

MAY BOOST WORKS FUND TO \$5,000,000,000

Government Plans To Risk Courts In Upholding Of NRA

Stern Decision To Prosecute All Violators Appears to Have Been Reached In Fight

JOHNSON ABANDONS OLD PRECAUTIONS

Outright Promise of Prosecution in Case of Henry Ford Seen as Evidence of New Determination, With Roosevelt Backing The Decision

Washington, Oct. 28.—(AP)—A stern decision to prosecute all conspicuous violators appears to have supplanted NRA's long exercised care to shelter industrial program from court attack.

From the signing of the industrial code until now, Hugh S. Johnson has taken a course calculated to lead him through the pitfalls of legal action. Attempts at vigorous enforcement have been mild, with a clearly indicated policy that an easy attitude would bring most results in the first objective of getting American industry and trade under codes.

But yesterday's outright promise of prosecution, if and when Henry Ford should be found to be violating the automobile code, signalled a new readiness to face a constitutional test of the industrial law. This determination coupled with a vigorous exclusion of Ford from government contracts, was backed by President Roosevelt.

Mother of New Race?



Mrs. Earl E. Dudding

Here is Mrs. Earl E. Dudding, wife of a Huntington, W. Va., doctor, who, it is said, is about to become the mother of a "chemical" baby. Dr. Dudding, the supposed creator of the expected child, rather than its father, says the baby was created by a serum extracted from a cherry tree leaf and injected into the body of Mrs. Dudding with a hypodermic needle. Dr. Dudding says the serum should produce a new race free of criminal traits.

GOVERNMENT WILL DEMAND TO PROBE COSTS OF STEEL

Won't Lend Railroads Money To Buy Rails Otherwise, Unless Price Is Cut To \$35

EASTMAN CHARGES COLLUSION IN BIDS

Stand Taken "as Safeguard to Consumer and Public Interest as Substitute For Competition, Which Is Absent; Demand Examination of Books

Washington, Oct. 28.—(AP)—The administration today notified steel companies that the government will refuse to loan funds for purchase of rails for railroads without a complete examination of the steel companies' books, an costs records, unless the price is reduced to \$35 a ton.

Joseph B. Eastman, transportation coordinator, today made public letters from the steel companies fixing a uniform price of \$37.75 per gross ton at the mills for first quality rails. He charged that the letters and prices submitted "bear unmistakable evidence of prior consultation and collusion and absence of competition."

"In view of the circumstances and of the past history of steel prices and what is known about them," Eastman said in a statement, "he (the coordinator) is authorized by the President to say that the government is unwilling to lend money to the railroads for the purchase of rails without some safeguard to the consumer and the public interest as a substitute for the competition which is absent. Such a safeguard would be provided by an examination of the books and cost records of the steel companies by government accountants."

Allot \$1,350,000 For Construction Veteran Hospital

Washington, Oct. 28.—(AP)—The Public Works Administration today allotted \$1,350,000 to the Veterans Administration for the acquisition of a site and construction of a neuropsychiatric hospital in the vicinity of Roanoke, Va.

Plans for the Roanoke hospital have been completed. It will contain 475 beds and it was estimated by officials the work will provide 6,400 man months of employment.

Barker Is New Head Kiwanians

Elizabeth City, Oct. 28.—(AP)—Ralph Barker of Durham was elected governor of the Carolina Kiwanis district for 1934 at the annual convention which ended here today.

William Montgomery of Wilmington, is the outgoing governor. Barker received 57 votes for governor, and E. Tracy Cunningham, of Greensboro received 40.

Asheville was unanimously chosen as the 1934 convention place after Charleston, S. C., withdrew its invitation in favor of the North Carolina city.

Lieutenant governors were elected for the coming year. For the fifth division, J. William McFord, of Oxford was chosen.

Arab Riots Bring Death In Palestine Disorders

Haifa Palestine, Oct. 28 (AP)—One person was killed and 25 wounded today in two new clashes in this modernized port of Palestine between police and a mob who demonstrated against Jewish immigration.

Battle lines were drawn between police and the surging throngs of Arabs in the district around the railway station.

