TWENTY-THIRD YEAR

Bomb-Proof Ships

Lester P. Barlow

The creative brain of Lester P. Bar-

The creative brain of Lester P. Barlow, Stamford, Conn., inventor of the depth bomb, has devised a new material that may revolutionize battleship building. The material, said to be capable of withstanding the heaviest bombs, has been offered

Political Atmosphere in

Raleigh Fairly Oozes

Brighter Hopes

MANAGER NOT CHOSEN

Shelby Candidate Much Pleased a

Reaction to Opening Speech; Graham Backers Claim

Growing Strength

Raleigh, Feb. 27-The political at

mosphere here fairly oozes optimism

for Clyde R. Hoey, the affable, long-

haired, frock-coated candidate for

nesday conferring with friends and

supporters. Thos who talked with

the Shelby orator in his room in the

Sir Walter came away convinced that

Mr. Hoey is already far in the lead,

and that if the present trend in pub-

lic sentiment continues, he will be the

The supporters of Lieutenant Gov-

ernor A. H. Graham, Dr. Ralph W.

McDonald and John McRae, the other

(Continued on Page Two.)

End in Trial for

Lillington, Feb. 27.—(AP)—Arguments continued today in the case of Oris M. Pollard and C. F.

Dean, former policemen of Angier, charged with causing the

death of Furman G. Collins, well-

to-do farmer, with indications the

jury would get the case before nightfall. Solicitor C. C. Cannady

Charles Ross, of the defense,

started speaking with three hours and ten minutes of allotted time

at his disposal.

R. N. Simms, of Raleigh, of the

private prosecution, was to close for the State. He had two hours

of allotted time.

Judge N. A. Sinclair, of Fay-

etteville, was expected to charge the jury late this afternoon.

OUR WEATHER MAN

spoke for more than an hour.

Angier Policemen

Arguments Near

next governor.

the Democratic nomination for gov-

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

to the U. S. navy.
(Central Press)

CRISIS IN JAPAN IS TEMPORARILY PASSI

Holds Money Bags

Soil Conservation Program To Aid Farming Approaches FDR's Desk For Signature

CONFEREE PLAN IS **OUICKLY APPROVED** BY VOTE IN HOUSE

President Summons Leaders To Discuss Taxes To Finance New \$500,-000,000 Measure

SMITH WILL SEEK TO OVERRIDE VETO

Wants Seed Loan Measure Enacted Despite Roosevelt Opposition; Whether Bonus Revenue Will Come Before White House Conference Tonight Not Sure

Washington, Feb. 27 .- (AP) -- The soil conservation farm program grew nearer the White House today as President Roosevelt summoned leaders to discuss taxes for financing the \$500,000,000 measure.

The House speedily approved the agreement reached in conference on a final draft of the subsidy bill. Only Senate action was needed to send the measure to Mr. Roosevelt's desk.

Confer Tonight. At the White House the President planned to confer tonight with Vice-President Garner, Secretary Morgenthau, Speaker Byrns and Senate and House Democratic leaders on the important question of revenue. Whether a tax bill might go beyond the farm program to embrace the bonus was

inknown on Capitol Hill. The House adopted the conference agreement on the farm bill by a viva voce vote after a few technical points

New Act Temporary. The New Deal measure to replace AAA authorizes payments of up to \$500,000,000 a year until December 31, 1937, to farmers practicing conserva-

(Continued on Page Three.)

Farmers To Make Demand For Control

Washington, Feb. 27.—(AP)— J. B. Hutson, agriculture department tobacco chief, predicted today that unregulated tobacco production this year would cause farmers to demand action for 1937. With all bars down, he foresaw

a drop in prices to a ten to 15 cents a pound level, and said if that happened the growers would be heard from. HAS HOPE STILL.

Despite collapse of negotiations yesterday for interstate tobacco compacts for 1936, Hutson expressed hope that something resembling the compact proposal could be nogotiated. Confronted with assertions that Georgia would not call a special

Continued on Page Three.)

DEMOCRATIC MEET MIGHT BE VICIOUS

G. O. P. Will Back Its Nominee; Al Smith May Make Trouble Later

By CHARLES P. STEWART Central Press Staff Writer Washington, Feb. 27.—The Democratic National Convention in Philadelphia in June, may, after all, be a more vicious affair than the Republican convention in Cleveland, which will have preceded it shortly.

Concerning the Republicans' choice of a presidential candidate there will be uncertainty in the last minute. Few politicians question that the Democrats will renominate President Roosevelt.

In that the Democratic selection can be calculated so accurately in advance and that the Republican selec-

(Continued on Page Three.)

Principals in Townsend Inquiry



Investigation of the old age pension plan originated by Francis Townsend (center) and vigorously advocated by his chief aide, R. E. Clements (bottom), the National Secretary of the Townsend clubs, is in hands of a house committee under chairmanship of C. Jasper Bell (top inset), Representative from Missouri, (Central Press)

New Government Loan Of \$1,809,000,000 Offered

Power Employees At El Paso Quit

El Paso, Texas, Feb. 27.—(AP)— A walk-out of power company employees at 4:07 a. m. today left this city and surrounding territory in Texas and New Mexico without electricity.

