TWENTY-THIRD YEAR

LEASED WIRE SERVICE OF THE ASSOCIATED PRESS.

HENDERSON, N. C., FRIDAY AFTERNOON, MARCH 6, 1936

PUBLISHED EVERY AFTERNOON EXCEPT SUNDAY

FIVE CENTS COPY

CORPORATIONS MAY BE DENIED TAX-FREE RESERVES

Cut In Relief Asked In Congress As FDR Frames Request

IS BEING SCRAPED. PRESIDENT STATES

Still Studying Federal Expenditures But No Figures on Savings Are Ready Yet

ESTIMATES TO BE SENT IN SHORTLY

Will Go To Congress Probably Late Next Week; Vandenberg Demands Investigation of Reports Of Collection of Campaign Funds frm WPA Workers

Washington, March 6 (AP) -President Roosevelt said today there would be at least one more conference on next year's relief problem before any decision on the amount of money he would ask Congress to appropriate.

He made this reply to press conference questions as a Democrat urged a one billion dollar limit on the new appropriations, and a Republican demanded a nationwide inquiry into charges of political "exploitation of human misery.

The President told newspaper men he was still studying Federal expenditures, but could not announce any absolute figures on savings. He said he and his fiscal aides were getting close to the bottom of the barrel in scraping for funds to complete this year's relief program.

Ready Next Week At the press conference, the chief executive said he expected to submit his relief estimates to Congress some time between March 10 and March 19. There has been no authentic hint of what figure, if any, the President has

sum might be two billion dollarsmore or less-but Chairman Buchan an, Democrat, Texas, of the House

(Continued on Page Six)

Would Stop Estimates On Cotton

Washington, March 6.—(AP)—Eli mination of government cotton production estimates issued by the Agriculture Department from August to December was proposed today by Senator Smith, Democrat, South Carolina. Presiding over the agriculture committee's hearings on cotton futures trading, Chairman Smith said he thought the Agriculture Department ought to be restricted to general re-

He described the estimates as "guesses." Smith also said he favored barring use of the mails and otner forms of interstate communication for distribution of private esti-mates as to probable cotton produc-crop control legislation, and if it be-

islation to prevent cotton crop esti-

(Continued on Page Six.)

BOTTOM OF BARREL Democratic Convention Will Probably Be Held After June 6 Election

Seeks Independence



Pedro Alzibu Campos

Puerto Rican moves for separation of the island from the United States are led by Pedro Alzibu Campos, above, a graduate of Harvard university and a leading lawyer of San Juan. He is head of the Nationalist party. Campos is shown here speaking at the funeral of one of the assassins of Colonel Riggs, chief of the island police. The two young assassins were shot by police soon after they had been taken to the police

Hoey Is For Legislature **If Necessary**

Denies He Has Opposed It for Any Fear of Effect Upon His Candidacy

Daily Dispatch Bureau, In The Sir Walter Hotel, J. C. BASKERVILL, Raleigh, March 6.—"I am not at all opposed to a special session of the comes apparent that such a session is Smith intimated he would seek leg-dation to prevent cotton crop esti-good, I think one should be called," "As things develop at this hearing, didates for the Democratic nomina-

(Continued on Page Three.)

Babson Warns Of Shaky **Stocks In Coming Boom**

Huge Expansion Program Imevitable for United States When Jam Finally Breaks for New Production; Securities Act One of Best New Deal Measures

BY ROGER W. BABSON, Copyright 1936, Publishers

Financial Bureau, Inc. business. Most important of all, such prises. The huge volume of refinanc- brick, head of the building service ema return of faith will result in an increase in new financing—the founda-

tion of more jobs. New Capital Timid

The drying up of new financing is Babson Park, Fla., March 6.- Our one indication of the low level of pubinemployment problem could be sol- lic morale since 1931. The investment ved tomorrow if investors, labor lead- market is characteristically sensitive ers, and the government would act for and timid. Capital cannot be forced the good of the nation as a whole instead of being so greedy. Lack of their money in new enterprises unfaith their money in new enterprises unfaith their are reasonably sure that faith in God and one another accounts for a big percentage of our present unemployed. Hence, every indicator of a spiritual awakening means more Ever since early 1931, investors have lobs, greater purchasing power, and felt that moral conditions did not war a good omen for all useful lines of rant risking capital in new enter-

(Continued on Page Three.)

