# SPANISH FACTIONS BATT

# Expect Arrest Of Clevenger Slayer At Any Hour Now

Sheriff Brown Sticks To His Prediction of Cracking Mystery by This Evening

MOMENT OF ARREST UNCERTAIN AS YET

Sheriff Maintains Silence, However, Excecpt To Say Suspect Is Not One of Three Persons Now Being Held for Questioning in Asheville Murder

A-heville, July 24 .- (AP)-Sheriff Laurence E. Brown, said today he expected to arrest "at any moment now" the ravisher-killer of Helen Clevenger, 18-year-old college girl, slain at her room in a fashionable hotel here.

Wednesday night the sheriff announced he expected to take the slayer-"a particular person known to me"-into custody within 48 hours Those 48 hours expire at 7 o'clock tonight and today the sheriff said:
"I still stick by the 7 p. m., dead-

"Have you decided what time today you'll make the arrest?" he was asked.

The sheriff declined to reveal any thing about the promised "break" in the case, except that the suspect is not one of the three persons now de-

tained for questioning. "I'll have to question him (the unnamed suspect) only three minutes, the sheriff said, "and then I'll be able to tell whether to book him on a murder charge."

#### **CROP INSURANCE IS GIVEN ENDORSEMENT**

Texas Farm Agent Says Commodity Help It Along

College Station, Texas, July 24 (AP) -H. R. Tolley, farm administrator, today told a gathering of Texas farmers he will do all he can to put Secretary Wallace's proposed system of commodity loans into effect.

In an address prepared for delivery here at the annual farmers' short course, he asserted such a program would give additional crop insurance to farmers, which he said they now have to a degree under the existing farm program.

"To my mind, the insurance phases of the AAA programs are among their best features, "Tolley said. "Secretary Wallace feels so, too, and he wants farmers to have additional crop insurance. He would couple it with a system of commodity loans that would store wheat. corn and other crops in time of plenty to be used in the years when drought or other causes reduced production.

"I think such a plan is feasible and will do all that I can to help put it into execution at the earliest pos sible moment." "Not only will additional protec-

tion be given the grower but protection will be given consumers as well against threats of scarcity or prices that are too high."

## TOBACCO RESEARCH SOUGHT BY REVIEW

Such Foundation Major Need of That Industry, NRA Report Says

Washington, July 24.—(AP)—Recommending establishment of a tobacco research foundation, the National Recovery Administration's review division pointed today to such an agency as the major need of the

The division undertook a sweeping statistical and analytical study of the tion and makes the normal, minimum industry during the code period, completing it after invalidation of NRA. It was made public last night. Fields of research, the report said, included the problems of better curing of tobacco by growers, better methods of marketing the cured leaf, experimental work in the manufacture of bi-products, distribution problems, foreign markets and relationship as a major tax payer with the govern-

The study included a survey of wages in the tobacco industry since invalidation of the code, and it said that the large manufacturers of the cigarette, smoking and chewing tobacco industry had not only maintained but increased code wages. Criticism was levelled at the Amer-

(Continued on Page Eight.)

"Warns" Townsend



Dr. Clinton Wunder

If Dr. Francis E. Townsend insists on stumping the country with the Rev. Charles E. Coughlin and the Rev. Gerald L. K. Smith in behalf of the third party candidacy of William Lemke, 11 eastern states which comprise 2,000 of the 8,500 Townsend clubs will withhold their funds. That is the threat hurled at Dr. Townsend by Dr. Clinton Wunder. above, board member and eastern area director of the pension organization.

