HENDERSON, GATEWAY TO CENTRAL CAROLINA.

Henderson Daily Dispatch ONLY DAILY NEWSPAPER PUBLISHED IN THIS SECTION OF NORTH CAROLINA AND VIRGINIA.

NINETEENTH YEAR OF THE ASSOCIATED PRESS.

HENDERSON, N. C., FRIDAY AFTERNOON, FEBRUARY 26, 1932

PUBLISHED EVERY AFTERMOON EXCEPT SUNDAY,

FIVE CENTS COPY

JAPANESE PLAN TO STARVE CHINESE INTO SUBMISSION

SAYS GOVERNMENT

Correspondent Thinks One Department Could Be Abolished Entirely Without Harm

COUNTRY AT LARGE WOULD NOT FEEL IT

Authorities Know That and Would Like To Do It But Are Afraid To Attempt It; Many Would Be Thrown Out of Work, But Big Saving Would Result

By CHARLES P. STEWART Central Press Staff Writer Washington, Feb. 26.—Except the

personnel of the postoffice department, the civil personnel of every depar'ment in Washington undoubtedly wild be at least cut in two. One department could be abolished entirely, two of the others could be consolidated and approximately three-quarters of the federal government's miscellaneous independent boadds, bureaus and commissioners could be wiped out entirely. And the country at large either never would know the difference or would only be the happier for it all not to mention the cash sav-

Such action, however, would throw many folk out of jobs. That, and the howl which would ac-

company it is the only reason why the step is not taken-and everyone with the slightest experience in the capital

I lived in Washington myself from nuite a awhile before the World war's outbreak until the iniddle of 1925, was in the newspaper business and consequently was fairly familiar with con-

For example ,the state. war and navy departments were comfortably

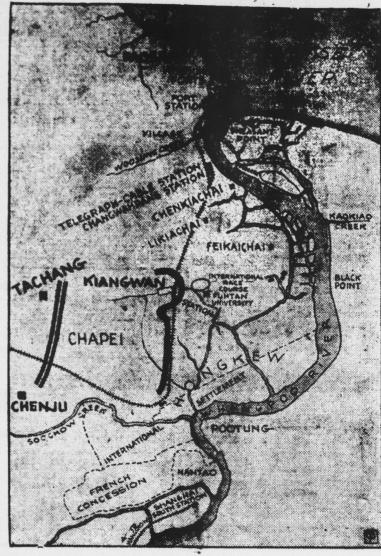
(Continued on Page Six).

IN HAWAII RELATED

Convicts Allowed To Carry Keys To Cells, Officials Are Told

Honolulu, Feb. 26 .- (AP) - A story of convicts carrying the keys to their cells and the outer gates of the penitentiary and of prisoners leaving for night or week-end visits is told in a report of the Hawalian prison direc-tors to Governor Lawrence M. Judd. The report covered the state of affairs during the height of Honolulu's recent crime wave when the Oahu prison was under the administration of High Sheriff John C. Lane. Lane resigned in January after being censured by the governor. The report said conditions had been improved under the new sheriff, Major Gordon Ross of the Territorial National Guards, who has placed the convicts under strict, but fair discipline.

AS CHINESE BALKED AT KIANGWAN



This map of Shanghai and the surrounding area shows how the Chinese have been stubbornly resisting che Japanese attack on Kiangwan where the fighting has been the fiercest thus far. The strongly fortified by the Chinese,

solid line, representing the first Chinese defense, was dented but not penetrated in the first heavy offensive. The secondary defense, shown by the double line, was

Secretaries Of Chambers of Commerce Gather In Goldsboro Today

Goldsboro Feb 26 - (AP) - A pro gram of proper development of North Carolina's resources would "within the span of a fw years" return landowners on hundred million dollars vearly asserted Col. J. W. Harrelson. director of the State Department of Conservation and Development in an address to Chambers of Commerce Scretaries here today.

Scretaries of a dozen North Caro lina citis were gathered to consider ways and of advertising North Carolina, of bringing additional tourists to the State and of securing more industries for the state.

