

Government Wins In Gold Case

Europe Trembles As Mussolini Puts Troops On Austrian Frontier

IL DUCE TO TAKE NO CHANCES OVER GERMAN ACTIVITY

Government at Rome Says Troop Movements Are Military Information and Secret

MORE CONTINGENTS LEAVE FOR AFRICA

More Than 2,000 Blackshirts Board Steamer at Naples After Being Reviewed By Mussolini and Assured By Himself of High Service They Will Perform

(By the Associated Press.) The eyes of Europe turned toward Italy today as Mussolini's war machine rolled to Ethiopia and his mountain garrisons were strengthened along the Austrian frontier. Speculation was rife as to the meaning of the military activities along the Austrian frontier, and it was suggested that Il Duce was taking no chances on Germany's interference in Austria while Italy was occupied with the African troubles.

BLACKSHIRTS TROOPS EMBARKING FOR AFRICA

Naples, Italy, Feb. 18.—(AP)—More than 2,000 blackshirts with full combat equipment boarded the S. S. Gaige for Eritrea and Italian Somaliland as part of Italy's reply to Ethiopia's defiance.

The two battalions had been reviewed by Premier Mussolini in Rome on Saturday. Il Duce, in a stirring speech told the men they were to write "the next beautiful page in the history of fascist militia."

The troops were cheered enthusiastically by the Italian populace as they marched through the streets.

The Gaige was loaded with war materials placed on board yesterday.

Meanwhile, the movement of officers, specialists and mechanics into Naples continued. The men arrived on

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Elevators Stop In New York On Demand of Union

New York, Feb. 18.—(AP)—The elevators of a 20-story building in the heart of the city's garment center were stopped as a show of union strength today five minutes before the noon and arbitrators went into a conference in an effort to prevent a general stoppage of buildings at 10:35 a. m.

The first building to cease service, the Brokaw building, at 1385 Broadway, has the offices of 6,000 workers. An hour after the strike about 1,000 had made their way upstairs to offices on the lower floors.

The management said no effort to stop the elevators would be made at present.

All police of Manhattan were ordered to report with their night sticks.

Hitler Rule Beheads Two Women Spies

Double Execution Occurs in Berlin; Three Others May Follow to Guillotine

Berlin, Feb. 18.—(AP)—Baroness Beate von Natzmer and Frau Benita von Falkenhayne were decapitated today as spies.

The double execution was announced officially at 2:50 p. m. (8:50 a. m. eastern standard time) today.

Strict secrecy was maintained until the official announcement was made.

The official announcement said Reichsfuehrer Hitler declined to exercise his prerogative of mercy.

The two women were beheaded in the court yard of the prison in which

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Members Of Supreme Court Of United States Who Gave Epochal Decision



Mr. Chief Justice Hughes Mr. Justice Stone Mr. Justice Brandeis Mr. Justice Roberts Mr. Justice Cardozo Mr. Justice Butler Mr. Justice Sutherland Mr. Justice McReynolds Mr. Justice Van Devanter

Bomb Sent Huey Long In Package

Fails To Explode, However Senator Is Out at Time When It Is Received

Washington, Feb. 18 (AP)—A bomb which failed to explode was received in the mail today by Senator Huey P. Long.

Long was absent from the capital spending the week-end in New York on private business when the package was delivered in the mail.

The senator's secretary said he opened the package without realizing where it had been sent. The machine was found within.

He immediately telephoned postal authorities and inspectors were sent to take charge.

What was described as a "bomb" was contained in a cardboard box about six inches square. Inside was those used in pocket flashlights. A small dry cell battery similar to wire connected it with a small bottle. The bottle was broken and Long's secretary said he believed that possibly prevented the explosion.

100 CHINESE DROWN WHEN SHIP SINKS

Shanghai, Feb. 18 (AP)—Chinese press reports from Foochow today said the Chinese S. S. Futung had sunk off Wuhoko with a loss of more than 100 lives.

