

SENATE ECONOMY GROUP PLANS \$300,000,000 SAVING

Japan Orders Withdrawal Of All Her Troops Remaining At Shanghai

THREAT TO PEACE OF WORLD LIFTED WITH SUDDENNESS

Nation Will Not In Future Be So Hasty In Sending Soldiers To China, It Is Said

NATIONS LOOKED TO TO ENFORCE TRUCE

Troops Will Be Held In Readiness at Home to Hurry Back, But Only "Genuine Emergency" Will Demand It; Cabinet and Emperor Approve Move

Tokyo, May 11. (AP)—The Japanese government announced today it had decided to withdraw all the rest of its troops from Shanghai, ending with an unexpected suddenness a situation which for four months has threatened the peace of the world.

The announcement was made by a government spokesman at midday. He said the cabinet made the decision at a meeting yesterday.

The latter was laid before Emperor Hirohito this afternoon and approved by him after which the general staff telegraphed orders to General Shirakawa, Japanese army commander at Shanghai to hold all army forces there in readiness to return to Japan. The spokesman said the movement was expected to be completed within a month.

From then on, the spokesman said Japan expected the United States and other powers interested in Shanghai to see to it that the terms of the recently signed truce agreement were observed by China.

The troops, once returned, would be held in readiness to return should a "genuine emergency" demand it, he emphasized, but he added that the government in the future would probably be slow to decide such an emergency existed, and would not consider minor infractions of the truce by the Chinese as reasons for dispatching of troops.

BUG ARMY ALREADY REPORTED ON MOVE

BY J. C. BASKERVILLE, In the Sir Walter Hotel, Daily Dispatch Bureau.

Raleigh, May 11.—This is an insect year and the bug armies are already mobilizing and on the move, with indications that they are going to take heavy toll during the spring and summer, according to Dr. R. W. Leiby, entomologist with the State Department of Agriculture. Hundreds of letters continue to come to his office asking what to do to stop the intruders being made by these six-footed creatures, Dr. Leiby said, indicating that the mild weather of the past winter has permitted the survival of more than the average number of insects.

One of the early-appearing insects which is already proving more destructive than usual and becoming a real menace, is the tobacco flea bug, that attacks tobacco plants in the beds. This tobacco flea bug, together with blue mold, is already responsible for a decided shortage of tobacco plants in the tobacco counties with the result that a greatly curtailed crop is in prospect, Dr. Leiby said.

Glass Offers To Name Member Hired By Bank

Washington, May 11 (AP)—Senator Glass, Democrat, Virginia, offered in the Senate today to prove that a member of Congress had been hired several years ago to oppose the branch banking provision of the McFadden bill if a copy one was willing to take the responsibility for making the evidence public.

Replying in the Senate to an assertion in the House that the charge Glass voiced yesterday was a "dastardly lie," the Virginian said evidence that a Congressman

Fall Leaves Prison for His Home, A Broken Man



Albert Bacon Fall, former secretary of the interior in the cabinet of President Harding, left the New Mexico State Prison at Santa Fe Monday to return to his home in El Paso, Texas,

right, broken in health and in reputation. He served something more than nine months of a year and a day sentence for accepting a bribe in the Teapot Dome transaction from his

old friend, Edward L. Doherty, oil man. A fine of \$100,000 stands as a lien against Fall's property, but he claimed he had no money and has not paid the fine. The prison is shown, left above.

TWO BILLIONS FOR PUBLIC WORKS IS SOUGHT IN BILL BY ROBINSON

Washington, May 11 (AP)—A Democratic plan for economic recovery calling for a two billion dollar public works program and \$300,000,000 for loans to States and municipalities for relief of suffering resulting from unemployment, was presented to the Senate today by Senator Robinson, the party leader.

The financing would be by means of bond issues. While the Senate listened to him Senator Davis, Republican, Pennsylvania, proposed legislation to authorize the Reconstruction Finance Corporation to lend 500,000,000 to citizens and states for unemployment relief.

In presenting the program to an intense Senate, the Democratic leader placed foremost in importance the balancing of the Federal budget. The subject of Federal relief was getting more and more attention in the capital. President Hoover today called into conference Charles G. Dawes, president of the Reconstruction Finance Corporation, and Secretary Mills, his principal and almost constant financial advisor.

FOUNTAIN IGNORED MAXWELL IN TALK

Speculation Is Whether It Was Bid For Support or Just Plain Snub

FOUNTAIN OPTIMISTIC

His Headquarters Appears To Think Raleigh Speech Helped His Cause And Will Win Raleigh And Wake County

Daily Dispatch Bureau, In the Sir Walter Hotel, Raleigh, May 11.—One of the most significant things about the campaign speech made here by Lieutenant Governor R. T. Fountain Monday night was that he did not once mention or allude to A. J. Maxwell, one of the three candidates for the nomination, but devoted his attention only to J. C. B. Ehringhaus, as if he were the only other candidate for the nomination, it is being pointed out by observers here today. This fact is being interpreted to indicate that Fountain is either making overtures of some sort to the Maxwell followers in the hope that if he does not mention or attack Maxwell that he may get some of their votes, or that he believes his only real danger and opposition is from Ehringhaus.

