

CHINA THREATENS FOREIGN SETTLEMENT

PARTY COOPERATION WILL BE CONTINUED FOR PRESENT TIME

Democrats And Republicans To Continue Work To Pass Vital Legislation

POLITICAL TRUCE IN CONGRESS ASSURED

Senate Adjourns For Weekend to Permit Glass Banking Bill To Be Put Into Shape For Action

Washington, Jan. 29.—(AP)—The bi-party cooperation in Congress will continue through the vital task of passing necessary legislation increases and bank aid legislation.

The Senate adjourned over the weekend to permit a new understanding on the important banking revision and depositor's relief bill produced by Senator Glass, Democrat, Virginia, to be put into shape.

FREEDOM FOR FOUR AMERICANS SOUGHT

Bond Is Sought For Accused Slayers of Hawaiian Alleged Attacker

Honolulu, Jan. 29.—(AP)—Mrs. Granville Fortescue and her three co-defendants, charged with the second degree murder of Joseph Kahawai, Hawaiian, sought temporary freedom today in two actions before the Territorial Circuit court.

Defense attorneys announced they would at once press for the release of the four on bond and that at 1:30 p. m. they would appear again before Circuit Judge A. H. Cristy to argue for quashing of the murder indictments on the grounds that Judge Cristy coerced the grand jury into returning it.

STATE FURNISHES IDEAS FOR OTHERS

Other States Inquiring About Operations of N. C. Departments

Raleigh, Jan. 29.—North Carolina, which has furnished ideas in the construction of highways, public health and public instruction to other states is assisting her sister State of Georgia in organizing a new department, similar in many respects to the N. C. Department of Conservation and Development.

The recent session of the Georgia legislature established a Department of Forestry and Geological Development, which includes many of the functions of the North Carolina Department of Conservation and Development.

Director J. W. Harrelson, of the North Carolina conservation department, recently received a request for information regarding the work of his department from Bonnell Stone, executive secretary of the recently organized development department in Georgia.

DECLARES SOUTH TO OPPOSE ROOSEVELT

Chicago, Jan. 29.—(AP)—Mrs. Ella A. Boole, national president of the W. C. T. U., characterizing Governor Franklin Roosevelt of New York as a wet predicted the south will oppose his presidential aspirations unless politicians succeed in fooling the southerners.

VESSEL AND LOCATION OF DISASTER



Hope has been abandoned for the safety of 61 men and officers aboard the British Submarine M-2 when it went down off the Bill of Portland, in

England on Tuesday. The vessel sank to the sandy bottom of the sea in 102 feet of water, five miles off the coast. The sub shown in the picture is a sister ship of the M-1, lost with 64 lives in a collision in 1925 just 60 miles from where the M-2 was located. The map indicates the location of the sunken submarine.

STATE EMPLOYEES TO KNOW FATES SOON

New Salary Schedules Will Be Made Known After Noon Saturday

Raleigh, Jan. 29.—State employees will know just how much their salaries have been reduced and what the new salary schedules for the various classifications are at 1 o'clock Saturday afternoon at which time the Division of Personnel and Budget Bureau will deliver to department heads their new budgets and salary schedules as finally approved by Governor O. Max Gardner and the Advisory Budget Commission. The new schedules and salary reductions will not go into effect, however, until March, since the law requires that 30 days notice shall be given to department heads and employees.

For several days now the Division of Personnel has been working day and night making the final drafts of the salary schedules and adjustments following the conferences with the various department heads and after having been submitted to Governor Gardner and the Advisory Budget Commission for their final approval. For none of the changes can be put into effect without the approval of the Governor and the Advisory Budget Commission.

EMERGENCY LEVIES FAVORED BY GARNER

Would Allow Tax Increase Repeal When Budget Is Balanced Again

Washington, Jan. 29.—Speaker Garner today said the emergency tax increase legislation now being formulated can be repealed when the budget is balanced and the nation's income placed on a sound basis.

At a conference with newspapermen the Texan said it is not necessary to place a limit on how long the increase taxes can be applied.

Garner estimated that excise taxes to bring in \$450,000,000 additional revenue would be levied but did not say what commodities would be effected.

INCREASE SEEN IN COOP MEMBERSHIP

Cotton Growers Cooperative Shows Gain of 49,000 In Membership

New Orleans, La., Jan. 29.—(AP)—An increase of 49,000 in the membership of the Cotton Cooperative Association during the past year was announced today by the American Cotton Cooperative association.

The organization made public figures showing a total of 206,490 cotton growers enrolled in the eleven associations affiliated with the central association as against 157,125 in January last year.

North Carolina had 13,439 memberships.

Shanghai Time Is Thirteen Hours Behind Time Here

New York, Jan. 29 (AP)—While Americans rubbed their eyes this morning and read of war activities in the Orient, it was near bedtime for citizens of China and Japan. Shanghai clocks are 13 hours ahead of those in New York while Tokyo operates 14 hours ahead of the United States.

