

DUTCH DELEGATE TO LEAGUE INSISTS ON ADHERENCE OF U. S.

Wants America and Other Absentees To Lend Cooperation to World Organization

SANCTIONS AGAINST ITALY END JULY 10

Australian Member Says Only Means of Maintaining Them Would Be By Military Action, Which No One Wants; Net Results of Sanctions Appraised

Geneva, July 2.—(AP)—The Netherlands Foreign Minister A. C. D. D. Grass made an open bid before the League of Nations Assembly today for adherence of the United States and other Geneva absentees.

He advocated the elimination of all sanctions from the League's peace machinery and suggested transformation of the covenant into an agreement of a purely consultative type.

His proposal, which created a stir in the Assembly chamber, supplemented the idea that the only League sanction which should be maintained was that of automatically expelling any aggressor state.

Stanley M. Bruce, of Australia, the first of 15 listed speakers, asserted effective sanctions against Italy would need military action, to which no one wants to resort.

Assembly circles mentioned July 10 as the date on which the lifting of sanctions would be effective.

League circles conceded generally the net result of the sanctions crusade launched almost nine months ago to rescue Ethiopia from "Fascist aggression" would be:

1. The war penalties will disappear.
2. Italy will remain in Fascist-asserted control of the East African kingdom.
3. The League will refuse to recognize Italy's annexation of Ethiopia.

DURHAM TELEPHONE RATES ARE SLASHED

\$25,633 Saved to Subscribers Annually by Cuts Ordered by Utilities Commission

Raleigh, July 2 (AP)—The State Utilities Commission announced today a reduction in rates of the Durham Telephone Company to effect annual savings of \$25,633 to subscribers.

The new rates become effective August 1.

Negotiations for the reduction had been under way for months. It was the third in the State within the past year, as the Southern Bell Telephone and Telegraph Company and the Carolina Telephone & Telegraph Company both recently reduced rates.

Stanley Winborne, utilities commissioner, today estimated total annual savings to telephone subscribers of the three companies at \$35,633.

TORNADO IS FATAL IN LOUISIANA AREA

Five Also Injured in Storm Blowing Up from Southwest and Lasting Five Minutes

Archibald, La., July 2 (AP)—A tornado struck here and at Mangham early today, killing one person and injuring five, three seriously.

The tornado, lasting about five minutes, came in from the southwest at about 7:30 a. m., central standard time, and swept out to the northeast.

Ernest Bradford, 6, was killed when the Bradford home here was demolished. An infant of the family was seriously injured.

SOLICITOR GOES TO SCENE OF 'RIDERS'

Burney to Make Personal Investigation of Flogging in Columbus

Wilmington, July 2.—(AP)—A close-knit district solicitor disclosed today he planned to leave at once for a remote section of Columbus county to investigate the activities of a band of women flogging terrorists.

Other than to say he would make a personal trip to the sparsely inhabited section terrorized by the rustic "law and order" band for the past seven months, the prosecutor, Solicitor J. J. Burney, declined further comment.

Burney was non-committal when questioned regarding a story in the Star-News containing a confession of a self-styled member of the hooded gang, who, the newspaper says, furnished the names of other members.

The Star-News said it had a letter bearing what purported to be the signature of Rev. George R. Hunt, pastor of the Clarendon Baptist church (the floggings were said to have taken place in and around Clarendon) telling officers to "clean out the Clarendon."

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His Hat's in Ring



Harman W. Peery

He has tossed his hat—and a ten-gallon one at that—into the ring for governor of Utah. He is Harman W. Peery, cowboy mayor of Ogden, who has entered the race as an Independent, backed by rodeo fans throughout Mormondom. Peery founded "Pioneer Days" celebrations in Ogden. The 1936 rodeo contests are to be held July 19-25.

Good Price On Tobacco Is Forecast

Smaller Crop Counted On to Hoist Averages; 22c to 26c Speculated

Raleigh, July 2.—The decrease in tobacco acreage due to the drought and the consequent reduction in the size of the crop this year, indicates that North Carolina tobacco farmers should get from 22 to 26 cents per pound for their tobacco this fall, according to estimates made here today by experienced tobacco men. This means that the State's tobacco farmers have a good chance to receive just as much if not more, for their smaller crop this year than they received for last year's crop.

