NINETEENTH YEAR PULL LEASED WIRE SERVICES OF THE ASSOCIATED PRESS

HENDERSON, N. C., SATURDAY AFTERNOON, JANUARY 23, 1932

PUBLISHED EVERY AFTERNOON EXCEPT SUNDAY.

FIVE CENTS COPY

ITARY BARRACKS OF CHINESE ARMIES

Threats Are Made Unless Chinese Meet Demands Made By Japanese Officials

ELEVEN WARSHIPS IN VICINITY OF SHANGHAI

Tense Situation Continues As Foreign Office And Naval Auhtorities Watch Developments

Shanghai China Jan. 23.-(AP) - Eleven Japanese warships frowned on Shanghai today as a result of a tense situation between Chinese and Japanese residents which has been growing during the week.

Tokyo, Jan. 23. (AP) Japanese au thorities here have decided to occupy with troops all Chinese barracks fortresses and other military estab hishments in 'he Shanghai district in China unless the Chinese authorities there meet Japanese demands.

The Foreign Office and naval authenties were working together today watching developments at Shangha with grave concern. It is estimated that with the arrival late oday of additional airships. Japan has a landing force of approximately 1700 at Shan ghai to protect Japanese subjects in

CALAMITY HOWLERS ARE UNDER ATTACK

State Fire Marshal Declares Things Not Half As Bad As They Seem

Raleigh. Jan. 23. "I am getting sick and tired of all this complaining and sobbing about hard times and all that kind of stuff, when most people are decidedly better off right now than they were 15 and 20 years ago," said Sherwood Brockwell, State Fire Marshal, in commenting on conditions, "If people would stop thinking about their troubles and stop talking about them and get down to work and do some thing, everybody would soon stop thinking and talking about the situation and would be much more happy

"State employes, even after having their salaries cut 30 per cent, will still be getting more than State em pleyes got back in 1912." Brockwell centinued. "I remember that it was in 1912 that the city of Raleigh offered me the job as Chief of the Fire De partment for the manicent salary of \$125 a month-and I was glad to get it. I had just finished a course in school for firemen in New York, had worked for several months in a fire engine factory and had helped build some of the first automobile fire engines in use. In addition, I was a graduate in engineering. But that \$125 a month looked good to me.'

POWER COMPANY TO REDUCE ALL SALARIES

Raleigh, Jan. 23.-(AP)- The Carolina Power and Light company today announced a reduction ranging from ten to fifteen percent in compensation of all employes to become effective Feb-

DANIELS RECOVERS FROM INJURIES



Josephus Daniels, former secre- | 1926, back in private life as pubtary of the navy, injured in an automobile crash in Georgia, is recovering rapidly and is returning to his home in Raleigh, N. C. navy in 1918, with an aide, dur-Photos show. left. Daniels. in | ing the World war.

lisher of his paper in Raleigh, N. C.; upper right, a recent photo; lower right, as secretary of the

Capt. Frank Hawks After New Record

-(AP)- Off to a flying start, Captain Frank M. Hawks, speed pilet, raced at 300 miles an hour out of the sky at the air port here at 4:11 a. m. today to be off on an attempt to set a lasting record for a round trip flight to Van-couver, B. C.

Under Secretary of Treasury Mills To Fight Democratic Program

Washington, Jan. 23,-(AP)-Administration opposition to the House Democratic tariff bill was renewed today in testimony by Ogden Mills under secretary of the treasury, before the Senate Finance committee.

Mills said the bill was "calculated to delay action on needed rate changes" by restoring the flexible power to Congress.

He also contended a "very serious danger" would result in placing tariff revisions "interminably" before Con-

Assailing the provision for an international tariff conference looking to removal of trade barriers, Mills said Congress alone could determine the tariff policy of this country.

State Salary Cuts To Be Effective March 1

Daily Disputch Bureau.
In the Sir Waiter Hetel.
BY J. C. BASKERVILL.