Another significant fact is that this

(Continued on Page Two)

Wheat to Advance as Crop Dwindles

Washington, May 11.—(AP)—Prospect for higher wheat prices became brighter today with the Agriculture Department's second report on winter wheat production, placing it at 440,781,000 bushels, against 787,465,000 for last year. Continuous unfavorable growing conditions brought the indicated harvest down 18,000,000 bushels from the April 1 forecast of 458,000,000 bushels. The May 1 condition was 75.1 percent of normal.

FINAL EFFORT FOR BONUS VOTE MADE

Patman Leads Move to Have Legislation Put On House Calendar

Washington, May 11.—(AP)—A final attempt was launched today to secure a House vote at this session on legislation to cash the soldiers bonus certificates. Representative Patman, of Texas, and other bonus sponsors besought the rules committee, which maps the House program, to approve a plan to give the bonus legislation a place on the calendar. There was no great chance of their succeeding, but the action might make it possible for them to employ a discharge petition to force out the bonus bill.

TIME NOW TO OPEN WAR ON HOUSE FLY

BY J. C. BASKERVILLE, Raleigh, May 11.—With fly season at hand and with a decided increase in the number of cases of several communicable diseases, especially typhoid, it is more important than ever for the people of the State to guard their homes from flies and their food against contamination by flies, according to Dr. James M. Parrott, executive secretary of the State Board of Health. For in addition to carrying typhoid, flies also carry many other disease germs, such as colitis and other diseases of children.

DEMOCRATS AWAIT PRESIDENT'S VETO

New Tariff Bill Loaded With Campaign Material When Rejected

PROPOSES CONFERENCE

Would Have Hoover Call International Parley To Lower Barriers; Also Deprives Him of Power To Alter Rates

Washington, May 11 (AP)—A carefully planted and nurtured bit of Democratic campaign material was looked to for its first lesson today.

It was the new tariff bill drafted and passed through both branches of Congress, with deliberate expectations of a veto by President Hoover.

Received at the White House nine days ago it was sent around to cabinet members for inspection and looked over by the President himself. He set then to drafting his message of disapproval. This must be submitted to Congress by tomorrow at the latest to prevent the bill from becoming law under the ten-day statutory limitations on the presidential veto power.

The measure does several things opposed by the administration and contrary to Republican principles. Among them it restores to Congress the power now held by the President to pass on tariff commission changes in rates and directs the calling of international conference to consider bringing down all tariff walls and in other ways alters existing practices.

SAYS UNIVERSITY SPIRITUAL LEADER

Chapel Hill, May 11.—"No educational institution in the world is illustrating more sincerely the whole-some life of intellectual freedom, courageous idealism, and spiritual strength than the University of North Carolina," said Dr. Fletcher Sims Brookman, for a score of years Christian missionary to China and now secretary of the Committee on the Promotion of Friendship Between America and the Far East. "Your very freedom is fundamentally a part of your moral idealism and spiritual faith," he told University students.

REVENUE MEASURE IS SUBMITTED TO SENATE FOR VOTE

Committee Asks Country To Accept New Taxes As Means of Strengthening Government

IS UNANIMOUS FOR BALANCING BUDGET

Realizes Extra Burdens May Seem Unjustifiable, But Disadvantages of Sound Government Far Surpass Any Disadvantages of Extra Tax Load

Washington, May 11.—(AP)—The Senate Finance Committee, in its report on the billion dollar revenue bill submitted today in the Senate, declared the measure must be accompanied by \$230,000,000 in savings to balance the budget next year.

The committee unanimously favored balancing the 1933 budget, pointing to deficits of the last three years. Defending the numerous increases in rates and the new levies provided by the bill, the report asked the nation to consider the benefits of a sound government fiscal policy.

"Your committee appreciates," said the report, "that the industries selected in common with all other industries, have been and are seriously affected by the depression and consequent decreases in business activity and profits."

"It is realized that additional burdens at this time may seem unjustifiable and almost insupportable."

"It is not believed, however, that taxes as reported by your committee imposes undue burdens upon industry and commerce or will seriously retard a return to normal business conditions."

"The required revenues must be raised. Benefits to be derived from the reestablishment of Federal finances upon an unquestionably sound basis far surpass any possible disadvantages from the burden of additional taxes."