The walk-out, the second in several months, halted street cars, stopped many industrial opera-tions and left houses without electric lights or heat.

Appeals were made immediately to governors of both New Mexico and Texas for aid.

Compact On Tobacco Not Now Likely

Much Depends on Georgia; Talk Legislature There May Convene Itself

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

Raleigh, Feb. 27.-Chances for an interstate compact among tobacco producing states to limit the production of tobacco seems doomed, as far as the 1936 crop is concerned, as the result of the virtual collapse of the conference of governors and representatives of governors in Washington yesterday, due to the fact that Georgia would not come in and Governor Eugene Talmadge was not expected to call a special session of the Georgia General Assembly. For to make such a pact effective, all of the tobacco growing states would have to he will not be in power to appoint Sucome in and special sessions of the preme Court justices, should any regeneral assemblies would be required tire or die. in both North Carolina and Georgia.

(Continued on Page Three.)

\$800,000,000 Will Be New Money Borrowed, Rest of It To Be In Refunding Bonds

MEET OBLIGATIONS MATURING MARCH 15

Provision Made for Payment of Part of Bonus Disbursements; All Items Of Expenditure Include d, Morgenthau Says in Announcing New Offer

Washington, Feb. 27.—(AP)— Secretary Morgenthau announced today the Treasury's March 15 financing will aggregate \$1,809,000,-000, of which \$800,000,000 will be

new money.
In cash the Treasury will ask \$1,-250,000,000. This will supply the \$800,-000,000 of new money and \$450,000,000 to pay off in cash the amount of bills maturing March 15.

The remainder of the financing will represent refunding operations involving \$559,00,000 of notes which mature April 15.

All Needs Included. Morgenthau said his advisors had old him the "immediate needs" of the (Continued on Page Three.)

G. O. P. BITTERNESS TO FDR EXPLAINED

They Don't Want Him to Name Supreme Justices Next Term

By LESLIE EICHEL Central Press Staff Writer New York, Feb. 27.-Republicans dent Roosevelt's re-election—so that A. Lindbergh, Jr.

There is, however, one key post-

(Continued on Page Three.)



Walter J. Cummings

Political observers say they see the deft hand of Jesse Jones, RFC Chairman, in the appointment of Walter J. Cummings, bank and railroad officer, as treasurer of the Democratic National Committee.

TALMADGE UNABLE

Most of State's Cash Tied Up Where Financial "Dictator" Governor Can't Get It

DEPARTMENTS RUN WITHOUT REVENUE

Banks Decline To Cash Checks Until Courts Rule on Status of Defacto Officers Talmadge Put in After Firing State's Treasurer and Comptroller

Washington, Feb. 27 (AP)-L. E. Boykins, Federal Roads Bureau chief, announced today the bureau had issued instructions that no more Federal highway funds will be sent to Georgia "until we are satisfied the legal phases of the present state situation are ad-

Atlanta, Ga., Feb. 27 (AP)-Governor Eugene Talmadge, Geor-gia's financial "dictator," in a

(Continued on Page Two.)

Wants Court To Rule Mae Is His Wife

New York, Feb. 27 (AP)-A Supreme Court order was sent to Los Angeles county, California ,officers today disclosed, to authorize service upon May West of a suit by Frank Wallace, an actor, who seeks to en-join Miss West from denying he is her husband, or that she is married. The order was signed by Supreme Court Justice John E. McGeehan. Mae Denies It

Wallace stirred a turmoil in the (Continued on Page Four.)

Mussolini May Renounce Peace Pacts In Protest Of Anglo-French Accord

Strong Hints Such A Move Is Contemplated Given By Authoritative Rome Paper

NEGOTIATIONS WITH HITLER THREATENED

Crisis In Japan Finds Repercussions in European Political Circles: Accusations Laid on Britain and France by the Jiornale d'Italia at Rome

Rome, Feb. 27.—(AP)—A belief that Premier Benito Mussolini soon will denounce the Locarno pact and the Italo-French agreement of January 7 1935, in drama-tic protest to the Franco-British naval accord, gained adherents in informed circles today. Hints by Newspaper.

Strong hints that such a move contemplated were dropped by the Jiornale d'Italia, Rome's most authoritative newspaper, in an editorial, which said it "must be determined whether France's mutual assistance agreement with Britain is "compatible with the general principles of the accord of January 7, 1935, to say nothing of Locarno.' At the same time, the dramatic de-

velopments in Japan were seen by informed sources as possibly liable to interfere with Italo-German negotiations leading toward a pact between the Fascist kingdom and the Nazi To Wait War's End.

German circles here said Italo-German discussions were continuing, but that the Reich is not likely to enter into a pact until the Italo-Ethiopian war is over and Italy returns to her European position in full strength. The Jiornale d'Italia editorial ac-

(Continued on Page Two.)