If Held Before Primary Mc-Donald Forces Might Try To Make Capital Out of It

HIS CANDIDACY IS TOPIC OF GOSSIPS

Clans Gathering for Executive Committee Meeting Tonight Ponder Political Effects of Date for Meeting; McDonald Campaign Is Much Feared

Raleigh, March 6.-(AP)- The moguls of the Democratic party in North Carolina gathered here today to fix the time and place of the Democratic State conven-

Tonight, the Democratic Execu-tive Committee, meeting on call of Chairman Wallace Winborne, will set precinct, county and State convention dates, and Raleigh was expected to get the State meeting.

There was still discussion as to when the State parley would be held. The last two conventions were held after the first primary, and it was indicated that order would prevail again.

Many party leaders were already on hand this morning and others were arriving.

Daily Dispatch Bureau, In The Sir Walter Hotel, By J. C. BASKERVILL Raleigh, March 6.—The air is full of politics here today and the hotel rooms and lobbies full of politicians and candidates as a result of the meet ing here tonight of the Democratic Executive Committee for the business of fixing the date for the State Democratic Convention. Next to the meeting of the Democratic convention itself, the meeting of the State Democratic Executive Committee always brings more politicians, candidates, would-be candidates and political talk to Raleigh than anything else. So there were about as many local and State political leaders and candidates already here this afternoon as there

(Continued on Page Two.)

1936 Seed Loans To Be Available In Next 10 Days

Washington, March 6.—(AP)—Governor W. I. Myers, of the Farm Credit Administration, announced today that emergency crop and seed loans for 1936 will be available to farmers within the next ten days.

The Treasury, he said, has advanced \$7,000,000 from relief funds President Roosevelt has said \$30. 000,000 will be available in all. Myers said regulations covering the loans closely followed those of former years and will be avail-

able to farmers in the same way. Loans will not exceed \$200 to one farmer. No loans may be made for purchase of livestock or machinery, or for payment of rents, debts or taxes.

Hotel Group public June. To Walk Out Republicans will choose. Can it be possible that Senator William E. Roreh of Idaho will win the nomination With Strike superstant figures on his side. The senator has indicated that Frank E. Gannett,

Strike" in New York Heard as Trouble Continues

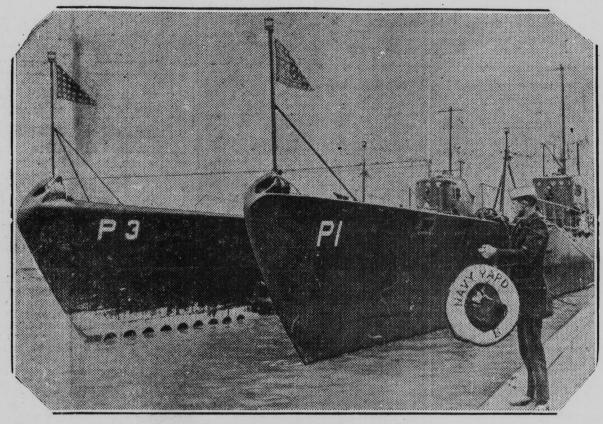
New York, March 6.-(AP)-Hotel workers were called away from their jobs today in support of the building employees strike which strike leaders prepared to extend to Manhattan's important Grand Central zone, Brooklyn and Queens before nightfall.

The action came shortly after Chris Houlihan, president of the hotel workers union, left his offices with the announcement that he would "pull" the hotel workers.

The "general strike" threat voiced earlier in the week by James J. Bam-

(Continued on Page Six.)

