

HENDERSON
GATEWAY TO
CENTRAL
CAROLINA

HENDERSON DAILY DISPATCH

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TODAY

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HOEY LEADS M'DONALD BY AROUND 50,000

Government Steps Into Steel Fight To Assist Unions

Labor Relations Board News Court Fight To Force Acceptance by Steel Firms

FEDERAL COURT IS ASKED TO REVERSE

New Orleans District Body Had Previously Declined To Enforce Labor Relations Act on Constitutional Grounds; Industrial Warfare Is Threatened

Washington, July 6.—(AP)—Warning that industrial warfare threatens, the government stepped into the steel picture today as the struggle over unionization in the five billion dollar industry headed rapidly into its first crucial phases.

Probes Floggings



Hackett Applewhite

As foreman of the Columbus county, North Carolina, grand jury investigating floggings of women and men, Hackett Applewhite, above, is a key figure in the investigation. A fanatical swamp country preacher is reputed to head the vigilantes who have flogged and shaved the heads of their victims, including seven women.

RELIEF PROBLEM IS AN UNSOLVED ISSUE

Neither Republicans Nor Democrats Offered Plan in Platforms

ALTERNATIVES TALKED

Printing Press Money Will So Debase Values as to Offset Any Savings in Payments of Interest

By LESLIE EICHEL, Central Press Staff Writer

NEITHER REPUBLICANS nor Democrats met the relief problem squarely in their respective conventions. They skirted all around the basic issues of the unemployment question.

In spite of the best business conditions in six years—and in some industries the best business on record—unemployment remains at high level. Worse, states and municipalities and counties are failing to meet their relief responsibilities.

Relief may be a local issue, as critics of the New Deal assert, but persons dependent on relief do not believe so.

WHAT WAY.

The noisy conventions in Cleveland and Philadelphia, of course, purposefully avoided the basic unemployment issue. It is a scare goblin—just around the corner—for both parties.

The Republicans condemned, and much of what they said was true, yet offered merely the alternative that had failed—leave it all to unhampered business to find the way.

The Democrats would go on paying endlessly.

The Coughlin-Lenke party would put the making of money into the hands of the people.

How any of these hopes would eventuate into jobs for all is not explained logically.

The Socialists demand a planned economy, and every man to share in the resources and the earnings of industry and land according to his labor.

Some plan is essential, economists say. Otherwise, business itself will

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PEACETIME SPY IS SENT UP 15 YEARS

Los Angeles, Cal., July 6.—(AP)—America's first peacetime spy, Harry Thomas Thompson, former United States Navy yeoman, was sentenced by Federal Judge Leon Yankwich today to 15 years in Federal prison.

Japanese Rebels Given Sentences

Tokyo, July 17 (Tuesday) (AP)—A special court martial early today sentenced 17 leaders of the February 26 rebellion to death and five others to life imprisonment. The court martial also convicted 44 non-commissioned officers and eight civilians, ordering them imprisoned for terms ranging from 18 months to 15 years.

The charges against them included murder, rebellion and disobedience to the commands of the emperor himself.

It was in this rebellion that the premier, Admiral Keisuke Okada, narrowly escaped assassination. Three other statesmen were killed.

HOEY VOTE SLAP AT M'DONALD-DANIELS COMBINE IN STATE

Meant Shifting of Tax Load From Eastern Counties to Piedmont and the West

THAT SECTION IS STILL IN CONTROL

Belief Is Had McDonlad Won, Machine Would Have Sprung Up Far More Vicious and Domineering Than One McDonald Raved So Much Against

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

Raleigh, July 6.—The nomination of Clyde R. Hoey as the Democratic candidate for governor in the second primary Saturday in a majority of more than 53,000 over Dr. Ralph W. McDonald is more than the mere winning of another primary contest. It demonstrates that the Democrats in the Piedmont and western counties are still in control in North Carolina and hence are really the Democratic party in the State, and that no candidate can hope to win the Democratic nomination for governor on an anti-administration and anti-party record platform unless he can convert the Piedmont and west as well as the east, most observers here today agree.

The results of Saturday's primary also show that the Piedmont and western Democrats again ran true to form in voting their preference for a Democrat of the old tried and true sort rather than for a new style, 1936 model Democrat who assailed the record of the party in the State more bitterly and viciously than any Republican candidate for governor ever has, observers also agree.

