

## This Week in Washington

Washington, August 27 (Auto-caster)—One of the things which the President is expected to call on Congress to straighten out next winter is the matter of control of banking and credits.

Ultimately, many folk here believe, the Government will become the sole primary source of credit. All the indications point that way. At present, however, there are three separate institutions dealing with the banks and each exercising some sort of control over credit. And those three are pulling in different directions.

There is the Reconstruction Finance Corporation, the Treasury and the Federal Reserve Bank system. The first two are Governmental departments, the last ostensibly a private institution, but under close Government supervision and control.

The RFC not only has lent a few billion dollars to banks, but it is now, under a law passed at

the last session of Congress, making loans to private industries. All of these loans are amply secured. Indeed, the RFC—which is, incidentally, one great Governmental agency which was established under the preceding administration—is the source to which almost all sound business turning for working capital. There is no doubt in the mind of anybody that these loans will ultimately all be paid back, with interest.

### RFC and the Banks

The RFC also has invested a great deal of Federal money in the preferred stock of many banks all over the country. The theory of this is not only that weak banks needed this strengthening but that, being a large stockholder, the Government would thus be entitled to a seat on the board of directors, and so keep watch that no depositors' money was lent for speculative purposes. The Administration believes, and rightly, that a large part of our financial difficulties have arisen from too easy credit for purely speculative purposes. But it was definitely the intent that this additional bank capital, provided by the RFC, should be

used to enable banks to make legitimate loans to business and industry; in other words, to loosen up bank credit.

That would have been all right if it had not been for the directly opposite view on credits taken by the Comptroller of the Currency's office. That branch of the Treasury is charged with the periodical examination of all national banks. In instances after instance, when banks which have sold preferred stock to the RFC have used the proceeds in loans of unquestionable soundness, bank examiners have called their directors together and "bawled them out" for making such loans.

### At Cross-Purposes

Instructions from Washington to bank examiners are to compel every bank to call in every dollar of outstanding loans not secured by good collateral or made against financial statements which indicate many times the value of the loan. And in the case of debtors of long standing who have been unable to do much more than pay their interest on bank loans, the Comptroller's office is inclined to insist upon banks suing the delinquent borrowers and obtaining judgments so that if, at any time within twenty years, the poor fellow does get hold of anything, the bank can take it over.

In other words, while the Administration and the RFC are aiming for a reasonable inflation of credit, or at least toward loosening up, the Comptroller's office is still working on a policy of deflation which, if pursued to its logical end, would mean pretty nearly general bankruptcy.

The answer to this apparent paradox is that the Comptroller's office is still under the control of the same group which have been running it for years, through many administrations.

Out of this situation has arisen the idea, which is beginning to gain adherents here, that the Comptroller's office should be entirely detached from the Treasury and its functions delegated to some other body, perhaps the Federal Reserve Board. To do that would necessitate new banking legislation, enlarging the Federal Reserve's powers; but that is not impossible.

### A National Central Bank

What some of the clearest financial thinkers believe should be done, though that does not mean that it will be done, is to consolidate the RFC and the Federal Reserve, put all banks under their jurisdiction and let the Government do all of its banking functions through what would be, in effect a great national central bank. That is the way in which nearly every other nation in the world operates. Government itself does not engage in banking, banking does not attempt to exercise governmental functions. Treasury and central bank cooperate, the bank's function being to keep its finger on the pulse of business and industry and to float governmental bond issues or provide financing for the government in other ways.

Something of the sort will certainly be discussed next winter when Congress again meets. How far it will get will depend upon many things, including the Administration's strength in the next Congress. That is still in the future, but with little doubt here of a safe working majority on the Democratic side.

### Civil Service Examinations

The United States civil service commission has announced open competitive examinations as follows:

Junior civil service examiner, \$1,620 a year, civil service commission. College graduation from so-called "cultural" course, as distinguished from vocational or professional course, required; senior students admitted. Closing date, September 11, 1934.

Junior technologist (milling and baking investigations), \$2,000 to \$2,500 a year, bureau of plant industry, department of agriculture. College graduation, with major work in cereal chemistry including at least six semester hours in milling and baking technology, required. Closing date, September 20, 1934.

Associate cotton technologist, \$3,200 to \$3,800, assistant cotton technologist, \$2,600 to \$3,200 a year, bureau of agricultural economics, department of agriculture. Optional subjects are (1) Yarn and fabric manufacture and (2) Fiber technology. Closing date, September 20, 1934.

### Bandits Take Cue From Pilot And Grab \$51,000

Butler, Pa., Aug. 24.—Apparently taking their signals from an airplane which circled suspiciously low, three brazen holdup men today pounced upon an unarmed mail truck driver, robbed him of \$51,000 payroll and escaped by auto.

The daring daylight robbery, said by police to have been the richest haul of its kind ever made in the Pittsburgh area, took place only a short distance from the Butler postoffice.

## North Carolina Baby Vies at Fair



Mary Lee George, of Oteen, North Carolina, has been adjudged the most beautiful baby in North Carolina and is now one of the 49 finalists who have their pictures on display at the Sears-Roebuck building at the Century of Progress in Chicago. Visitors to the fair are each allowed one vote for their choice. Sears, sponsors of the contest, received more than 114,000 entries from all parts of the country. A total of \$40,000 in prizes will be awarded. Winners will be announced about October 5.

### FOOTBALL SCHEDULE OF N. C. BIG FIVE

For the benefit of the alumni of the various North Carolina colleges who will be interested in learning the football schedule this year and attending some of the games, below is given the composite schedule of the colleges in the state:

Saturday, September 22: Davidson vs Elon at Davidson; Wake Forest vs Guilford at Wake Forest.