W. A. ERWIN IS IN CRITICAL CONDITION

Durham, Feb. 26 (AP)-W. A. Erwin, textile manufacturer, who is seriously ill here lapsed into a coma today. His physician said condition was critical but that did not expect a crisis before to-

McNeill Considered Most Likely To Be Candidate

Dolly Dispatch Bureau.
In the Sir Watter Hotel.
Rv J. c. RASKERVILL.
Raleigh, Feb. 26.—If a fourth canidate for the Democratic nomination for Governor gets into the campaign, this candidate is more likely to be Solicitor Tom McNeill of Lumberton, Robeson county, than any of the others who are being mentioned as potential candidates, according to the bulk of opinion in political circles here. The belief is getting stronger daily, however, that there will be no other candidates besides the three al-

ready in the running and that not

even McNeill will run, as much as he

would like to. There is no doubt about the fact that McNeill has been considering the question of whether to run or not to run very seriously and has been feeling out the situation most carefully. It is understood here that within the past week McNeill has had another confidential conference with Josephus Daniels and that since that conference, a close friend of his has been to confere with Daniels again. Still auother close friend of McNeill's has been to Washington, N. C., to confer With A. D. MacLean to see how the

author of "The Law" would regard the possible candidacy of the fiery little Solicitor of the "State of Robe didate for the Democratic nomination son," it is understood. For it is conceded that McNeill would not hesitate another minute eto get into the campaign if he could be assured of the support of both Daniels and MacLean

However, indications are that the two ambassadors he dispatched to the "unofficial Governor" in the "Capitol Annex on Martin Street" as The News and Observer office was referred to here during the 1931 general assembly, ad to the "Sage of Beaufort" in Washington, did not bring back very encouraging news to McNeill. In fact, it is understood that Daniels told the McNeill ambassador that he had decided he would not support any candidate in the campaign preceding the June 4 primary, but would remain neutral and independent. But if there is a second primary, as many think there will be, Daniels is understood to have indicated he would forsake his rule of many years to remain in-dependent, and go to bat for one of the surviving candidates. So McNeili

(Continued on Page Three.)

Women Failing To Get Recognition At Arms Meeting

Geneva, Feb. 26.—(AP)— The conference bureau today defeated an attempt of women's peace or-ganisations to obtain an official position in the work of the world

disarmament conference. Their cause was championed by Salvador De Madariga, the Spanish delegate, who presented a colution preposing the formation of a special commission of women from unofficial organizations to be an advisory body to the con-

FORMER MAYOR OF

Col. Garland E. Webb Dies At Home Of Son In. Charlotte, N. C.

Charlotte, Feb. 26.—(AP)—Col Gar-land E. Webb, 78, former mayor of Winston-Salem, secretary of the Win ston-Salm Tobacco Board of Trade and formr secretary of the Tobacco Association of the Unitd States, who died at the home of a son her last night is to be buried in Durham Fri-

He was a native of Orange county and made his home in Durham for sometime about forty years ago. He was publisher of the Southern To-

HOUSE TO DISCUSS **NEW ROAD MEASURE**

All Leislation Sidetracked to Give Bill Clear Way For Passage

Washington, Feb. 26.-(AP)- The ergency road construction bill today was given legislative right of way in the House by the Rules committee.

All legislation will be sidetracked to morrow by Speaker Garner to permit quick House action.

Under its terms states unable to match the 50-50 percent requirement of the federal air-highway act may use the emergency fund for that puruse the emergency fund for that purpose. This will make available \$240,000,000 to the states, Representative Warren, Democrat, North Carolina explained. The bill provides that the emergency fund be repaid over a period of ten years, beginning in 1938, from regular federal aid allotments.

OPERATIONS OUT OF FOREIGN QUARTERS

American, British, French And Italian Ambassadors Call on Jap Foreign Office

MEMORANDUM GIVEN BY EACH COUNTRY

Call Separately But Memo. randa Are of Similar Tenor-Notes Are Not Identi-

Tokyo, Feb. 26-(AP)-The American, British, French and Italian ambassadors to Japan visited the Foreign Office tpday and com-municated to Foreign Minister Yoshizawa the desire of their governments that Japan do its utmost to keep the military operations at Shanghai outside the borders of the international settlmeent.

