

CHINESE SINK JAP WARSHIP

Japanese Turn Down Proposal For Peace Accepted By China

Japan Unalterably Opposed To Neutral Participation In Negotiations For Peace

COUNTER-PROPOSALS WILL BE SUGGESTED

Chinese Take Measures To Bring About Cessation Of Hostilities After Accepting Peace Proposals

Tokyo, Feb. 3.—(AP)—Japan is unalterably opposed to any proposal for neutral participation in negotiations regarding Manchuria...

Nanking, Feb. 3.—(AP)—China accepted the British and American peace proposals today to bring about a cessation of hostilities between herself and Japan.

ROOSEVELT OPPOSES LEAGUE OF NATIONS

Says Body Not The Same As Favored by Former President Wilson

Albany, N. Y., Feb. 3.—(AP)—Governor Franklin D. Roosevelt, who in 1920 stumped the country for Woodrow Wilson's League of Nations, last night declared he opposed American participation in the league.

The League of Nations today is not the league conceived by Woodrow Wilson, said Mr. Roosevelt, a candidate for the Democratic nomination for the Presidency.

It might have been had the United States joined. Too often through the years its major function has been not the broad, overwhelming purpose of world peace, but rather a mere meeting place for the political discussion of strictly European political difficulties.

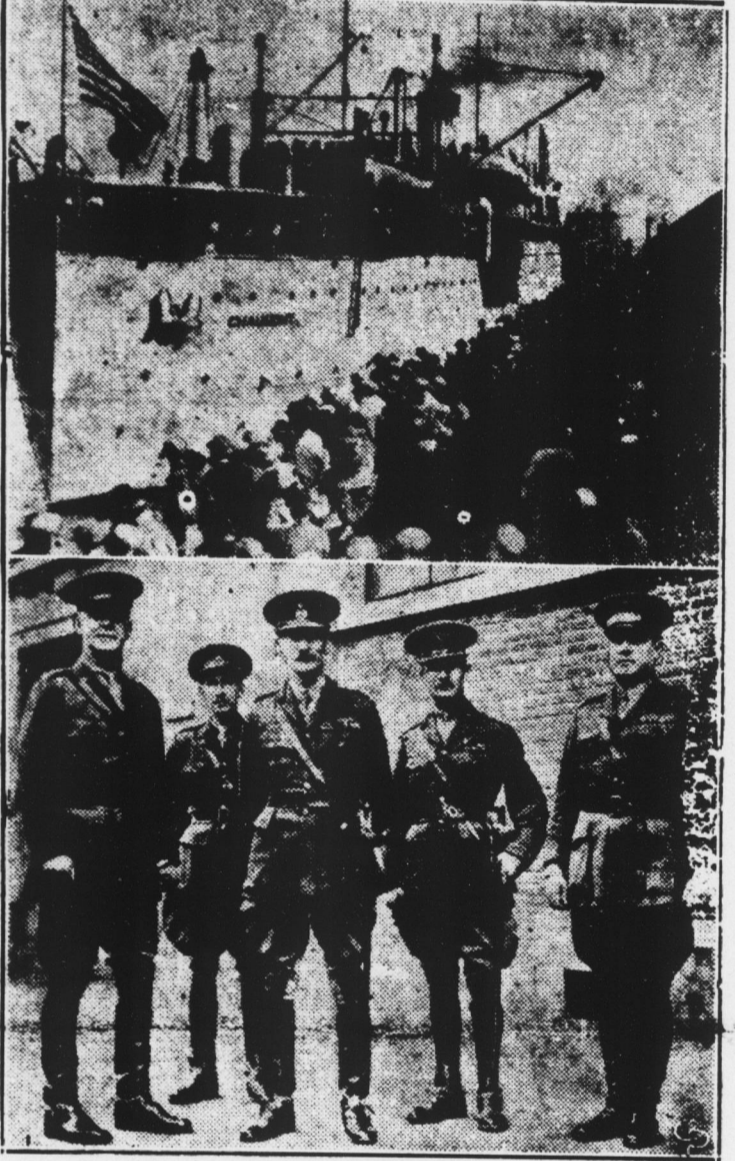
State Employes Taking Cut With Good Spirits

Only Dispatch Bureau in the Air Writer Hotel.

Raleigh, Feb. 3.—The majority of the State employes are taking the Personnel Division, with better grace and less complaining than usual and with much less grumbling than was expected.

There are exceptions, of course, since there is always a minority that are never satisfied with anything and find fault with everything.

ARMY TROOPS OFF FOR SHANGHAI



For the first time in 32 years, with the exception of the World war, regular army troops have been ordered overseas for emergency duty.

Germany Joins Movement For Peace In Far East

Berlin, Feb. 3.—(AP)—Foreign officials intimated today that the German government has instructed its ambassador at Tokyo and its ministers at Nanking to make verbal representations to the Japanese and Chinese governments in the interest of a peaceful solution of the Sino-Japanese conflict.