Saturday, September 29: Duke vs V. M. I. at Lexington, Va.; North Carolina vs Wake Forest at Chapel Hill; Davidson vs N. C. State at Greensboro (night).

Saturday, October 6: Duke vs Clemson at Durham; North Carolina vs Tennessee at Chapel Hill; Davidson vs Army at West Point, N. Y.; N. C. State vs Wake Forest at Raleigh (night).

Thursday, October 11: Wake Forest vs Furman at Florence, S. C.

Saturday, October 13: Duke vs Georgia Tech at Durham; North Carolina vs Georgia at Athens, Ga.; N. C. State vs South Carolina at Raleigh (night); Davidson open—will not be filled.

Saturday, October 20: Duke vs Davidson at Durham; North Carolina vs Kentucky at Chapel Hill; N. C. State vs Florida at Tampa, Fla.; Wake Forest vs Presbyterian at Wake Forest.

Friday, October 26: Wake Forest vs George Washington at Washington, D. C. (night).

Saturday, October 27: Duke vs Tennessee at Knoxville, Tenn.; North Carolina vs N. C. State at Chapel Hill; Davidson vs The Citadel at Charleston, S. C.

Saturday, November 3: Duke vs Auburn in Birmingham, Ala.; North Carolina vs Georgia Tech in Atlanta, Ga.; Davidson vs William and Mary at Davidson; N. C. State vs Clemson at Raleigh; Wake Forest vs Emory and Henry at Emory, Va. (night).

Saturday, November 10: Duke vs Wake Forest at Durham; North Carolina vs Davidson at Davidson; N. C. State vs V. P. I. at Portsmouth, Va.

Saturday, November 17: Duke vs North Carolina at Chapel Hill; N. C. State vs Georgia at Athens, Ga.; Wake Forest vs Richmond University at Charlotte; Davidson vs V. M. I. at Davidson.

Thursday, Nov. 29, (Thanksgiving Day): Duke vs N. C. State at Durham; North Carolina vs Virginia at Charlottesville; Wake Forest vs Davidson at Davidson.

Read Journal-Patriot ads.

The home of  
**The Plumb Axe**  
CHURCH  
HARDWARE CO.  
TENTH STREET

NEMAR says: A good place to buy your Hardware.

Nemar will stop at our store and present someone in the crowd with a can of Varnish Stain.

## WHEN AUTOS CRASH

Salisbury, Aug. 27.—Henry C. Miller, 58, was almost instantly killed about 5:30 o'clock this morning four miles west of Salisbury on highway 10 when his car collided head-on with one driven by Dan Yoder.

Mr. Miller, who owns a filling station near the scene of the accident, was taking his 8-year-old son, Bill Bame, part of the way to Winston-Salem after the latter had spent Sunday with him. Yoder lives near Newton, but works at a hosiery mill at High Point, and was on his way to the latter city.

## ELON COLLEGE SAID

Elon College, Aug. 26.—The cream eating bandits visited Elon College about 4 o'clock this morning, blew the postoffice safe, while they were enjoying "looly-pops" stolen from the town's soda shop, and made away with approximately \$550 in cash and postage labels.

Liquor Tax Collections Up—Washington, Aug. 25.—A five million dollar spurt in liquor tax collections was reported tonight by the treasury to have carried July revenue from this source to a new post-repeal record of \$38,828,580.

## NEMAR SAYS—

"It's a Better Place To Dine."  
BUS STATION IN CONNECTION. ROOMS  
AT REASONABLE PRICES  
**GREEN LANTERN CAFE**  
Clean—Sanitary—Modern  
BEACH KELLAR, Proprietor

Welcome To Nemar and the Crowds  
That Will Be Here  
**FRIDAY and SATURDAY**  
To See His  
**BLINDFOLD DRIVES**

### NEMAR SAYS:

"The Wilkes Hatchery will have its first healthy chicks ready for delivery Tuesday, November 13th. Get the best—Wilkes Hatchery Chicks."

NEMAR will stop at our hatchery and present to someone in the crowd an order good for one dozen

chicks. When were given an order good for one dozen chicks... Poultry Feeds

## Wilkes Hatchery

MR. & MRS. C. C. GAMBILL, Props.  
Tenth Street —: North Wilkesboro, N. C.

## Nemar Says:

"Building Material Prices are now as low as they were in 1932."

### BUILD NOW

NEMAR will present someone in the crowd with an order for a roll of Roofing good at our factory.

## Wilkesboro Manufacturing Co.

ALL KINDS OF BUILDING MATERIAL

## Just Received

Fresh shipment of T. W. WOOD'S SEED WHEAT and GRASS SEEDS—all tested. Also a carload of

### V-C FERTILIZER

### NEMAR...

Will tell you more about Wood's Tested Seeds, and Virginia-Carolina Chemical Co.'s Fertilizers.

—SEE US FOR YOUR SEED OATS—

## Cash Fertilizer & Seed Store

SHOAF & GREENE

Phone 373 —: North Wilkesboro, N. C.

## Nemar Says:

# GOOD NEWS

FOR THOSE PLANNING TO

## Build a New Home--Remodel or Repair



Telephone No. 138

LUMBER PRICES

# Reduced!

Effective Thursday, Aug. 9th  
**WHY WAIT?**

Prices on lumber and building materials are now as low as they were in 1932. This statement is based on careful study and a thorough check-up. Don't put off building any longer—it's a good time to save money. We're in position to furnish you rough or finished lumber, flooring, ceiling, weatherboarding, windows, sash, doors, moulding, roofing and wall board—CELOTEX.

May We Quote Prices To You?

NEMAR Will present some farmer in the crowd with an order good for \$1.50 on building material and a carpenter's apron as compliments of our firm.

## Cardwell Lumber Company

BUILDING MATERIAL

West "D" Street

North Wilkesboro, N. C.