

## HOEY ASKS FOR \$4,626,000 OF STATE BONDS

### Mississippi Plays at War



If we didn't know they were just playing, the grim faces of these three machine gunners might give us a scare. They have set up their gun in a canebrake near Higgins, Miss., and are members of the 6th Cavalry, Fort Oglethorpe, Ga., participating in the third army maneuvers. (Central Press)

## 1938 Cotton Crop Put At 11,988,000 Bales Total

### Lindberghs Fly Paris To London

Lympe, England Aug. 8.—(AP)—Colonel and Mrs. Charles A. Lindbergh landed at Lympe airport today in a flight from LeBourget airport, Paris.  
They had left LeBourget at 10:50 a. m. (4:50 a. m. eastern standard time).  
The flier and his wife passed through the customs immediately after landing and then proceeded to Reading, where the colonel's airplane was built. It was understood he would have certain repairs and alterations on the plane made there.

## Maxwell For Improvement Of Highways

Greensboro, Aug. 8.—(AP)—Revenue Commissioner A. J. Maxwell told the North Carolina Motor Vehicle Dealers Association here today that a progressive program of highway improvement is an essential part of a program of highway safety.

A large part "of our excessive accidents and fatalities," Maxwell said, "is due to imperfections in our highway system."

Motor vehicle registration in the State has increased 50 percent in five years, Maxwell said. The vehicles travel on "thousands of miles of hard surface roads that never have been finished. A narrow road with rutted dirt shoulders is not a finished job and never can be finished with dirt shoulders. These roads should be finished with a crushed stone bituminous shoulder.

Flat curves should be reconstructed, said Maxwell, under whose department is the highway safety division.

## Russia Finds Revolt Plot

Moscow, Aug. 8.—(AP)—An amazing revolution plot to separate the Asiatic republic of Azerbaijan from the Union of Soviet Socialist Republics was revealed with publication in a Baku newspaper of the indictment of 14 state officials. Twelve of the 14 have confessed, according to the report from Baku, capital of the republic, which is in southeastern Russia, bordering the Caspian Sea.  
The paper said the officials sought to create discontent and start an armed revolt by spreading disease germs among livestock; by preventing the mating of domestic animals, particularly horses; to reduce their number because they are important for military preparedness.

## Total Is 6,958,000 Bales Under 1937; Prices Drop on Crop Estimates

Washington, Aug. 8.—(AP)—The Federal Crop Reporting Board forecast today an 11,988,000-bale cotton crop for 1938, an estimate 6,958,000 bales below last year's production, and smaller than any crop since 1935.

The AAA awaited price reactions from the estimates to determine whether loans will be mandatory under the new farm act.  
A loan program is required to be established under the law if the average price on the principal markets falls below 52 percent of parity, or about 8.27 cents a pound on the basis of the present parity figure of 15.9 cents a pound.

The price on the principal markets averaged 8.49 cents Saturday, compared with 8.63 cents a week earlier. After the usual recess, while awaiting the report today, December contracts reopened on the New York Cotton Exchange at 8.34 cents, compared with the day's opening of 8.44 cents.

The AAA has authority to fix the cotton loan rate if a loan becomes necessary, between about 8.27 and 11.92 cents a pound.

The crop reporting board's estimate of average yield for 1938 was 217.9 pounds per acre, 49 pounds less than the 1937 crop. The estimate was based on the condition of the crop August 1, which was 78 per cent of a normal, and on the area in cultivation July 1, less the ten-year average abandonment, which was estimated at 26,347,000 acres.

The condition of the crop August 1, the indicated acre-yield and the indicated total production, by states, included:

North Carolina, 68, and 240 and 453,000.

Other developments included: The National Emergency Council will make public its report on economic conditions in the South Wednesday, the day before President Roosevelt's birthday.

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## Clashes of States With Federal Power Becoming Serious Issue For U. S.

By CHARLES P. STEWART  
Central Press Columnist

Washington, Aug. 8.—The federal government and the governments of two separate states have come pretty near to actual physical clashes in the last few days.

The two states were not united, as the southern states were in the 1860's. Nevertheless, quite an exciting situation is created when the authorities of an individual state warn the authorities of the United States, to keep out of that state's local affairs, or, in effect, take the consequences. For two states to do it at once is all the more exciting.

The states, as we know, were Tennessee and Iowa.

## Japs Claim Soviets Defeated

### Russians In Full Retreat To The North

Meantime, Moscow Warns Japan of Dangers of Real War, and Lays Down Terms for Peace; More Determined Fighting Promised

Tokyo, Aug. 8.—(AP)—The foreign office said today Soviet forces had been repulsed in a heavy engagement on the slopes of Changfukeng hill, disputed point on the Manchoukuoan-Siberian border.

An army communique said the Russians were in a general retreat to the north.

The battle, beginning about 6:30 a. m., followed an intensive Russian artillery bombardment which had lasted all night. Russian and Japanese forces were said to have clashed in bitter hand-to-hand fighting when the former rushed Japanese positions 200 yards from the summit of the heights.