WANTS TO RELIEVE RAILROADS OF LEVY

Dropping Recapture Clause Urgently Needed, Texan Declares

Washington, May 11.—(AP)—Chairman Rayburn, of the House Interstate Commerce Committee, predicted today before the Rules Committee that unless something further is done to aid them, many railroads will be forced into receivership and then under Federal ownership.

His bill to repeal the law requiring carriers to pay to the Federal Treasury one-half of their earnings over 3.4 percent, the Texas Democrat added, would do much to improve conditions.

Under the law, Rayburn said, the Interstate Commerce Commission claims railroads owe \$361,000,000 to the recapture fund. Of that total \$13,000,000, including interest, now is in the fund.

GOLDEN CHAIN EVENT A FEATURE AT STATE

Raleigh, May 11.—One of the most impressive ceremonies of the school year at State College will be held Thursday afternoon, May 12 when the annual "Tapping" exercises for membership in the Golden Chain honor society will be staged on the campus.

Each spring near the end of the school year the entire junior class assembles near the World War Memorial and, one by one, twelve of its members are indicated to take the place of a retiring senior member. Thus the society is perpetuated from year to year as the twelve seniors are graduated.

WEATHER FOR NORTH CAROLINA. Mostly cloudy, probably occasional showers tonight and Thursday; slowly rising temperature Thursday in interior of north portion.

Bi-Partisan Group At Breakfast With President Hoover

Fear for Lost Child



In the Ridge route country, California, infested with rattlesnakes, wildcats, coyotes and herds of wild hogs, more than 200 officers and natives have been searching for three-year-old Cecilia Mitchell, missing from her home in Los Angeles. Dangers encountered in that region have spurred on the searchers.

Program Laid Along Same Lines As That Riddled By The House Several Weeks Ago

PAYLESS FURLOUGH AMONG THE ITEMS

Five-Day Week Also Under Consideration; Reduced Appropriations and Governmental Consolidation Hoped for; Secretary Mills Is Spokesman

Washington, May 11 (AP)—At a bipartisan White House breakfast with members of the new Senate economy committee, President Hoover today set under way a new money saving program in the Senate along the same lines as that riddled by the House.

The drive specifically is aimed at a goal of saving \$300,000,000 or more through reduced appropriations and governmental consolidations.

Many of the items of the original House economy bill were discussed, including the five-day week, and payless furlough plans for Federal employees. Secretary Mills was appointed spokesman for the group breakfasting with the President, a role he has assumed following all of the series of recent White House parleys.

Asked what had happened, he stated slowly, apparently seeking his words with care:

"We discussed economy along the lines of seeing how, through an economy omnibus bill reduction in appropriations and authority for governmental consolidations, savings of \$300,000,000 or more can be effected for the fiscal year 1933."

Florida Post Is For Resignation Of Henry Stevens

Sebring, Fla., May 11.—(AP)—The Sebring post of the American Legion demanded the resignation of National Commander Henry L. Stevens, Jr., and State Commander E. B. Knowles today, saying "they do not represent the rank and file of the American Legion." The post favored immediate payment of the soldiers bonus. His action against Stevens and Knowles was taken because they opposed the bonus.

GASTON B. MEANS MAKES HIS BAIL

Furnishes \$50,000 Surety In District Court And Is Released

REDUCED FROM \$100,000 Charged With Obtaining \$104,000 From Mrs. Edward McLean To Affect Return of Kidnapped Lindbergh Baby

Washington, May 11.—(AP)—Gaston B. Means was freed on \$50,000 bail today by Justice James M. Proctor in the District of Columbia Supreme Court.

Means was indicted yesterday upon a charge of obtaining \$104,000 from Mrs. Evelyn Walsh McLean, estranged wife of the publisher of the Washington Post under the pretense that he could recover the Lindbergh baby. He signed his bond, handed it to a criminal court clerk and started home with his wife. He is to be arraigned next Friday.

\$64,778,694 Tied Up Last Five Years In Closed Banks

Raleigh, May 11.—(AP)—There was \$64,778,694.25 tied up December 31, 1931, in banks which had closed in North Carolina over a five-year period, the State Banking Commission announced today. There were 123 banks that closed during January 1, 1927, and December 31, 1931, which had total resources of \$76,734,703.22, and deposits of \$51,878,725.09 when they closed. During the period of liquidation covered, depositors received \$6,426,779.33. Of the \$12,804,771.30 listed as preferred and secured claims in banks when they closed, \$6,303,173.78 had been paid. Noting that on January 1, 1932, there remained an actual resource of \$63,880,383.26, the report warned this was subject to "enormous depreciation." The actual resource total was shown as more than a million dollars less than the balance sheet resource total. Cost of liquidation was shown as 200 percent, if the income from rents, interest and other sources was offset. The cost was \$537,644.99 for the liquidation of \$11,956,006.97, and income was \$518,218.04.