Taking drastic steps to avoid general fighting, authorities proclaimed the curfew law to clear the streets.

The Arabs however, attempted to rush the station for the arrival of prisoners arrested at Jaffa in connection with yesterday's outbreaks in which at least 13 were slain and many wounded.

The police arrived in time to prevent serious damage as the Arabs attempted to smash automobiles and taxis.

EXPOSE STARTLING PRACTICES OF AMERICAN FINANCE



This photo shows the senate banking committee now engaged in conducting hearings in Washington which are bringing to light the condition and operations of many of the nation's leading financial houses. Left to right, they are Senator James Couzens of Michigan, Senator John G. Townsend of Delaware; Senator Duncan U. Fletcher of Florida, committee chairman, and Ferdinand Pecora, legal counsel. Bar in Detroit and Cleveland will be investigated shortly.

FORECLOSURES ON 2,589 PROPERTIES ARE FORESTALLED

Home Owners' Loan Corporation Saves Urban Properties Valued at \$9,903,920 Sum

APPROVALS ARE 157 IN NORTH CAROLINA

Value Placed at \$366,711, While 244 Are Rejected, Totalling \$752,457 Before Appraisal; 64 Foreclosures Averted in State, Report Declares

Washington, Oct. 28.—(AP)—The Home Owners' Loan Corporation said today its activities prevented 2,589 foreclosures on urban properties to a value of \$9,903,920 during the week ended October 20.

The new total of foreclosures averted was given at 22,832 with a dollar volume of \$68,271,957. Individual loan obligations tentatively approved at the home office reached \$86,220, totalling \$24,082,273.

The corporation said that up to October 20 loans completely paid out

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EHRINGHAUS TO GO TO TOBACCO EVENT

Raleigh, Oct. 28.—(AP)—Governor Ehringhaus today tentatively accepted an invitation to attend the Golden Weed Jubilee to be held in Farmville on November 10. A delegation of Pitt county citizens headed by Mayor John B. Lewis, of Farmville, presented the invitation.

BLAST KILLS ONE IN CANNING PLANT

Front Royal Va., Oct. 28 (AP)—One man was killed and two others seriously injured by an explosion in a preserving plant here this morning.

Explosion of a boiler used in making ketchup wrecked the building, burying James Groves who was dead when found and James Costello and David Knight who were taken to a Winchester hospital for treatment.

Jack Knight, his daughter Virginia and Clarence Sumpton fireman were less seriously injured while the remaining employees were in a remote section of the plant and escaped unhurt.

Nation Heading Direct To Inflation, Is Belief Of Former Gov. Gardner

Will Be Tough on Salaried Fellows Unless Their Salaries Are Also Inflated, Says Statement in Raleigh; Roosevelt Headed For Touchdown

Raleigh, Oct. 28.—(AP)—Former Governor O. Max Gardner said here today:

"We as a nation are headed almost straight for inflation, and it will be tough on the salaried fellows unless their own salaries are inflated."

Former Governor Gardner, now counsel for the rayon industry in Washington, who resigned as national Democratic committeeman recently, described President Roosevelt as the nation's quarterback, who is playing an economic football game with a variety of players, trying to score the touchdown of recovery.

Gardner and his wife, Assistant Secretary of the Treasury L. W. Robert and Mrs. Robert; Turner Battle, of the Labor Department; Mrs. T. O. Noyes, of Washington; Fred Morrison former secretary of the State Tax Commission, and Mr. and Mrs. R. W. Roberts, Jr., were guests of T. L. Bland at breakfast here today en route to the Georgia Tech-North Carolina football game at Chapel Hill. Governor Ehringhaus joined the party for breakfast.

"President Roosevelt is not playing the game like Mr. Hoover did," Governor Gardner said. "If one of Mr. Hoover's plays failed to click, or was stopped he made the mistake of other quarterbacks I have seen and tried to run the same plays with consequent effects."

"But President Roosevelt is a different sort of quarterback. He mixes up his plays. If one plan fails to click he tries an end run, a tackle play or even throws a forward pass. Sometimes he drives straight through the center of the line. That man is mixing them up, and sooner or later he is going to find the play that will score for us that recovery touchdown."