"Casualties on both sides are expected to be heavy," the foreign office said. This statement came shortly after one from the war office declaring there had been no hand-to-hand fighting during the week, and denying reports from Moscow that Changfukeng had been recaptured by the Soviets.

### RUSSIA WARNS JAPAN OF MORE SERIOUS ATTACKS

Moscow, Aug. 8.—(AP)—Soviet Russia has warned Japan of more determined military action to repel attack, advised her to weigh carefully the danger of a real war, and laid down the terms upon which Russia is prepared to accept a truce in the Siberia.

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## Jap Warcraft Destroyed By The Chinese

Shanghai, Aug. 8.—(AP)—Chinese announced today their bombing planes had sunk three and damaged four of an estimated 90 Japanese war craft concentrated in the Yangtze river 110 to 150 miles down river from Hankow.

Furthermore, the Chinese asserted the Japanese advance up the river had been definitely halted by "counter attacks and floods."

Hundreds of Japanese were reported killed on the north bank of the Yangtze. Fighting on land centered about 110 miles from Hankow, the provisional Chinese capital and goal of the Japanese campaign.

Despite the Chinese lists of successful attacks, there appeared no change in major positions. Japanese planes bombed Nanchang, the Chinese air base and reported two direct hits.

Insurgent dispatches said they had discovered secret negotiations indicating a plot to set up an independent south China government in close cooperation with Japan.

Neutral sources had no confirmation of the report.

### New Dealer Barkley Is Winner



Senator Alben W. Barkley



Gov. A. B. Chandler

Senator Alben W. Barkley, left, defeated Governor Chandler in last Saturday's senatorial primary in Kentucky by some 38,000 votes. Barkley had the full support of the Roosevelt administration against the governor. Nearly 400,000 votes were cast in one of the state's most hotly-contested election fights, which included one or more fatalities.

## Senate Victory Conceded To Barkley by Chandler In Congratulatory Wire

Frankfort, Ky., August 8.—(AP)—Mrs. A. B. Chandler, wife of Kentucky's governor, today blamed her husband's defeat in Saturday's senatorial primary on what she said was Federal money spent in Kentucky.

"Happy's" defeat was caused by the \$250,000,000 to \$300,000,000 of Federal funds spent or promised in the campaign," she said.

The State's first lady expressed a wish the governor "would get out of politics."

"You know you can't make any money in politics, especially when you are a psychopathic case of honesty like Happy is," she added.

"You can tell the world," Mrs. Chandler said, "that if Kentucky doesn't want Happy, I surely do."

Frankfort, Ky., Aug. 8.—(AP)—Governor A. B. Chandler today conceded the senatorial nomination to Senator

Alben W. Barkley. In a congratulatory telegram to Barkley, the governor said: "I have no excuses, alibis or regrets."

Chandler promised Barkley, his "active" support in the November General election.

### COUNTING OF BALLOTS IN SATURDAY VOTE RESUMED

Louisville, Ky., Aug. 8.—(AP)—Kentucky resumed counting ballots in Saturday's primary today with Senator Alben W. Barkley holding a decisive lead over Governor A. B. Chandler of some 58,000, with the count so far giving 245,045 votes to Barkley and 166,780 for Chandler.

Five Democratic and one Republican representatives were leading in their races. Three others, all Democrats, were without opposition.

On the basis of returns, Barkley will be opposed for election in November by John Haswell, an attorney who apparently won the Republican nomination.

## Insurgents In Spain Win Bloody Fight

Hendaye, France, Aug. 8.—(AP)—The Spanish insurgents reported today that the government flank on the entire Catalan front had been wiped out in one of the most powerful assaults of the war.

Dispatches from Zaragoza said 4,000 government militiamen had been killed and an equal number captured. Four thousand others would be unable to fight their way out of a trap, the dispatches said.

The counter offensive was reported to have cleared the west bank of the Ebro river of government troops from Mequenza to Fayon, ten miles to the south.

It was in this sector that the government drive launched July 24 carried the militiamen so far to the west in Catalonia that they threatened General Franco's vital rear guard town, Caspe, supply center of his Ebro battle line.

A government communique admitted only the loss of some heights north of Fayon, declaring all other attacks on the northern flank had been repulsed.

Insurgent dispatches said small streams, mountain paths and trenches were choked with government dead, while many hundreds of bodies floated.

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## WEATHER

FOR NORTH CAROLINA.  
Partly cloudy tonight and Tuesday, possibly light showers in extreme north central portion.

## Decision Of Board Ready On Tuesday

State Election Body To Name Congressional Winner in the Eighth

Charlotte, Aug. 8.—(AP)—The State Board of Elections, making speedy progress toward clearing up a mass of affidavits and data relating to alleged irregularities in the eighth congressional district run-off primary, announced today the winner would be declared tomorrow.

Chairman W. A. Lucas said the board would leave for Raleigh late this afternoon and announce the nominee from the capital tomorrow. Earlier Lucas had predicted the board's lengthy probe would be completed by Thursday.

Lucas said the board had been making "good progress" in assimilating the affidavits, counter-affidavits, but as yet had made no attempts to tabulate any votes.

"We are merely finding the facts and are making no count," the chairman said.