-Central Press

## LEGISLATURE WILL FIND IT DIFFICULT TO FIND REVENUES

At Most Conservative Estimates, \$12,000,000 Will Be Needed for Hoey's Program

SOCIAL SECURITY IS BIGGEST ITEM

More for Schools and More To Replace Restored Food Exemptions; Anti - Sales Taxers May Attempt To Broaden Base of Exemptions Provided

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

Raleigh, July 24.—The 1937 General Assembly is going to have a big job on its hands trying to find the additional revenue which will be needed to put the program advocated by Clyde R. Hoey and the Democratic platform into operation, those who are already looking ahead to the 1937 session are convinced. For indications are that the coming session of the General Assembly will have to raise about \$12,000,000 in new revenue if it does nothing more than provide about half the increase that will be asked for the public schools, remove the sales tax from essential foods, provide for cooperation with the Federal government in social security legisla-

Continued on Page Two.)

#### **OUR WEATHER MAN**



FOR NORTH CAROLINA. Generally fair tonight and Saturday, preceded by local thundershowers in east portion this afternoon and early tonight.

## LANDON CALLS IN AIDES TO DEVELOP **CAMPAIGN PROGRAM**

To Battle New Deal "Record" To Restore Government to Efficient Basis in U. S.

CHAIRMAN HAMILTON SEES THE NOMINEE

National Committeemen and State Chairmen Also Call on G. O. P. Candidate Following Acceptance Speech in Topeka; Would Stop 'Fumbling With Recovery'

Topeka, Kans., July 24.—(AP)—Goveronr Alf M. Landon summoned his chief aides today to develop in detail his strategy for battling what he calls the New Deal "record" in a presidential campaign "to restore our government to an efficient, as well as constitutional, basis."

John D. M. Hamilton, the national chairman, fresh from an eastern swing and conferences with anti-Roosevelt Democrats, was called to the governor's desk.

In turn, visiting Republican chieftains, national committeemen and State chairmen anticipated a personal chat with the presidential candidate. Topping the problems was the itinerary of campaign trips for Landon, and his running mate, Colonel Frank Knox, of Chicago.

Governor Lancon told a vast throng last night which covered Capitol Square for "notification night" that "the time has come to stop this fum-bling with recovery," and "to restore and maintain a free competitive system-a system under which and only under which can there be independence, equality of opportunity and work for all."

# IS GIVEN HEARING

McMahon Remanded To Jail for More Complete **Testimony Week** Hence

London, July 24 .- (AP) -- George Andrew McMahon, bald Briton who drew a revolver at King Edward's military parade was remanded to jail for a week today after a hearing on a charge of producing a weapon "with intent to alarm His Majesty."

The decision to grant a remand pending continuance of the hearing next Friday was made after Alfred Kerstein, counsel for the prisoner had announced McMahon wished to testify himself and to call witnesses. Sitting in the Bow Street police sta-

tion court room, McMahon heard Special Constable Anthony Gordon Dick tell how he smashed at the prisoner's pistol hand when King Edward rode by on Constitution Hill Other testimony identified the "ob-

Continued on Page Five.)

U. S. EMBASSY IN MADRID, REFUGE FOR AMERICANS

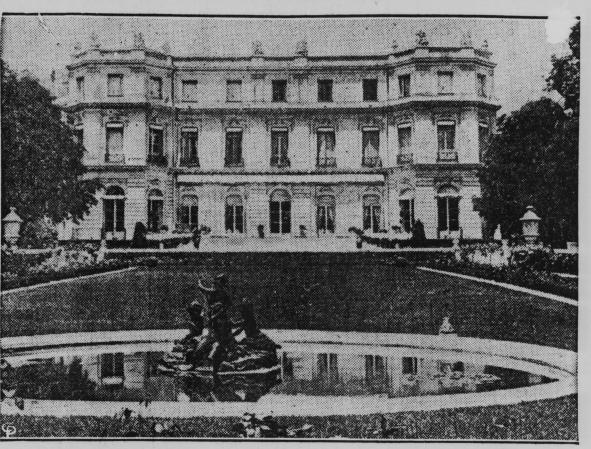


Photo by Foreign Service Journal

U. S. embassy in Madrid, where Americans are taking refuge Americans in Madrid have taken refuge in the | can citizens are believed to be in Spain's capital United States embassy. From 150 to 200 Americity.

