

FEAR MOST OF NEW DEAL WILL BE KILLED

FARM LEADERS ARE CALLED TO CAPITAL TO MAP NEW PLANS

Secretary Wallace Issues Summons to Chiefs From All Parts of The Country.

HELD AT WEEK-END ON HASTY SUMMONS

3,000,000 Farmers Will Be Represented; \$600,000,000 May Have to be Added to Budget Program to Meet Government Obligations On Contracts.

Washington, Jan. 7.—(AP)—Farm leaders were summoned by the New Deal today to confer in shaping a program to replace the smashed AAA.

Secretary Wallace issued the call for January 10-11 after the ponderous AAA field machinery was brought to a full stop by the Supreme Court decision.

Wallace's brief announcement, first formal comment on the Supreme Court decision, was:

"Leaders of farm organizations and other agricultural spokesmen from various parts of the country were invited to Washington by Secretary Wallace today to discuss plans for agriculture in the light of the Supreme Court's decision in the Hoosac Mills case."

Sponsors of the meeting said 3,000,000 farmers will be represented by leaders of the American Farm Bureau Federation, the National Grange, the National Cooperative Council, the Farmers National Grain Corporation, and the American Agricultural Editors Association, coming to meet at the National Agricultural Conference.

While many New Dealers, worried

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Cotton Drops And Hog Prices Go Up On AAA Decision

New Orleans, La., Jan. 7.—(AP)—After overnight consideration of the Supreme Court's decision wiping out the AAA, cotton futures on the New Orleans exchange broke nearly \$2 a bale.

HOG MARKET RISES FAST FOLLOWING THE DECISION

Chicago, Jan. 7.—(AP)—The hog market continued a spectacular adjustment to the Supreme Court invalidation of the AAA by scoring a sharp advance today. With opening asking prices 75 cents to \$1 per 100 higher, the market shot upward in early rounds to the \$10 level.

Quick to take advantage of the removal of the \$2.25 per 100 processing tax from packers' costs, commission men representing producers boosted their asking prices far above the market level of yesterday's close.

Farmers shipped a comparatively heavy supply of hogs, hoping to take advantage of any price advance.

400 OTHERS LOSE DRIVER'S LICENSE

Drunken and Reckless Drivers Beginning to Feel Law Has Teeth.

Daily Dispatch Bureau, In The Sir Walter Hotel, By J. C. BASKERVILLE.

Raleigh, Jan. 7.—The driving permits of almost 400 licensed automobile drivers in North Carolina were revoked today by the Highway Safety Division of the Department of Revenue. It was announced by Arthur Fulk, director. This number represents an accumulation of about two weeks, since the last batch of more than 200 revocations was made public shortly before the Christmas holidays.

"The records from the various courts, notifying us of convictions for drunken and reckless driving are received every day," Director Fulk said. "But we have been so busy that we have not been able to compile the lists every day, which explains why almost 400 names are on the list of drivers whose permits have been revoked within the last two weeks. As soon as we get our new files set up,

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TEN OF CROSSING JOBS FINISHED UP

Work Begun In 1935 Completed by Highway Commission.

11 MORE CONTRACTED

And Still Four More Scheduled for Next Letting Last of January; Nollina Project One of Those Finished

Daily Dispatch Bureau, In The Sir Walter Hotel, By J. C. BASKERVILLE.

Raleigh, Jan. 7.—Ten grade crossing elimination projects undertaken by the State Highway and Public Works Commission in the old 1935 program have already been completed. 11 more are now under contract, most of the winter construction, while four more will be included in the next letting, making a total of 25 projects either completed or under contract. Chief Highway Engineer W. Vance Baise said today. In addition, the commission has already completed plans for about 30 additional grade elimination projects which it has sent to Washington for approval, he said.

"The 11 projects now under contract are those which were contained in the first partial program under the Federal grant of \$4,300,000 for grade elimination work in North Carolina," Baise said. "The cost of these first 11 projects, is estimated as amounting to \$1,579,000. The 10 underpasses or overpasses completed last year consisted of eight projects and were paid for from regular U. S. Emergency Highway construction funds, before the Government definitely set aside a given amount for grade separations."