PLAN INSPECTION OF HUGE AIRSHIP

House Naval Committee Will Conduct Inspection Of Aircraft

Washington, Jan. 29.—(AP)—Eight members of the House Naval committee will make a personal inspection of the airship Akron to see if there are any defects in the craft.

No Jurors Called For Court Session In Cumberland Co.

Fayetteville, Jan. 29.—(AP)—Cumberland Superior Court, as an economy measure, will hold a "juryless term" beginning February 15.

C. E. Broadfoot, court clerk today said no jurors would be summoned for the civil term but that Judge M. V. Barnhill would hold court to sign consent judgments and act in cases not needing juries.

MAN, WIFE AND SIX CHILDREN MURDERED

Winnipeg, Manitoba, Canada, Jan. 29.—(AP)—Martin Sitar, his wife and their six children were stabbed to death at Elma, Manitoba, early today by an assassin who crept away from their home and disappeared after setting it on fire.

Two other Sitar children are in a critical condition from stab wounds. They were rescued from the burning home by an uncle.

CONTINUE INQUEST INTO AUTO DEATHS

Raleigh, Jan. 29.—(AP)—An inquest into the death of C. B. Ride-out of Morehead City and William Dement, of Kinston, who were killed in an auto accident near here in December was again continued today for two weeks by Coroner L. M. Waring, of Wake county.

FIFTY USED AUTOS DESTROYED BY FIRE

Clinon, Jan. 29.—(AP)—Fifty used automobiles were destroyed today by fire of undetermined origin which burned a storeroom of the Clinton Ford agency. The loss was estimated at \$15,000 and was partially covered by insurance.

HOPE IS ABANDONED FOR LIVES OF MEN ON SUNKEN VESSEL

Admiralty Issues Statement Declaring There Is No Longer Hope For Their Safety

SEARCH FOR VESSEL WILL BE CONTINUED

Sixty-One Officers and Men Were Aboard Submersible When It Went Down Off Coast of England

Portland, England, Jan. 29.—(AP)—The last straw of hope for the rescue alive of any of the 61 men and officers who went down with the British submarine M-2 last Tuesday was snatched away today by the publication of an admiralty statement saying it was no longer possible to hope.

The statement which was based upon a report of the rear admiral in charge of submarines, said however that the search of the sea floor for the ill fated sub would be continued.

EVIDENCE STARTED IN HARPER TRIAL

Business Associate Of Slain Man Recalled To Stand Today

Greensboro, Jan. 29.—(AP)—Efforts to keep her husband from knowing she had been on an automobile ride with Charles O. Holton at night were related today by J. T. Hendron, Jr., a witness in her trial with her husband, Terry H. Harper for murder of Holton, who was shot to death at the Harper home last December 23.

Hendon, a business associate of Holton, began his testimony yesterday as the prosecution started presentation of its case against the Harper. He was recalled to the stand this morning.

TEN YEAR PLAN IS ADVERTISING STATE

Raleigh, Jan. 29.—The Ten Year Plan for North Carolina has been attracting much attention in other states and scores of letters are being received by Tyre C. Taylor, president of the corporation formed to put into operation in North Carolina, asking not only for details of the plan, but seeking information concerning North Carolina with a view to moving to this State.

WEATHER

FOR NORTH CAROLINA. Rain tonight and Saturday; colder Saturday in extreme west portion; increasing south and southeast winds becoming fresh and probably shifting northwest by Saturday night.

JAPAN'S ACTIVITY CONTAINS MENACE TO HER RELATIONS

Complications With Powers May Easily Arise In Situation Developing In Shanghai

FOREIGN QUARTERS HARBOR OUTSIDERS

Many Chinese Likewise Have Taken Up Offices There and From That Vantage Point Are Directing Boycott Against Products of the Japanese

By CHARLES P. STEWART, Central Press Writer

Washington, Jan. 29.—Japanese military activity at the Chinese treaty port of Shanghai presents a serious and peculiar situation for the occidental powers to deal with.

The original Shanghai was exclusively a Chinese city of no great importance. Alongside it foreign traders who were denied access to the remainder of the country, were granted plots of land for their homes and places of business. Over these plots, one to each nationality, the Chinese government exercised no jurisdiction whatever, as a result of which the various nationals presently, in effect, simply imported the authority of their respective native countries.

Many years ago, for purpose of mutual defense during a period of Chinese disorder (the Tai Ping rebellion) these settlers, with the exception of the French and Japanese,

(Continued on Page Five.)

BELIEVE FUNDS OF ROBBED BANK FOUND

Magnolia Bank Officials Go To Florida To Identify Money

Wilmington, Jan. 29.—(AP)—H. D. Williams, president and L. D. Dall, cashier, of the Bank of Magnolia, left Wilmington for Jacksonville, Fla., to determine whether \$5,000 found on four persons arrested there yesterday is part of the money taken by bandits who robbed the bank January 12.

