

JAPS HAUL DOWN U. S. FLAG AT SHANGHAI

SENATE WILL PASS ON REORGANIZATION AND FARM MATTERS

Barkley Outlines Task He Thinks Will Be Completed Before Extra Session Ends

DECEMBER 22 DATE FIXED TO ADJOURN

Says Tax Revision Cannot Be Whipped Into Shape in Time To Pass Before Holidays; Washington Sees Japan Closing Chinese "Open Door"

Washington, Nov. 30.—(AP)—Majority Leader Barkley said today he expected the Senate to complete action on new farm legislation, the anti-lynching bill, government reorganization and housing legislation before the special session ends.

Barkley outlined "this goal" after a long conference with Democratic senators on the steering committee. He admitted his program was "optimistic" in view of plans to end the special session "about December 22" for the year-end holiday.

Barkley said Chairman Harrison, Democrat, Mississippi, of the finance committee, had discussed the demand for tax revisions to aid business, but added there was slight chance for legislative action at the special session.

Meanwhile, the State Department asked its consular representatives in China for information on a report that customs rates at Tientsin, North China port, had been reduced on a wide range of Japanese products.

If the report proves correct, informed sources said, it will mean Japan has already started closing the "open door" of commercial equality in China for all nations.

Livestock Judging Is At Climax

Chicago, Nov. 30.—(AP)—Judging reached a climactic stage in the International Livestock Exposition today with the two best known titles of the show ready for bestowal.

Somewhere in the hundreds of stalls stood a hefty steer which will become the costliest beast in the world—the king of cattle. In the scores of cases that line the long halls of grain where 12 cars of corn that will make some farmer the king of corn. Three days of judging have narrowed both fields to small blue ribbon groups.

Alexander Ritchie, manager of the Royal Farms of King George VI at Windsor, England, will give the ac-

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Fayetteville, Nov. 30.—(AP)—The trial of four Asheboro men on charges growing out of the fatal shooting of Sergeant J. C. Mott on the Fort Bragg reservation October 16 was recessed today until tomorrow, because of the illness of Presiding Judge G. V. Cowper.

Cowper was confined to his hotel room, and his physician announced he had suffered an attack of influenza.

Many technicalities will face the court on re-opening. One technicality, considered by the court a major one, was eliminated yesterday when Judge Cowper refused to let the prosecution read a statement made by one of the defendants. The court held that one of the defendants was not present when the statement was sworn to.

Bill Cross is charged with murder, and Harold Rush, Walt Routh and Jesse Crofts are charged with being accessories before and after the fact.

To Get Schacht Post



Important post of finance minister in Germany goes to Walter Funk, under-secretary of the propaganda ministry, on Jan. 15, replacing General Hermann Goering, who has temporarily taken over the post of Reich minister of economics vacated finally by Dr. Hjalmar Schacht.

Central Press

Deadlocked Labor Plans Considered

Five Main Issues Blocking Reunion of AFL and CIO Factions at Present

Washington, Nov. 30.—(AP)—The American Federation of Labor-Committee for Industrial Organization peace conference agreed today that "five main issues" were blocking reunion of the two labor factions.

- 1. What industries are adapted to the industrial type of unionization. 2. What the status of the CIO would be after the two factions reunited. 3. What constitutional amendment the conference should recommend to the next AFL convention. 4. What machinery should be created to make any lasting peace agreement effective. 5. How many delegates the CIO unions could send to the AFL convention that would ratify any agreement reached by the conferees.

Philip Murray, chairman of the CIO committee, said that even agree-

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HOEY NOT ALARMED BY THE RECESSION

Says Letdown in Business Largely Psychological; Expects Upturn

Raleigh, Nov. 30.—Governor Clyde R. Hoey doesn't say anything about prosperity having gone back "around the corner," but he does believe that the present slacking up of industry is largely psychological.

"People just will not buy on a declining market," he said, "but if any single thing turns up to start the market upward, buying will begin again in brisk style."

The governor was talking about the unemployment situation in North Carolina and about the workings of the unemployment compensation law which will begin to take care of many idle workers after the first of Jan-

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WEATHER FOR NORTH CAROLINA. Generally fair tonight and Wednesday, with little change in temperature.

Solon Named to Court



Representative Fred M. Vinson, Representative Fred M. Vinson, 47, of Kentucky, has been nominated by President Roosevelt to be associate justice of the U. S. court of appeals for the District of Columbia. Vinson, a tax expert, now is presiding over the house ways and means sub-committee which is studying revisions to business taxes.

Central Press

PARLEY IS CLOSED BY BRITAIN, FRANCE WITH FULL ACCORD

Two Nations Stand Together on Hitler and Mussolini and Japanese Ambitions

NON-INTERVENTION IN SPAIN APPROVED

Mussolini's Strong Position in Face of Insurgent Victory in Spain Is Studied; Members Dine With King and Part With Optimism

London, Nov. 30.—(AP)—The heads of the British and French governments completed today a two-day review of their problems and destinies in world danger spots from Africa and the Mediterranean to the China Sea.