MACHINERY TO CUT WORLD ARMAMENTS BEGINNING TO TURN

Procedure Committee Named To Chart Course Of Action At Geneva Conference

Will Decide Upon Courses Of Action

Work To Bring Peace To World Begins In Switzerland As Representatives Of Sixty Nations Meet

Geneva, Switzerland, Feb. 3.—(AP)—The first wheel of the machinery which is intended to slice world armaments again turned today with the organization of the procedure committee of the conference at which representatives of 60 nations are attending.

HEAVY DAMAGE DONE BY EARTH TREMORS AT SANTIAGOZ CUBA

Eight Reported Killed And 300 Injured In Earthquake In Cuban Metropolis

HEAVY DAMAGE DONE TO PROPERTY ALSO

Information Regarding The Tragedy Is Sent To Havana By Mayor Of Stricken City Today

Washington, Feb. 3.—(AP)—The navy was advised today that no Americans were injured in the Santiago earthquake.

A navy airplane which was sent from Guantanamo Naval Base to the earthquake scene estimated that ten were killed and 300 injured.

Santiago, Cuba, Feb. 3.—(AP)—The mayor of Santiago reported today that eight persons had been killed and 300 injured in the earthquake which struck this city in the night.

There was great property damage and the prison building suffered heavily. Several prisoners escaped but a number of others were injured.

This information was contained in a report from Mayor Aznar to the Secretary of the Interior at Havana.

Earlier reports said there had probably been 2,000 killed and injured.

SISTER OF SLAYER TELLS OF KILLING

Rose Allen Takes Stand In Trial of Brother For Murder

Norristown, Pa., Feb. 3.—(AP)—Rose Allen, 18, year old debutante, this and night, faced her brother Edward, in a crowded courtroom today and told of his threats to kill her fiance, Francis A. Donaldson, III, for whose killing he is on trial charged with murder.

The threat was uttered, she said, in the midst of a wordy row between Edward and herself over her relations with Donaldson and within a short time of the firing of the fatal shotgun charge.

After stating that she and Donaldson had been engaged since last July Miss Allen related the incident of the night of the killing.

The girl gazed steadily at counsel table while she testified.

APPROVE FUNDS FOR CONTROL OF FLOODS

Washington, Feb. 3.—(AP)—Allocation of \$25,000 for emergency flood protection on the Onashita, Black and Red rivers and tributaries in Louisiana and Arkansas was approved today by Secretary Hurley.

AVERAGE PRICES FOR AUTO TAGS SMALLER

Raleigh, Feb. 3.—(AP)—The average price paid for 1932 licenses for cars in North Carolina was \$15.09 during January or 33 percent below the average for the same month in 1931.

PROMINENT MAN IN CHARLOTTE SUICIDES

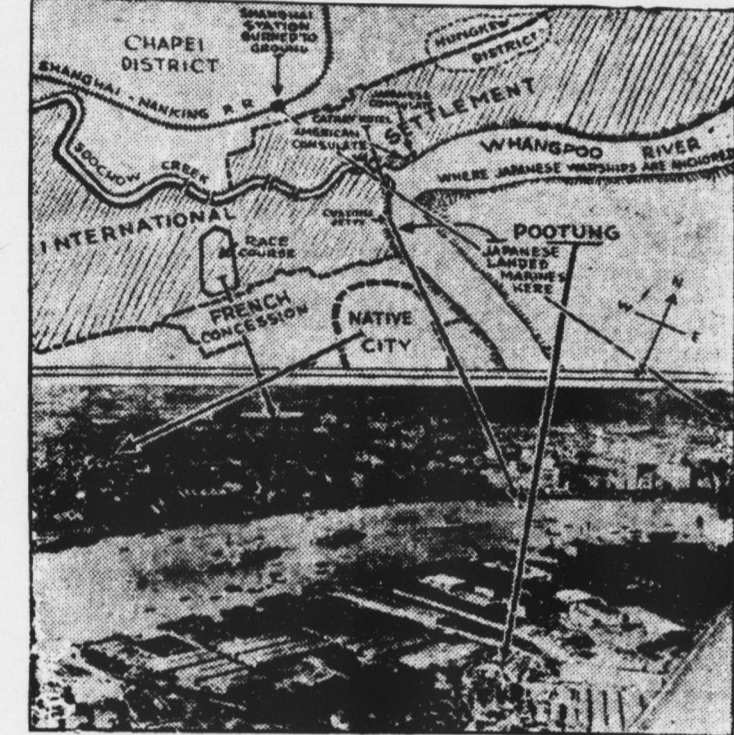
Charlotte, Feb. 3.—(AP)—Thomas M. Shelton, for more than 40 years an active figure in the business life of Charlotte, killed himself here today. He was 63 years old.

WEATHER

FOR NORTH CAROLINA. Rain tonight and Thursday; colder in the interior Thursday; fresh southwest winds.

Most Severe Fighting Since Hostilities Began Reported From Shanghai Area Today

SHANGHAI CRISIS AT A GLANCE



This map and air view of Shanghai of the Orient. Arrows indicate the sections which have been mentioned in the war-torn metropolis mentioned largely in dispatches.

