

# ASSASSINATIONS IN JAPAN MAY BRING WAR

## Tobacco Control Collapses As Georgia Drops Out

### COMPACT UNLIKELY UNTIL 1937 SEASON, EHRLINGHAUS THINKS

Meeting in Washington Is Told Gov. Talmadge Wouldn't Call Legislative Session

### OTHER STATES NOT TO TRY IT ALONE

### Tar Heels Promptly Reject Proposal From Georgia That Virginia and Carolinas Operate Under Law, With Georgia Growers Cooperating Voluntarily

Washington, Feb. 26 (AP)—With Georgia definitely out of the picture this year, hopes for the 1936 tobacco compact apparently collapsed today, but a special committee working on the plan agreed to consider the possibility such a proposal could eventually be put into effect.

Decision was reached to draft proposed compact legislation for adoption by states, with legislatures now in session, but which would not become effective until other leaf growing states had come in.

Congressional action also would be necessary.

Governor J. C. B. Ehringhaus, of North Carolina, expressed the opinion 1937 would be the earliest a compact proposal could become effective.

Decision to work for the future followed a prediction by J. B. Hutson, agriculture department tobacco chief, of a ten-cent-a-pound tobacco price unless leaf growing states got together.

Apparent collapse of the plan, so far as 1936 is concerned, came during a stormy session of the committee, after it was made known there was no chance for Georgia to enter the proposed compact this year.

Carolinians Won't Go Alone.

Announcement that no special session of the Georgia legislature would be called to consider the compact leg-

(Continued on Page Two.)

### CONGRESSMEN ARE VOTING BOTH WAYS

### Approve Neutrality Moves and Also Record Army-Navy Funds

By CHARLES P. STEWART  
Central Press Staff Writer

Washington, Feb. 26.—Is a congressman a militarist or a pacifist when he supports history's largest peace-time allowance for America's army and navy?

"He is a pacifist," answer virtually all of those who have argued recently for a \$45,262,318 army appropriation and \$49,591,229 for the navy.

A total of a billion and nearly one-tenth!

Most of the time during which the controversy over this expenditure has been pending Congress also has been busy with the framing of plans to keep the United States neutral in the next overseas war, if any—and many folk are mightily apprehensive of one.

Now, is it consistent to shout for strict American neutrality, and, at the same time, to vote for record-break-

(Continued on Page Eight.)

### Hauck Might Be Suspended If He Does Not Prosecute Whited On Perjury Charge

Trenton, N. J., Feb. 26 (AP) Prosecutor Anthony M. Hauck, Jr., of Hunterdon county, one of the men who helped convict Bruno Richard Hauptmann, had "heard" he might be superseded if he did not bring a perjury action against Millard Whited, State witness at the Flemington trial.

Hauck was expected to confer with Attorney General David T. Wilentz, chief of the prosecution, who returned from Florida last night with the Whited phase of the case and Hauck's

### Relieved



Maj. Gen. Johnson Hagood  
Major General Johnson Hagood has been relieved of his command of the Eighth Corps Area at San Antonio, Tex., and ordered to his home by Presidential direction to "await orders."  
(Central Press)

### MR. ICKES THINKS HOOVER SUFFERING WITH THE JITTERS

### Three Years Ago He Said Prosperity Was Just Around the Corner, Secretary Says

### NOW SAYS COLLAPSE IS THAT NEAR TO US

### Interior Head Speaks To Chicago Industrialists On "New Deal or Old Deal," and Calls Liberty League Group "Dukes and Earls of Big Business"

Chicago, Feb. 26.—(AP)—Secretary of the Interior Harold D. Ickes, speaking before a Union League Club luncheon, said today that a "confirmed state of jitters" seems to possess former President Herbert Hoover.

"Some men tremble occasionally for the safety of our institutions, but he has developed a chronic ache about them," said the cabinet member.

"Three years ago Mr. Hoover's refrain was that 'prosperity was just around the corner.'

"Now, he is just as certain that collapse is 'just around the corner.'"

He said the former President, who in recent weeks has criticized his successor publicly, was "laboring with all this might to re-establish in the mind of the American people that state of fear in which he left them."

The secretary's address on "New Deal or Old Deal" was given at a luncheon of the Union League Club, which since Civil War days has boasted a membership of leading Chicago industrialists and business men.

"The dukes and earls of big business," which he identified as the American Liberty League, Alfred P. Sloan, Jr., and the DuPonts, famous Delaware industrialists, shared Secretary Ickes' fire.

He called the Liberty League an "interesting alias" chosen by "big business" in a campaign against President Roosevelt.

Of Sloan, Secretary Ickes said: "Despite the vaunted initiative, capacity and intelligence of Mr. Sloan and his ilk, Detroit was one of the hardest hit cities in the country during the depression."

(Continued on Page Eight.)