# Coughlin Due Reprimand From Vatican City Soon

#### Most Branches Of Trade Go Forward

New York, July 24 (AP)-Most branches of trade progressed en-eretically this week, aided by broadening retail distribution and active preparation for fall, according to Dun and Bradstreet. More reported.

'Most of the wholesale markets were crowded with buyers," the agency said, "whose orders were more generous than since 1929. As fewer schedules were abbreviated because of the heat, factory operations were widened with heavy goods divisions the strongest facto rin maintenance of the higher

#### SCHOOL COMMISSION WILL FIX SALARIES

Flat 4.16 Percent Increase Over Pre-Schedules Now Indicated at Raleigh

Raleigh, July 24.—(AP)— The State School Commission prepared this afternoon to fix teachers' salaries for next year, with many members for the commission saying they favored a flat 4.16 percent increase over the present schedules for all teachers. Dr. B. B. Daugherty, chairman of the salary committee, and several other members of the commission said they expected the flat salary in-

WHERE CO-ED WAS FOUND SLAIN

This is the hotel room in Asheville, N. C., where Helen Clevenger,

New York university co-ed, was found slain. The folded blanket

marks the spot where Miss Clevenger's body was found.

-Central Press

CREATES PAINFUL IMPRESSION THERE

Detroit Radio Priest's De-

signation of Roosevelt as

Liar Stuns Pope's

Entourage

Coughlin, Meanwhile Makes Public Apology To President for Language Used: Catholic Bishop Journeying to Rome About Priest's Activity

Vatican City, July 24 (AP)—A trans-Atlantic telephone conversation between Father Charles E. Coughlin and Vatican officials aroused speculation today among prelates who acknowledged that the radio priest's "liar" attack on President Roosevelt had created a painful impression

"Whether the conversation, which a reliable source said took place last week, had anything to do with Father Coughlin's subsequent apology and promise to "obey orders" from the Vatican was not disclosed.

(Father Coughlin yesterday made public the text of a public apology for terms he applied to the President at a convention of Townsend old age pension adherents recently, but declared later that he still deemed it best that the President "be supplant-

Prelates were said on excellent authority to be awaiting with interest the arrival of Bishop Michael Gallagher of Detroit, Father Coughlin's superior, on the S. S. Rex, Saturday. He will be the key witness in an examination of the radio priest's crusading tactics in the United States, a high American prelate said, adding that Coughlin's recent assertion that President Roosevelt was a "liar" had caused a painful impression in the Vatican.

# SPAIN MAY BE IN FOR LONG STRIFE

Three Elements Seek Supremacy, and Old Bourbons May Come Back

By CHARLES P. STEWART Central Press Staff Writer Washington, July 24.—Such of Washington officialdom as understands Spain at all is of the opinion that the peninsula is in for a long period of disorder which may even tempt foreign interference. Spain is one of the queerest coun-

tries in the world. ward is Africa. This does not alto-

(Continued on Page Eight.)

## 2 American Consul Men Lose Lives GOVERNMENT SEEKS

#### Spanish and British **Employees of Con**sulate at Barcelona Are Slain

killing of two men attempting a mission of relief for the American conday in dispatches to the State Department.

One of those shot was Santiago Itsurralde, a Spanish clerk employed by the consulate for many years. The other was an unidentified chauffeur described as a British sub-

ject. It was not made clear whether he also had been employed by the consulate. Both men set out from the con-

sulate on July 22 with an automobile Continued on Page Five.)

