

HENDERSON, GATEWAY TO CENTRAL CAROLINA.

Henderson Daily Dispatch

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Vigorous Opposition To Compensation Insurance Raise Given At Hearing

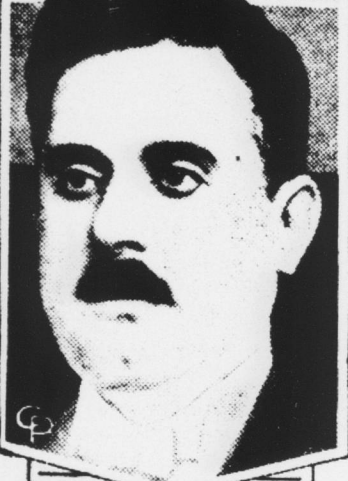
Industrial Representatives and Industrial Board Join In Determined Protest

CHARGES MADE BY MAJOR MATT ALLEN

Says Insurance Companies Have Had Heavy Losses Elsewhere and Trying To Make Employers Pay For It; Accident Costs In State Are Reduced

Aug. 5 (AP)—Vigorous opposition was given today to a proposed increase of industrial workmen's compensation rates in North Carolina at a public hearing in Bonyon, State insurance department. Major H. Allen, chairman of the Industrial Board, charged that insurance companies were attempting to raise their rates by passing the burden on employers. He said that in other states, such as Michigan, the average cost per accident was \$100,000, while in North Carolina it was \$50,000. He said that the proposed increase would raise the cost to \$100,000. The hearing was held in the Bonyon State insurance department. Major H. Allen, chairman of the Industrial Board, charged that insurance companies were attempting to raise their rates by passing the burden on employers. He said that in other states, such as Michigan, the average cost per accident was \$100,000, while in North Carolina it was \$50,000. He said that the proposed increase would raise the cost to \$100,000.

In Latin Quarrel



These are the two presidents of South America's disputing nations, near war as the result of a quarrel over the Gran Chaco district, claimed by both Bolivia and Paraguay. Top photo is of Dr. Daniel Salamanca, president of Bolivia, and below is President Jose P. Guggiari, who has issued a call to arms in Paraguay.

Blaze on German Freight Ship Is Finally Put Out

Wilmington, Aug. 5.—(AP)—The Wilmington fire department, after a three-hour battle, early today extinguished a fire that had raged for nearly 14 hours in the hold of the German freighter Poland. The Poland put in here last night after falling to find fire fighting equipment at Southport. The fire was caused by a short circuit in the hold of the Poland. The fire was extinguished by the Wilmington fire department. The fire was caused by a short circuit in the hold of the Poland. The fire was extinguished by the Wilmington fire department.

Private Affairs Clark, Lancaster Aired For Court

Aug. 5.—(AP)—The private affairs of Captain W. N. Lancaster, charged with murdering Haden Haden, were aird for court today. The court heard evidence from Mrs. J. M. Lancaster, with whom each was in a long personal relationship, and from a diary read in court today. The court heard evidence from Mrs. J. M. Lancaster, with whom each was in a long personal relationship, and from a diary read in court today.

CONSUMER BLOCKS SHIFTING OF TRADE

Canadians May Not Be Willing To Divert \$200,000,000 From U. S.

Aug. 5.—(AP)—A consumer was pointed out today to prove the great shift in the way of the proposed trade agreement between \$100,000,000 worth of Canadian goods to the United States to Great Britain. The consumer was pointed out today to prove the great shift in the way of the proposed trade agreement between \$100,000,000 worth of Canadian goods to the United States to Great Britain.

Arms Group Home, And Disappointed

New York, Aug. 5.—(AP)—Members of the American delegation to the world disarmament conference returned from Geneva today on the liner Leviathan, disappointed in some respects, but otherwise encouraged by their six months of negotiations for limitation of man-killing war devices.

M'LENDON TALKED AS ACCEPTABLE TO ROBERT REYNOLDS

Whispered In Raleigh That Senate Nominee Will Deny He Ever Opposed Durham Man

McLENDON IS NOT ANXIOUS FOR JOB

But It Is Rumored He Will Become State Chairman If He Will Accept It; Otherwise Wallace Winborne, of Marion, Will Probably Be Selected

Daily Dispatch Bureau, Raleigh, Aug. 5.—Stories from Durham, chiefly underground, that Major L. P. McLendon, who managed the Ehringhaus campaign for governor, is entirely acceptable to Robert R. Reynolds, as State chairman, bring also the news that Major McLendon has been persuaded not to decline the honor though it does not appear that he is ready to accept.

For some days it has been whispered in Raleigh that Mr. Reynolds is going to deny that he ever opposed McLendon or said anything to that effect. It does begin to appear that C. L. Shuping, great manager in campaign, will not be pressed, and that the choice will fall on Mr. McLendon if he is willing. Should that turn not be taken, there is still a good combination in Attorney J. Wallace Winborne, of Marion, who is a native of Albemarle section, a lifelong friend of

(Continued on Page Six.)