U. S. Guards Secrets of Latest Submarines



Two latest additions of the U. S. Navy, recently completed, are the submarines P-1 and P-3, shown on a visit to Washington, D. C. A "no visitors" order prevents latest submersible secrets developed by the navy from leaking out. They are the first to be commissioned under the new navy program and displace 1,300 tons each. (Central Press)

In Blast from Airplane

Missile Behind

Ethiop Lines

tions With Great Britain

London, March 6 .- (AP) - The

British government today instruct ed its ambassador in Rome, Sir

Eric Drummond, to protest to

Italy against the bombing of a

British Red Cross unit in Ethio-

Sir Eric was ordered to ask the

Italian government to make an

immediate investigation of the af-

fair, and to instruct its military

command to see to it that nothing of the sort occurred again.

Quoram, but that none of the per-

Fresh Ethiopian reports, however,

said that three Himya natives, Brit-

ish subjects, were wounded in the

bombing and succumbed to their in-

London, March 6 (AP)-An author-

ative source said today that Great

Britain would deliver a stiff protest

to Italy against the bombing of a

(Continued on Page Three.)

Made Big Fortune

Washington, March 6.—(AP)— Testimony that Henry L. Doherty, head of the Cities Service Com-

pany, made a profit of \$18,000,000 by selling 200,000 shares of com-pany securities in March, 1929,

was received today by the Senate

Lobby Committee.

The sale was made, testimony

showed, just before employees of

the system were invited to buy

the concern's issues on the install-

veloped, employees of the system were "given permission" to buy company stocks and given five years in which to pay for them.

Testimony was given that Do-herty sold about one-fourth of

what he owned.

In April, 1929, testimony de-

On Cities Service

BRITAIN TO ENTER STIFF

Asserts Doherty

northern front.

sonnel was injured.

BRITAIN TO ENTER

British Red Cross Man Killed By Italian Bomb

U. S. Envoy Barely Misses Fusillade

Beigrade, Yugoslavia, March 6.— (AP)—An assassin firing wildly at Premier Milan Stoyadinovich narrowly missed shooting Charles B. Wilson, United States minister to

Yugoslavia, today.
Wilson was sitting in the dipomatic gallery of the Chamber of Deputies, when a deputy of the opposition party suddenly jerked a pistol from his pocket and started firing at the premier.

Other deputies seized him and the first shot plugged into the wall just over the head of the diplomat. The remaining three shots went into the floor.

Several deputies whipped out pistols, but none of them fired. The assassin was taken into custody by gendarmes, who led him off the

FDR TO WAIT FOR G. O. P. NOMINATION

Administration Doesn't Ethiopian withdrawal back of the Know Which Way to Turn Until That Time

By LESLIE EICHEL New York, March 5-President

Roosevelt enters the fourth year of his administration with a stalemate. He probably will take few definite actions prior to the selection of a Republican candidate at Clebeland in

The Democrats have become puzzled over the kind of candidate the nation after all? It seems inconceivable, yet he is lining up important indicated that Frank E. Gannett, publisher of several powerful papers in New /York State, is his choice as Threats of "General Gannett will be listed as second choice on the Borah ticket).

If nominations were left to popular vote, the Republican contest would be between Governor Alfred M. Landon

(Continued on Page Six.)

OUR WEATHER MAN



FOR NORTH CAROLINA. Generally fair tonight and Saturday; slightly colder tonight, slightly warmer in extreme west

COMMITTEE BALKS

Senate Military Group Su-

Major Burgoyne Loses Life stains Sub-Committee's Disapproval

Washington, March 6 (AP)—The Senate Military Committee today voted 14 to 2 against the proposed investigation of the removal of Major General Johnson Hagood from A STIFF PROTEST committee of the eighth corps area for criticizing Federal spending. Only minutes before this action,

President Roosevelt, at his press conernment Sends Vigorous ference, refused to comment on the Complaint to League of Hagood case.

In rejecting the resolution of Sena-Nations at Geneva; Incitor Metcalf, Republican, Rhode Island, for the inquiry, the committee dent May Bring Complicaupheld a sub-committee of three, which unanimously recommended disapproval of the resolution. The sub-committee declared in its

report that while army officers should be permitted to answer legitimate questions before congressional committees without subjecting themselves to discipline or punishment, freedom of speech as guaranteed by the Constitution does not mean a "license" to use language which may be interpreted as critical of the President, the Congress, or other govern-ment officials."