DENIES DRYS SEEK 'MUGWUMP' PARTY

Mrs. Doak Also Says Drys Did Not Invite McNinch Back To Speak

Raleigh, Oct. 28.—Vehement denial that the United Dry Forces are doing anything to encourage the formation of a dry mugwump party in North Carolina was made here today by Mrs. Charles G. Doak, secretary of the State organization. She insisted that the one and only objective of the dry forces is to prevent North Carolina from voting for repeal of the eighteenth amendment in the general election November 7.

"We are, of course, inviting any one who will vote against repeal, regardless of whether they are Democrats, Republicans, Socialists or what not, since it is our understanding that this is a non-partisan election," Mrs. Doak said. "The repeal forces are doing the same thing. So why should any one say that we are trying to form a mugwump dry party to form a mugwump wet party?"

Mrs. Doak also insisted that the United Dry Forces as an organization had nothing to do with inviting Frank McNinch to come back to the State to make a speech against repeal and that hence the anti-repealists cannot be charged with attempting to revive the Hoovercratic party of 1928 as an organization in order to best repeal November 11. Many of those in political circles here, anti-repealists as well as repealists, have held that the drys made a big mistake when they invited McNinch to come back to North Carolina from Washington to campaign for them, since he was the

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GARDNER VISIT TO MANSION WATCHED

Speculation Arises From Week-End Stay With the Ehringhaus

Raleigh, Oct. 28.—The presence here of former Governor O. Max Gardner and Mrs. Gardner as the week-end house guests of Governor and Mrs. J. C. B. Ehringhaus is probably nothing more than what it appears to be—a social week-end visit. But the politically minded here see in it much of political significance especially as a result of the recent resignation of Mr. Gardner as a member of the Democratic National Committee. They are wondering what the governor of North Carolina will say to the former governor of North Carolina and are confident that matters of deep political import to the State will be discussed.

This morning Mr. and Mrs. Gardner and their party were the breakfast guests of T. L. Bland owner of the Sir Walter hotel. A short time later Governor Ehringhaus, Mr. and Mrs. Gardner and the others in the party left for Chapel Hill where they were the luncheon guests of President Frank P. Graham of the University of North Carolina, and then attended the University of North Carolina-Georgia Tech football game. So no opportunity for discussion of anything but football is expected until after the football game when the party will return here. But when the governor and the former governor get back here tonight, the prevailing belief is that deep political matters will be discussed at a private powwow at the executive mansion.

This is the first time Mr. Gardner has stopped in Raleigh for more than an hour or so since he relinquished the governorship.

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SECRETARY ICKES FAVORS INCREASE BY THE CONGRESS

Roosevelt Has Not Decided What Amounts, If Any, He Will Ask The Coming Winter

FISCAL PROGRAM IS WAITING ON RULING

To Date \$2,105,216,525 of Original \$3,300,000,000 Public Works Fund Has Been Allotted; Some Requests Will Be Refused Without More Money

Washington, Oct. 28.—(AP)—A boost in the \$3,300,000,000 public works fund is being considered by President Roosevelt and \$5,000,000,000 is the figure mentioned in some administrative quarters.

Secretary Ickes, public works administrator, favors the \$1,700,000,000 increase. He feels many communities may have to be turned down otherwise, so rapidly have requests for funds amounted.

But Mr. Roosevelt has not decided what additional amounts, if any, he may ask of Congress. Pending a decision, he is holding up completion of next year's fiscal program.

To date \$2,105,216,525 of the \$3,300,000,000 work fund has been allotted to Federal and non-Federal projects throughout the country. About one-fourth the allotted figure has been withdrawn from the Treasury.

\$6,107,225 Given On Work Project In 25 of States

Washington, Oct. 28.—(AP)—The Public Works Administration today allotted \$6,107,225 for 52 non-Federal projects in 25 states, saying the total provide an estimated 40,000 man months of direct and 40,000 man months of indirect employment. The largest allotment was to Pennsylvania, totaling \$3,500,000 for waterway improvement.