#### \$7,545,915 Ready For Road Work In State This Year

Washington, July 24.—(AP)— Federal agencies listed \$7,545,915 as available for new highway and grade crossing construction in North Carolina at the close of the fiscal year June 30 This included \$3,767,106 of the

\$5,884.927 apportioned for Federal aid highway projects for 1936-37. Other balances listed were \$980, 222 of the \$4,720,173 apportioned from the emergency relief act of 1935 for works program highway projects; \$2,622,262 of the \$4,823,-958 apportioned for the works program grade crossing projects from the relief act, and \$254,591 of the \$14,363,234 apportioned for public works road construction under the national industrial recovery

# REBELS SHOW GAIN,

Battle Being Fought at Mountain Pass 26 Miles to North as Gateway to Capital

#### **GOVERNMENT SAYS** REBELS "FAILING"

U. S. Ambassador Claude Bowers and Embassy Staff Are Living in Cellar In San Sebastian, Summer Resort, Reported in Ruins; Aristocrats Threatened

(By The Associated Press). Spanish fascists and loyal leftist troops battled today 26 miles northwest of Madrid for possession of the capital city.

Renewing an attack blocked yes-terday by liberal artillery, infantry and airplanes, the Fascist armies of General Francisco Franco, rebel leader, fought for control of the pass of Guadarrama, gateway to Madrid.
Some 6,000 men, bulwarked by the

natural protection of the Guadarrama range, defended the pass. Reinforcements of militia and of assault and civil guards were despatched to their aid during the night. Reports tended to indicate neither side had gained the advantage.

Diplomatic dispatches received in Continued on Page Two.)

### **COURT'S PROTECTION**

Wants Flood of Suits Against Holding Company Act Stemmed Until Test Is Made

Washington, July 24 (AP)—The government asked the Supreme Court today to protect it against a flood of "complicated" and "expensive suits" until the constitutionality of the 1935 public utility holding company act Washington, July 24.—(AP)—The could be decided in a single test case Stanley Reed, solicitor general. sought a review of a court of appeals sulate at Barcelona was confirmed to- ruling, which refused to delay proceedings in seven injunction suits involving the same statues.

> Reed told the Supreme Court the government would be burdened with 40 similar suits in 12 different courts. all of them attacking validity of the holding company legislation if the appellate court's decree was allowed to stand.

> He said the government preferred to test constitutionality of the law in the Electric Bond and Share Company case, brought in the southern district court of New York.

### Sebastian Dead Alone Near 4,000

(By The Associated Press.) Madrid. July 24.—(AP)—An estimate of 4,000 dead in bitter fascistleftist fighting for possession of San Sebastian, famous Spanish resort on the Bay of Biscay was made tonight by Colonel Villaneuva, rebel commander. These casualties added to a roughly

estimated 25,000 killed and wounded previously during the insurrection. American Ambassador Claude G. Bowers, who had been summering in

Continued on Page Two.)

### **Election May Influence** Trend Of Prices In U.S.

But Higher Quotations Over Long Term Are Forecast By Babson; Four Alternates Depending on Roosevelt or Landon May Offset Eeach Other

BY ROGER W. BABSON, Copyright 1936, Publishers Financial Bureau, Inc.

Babson Park, Mass., July 24.--Comis somewhat Nordic, and the original right down the line to backyard manu If he is a Democrat, the story is vicefacturing and modest-home building. That is why everybody is vitally in-

terestd in commodity price trends. Four Alternatives

As the situation now lines up it looks to me as though there are four modity prices are more sensitive to definite price possibilities,—two if Mr. the trend of business than any other Roosevelt is re-elected and two if It is an old saying that Europe factor. The possibility that prices may Governor Landon comes out on top. stops at the Pyrennes. To the south- fall, causing inventory losses, post- So far in discussing this matter, most pones business plans; a favorable every commentator has insisted that gether tell the story, however. Africa outlook for prices, on the other hand, there are only two alternatives. If the s calculable. Spain is calculable as hastens business men in placing or- writer is a Republican, he figures Europe or Africa, either one. There ders. This simple statement applies that Mr. Landon's election means is the old Spain saturated with Moor- all the way from big department prices will go up while Mr. Rooseish influence, the new Spain which stores and huge construction projects velt's victory would put prices down.

(Continued on Page Three.)