Slap at Daniels Family

The decisive victory of Hoey over McDonald is also regarded as being a resounding slap at the Daniels family and The News and Observer and at what many consider to have been an attempt by the Daniels clan and their newspaper to overthrow the majority faction in the Democratic party and put in a new faction, headed by Dr. McDonald, which would be more friendly towards the Daniels ideas and objectives and give this family more consideration and recognition than it has so far received from the older and still dominant faction.

Some believe the evident preference of the Daniels family and newspaper for Dr. McDonald and his faction grew out of either the hope or belief that he and his administration could be dominated or dictated by the present ambassador to Mexico, his son Jonathan, the pres-

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League Is To Lift Sanctions July 15

Geneva, July 6 (AP)—The League of Nations coordinating committee adopted a resolution today fixing July 15 as the date on which to suspend economic and financial sanctions against Italy.

The vote on the motion was unanimous.

The recommendation will be placed before the League Assembly for final action.

Augusto Basconcellos, of Portugal, president of the committee, opened the session to raise the penalties from the Fascist nation with a lengthy review of the League's first attempt to apply punitive measures against an aggressor.

He said it was obvious from the outset sanctions "could not be complete" because important countries

July 4 Death Toll Now 441; Thirteen In North Carolina

Nation Has Largest Independence Day Fatality List Since 1931, Figures Reveal

ONLY THREE AUTO DEATHS IN STATE

Variety of Causes of Fatalities Here; Exploding Firecracker Sets off Blaze In Remsen, Iowa, That Does \$500,000 Damage in Loss of Property

(By The Associated Press.) The nation today summed up its cost in life of celebrating the double holiday of the Fourth of July and found the staggering total of 441 persons had met violent deaths over the week-end. In the motor vehicle fatalities the number was 234, fireworks seven.

(By The Associated Press.) The nation today listed its total victims at 389 in the week-end celebration of Independence Day.

It was the largest Fourth of July fatality list since 1931, when 493 died, and the second largest in the last nine years.

Fireworks resulted in six deaths, one less than last year.

Motor vehicle fatalities numbered 230 as unprecedented numbers took to the highways for the double holiday. Deaths by drowning were listed at 99. Others lost their lives in tavern brawls, airplane crashes, wild shooting and railroad and other accidents. Fires and lightning claimed other victims.

National Guardsmen occupied Remsen, Iowa. A fire cracker there started a blaze that resulted in a loss estimated at \$500,000. Four blocks of business buildings were razed. Fifteen families were homeless.

Deaths by States include: North Carolina, three highway accidents, one drowning, none from fireworks, and nine from other causes, a total of 13.

ONLY THREE AUTO DEATHS OF NORTH CAROLINA'S 13

Charlotte, July 6.—(AP)—North Carolina today took stock of the 13 violent deaths that occurred in the State over the week-end. Motor accidents claimed only three of the victims.

In the worst tragedy of the week-end three fliers were killed when their plane crashed Sunday morning on the coast near Manteo. Garnett H. Tompkin, 36-year-old Norfolk business man, the pilot, died instantly. His two companions, Melvin D. Sawyer, 23, of East Lake, and Albert Gard, 25, of Mann's Harbor, died while they were being rushed to a Norfolk hospital.

Albert Taylor, 51, died under the wheels of a train at Wilson early Sunday while sitting on the cross-ties, and Early Lucas, 38, of Lucama, met death near there Saturday night when a bus struck his bicycle.

