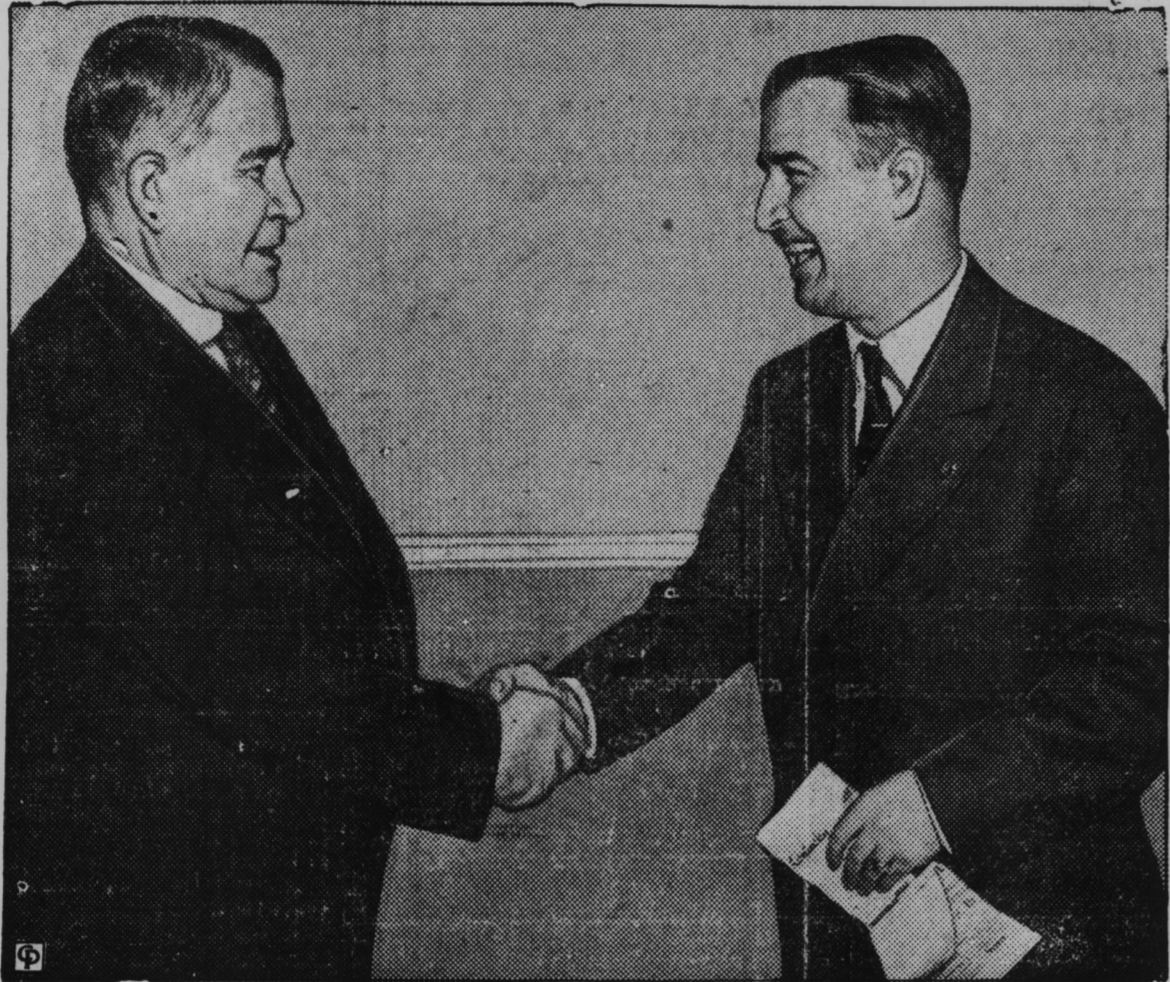


BORDER TOBACCO AVERAGE 26 TO 30 CENTS

Japan Offers Settlement To Soviet Russia

WHICH ONE WILL BE VICTOR IN KENTUCKY RACE?



Alben W. Barkley, left, and A. B. (Happy) Chandler shake hands

Utilities Holding Firms Ordered To Offer Plans

Dec. 1 Is Deadline Fixed; Burke Says Roosevelt Can't Win Third Time

Washington, Aug. 4.—(AP)—The Securities Commission made public today a letter in which it asked 66 public utilities holding companies to submit to integration and simplification plans by December 1, 1938.