The ambassadors called separately and each presented a memorandum. The memoranda were not identical but were on similar tenor. It was understood that they expressed appreciation for the Japanese command's efforts to keep the fighting area outside the settlement and hoped at would continue to do so.

GARNER IN ATTACK ON HOOVER POLICY

Declares President Has Led Nation Into Its Worst Panic

Washington, Feb. 26.-(AP)-Speaker Garner today said that President Hoover had led us "into the greatest panic the country or world has ever

The Texas Democrat, who is being pressed to be one an avowed candate for the Democratic presidential nomination made the remarks at conference with newspapermen.

He had been asked whether he had any comment on the speech of Assistant Secretary Jahncke, of the Navy. made last night at Wooster, Ohio, in which the "little cabinet" member said President Hoover's leadership had made the Democrats "just a little bit dizzy."

WINSTON IS DEAD CHARLOTTE GIVEN **FINANCE AGENCY**

Reconstruction Body To Open Office In North Carolina City

Washington, Feb 26 (AP)-The Reconstruction Finance Corporation today announced the establishment of a loan agency at Charlotte, N. C., and appointed John A. Campbell, Jr., as its manager.

The advisory committee for the agency has not yet been completed. The corporation will not make public the names of the committee until all the places on it have been filled

CHARGE RASKOB IS SLANDERING HOOVER

Washington, Feb. 26 (AP)-A charge that John J. Raskob, chairman of the Democratic National Committee "and his associates" were slandering and misrepresenting President Hoover was made Secretary Hurley today in replying to an address last night by the Democratic chairman.

BACK CREEK BRIDGE IS GIVEN APPROVAL

Washington, Feb. 26 (AP)-The War Department today approved plans for the North Carolina highway commission for a bridge across Back Creek near Bath.

WEATHER

FOR NORTH CAROLINA. Fair tonight and Saturday; not much change in temperature, moderate north shifting to northwest and west winds,

Plan To Use New Methods In Effort To Force Garrison At Kiangwan To Cease Fighting

Heroic Defenders of Chapei



Youthful Chinese soldiers are shown in this picture, just arrived from Shanghai, manning an antiquated anti-aircraft gun in Chapei. The defense of the district by the troops of the 19th Route Army amazed the Nippon invaders. In the background can be seen part of North Station which has since been reduced to a mass of ruins by Japanese big gun the series and continuous aerial bombardment. The old guns, such as shown above rould not drive the Jap bombing planes away.

Six Workmen Are Buried By Snow In River Canyon

Mt. Vernon, Wash., Feb. 26 .-(AP—One hundred men resumed their burrowing and tunneling at dawn today into the snowy bed left by an avalanche which buried

row Skagit River canyon. Spurred on when wto of the six were rescued without either being seriously hurt. rescuers worked late into the night but stopped for a few hours when rain threatened new slides.

DRIVE FOR JOBLESS PROVES SUCCESSFUL

Ten Percent of Goal Reached by Legion In National Campaign

New York, Feb. 26. (AP)-The national drive to secure jobs for a mil-lion unemployed continued today with almost ten percent of the goal realized in less than two weeks.

Sponsored by the American Legion, the "war on depression," was launch ed February 15. Since then work has been found for 89,812 persons. Minnesota led the states with 13,391. Yesterday's campaigning netted 8,081 positions.

The drive received the endorsement of William Green, president of the American Federation of Labor.

TO SUE CITY FOR TAXES ON GASOLINE

State Treasurer Enters Suit Against City of Winston-Salem

Raleigh, Feb. 26.-(AP)-Inaugurating a test to determine whether the State of North Carolina can collect gasoline taxes on fuel purchased out of the State and used in municipal of the State and used in municipal government operations with in its bor ders, John P. Stedman, state treasurer, today filed suit for \$412.18 against the city of Winston-Salem.

The complaint in Wake Superior court and the answer set forth that

Winston-Salem purchased a car load of gasoline containing 10,300 gallens from the American Oil Company, at Norfolk, Va., and used the gas in eliminations in the various state de Winston-Salem.

