

ETHIOPIAN KING'S QUARTERS BOMBED AGAIN

Japan Demands Naval Parity With U. S.-Britain

OTHER DISCUSSIONS USELESS UNTIL NEW DEMAND IS GRANTED

Genuine Equality in Reality And Not Merely in Name Is Asked at Conference

ARMS MEET STARTS IN LONDON MONDAY

Japan Stands Solidly For Naval Strength Just as Big As Any in The World; That Position Wrecked Previous Naval Conferences by Great Powers.

London, Dec. 7 (AP)—The Japanese delegation to the fourth coming international naval conference advised the British Admiralty today that Japan demands naval parity with the United States and Great Britain in reality and not merely in name.

Further, the Japanese told the British that no other questions can be discussed at the parity, opening next Monday, until Japan's demands for parity are met.

This means that the Japanese are standing solidly for a navy equal in size and strength to that of Great Britain and the United States, a stand which wrecked the long pre-

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Henderson's High School Loses Rating Among Large Number in State Dropped by Southern Association.

Raleigh, Dec. 7 (AP)—Forty-seven North Carolina high schools were dropped from membership this week by the Southern Association of Colleges and Secondary Schools. Dr. J. Henry Highsmith, chairman of the association, said there were now 31 high schools in the State which were members of the association, 14 of them being privately conducted.

"No school in the State has to belong to the association," Dr. Highsmith said, "but the fact that our schools cannot meet the standards set by schools of other states, I think, shows that we lack something."

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Roosevelt 'Must' Program For Congress Is Outlined

Appropriations, Neutrality, Food-Drugs and Ship Subsidy Law and NRA Substitute Are Desired; Congress and Administration Wants Short Session

By CHARLES F. STEWART Washington, Dec. 7.—Congress unquestionably will be as desirous of a short session, when it meets in January, as President Roosevelt is said to be.

The Democratic lawmakers, anyway, hope it will be short, and peaceful, too.

The Republicans naturally would like to see the majority get into a fearful row within itself, which would be likely to spin out the proceedings, but even G. O. P. politicians don't care to have them overlap the national conventions, as occurred in 1932; it embarrasses a re-election candidate to be tied up in Washington when he

wants to be at home, spellbinding and contacting the votes.

Bombed Again



Headquarters at the northern battlefield of Emperor Haile Selassie of Ethiopia were bombed again today for the Italian air force. The emperor was not injured. In the picture here, Selassie is shown speaking on the radio on a broadcast to the United States, wearing the biggest smile he has ever revealed for photographers.

Road Board Ousted For Second Time

Gov. Johnston Acts In Face of Court Ruling Reinstating S. C. Commission.

Columbia, S. C., Dec. 7.—(AP)—The South Carolina State Highway Commission ousted by Governor Olin D. Johnston with troops October 23, and reinstated by the Supreme Court Thursday, was removed or suspended

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HOEY IS AGREEABLE TO STATEWIDE VOTE ON LIQUOR CONTROL

And Will Favor Exempting Foods From Sales Tax; Candidate's Intimates Assert

Views Unchanged Upon Prohibition

Hoey, Graham and McRae Almost in Complete Agreement on Sales Tax; Graham Only One, However, Offering Substitute; Hoey and McDonald "Pussyfooting."

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

Raleigh, Dec. 7.—Clyde R. Hoey, of Shelby, one of the five candidates for the Democratic nomination for governor, while still a personal and political "dry," will agree to a Statewide referendum on the repeal of the State prohibition law and the substitution of State liquor control and State liquor stores, if the 1937 General Assembly desires to submit the question to a vote of the people, it was learned here today from persons who have recently talked with the Shelby orator. Mr. Hoey will not advocate the repeal or removal of the sales tax, but will advocate exempting basic foods

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Youth Confesses His Part in Fatal Robbery of Bank

New Tazewell, Tenn., Dec. 7 (AP)—Sheriff Frank Riley said today Frank Hopson, 22-year-old Claiborne county youth, had surrendered to him and admitted being one of the three bandits who robbed a bank here yesterday and killed Sheriff L. D. Hutchinson, of Union county, during their flight.

The sheriff said Hopson named Gus McCoig, 22, and Patie Dean, 18, escaped Tennessee convicts, as his companions, and declared that McCoig shot and killed Hutchinson.