The 11 grade crossing elimination projects now under contract, consisting of five overpasses, five underpasses and one elimination by relocation of the highway, are as follows:

1. Underpass under the C. C. & O. east of Marion, Catawba county.
2. Grade elimination in Pitt county by relocating highway near Grimes land.
3. Jameston underpass between Greensboro and High Point, on Route 70.
4. Overpass over Southern on Route 29 between Greensboro and Reidsville.
5. Ramsey street underpass in Fayetteville over A. C. L. tracks.
6. Underpass in Burlington, under Southern tracks, on Route 70.
7. Overpass near Mt. Airy, Surry.

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Smith Tells Of Life With Anne Cannon

Charlotte, Jan. 7.—(AP)—F. Brandon Smith, Jr., today told his story of a broken marriage, on which he is asking a Mecklenburg County Superior Court to award him \$250,000 heart balm from Joseph A. Cannon, Concord millionaire, and his former father-in-law.

Smith was the first witness in the second trial of the case. Last year a jury awarded him \$125,000, but the verdict was set aside by Judge William F. Harding as excessive.

Smith, young real estate operator, testified he and the former Anne Cannon had been sweethearts prior to her marriage to Smith Reynolds, of the Winston-Salem tobacco family, in November, 1929, that she said she loved him and that he believed her. Anne, who has not appeared for the hearing testified at the first trial that she never loved Smith and married him in May, 1932, after her divorce from Reynolds principally to establish a home for herself and her small daughter, Anne Cannon Reynolds II.

She added that her father never urged her to divorce Smith, but instead had helped with money and otherwise in the establishment and maintenance of an expensive home here.

Smith contends his former wife's love was broken down by Cannon's refusal to allow Anne to have custody of her daughter unless she came to his Concord home to live. Cannon was described as telling her that she and Smith did not keep a home conducive to proper rearing of the child.

Morgan, Banking Partners Face Munitions Inquiry



When the senate munitions committee, headed by Senator Gerald P. Nye, (R.), of North Dakota, resumes its investigation, Jan. 7, of World war profits of munitions makers and their tie-ups with financiers and foreign interests, J. Pierpont Morgan and his banking partners are expected to appear as witnesses before the committee. Morgan made an appearance before the senate banking committee at the outset of the Roosevelt administration. Among the Morgan banking partners expected to be called by the committee are Thomas W. Lamont and George Whitney, pictured with Morgan and Nye.

Morgan States Wilson Gave Approval For Allied Loans

Washington, Jan. 7 (AP)—J. P. Morgan told Senate investigators today that his great banking house "turned loose" with loans to the Allies in 1915 as soon as President Wilson consented to it.

Although contending German acts and not international finance pushed this country into war, he said his firm's sentiments from the beginning was with the Allies.

Senator Vandenberg, Republican, Michigan, member of the Senate committee questioning the famous financier, charged at one point that the "bankers had violated President Wilson's neutrality policy."

After hearing testimony that the Morgan company made no Allied loans while the State Department opposed such a step, Senator Clark, Democrat, Missouri, asked:

"When the government changed its policy, you changed yours."

"When the government turned itself loose, we turned ourselves loose," chuckled Morgan, puffing away at a huge pipe. A capacity throng listened intently as Morgan, two of his partners, George Whitney and Thomas W. Lamont, and Frank Vanderlip, wartime president of the National City Bank, were questioned in a group. Committee members shot questions alternately at each.

"The neutrality question was up to the government," Morgan said, "the bankers had nothing to do with it."

Morgan told a Senate investigating committee today that German acts, not international finance, pushed the United States into the World War.

Flanked by his senior partners, the famous banker faced questioning by senators intent on creating sentiment

to curb financial dealings with warring nations.

Morgan's contentions that financial transactions did not lead this country into war was read from a printed statement.

Committee members protested immediately. Some said it was "not responsive" to questioning, and served only "to interfere with the progress of the hearings."

"I object to any more stump speeches," snapped Senator Clark, Democrat, Missouri.

"When the United States of America came into the war," Morgan said, "it was not driven into it by any individual or individuals or any class. It came in because Germany had made it impossible for the United States to refrain any longer. Ger-

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Rome Press Bitter Upon U. S. Course

Roosevelt Attacked By Italian Papers; Rain Holds up Activities in War.