The 1935-36 tobacco acreage was 618,000 acres, with a production of

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125,000 Farmers Signed Under New Soil Program

140,000 Expected to Cooperate Before Doors Are Closed; Forms for Applying for Soil Grants Will Be Available Around July 20, Criswell Says

College Station, Raleigh, July 2.—Approximately 125,000 North Carolina farmers have signed work sheets to participate in the new farm program, J. F. Criswell, of State College, announced today.

A total sign-up of 135 to 140 thousand growers is expected, he added. The period for signing work sheets will soon close.

He also announced that forms on which growers may apply for soil conservation grants, payments for following certain soil-improvement practices, will be available in all county farm agents' offices around July 20.

If any grower is in doubt about what he should do to qualify for the grants, Criswell stated, he should go at once to his county agent or his local soil conservation committee for instructions.

"But first be sure you have properly filled out and signed a work sheet"

Duce's Daughter Ill



Anna Maria Mussolini

Affairs of the nation were held up as Premier Benito Mussolini of Italy rushed to the bedside of his seven-year-old daughter, Anna Maria, stricken apparently with infantile paralysis. Fascist sources said that Il Duce's eight-year-old son, Romano, and his wife also were ill.

HOEY MIGHT CARRY 24 OF COUNTIES IN EASTERN CAROLINA

Vance and Granville Listed As Two That Are Doubtful, but Are Claimed for Hoey

MCDONALD LEADERS REJECT NEW SURVEY

Bureau's Estimates All Wrong, They Say; Survey Point to Huge Hoey Vote in West to Offset McDonald Margins in Eastern Part of the State

Raleigh, July 2.—Clyde R. Hoey will probably carry 24 counties and Dr. Ralph W. McDonald will get a majority in 19 counties, with two counties which may go for either Hoey or McDonald, out of the 45 counties east of a line drawn north and south through Durham, a survey made today by this bureau indicates.

A survey of the 55 counties west of Durham made by this bureau several days ago indicated that Mr. Hoey would carry 51 and Dr. McDonald not more than four. So far the State as a whole, these two surveys of the east and west combined indicate that in the second primary Saturday Mr. Hoey will get a majority in 77 counties, while Dr. McDonald

will get a majority in 24 counties, with two counties which may go for either Hoey or McDonald, out of the 45 counties east of a line drawn north and south through Durham, a survey made today by this bureau indicates.

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Retirement Of Farley From Post Office Job Imminent

Postmaster - General Summoned by President for Important Campaign Discussions

TO GIVE FULL TIME OVER TO ELECTION

G. O. P. Chairman Hamilton Charges Democratic Platform Intended "Chiefly To Hypnotize Voters"; Wallace Terms G. O. P. Document Conflicting

Washington, July 2.—(AP)—New Deal tactics in the campaign wars were up for discussion today as President Roosevelt summoned National Chairman James A. Farley to an important conference at the White House.

The talk was vested with additional importance because it was expected to determine Farley's future status in the New Deal's high command. Recurrent reports led many in the capital to believe that Farley might soon announce that he was stepping out as postmaster general, either permanently or temporarily, to concentrate on his duties as national chairman.

Describing the recent Democratic convention as marked by "numbo jumbo," Republican Chairman John D. M. Hamilton told the Ohio Republican Convention last night that the platform adopted at Philadelphia was intended "chiefly to hypnotize the voters."

On the other hand, Secretary of Agriculture Wallace, in a letter to a Iowa farmer, hammered the Republican farm plank as contradictory. It made, he said, "conflicting commitments to eastern capital and western agriculture."

By its reference to the "restrictive and coercive AAA", it denounces the principles of productive adjustment, he said. "The monopolistic industrial group which are back of the American Party League were eager that it should, despite the fact that they have exercised and still do exercise rigid control over their own production."

MOVIE CENSORSHIP ORDERED BY POPE

Encyclical Is Addressed Particularly to Catholic Bishops in the United States

Vatican City, July 2 (AP)—Pope Pius today ordered a world censorship of movies under the direction of his bishops.

