TWENTY-FIRST YEAR

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# Navy And Airplane Makers Freed Of Collusion Charge In Report By House Group

## VERDICT FOLLOWS PROBE STRETCHING INTO MANY WEEKS

Profits by Contractors in Navy Airplane Business Held Moderate and Reasonable

FIND NO EVIDENCE OF ANY COLLUSION

Recommends Extension of Naval Aircraft Factory in Philadelphia as Means of Providing "Yardstick Of Costs"; No Purchase Changes Proposed

Washington, March 8 (AP)-The Navy and its airplane and engine makers were freed of charges of collusion and profiteering in a report handed to a House investigating committee today for approval.

Written as a result of weeksk of in vestigating naval aviation affairs, when Hoover administration officials were called, the report said that since

"The profits made by contractors from the navy airplane business have been moderate and reasonable."

"There is no evidence of collusion between contractors or between contractors and naval officials." '

The report was submitted by Repre sentative De Laney, Democrat, New York, to the investigating sub-committee, of which he is chairman. If handed for adoption to the ful House

One thing Delaney suggested was stick of costs."

The military committee studying War Department expenditures considered today new data in private ses-

One question to which the committee sought answer was whether the War Department had sought to "cover up" the employment of army corps officers by private aviation com panies while the officers were on army leave.

### Bank Group At Brevard Lose Fight

### Judge Finley Refuses Further Hearings; Go To Penitentiary Friday

Hendersonville, March 8 (AP)ludge T. B. Finley today declined to hear further discussions of the case field, and very well known both in of four Transylvania county men sentenced for bank law violations, and instructed Sheriff Tom Wood to proceed with them to State's Prison.

The Transylvania sheriff said he would leave late this afternoon or tomorrow morning, traveling by automobile, with his prisoners.

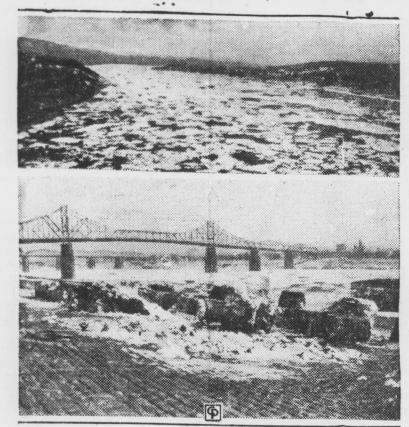
They are Thomas H. Shipman, C. R. McNeely, Ralph Fisher, former county officials, and Joseph Pickelimer, former president of the now defunct Brevard Banking Company. They face sentences of from two

three years each for conspiring to issue \$100,000 county bonds, and used the proceeds to bolster the faltering

Today's developments followed refusal by the State Supreme Court to review Judge Finley's action in declining to grant the men a writ of habeas corpus.

The men were convicted in 1931, but evaded service of their sentences until now through a long series of complicated court actions.

### FEAR FLOODS AFTER HARD WINTER



Blanketed with snow and ice in | warmer weather. A night view of the worst winter the middle west | the ice-gorged Ohio river near has experienced in many years, | Cincinnati, is shown, top. Below, localities in the vicinity of the Ohio river fear a serious flood vill result with the arrival of front.

bales of snow covered cotton on wharf on the Cincinnati river

K. R. Hoyle, of Sanford, Latest Aspirant for Judge Daniels' Job

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

Raleigh, March 8.-The latest canan extension of operations by the na- didate to get into the contest for the val aircraft factory of Philadelphia Democratic nomination of superior to provide a more satisfactory "yard- court judge in the fourth judicial district is K. R. Hoyle, of Sanford, No change in the method the navy Lee county, well known attorney who uses for purchasing planes was pro- has been active in politics there for a numebr of years. The fourth district is composed of Wayne, Johnston, Harnett, Lee, and Chatham counties. Reports heard here recently from Lee county is that Hoyle has already announced his candidacy and is out and