COMMITTEES MUCH WORRIED BY LEAKS

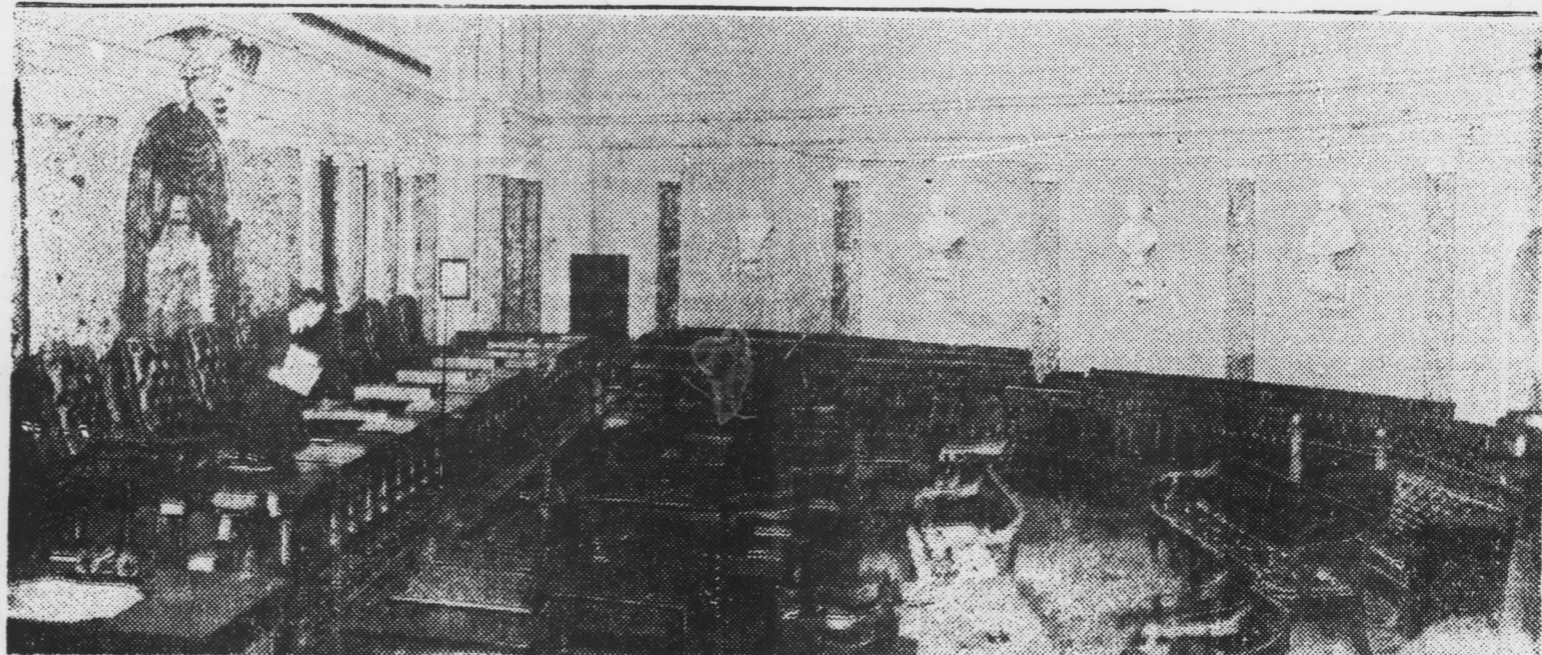
Appropriations Group Wonders How Newsmen Get "Inside" Stuff

Daily Dispatch Bureau, In the Sir Walter Hotel, Raleigh, Feb. 18.—The appropriations committees and their chairmen are becoming more and more worried at the "leaks" that are getting out every day concerning what the committees are doing in their executive sessions, behind locked doors. For despite the fact that the members of the committees are pledged to secrecy and not to divulge anything about what goes on in these sessions, the newspaper correspondent have been carrying stories every day concerning what the committees have been doing. Most of these stories have been pretty accurate, members of the committees have admitted—too accurate to be based upon mere speculation.

Representative Victor Bryan, chairman of the House Appropriations Committee, became so aroused over the situation the other day that he asked some of the State employees in the revenue building, where the committee meet, if they had seen any newspaper men snooping around the door or keyhole. But no one had seen any news snoopers about. The news men do not work that way. There are other easier and more effective means of learning what goes on in executive

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Where Supreme Court Announced Its Decision On Gold



The somber, dignified room in the Capitol in which the United States Supreme Court meets and where the court's decision on the legality of President Roosevelt's action in seizing all gold was announced. The new Supreme Court building is not yet ready for occupancy.

PSYCHIATRIST FOR DEFENSE ON STAND

Thinks Phil Kennamer "Mentally Ill" When He Killed John Gorrell

Pawnee, Okla., Feb. 18 (AP)—A famous psychiatrist, Dr. Carl A. Menninger, of Topeka, Kans., testified today he believed Phil Kennamer was "mentally ill, irrational and believed in his own omnipotence," the stormy night of last Thanksgiving when he killed John S. Gorrell, Jr.

Menninger, a defense witness, testified in response to a 43-minute hypothetical question which traced the antics and attitude of the 19-year-old Federal judge's son from childhood.

The State prevented Menninger's answer Saturday until the question was re-shaped and included the fact that in recent years some of Kennamer's actions came while he was under the influence of liquor.

Kennamer, who will take the stand late today or tomorrow, said he killed the 23-year-old dental student in self-defense. That the temporary insanity is his defense.

End Hearing Friday Over Money Bills

Anti-Sales Taxers Already Moderating Proposals For New Revenue

Daily Dispatch Bureau, In the Sir Walter Hotel, BY J. C. HASKERVILLE, Raleigh, Feb. 18.—The joint finance committees are planning to complete all the public hearings on the new tax proposals presented by Representatives McDonald and Lumpkin as sub-

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House Tonight Debates On Driver's License And Emergency Road Grants

Both Almost Certain of Passage; Pay Increase for Highway Employees Also On Calendar as New Week Begins; Senate Docket Almost Blank, However

Daily Dispatch Bureau, In the Sir Walter Hotel, BY G. A. PAUL, Raleigh, Feb. 18.—The driver's license bill and the \$3,000,000 emergency highway measure top the list of a heavy calendar facing the lower house of the North Carolina General Assembly as it meets tonight for the 35th working day of the present session. Next in line is the proposal to increase by 20 per cent the pay of all

highway employees who earn less than \$1,800 yearly.