Raleigh, Jan. 23. The cuts in sal-Partment sand employes until March instead of in February as had been contemplated, it was announced today by Governor O. Max Gardner, follow ing an extended conference yesterday with Henry Burke of the Budget Bureau. Frank Dunlap, director of Per-sonnel and Attorney General Dennis G. Brummitt. This assures State employes of undiminished pay checks for both January and February, and the news of the postponement of the impending cut which at first was expected to go into effect Monday. January 25, has dispelled some of the

the fact creating the Personnel Division expressely states that 30 days notice must be given the department heads of any cuts made in personnel aries and expenses will not be made or allotments for personal service, be effective upon the various State defore these changes shall go into effective upon the various state defore these changes shall go into effective upon the various state defore these changes shall go into effective upon the various state defore these changes shall go into effective upon the various state defore the vario fect. So no cuts could have been put into effect before eMarch without violating the law. The second factor is that all of us were convinced of the necessity for doing the work that is being does as carefully and as possible and of the danger of trying to do it in too big a hurry. So from every standpoint, I think the decision to postpone the effective date of the salary reductions until March is a

Whether or not the reduction in expenses for the four months will have to aggregate the same amounts Two factors entered into the dener said. It is thought likely, however, cision to postpone the effective data of the expense and salary cuts until March." Governor Gardner said in discussing the decision. "The first is that

On Vancouver Hop CHOWN, NCREA

Figures For Period Prior to January 16 Are Announced Today

Washington, Jan. 23.-(AP)-Cotton ginned prior to January 16 was reported today by the Census Bureau to have totalled 15,992,294 running bales including 470,418 round bales counted as half bales and 10,862 bales of American-Egyptian.

On January 16 a year ago, 13,594,-388 running bales including 513,484 round bales and 21,163 bales of Ameriound bales and 21,163 bales of Amerian-Egyptian had been ginned.

North Carolina figures were 764,202

DANIELS TO MAKE

ales.

INDIANS REFUSE TO **GIVE COOPERATION**

Draw Up Resolutions Refusing To Work With Round Table Conference

Bombay, India, Jan. 23.-(AP)-The Bombay Federation of Indian Chambers of Commerce, the largest and most influential merchants organization in India adopted a resolution today to the effect that its representatives would decline to cooperate with the round table conference commit-tee now on the way from London.

"No useful purpose will be served,"
the resolution read, "by participation
of our representatives in the activities
of the round table conference consultative committees while the government pursues its present policy of

BANK IN RICHMOND

Federal Reserve Bank Cuts body. Rediscount Rate By Half Of One Percent

Washingon, Jan. 23 (AP)-The Federal Reserve Board amnounced today that the Federal Reserve Bank of Richmond had reduced to rediscount rate from four percent to 3 1-2 percent on all classes of paper effective

The action of the bank was taken as another step in the predicted move-ment toward easier money throughout

the country. \
It followed earlier reduction in the

GENERAL STRIKE IN BARCELONA CLOSES ALL SHOPS IN CITY

Trolleys Stop Running And Streets Are Deserted Except For Spanish Troops

STRIKE IS PRELUDE O REVOLUTION MOVE

Strike Called By Revolutionary Committee And all Industrial Activities Are at Standstill

Barcelona, Spain, Jan. 23. (AP)-Shops were closed, trolley cars stop-ped running and the streets of this city were deserted by all save soldiers and police today as a general strike was declared by the extemists, responsible for disorders during the past few

days in Catalonia.

The leader deestribed it as a prelude to a nationwide strike aimed at
the establishment of a republic, soviet in character.

The strike was called late last night at a secret meeting of hie "Revolu-tionary Committee" Workers who re-ceived the order then did not report at their jobs this morning and as the word circulated factories closed until all industrial activities in the vicinity

Plans To Take Oath Of Office Before Senate Bar In Near Future

New Orleans, Jan. 23 (AP)-Governor Huey Long planned to present himself at the bar of the United States Senate next week to take the oath as junior senttor of Louisiana. He planned to leave the governo ship in the harids of Alvin O. King and is proceeding on the assumption that Paul N. Cyr recently forsook the lieutemant governorship and retired to private life by taking the oath as governor in his move to oust Long

and senator. Long spent part of the morning ar ranging to open a law office in New Orleans which he plans to maintain and mix the practice of law with his senate deties.

from the governorship on grounds of

dual office holding, those of governor

DECISION SHORTLY

Will Make Known Position Regarding Gubernatorial Race Soon

Raleigh, Jan. 23.-(AP)-Two Raleigh men who are ebeing prominently mentioned as possible candidates for Governor in the Democratic primary in June today promised definite decisions shortly.