Chairman William Douglas said formally that the integration and simplification provisions of the holding company act have been in effect since January 1. By December, he added, eleven months will have passed since that date, and more than three years will have elapsed since the enactment of the statute.

"I expressed the hope in a speech before the annual meeting of the American Bar Association at Cleveland on July 26, last," Douglas said, "that before the year is out we will obtain from the various parts of the industry their plans and programs so we can chart our course accordingly."

"The purpose of our communications x x x is to give formal effect to that expression."

Other developments: Chairman Sheppard, Democrat, Texas, of the Senate campaign expenditures committee, said that if any criminal violations were disclosed by committee investigators they would have to be reported to the proper authorities for prosecution.

Senator Burke, Democrat, Nebraska, asserted that President Roosevelt would be defeated if he sought a third term. A foe of the President's reor-

(Continued on Page Three.)

Heat Waves Grip North Hemisphere

Europe and Asia Suffering With United States in Torrid Temperatures

(By The Associated Press.) A general heat wave gripped the northern hemisphere today, with the United States experiencing its full share of sultriness and general high temperatures.

Maine, Texas, California and the Dakotas saw the mercury reach up into the 90's, and intermediate readings were generally equally hot.

The meteorological map showed three atmospheric highs over the na-

(Continued on Page Two.)

Hull Works On



Cordell Hull busy in capital

While other members of the president's official family and even the president himself vacation in other climes, Secretary of State Cordell Hull works on in Washington, braving the heat. Hull, shown en route to his office, is considered one of the most energetic of government officials.

—Central Press

Hot Election Is Under Way In Tennessee

Nashville, Tenn., Aug. 4.—(AP)—Tennessee voters marked ballots today for a United States senator, governor and utilities commissioner in a Democratic primary devoid of outstanding political issues, but important as a testing ground for two powerful political factions.

Interest aroused in the fight be-

(Continued on Page Three.)

Corrigan Puzzled About His Future

S. S. Manhattan, at Sea, Aug. 4.—(AP)—Douglas Corrigan, only a little less important in the minds of Irishmen today than Brian Boru and others, grinned with pleasure today as he stood at the rail of this New York-bound liner and looked forward to the welcome awaiting him.

The ship moved at half speed through fog. Corrigan was in a fog, too, or at least he said he was, as he remembered all that has happened to him in the month past—the flight in the old crate from California to New York, the take-off for home, and his surprise at finding himself in Dublin—of all places.

He knew, of course, what waited him in New York, for he had got more than a dim idea of New York's frenzied greetings a couple of days before he started his wild trans-Atlantic flight, when the city went a little barmy over Howard Hughes and his four world-circling companions.

Earmarking Of New Fund Is Unlikely

Governor Prefers Lump-Sum Appropriation for New State Buildings

Daily Dispatch Bureau, In The Sir Walter Hotel. Raleigh, Aug. 4.—Next week's special session of the General Assembly is quite unlikely to earmark funds for which State bond issues will be made and PWA grants sought. On the contrary, whatever bond issue is eventually authorized will probably be in a lump sum, with some discretion left to the governor and the Budget Bureau as to the projects to which it will be applied.

Governor Clyde R. Hoey said today he has told the Budget Bureau that whatever course they follow in this respect will be "satisfactory," but he added that he personally preferred a

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TWO PRISONERS AT CALEDONIA ESCAPE

Raleigh, August 4.—(AP)—Oscar Pitts, State prison supervisor, said today two Caledonia prisoners escaped yesterday from under the guns of guards, but on was quickly captured. H. H. Hayes, convicted in Caldwell in 1936, and given 15 to 20 years for robbery with firearms, was the man caught, Pitts said, while a search was still under way for Herman Thomas, given eight to ten years in Robeson county in 1936 for a similar crime.

Soviet Border Chief



Marshal Vassily Bluecher ... commands Soviet army

Marshal Vassily Bluecher, commander of the Soviet Far Eastern army, now figures in the news because of the new border clashes between Japan and Russia on the Siberian-Manchukuoan border. Principal point in the frontier dispute is Changkufeng, where fighting has been going on. Russia charges violation of territory.

—Central Press

Municipal Spending To Be Opposed

PWA Will Buy 'Good' Local Bonds as Well as Donate 45 Percent of Funds

Daily Dispatch Bureau, In The Sir Walter Hotel. Raleigh, Aug. 14.—State Senator H. P. Taylor, of Anson, said today that the special session of the General Assembly will "last all August" if the North Carolina League of Municipalities tries to put through the so-called "Ickes bills" in the same form as they were introduced into the 1937 regular session.

