

LOYALISTS START RETREAT BEFORE MADRID

Estimate 400,000 Pounds Tobacco Already In Town

SEASON TO START TUESDAY MORNING ON DOUBLE SALES

Warehouses Filling For Opening in Middle Belt Under Changed Selling System Here

EXPECT BIG CROWD FOR INITIAL SALES

For First Time In History Seven Warehouses Are Available for Service of Growers Patronizing Henderson Market; All Is In Readiness

An estimated 400,000 pounds of tobacco was on Henderson warehouse floors today for the start of the 1936-37 selling season tomorrow morning in the Middle Belt area.

Double sales will be inaugurated in Henderson with the first day's sales and continue through the season. The two first sales will be at the Farmers and Planters warehouses.

The usual big crowd of growers and business men will be on hand for the opening of the selling season tomorrow, according to all indications.

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9 Markets Of Belt To Begin Sale

Raleigh, Sept. 21.—(AP)—Farmers over the North Carolina Middle Belt were happy today at prospects for good prices for their tobacco when sales start tomorrow.

Warehouses at Durham, Louisburg, Oxford, Sanford, Aberdeen, Carthage, Henderson, Fuquay Springs and Warrenton were filling.

From Oxford reports said growers were expected to offer more than 750,000 pounds for opening sales.

Federal Aid To Croppers Is Proposed

But Arkansas Governor Says Complete End of Tenancy Is Dream

Hot Springs, Ark., Sept. 21 (AP)—Governor J. M. Futrell proposed today that the Federal government make it possible for the South's share-croppers to purchase small farms of highly productive land.

He told his farm tenancy commission that a "home-owning, home-living people will give our country more real protection against foreign invasion and conquest than the expenditure of millions on our armies and navies."

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Where TNT Is Blasting 1,700 Embattled Rebels



The historic Alcazar, in Toledo, Spain, is shown above. Seventeen hundred determined rebel men, women and children for two months withstood shellfire and sniping in the ancient fortress.

Ehringhaus, Bailey Going Places In This Campaign

Roosevelt and Farley Have Greatest Confidence in Both and Will Use Them in Many States; Enmity at Home Is Strange Thing for Some

Daily Dispatch Bureau. In the Sir Walter Hotel. Raleigh, Sept. 21.—Governor Ehringhaus and Senator Josiah William Bailey are going places this fall in the national campaign, according to Washington news, despite the repeated assaults on both.

The individual acts of Senator Bailey in the Senate, some of which did not jibe with the presidential wishes, and the sundry mix-ups that Governor Ehringhaus had with Washington, nevertheless have turned neither against the success of the ticket.

MCDONALD, LUMPKIN PARTNERSHIP SEEN

Law and Politics Would Be Practiced; McDonald to Press Career

Daily Dispatch Bureau. In the Sir Walter Hotel. Raleigh, Sept. 21.—Entrance into the study of law will not interrupt Dr. Ralph W. McDonald's political career, some of his friends are surmising, and there are precedents for his procedure.

Dr. McDonald is still handed 200,000 voters as though they were his by inheritance, and with that start old liners are warned not to get too gay.

New Storm Due To Hit Carolinas

Jacksonville, Fla., Sept. 21 (AP)—The Weather Bureau warned today that a tropical storm of "rather small diameter," but about hurricane force is moving northwestward through the Atlantic Ocean about 575 miles east of Florida.

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SELASSIE HURRIES TO LEAGUE CENTER

But Assembly Will Probably Deny Seats to Ethiopian Delegates

Geneva, Sept. 21.—(AP)—With Haile Selassie flying to Geneva in an attempt to protect the rights of his lost kingdom, a League of Nations credentials committee met today to decide whether Ethiopia is still entitled to sit on the Assembly.

The Assembly itself adjourned to await the decision of the committee, which most of the members believed would be a majority vote against seating the Ethiopians, on the ground Selassie no longer is a reigning ruler.

Speed Plans For Insuring Farm Crops

Longtime Program Resources of Great Plains Studied

Washington, Sept. 21 (AP)—Acting under a mandate from President Roosevelt, officials speeded plans today for an "ever normal granary" system of crop insurance, and a long-time program designed to combat drought on the great plains.

LAWYERS TO PRESS FOR MORE JUDGES

Name Committee To Work for Proposed Supreme Court Amendment

Daily Dispatch Bureau. In the Sir Walter Hotel. Raleigh, Sept. 21.—Under the chairmanship of Charles G. Rose, of Fayetteville, a bar committee has organized to push the constitutional amendment providing for an increase in memberships on the Supreme Court bench from five to seven.

This change would have been included in the new Constitution of 1933, which was doomed to a bitter beating, had the proposals gone to popular election.

(Continued on Page Three.)