Riley quoted the youth as saying he left McCoig and Dean about 3 a. m. (central standard time) today, after they had fled from a mountain cabin, where they were tracked by bloodhounds.

Merchants Secretary Would Have Strong Support Against Durham

Daily Dispatch Bureau, In the Sir Walter Hotel, BY J. C. BASKERVILLE. Raleigh, Dec. 7.—Willard L. Dowell, executive secretary of the North Carolina Merchants Association, is being mentioned more and more as a possible candidate for the Democratic nomination for State auditor, against Baxter Durham, present State auditor. When asked today if he intended

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14 shopping days until Christmas! Illustration of a woman with a shopping bag.

Mussolini Is Firm For War Despite New Peace Appeals

Rome, Dec. 7.—(AP)—Benito Mussolini, premier of Italy, defied 52 nations which have imposed sanctions against Italy in a speech amid stormy applause in the Chamber of Deputies today.

"When we have reached the 365th day of the siege," he proclaimed, "we will have the same will, the same courage, the same determination as on the first day."

He referred to a "peace appeal" made to him this morning by Sir Eric Drummond, British ambassador, by saying:

"In these last few hours there has appeared a slight improvement in the atmosphere, but I must put you on your guard against premature or excessive optimism."

The premier told his followers that the conferences in Paris between Premier Laval and Sir Samuel Hoare, the British foreign secretary, "do not

signify negotiations."

Then he added significantly, "and whenever negotiations may be started it is not certain that they will reach a happy and rapid conclusion." "We have been asked to make known our unshakable demands. This request is out of order, because on October 16 we made them known to the French government. But instead of concrete conversations, sanctions have come against the 'aggressor.'"

JAPANESE BANKERS OPPOSE EXPANSION

But They Are Afraid To Resist The Powerful Military Dictatorship

FEAR ROOSEVELT PLAN

Business in This Country Refuses To Believe Swing to the Right by Administration Is Actually Under Way

By LESLIE EICHEL. New York, Dec. 7.—Japanese bankers are not favorable to Japanese expansion—at least, at such a rapid pace. That is the word from Japan. Manchoukuo has been a heavy drain. Investments there have been large, returns small.

North China would require millions of yen to develop. It is barren, in many respects, of possibilities. Besides, any great expansion of industry in these annexed regions would anger Japanese industrialists, who have millions at stake in Japan itself, and do not desire competition from colonies.

Why, then, does Japan proceed? Because there is a virtual military dictatorship. That dictatorship believes in state capitalism.

For example, the South Manchuria railway is called on constantly by the military dictatorship to "invest" in bankers are trying to call a halt, for industries in Manchoukuo. Japanese the railway borrows for the "investments" from the bankers. And there

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McDonald Tax Plans Discussed

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

Raleigh, Dec. 7.—Much interest is being shown here today in the five point tax program outlined by Dr. Ralph W. McDonald in his address last night in Lenoir before the Kiwanis club there, and which he termed the "five fundamental principles upon which our State tax structure must and shall rest." While most observers here agreed that these five taxation principles sound good in theory as stated by Dr. McDonald, many of them expressed a desire for further amplification of them and for more definite examples of the type of tax called for by this program with which he would replace the sales tax. The five points which McDonald outlined as the basic structure for a "fair

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Nanking Sets Up Dictatorship For North China Area

Nanking, China, Dec. 7 (AP)—The Central Chinese government executive committee announced today election of Generalissimo Chiang Kai Shek as chairman of the executive Yuan, giving him the full responsibilities of a virtual dictatorship.

Generalissimo Shek's military overlord of China, succeeds former Premier Hwang Cheng-Wel, who was wounded recently by an assassin.

Egyptian Students Stage Fresh Riots

Cairo, Egypt, Dec. 7 (AP)—One thousand students of Cairo University fought a rock and club battle with police for half an hour today before they were dispersed. Dozens of police and students were beaten and knocked down in the outbreak of rioting after two weeks respite, but no one was seriously injured.

TEXTILE CONCERNS KEEPING NRA HOURS

No Indication of Chiseling, Commissioner of Labor Fletcher Says.