> This makes four candidates for the udgeship already in the race, with a fifth one on the verge of announce ing any time now. One of the others already in the race besides Hoyle is Judge D. H. Bland, of Goldsboro, Wayne county, former judge of the Recorder's Court there and former member of the State senate from the eighth senatorial district. The Goldsboro and Wayne county bar associations are reported to be backing Bland very strongly and it is agreed that he is going to give the field a stiff race. One of the biggest hurdles Bland is going to have to jump is that Judge \$400,000,000 FOR Frank Daniels, the present incumbent and who has announced he will not seek re-election, lives in Goldsboro and the other counties in the district feel that they should get a chance at the judgeship, since Wayne has had it

Another candidate is Clawson L. Lindsay Warren May Offer Williams ,the present solicitor of the district and from Sanford, Lee county as is Hoyle. Since Williams has already been elected solicitor in the district and is well known in all the counties, some think he is going to be a hard man to beat. Still another candidate is F. H. Brooks, of Smitn-

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### Dress Displayed As Worn At Ball For Washington

Raleigh, March 8.-A silk dress worn at a ball given in honor of President George Washington in the Governor's Palace in New Bern in 1791, has been presented to the North Carolina Historical Commission, A. R. Newsome, secretary of the commission announced today. The dress is heavily brocaded and was worn at the ball by Mrs. Eunice Kelly of New Bern. An ante-bellum doll was also presented to the commission for exhibition, along with the dress by Miss Bettie Dunn Windley, of New Bern. The dress is in an excellent state of preservation.

### Johnson To Force NRA Law

Washington, March 8 .- (AP) -General Hugh S. Johnson took a new step today in his drive for re-employment. The NRA chief summoned two select industrial committees to help him work out a program for making more

This he did after closing the first code authority assembly with a sharp announcement that enforcement of blue eagle rules will be tightened up. "I have been too gentle ..... You ain't seen nothing yet'," he asserted

last night. To draft his new plan Johnson asked the code authorities of the heavy goods industries and of the consumer goods groups to select 12 men eac:

He aimed for something concrete to announce to the public by the weekend, if possible. But he promised weeks of continuing effort to round

out a complete scheme. The blue eagleo chieftain closed the industrial gathering last night with a speech which coupled an energetic appeal to "play the game" with a declaration that in many industries "there is no excuse for ducking" his ten percent hour shortening plan.

Bill If PWA Set-Up Omits the Provision

Daily Dispatch Bureau, in the Sir Walter Hotel, BY J. C. BASKERVILL. Raleigh, March 8.—If no provision

s made in the general Public Works Administration bill for another \$400,-000,000 for highway construction, Congressman Lindsay Warren, of the first district, and ranking member of the House Committee on Public roads, intends to offer a separate bill to appresent governmental highway building program, according to Executive Director George Ross Pou, of the State Highway and Public Works Commission, who has just returned from a trip to Washington. Director Pou said that the entire North Carolina delegation is in favor of the new appropriation of \$400,000,000 for highway construction, and that they indicated they would support Congressman Warren's bill if provision for this amount was not made in the regular PWA bill. North Carolina would get approximately \$10,000,000 should the \$4000,000,000 appropriation, the same amount set aside for highway construction last year, go through. Indications are that President

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#### Think Dillinger Seen In Chicago

Chicago, March 8 (AP)-The police radio flashed directions to all available squad cars at 12:30 p. m. today to speed to a southside neigh borhood where John Dillinger and woman were reported to have

The police had been notified that the escaped killer was driving past the Southmoor hotel at Stony Island avenue at 67th street in a (Ford) sedan with a woman.

This was the region in which a gasoline station attendant said he recognized Dillinger last night.