"If they introduce bills which permit the municipalities of North Caro-

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Earle's Balk Of Probe Is Boomerang

By CHARLES P. STEWART Central Press Columnist

Washington, Aug. 4.—Governor George H. Earle of Pennsylvania, in spiking a grand jury investigation of administration, makes out a pretty good case—theoretically.

He made it out, however, at a rather unfortunate juncture. There is to be an investigation anyway, it is true, but it will not be a grand jury inquiry; it will be a legislative quiz. Now, the governor's political party is dominant in the Pennsylvania legislature; it might not be able to dominate an inquisitorial grand jury.

Of course the Earle administration may not need to be whitewashed, but if any whitewash does happen to be needed, the legislature is

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WEATHER

FOR NORTH CAROLINA. Partly cloudy and somewhat unsettled tonight and Friday; scattered thundershowers in northern portion this afternoon and possibly in extreme south central portion and near south coast Friday.

Resolutions By Russians Pledge Help

Soviets Offer All Aid to Government; Japan Proposes Full Withdrawals

Tokyo Aug. 4.—(AP)—The Japanese government proposed to Soviet Russia today the cessation of hostilities on the Siberian-Manchukuoan border and terms for settlement of their dispute.

The foreign office announced today the proposal was made by the Japanese vice minister of foreign affairs in a two-hour conference with the Soviet charge d'affaires. At the same time, the two nations exchanged stern protests over the border conflict.

It said the Japanese vice minister offered the Soviet Russian official a settlement based on a "broad view of the situation." The terms were not announced, but were understood to include:

- 1. Japan to withdraw from the territory around Changkufeng hill, near the junction point of the Siberian-Manchukuoan Korean frontiers, where fighting has been going on sporadically since Sunday.
2. Russia not to undertake to reoccupy the area.
3. A neutral zone to exist pending demarcation of the frontier by a commission.

Meanwhile, the sharp fighting continued in the "unofficial" war on the Siberian frontier.

HUNDREDS OF THOUSANDS OF RUSSIANS PLEDGE AID

Moscow, Aug. 4.—(AP)—Hundreds of thousands of Soviet Russians sign-

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Maytag Mill Opens Under Guards' Guns

Newton, Iowa, August 4.—(AP)—Maytag CIO union members capitalizing to the demand of Governor Nelson Kraschel, joined back-to-workers in entering the Maytag plant at noon today for the resumption of operations.

Iowa National Guardsmen, strengthened by 200 fresh troops, prepared to open the strike-locked Maytag factory as the possibility of a clash between Federal vs. State authority over a National Labor Relations Board hearing vanished.

Around the Newton factory the number of sentry posts had been increased and the strength of reserves augmented.

Troops from Des Moines, Washing-

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ROAD IS APPROVED IN DUPLIN COUNTY

Raleigh, August 4.—(AP)—L. W. Payne, assistant highway engineer, said today the Federal Road Bureau had approved for inclusion in the August 30 letting the paving of 5.17 miles of a county road from south of Rose Hill to north of Wallace in Duplin county.

Floods Might Halt Advance Of Japanese

Shanghai, Aug. 4.—(AP)—Yangtze river floods threatened today to block the Japanese advance upstream toward Hankow, the provisional capital.

Broken dykes, 30 miles above Kiukiang, were said by the Chinese to have caused the inundation of large areas on the north bank.

Chinese military sources believed the flood sufficient to force the Japanese to realign their offensive by making a wide sweep through Anhwei province, and striking at Hankow from the north or northeast, instead of from the south or southeast. That would make, them march through an extremely difficult mountainous region.

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Her Tragedy



Hazel Hurst Smith ... dog barred in England

Denied permission to land with her "seeing eye" dog, Hazel Hurst Smith, blind girl of Oneonta, N. Y., planned to return to America without setting foot in England. The British ministry of agriculture would make no exception to its rigid rule that all dogs entering Britain must be kept in quarantine. "Kings and princes have been refused," an official of the department said. Miss Smith, who has traveled more than 80,000 miles on lecture tours, said that "this is the first time in my life I ever have felt really blind."

Graham Asks \$4,517,500 At University

Nearly Half Entire State Building Program Sought for Three Units

Raleigh, August 4.—(AP)—President Frank Graham of the University of North Carolina asked the Advisory Budget Commission today to recommend to the legislature next week that \$4,517,500 worth of building be authorized for the three units of the institution.