The bank officials conferred with officers here last night and after the conference left by motor for the Florida city.

EHRINGHAUS OPENS OFFICE ON MONDAY

Raleigh Headquarters Will Open As Part Of gubernatorial Drive Plan

Raleigh, Jan. 29.—Friends and supporters of J. C. B. Ehringhaus for the Democratic nomination for Governor are jubilant because of his decision to open his headquarters in Raleigh Monday, Feb. 1, and to direct his campaign from here and are confident that as soon as he gets his campaign under way that he is going to make the entire State sit up and take notice.

While Ehringhaus has not announced the exact date when he expected to come to Raleigh and launch an active campaign until today, quite a number expected he would make this move sometime next week, since he told several while in Raleigh last week that he intended to devote his entire time to his campaign beginning about February 1.

For the past six or eight weeks Ehringhaus supporters in Raleigh and this section have not been as enthusiastic as they had been and were beginning to feel that he had slacked up too much in his campaign activities.

ILL JURORS HOLD UP PHOENIX CASE

Phoenix, Ariz., Jan. 29.—(AP)—Illness of jurors forced postponement today of the murder trial of Winnie Ruth Judd until Monday.

Superior Judge Howard Speakman, who order the 72 hour postponement, announced he does not contemplate declaring a mistrial because of illness of jurors.

International Concession Will Be Attacked Unless Japs Retire From Shanghai

Demands Made By Chinese Forces Definitely Put End to Reports That Truce Ending Fighting In Chinese City Has Been Brought About

Shanghai, China, Jan. 30.—(Saturday)—(AP)—A new menace came across the boundaries of the international settlement today in the form of a warning by the Chinese Military command that if the Japanese occupation was not ended the Chinese would attack the settlement.

This definitely put an end to reports that the opposing forces had signed a truce.

The warning served upon the international settlement authorities said that if they did not use their influence to end the occupation of Chinese territory the Chinese who were still engaged in heavy fighting would train their guns on the foreign concession.

May Succeed Holmes



Judge Curtis Wilbur

With reports in Washington that President Hoover is scanning the Pacific coast for selection of the successor to Justice Oliver Wendell Holmes, who retired after 30 years on the U. S. supreme court, the name of Judge Curtis Wilbur, above, of San Francisco, looms in the foreground. Judge Wilbur, now a justice of U. S. ninth circuit court of appeals, was secretary of the navy in the Coolidge cabinet. He is a brother of Ray Lyman Wilbur, secretary of the interior.

Washington, Jan. 29.—(AP)—Under pressure from the American and British governments Japan has assured that foreign rights in the international settlement in Shanghai will be respected.

Secretary Stimson made the announcement today in short while after a meeting with President Hoover and the cabinet in a prolonged session.

(By the Associated Press.) An armistice effective at seven a. m. Eastern Standard Time ending the hostilities at Shanghai, was reported agreed upon today through the combined efforts of the British and American consuls. But Japanese shortly afterwards denied a truce had been signed.

The Chinese quarter of Shanghai however, was in flames and it seemed certain that hundreds had been killed in last night's fighting and bombing from the air.

An American destroyer arrived in the harbor and more were on the way from Manila to reinforce the flotilla already there.

In London it was announced that Great Britain had suggested joint action at Shanghai with the United States to protect Shanghai's international settlement where both nations have interests.

China's representatives in the League of Nations Council, acting on the instructions of the new Chinese government, invoked the league covenant in one more effort to obtain a peaceful settlement and it was reported that the neutral members of the council had suggested that foreign ambassadors at Tokyo go to Shanghai quickly to investigate the situation.

LONG IN WARNING OF CYR CAMPAIGN

Declares Dusted Official Not Serious In Fight For Governorship

New Orleans, Jan. 29.—(AP)—Senator Huey Long came home from Washington today with an admonition to the public against serious consideration of Paul N. Cyr's struggle to seize the governorship.

He said even Cyr was not serious in his efforts to oust acting governor, Alvin O. King, former president of the Senate who Long elevated to the office of lieutenant governor so that he would have a political ally fall heir to gubernatorial duties with the beginning of the senatorial term in Washington.

DRY REFERENDUM IS FAVORED BY GRIST

Senatorial Candidate Makes Announcement In State Capital Today

Raleigh, Jan. 29.—(AP)—Frank D. Grist, state commissioner of labor and an announced candidate for the United States Senate said today he favored a referendum on prohibition.

"I am dry and shall vote dry," Grist said. "But there should be a referendum for the sake of Democratic principles."

Grist is opposing Senator Cameron Morrison, T. C. Bowie, of West Jefferson, and R. R. Reynolds, of Asheville.