

U. S. WARSHIP SHELLED, 1 DEAD, 18 HURT

CLOSE OF CONGRESS DEFERRED BY SPLIT OVER HOUSING BILL

House Quickly Adopts Conference Report on Sugar and Tax Loopholes Measure

DEFICIENCY BILL SHARPLY EXTENDED

Meantime, Wife of Alabama Governor, Appointed by Her Husband, Takes Oath as U. S. Senator Succeeding Hugo Black, Named to The Supreme Court

Washington, Aug. 20.—(AP)—Congressional leaders virtually abandoned hope of adjourning Congress to-night when Senate-House conferees failed to reach an agreement on the important Wagner housing bill.

House Leader Rayburn told reporters a resolution for adjournment to-night definitely would not be brought before the House. He said he had told Senate Majority Leader Barkley it would be impossible to adjourn before tomorrow, and Barkley had agreed with him.

House leaders had not been so optimistic, but the House membership displayed a distinct desire to get the long grind over with as soon as possible.

In quick succession, Representatives accepted a conference report on the revised sugar control bill, and approved minor Senate amendments to the administration tax loophole measure. Both bills were sent by this final congressional action to the White House.

The Wagner low-cost housing bill, over which the Senate and House have differed sharply, possibly had held the key to adjournment, although another major factor was the fact the House had a full calendar for today, and a private bill session set for tonight.

The Senate debated the \$138,000,000 third deficiency appropriation bill. The bill was millions larger than when it passed the House.

Speaker Bankhead summed up the adjournment situation, so far as the House was concerned, by saying: "We expect to adjourn tomorrow by midnight—before, if possible."

Meantime, Mrs. Dixie Graves, wife of Governor Bibb Graves, of Alabama, took her oath of office as the successor in the Senate of Senator Black, recently appointed to the Supreme

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Two Negroes Electrocuted For Slaying

Richmond, Va., Aug. 20.—(AP)—Two Negroes died in the electric chair at the State Prison today after one of them had failed in an attempt to take all the blame for the murder of Willie Smith, nephew of a Greenville county store-keeper.

Lawrence Wyche was electrocuted first. Willie Leake, of Dunn, N. C., who tried to save his companion this week by writing a letter to Governor Peery declaring Wyche had no part in the slaying, died next.

Smith was killed in an attempt to rob his uncle, the State contending he was struck by a bullet intended for the older man. The Virginia Supreme Court of Appeals declined to review the case.

Worldwide Crop Control Is Only Effective Kind

Babson Says Cotton Is World Commodity and World Is Growing It, and Short Crop Here Would Only Help U. S. Competitors; Best Cotton Year Since 1929

BY ROGER W. BABSON, Copyright 1937, Publishers Financial Bureau, Inc. Babson Park, Mass., Aug. 20.—Down in deep Dixie the field hands are now picking the fourth largest cotton crop in history. After two poor harvests, in 1934 and 1935, and with only a meagre crop in 1936, this big 1937 growth should be welcomed. Because of the big world yield, however, the price of cotton has been falling so rapidly that demands are pouring into Washington and forcing action to halt the decline. The highest prospective farm income since 1929 has

Justin Miller Is Named U. S. Judge

Washington, Aug. 20 (AP)—President Roosevelt nominated Justin Miller, of North Carolina, to be an associate justice of the United States Court of Appeals for the District of Columbia.

Miller, a California native and 49 years old, is now a member of the United States Board of Tax Appeals. He was named to the Post made vacant by the recent death of Justice Josiah Van Orsdel of Wyoming.

Miller before going on the tax board had served as dean of the law schools at Duke University, N. C., and the University of Southern California.

TRIO HEAT WAVES MOVING EASTWARD OUT OF THE WEST

High Degrees of Humidity in Many Instances, Carrying Severe Suffering Along

RAINFALL IN WEST IS WORTH MILLIONS

Tennessee Crops, Meantime, Are Shriveling for Lack of Rain and None in Sight; 54-Year Record for High Is Broken in Reading at Boston

(By The Associated Press) Three distinct heat waves drifted slowly across the United States from west to east today, separated by virtual walls of rainfall which farmers valued at millions of dollars.

Combined with the heat in most of the areas affected were high degrees of humidity which carried suffing to sweltering residents.

A composite picture of the weather, showing temperatures in various sections of the country during the past 24 hours, follows:

New England—Temperatures up as much as 17 points, with the heat in Boston breaking a 54-year-old record for August 20. At 10 a. m. the thermometer passed 91 degrees.

Middle Atlantic seaboard—Temperatures as high as 94 the same as yesterday, recorded at Newark, N. J., with overnight rains in central Pennsylvania and New York failing to relieve suffering more than momentarily.

The South—Temperatures holding steady near yesterday's top of 96 recorded at Baltimore. Tennessee crops shriveling for lack of rain and none in sight.