U. S. Probe S. C. Strike Is Desired

Governor Blackwood Says NRA Involved In Troubles In Aiken County

Columbia, S. C., Oct. 28.—(AP)—Characterizing labor troubles in Aiken county as an "interference" rather than a "strike," Governor Blackwood said today he hoped Federal authorities would intervene to settle controversies attributed to the NRA.

"I have no way to tell whether the mills transgressed the NRA," the South Carolina executive said. "They say not but, regardless of it all, the people in them have a right to protection until these questions are threshed out."

The governor said a National Guard company he ordered to the Aiken to the area yesterday would remain on duty there at least until Monday, when the mills are scheduled to open. He expressed the hope that Federal authorities meanwhile will intervene for the purpose of correcting a situation which may be due to NRA action.

Bath, S. C., Oct. 28 (AP)—A crack machine gun unit of the National Guard today policed the rest of the Horse Creek Valley strike area where workers sought a ruling from Washington on their rights to picket.

Today the mills were closed, as is the custom on Saturdays and the scene was quiet.

Captain J. W. Wausinger commanding the National Guard unit, said his men posted throughout the night and said this morning, "You would not know there had been any trouble here."

All picketing was halted until Monday while labor union leaders called a mass meeting for 4 p. m. today.

NATIONAL FOREST ON COAST LIKELY

Series of National Monuments Might Also Be Included In Project

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

Raleigh, Oct. 28.—Establishment of a national forest and a series of national monuments on "the banks" off the North Carolina coast, rather than a national park, is now regarded as much more likely and ready to be preferred, according to Frank Stick, president of the North Carolina Coastal Park Council, who, with Director E. Bruce Etheridge of the Department of Conservation and Development, has been working to get the Federal government interested in this proposed development. The State Highway and Public Works Commission and the State Board of Health are also cooperating whole-heartedly in this project.

Several weeks ago it was hoped it might be possible to get the National Park Service interested in the project with a view to forming a continuous coastal national park extending from at least as far as Cape Hatteras, but not all the way down the coast. But

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Gold Price Raised To New Highs

U. S. Boosts Quotations Despite Decline in London Market at Opening

Washington, Oct. 28.—(AP)—In spite of a decline in the London gold price, the administration today placed the domestic quotation at a new high of \$31.82, six cents an ounce above yesterday.

The London figure dropped from \$31.10 yesterday to \$30.57 at the close there today, a decline of 57 cents.

While yesterday's domestic price of \$31.76 was 66 cents above the world figure, today's was \$1.25 above.

GENERAL STRIKE ORDERED IN CUBA

Called as Protest Against Clashes Between Troops and Workers

Havana, Oct. 28.—(AP)—The Confederation of Labor today called a general strike throughout Cuba for midnight Monday as a protest against "clashes between troops and workers."

The strike period was fixed at 48 hours, but provisions were made for extending it "should the circumstances demand it."

Buses did not appear on Havana streets this morning the drivers striking as a protest against the arrest of two officials of their union. This was considered preliminary to the general strike.

Meanwhile, the newspaper Diario de la Marina, which has been affected recently by a strike, appeared on the streets and found heavy sales. There were no disorders, as the edition soon was exhausted.

Employees of the newspaper slept in the building last night, fearing attack.

Employees of the gas and electric light companies set noon today as the deadline for compliance with their demands, threatening to strike and leave the city without light and gas thereafter.

\$2,904 Is Spent By N. C. Drys

Raleigh, Oct. 28.—(AP)—The United Dry Forces of North Carolina this afternoon reported to Secretary of State Stacey W. Wade that they had received \$2,904.88 in contributions and spent \$2,590 in their efforts to prevent Tar Heella from joining the ranks of repealists on November 7.

Among the 200 or more contributors were John Sprunt Hill of Durham, who was listed as having given \$450, the largest single donation; Joseph Daniels, Jr., of Raleigh, \$300, and Francis O. Clarkson, of Charlotte, \$550. A \$10 contribution was made by Zeb V. Turlington, of Mooreville, author of the State's prohibition enforcement law. Many of the contributors were ministers.