The order was issued in an encyclical letter addressed directly to the bishops and archbishops of the Roman Catholic Church in the United States.

The church head also ordered the bishops throughout the world to obtain from the faithful annually renewable promises to "abstain from witnessing bad films."

It was the first time in recent years the pope has published an encyclical address directly to American bishops.

His holiness ordered the establishment of motion picture review offices under the supervision of the bishops and said these offices would inform laymen what pictures they may or may not see.

"In particular, fathers and mothers of families conscious of their responsibility should cooperate," the pope said.

Lone Miner Rescued At Deep Shaft

Shamokin, Pa., July 2.—(AP)—Rescuers brought Enoch Kuklinski, Jr., to the surface today after almost 22 hours entombment in a 30-foot-deep coal hole. Physicians said he suffered no serious injuries.

The only apparent effects of Kuklinski's long imprisonment in the small, dark, damp, independent mine was shock, hunger and thirst. Physicians said they expected him to recover quickly, unless pneumonia developed.

The rock, coal and timber which fell on the miner yesterday pinned him to a pile of crushed coal on the mine floor. This cushioned the weight but held him fast.

OUR WEATHER MAN



FOR NORTH CAROLINA.
Mostly cloudy tonight and Friday; local showers.

LEAD STEEL UNIONISTS' FIGHT



Philip Murray

John L. Lewis

Leaders of the fight to unionize the steel industry by placing all steel workers under one industrial union banner are John L. Lewis, head of the powerful United Mine Workers of America, seen right, above, and Philip Murray, chairman of the committee for industrial unionization, shown left. The unionization drive, which some observers say may precipitate a general strike of American

labor unions, was attacked by the American Iron and Steel Institute which charged a campaign to unionize the industry is being made by "persons and organizations not connected with the industry." Murray, in an answering blast, denounced what he termed the "royalists of steel" who he said "are interested in maintaining their own company unions."

Dirigible Makes Record Crossing

Lakehurst, N. J., July 2.—(AP)—The German dirigible Hindenburg grounded at 4:20 a. m., eastern standard time, today, completing its fourth commercial flight from Germany in record-breaking time. The big ship made the run from her home port at Frankfort-on-Main, Germany to Lakehurst, in 52 hours and 51 minutes, cutting eight hours, 34 minutes from her previous record. Lieutenant George Watson, of the naval air station, announced.

THIRD PARTY FOLK ARE FAR, FAR APART

Small Group That Were to Carry Lemke's Union Party Split Up

By CHARLES P. STEWART
Central Press Staff Writer
Washington, July 2.—Just as I predicted (it's nice to have made a fulfilled prophecy), the groups Congressional Union and the National Union to combine in support of his Union party presidential candidacy are failing to get together.

Dr. Francis E. Townsend already expresses doubts of his old age pensioners' liking for the Lemke movement. At first the doctor seemed rather friendly toward it. Now, however, he says that the old age pensioners won't make up their minds before their meeting in Cleveland, July 15-19. He suggests that they may prefer to name their own candidate.

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TOBACCO GROUP TO FIX MARKET DATES

Openings Throughout South To Be Determined at Convention at Hot Springs, Va.

Hot Springs, Va., July 2.—(AP)—Approximately 250 members of the Tobacco Association of the United States began organization of committees and formulation of the program today for the association's 36th annual convention.

W. T. Clark, of Wilson, N. C., president of the association, will deliver his annual address at the first general session tomorrow morning at 10 o'clock. Market opening dates and nominations will be considered during the day and announced during the association's banquet at night.

Plan Dams As Cushions To Drought

Water Conservation Projects in West Are Turned to to Overcome Climate

Chicago, July 2.—(AP)—Water conservation projects to stem the inroads of drought were pushed today while farmers considered the possibility that climatic changes might transform the United States into an arid nation.

WPA administrators in Minnesota, Montana, Wyoming, and the Dakotas, the states most adversely affected by the drought that blanketed the principal agricultural sections of the nation, planned construction of dams to check run-offs, conserve moisture and raise the water table.

The works progress organizations chief, Harry Hopkins, disclosed that more than half the work relief outlined for those states would be devoted to conservation undertakings. Employment of more than 25,000 distressed farmers was ordered.

