

REBELS ADVANCING ON SPANISH CAPITAL

MADRID, SEVILLE—FOCAL POINTS IN SPANISH CIVIL WAR



Views in two cities, focal points in the revolt of Spanish militarists against the Republican government, are shown above. At top, left, troops are seen marching in Seville during previous trouble. At top, right, air view of Madrid, the nation's capital. Below, left, map of revolt-torn country; right, police putting down a previous demonstration in Madrid.

UNITED STATES MAY RESTORE ITS FLEET IN EUROPEAN AREAS

Generally Uncertain Situation on Continent Leads to Fears for Americans There

TWO WARSHIPS OFF TO SPANISH COAST

Sent at Top Speed To Protect Interests of Americans in Civil War Now Raging There; Government Conscious of Crisis Impending in Europe Now

Washington, July 22 (AP)—A possibility that the generally uncertain European situation might impel the United States to re-establish a naval squadron in European waters was indicated today by Secretary Hull.

The secretary projected that as two American men-of-war raced against time for Spanish waters so they might evacuate nationals if that were necessary.

The secretary's suggestion was in response to questions of newsmen concerning the dispatching of two vessels to the strife-torn European country.

He said consideration of the question had not progressed to any definite point, but this government was not unmindful of the problem created for it by the absence of vessels on permanent station in European waters.

Hull's talk with newsmen followed shortly after the Embassy at Madrid flashed word of an important battle near Toledo between armed militia and rebel troops.

Eric C. Wendelin, third secretary of the Embassy, reported to the State Department that all Americans in Madrid were safe.

Although no word has been received of the injury of any of the 1,582 Americans known to be in Spain, concern for their safety was evidenced by the intendment with which officials followed efforts to evacuate them.

They expected the heavy cruiser Quincy, en route to Gibraltar to pick up American refugees, to reach there Friday.

Resorts Of State Have Huge Trade

Only One More Link Possible Until New Funds Are Provided Next Year

Raleigh, July 22.—With only enough money left to provide for the construction of one more link in the Blue Ridge Parkway, to connect the Shenandoah and Great Smoky Mountains National Park, no additional projects are likely to be undertaken until the new appropriation of \$10,000,000 becomes available on July 1, 1937, Chairman Capus M. Waynick of the State Highway and Public Works Commission pointed out here today. This last link, known as 2-N-1, is a five mile link in the Mount Mitchell area and immediately adjoins the link of 3.42 miles now under construction from Buck Creek Gap to Big Laurel mountain. It will run from Big Laurel mountain across Licklog Ridge, Green Knob and Big Fork Ridge to Deep Gap. From this point the route of the parkway is surveyed across the Cragties and on down to its intersection with U. S. Route 70 near Oteen, where it will also cross the French Broad river. But construction of these other links will undoubtedly have to be held up until next summer, Chairman Waynick believes.

"I was in Washington last week conferring with park service and U. S. Bureau of Public Roads officials and they agreed that as soon as this new project is let that all of the President's allotment of \$4,500,000

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Corn Belt Faces New Heat Wave

Temperature Up To 105 Tomorrow Is Forecast; States East To Feel Rise

Chicago, July 22.—(AP)—A new heat wave, with temperatures of 100 to 105 degrees, will spread over the corn belt tomorrow. Meteorologist J. R. Lloyd predicted today.

Lloyd said the hundred mark would be exceeded in Kansas, Nebraska, western Iowa and northern Missouri. States to the east, he said, could expect the mercury to climb to the lower and middle 90's.

It was warming up today in Kansas, Missouri, Iowa, southern Nebraska, Illinois, Indiana and lower Michigan, he said.

There were no showers in sight for any of the north central states except in Michigan and the area immediately around the Great Lakes, said Lloyd.

A cool wave from the north will bring lower temperatures tomorrow to the northern tier of the central states, the forecaster said.

Lloyd added that the great north-west drought area has had little respite from the heat and aridity.

Park Road Will Await More Funds

Mountain and Seashore Sections Doing Best Business in Many Years

Raleigh, July 22.—The various resort sections of the State, from the beaches along the coast to the mountains, are having the biggest and best tourist season in years and indications are that the flood of visitors, a great many of them from other states who have never visited North Carolina before, will continue on into the Fall, Paul Kelly, assistant director of the Department of Conservation and Development, said today. Two big factors in the heavy increase in the number of visitors spending their vacations in the State this summer have been the booklet "Come to North Carolina," published early in the spring by the Conservation Department and the large four color map with interesting scenes of the State, recently published and distributed by the State Highway and Public Works Commission, Kelly said.