Eastern Middle West—Temperatures remaining high.

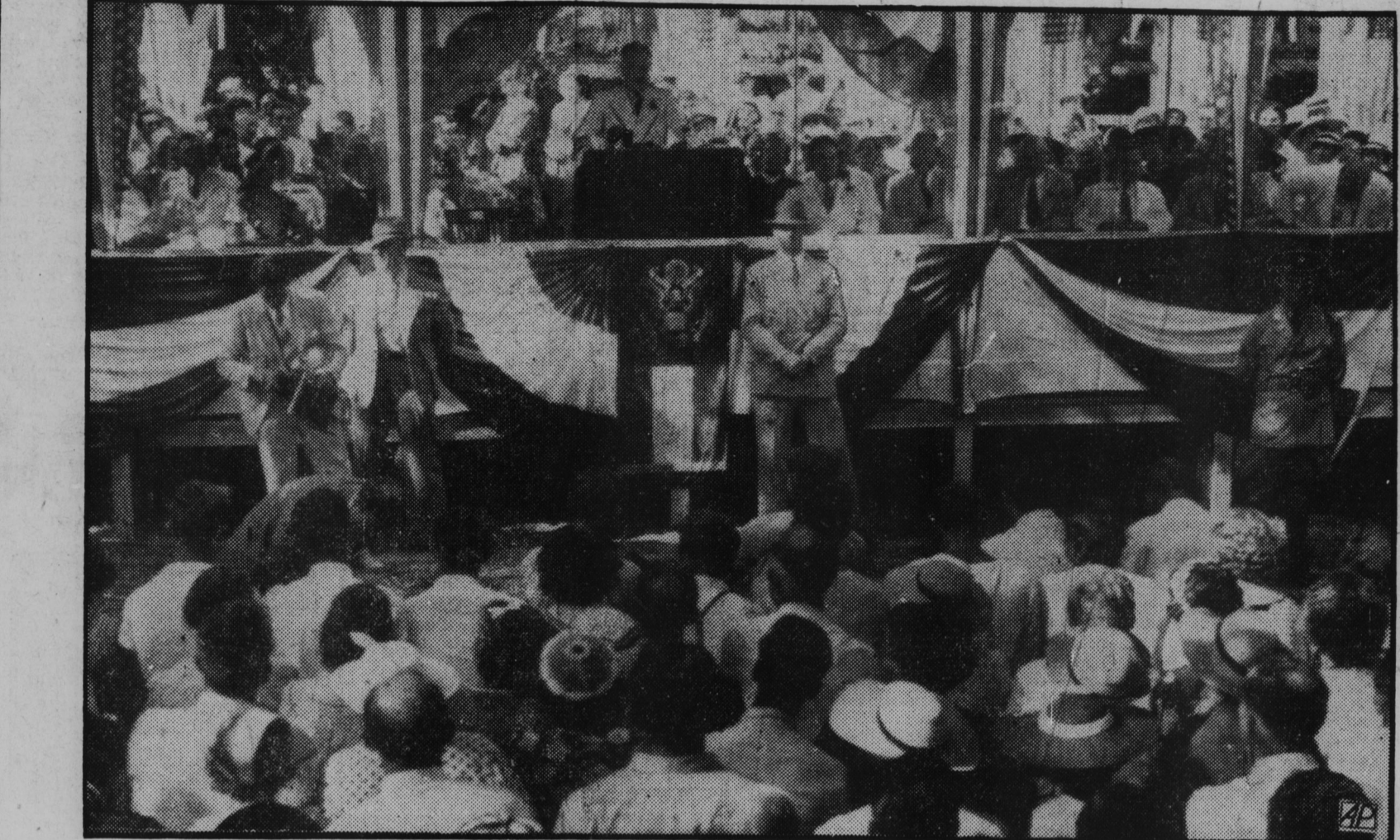
Western Middle West—and Southwest—Rain swept across Nebraska, Kansas, western Missouri and Iowa, dropping temperatures far below 90's recorded yesterday.

The West—Rain in the northern Rockies separated the rest of the west from high temperatures on the northern seaboard of the Pacific.

not yet taken the farm problem out of the political arena. Frankly, I feel that planters would have no cause for complaint about their prices this year if Mother Nature had not been tampered with during recent seasons. While the perplexed Dixie mules gingerly plowed down every third row of cotton, Egypt, Brazil, India, Russia and China were urging their farmers to raise cotton. While our cotton crops were 30 per cent below par and our cotton exports were at the lowest ebb

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ROOSEVELT STRIKES AT "TORY" OPPOSITION



In his first political speech since the collapse of his court bill, President Roosevelt, speaking at Manteo, Roanoke Island N. C., reaffirmed his faith in Democracy and struck at what he called "tory" opposition. The President, shown above delivering his address, spoke at the 350th anniversary of the birth of Virginia Dare, first child of English parentage born on this continent.