## SHUPING PROBABLY ONLY CANDIDATE IN TONIGHT'S MEETING

Indications Are His Name Will Be Only One Presented to Democratic Committee

WILL GIVE BAILEY GREATER CONTROL

Federal Patronage Business In State Now Virtually To Rest In His Hands; Reynolds-Ehringhaus Groups Stand To Lose Some of Influence

Daily Dispatch Bureau, In the Sir Walter Hotel, BY J. C. BASKERVILL. Raleigh, March 8.—Indications now are that the only name to be presented to the State Democratic Executive Committee tonight when it meets to select a new Democratic national committeeman to succeed former Governor O. Max Gardner, who resigned several months ago, will be that if C. LeRoy Shuping, of Greensboro. The friends and supporters of Senator Josiah W. Bailey have from the first been boosting Shuping for national committeeman ever since Gardner resigned. Some reports are to the effect that within six hours after it become kowa that Guidner had resigned that long distance telephone calls started

(Continued on Page Taree.)

## Strikes In U.S. Cities Disturbing

#### Votes Being Taken In Two Big Commercial Centers of Units of Labor

(By the Associated Press.) Voting on proposed strikes in San Francisco and Cleveland was the high light today in widespread labor unrest Despite government intervention, officials of a union representing 4,500 workers in the Fisher Body Company plant at Cleveland decided to proceed

with a strike vote. In San Francisco members of the International Longshoremen's Associa tion, Pacific division, were asked to vote on a proposed strike which would

be effective March 23. The association has between 12,000

and 15,000 members. Labor disputes also flared at other points in Ohio, in Pennsylvania and in several mining and textile districts of the South.

Union recognition wages and working time were some of the subjects disputed. A cotton textile manufacturing company in Augusta, Ga., asked an investigation of suspected NRA Little Chance for Clemency

Employees of the Chicago and Northwestern Railroad compiled a list of 512 matters in dispute, but an impropriate that amount to continue the pending strike was dispelled, it was announced, by a satisfactory settle-

A month-old strike continues in Spindale, N. C., where a Federal Labor Department concluiator confeired today with strike leaders.

#### A Wedding That Cost \$900,000!

Read in today's installment of the romance of the new Queen of the Belgians, of her \$900,000 wedding. Read, too, how the simplicity of the new Princess of the Belgians "shocked" the Queen. Look for today's installment of this interesting story.

# Roosevelt States Program He Wishes Enacted Before Session Of Congress Ends

#### MRS. ROOSEVELT STUDIES POVERTY



Mrs. Franklin D. Roosevelt, | ton to Miami, Fla., by train, and above, is en route to Porto Rico to make a first-hand study of the island's poverty conditions. The map shows the route of Mrs.

from Miami to San Juan by airplane. Winship Blanton, governor of the island, who will greet Mrs. Roosevelt, and a view of San

Throughout Island of Cuba

As Strike Begins

Havana, March 8.-(AP)-Labor

struck another blow at President

Mendieta's anti-strike decree today

when 1,1000 employees of the Amer-

ican-owned Cuban Telephone Com-

pany, which serves the entire island

The strike silenced 33,000 telephones

in Havana and another 6,000 in the

interior, as well as the \$28,000,000

corporation's six Cuban radio broad-

casting stations and wires serving

Apparently unwilling to continue

dealing with the company through the

labor department, which is studying

six demands of the employees, the

workers dropped everything at 11 a.

m., without notifying officials, and

The strike gave a powerful im-

petus to labor disorders in the interior

The Cuban Electric Company ac-

upon it by the labor syndicate, but

Given 8 Years

Raleigh, March 8 (AP)-Worth

Proctor, Eastern North Carolina gang

leader, who was recently arrested in

Rocky Mount, today was sentenced

to eight years in State Prison by

Judge Henry A. Grady in Wake Su-

Proctor was sent to prison follow-

ing his plea of guilty late yesterday

State's Prison

Worth Proctor

en four years in prison.

walked out without warning.

brokers.

walked out.

creases.

perior Court.

it was feared.

#### LABOR HITS AGAIN Disorders Increase AT MENDIETA RULE For Cuba Telephones Are Silenced

Havana, Cuba, March 8 (AP)- Reports of violent labor disorders in the interior-including shooting at Santa Clara and Camaguey-reached Havana today. Dispatches telling of the outbreaks

were received after President Carlos Mendieta and his cabinet had continued in session until the early hours trying to solve the strike situation here and elsewhere in the island. Several persons were wounded—two of them gravely-and four were arrested after a disturbance before the provincial palace at Santa Clara.