"I have just returned from spend-

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Franklin Man Held For Brutal Axe-Slaying Of Daughter, 15, Last Year

Louisburg, July 22.—(AP)—S. S. Faulkner, 41, of near Louisburg, was lodged in the Wake county jail this afternoon as Solicitor William Y. Bickett, of Raleigh, pushed a new investigation of the brutal axe-slaying 18 months ago of the man's daughter, Pattie Mae Faulkner, 15-years old.

Faulkner was brought here by Sheriff Jim Moore, of Franklin county, in which the crime was committed, and by Deputies Woody Maddrey and Clyde Whitaker, of Wake county.

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THINKS WATCHMAN HOLDS SOLUTION OF CLEVENGER KILLING

Sheriff Brown of Buncombe County Delays Questioning of Daniel H. Gaddy as Yet

ARTICLES ARE SENT TO STATE CHEMIST

Examinations Sought To Determine if New Clue To Be Developed; Night Watchman Is About Ready To Tell All He Knows, Sheriff Says; Not Suspected

Asheville, July 22.—(AP)—Sheriff Laurence E. Brown carried his investigation of the Helen Clevenger slaying back to the Battery Park hotel today, retracing the path supposed to have been followed by the killer in his flight from her room, and questioning a number of persons whose identity remained secret.

Delaying for a time his planned grilling of Daniel H. Gaddy, 28-year-old watchman, whom he termed the "key to the whole case," the sheriff sent to State chemists at Raleigh various articles for chemical analysis and inspection in the hope that a further clue would be developed to the slayer of the New York co-ed, who

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Drought Damage Is Placed At \$200,000,000 In South

Atlanta, Ga., July 22.—(AP)—Drought left a bill for some \$200,000,000 on southern farmers' doorsteps before it was routed by rains in the past fortnight, agriculture officials estimated today. But they could not estimate the ultimate effect on Dixie's 1936 farm income.

Lack of accurate data on crops actually destroyed, uncertainty still surrounding maturing growth, price movements and other factors, all made it impossible to determine the net losses but increased prices were expected to help offset some of the

damage. Some sections were expected to ride to prosperity unknown in recent years on the impetus of good crops, and weather-bred prices. Other sectors within a relatively few miles may find thousands of farmers dependent on relief through summer and winter.

Agricultural officials in Georgia and North Carolina stuck to roughly figured damage tolls of \$50,000,000 for each state, but would make no comparative estimates on total farm income. Agricultural Commissioner O. E. Van Cleave said Tennessee's damage would not quite reach a previously

assessed total of \$50,000,000. South Carolina authorities said the prospects there were for no more than 50 percent feed crops and 30 percent food crops, with 40,000 farm families needing relief.

July 1 estimates of \$30,000,000 damage in Alabama wouldn't hold now, but none could say what the net loss was since recent rains. Virginia authorities expected a drop in farm income of some \$7,000,000 to \$10,000,000.

Louisiana officials were hopeful of good sugar cane and cotton crops, and Mississippi saw the possibility of a \$10,000,000 cotton yield, best in years.

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LIQUOR SALES ARE SHOWING DECLINE

Slump in April, May and June Believed Due Mostly to Seasons

Daily Dispatch Bureau, In The Star-Walter Hotel, Raleigh, July 22.—Gross sales of liquor stores in the 18 counties having legal liquor stores, declined during April, May and June, although in some individual counties the sales showed an increase instead of a decrease, according to the figures just released by the Department of Revenue. The figures were compiled from the sales tax reports made by the various liquor stores, but do not include the sales tax.

The gross sales of liquor in the county liquor stores through March 31, 1936, less the sales tax, amounted to \$2,066,941, while the gross sales in all the stores in the 18 "wet" counties for the months of April, May and June amounted to \$678,083, bringing the total sales in all the stores through June 30, 1936, since the stores were opened last summer and fall to \$2,745,024, the figures show.

Since the profit the counties make on the sale of liquor in the county ABC stores is generally agreed to be about 30 per cent of the total gross sales, these counties have made a profit of about \$723,500 from the sale of liquor since they were opened last year.