Bonus Army To Be Cleared by Night From Johnstown

Johnstown, Pa., Aug. 5 (AP)—Evacuation of the stranded bonus army from its squalid suburban camp progressed slowly today, but Mayor Eddie McCloskey said the billets would be cleared by nightfall.

A long line of rickety automobiles will begin moving during the afternoon. McCloskey announced he had arranged with an oil company to furnish gasoline and oil for every private truck and automobile in camp.

GARDNER TO SHELBY TO SPEND VACATION

Governor Slips Out of Town Without Indication of Length of Time He Will Be Gone

Raleigh, Aug. 5.—(AP)—Governor O. Max Gardner left Raleigh this afternoon to spend his vacation in his home in Shelby.

The governor slipped out of town without giving any indication of how long he will be gone. Mrs. Gardner accompanied him. Edwin Gill, private secretary to Governor Gardner, is on his vacation, and Charles H. England, State game warden, who was secretary to former Governor Angus W. McLean, will assist Thad W. Eure, assistant director of personnel, with the routine of the governor's office.

Crimes And Plagues In Manchuria

Harbin, Manchuria, Aug. 5 (AP)—Flood, cholera, kidnaping and banditry are taking a grim toll of life in Manchuria. From all sections come reports of enormous property damage of thousands of villages wiped out, of tens of thousands of persons homeless. Rivers are blocked with floating houses, and drowned men and women and cattle. All the branches of the Chinese Eastern Railway are paralyzed. The trans-Siberian Express has been suspended, and the railroad stations are crowded with panic-stricken women, crying children and bewildered men.

LIBBY HOLMAN NOT YET UNDER ARREST IN REYNOLDS KILLING

Widow And Pal Indicted In Reynolds Slaying



Reynolds



Libby Holman



Walker

The Forsyth county grand jury at Winston-Salem late yesterday returned true bills against Libby Holman Reynolds (center), widow of the millionaire Smith Reynolds, (left), heir to Reynolds tobacco millions, and Ab

Walker (right), intimate friend of the dead man, charging them with the slaying of Reynolds last month in the palatial Reynolds mansion, Reynolds, on the outskirts of Winston-Salem. It was at first stated that Reynolds

committed suicide. Forsyth county officials have been conducting an investigation into the killing for a month, and the indictments were the result of evidence placed before the grand jury.

SIGNS OF REVIVAL OF BUSINESS NOW MORE CONVINCING

Industrial Activity Really Quickening In Addition to Stock Market's Advance

HINT OF INFLATION IS HEARD, HOWEVER

Charge Naturally Is Made That Administration Is Stimulating Business To Maintain Itself In Power; Plenty of Gloom Behind Scenes If Sought

By CHARLES P. STEWART, Central Press Staff Writer

Washington, July 5.—Something resembling an economic revival, in its early stages, has been in evidence lately, but how genuine it is a hard problem to guess on.

(Continued on Page Five.)

Granville Man's Slayers Are Sought By Officers

Still Dry Kansas



That Kansas, first of the "dry" states, is still safe from the wet invasion is evident from the results of the recent primary. Senator George McGill (above), an ardent dry, was renominated on the Democratic ticket as was Governor Harry H. Woodring. The Republican nominees are also pledged to prohibition.

Otto Lyon, Filling Station Operator on Oxford-Durham Highway, Killed Last Night

TWO MEN ASKED FOR GAS AFTER CLOSING

While Lyon Fumbled at the Door, One Drew Pistol and Shot Him; Wife Saw Tragically from Window, But Unable To Say Whether White Men or Negroes

Oxford, Aug. 5.—(AP)—Authorities today sought two men who late last night shot and killed Otto Lyon, prominent Granville county farmer and filling station operator. Mrs. Lyon, who witnessed the shooting, said the men got her husband out of bed under the pretense they wanted to buy gasoline. She was unable to identify them as white or Negro men.

She said the men came to the Lyon home on the Durham-Oxford highway about 10:30 p. m., and told Lyon their automobile had run out of gasoline, asking him to open his station located a few yards from the house.

Mrs. Lyon from a window watched them depart. She said while her husband fumbled at the door of the filling station, one of the men drew a pistol and shot him down.

A coroner's inquiry, originally scheduled for this morning, was postponed until Thursday pending developments. Sheriff Davis, of Granville county, was in Durham checking reports that the automobile bore a Durham license.

Two Negro suspects were taken into custody, but it was said they would probably be released, as they had not been connected with the crime.