IDAHO'S AVALANCHE

Snowslide Down Mountainside Buries Car of Local Passenger Train

Wallace, Idaho, Feb. 27 .- (AP)-Four missing persons were believed ernor who spent the day here Weddead today, buried under tons of snow that roared down Cour D'Alene mountain and swept a railroad passenger coach to the bottom of a canyon. The avalanche slid down the steep mountainside at dusk yesterday and ripped the coach from the rear of

two-car branch line train. A rescue crew of 75 found two injured passengers in the wreckage of the splintered car, but the Lookout Summitt station reported four persons were missing. The Summitt operator

"Unlikely they will be found alive." As word of the tragedy came down from the Summitt station, special relief trains were rushed to the scene

from Montana and Idhaho. LOBBY PROBE FINDS

LITTLE FOR REPORT

Washington, Feb. 27.—(AP)— The House Rules Committee reported today its lobby investiga-tion showed "little or no evidence of improper contacts" between holding companies battling the utilities bill last session and members of the House

Hoffman Questions Claims Of Hauptmann Taxi Driver

Doubts Identification by Joseph Peronne of Hauptmann as Man Who Gave Him Note To Be Delivered to Condon; Wilentz, Hauck, Schwartzkopf Confer

Trenton, N. J., Feb. 27.—(AP)—Gov-ernor Hoffman today questioned the Hauptmann. identification by Joseph Perrone, taxi driver, of Bruno Richard Hauptmann as the man who hired him to deliver number of occasions picked out per-

Peronne delivered the note to Con- to that of Hauptmann. don the night of March 12, 1932. A man in Gun Hill road, the Bronx, gave conferred privately at Perth Amboy it to him. It contained instructions to with Prosecutor Anthony M. Hauck Reports were current here today, the most powerful key post—that the Condon how to make contact with the Jr., of Hunterdon county, and Colonel

kidnaper At Haupmann's trial Peronne said

Peronne, the governor said, upon a a note to Dr. John F. Condon, prior sons he said greatly resembled the are trying their best to prevent Presi- to the payment of ransom for Charles man who gave him the note, and in no case was the description similar

Attorney General David T. Wilents FOR NORTH CAROLINA. Generally fair tonight and Friday, except unsettled near coast; somewhat colder tonight and near

'Continued on Page Four.)

REBEL ASSASSINS ARE FORCED BACK TO OLD BARRACKS

Elder Statesmen Meet With Emperor in Effort To Set Up New National Machinery

RIGHT WING GROUP **MAY RETAIN POWER**

Speculation Rife as to Identity of New Premier, Following Slaying of Premier Okada and Other High Government Officials; Fighting in Tokyo Averted

Tokyo, Feb. 28—(Friday)— (AP)—After two days of the greatest crisis in a generation, Tokyo slept easily in the early hours today, confident that sunrise would find the rebel soldiers who assassinated four government dignizies Wednesday back in their barracks.

They capitulated last night to a government request that they quit police headquarters, where they had barricaded themselves in defiance of royal troops.

Bloodshed Averted The threat of bloodshed in the captal's streets was averted.

Ranking military authorities said they were confident that danger was passed, since, under an arrangement between the rebels and the war office, the former promised to return to their barracks and retain their arms, thereby escaping the dishonor

of being disarmed. The insurgents began the evacuation of the buildings they occupied before midnight. That quarter of the city was shut off from all outside observers, behind soldiers armed with

rifles and fixed bayonets. **Punishment Delayed** Previous to their capitulation, the rebels, self-styled "direct action" party members, had withdrawn from some of their formerly held positions before the threat of the loyal troops of Lieutenant General Hoki Hashii, commander of the Tokyo garrison.

be left for the future. Surviving leaders of the empire, nembers of the cabinet of the assassinated Premier Okada, supreme war counselors and other high militarists convened at Emperor Hirohito's palace to select a new premier.

Punishment for the uprising would

Picking New Premier Speculation over the identity of the next premier mentioned most frequently Baron Kiichiro Hiranuma, vice-president of the privy council, and noted head of Fascist organizations, and former War Minister General Sado Araki.

A belief grew in political circles that the emperor's advisors would urge that the right wing elements be three candidates for governor, today given a chance to form a cabinet to see whether they would be able to conduct the government.

Amendment To Control Farm Asked

Nye Says It's Time Congress Have Right To Regulate Nation's Farming

Washington, Feb. 27 (AP)-A resolution proposing a constitutional amendment which would give Congress full power to regulate the sale and marketing of agricultural commodities was introduced in the Senate today by Senator Nye, Republican North Dakota.
The North Dakota's proposed

amendment would insert in the Constitution the following words: "Congress shal have the power to regulate the sale and marketing of

all agricultural commodities." "In the light of the many conflict-ing decisions," Nye told newspaper men off the floor, "it seems high time to clearly define the right of Congress to deal with this national agricultural problem.

Senator Logan, Democrat, Kentucky has introduced an amendment which would give Congress power to regulate not only agriculture but industry.