The gross sales in April amounted to \$266,997, in May to \$225,109 and in June to \$185,975, with Franklin county not reporting, the figures show. The April figures contain the gross sales for January and February in Franklin county, as well as for February and the February sales for Vance and Lenior counties, which is one reason the April sales are larger than for either May or June, it is pointed

out. Phillip Murray, active head of the steel organization campaign revealed the figure, almost double the objective previously announced.

At an informal press conference, the chairman of the steel workers' organization committee said the drive already had been carried into steel

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Lewis' Goal Million Men In His Union

Complete Break Between Rebels and A. F. of L. Appears Near at Hand

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Washington, July 22.—(AP)—Preliminary foreign trade figures for June, issued by the Commerce Department today, said imports totaled \$192,332,000 and exceeded exports by \$7,045,000.

A trend of foreign trade volume higher than last year continued in June, the department reported, exports for the month being nine percent greater in value than in June, 1935, and imports 23 percent greater.

The figures, subject to revision, showed that exports gained 13 percent and imports 17 percent in value during the first six months of this year, compared with the corresponding 1935 period.

Byron Bolton, principal government witness, had related on the stand last week that \$25,000 was "set aside" for Brown and \$10,000 for Peifer.

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RED COMMITTEE IS FORMED TO AID IN DEFENDING MADRID

Struggle Developing Into Battle for Supremacy Between Fascists and Marxists

CLAIMS CONFLICT FROM BOTH SIDES

Rebels Announce Over Radio Stations They Seized That They Have Met no Reverses at Barcelona; Government Claims It Is Waging Desperate Fight

Madrid, Spain, July 22 (AP)—A "red committee" for revolt-pressed Madrid today was reported authorized to distribute arms and to collect them from "unauthorized persons" in Spain's defense against rightist revolutionaries.

Madrid, Spain, July 22.—(AP)—Extreme leftists were reliably reported to have constituted a "red committee" for Madrid today as the leftist government moved field guns to the outskirts of the capital to bar the way against a rebel advance.

With official estimates showing about 1,000 persons killed during the five days of fighting between rebellious rightists and leftists supporting the government, the struggle appeared to observers to be developing into a battle for supremacy between Fascists and Marxists.

The latter predicted victory, although new uprisings were reported. Shortly before noon the government issued a statement that it had crushed uprisings in several provinces.

Meanwhile, radio stations seized by the rebels denied official reports that the rebels had been defeated in Barcelona and other cities.

(The function of the red committee)

POLICEMAN DENIES KIDNAP LOOT SPLIT

St. Paul, Minn., July 22 (AP)—Tom Brown, suspended St. Paul police officer and a former chief of the police, denied from the witness stand in Federal court today that he received \$25,000 of the \$100,000 William Hamm, Jr., ransom money.

He testified as a defense witness in the trial of John (Jack) Peifer, former night club operator, on kidnap-conspiracy charges.

Brown denied previous testimony that he told Tom Dahill, former chief of police, who was an earlier government witness, that "the people at 204 Vernon avenue had no connection with the Hamm kidnaping" after he made an investigation.

Byron Bolton, principal government witness, had related on the stand last week that \$25,000 was "set aside" for Brown and \$10,000 for Peifer.

U. S. Envoy Under Fire Of Rebels

Claude Bowers Sumner in Spanish Resort Attacked in Fighting

Hendaye, France, July 22.—(AP)—Loyal Spaniards stormed the Biscay Bay resort of San Sebastian with an army of 2,000 miners and with a mountain battery today in a desperate attempt to oust a rebel occupying force.

(United States Ambassador Claude G. Bowers apparently was a virtual prisoner in the summer embassy in San Sebastian. The American Embassy in Paris reported it could not get in touch with him, as wires were cut.)

Control of the city was reported uncertain. The civil governor, who fled when the rebels seized the provincial capital returned this morning with an army of miners which he had enrolled overnight.

Other government forces which withdrew yesterday to a fort overlooking San Sebastian opened artillery fire on the city.

The miners, serving as infantry, stormed street barricades under the artillery barrage.

OUR WEATHER MAN



FOR NORTH CAROLINA. Generally fair tonight and Thursday; somewhat warmer Thursday.

LEGION MEN MUTE FOR ARRAIGNMENT

Five Charged With Killing Negro War Veteran "Just For Fun"

Detroit, July 22.—(AP)—Five men charged with killing a Negro World War veteran "just for fun" during a black legion drinking party a year ago stood mute today at their arraignment on murder and kidnaping charges.

Pleas of innocent were entered for the five, and all were ordered held

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