LONG TERMER GETS GOVERNOR'S PAROLE

Raleigh, Aug. 5.—(AP)—Governor O. Max Gardner today paroled Oscar McMillan, uplin county white man who has served 11 years of a 20-year sentence for the murder of Weaver Pickford, Negro. Eight other prisoners were paroled, but 43 applications for clemency were declined. Tyre C. Taylor, executive counsel to the governor, announced.

New Building For South Is \$213,569,000 In 1932

Baltimore, Md., Aug. 5.—(AP)—Climbing consistently since April, construction contractors in 16 southern states reached \$213,569,000 for the first seven months of the year, with nearly \$46,000,000 in new contracts added during July, the Manufacturers Record says in its current issue, published today. The \$46,000,000 figure exceeds the April figure by 76 percent, the may total by more than 30 percent, and the June total by more than five percent, the Record says. By including numerous small projects for which contracts were awarded but which were not reported separately, the seventh month total is conservatively estimated at \$280,000,000.

SOLICITOR WON'T SAY IF BOND WILL BE ALLOWED GIRL

Higgins Declines To Say Whether He Will Ask First Degree or Lesser Conviction

MAY GET LIBERTY BY HABEAS CORPUS

Not Certain Yet Whether Special Term of Court Will Be Asked; Richard Reynolds Sails From Rio To Investigate Into Brother's Death Here July 6

Cincinnati, Aug. 5 (AP)—Libby Holman knows that North Carolina accuses her of murder in the death of her 20-year-old husband, Smith Reynolds.

Relatives revealed today she had been notified of the action of the Forsyth county grand jury but they would not tell where she was when she received the information, by what means she received it, or what she said.

Winston-Salem, Aug. 5.—(AP)—Solicitor Carlisle Higgins, chief prosecuting officer of this district, refused to say today whether he will consent to bail for Libby Holman Reynolds, former Broadway theatrical favorite, who was indicted with Ab Walker here yesterday for the murder of her husband, Smith Reynolds.

Higgins said Mrs. Reynolds can obtain her freedom pending trial only by habeas corpus proceedings before a superior court judge. Ordinarily first degree murder is not a bailable offense in North Carolina.

Both Higgins and his assistant, J. Earl McMichael, were non-communicative about the case, but the latter said it would be impossible for

(Continued on Page Six.)

Committee To Work On Home Bank

Prominent Citizens Named by Gardner To Push Campaign For State

Raleigh, Aug. 5.—(AP)—Governor O. Max Gardner today appointed a committee of 14 prominent North Carolinians to launch a campaign to secure the location of a Federal home loan bank created by the last Congress for this State.

At a recent meeting of bankers and business men in the governor's office, Gardner urged united efforts of the State to put forth and announced he would name the committee.

Congressman Frank Hancock, of Oxford, was appointed chairman. Other members are: Judge Junius G. Adams, Asheville; Stewart W. Cramer, Cramerton; Word E. Wood, Charlotte; James S. Duncan, Greensboro; John Sprunt Hill, Durham; Charles E. Taylor, Wilmington; George W. Freeman, Goldsboro; W. C. Woodward, Rocky Mount; Clyde R. Hoy, Shelby; Julian C. Price, Greensboro; J. E. Brinn, Sanford; J. M. Broughton, Raleigh, and R. M. Hanes, Winston-Salem.

VICE CHAIRMAN SAYS INTEREST IS GREATER

Denies Farm Board Has Desire To Dominate Cooperative Organizations

Durham, N. H., Aug. 5.—(AP)—Carl Williams, vice chairman of the Federal Farm Board, told the American Institute of Cooperation today that he was confident interest collected on more than \$400,000,000 lent to cooperative organizations would more than offset any losses.

Williams, answering criticism of Farm Board policies, denied the board had any desire to dominate cooperative organizations, as it had been charged by speakers in the past two days.

Citing cases which, Williams said, disclosed evidence of inefficiency in State organizations, he asserted that it was sometimes necessary for the board to interfere for the protection of the producer, he mentioned two cotton producing states.

SHORT TERM TRUSTY HELD FOR MURDER

Tucker Prison Farm, Ark., Aug. 5.—(AP)—Arobie Jones, short term trusty who organized the break for freedom that cost 2400 convicts their lives yesterday, has been ordered held for the grand jury by the coroner on a murder charge.

WEATHER FOR NORTH CAROLINA

Probably showers tonight and Saturday.

Young Democrats To Sell 25 Million Cakes Of Soap For Cleaning Up America

Raleigh, Aug. 5.—Young Democrats of America, Tyre Taylor, their president, said yesterday, are going to sell 25,000,000 cakes of soap with which to "clean up America" in the November election. Mr. Taylor made public the grandiose and original scheme yesterday evening though in announcing it he said the idea was given by Hal Slane, president of the Young Democratic Clubs of California. The idea was so clever that the national organization adopted it. Everybody uses soap at sometime or another. It is the dream of the Democrats to get Republican

(Continued on Page Three.)