Santander's Fall Certain In Few Days

Spanish Rebels On Verge of Taking Last Government City in the North

Hendaye, Franco-Spanish Frontier, Aug. 20.—(AP)—Santander and the Spanish Northwest today appeared doomed to fall before General Francisco Franco's columns, slowly but relentlessly advancing through rain and mud.

"It's only a question of days," said French and Belgian citizens who arrived from Santander, last important city-stronghold of the government in northwest Spain.

These refugees said famine faced the city because it was impossible to get food through the insurgent blockade of the port.

Today Franco's troops pounded through a natural barrage of fog and rain for possession of the waterworks of the city. The general's communications said his forces met strong opposition on all parts of the Santander front, with government troops reinforced by thousands of men rushed from the Asturias. An insurgent brigade, the communique said, captured Santa Cialla, taking 150 prisoners.

In less than a week of the insurgent offensive, Franco's commanders reported Santander's outlying defenses in the tumbling terrain to the city's southwest had been virtually smashed.

PRESIDENT SPEAKS IN OWN "SETTING"

He Fathered All WPA Schemes That Made Manteo Event Possible

Daily Dispatch Bureau, In The Sir Walter Hotel, Raleigh, Aug. 20.—Orifices of WPA projects as "wasteful" and "useless" should consider the setting in which President Roosevelt made his Manteo address Wednesday, it has been pointed out by Fred Cohn, information director of the State WPA with headquarters here.

For at Manteo the chief executive was surrounded on all sides by products of the organization for which he was primarily responsible, Mr. Cohn said.

"The president was really right in the bosom of his family; figuratively speaking," said Mr. Cohn. Listing the things done by WPA in connection with the Manteo celebration, Mr. Cohn noted the following: (1) The entire restoration for Roanoke Island was a WPA project and was carried out by WPA workers. (2) The amphitheatre and stage upon which the "Lost Colony" is pre-

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Sharp Earthquakes Shake Manila As U. S. Fugitives Arrive There From China

Residents Flee from Homes and Hotels into Darkened Streets; Shocks Felt 200 Miles Away; Woman in From Shanghai Asks If It Is Another War

Manila, P. I., Aug. 20.—(AP)—Two sharp earthquakes threw Manila into darkness tonight in a terrifying welcome to American refugees arriving from war-torn Shanghai.

Manila residents fled from their homes and hotels into the darkened streets. Many fires started by the shocks, the worst in 40 years, added to the panic.

Several large buildings and a number of churches were damaged. Other major structures swayed noticeably. Many injuries but no deaths were reported during the confusion after the first shock about 8 p. m. The second tremor added new terror 20 minutes later. The shocks were felt at least 200 miles away.

Refugees Terrified. Most terrified by the rumbling and shaking of the earth were the 376

WILKINS JOINS IN HUNT FOR SOVIETS

Group of Planes Poised At Fairbanks Waiting Weather for Dash

Fairbanks, Alaska, Aug. 20.—(AP)—Sir Hubert Wilkins brought new cheer today to an impatient crew of rescue pilots waiting for fair weather to push over polar wastes in their search for six missing Russian fliers.

Sir Hubert and his pilot, Herbert Hollick-Kenyon, took off for Fort Smith, Northwest Territory, 1,200 miles distant, this morning.

Their huge silver flying boat will then fly north to help the other aviators search for Sigismund Levanevsky and his five companions, last heard from a week ago today several hours before their four-motored plane was expected in Fairbanks to re-fuel for a dash to the United States.

Jimmy Mattern, grounded for three days by bad weather, continued preparations here for an exhaustive search of the Northern Alaska coast and beyond to the polar ice cap.



OUR WEATHER MAN Partly cloudy and somewhat unsettled tonight and Saturday.

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Portuguese Act Backed By Industry

Lisbon, Portugal, Aug. 20.—(AP)—Portuguese industrialists rallied today to the support of the government in its severance of diplomatic relations with Czechoslovakia.

Manufacturers praised Portugal's decision not to accept tenders of official supplies from Czechoslovakia firms after the Praha government's reluctance to allow the filling of a large Portuguese order for machine guns.

An official communique here yesterday attributed the diplomatic breach to international quarrel over the machine gun order and declared Czechoslovakia was influenced in her stand by "third party pressure."

(The "third party" presumably was the Soviet Union.)

A special meeting of the Portuguese commercial association expressed approval of the government's stand in the "face of the impertinence" of Czechoslovakia in failing to fulfill the arms contract.

The association characterized the Praha government as "daring not to trust the word given by the Portuguese government."