From Camaguey, where soldiersr are operating trains and street cars, came reports of one shooting. A few shots were heard in Havana after

Trouble broke out at Santa Clara when a large throng of civilians attempted to release four men arrested as leaders in a demonstration.

### TWO FACING CHAIR FRIDAY, MARCH 16

For James Johnson and Jesse Brooks

Raleigh, March 8 (AP)-Indications today were that there was little chance for executive clemency for James Johnson and Jessie Brooks, alias Pete Brooks, who are scheduled to be electrocuted at State's prison March 16.

Edwin M. Gill, parole commissioner said no grounds for clemency had been brought forward as a reason for convicting commutation of Johnson's sentence. Johnson was convicted of murdering his sweetheart in Stokes county.

### WEATHER

FOR NORTH CAROLINA. Cloudy, rain tonight and possibly on the coast Friday morning; much colder tonight and in east and central portions Friday.

# **POWER TO BARGAIN** ON TARIFF SOUGHT BY THE PRESIDENT

Appropriation Bill Am d \$258,000,000 Tax Measure In Administra. tion Plans

OTHER ISSUES ARE LIKEWISE DESIRED

Relief for Bankrupt Municipalities and Simplified Stock Regulation Included In Calculations Along With Air Mail Proposal Sent Up

Washington, March 8.-(AP)-Once Congress votes tariff bargaining powers to the President, winds up the appropriations to run the government next year and enacts the \$248,000,000 tax bill, the administration will be ready for adjournment.

This developed today in a conference between Mr. Roosevelt and Senator Robinson, the Democratic leader with the first two weeks in May as the announced time for seeking to close the session.

The measures stipulated as foremost do not represent all that is wanted. A form of relief for bankrupt municipalities and a simplified stock exchange regulation are included in the calculations with the air mail proposal forwarded to the capital yesterday.

Between now and disposal of these and other legislative propositions, however, a lot of time is going to be put on other subjects.

Some investigations are just getting under way, but one approached an end today through a House navy sub-committee decision that there had been no excessive profits or collusion in airplane and engine contracts.

A Senate committee of inquiry learn ed from Paul Henderson, vice-president of United Aircraft and Transport Company, that he had loaned \$10,000 in 1930 to Chase C. Dove, deputy second assistant postmaster general at the time.

Meanwhile, an investigation into whether any air mail transport companies were overpaid was carried a-

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### Bank Loses \$50,000 By Big Robbery

Messenger and Guard of Greenville, S. C., Bank Held Up On Street

Greenville, S. C., March 8.-(AP)-A messenger and a guard of the South cepted December 14 demands made Carolina National Bank were held up and robbed of \$50,000 on a downtown that organization in February made business corner here today:

six new demands, including salary in-The men, Clinton Foster, Negro messenger, and Hugh White,, book-The company refused these demands keeper, who was acting as guard, and the matter was submitted to the were en route from the post office department of labor for arbitration to the bank with the money shipment under the recent anti-strike decree. when two men in a light, fast car, forced them to the curb.

One of the bandits, short and stocky and wearing dark glasses, got out of the bandit car, and, with a pistol, forced the bank employees to hand over the package.

Bank officials announced the lass was fully covered, both by its policies and those of the Federal Reserve Bank of Richmond, which shipped the money.

A number of persons witnessed the hold-up, which occurred at Broad and Laurel streets, almost within sight of the Greenville county jail, but it was over almost before they realized it was under way.

Tom Moore, alias Melvin Archer, White leaped from his machine after arrested in Petersburg, Va., is a the robbers sped away and ran to the bank, while the Negro messenger roundup of the Proctor gang, was givnotified police, who gave quick chase.

The bandits, however, apparently escaped from the city by a circuitto the charges of house-breaking and ous route, and no trace of them had robbery. Moore pleaded guilty to pos- been found an hour later by the small session of burglar tools, but was ac- army of officers which went to work on the case immediately.