"The first information the members of the board will have about who won is after tabulation is made in Raleigh. I haven't the slightest idea of the way the count will go, and I believe no other member of the board has, either."

The board also has under advisement charges of election irregularities in the fourth and six congressional races, and the Avery county sheriff's race. Lucas said decisions on these matters also would be made at Raleigh tomorrow.

## FRANKFURTER FOR COURT ARVOCATED

Senator Norris Issues Open Letter to President Roosevelt for Harvard Expert

Waupaca, Wis., August 8.—(AP)—In an open letter to President Roosevelt, United States Senator George Norris, Independent, Nebraska, today urged the appointment of Felix Frankfurter, advisor to the President, and a professor of law at Harvard, as justice of the United States Supreme Court to succeed the late Justice Benjamin Cardozo.

The Nebraska liberal issued the statement from his summer home near here.

"There is no man now in the public eye who so fully represents the philosophy of the government of Justice Oliver Wendell Holmes and his successor, Justice Cardozo, as does Frankfurter, Senator Norris stated.

## Boston Grets Doug Corrigan

Boston, Mass., Aug. 18.—(AP)—His Irish eyes smiling, Douglas Corrigan dropped in today on the city he visited seven years ago "flat broke"—this time to receive the acclaim of thousands for the courage that took him across the Atlantic on a "wrong way" flight.

From New York, where he won the hearts of Gothamites, he came here aboard a big air liner, a far cry from the ancient \$900 "crate" in which he of his forefathers "by mistake."

The "luck of the Irish" brought Boston a perfect day for the seldom, if ever, equalled reception for the daring young man of the flying machine, and the air liner's compass, unlike the one Doug would have it he believed was responsible for his "error."

From throats of thousands swelled a mighty roar of welcome as Captain Walter Hughes set down the transport at East Boston airport, and thousands more lined the narrow twisting streets to wave a greeting to Corrigan, as he passed in parade.

## Entire Cost For Program \$8,750,000

Extra Session of Legislature Also Asked To Permit Local Units To Take WPA Funds; Asks \$75,000 To Join in Worlds Fair Next Year

Raleigh, August 8.—(AP)—Administration forces overrode opposition today at the special session of the General Assembly convened and secured passage in both houses of a resolution limiting business to that proposed by the governor.

The Senate, on an oral vote, approved the resolution after once rejecting it by a one-vote margin after the expressed desire of members to do something about absentee voting laws.

The heated eighth district congressional contest, in which the apparent nomination of W. O. Burgin, of Lexington, is being contested by C. B. Deane, of Rockingham, on grounds that irregularities in Richmond county absentee votes.

The House members adopted the "gag" resolution after Representatives Walter Murphy, of Rowan, spoke in opposition. There was a good oral vote in opposition, but Speaker Cherry ruled the "ayes" had it.

Senator James A. Bell, of Mecklenburg, was elected president protem of the Senate to succeed A. Hall Johnston, of Buncombe, who resigned when he was appointed a superior court judge.

Raleigh, Aug. 8.—(AP)—Governor Hoey asked the special session of the General Assembly today to authorize issuance of \$4,626,000 in State bonds, so that PWA funds may be secured for two new State office buildings here and to enable State institutions to get new facilities in a building program approximating \$8,750,000.

The governor also requested passage of a measure to enable municipalities

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## Spencer Girl Auto Victim

Salisbury, Aug. 8.—(AP)—Daisy Morgan, 17, of East Spencer, was almost instantly killed near here early Sunday morning when the car in which she was asleep on the back seat was struck by one which officers said was driven by B. F. Ledford, of Greensboro, at a highway intersection.

Her neck was broken by the impact. Ledford is under bond pending a hearing August 12.

Miss Morgan was in a car driven by Minnie Duncan, of Kannapolis, with several Bear Poplar people as passengers. They were returning from an all-night trip to South Carolina to bring home a sick relative.

## Legislature Is Quick To Start Work

Daily Dispatch Bureau, In The Sir Walter Hotel.  
Raleigh, Aug. 8.—The General Assembly which convened here at noon today for an extra session, did so without any of the lost motion and lengthy preliminaries usually associated with the first sitting of the State's law-makers.

This quick getting down to business was accounted for only in part by the obvious determination of members to transact the business for which they were called into session and get it over with. The chief time saver was the fact that this session called for no organization caucuses, no election

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## Court Bans Pennsylvania Probe

Harrisburg, Pa., Aug. 8.—(AP)—Week-old laws giving the Pennsylvania legislature precedent over the grand jury in investigating charges against State officials were declared unconstitutional today by Judge Paul Schaeffer.

Judge Schaeffer, placed in charge of the grand jury inquiry by the State

Supreme Court, also refused to permit Attorney General Guy Bard to supersede District Attorney Carl Shelley in conducting the investigation into charges of conspiracy to defraud the commonwealth.

The charges first hurled in the recent Pennsylvania primary campaign, were directed against Governor

George Earle, Democratic nominee for the United States Senate, and 13 associates.

The bill suspending the grand jury inquiry and placing the investigation in the hands of a committee of the House of Representatives was part of a program the Earle administration pushed through a special session of the legislature in one week.