

STRIKE PROBE ENDS; MORE WORKERS BACK

Spanish Government Coast Again Heavily Shelled

ONE REPORT SAYS GERMAN SHIPS IN ATTACKING GROUP

Others Claim To Have Identified Insurgent Cruiser As Among Ships In Number

SHORE BATTERIES REPLY TO FIRING

Ships Come Within Mile of Shore With All Lights Out As Firing Is Opened on Port of Sagunto; No Great Amount of Damage Reported in Attack

Valencia, Spain, June 28.—(AP)—The Spanish government coast between Sagunto and Castellon was heavily shelled today from the sea. One report, which was not confirmed, said German ships participated. Sagunto is about 25 miles north of here.

The attack, intensive enough to be heard in this temporary seat of the Spanish central government, stretched about 30 miles farther north to Castellon.

Some observers identified the insurgent cruiser Canarias as the sole attacker. Others said there were two or three ships firing.

Shore defense batteries thundered in an effort to drive off the attackers. A government warship put to sea. Coast batteries here shot flares to illuminate the scene.

Continued on Page Five.

SEARCH BEGUN FOR ESCAPED CONVICTS

Timely Appearance of Guard Prevents 66 Others Fleeing Barracks Near Burgaw

Burgaw, June 28 (AP)—A search was on today for eight Negro convicts who dug a hole in the floor and escaped from the State Prison camp here last night. Superintendent Jesse Hilliard said a guard's timely discovery of the outbreak possibly prevented 66 other convicts from escaping.

Hilliard said boards had been nailed over a rotten place in the flooring and the prisoners pulled the nails out, ripped up the boards and knocked out the brick under-flooring.

Italy And Germany to Hold Aloof

Rome, June 28 (AP)—Italy and Germany will not accept a "complete" Franco-British international neutrality pact of Spain, an authoritative spokesman declared today.

The announcement came on the eve of a non-intervention committee meeting to consider steps for closing the gap left in the pact by withdrawal of German and Italian warships.

Neither Rome-Berlin axis nor Europe in all its sane and vital parts could accept the Franco-British pact.

Continued on Page Four.

Germany Renews Demands For Return Of Colonies

Reich Must and Will Make Itself Self-Sustaining, Goering Shouts At Convention of International Chamber of Commerce In Berlin; 1,500 Delegates

Berlin, June 28.—(AP)—Colonel General Hermann Wilhelm Goering, Adolf Hitler's chief aide, renewed Germany's plea for return of her lost colonies today with the declaration it was "intolerable" for the Reich to be dependent economically on other nations.

The air minister sounded Germany's determination to be self-sufficient just 18 years to the day since the formal signing of the treaty of Versailles stripped a conquered Germany of her colonial empire after the World War.

Goering told the opening session of the ninth convention of the International Chamber of Commerce, "you may be sure Germany will continue to bring up the colonial problem until her urgent and legitimate desires regarding colonies are fulfilled. Some 1,500 delegates from almost 50 countries were present at the formal inauguration of the convention in Berlin.

Irwin Denied Bail As Sam'l Leibowitz Takes His Defense

On Economic Mission



Dr. H. H. Kung
A direct descendant of Confucius (75th generation), Dr. H. H. Kung, minister of finance in China, is in the U. S. to study economic and industrial developments. He is seen in New York. He can smile at Americans who trace their ancestry back merely to the Mayflower pioneers.

BYRD IS GOSSIPED AS 1940 NOMINEE

Would Run as Mildly Conservative Democrat for the Presidency

EVENTUALITIES SEEN

If Most Anti-New Dealers Win Next Year, It Will Mean Roosevelt Is Losing; Or Vice Versa And Vice Versa

By CHARLES P. STEWART
Central Press Columnist

Washington, June 28.—There is a good bit of talk in Washington of Senator Harry F. Byrd of Virginia as a conservative Democratic candidate for president in 1940.

It is tentative talk, not to say premature.

Who knows what element will control the Democratic party in 1940? The nominating primaries next spring will begin to tell. If a preponderance of Congress' present anti-New Deal Democrats are nominated for senatorial and representorial seats the inference will be that the party has swung away from Rooseveltianism. If, on the opposite hand, the nominations go to new men the suggestion will be that the New Deal still is in the saddle.

The ensuing election is a different matter; I am speaking only of the

Continued on Page Five.

Lawyer Who Has Defended 123 Killers With None Electrocuted Accepts the Case

SCULPTOR-SLAYER EXPECTS TO LIVE

Says He Will Be Saved from Electric Chair Because He Was Several Years in Asylum; Killed Three in New York Last Easter Morning, March 28

New York, June 28.—(AP)—Robert Irwin, one-time divinity student turned sculptor, was held without bail today in two brief court appearances and hired a well known criminal lawyer to defend him against the triple slaying on Beekman Hill Easter Sunday.