The conferees ended their talks at noon and went to Buckingham Palace to lunch with King George.

A communique was being drafted to announce their solidarity on questions ranging from Hitler's demand for colonies to Mussolini's desires in the Mediterranean and Japan's action in China.

The conferees, the premiers and foreign secretaries of the Paris and London governments yesterday endorsed the policy of non-intervention in the Spanish civil war. Today they examined their separate relations with Rome and considered the strategic improvement of Italy's position in the event of insurgent victory in Spain.

There was an air of optimism at No. 10 Downing Street, British Prime Minister Chamberlain's official residence, where the statesmen decided yesterday they were not ready under the circumstances to grant any of Germany's political or territorial demands.

Japan Seizing American Properties In Shanghai

Doing Same to Other Foreigners; It Is Same as if Mikado Took Over Control of San Francisco; It Is American Territory in Far Eastern Port

By CHARLES P. STEWART Central Press Columnist

Washington, Nov. 30.—Each succeeding dispatch from the Orient brings worse news than the last one. I mean worse news for Occidental countries with interests there.

The news is bad for the Chinese, too, but it has been bad for them all along. Now it hints that the Japanese are precipitating a situation which will affect Occidental nations seriously.

Japan's Next Step. It is all very well for America's peace advocates, for example, to argue that a war between two foreign powers, or among several of them, is none of Uncle Sam's business; that Uncle Samuel's proper policy is to remain neutral.

I myself feel that way about it. I sympathize with China against the Mikado. I believe most of us do. Nevertheless, I agree that it is not our

fight—as between Tokyo and Nanking.

But I never heard a Yankee neutrality enthusiast contend that we should permit Japan to seize control, say, of the San Francisco city government, and remain neutral. And Japan is endeavoring to do what virtually amounts to that in the Shanghai foreign settlement.

American Territory. Shanghai is a very big city. Part of its area is purely Chinese.

VIGOROUS PROTEST SENT TO JAPS BY AMERICAN CONSUL

Italian Authorities Also Protest Seizure of Two Ships Flying Their Flag

FRENCH ORPHANAGE BOMBED, 86 KILLED

150 Refugees, Four French Sisters and Five Chinese Sisters at Institution Reported Missing; Incident Occurred About Two Weeks Ago

Washington, Nov. 30 (AP)—The State Department withheld comment today on the reported seizure of an American launch by Japanese authorities at Shanghai, pending receipt of a full report of the incident from American consular officials.

Shanghai, Nov. 30.—(AP)—American Consul General Clarence Gaus protested to the Japanese consulate today after a Japanese naval crew seized an American-owned steam launch and lowered the craft's American flag.

The launch, owned by the China Foreign Steamship Company an American firm and agent of the Roosevelt Line, was seized as it lay along the French Bund.

It was understood Italian authorities also protested against seizure of two vessels flying the Italian flag. Earlier the French ambassador had said Japanese air bombs had destroyed a Catholic orphanage at Kashing and killed 86 Chinese children. He also said 150 refugees, four French sisters and five Chinese sisters, who were at the orphanage, were missing.

The report came as the Japanese continued their advance on Nanking. The Chinese defenders of the almost deserted capital were reported falling back to a line 40 to 60 miles east and southeast of the city, with Japanese columns in pursuit.

The orphanage bombing took place 15 days ago, but was reported today to Ambassador Emile Nagai by a French and Italian father, who walk-

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Settlement Claims Made N-S Railroad

Norfolk, Va., Nov. 30 (AP)—Judge Luther Way, of Federal district court, signed an order today providing for a final settlement of claims between the Norfolk Southern railway and the Atlantic & North Carolina Railroad growing out of the lease of the latter road by the Norfolk Southern railroad.

The Atlantic & North Carolina Railroad was returned by the Norfolk Southern to its owners in 1935. Most of the stock of the A. & N. C. is owned by the State of North Carolina, and the line extends from Goldsboro to Morehead City, N. C.

One provision in the order provides

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Roosevelt Asks Big Slash In Federal Highway Funds Allocated For State Aid

Tiniest Ocean Travelers



The world's tiniest ocean travelers are Helen and Hertha Coelln, who, with their sister, two-year-old Anna Margareta, sailed on the Europa for Schleswig-Holstein from New York. Their father, a resident of Davenport, Iowa, is sending them to relatives in Germany. The children's mother died soon after the twins were born. The 4-month-old twins are shown above, on board the liner.

Olive Branch Extended Government By Wall St.

President Gay Says, However, Experimentation in Management Would Be Dangerous

PLAN TIGHTEN UP ON GRAIN TRADING

Commodity Exchange Commission Writing New Chapter in Governmental Regulation of System; Corn Deal of September Under Investigation

New York, Nov. 30.—(AP)—The New York Stock Exchange, answering a recent warning to reform or face governmental intervention, was disclosed today to be considering the transfer of greater administrative responsibilities to executives acting under committee supervision.