All But 14 Government Classes Of Taxes Show Gains Past Two Months

Aggregate of \$75,000,000 Rise in Revenue Receipts for Current Fiscal Year

CAPITAL STOCK TAX HAS BIGGEST GAINS

But Liquor and Tobacco Excises Also Show Heavy Increases; Gains Shown Despite Elimination of Agricultural Adjustment Taxes by Court Ruling

Washington, Sept. 21 (AP)—Increases in all but 14 of 68 classifications of Federal taxes were shown today to have pushed internal revenue receipts for the first two months of this fiscal year \$75,000,000 over the corresponding 1935 period.

Receipts for July and August this year were set at \$542,352,774.75, compared with \$466,600,853.28 for the period a year ago.

Largest receipts from a single levy were listed under the capital stock tax, with \$109,428,128.44 for the 1936 period, compared with \$85,380,056.30 in 1935.

Liquor tax receipts increased substantially, being listed at \$111,927,807.44 and \$91,456,233.18 for the 1936 and 1935 periods, respectively.

Aggregate tobacco tax receipts likewise pointed upward from \$88,334,427.08 to \$97,539,912.62.

Mr. Hearst Defending His Stand

New York, Sept. 21.—(AP)—William Randolph Hearst, 73-year-old operator of 25 newspapers, published today "a reply to the President" in which he said he had shown Mr. Roosevelt "the support of enemies of the American system of government."

The thousand-word statement was cabled by the vacationing Hearst from Amsterdam a day after the White House, in a statement, said "a certain notorious newspaper publisher" was attempting to make it appear the President passively accepts the support of alien organizations hostile to the American form of government.

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The committee is composed of Charles G. Rose, chairman; Charles H. Gover, of Charlotte; Fred S. Hutchins, of Winston-Salem; Kenneth C. Royall of Goldsboro and Raleigh; Thomas

Washington, Sept. 21 (AP)—Six officials of the Railway Audit and Inspection Service were indicted today for their refusal to testify August 21 before the La Follette senatorial committee investigating alleged civil liberties violations in labor disputes.

Each official was separately charged with "contumacy" on two counts, under a law passed at the last session of Congress. They were accused of "wilfully, knowingly and unlawfully failing to appear at the committee's hearing," as secondly, of "failing to produce records subpoenaed by the investigators."

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DECISIVE ASSAULT BY FEDERALS UPON ALCAZAR IMMINENT

Government Commanders Alarmed at Horrible Death Toll Among Their Own Soldiers

FIVE GOVERNMENT SHIPS SURRENDER

Run Up White Flag and Join Insurgents in Morocco, Says Report; Moors Lead Assault on Government Troops, and Latter's Bombing Planes Are Futile

(By The Associated Press.) Government militiamen retreated today before a relentless charge of Moorish legionnaires on Maqueda, 40 miles from Madrid.

Thousands of other government soldiers, meanwhile, organized into bombing squads, surrounded the shell-leveled Alcazar in Toledo for a decisive assault on the insurgents besieged in the ruins of the fortified palace.

The Moors drove forward near Maqueda, behind a shield of machine gun bullets, which left bodies of government troops in their path.

Government bombing planes sought vainly to scatter the advancing Fascists, and General Jose Asensio, commander of all government troops in central Spain, ordered hasty trenchments dug for a pitched battle.

A radio appeal summoned all government reserves to their barracks to await orders.

Insurgents in the Alcazar still sent a steady stream of machine gun bullets and grenades from behind the dynamite-shattered walls.

Government commanders, alarmed at the increasing death toll in their own ranks, ordered a "no quarter" infantry charge.

A dispatch to the newspaper Diario Noticias in Lisbon, Portugal, said the Spanish government cruiser Jaime I and three destroyers and a submarine had hoisted a white flag off Tangier and had proceeded to insurgent-held Ceuta, Spanish Morocco.

Rebel Push Not Halted By Federals

Talavera de la Reina, Spain, Sept. 21.—(AP)—Delayed, by courier to Franco-Spanish Border, Sept. 21.—Fascist forces of the Spanish government failed today to halt the drive of General Francisco Franco's insurgent army menacing Madrid along the main Maqueda highway.

Split into four columns, the insurgents expected to seize Maqueda, key point on the highway, in a matter of days, and then march down the 45 miles of excellent roadway to Madrid.

Government reinforcements constantly were coming up, but the de-

Landon Is For Crops Insurance

Topoka, Kans., Sept. 21 (AP)—Governor Alf. M. Landon said today that the question of crop insurance should be given the "fullest attention."

The Republican presidential candidate took this position in a two-paragraph statement, which he said was an excerpt from tomorrow's Des Moines farm speech. It was given to newsmen when they asked comment on President Roosevelt's announcement of the appointment of committees to work out a crop insurance plan leading to "better, permanent protection against drought."

Landon said the speech excerpt would remain in his address tomorrow night. It follows: "I am going to mention a subject that is in neither platform—crop insurance. It is a question in which

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OUR WEATHER MAN FOR NORTH CAROLINA. Generally fair tonight and Tuesday.