand yesterday afternoon that approximately \$16,000 worth of merclandise was secured by him from Northern business houses as part of an alleged fraudulent scheme. Nassar was the first of the Syrians to go on the stand, and when court adjourned until this morn-

Nassar testified that he started a merchandise business in Goldsboro in March of 1919 known as The Leader, and agreed with Nell Joseph, another Syrian, to establish credit with Northern merchandise houses, secure a large stock of goods, cause the business to fail and then divide the merchandise. Wnder the agreement, Nassar asserted, Joseph furnished money to establish credit and advanced Nassar expense money to go to New York, where he said he purchased a large part of the alleged \$16,000 stock of goods. Nassar further testified that about \$11,000 further testified that about \$11,000 worth of the goods was carried to three stores in Goldsboro operated by George Farfour & Bros. by Joseph and himself, he stating that Joseph was employed by the Farfours as manager. The witness added that his business was closed

ness added that his business was closed out later under execution.

Trial of Cases Begins.

Trial of the first group of defendants began yesterday morning after the empaneling of the jury, several witnesses, including Postoffice Inspector L. T. Yar-borough, testifying before Nassar was introduced by the government as a witness in the afternoon. Cross-saminaness in the afternoon. Cross-examina-tion of Nassar will be continued this morning and the next witness will be

N. T. Aboud.

Nassar proved a good witness, answering questions readily and using fairly good English. He said he was a Syrian and was born in 1883 at Mount Lebanon When questioned, he asserted he had known a majority of the ten defendants in the first group since his childhood days in Syria. He went to Cairo, Egypt, when 18 years old and worked as a bookkeeper in a bank. He received seven years' schooling in a French school in Syria. Nassar Jeft Cairo with his father, A. Nassar, in 1914. and went to Bogota, Colombia, remain ing there eight months. The two came to New York and proceeded directly to Greenville, N. C. Nassar went into business at Greenville by himself and his father went to New Bern, where he opened a grocery establishment. Nas-sar said he had been in the State since that time. From Greenville the witness said he

went to Lamberton, where he opened a merchandise shop called The Leader in October of 1918. He said that while on a visit to Goldsboro he made arrangements with Neil Joseph for the later to rent a store building for him, and that he moved his business from Lumberton to Goldsboro in February, 1919, formally opening the store in

March.
In reply to a question by District Attorney Aydlett, who examined the witness, Nassar stated that he and Jaseph entered into an agreement whereby Joseph was to furnish money to establish credit for The Leader. Nassar asserted that the plan was to establish seried that the plan was to establish credit with all business houses he could, go to New York and buy a large stock of goods, cause the business in Goldaboro to fail, and then divide the goods between Joseph and himself. between Joseph and himself. Names further stated that credit was also to be established by mail as far as

Nassar testified that from the time to opened business in Goldsboro to the he went to New York in Ju 1918, Joseph had advanced \$4,900 for Nassar's the in establishing credit. Nassar stated that Joseph had him to make a mortgage on the business and six notes for a total of over \$4,000 as security for the money advanced. The six notes were made payable to Joseph after periods of four, five and six

after periods of four, five and six months.

The witness, continuing his testimony, said that Joseph advanced money for his trip to New York, where he remained fifteen days purchasing as large a stock of merchandise as he could. Nassar said shipments began coming to Goldsboro July 27 and continuing arriving until October 27, the approximate total of all goods received by himbeing \$16,000. Nassar said that when he returned from New York, Joseph and Mike Mansour, another Syrian, came to his store and asked for money for which Nassar was obligated to them. Nassar was