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

Raleigh, Dec. 7.—All the larger textile mills in the State seem to be holding to the old 40-hour week, set up under the NRA, since the only reports of any increase in working hours has been from a few small mills, Commissioner of Labor A. L. Fletcher said today. More definite reports will be available next week, when inspectors now in the field send in their findings, he said. But so far no increase in working hours has been reported from any of the larger mills. "A week or so ago, when we first started hearing rumors to the effect that the textile industry in the State was planning to increase hours and perhaps reduce wages, we were pretty much disturbed," Fletcher said. "But so far, this rumored lengthening of hours and reducing of wages has not materialized except in five or six small mills. As a result, we are greatly encouraged and are hoping that the textile industry has decided to continue on the 40 hour week basis."

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Green Not To Resign Labor Job

Washington, Dec. 7 (AP)—William Green, president of the American Federation of Labor, declined an invitation by John L. Lewis today to quit his present post and head an industrial union committee.

Lewis, president of the United Mine Workers, had proposed that Green take his place as chairman of the committee formed within the A. F. of L. recently to bring millions of mass production workers into industrial rather than craft unions.

"To respond to the suggestion of President Lewis would mean that I would lend my assistance to the development of dissension within the American Federation of Labor, and that I cannot do," Green told reporters.

"I am president of the American Federation of Labor, re-elected at the Atlantic City convention in October. I am not president of any group within the federation, and I'm endeavoring to prevent the setting up of organizations within the federation."

WEATHER FOR NORTH CAROLINA. Mostly cloudy tonight and Sunday; probably rain in extreme west portion; Sunday slowly rising temperatures.

BRITISH SEND NEW APPEAL FOR PEACE TO ITALY'S LEADER

Hoare And Laval To Draft Fresh Proposals to Italy And Ethiopia For Ending War.

55 DEAD, 300 INJURED IN FIRST BOMBINGS

Today's Attack Brings Twice Number of Planes as First Day; Selassie's Quarters Are Objective of Italian Planes, but They Miss Their Mark.

(By The Associated Press) Great Britain made another appeal today to Premier Mussolini to stop the war with Ethiopia.

An official London source announced that the British ambassador to Rome, Sir Eric Drummond, had conveyed new appeals to Il Duce himself in conference.

The Fascist "rain of death" bombs from dropping Italian airplanes smote the field headquarters of Ethiopia's "king of kings" for a second time today.

Hard on the heels of Friday's air attacks on Dessye, which destroyed the

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48,665 Jobs Furnished In State's WPA

6,000 Above Quota, and 73 Percent of Base of State Unemployed.

Raleigh, Dec. 7.—(AP)—The State Works Progress Administration today reported it had allocated funds to give jobs to 48,665 men and women on 1,073 work projects when direct Federal relief was discontinued in North Carolina Thursday.

The number of jobs provided was 6,000 above the quota of 42,000 set by the State administration, and was 73.55 percent of the total certified as eligible for employment from the May relief load base of 66,149.

With direct relief ended, the relief administration figured there were 86,000 relief cases in the State, so that some 35,000 cases will become responsible.

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Caddell And Mrs. Watkins Brought Back By Sheriff

Self-Styled "G-Man" Arrested in Greensboro Hotel for Abducting Vance County Woman; No Charges Against Her; Mystery Letter Received by Dispatch

After being brought back here from Greensboro, where she was found in a hotel where J. H. Caddell was arrested and charged with abducting her from her rural residence near here, Mrs. Robert Watkins returned to her home in Sandy Creek township at noon today, was received and welcomed by her husband and their four children, and husband and wife caressed and forgave and agreed to start life anew where they left off ten days ago.

Caddell was placed in jail to await a preliminary hearing Monday morning in recorder's court on the charge of taking the woman from her home.

J. H. Caddell, self-styled "G-Man" who last week had two men arrested and held in jail here ostensibly in connection with the killing of Mrs. W. W. Mason, wife of a storekeeper

in Pine View, Harnett county, was brought back here today by Sheriff J. E. Hamlett from Greensboro, where he was arrested last night, on a charge of abducting Mrs. Robert Watkins, wife of a Vance county farmer, who was at the same hotel, and who was also brought back here today by the sheriff.

No charges were brought against Mrs. Watkins, but Caddell was lodged in the county jail pending a preliminary hearing. Sheriff Hamlett accompanied her at noon to the home of her mother, in the Sandy Creek township section of the county.

Meantime, a letter came today to the Henderson Daily Dispatch, after being mailed in Greensboro Friday, and which was signed Mrs. Louise Watkins, and purporting to give rea-

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