Note From Marine Leader In Shanghai Is Puzzling

Washington, Feb. 3.—(AP)—Colonel Hooker, commanding the marines at Shanghai, has arranged for all Japanese troops to evacuate the "marine sector" in the international settlement at 8 a. m. Thursday (Shanghai Time).

FOREIGNERS BEGIN THEIR EVACUATION OF NANKING TODAY

Regardless of Announcements That They Will Be Protected, Many Are Leaving

BRITISH SHIP TAKING MANY TO SHANGHAI

American Destroyer Also Stands By To Evacuate Americans From River Port If Necessary

Nanking, China, Feb. 3.—(AP)—American and British women and children began to evacuate Nanking this afternoon, travelling by boat to Shanghai.

The British river steamer Wosung left with more than 40 women and children including the families of employees of the American International Export Company, the Texaco Company and the British-American Tobacco company.

The Americans who could not get aboard the Wosung will be taken up to Shanghai on the U. S. S. Simpson, a destroyer. Altogether 36 American women and children were being taken out of Nanking.

General Ho Ying Ching, Chinese minister of war, said there was no reason for foreigners to feel anxious "for I guarantee adequate protection."

DESTROYER EDSELL SENT TO NANKING

Washington, Feb. 3.—(AP)—The destroyer Edsell had been ordered from Shanghai to Nanking to augment the Simpson stationed there.

Chinese Guns From Fort Of Woosung Send Jap Destroyer To Bottom Of River

CHINESE FORCE STILL IS HOLDING TO POINT

American Cruiser Houston Arrives At Scene Of Hostilities And Receives Warning To Halt

Shanghai, China, Feb. 3.—(AP)—Chinese guns from the fort of Woosung sent a Japanese destroyer to the bottom of the Whangpoo river, Chinese headquarters here announced tonight.

Further than that the announcement said, the Chinese garrison still held the fort despite a raking fire from Japanese warships in the river.

Fighting Is Severe

Shanghai, Feb. 3.—(AP)—The most severe fighting since the outbreak of hostilities at Shanghai, raged today as the Japanese land forces and airplanes delivered another smashing attack on Chapei while the Japanese warships in the Whangpoo river rained shellfire on the Woosung fort, sixteen miles away.

Houston Arrives. The United States Cruiser Houston, flagship of the Atlantic fleet.

MCFADDEN PLEADS FOR BIGGER NAVY

Declares Dark Shadows Of War Are Rising In Far East Today

Washington, Feb. 3.—(AP)—Representative McFadden, Republican, Pennsylvania in the house today took the position that postponing action on the \$616,250,000 naval construction bill was "most foolhardy."

"Today the dark shadow of war clouds rises on the western horizon of the Pacific," he said. "A determined military empire with the tradition and equipment of warfare sweeps aside treaties and conference agreements as they were swept aside in that July of 1914 when the hell brood of the world war was being brewed in the kegles of European diplomacy."

Another Bill For Aiding Jobless Is Offered In Senate

Washington, Feb. 3.—(AP)—Democratic leaders in the Senate today agreed to offer a \$750,000,000 road construction and unemployment relief measure as a substitute for the \$75,000,000 bill for direct aid to the jobless.

ANOTHER DESTROYER ORDERED TO SHANGHAI

Washington, Feb. 3.—(AP)—The destroyer tender Black Hawk has been ordered from Manila to Shanghai.

Political Campaigns In State Start This Week

Daily Dispatch Bureau in the Air Writer Hotel.

Raleigh, Feb. 3.—With J. C. E. Ehringhaus already in Raleigh to make this his headquarters in his campaign for the Democratic nomination for Governor in the primary next June, political circles here are expecting political interest to increase steadily from now on.

For A. J. Maxwell, one of the other two candidates Governor, lives in Raleigh and naturally will conduct his campaign from here while Lieutenant Governor R. T. Fountain, the third candidate, is expected to open headquarters in Raleigh some time soon.

There is still the possibility that Joseph Daniels, editor and publisher of The News and Observer and one time cabinet officer, may become a candidate, while friends of Speaker Willis Smith and General Albert L. Cox, both of Raleigh and of A. D. MacLean of Washington think there is still a possibility that one of these three may run.

A majority of the observers here, however are inclined to believe that there will be no additional candidates in the race, in spite of the conten-

tion of many here in the east that Daniels will eventually announce. It is also the conviction of most of these observers that if the contest remains between the three present candidates that a second primary is almost inevitable with Fountain's chances looking better at present than those of either Ehringhaus or Maxwell. For the opinion here is that Ehringhaus and Maxwell are appealing and will continue to appeal to the same time of voters, that they thus will undercut each other and make it possible for Fountain to win the nomination, or at least be high man in the first primary with a minority vote.

The friends of both Ehringhaus and Maxwell realize this, but believe that in a second primary either Ehringhaus or Maxwell would win against Fountain. But many of the older political heads doubt this and believe that the followers of the lowest man in the first primary will be more likely to go to Fountain in the second primary than to the second man, since they will blame the defeat of their candidate and thus vote for

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