Josephus Daniels, publisher of the News and Observer, said in Atlanta, where he is recovering from injuries suffered in an auto accident, that he did not desire to be governor but would announce his stand when he returned here. He eis expected Mon-

day.
Willis Smith. speaker of the House of the 1931 legislature said he would make known his position "within a week.'

Lt. Governor R. T. Fountain, of Rocky Mount, A. J. Maxwell of Raleigh, and J. C. B. Ehringhaus, of Elizabeth City are candidates.

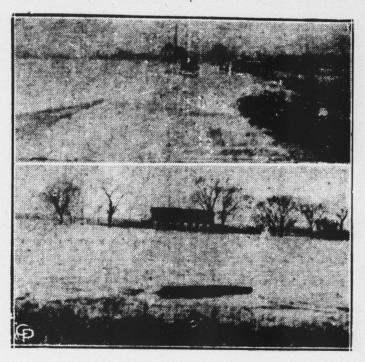
Chinese Preacher Killed Chicago, Jan. 23 (AP)—The Rev. Henry Frank Chan. Chinese preacher, was found dead in the basement of his church in Chinatown yester-day. His skull had been crushed with a hatchet, which lay beside his

Voicane Destroys Towns. San Salvador, Jan 23.—Antiqua, Santa Lucia, Cotzmalhaupa another town in Guntemala were reported de-stroyed yesterday by the eruption of Acatenango volcano. San Salvador and other cities in this country were covered by clouds of dense smoke and ashes apparently coming from the

FOR NORTH CARO WA. Rain tonight, probably ending Sunday morning; colder Sunday

Additional Capital Given To Federal Land Banks By Bill Signed By President Hoover

INDIANA FOLK ALSO FLEE FLOODS



Not all the flood news is from Miscissippi these days. Southern Indiana is having its share of high water. These are scenes near Evansville, Ind., where backwater | the "sea wall" protecting the barn.

from the Ohio river covered roads. The Ohio, however, is not exceptionally high. Tributary streams have been the offenders. Note

Revealed As Hoax

Officials Contend South American Bonds Were Not Endorsed, But Not Objected To

TROUBLE PREDICTED AND SOME FRICTION

State and Commerce Involved: Bankers Testify Their Opinion Was One of More Than Passive Acquiescence by State Department

By CHARLES P. STEWART Central Press Staff Writer Washington, Jan. 23.—The state department has been placed into an embarrassing position by recent testimony of witnesses before the senate finance committee, indicating the department's approval of vast issues of South American public bonds, which now are in default and worth little or

nothing.

Just what the department's proval was intended to signify is, to be sure, a disputed question.

Senator Carter Glass of Virginia a former secretary of the treasury contends that it makes the United States government "morally responsible" to the present holders of the bonds in this country for any loss they may suffer. The department insists that it never had the slightest idea of guaranteeing the securities, but merely told the bankers through whom they were marketed that it had no

(Continued on Page Eight.)

FOR TOBACCO TAXES

Tobacco Association Will Oppose Increases Both State And Federal

Richmond, Jan. 23.-(AP)-A conerted ratack on anticipated federal and state recommendation for an increase, in the tax on tobacco has beguff by the Tobacco Association of the A committee was named by the as-

sociation board meeting here last night to register a protest with the Ways and Means committee of the Congress against any increase. Another committee was appointed to oppose a reported move on the part of the Virginia assembly to impose a tax of two cents on each package of cigarattes.

cigarettes.

Members of the committee which will carry the association protest to Washington includes W. T. Clark, J. S. Ficklen, R. P. Watson, and L. L. Graveley, of North, Carolina.

Story of Murder In South Carolina

Seneca, S. C., Jan. 23 (AP)-A cloak which shrouded a "murder by a love mad woman" was removed today when a thirteen year old hay confessed to police he forged a note at the command of his father for whom police are searching.

Horace Stone was missing today while his son Burt told officers he wrote a note to authorities telling them a woman had shot his father twice and thrown the body into the Seneca river.

The name of Andrew Turner, of Greenville, was signed to the note. Turner said he knew Stone but denied knowledge of the note which set police and Stone's relatives to dragging the river for the body.