Samuel Leibowitz, who has defended 123 persons in first degree murder trials, without a client going to the electric chair, announced the young man had retained him as counsel, and immediately won a postponement of arraignment until June 30.

Irwin, held for the "manual strangulation" of beautiful Verónica Gedeon, artist model, and her mother, and the ice-pick killing of a roomer in the Gedeon home, was before Magistrate Brough in homicide court barely half a minute.

A short while previously he had appeared in police line-up for only a minute.

The law acted swiftly. A minute and a half and the 29-year-old artist was rushed to the Tombs to await the next scene in the drama. When he fell violently in love with the sister of "Kernie,"

he "accidentally" brought hate, Irwin said, and he was forced to kill "accidentally" the two women and the man that Sunday three months ago.

The young sculptor said he would be saved from the electric chair because he had spent several years in what he called "the nut house."

While the indictment request was to be presented at "the earliest possible moment," Irwin was watched in a 24-hour guard by three policemen to prevent any danger of his taking his own life.

The confession, made to a Chicago newspaper, apparently was accepted by the New York police.

FARM BUREAU BODY DEMANDING CONTROL

Raleigh, June 28.—(AP)—The State Farm Bureau has six county meetings set for this week. Secretary E. E. Arnold said today, to continue a campaign for the 1937 agricultural adjustment act now before Congress.

"Farmers are unanimously for the bill," said Arnold.

This week's gatherings will include one in Duplin county. Arnold said he thought Secretary of Agriculture Henry Wallace likely would attend the Pitt County Farm Bureau picnic and rally Friday. J. B. Hutson, assistant to Wallace, has accepted an invitation. Members of the congressional delegation have been invited, as have the 17,000 members of the farm bureau in the State.

Earhart Is Near Worst Of Her Tour

Port Darwin, Australia, June 28.—(AP)—Amelia Earhart made ready today for the "worst section" of her globe-girdling flight.

"It's been a very interesting flight" said the American flier after setting her monoplane down in northern Australia, ending a hop from Koepang in the Dutch East Indies. "But for slight mechanical trouble, which was remedied at Bandoeng, Java, we have experienced no hold-ups. We've been sitting down waiting for Australia to turn up and we'll push on to Lae, New Guinea, tomorrow morning," she explained.

The 1,550-mile hop for Lae will take the American flier across a vast stretch of the southern Pacific, out

Continued on Page Five.

SLAYER GIVES HIMSELF UP IN CHICAGO



After months of hiding, Robert Irwin, sought since Easter Sunday for a triple murder in New York, is shown smiling as he poses for a picture in the office of the Chicago Herald and Examiner where he surrendered to the Universal Service Saturday night, June 26.

BAILEY GAMBLING ON WANING POWER OF THE PRESIDENT

Believed Planning To Ride Into Influence as President's Support Leaves Him

SEEKING CANDIDATE TO FIGHT REYNOLDS

Would Have Two Anti-New Deal Senators In Washington From State; But Friends of Roosevelt Say President Is As Popular As Ever In State

Daily Dispatch Bureau, In the St. Walter Hotel, By J. C. BASKERVILLE

Raleigh, June 28.—Senator Josiah William Bailey, big business and the other anti-Roosevelt and anti-New Dealers in the State are making a determined, if not a frantic, effort to find a candidate in North Carolina to oppose Senator Robert R. Reynolds in the Democratic primary next spring who would stand at least a 50-50 chance to beat him, according to reports being heard here both from Washington and from the larger industrial and financial centers of the State.

It is no secret that big business is more soured on President Roosevelt and the New Deal than ever before, since the new social security program and the taxes to support it went into effect, that it has no love for Bob Reynolds and the position he has taken in support of the President and his program. It is also generally ag-

Continued on Page Five.

OUR WEATHER MAN

FOR NORTH CAROLINA.
Partly cloudy tonight and Tuesday, preceded by showers on the coast tonight.

Administration Economy Program For Fiscal Year Is Short \$200,000,000

Year's Spending Already \$120,000,000 Above Revised Estimate, and Total for Fiscal Year Near \$7,900,000,000; Receipts About \$5.14 Billion

Washington, June 28.—(AP)—Treasury figures indicated today that the administration's economy program will fall about \$200,000,000 short of its goal.

When President Roosevelt instructed all departments last April to cut expenditures sharply, he revised his budget to a figure \$295,000,000 under the January forecast.

Treasury reports showed, however, that expenditures from last July 1 through June 24 were \$7,888,000,000, compared with a revised budget of \$7,781,000,000.