Addis Ababa, March 6 (AP)--A British Red Cross worker, Major Bourgoyne, was killed by a bomb dropped from an Italian plane, an Ethliopian government communique said today, while participating in an

The original report of the latest It Is Known He Had Enebombardment said seven patients mies in the Service, Whom were killed yesterday in an attack on a British ambulance camp near He Had Criticized

By CHARLES P. STEWART Washington, March 6-President year. Roosevelt, if at all responsible for the disciplining of Major General Johnson Hagood, may not have been an exclusively responsible for it as critics of the administration have PROTEST TO THE ITALIANS represented.

It is widely gossiped in Washington that the general had bitter enemies in influential army circles. The guess is hazarded, from very British Red Cross unit by an Italian well informed quarters, that some of these folk had been waiting a long time for a good chance to "get" him. It is unlikely that they were in the least resentful of his reference to

(Continued on Page Three.)

FOR THIS SESSION

Would Take Months And Hold Congress Until September, Speaker Byrns Declares

DOUGHTON OPPOSES PROCESSING LEVIES

Another Tax on Automobiles Is Also Considered; Indications Now Business Will Be Allowed No Untaxed Reserve Whatever for Rainy Day Emergency

Washington, March 6 (AP)

—Indications that the Treasury has completed presentation of possible methods of raising money emerged today from a session of a House Ways and Means sub-committee.

Chairman Samuel B. Hill, Democrat, Washington, told reporters after the meeting that "we just re-hashed what we have gone over before."

No Thought of "Cushion." While indicating that attention cen-

tered today on a tax on undistributed corporation earnings, Hill said no discussion was given over to permitting corporations to build up a "cushion" of reserve which would be tax exempt or assessed at a low rate. It appeared the sub-committee sessions were about to resolve themsel-

or demerits of money sources already suggested by Treasury and Agriculture Department officials. No General Tax Revision. Speaker Byrns said at his press con-

ves into debate over relative merits

ference he did not anticipate any tax revision at this session.' "I hope not," he said, on questioning. "That takes months, and we

haven't time, of course, unless we want to stay here until next Septem-The speaker said he assured the

ways and means committee would go into all the revenue sources in its study, but said he personally hoped it would select some method in which taxes would not have to be distributed over a great many items. That, he said, should be left for general tax revision

Doughton Opposes Processings. Asked about Chairman Doughton's Democrat, North Carolina, statement that he would prefer not having pro-

(Continued on Page Three.)

Warning On Soil Plans By Wallace

Memphis, Tenn., March 6.—(AP)—Renewing his warning to the nation's farmers that production control as such cannot be effected under the soil conservation program, Secretary Wallace today said: "We don't want this new act im-

periled by the Supreme Court." Wallace, admitting that he was speaking "very broadly," told more than 500 delegates to a regional farm conference that AAA probably would seek to divert 11,000,000 acres from cotton to soil conserving growth this

This figure was an increase of 1,-000,000 acres from the estimate made yesterday by Cully A. Cobb, chief of the AAA cotton section.

"Since I arrived here last night," Wallace said, "I have found a feeling that some of you want us in Washington to tell you what to go home

and do. "We do not purpose to do that. "From a long range point of view, I am inclined to think the new act is better than the old AAA. From a short range view, I am not so sure. We can't proceed as definitely to raise cotton prices as we did under the old

Army Vetoes New Japanese Cabinet

Tokyo, March 6 (AP)-Koki Hiro- | they influenced Count Juichi Terauta's hopes of introducing a new national cabinet to Emperor Hirohito immediately, disappeared today when the army arose to demoenstrate that their terms were met. it was still politically powerful enough to wreck any efforts to form a ministry, despite its loss of prestige and crisis could defeat the efforts of any

some of Hirota's Liberal nominations, ed.

chi's, proposed as war minister, to withdraw from the cabinet slate, and indicated no other general would be permitted to join the ministry unless The army's refusal to supply a gen-

popularity after last week's military premier designate to create a cabinet.

Tonight, after a day of feverish ne-Because high militarists disliked gotiations, the situation was deadlock-

eral to fill the war ministry in the