NO INDICTMENTS IN HONOLULU SLAYING

Grand Jury Fails To Return Indictments In So-Called "Honor Slaying"

Honolulu, Jan. 23.—(AP)—Unex-pected adjournment of the grand jury without returning indictment in the "honor" slaying of Joseph Kahahawai engendered varied rumors today as to the cause, while the territorial legislature turned to its second major task in legislation to tighten law enforcement.

Its first such task was completed yesterday when Governor Lawrence M. Judd signed a bill placing the Honolulu force effective February 1 under an appointed commission instead of the present elected sheriff.

Township on Christmas day was sengovernor promptly nominated the potential tended by Judge M. V. Barnhill today lice commission and the Senate con- to ten to fifteen years in State's pri-

Second Stream of Credit To Loosen Business Obstacles Comes Into Being Today

FINANCE CORPORATION MEASURE ALSO SIGNED

Newest Bill Would Provide \$125,000,000 For Capital Of Federal Land Banks of Nation

Washington, Jan. 23 (AP)-The House today passed without debate the \$500,000,000 appropriation to provide finance for the Reconstruction Finance Corporation.

Washington, Jan. 23 .- (AP)-A secand stream of credit designed to loosen the obstacles to business recovery today came into being.

President Hoover, only a few hours after affixing his name to a measure which will turn two billion dollars nto the channels of industry, signed a bill to add \$125,000,000 to the capital of federal land banks.

In a statement issued as he signed he land bank measure he said:

"I am glad to sign the ethird of our reconstruction measures, that pro-viding additional capital to the federal

"It should (a) reinforce the credit of the federal land bank system and reassure investors in land bank bonds;
(b) thus enable the banks to obtain capital for farmers at reasonable rates; and (c) above eall bring relief and hope to many borrowers from the banks who have done their honest best but because of circumstances beyond their control have been unable emporarily to meet the grade.

TRIAL AT PHOENIX

Los Angeles Officers Tell of Finding of Bodies Shipped In Trunks

Phoenix, Ariz., Jan. 23 .- (AP)-Los Angeles police officials described in court today the condition of the bodies of the two women Winnie Ruth Jude confessed she killed and identified the trunks in which they were found. The odor of antiseptics rose as the trunks which once contained the bodies of Agnes Anne Leroi and Hedvig Samuelson, were opened for the inspection of the jurors who will decide whether Mrs. Judd shall be hanged for the siryings on October 16.

A woman on one of the close pack-ed benches in the restricted spectators' space, overcome by the graphic description by Lt. Frank Ryan of the Los Angeles police department and by the association of the physical evidence he identified, was taken quickly from the room as Mrs. Judd, her pale eyes seemingly untroubled, gazed at her curiously.

SLAYER OF NEGRO GIVEN PRISON TERM

Fayetteville, Jan. 23 (AP)-Loftin Tyner, convicted of second degree murder for shooting Albert Hair Negro, at a filling station in Cedar Creek

S. C. Power Probe Data Secured In This State

Daily Dispatch Bureau.
In the Sir Walter Hotel.
BY J. C. BASKERVILL. Raleigh, Jan. 23.—There has been

no appreciable seartion or the part of the North Carolina Corporation Commission or surprise at the findings published in the recent South Carolina power investigation report, since a great many of the figures and estimates were obtained from the fec-ords and figures on file with the North Carolina Commission it was learned here today. For while the North Carolina commission does not have figures on file pertaining to South Carolina, it does have complete figures on file for all power com-panies doing business in North Caro-lina—and many of these also do business in South Carolina.

Carolina investigators were able to draw many comparisons and conclusions with regard to South Carolina and this evidently was done. It is also known that South Carolina had very few and very limited records pertaining to power company opera-tions in that State, As a result it was necessary for the investigating com-mission to use the figures on file in the North Carolina Commission; ex-

the North Carolina Commission; ex-tensively.

Three different sets of auditors came to Raleigh from South Caro-lina while the commission was mak-ing its investigation, to study the figures on file here, while several methods of the commission also came here at different times, it was harmed here today. Hence the conclusion that much of the data contained in the much of the data contained in the Consequently from a study of the South Carolina power investigation refigures for North Carolina, the South Port was obtained in North Carolina.