The commission was given requests for buildings totaling \$14,685,621.84 by representatives of various State institutions, and then Chairman Frank Dunlap, of the highway commission, said it could use up to \$4,000,000 eliminating dangerous curves and bridges and widening narrow roads.

A reversal resulted in announcement

(Continued on Page Two.)

FIRST FATALITY AT GUARDSMEN'S CAMP

Biloxi, Miss., Aug. 4.—(AP)—The first fatality to the Third Army maneuvers occurred today. A. E. Bailey, of Augusta, Ga., private first class, Battery D, 2nd Battalion, 85rd Field Artillery, died of a broken neck suffered in a dive from a pier railing into two feet of water in Mississippi Sound. He was stationed at Fort Bragg, N. C.

STATE ABC AGENTS HELPING IN RAIDS

Raleigh, August 4.—(AP)—Cutler Moore, chairman of the State ABC board, reported today three law enforcement agents of the board had participated in Washington county raids which led to the destruction of three whisky plants and arrest of seven persons charged with illegally handling whisky.

Moore said the persons arrested would be tried Tuesday. He said the agents of the State board had recently cooperated with law enforcement officers in Nash and Wilson counties in breaking up illegal handling of whisky.

Growers Are Satisfied At Prices Paid

Record Heavy Offerings in Some Markets; Keen Competition by Buyers

Florence, S. C., Aug. 4.—(AP)—Under the spur of good prices and heavy volume, delight rode hard the chant of auctioneers today at the opening sales of tobacco warehouses in the 16 Border Belt towns of the Carolinas. Growers estimated prices ranged close to 30 cents a pound, or about the same as at the opening last year.

Offerings broke opening day records on several markets. Grumbings from farmers over allotments under the new crop control law were heard at several markets, however, and at Timmonsville officials reported growers complained more of this than of prices paid. Prices ranged from 22 to 32 cents there.

Fairmont, N. C., reported the heaviest offerings in history. Supervisor C. B. Stafford estimated prices at an average of 27 cents.

At Lumberton, N. C., prices averaged for ten piles picked at random averaged slightly over 25 cents. Growers said offerings, which were exceptionally heavy, brought prices about the same as last year.

No tickets had been turned on the Tabor City, N. C., market at noon. Prices were estimated unofficially to average 27 1-2 cents. Offerings were of a better grade than last year.

Florence, S. C., Aug. 4.—(AP)—The bulk of early offerings on the first of the 16 Border Belt tobacco markets to report today were in the 26 to 30 cents range.

Growers, hearing the auctioneers chant the first prices in the Carolinas on the 1938 bright leaf crop, appeared satisfied as higher grades brought as much as 40 cents a pound. Lugs were selling below the six cents mark generally. Offerings broke opening day records on several markets.

At Darlington, officials reported offerings were heaviest in history. Approximately 500,000 pounds were on the floors. Opening sales there averaged 26.05 cents.

Keen competition between buyers

(Continued on Page Two.)

TWO MEN HELD IN SLAYING IN WAKE

Will Be Questioned in Death of Mrs. Annie A. Kidd Near Raleigh on July 21

Raleigh, August 4.—(AP)—Acting Coroner Roy Banks said today two men booked as W. B. Hulon, 66, and J. E. Hulon, 26, had been placed in the Wake county jail for questioning in his investigation of the killing July 21 near here of Mrs. Annie A. Kidd.

Banks said the men were arrested at Snow Hill, and were brought here late yesterday by deputies.

Mrs. Kidd was found dead near her home. Her face was lying in a small pool of water. An autopsy, Banks said, revealed the woman had been hit on the head with a blunt instrument.

A. C. L. HEARING IS DELAYED TEN DAYS

Raleigh, August 4.—(AP)—A hearing on a petition of the Atlantic Coast Line railroad for discontinuance of eight Eastern North Carolina passenger trains will be resumed August 15. Utilities Commissioner Stanley Winborne adjourned the hearing yesterday after the line's witnesses testified the routes had not shown a profit for years.

Still Thinks Deane Winner For Congress

Daily Dispatch Bureau, In The Sir Walter Hotel.

Raleigh, Aug. 4.—Your correspondent is already too far out on a limb in the matter of predicting the result of the Deane-Burgin Congressional row in the eighth, but action of W. A. Lucas, chairman of the State Board of Elections, in calling the board to meet in Rockingham Saturday to consider Burgin charges indicates that as matters now stand, the Richmond county man is in front on the basis of returns after they have been purged by the State Board.

If this were not so, there would be little point in having the Rockingham session. Mr. Lucas has finished

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