(By The Associated Press.) Attacks on the United States neutrality program proposed by President Roosevelt occurred in Italy's Fascist press today, apparently with the full prior knowledge of Premier Mussolini's regime.

As the American Congress studied this and other proposals to keep this nation's skirts clear of war, two more newspapers of Italy's government-supervised press, Mussolini's own Popolo d'Italia, of Milan, and Il Popolo di Roma criticized Rooseveltian policies.

Two other organs have launched similar campaigns, the Giornale d'Italia and La Tribuna.

Il Popolo di Roma, said the President's stand was due to "necessarily imperfect and not profound knowledge" of European problems.

Unofficial reports in Paris said the British general staff was pressing for application of an oil embargo against Italy, and the probability of its initiation before February 1 was foreseen in diplomatic circles.

At the war front Ethiopians celebrated their Christmas, buoyed by fresh hope for victory over the Italian invaders of their country. Aiding them are continuous rains, which for a week have pelted the northern front.

REPORT HATRED OF AMERICA IN JAPAN

U. S. Statesmen Talk bluntly on Return from Philippine Junket.

By CHARLES P. STEWART
Central Press Staff Writer
Washington, Jan. 7.—Members of the party of American statesmen and unofficial notables who attended the ceremonies at the recent inauguration of Philippine semi-independence, on their return to the United States quite generally express themselves as much ruffled by the unceremonious treatment they say they were subjected to while visiting in Japan on their way to and from Manila.

Chairman Key Pittman of the Senate Foreign Affairs Committee will be recalled as having been credited with what amounted to a prediction of war between Uncle Sam and the mikado, in a home-coming speech at

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HOLD-UP PAIR GET \$2,000 AT ASHEBORO

Two Employees Locked in Vault at Cotton Mill While Payroll Is Snatched.

Asheboro, Jan. 7.—(AP)—Two men held up the Leonard Cotton Mills office at Worthville, near here, today, jockeyed two employees in the vault and escaped with more than \$2,000.

The pair, entering the mill, described as young and "pleasant appearing," snatched up a \$2,000 payroll, took a little more money from the office safe and escaped in a (Ford V-8) sedan.

Entire AAA Machine In State Halts

Suspension Of All Work Ordered By Dean Schaub After Court's Decision.

Raleigh, Jan. 7.—(AP)—Dean I. O. Schaub of the North Carolina State College, today announced suspension of all AAA work in North Carolina.

The immediate effect was to suspend 89 employees here who had been working in the offices administering the cotton, wheat, rye, tobacco, potato, and peanut programs.

Dean Schaub, who has directed all AAA work in the State, said the suspension was indefinite as he awaited further instructions from Washington. He said he had no idea now what would be done in regard to completing "certain work in regard to the programs, which cannot well be dropped indefinitely."

He added he understood all obligations of the government to farmers on 1935 adjustment contracts would be paid.

WEATHER FOR NORTH CAROLINA.

Cloudy, possibly light rain on coast tonight; Wednesday cloudy, slightly colder on coast, followed by rain in afternoon or night.

Roosevelt Social Security Program Is Likely To Fall

KNOCK-OUT OF AAA BELIEVED SURE TO BOOST ROOSEVELT

Will Help Him With Farmers Perhaps More Than Anything Yet, Commentators Think.

NULLIFICATION IS DEEPLY RESENTED

Observers Recall That Affirmative Decision Was Mostly of Republican Justices, While Dissenters Were Two Democrats and One Republican on Court.

Daily Dispatch Bureau, In The Sir Walter Hotel, By J. C. BASKERVILLE.

Raleigh, Jan. 7.—The knock-out given the AAA crop control act by the "nine old men" who compose the United States Supreme Court in Washington Monday has only boosted Franklin D. Roosevelt higher with the farmers and the rank and file of the people and will probably do more to help renominate and elect him than anything else, according to State officials and others who commented on the action of the court today, after being assured they would not be quoted directly. For the farmers of the United States do not want to go back to six-cent tobacco, five-cent cotton, 30-cent wheat, and five-cent pork, most political observers here agree. The result is that the farmers, even former Republican farmers, are now going to rally to the support of Roosevelt who has done more to increase the farm income of the nation than any other President, and who will now, with the assistance of Congress, undoubtedly devise some other method of controlling crop production in place of the AAA, most observers here believe.