### Roosevelt Vetoes Seed Loan Measure Asking \$50,000,000

### President Wants To Taper Off Crop Loan System, But Promises Other Kindred Aid

### SMITH TO ATTEMPT TO OVERRIDE VETO

### South Carolina Solon To Move For Vote Soon As "Time Is Propitious"; President Thinks Need In 1936 Can Be Met With Much Less Than Proposed Sum

Washington, Feb. 26.—(AP)—President Roosevelt's veto of the Hill bill authorizing \$50,000,000 for 1936 seed and feed loans to farmers was challenged today by Senator Smith, Democrat, South Carolina, who said he would "insist on a vote" to override "as soon as the time is propitious."

Smith, chairman of the Senate Agriculture Committee, and Senate sponsor of the administration's AAA replacement bill, agreed upon in conference yesterday, made the statement to reporters shortly after the executive vote was read in the Senate.

The measure was returned to the Senate with the reminder by the President that in approving the \$40,000,000 seed and feed loan bill in 1934, "I did so on the theory that it was proper to taper off the crop loan system, which had been initiated on a large scale as early as 1931."

The President added, however, that he would issue an executive order in the next few days to meet any need for loans to produce new crops.

"I am convinced," Mr. Roosevelt said in his veto message, "that the immediate and actual needs to which I have referred can be met during the year 1936 by an expenditure of funds materially less than that proposed in the bill under discussion."

### Byrd Heads Study Of Reorganization U. S. Departments

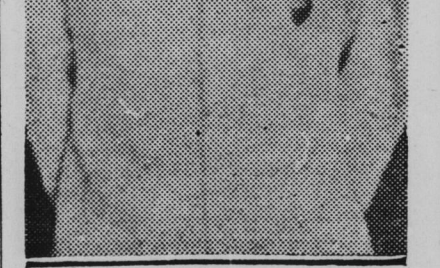
Washington, Feb. 26.—(AP)—Senator Byrd, Democrat, Virginia, was named by Vice-President Garner today as chairman of the special committee to study and report at the next session on a plan for reorganizing the government's departments with a view to saving millions in operating costs.

Byrd introduced the resolution for the study. The committee will have \$20,000 for expenses.

Other members appointed were Senators Robinson, Arkansas, the Democratic leader; O'Mahoney, Democrat, Wyoming; McNary, Oregon, the Republican leader, and Townsend, Republican, Delaware.

(Continued on Page Five.)

### Slain Island Chief



E. Francis Riggs  
E. Francis Riggs, insular chief of police for Puerto Rico and former U. S. Army Colonel, is a victim of nationalist outbreaks in San Juan. His slayers, two nationalists, were later killed by police.  
(Central Press)

### Killed In Japan



ADMIRAL VISCOUNT MAKATO SAITO, Former Premier

### HOEY AND GRAHAM SEEKING BUNCOMBE

### Western Carolina Political Situation Stirs State-wide Interest

### HOEY IS CLAIMING IT

### "Buncombe County Faction" Reported To Have Gone into Shelby Man's Camp; But Graham Group Denies That

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

Raleigh, Feb. 26.—Claims by the supporters of both Clyde R. Hoey, of Shelby, and A. H. Graham, of Hillsboro, with regard to Asheville, Buncombe, Henderson and other western counties, and more especially the claim by the Hoey forces that the so-called "Buncombe county faction" has decided to support Hoey rather than Graham for the Democratic nomination for governor, is attracting much attention here the last few days, especially since the Graham supporters maintain that this same group of Democratic politicians in Buncombe county reported to be solidly backing Hoey are in reality backing Graham.

West Follows Buncombe.

Ordinarily, the attitude of the leaders in just one out of 100 counties towards a candidate for governor would not be of State-wide significance, it is agreed. But it is also agreed in political circles that the situation in Asheville and Buncombe county is decidedly significant, since Buncombe is in Western North Carolina what Maine used to be to the entire nation, in that in most primary elections it has been true that "as goes Buncombe so goes Western North Carolina." It

(Continued on Page Five.)

### Daniels Is Talked For Navy Post

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

Raleigh, Feb. 26.—Josephus Daniels, at present United States ambassador to Mexico, but who, according to reliable reports, is planning soon to resign that post and return to the United States, may be appointed as secretary of the navy and become a member of the present cabinet if the present secretary of the navy, Claude Swanson, of Virginia, retires, as he is expected to, according to recent re-

(Continued on Page Five.)

### REPERCUSSIONS OF UPHEAVAL FEARED BY WORLD POWERS

### Japan's Neighbors Turn Uneasily Toward Nippon Empire as Major Crisis Grows

### BALANCE BETWEEN WAR, PEACE SLIGHT

### More Aggressive Japanese Foreign Policy Predicted in League Circles at Geneva; Soviet Union, at Swordspoints With Japan, May Cause Trouble

(By The Associated Press.)  
Japan's neighbors, the eyes of teeming China, of wary Russia, of all the community of nations, turned today uneasily toward Japan.

Seldom has the ancient East been in so delicate a balance between peace and conflict. Deep-rooted are the causes, momentous the effects.

LEAGUE FEARFUL.  
Meagre as was the news from Japan, concern over the possible consequences of a militaristic coup there everywhere was evident.