SAYS JAPAN TRYING TO GRAB SHANGHAI

Killing of American In Hostilities There Is Serious Incident

By CHARLES P. STEWART Central Press Columnist Washington, Aug. 20.—As I have previously remarked, it is painful to have an American killed, as a result of the Jap-Chinese war, right in front of the Palace hotel, in Shanghai.

Some accounts have it that he was killed in the hotel lobby. A few other Americans were killed about the same time, but they ran into trouble in the outskirts of the city, which maybe they were indiscreet in visiting at such a juncture.

The Palace, however, is in the very heart of the city.

HOEY AND KERR AT WILSON'S FESTIVAL

Tobacco Celebration Comes To Close Tonight With Crowning of King and Queen

Wilson, Aug. 20.—(AP)—Governor Hoey and Congressman John Kerr came here to speak today at Wilson's tobacco exposition and festival near a coronation climax.

ONE SAILOR KILLED AND EIGHTEEN OTHERS INJURED

Shanghai, Aug. 20.—(AP)—One United States sailor was killed and 18 wounded tonight when an anti-aircraft shell of undetermined origin struck the after well deck of the cruiser Augusta, flagship of the United States Asiatic fleet.

The Augusta, flagship of Admiral Harry Yarnell, fleet commander, has been lying in the Whangpoo river a little downstream from the heart of the international settlement, covering the evacuation of the American refugees from Shanghai.

Wounded Not Badly Hurt. The shell plunged from a high angle. Most Japanese and Chinese artillery and anti-aircraft batteries had been firing furiously through the late

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VANCE ROAD FUNDS SUM WAS IN ERROR

Raleigh, Aug. 20 (AP)—The highway department said today it had made errors in a newspaper release of allotments to counties of the \$2,000,000 road betterment fund.

Allocations for four counties were incorrect. The counties and the correct amounts are: Wake, \$53,500; Wayne, \$30,120; Wilson, \$22,820.

MUSSOLINI EXPECTS BRITISH AGREEMENT

Palermo, Italy, Aug. 20 (AP)—Benito Mussolini told 200,000 Italians here tonight "a lasting rapprochement with England can be reached."

LENOIR FACTORY IS CLOSED BY STRIKE

Walkout Follows Collapse of Wage Negotiations With Union for 40 Cents Pay

Lenoir, Aug. 20.—(AP)—The Caldwell Furniture Company was closed here today by a walkout begun, union organizers said, when the management refused to negotiate union demands for a 40-hour week and 40 cents an hour minimum pay.

J. C. Tolbert, Caldwell county sheriff, said the plant had been closed completely and strikers were picketing the premises peacefully.

FOURTH OF GREAT CITY OF SHANGHAI REPORTED ABLAZE

American Property Suffers Heavily in Fierce Chinese Attack on the Japanese

CHINESE QUICK TO OFFENSIVE ATTACK

Natives Reported Launching General Drive in Peiping Area To Drive Japanese from North China; Roosevelt Silent on Shelling of Warship

Washington, Aug. 20 (AP)—President Roosevelt said today whatever action was deemed advisable in connection with the shelling of the cruiser Augusta off Shanghai would be determined by officials on the ground there.

"Bound To Happen" The President told a press conference he had received only fragmentary unofficial dispatches on the shelling.

Asked what this could mean as far as any counter action was concerned, the President said such things were almost bound to happen in a situation such as that at Shanghai.

Asked what he was going to do about it, he said the people on the spot could tell more about it than officials in Washington.

May Invoke Neutrality. In response to other questions, he said official Washington was talking about the advisability of invoking the neutrality act every day.

Informed the Japanese charge d'affaires had left Tientsin, the President expressed doubt as to whether that meant diplomatic relations had formally been broken off.

TAR HEELS GIVEN POST OFFICE JOB

Washington, Aug. 20.—(AP)—The Treasury awarded a \$48,410 contract today to the Roy M. Lee Company, Atlanta, Ga., for construction of a post office at Crossville, Tenn.

Jones Brothers & Company, of Wilson, N. C., received a \$10,688 contract for building a post office and agriculture building at Chesterfield, S. C.

Plan Probe Into Death Of Girl, 12

Hendersonville, Aug. 20.—(AP)—Coroner Bruce Cox announced today after a conference with Solicitor C. O. Riddings an inquest would be held here August 28 into the death of 12-year-old Gloria Hauser, found dead beneath a 120-foot bridge last Tuesday.

Sheriff W. E. Davis said he would transfer T. D. Hazeliwood, 28-year-old stepfather of the child, charged with ravishing and killing her, from the hospital to the jail as soon as the physicians dismiss him unless his relative were willing to pay the expense of four guards who maintain a 24-hour watch at his room door.

The coroner said he would refuse any request for bond for the former Butler University athlete pending the inquest.

Meanwhile, Deputy Sheriff W. A. Garren, had gone to Durham for the expressed purpose of conferring with Duke hospital physicians on findings of an autopsy on the body.