The driver's license bill, already approved by the Senate, is of far-reaching importance and on its fate rests future legislation concerning an increased highway patrol and allocation of power over the patrol. The driver's license measure, known as the "committee bill," but which was written

Favorable Report On Wet Bills

Daily Dispatch Bureau, In the Sir Walter Hotel, Raleigh, Feb. 18.—Preliminary skirmishes over the proposal to increase the legal alcoholic content of North Carolina beer and the Hill liquor control bill will be led by the United Dry Forces. The House Judiciary Committee will report favorably, perhaps tomorrow, either the Palmer bill, which would raise the weight of alcohol in beer from 3.2 to 4.5 per cent, or the Cone measure, which would make legal in North Carolina what-

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INTEREST IS FAST LOSING ITS VALUE

Quiet Revolution Is Taking Place in Money; Smacks Of Communism

By LESLIE EICHEL, Central Press Staff Writer, New York, Feb. 18.—An interesting, but quiet revolution, is occurring in money.

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MARKETS SURGE UP ON LEARNING NEWS

Share Prices on Stock Market Shoot Higher by \$1 to \$9 as Result

New York, Feb. 18 (AP)—Stocks and commodities surged upward in leading markets today on news of the Supreme Court's gold decision.

A surge of buying sent share prices up \$1 to \$9 a share on the New York Stock Exchange. Wheat rose about two cents a bushel in the Chicago Board of Trade when activity became so intense that it was necessary to suspend trading.

Wall Street had some difficulty in understanding the decision on the government's own gold obligations. At first it understood the government had won its case, and gold clause government bonds declined moderately, and those not containing the clause advanced. Later, when it appeared the government had lost on its own gold obligations, Wall Street decided the fact that holders could not collect through the court of claims left its first conclusion substantially correct.

TOBACCO ADVISORY COMMITTEE MEETS

Washington Conference Considers Protest of Tar Heels on Increase

Washington, Feb. 18.—(AP)—The flue-cured tobacco advisory committee met here today to consider a demand by North Carolina growers that 1935 acreage be restricted less than the present control program provides.

At a conference with J. B. Hutson, AAA tobacco chief here, last week, a delegation of North Carolina growers, headed by Governor Ehringhaus of that State, asked for a new sign-up if it were found impossible to after the 1935 program.

The North Carolinians contended the present arrangements would re-

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SUPREME COURT, IN 5-4 DIVISION, GIVES NEW DEAL SUPPORT

Chief Justice Hughes Delivers Majority Opinion, Giving Congress a Free Hand

CONSTITUTION GONE, DISSENTERS ASSERT

Nation's Organic Law Is "Swept Away", Says Justice McReynolds in Reading Their Views; Roosevelt Withholds Comment, But Elation Is Everywhere Seen

THE LINEUP. Washington, Feb. 18.—(AP)—Here is the way the Supreme Court lined up 5 to 4 on all the gold cases: Majority: Hughes, Stone, Brandeis, Roberts and Cardozo. Minority: McReynolds, Van Devanter, Sutherland and Butler.

Washington, Feb. 18.—(AP)—Dividing five to four, the Supreme Court today, in effect, swept away any government or private obligation to pay gold bonds in gold.

Chief Justice Hughes, delivering the majority opinion in a court room tense with realization of an historic moment, said Congress must be free to deal as it saw fit with matters which would affect the currency, and that the court must take account of current economic conditions, even in ruling on contracts.

Dissenting, with three colleagues, Justice McReynolds said:

"The Constitution is gone. While invalidating the law saying government obligations need not be paid in gold, the court simultaneously denied holders of Federal bonds the right to sue for redress in the court of claims.

This right also was denied holders of the old gold certificates who had sought to get \$169 for each dollar in their certificates.

The government won all along the line with regard to private bonds and State and municipal gold contracts.

In each case, by five to four all around, the court upheld the right of Congress to regulate the currency.

Justice Hughes read the opinion. In reading the views of the dissenters, Justice McReynolds said, "The Constitution has been swept away."

In reference to the Federal gold bonds, which were held to be an obligation that could not be repudiated, the decision took note of potential effect on national economy should the

Washington Elated Over Gold Ruling

New Deal Money Policies Win Sweeping Victory In The Supreme Court

Washington, Feb. 18.—(AP)—New Deal money policies won a sweeping victory today when the Supreme Court held that abrogation of gold clauses in private contracts was constitutional.

President Roosevelt was busy at the White House with his message to Congress on the new NRA. Promised earlier for today, it became questionable whether the message actually would reach Capitol Hill before tomorrow, as suspense over the gold cases prevailed even the White House.

The \$4,800,000,000 work-relief bill still faced a doubtful Senate future, besieged by strong moves to slash the work fund to \$2,000,000,000 and to

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WEATHER FOR NORTH CAROLINA.

Partly cloudy tonight and Tuesday; slightly warmer in west portion tonight.