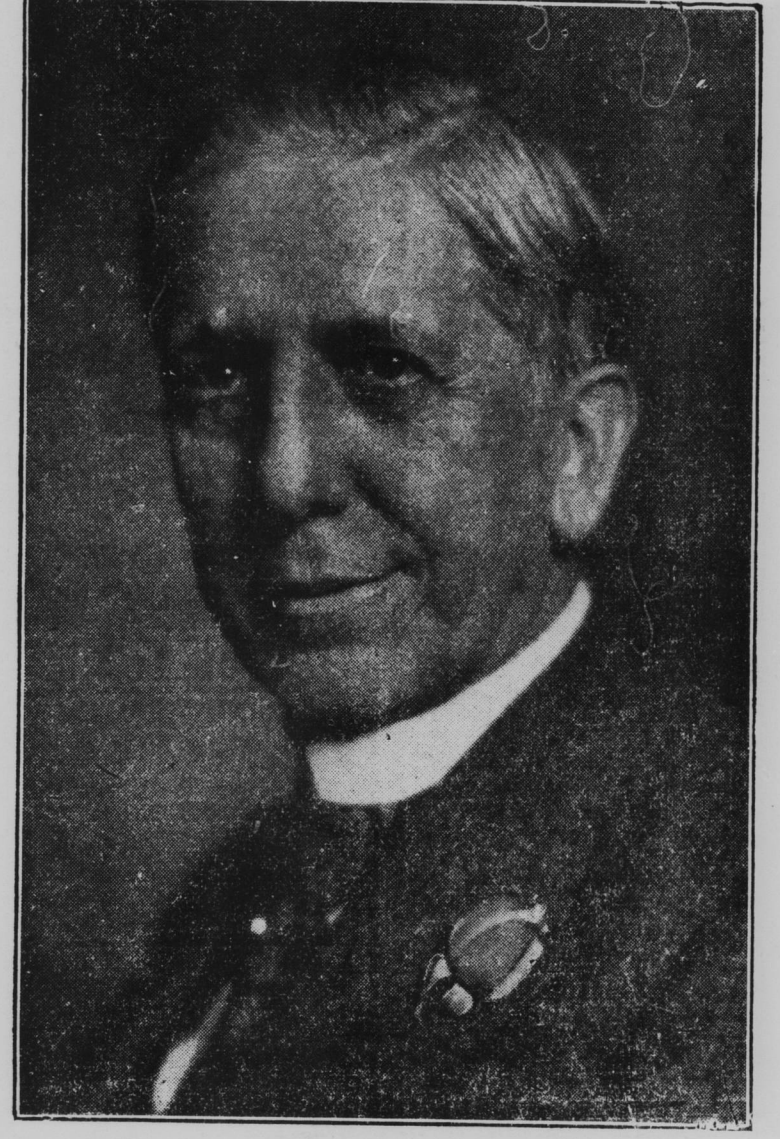
George Dennis, 43, was killed in an automobile accident near Albemarle, and Herbert Saunders, 18, succumbed at Lenior from burns he suffered a few days ago in a furniture factory explosion.

Alvin Whitaker, 30, of Biltmore, was drowned Saturday afternoon in a lake near Morganton, and Henry Reeves, 32-year-old Harnett county farmer, was found shot to death in his home near Dunn Saturday afternoon.

A tree bent over by the weight of another tree that had fallen on it, sprang back and killed Gilmer Johnson, 16-year-old Mount Airy boy, and a pitchfork accidentally stuck into his skull while he played on a wheat

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Next Governor of North Carolina



CLYDE R. HOEY

Bids Received on Warrenton's P. O.

Washington, July 6.—(AP)—The Upchurch Construction Company, of Montgomery, Ala., submitted a low bid of \$50,812 today to the Treasury for construction of a new post office at Warrenton, N. C. W. F. Martens, Newport News, Va., the only other bidder, made an estimate of \$58,000.

M'CARL DENOUNCES SPENDING SPREES

Retiring Comptroller General Severely Spanks New Deal Policy

By CHARLES F. STEWART, Central Press Staff Writer

Washington, July 6.—John Raymond McCarl, retiring as comptroller general of the United States, landed about as severe a spank on the New Deal as well could have been imagined with his denunciation of the extravagance of its emergency setups.

For one thing, McCarl spoke as a high authority.

He has been administering government expenditures for 15 years with presidents of both parties in the White House. He has handled his job honestly and competently. He has been called light-fisted but never a breath of scandal has been suggested in connection with his running of one of the least popular of federal offices, for its principal function has been the paring down of expense accounts.

KEPT OUT OF POLITICS

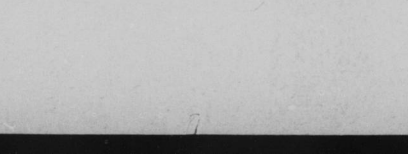
Secondly, the comptroller general has kept scrupulously out of politics. He expresses himself with no tinge of partisanship.

For a decade and a half he has not said a word except through his official opinions. Republicans and Dem-

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OUR WEATHER MAN

FOR NORTH CAROLINA. Partly cloudy tonight and Tuesday; scattered showers.



HORTON AND EURE UPSET MUCH DOPE

Defeat of Wade Seen As Result of Some Sharp Trading Done by Eure

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

Raleigh, July 6.—Much pre-election dope was spilled as a result of the nomination of W. P. Horton as lieutenant governor over Paul D. Grady, who had led him by 23,000 votes in the first primary, and by the nomination of Thad Eure for secretary of state over Stacey W. Wade, who had led Eure by 43,000 votes in the first primary.