Thus the year's spending already has gone \$120,000,000 above the revised estimate. At the current rate, it will increase another \$100,000,000 or more by Wednesday, the end of the fiscal year.

While expenditures have not been kept within the April figure, revenue also has been above estimates made at that time.

Receipts were \$5,213,000,000 through June 24, and are expected by Treasury officials to reach about \$5,230,000,000 by Wednesday, or \$56,000,000 over the revised estimates.

This figure would be \$550,000,000 under the January estimate.

100,000 FARMERS AWARDED REFUNDS

Court Holds They Are Due \$3,500,000 In Coercive Cotton Taxes

Washington, June 28.—(AP)—The United States Court of Appeals held today that 100,000 cotton producers were entitled to more than \$3,500,000 in refunds for cotton tax exemption certificates they bought under the repealed Bankhead act.

The court said the cotton farmers were coerced to buy the certificates under threat of a confiscatory tax.

The Bankhead act was repealed after the Supreme Court invalidated its basic principle in holding the agricultural adjustment act unconstitutional.

The court of appeals ruled on suits brought by two Alabama and two Mississippi cotton planters against Ernest Peal, manager of the National Surplus Cotton Tax Exemption Certificate Pool, Secretary of Agriculture Wallace, W. A. Julian, treasurer of the United States, and Comptroller of the Currency Payne and Administrator Davis, of the defunct AAA.

COMMITTEE WON'T CALL UPON FARLEY FOR EXPLANATIONS

Further Study of Strike Situation To Be Left To Senate Civil Liberties Group

15,500 MEN BACK IN YOUNGSTOWN MILLS

Back-To-Work Movement Launched All Along Ohio-Pennsylvania Strike Fronts; CIO Leaders Say Figures Should Be Discounted by 50 Percent

Washington, June 28.—(AP)—The Senate Post Office Committee voted 12 to one today to end its investigation of the mid-western steel strikes without further hearings or testimony by Postmaster General Farley.

By a vote of 12 to 3, it rejected a plea by Senator Bridges, New Hampshire Republican, that Farley be summoned for questioning about the alleged interference with the mails by pickets.

The Post Office Committee recommended that further study of the strike situation be left to the Senate Civil Liberties Committee, which will begin an investigation Wednesday of the Memorial Day clash between strikers and Chicago police.

The Post Office Committee instructed Chairman McKellar, Tennessee Democrat, to report that a "sufficient investigation" of interference with the mails already had been made and that the Senate should not authorize a special inquiry.

BACK-TO-WORK MOVEMENT ALL ALONG STRIKE FRONT

Youngstown, Ohio, June 28.—(AP)—Major General Gilson Light, of the Ohio National Guard, said today approximately 15,500 men were back at work in the strike-sieged steel mills in Youngstown.

As the strikes called against four independent steel companies entered its 23rd day, back-to-work movements were launched all along the Pennsylvania-Ohio front.

The Steel Workers' Organizing Committee

Continued on Page Four.

Agreement For Relief Is Reached

Washington, June 28.—(AP)—Senate and House conferees reached a speedy agreement today on the administration \$1,500,000,000 relief bill after they had trimmed \$8,000,000 from the funds earmarked for the Public Works Administration.

By eliminating an item for unspecified "miscellaneous projects," the conferees cut \$367,000,000 from the \$359,000,000.

Few other important changes were

Continued on Page Five.

Dropping Of Court Act Is Now Talked

May Be Returned to Committee for Further Study; Other Court Bills Up

Washington, June 28 (AP)—The Senate Judiciary Committee agreed today to consider on July 12 all pending proposals for constitutional amendments affecting the judiciary.

A score or more proposals affecting the courts have been brought up in the committee for many months behind the Roosevelt court bill providing for enlargement of the Supreme Court, unless older justices now on the bench retire.

The various proposed constitutional

Continued on Page Five.

HARRY SAMPLE IS PROBATION CHIEF

Asheville Attorney Gets \$3,750 Job by Appointment of Commission

Raleigh, June 28 (AP)—The probation commission appointed J. Harry Sample, Asheville attorney, director of probation today and fixed his salary at \$3,750 a year.

The 1937 legislature authorized a probation system to handle criminals in the State to become effective October 1.

The appointment said Paroles Commissioner Edwin Gill, who has been acting secretary of the body, has the approval of Governor Hoey. Gill said Sample, who will take office July 15,

Continued on Page Four.

JONES COUNTY TO VOTE UPON LIQUOR

Trenton, N. C., June 28 (AP)—Jones county citizens ballot tomorrow in the eleventh county election of the year on the question of establishing county liquor stores.