League of Nations officials at Geneva envisaged the development of a more aggressive Japanese foreign policy under a possible Fascistic military dictatorship, with Russo-Japanese relations strained even more than now.

Russia May Act.  
China, newly lulled into comparative calm with the lapse of a Japanese-approved North China separatist movement, feared new Japanese moves.

The Soviet Union, at literal swords points for months with the puppet state of Manchukuo over a bitter boundary dispute, saw a new and serious threat to peace in the Far East.

### Durham Sentence To Electrocution Upheld by Court

Raleigh, Feb. 26.—(AP)—The State Supreme Court this afternoon handed down 50 opinions, including a decision upholding a sentence of electrocution imposed on J. B. (Buck) Carden in Durham county for the murder of his wife.

### Summations Begun In Long Trial For Angier Policemen

Lillington, Feb. 26 (AP)—Arguments by counsel were started this afternoon in Harnett County Superior Court in the case of Oris M. Pollard and C. F. Dean, former Angier policemen facing murder charges in the death of F. G. Collins, well-to-do farmer.

The defense rested its case this morning after presenting one more witness, and the State quickly called three in rebuttal, after which the eight lawyers appearing as counsel conferred over how long should be devoted to arguments.

Glenn Cobb, who assisted Pollard in taking Collins to jail, was last witness for the defense, and testified he heard the sound of blows from inside the jail, where Pollard was with Collins, but did not see the officer use a blackjack.

Fred Adams, a prisoner when Collins was locked up, testified for the State that he saw Pollard strike the farmer with a blackjack.

D. H. McRae and Richard Nordan, also State witnesses, told of hearing blows in jail while Pollard was inside, but neither saw a blackjack. Nordan said Dean had a flashlight directed on Collins part of the time.

### OUR WEATHER MAN



### FOR NORTH CAROLINA.

Cloudy, probably showers in interior tonight and Thursday and near coast Thursday; slightly warmer tonight; somewhat colder in interior Thursday.

### Premier Okada And Two Other Cabinet Members Are Slain

### Japanese Officials Assassinated



PREMIER OKADA



KOREKIYO TAKAHASHI, Minister of Finance

### BUSINESS CHECKED BY BANK OF JAPAN

### British Commons Told Troops Line Streets of Capital at Tokyo

London, Feb. 26 (AP)—Anthony Eden, Great Britain's foreign minister, told the House of Commons today the Bank of Japan had suspended business.

Eden said the British ambassador at Tokyo had reported that troops lined the streets of Japan's chief city and that all public buildings and official residences were guarded.

It was indicated in the foreign minister's description of the situation to the Commons that the suspension of the bank's activities was temporary.

(Continued on Page Three.)

### State of Emergency Declared and Two High Seas Fleets Ordered to Big Cities

### YOUNG OFFICERS OF ARMY RESPONSIBLE

### Strong Nationalist Humio Goto Picked by Emperor To Form New Ministry; Peace and Order Maintained, But Palace and Public Buildings Under Guard

London, Feb. 26.—(AP)—The Japanese embassy, stated at 6:40 p. m. (1:40 p. m., eastern standard time) today that the newly-appointed acting premier of Japan, Fumio Goto, and all his cabinet had tendered their resignations to the emperor.

Tokyo, Feb. 26 (AP)—Young officers of the army, who said they wished "to remove corrupt influences from around the throne," assassinated Premier Okada and two other cabinet ministers today.

The government declared a state of emergency and ordered two fleets from the high seas to police duty at the great cities of Tokyo and Osaka.

Emperor Hirohito was stated by a government source to have commanded the strong Nationalist, Humio Goto, to form a new government.

Insurgent officers who designated the cabinet said their purpose was to protect the national policy.

Two Others Killed.

In addition to Premier Okada, they killed Admiral Viscount Makoto Saito, lord keeper of the privy seal and former premier, and General Jotaro Watanabe, chief of military education.

They also shot Korekiyo Takahashi, minister of finance, and Admiral Kantaro Suzuki, lord chamberlain of the imperial court.

(Reports by the Japanese Foreign)

(Continued on Page Three.)

### New Law Of State To Be Promulgated

### Japan's Relation To United States May "Become Explosive In Nature"

Washington, Feb. 26 (AP)—Advices received in diplomatic quarters here today said army troops responsible for the uprising in Japan were reported to have announced they will "promulgate a new law of state" this afternoon in Tokyo.

There was no explanation of the "new law of state."

This information said a mimeographed statement was left at each of the principal newspaper offices in

(Continued on Page Three.)

### Will Stop Reserve Banks From Dabbling In Stocks

Washington, Feb. 26 (AP)—The comptroller of the currency today prohibited Federal Reserve member banks from purchasing speculative securities for their own account.

Acting under the authority of the banking act of 1935, the comptroller decreed that the "purchase of investment securities" in which the investment characteristics are distinctly or predominantly speculative, or invest-

ment for securities of a lower designated standard than those which are distinctly or predominantly speculative is prohibited.

The order applies to all national banks and to the 900-odd State banks which are members of the Federal Reserve System.