Declares JAPANESE LOSSES IN FIGHTING SAID 120 Aerial Attacks on Airdromes

Will "Starve Them Out" If

Bombs Fail To Force Re-

treat, Spokesman

In Vicinity of Shanghai Continue - Chinese Still Holding To Ground

hanghai, Feb. 27. (Saturday)-(AP)—In a slashing counter attack just after midnight the Chinese army drove the enemy out of the Miaochangchun sector this morning and held on against desultory machine gun fire.

"We can't claim any great gain," said General Tsai Ting-Kai, in an early morning communique, "but Japanese from Miaochangchun sector during a counter attack. The outcome of Friday's fighting was more than gratifying."

Shanghai, China, Feb. 26 (AP) -Japanese troops advancing against machine gun fire surrounded the town of Kiangwan a few minutes before midnight tonight. "If we can't bomb them out, we can starve them out," said a spokesman of Japanese head-

The Chinese resistance was so stubborn that starvation app to be the only weapon which could succeed against them. The spokesman said the Japa-

(Continued on Page Six.)

MEASURE ADOPTED NEW YORK WOMAN Congressional Action Com-

Brooklyn Woman Killed And Two Others Injured In Sanford Accident

Sanford, Feb. 26 .- (AP)-Lee county hospital attaches here today described as serious the condition of Mrs. Nat Bass, of Brooklyn, N. Y., injured with two others in an auto wreck near Moncure yesterday when a fourth was killed.

James Hardy, son of Mrs. Joseph Hardy, who died in the collision, was expected to learse the hospital this afternoon. Physicians said he was the

"BEAR 'RAIDERS" TO BE CALLED IN PROBE

Washington, Feb. 28.—(AP)— President Hoover was informed today he Senate Banking committee intends to "call in several New York bear raiders" for its hearing beg/nning tomorrow on short sell-

State Salary Reductions Will Be Effective Soon

Daily Dispatch Sureats, in the Sir Walter Hotel. By J. C. BASKERVILL. Raleigh. Feb. 26.—Employes of the various State departments received the last pay checks today that they will get at the rate of pay they have been getting since July 1, and from now on will be paid on the basis recently fixed by the Personnel Commission and the Advisory Budget Com-

pleted And Bill Is Sent

To Hoover

Washington, Feb. 26 (AP)-Con-

ressional action on the credit expan-

The Senate approved the conference

adjusting differences over the legis-

lation between the two branches of

Congress within an hour after the

The measure opening the way for

new credit for the nation's bank from

the federal Reserve System and free

ing millions in gold for new currency

President Hoover was expected to

Newport News, Va., Feb. 26 (AP)

-Nelson Peeples, about 25, son of Professor Peter Paul Peeples of

the College of William and Mary

waws reported missing today after taking a solo flight early this morning in a plane later found half

submerged in the Chesapeake Bay

VIRGINIA MISSING

now goes to the White House.

YOUNG AVIATOR IN

sign it quickly.

House had given it formal approval.

on bill was completed today.

mission, which will be approximately 10 per cent less than they have been getting since the horizontal cut enacted by the 1931 general assembly went into effect July 1, 1931. Not all salaries have been cut 10 per cent this time, however, while some of the larger salaries have been cut a great The total savings in salaries in the

various State departments, including the State Highway Commission, will are under the jurisdiction of the peramount to about \$440,000 a year, according to the figures made public propriations to all these institutions today by Frank Dunlap, Director of have been reduce proportionately, personnel. Of this amount about \$190,—

necessitating about a 10 per cent re-000 a year will be saved a sa result of the reduction in salaries and the partments, exclusive of the Highway

the Highway Commission payroll. The payroll for the State departments prior to the 10 per cent cut inJuly amounted to \$1,565,756 a year. Since July 1, this payroll has been 10 per cent less or \$1,409,181 a year. Reducing this further by the \$190,000 resulting from the additional cuts just made, the payroll now stands at approximately \$1,219,181 a year in-

-250,000 a year has been lopped from

stead of at the \$1,565,756 it was a year ago. This cut reduces the Highway Commission payroll from approximate ly 850 State department employes and 2,200 Highway Commission employes are affected by the cuts that go into effect today. None of the employes of the State's educational or charitable institutions sonnel commission, although the ap-

duction in sames. All salary reductions or rammation of personnel has

(Continued on Page Six)