Secretary of Agriculture Wallace pointed to the possible loss of fertility. Starting a personal inspection trip through the sun-seared prairies of the midwest at suburban Evans-ton yesterday, he cited the protracted dry spells of 1934 and 1936 and the "freakish" weather of the past seven

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New Flood Threatens Texas Area

San Antonio, Texas, July 2.—(AP)—Flood waters which took 21 lives yesterday threatened again today when heavy rain struck the stricken Gonzales sector in Peach creek on a fresh rise that first reports said swept an entire Mexican family downstream.

Two inches of rain fell in less than an hour at Gonzales, center of the area, between San Antonio, and Rustin, 80 miles apart, which felt the

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FISCAL STATUS OF NATION IS BETTER, MORGENTHAU SAYS

Though Expenditures More Than Double Receipts, Conditions Are More Encouraging

NATIONAL INCOME DECLARED RISING

Government's Receipts in Fiscal Year Ended Tuesday Were \$4,116,000,000, As Against \$8,500,000,000 in Expenditures, Exclusive of Debts Paid

Washington, July 2.—(AP)—The "nation's stockholders" had before them today a report by Secretary Morgenthau saying that, while expenditures during the past 12 months were more than double receipts, the fiscal picture has improved.

The Treasury secretary, in a radio report of Federal finances for the year ended June 30, placed receipts at \$4,116,000,000 and expenditures, exclusive of debt retirement, at \$8,500,000,000, leaving the year's net deficit at \$4,383,000,000.

At the same time, he declared, the nation "may derive real encouragement and satisfaction" from his report of a rise in national income, an increase in Federal revenue, a decline in Federal spending and a continuance of business improvement.

Against the public debt, which he fixed at \$33,750,000,000, the cabinet member listed recoverable assets of \$8,750,000,000.

Asserting the government must estimate receipts and expenses six months in advance of the fiscal year's opening, he declared there were "unforeseen and extraordinary events." Among these he included a revenue loss of nearly a half billion dollars as a result of the Supreme Court's invalidation of the agricultural adjustment act, and prepaying of the sol-

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FINAL BURSTS FOR POLITICIANS READY

Last Speeches by Hoey and McDonald and Their Supporters Arranged for Campaign

Raleigh, July 2.—(AP)—The final burst of political oratory in North Carolina's heated gubernatorial contest will be as follows:

Clyde R. Hoey, radio hook-up from Raleigh at 7 o'clock tonight; a public address in Greensboro tomorrow night.

Ralph W. McDonald, a public address in Greensboro at 8 o'clock and radio over stations WBT and WBIG at 10 o'clock tonight; a public address at Winston-Salem at 8 o'clock tomorrow night, and a radio hook-up at 9:30.

Various other speeches in the interest of each candidacy are scheduled by supporters throughout the State.

FEDERAL TROOPS IN CHARGE IN YUCATAN

Action Taken After Police Guarding Governor's Palace Kill 13 Striking Busmen

Merida, Yucatan, July 2.—(AP)—Federal troops took control of Merida today after police, guarding the palace of Governor Fernando Lopez Cardenas, killed 13 striking bus drivers during a labor demonstration.

Fifty-one other strikers were wounded in the rain of machine gun bullets poured into the crowd outside the palace.

Lopez Cardenas, blamed by labor leaders for the demonstration, resigned the governorship, and the legislature named Florencio Baloma Valencia acting chief executive.

The demonstration started yesterday with a mass meeting after the striking bus drivers, together with some striking taxicab drivers, blocked traffic in downtown Merida.

GOOD REACTION TO ROOSEVELT SPEECH

Meantime, G. O. P. Chairman Hamilton Is Making His Own Mistakes

By LESLIE RICHEL
Central Press Staff Writer
PRESIDENT ROOSEVELT'S Philadelphia speech has had a favorable reaction. It towered above the mass of verbiage in a too-long drawn-out convention. More, it has set a pace—and a standard.

Republicans realize it would be folly not to recognize that they are beginning a shrewd, "silent" campaign of their own to counteract the President. Governor Landon, it will be observed, is living a simple life. His efforts will be contrasted with the "showmanship" of the Democratic candidate.

And although Governor Landon is

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