In a statement regarded in informed quarters in Wall Street as an effort to extend the olive branch to Washington, Exchange President Charles Gay warned against excessive regulation and experimentation, and promised "when improved methods could be found by impartial study, the exchange would adopt them."

"We do not feel justified in undertaking mere experimentalations, because we know that the general public would pay the price of mistakes and the price must be high," said Gay last night in replying to the de-

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SEAMEN ACCUSED OF ATTEMPTED REVOLT

Indictments Returned at Baltimore Against 14 of Crew of U. S. Freighter

Baltimore, Md., Nov. 30.—(AP)—The Federal grand jury returned indictments today charging 14 seamen with "unlawfully, feloniously endeavoring to make a revolt" aboard the government-owned freighter Algic.

A second count in the indictment charges the seamen with "conspiracy to make such a revolt."

The trouble occurred last September 10 in Montevideo, Uruguay, in connection with a sitdown strike. Several other such strikes had occurred during the vessel's round trip voyage from Baltimore to South America.

Charges of mutiny were presented against the seamen when the Algic locked here several weeks ago. Three others who had left ship in South America were later arrested in New York and another in Jacksonville, Fla.

NORTH CAROLINA IS HAVING GOLD RUSH

Many Old Mines Reopened and Yielding Considerable Rich Ore

Daily Dispatch Bureau, to the Star-Walter Hotel.

Raleigh, Nov. 30.—Gold is on the way back in North Carolina and not since California in 1849 eclipsed this State's mines has there been so much gold fever among landowners.

Until the sensational discoveries on the West Coast, North Carolina was the nation's greatest gold-producing state. After almost a century of quiescence, prospectors are once more probing Carolina creekbeds and draining long-forgotten shafts. Today six large gold mines in this State are producing around \$200,000 worth of gold annually. Several smaller mines are expanding operations, and extensive drilling is under way on other gold-bearing properties.

As a result of present prospecting, additional mines are expected to be opened in the spring of 1938, says H. J. Bryson, State geologist and chief of the mineral resources division of the Department of Conservation and Development.

The most recent gold mine to go into full production is the Capps mine, Mecklenburg county, owned by a Toronto, Canada, syndicate. This company completed a new 100-ton cyanide mill a few weeks ago and went into production the last week in Novem-

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\$214 MILLIONS IN STATE AID TOTALS TO BE WITHDRAWN

Would Also Spread Over Two Years \$200 Million Also Authorized This Year

FUTURE ALLOTMENT WILL BE LIMITED

President Points to Appropriations Over Three Billion Dollars for Purpose Since First Federal Money Was Given More Than 20 Years Ago

Washington, Nov. 30.—(AP)—President Roosevelt asked Congress today to reduce greatly the immediate financial outlay for aiding the states in highway construction.

Asserting "definite steps" are necessary to balance the budget, Mr. Roosevelt proposed in a special message:

- 1. Cancellation of a \$214,000,000 apportionment authorized for distribution among the states during the 1938 fiscal year. 2. Spreading over the next two fiscal years a \$200,000,000 appropriation balance authorized for the present (1938) fiscal year. 3. A limit of \$125,000,000 annually on all public roads authorization for and after the 1940 fiscal year (compared to a total of \$238,000,000 each for 1938 and 1939). 4. Revisions of the Federal-aid highway law to eliminate a requirement that the Federal government apportion to the various states the annual amount authorized for appropriations. Mr. Roosevelt pointed out since enactment of the first Federal aid highway act in 1916 more than \$3,100,000,000 of regular and emergency appropriations have gone from the

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Greyhound Ultimatum To Drivers

Cleveland, Ohio, Nov. 30.—(AP)—Remaining firm on their stand against a closed shop contract, Greyhound Bus Line officials fixed noon Wednesday as the deadline for striking bus line drivers to return to work or be considered as having resigned from the service.

Comparative quiet prevailed over the extensive strike area as John Connors, Federal labor conciliator, resumed his peace efforts between company and union officials.

T. J. McGrath, brotherhood attorney, asserted brotherhood members

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FARMERS GET OWN FERTILIZER PLANT

Huge Enterprise at Norfolk To Be Formally Opened Week Hence

Raleigh, Nov. 30.—North Carolina farmers, some 350 strong and from all sections of the State, will go to Norfolk, Va., on December 8 for the official opening of one of the largest farmer-owned fertilizer plants in the world. M. G. Mann, general manager of the Farmers Co-operative Exchange, said here today.

The plant, which is owned by patrons of the Farmers Co-operative Exchange and of the Southern States Co-operative, and which will manufacture open-formula fertilizers according to college-approved formulas, displays this sign prominently: "Farmers have brought and paid for many fertilizer plants in the past, but this

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Advertisement for a Christmas sale: '24 DAYS TILL Christmas SHOP EARLY'