This belief was further strengthened when a comparison of the vote for governor and lieutenant governor in many counties showed that Grady and McDonald carried many of the same counties by very similar votes. In the

(Continued on Page Four.)

FREED, WANTED IN SLAYING, GIVES UP

Chicago Man Refuses, However, To Answer Questions About Playgirl's Murder

Chicago, July 6 (AP)—Edward Freed, believed to be the "Eddie" for whose love murdered playgirl Audrey Vallette was shot and strangled in her diary, surrendered to police today, but refused to answer key questions asked in an effort to solve the mystery.

His wife, Ruth Carmelia Freed, who police believe fled from the North LaSalle street apartment building last Thursday after Miss Vallette had screamed, "Stop that woman, I've been shot," did not surrender, and the authorities apparently had no knowledge of her whereabouts.

Freed, 32, manager of the "Nut House," North Clark street night club, said he last saw his wife at 4 a. m. Thursday. He refused to discuss her further, and refused to say anything about his relations about the murdered party girl.

HORTON AND EURE ARE ALSO WINNERS IN SATURDAY VOTE

Pittsboro Man Nominated for Lieutenant Governor In Run-Off Over Paul Grady

WADE IS DEFEATED BY EURE, RUNNER-UP

Stragglers Unofficial Returns Fail To Change Early Margin of Victory Rolled Up by Clyde R. Hoey in Governorship Contest in Run-Off Election

Charlotte, July 6. (AP)—Returns from 1,765 precincts of 1-858 in Saturday's Democratic primary give Hoey 261,970, McDonald 208,738; while 1,723 precincts gave Grady 198,558 and Horton 206,875, and 1,733 precincts give Wade 183,663, and Eure 222,006.

Charlotte, July 6.—(AP)—A picturesque figure on the stump, with flowing gray locks and a cutaway coat, Clyde R. Hoey was nominated governor in Saturday's run-off Democratic primary in North Carolina.

Stragglers unofficial returns failed to change his 50,000 lead over 33-year-old Dr. Ralph W. McDonald, militant sales tax repealist, today.

Reports from 1,756 out of 1,858 precincts give Hoey 261,453 votes and McDonald 208,617.

Paul Grady, of Kenly, Johnston county, president protem of the Senate, trailed his fellow senator, W. P. Horton, of Pittsboro, by around 8,000 votes with 1,195 precincts unofficially tabulated in the race for lieutenant governor. The vote was: Horton, 206,875, Grady, 198,555.

With 1,699 precincts reported, Thad Eure, principal clerk of the State House, of representatives, led the incumbent, Stacey W. Wade, for secretary of state, by a wide margin. The vote was, Eure 222,395, Wade 183,483.

Several Are Hurt In Rear Collision On Big Four Road

Cleveland, July 6 (AP)—Two sections of Big Four train No. 40, the Missourian, en route from St. Louis to New York, were wrecked in a rear end collision near North Eaton, south west of Cleveland today.

Reports to Big Four offices here said that no one was killed. Those injured, whose names were not learned, were brought to a Cleveland hospital. The hospital said they were not in a serious condition.

Grissom And Hoey Now To Stage Fight

Two Veteran Campaigners To Battle for North Carolina Governorship

Raleigh, July 6 (AP)—Two veterans at the game of politics began today to lay plans for an intensive fight this fall for the governorship of North Carolina, but the Democrat, Clyde R. Hoey, of Shelby, held the advantage.

Gilliam Grissom, of Raleigh, the Republican nominee, at his State headquarters here, smilingly declined to comment on the nomination of Hoey, except to say, "I had expected it, based on past votes."

"We will make our campaign just as intensive as we can," Grissom said. "Our State chairman, W. S. Meekins, of Hendersonville, and our 100 county chairmen are my managers, which makes 101 managers and gives me an organization in each county."

Grissom said Meekins plans to call a meeting of the organization within the next week or ten days to map campaign plans.

Hoey, chosen in Saturday's primary by some 50,000 majority, was at his home in Shelby. His campaign plans will take shape shortly when he selects the man he wants to be State Democratic chairman.

J. W. Winborne, of Marion, is chairman now, the choice of Governor Ehringhaus