"In the first place, the public general

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Angier Policemen Accused of Murder In Collins Death

Lillington, Jan. 7.—(AP)—The Harnett county grand jury today had returned true bills charging Oris M. Pollard and C. F. Deans, the former police force of Angier, with murder in connection with the death of G. F. Collins, prominent farmer of near Angier.

Collins died suddenly at his home on December 27 after he was allegedly beaten on the head with a blackjack three times, a number of blows each time, when he was arrested Christmas Eve at Angier by Pollard on a charge of being intoxicated.

There was no indication when the case would be called for trial though it was expected to be reached during the term of criminal court which convened yesterday, with Judge N. A. Sinclair presiding.

Pollard was free under \$10,000 bond, and Deans under \$5,000, and no steps had been taken this morning to re-arrest them.

Rail Pension Act Attacked In New Suits

Washington, Jan. 7.—(AP)—Constitutionality of another New Deal measure—the 1935 rail pension law—was challenged today in a joint suit filed in District of Columbia Supreme Court by 135 of the nation's railroads.

The railroads asked a permanent injunction against operation of laws imposing taxes on railroads and rail employees for a pension fund, and setting up a retirement system for

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Capital Is in Confusion as Vast AAA Farm Control Machinery Comes to Stop.

PROCESSING TAX COLLECTIONS HALT

Flow of Cash to Farmers is Held Up, and New Dealers Even Talk of Possibility of \$4,000,000,000 Works Relief Bill Being Killed.

Washington, Jan. 7 (AP)—A belief that much more of the New Deal is as good as dead gripped many of its strongest supporters today as they studied with dismay the six to three Supreme Court decision yesterday, which wiped out AAA as completely as NRA.

With the capital in confusion, the vast AAA farm control machinery ground to a full stop. The flow of cash to farmers, which has totalled \$1,127,000,000, halted. Salaries of 6,500 full-time AAA employees and many part-time workers were cut off. Collection of processing taxes stood still.

Several Republicans hailed the decision, calling it an opportunity for their party to return the country to "constitutional government."

Most New Deal leaders reserved comment, but Senator Byrnes, Democrat, South Carolina, one of the highest in New Deal counsels, expressed conviction that the court as now constituted would kill the vast social security program, pride of President Roosevelt.

Another top Democratic senator, who preferred to remain anonymous, said the court's attitude spelled invalidation for the Guffey coal control and the Wagner labor relations law.

There was even talk among New Dealers that the \$4,000,000,000 work relief program, which, like the social security law, has not been challenged in the courts, would go out the window.

Other major laws not tagged "New Deal legislation also fell under the shadow of doubt. Senator Bankhead, Democrat, Alabama, assailing the AAA decision, asked as "how law" expressed belief the court would also rule his Bankhead cotton control law invalid.

Democrats and Republicans assumed that such crop control measures as

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Self-Styled Federal Man Is Convicted

Cadell Guilty of Abducting and Eloping With Mrs. R. A. Watkins Recently.

After 4 o'clock this afternoon a jury found James H. Cadell, white self-styled "G" Man, guilty of abducting and eloping with a married woman, Mrs. Louise F. Watkins, wife of Robert A. Watkins, Vance county farmer, in Vance Superior court before Judge R. Hunt Parker.

Sentence had not been passed shortly after 4 o'clock.

Mrs. Watkins took the stand and admitted sexual relations with Cadell after they had left the city. He was taken by officers in a Greensboro hotel several days after disappearance here on information secured by Sheriff J. E. Hamlett, who went to Greensboro, and with officers there, took Cadell into custody.

He was given trial in Recorder's court and sent up to superior court. He has been in jail since his trial in county court.

R. A. Watkins went on the stand and told how on November 29, he came to Henderson with Cadell, and how, while here, Cadell arrested two itinerant showmen for a Harnett county murder. He told, also, of the reunion with his wife after her return

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