

## NEW YORK SUBWAY CRASH FATAL FOR TWO

### Shanghai Is Threatened By Outbreak

#### Chinese Guerrillas Battle Japanese Near International Settlement Area

Shanghai, Aug. 22.—(AP)—Fighting came ominously close to Shanghai again today when 1,000 Japanese soldiers and bands of Chinese guerrillas came to grips in the western border of the city.

The battle, which began before dawn, and quickly enveloped the western edge of an area where Shanghai's big airport is located, was the largest in the Shanghai area since the Japanese captured the city last November.

Scores of foreign residents in that area were endangered, many rushing to the international settlement for safety.

The guerrillas, believed, about 500, were apparently well armed with machine guns and rifles, and were maintaining constant fire. Dozens of Japanese trucks, loaded with reinforcements, raced westward through the outer portion of the international settlement to take up the battle after the regular outposts were unable to cope with the attack.

Shortly after the battle started, Japanese closed that area to civilians to entry or exit.

### Stock Trading Unusually Dull

New York, Aug. 22.—(AP)—Rallying power faded from the stock market today and dealings dwindled to the lowest total for a full session in more than two months. With the ticker tape at a dead stop for more than a minute at the time, transfers approximated only 350,000 shares, the smallest turn-over since June. Bonds were mixed and major commodities on the whole were in arrears.

American Radiator	15 3-8
American Telephone	142 5-8
American Tob B	87 1-2
Anaconda	31
Atlantic Coast Line	24
Atlantic Refining	23 1-4
Endicott Aviation	23 1-8
Eschschm Steel	58 1-2
Chrysler	72 1-2
Columbia Gas & Elec	6 1-2
Continental Oil	9 1-2
Curtiss Wright	5 1-2
DuPont	130 1-4
Electric Pow & Light	10 3-8
General Electric	42
General Motors	47 1-4
Liggett & Myers B	100
Montgomery Ward & Co	46 1-2
Reynolds Tob B	42
Southern Railway	13
Standard Oil N J	54 1-2
U S Steel	58 3-4

### 99 Percent Of N. C. Farms Get Benefits

Raleigh, Aug. 22.—Approximately 99 percent of North Carolina farm land is this year covered by work sheets of the federal soil conservation program, according to E. Y. Floyd, of State College, head of the AAA set up in North Carolina.

This is a distinct gain over last year, with 256,000 farms covered this year against 143,000 last, according to Mr. Floyd. These work sheets qualified the farms for participation in the program and entitled the owners to payments under the AAA soil conservation program.

Last year farmers who cooperated earned about \$9,350,000 in payments, Floyd said. Through August 13 checks for \$8,893,691.05 had been distributed to beneficiaries, and checks for the remaining \$458,300 are in process of being distributed, batches being sent out by mail daily.

In view of the greater number of farms covered by work sheets in 1938, Floyd estimates, North Carolina farmers should be able to earn considerably more this year than they did in 1937 if they carry out all the practices recommended.

Payments are made on a basis of compliance with soil conserving rules and regulations laid down by the AAA.

Under the program, farmers are offered payment for regulating their acreage of soil-depleting cash crops and for carrying out soil building practices like terracing, applying lime and phosphate, reseeded pastures where needed, growing legumes, and turning under green manure crops.

### Crisis Quickly Met In French Cabinet After Resignations

#### Reconciliation?



Count and Countess Reventlow ... together on another day

Will they make up? That question is asked by friends of Count and Countess Kurt Haugwitz-Reventlow—she is the former Barbara Hutton, the Woolworth heiress—following the couple's surprise meeting at Venice, Italy. The Woolworth heiress recently obtained a legal separation in the Danish courts.

—Central Press

### Fight Heads To High Court Over Congress

Raleigh, Aug. 22.—(AP)—Counsel for W. O. Burgwin, of Lexington, charged in Wake Superior Court today that "threatened action" of the State Board of Elections would make North Carolina Democratic primaries safe for Republicans.

All doubt that the elections dispute finally would be settled by the Supreme Court was dispelled when Judge W. C. Harris overruled a demurrer, brought by the State board, which asked dismissal of Burgwin's complaint.

The judge's decision, attorneys said, was a move to expedite appeal to the Supreme Court. Attorney General Harry McMullan, representing the State Board, quickly noted an exception.

Burgwin is seeking a mandamus to force the State board to certify him as the Democratic nominee for the United States House of Representatives from the eighth congressional district. The board has maintained that C. B. Deane, of Rockingham, led Burgwin by 23 votes at the July second primary.

Burgin's attorneys stated their client won the nomination on the basis of returns originally certified by county boards of elections, and that the State board exceeded its rights in "demanding and coercing" county boards to change the original returns.

J. C. B. Ehringhaus, attorney for Burgwin, said the State board was required to certify returns submitted

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### SPRING HOPE MAN GETS FBI ADVANCE

Dwight Brantley, Long in Service, Succeeds Reed Vetterli in New York Office

New York, Aug. 22.—(AP)—Reed Vetterli, special agent in charge of the New York office of the Federal Bureau of Investigation, today resigned his position to enter private business. He was succeeded by Dwight Brantley, who until last Thursday was agent in charge of the Kansas City office of the FBI.

Brantley, who was born in Spring Hope, N. C., and has been with the FBI since November, 1924. He was agent in charge at Kansas City until February, 1937, coming east only last week.

### 40 - Hour Week In French Industry An Issue in Retirement of Two Ministers; Means Trouble for Daladier When Parliament Comes Back

Paris, Aug. 22.—(AP)—Two of Premier Daladier's cabinet ministers resigned suddenly today, bringing on a crisis over the premier's plan to abolish the 40-hour week in French industry. L. Frossard, minister of public works, and Paul Ramadier, minister of labor, gave up their posts in a surprise move.

The premier met the threat to his ministry's life by patching up his cabinet within two hours, naming Deputy Anatole de Monzie, his close friend, minister of public works, and Deputy Charles Pomaret minister of labor.

Both new ministers belong to the same party as those who resigned. The small socialist union group, more conservative than but closely allied with the larger socialist party, was chiefly responsible for enactment of the 40-hour law in 1936.

Although the premier must face a determined assault from the extreme left party when Parliament convenes in November, his quick success in replacing the men seemed to remove any immediate danger of his fall.

Presence in the cabinet of the new men, whose names Daladier submitted to President Lebrun—a move equivalent to confirmation—assured the premier of the same delicate balance of parties which has held his ministry firm since it was formed.

The resignations marked the first open rift in the "national defense" cabinet since they took power April 10.

### BUTCHER FREED OF BLAME IN KILLING

Thomas Moore, of Washington, N. C., Ran Down Isaiah Creel on Sunday Night

Washington, N. C., Aug. 22.—(AP)—A coroner's jury of six men took less than an hour today to exonerate Thomas Moore, butcher at Windley's meat market here, and driver of the automobile which was said to have struck and killed Isaiah Creel, 25, Negro service station attendant, as he walked along highway 50, about two miles from this city, at 10:15 last night.

The Negro, employee of a service was said by investigating Patrolman C. Williams Thompson to have suffered a compound fracture of the skull and at least a triple fracture of the right arm, when he was struck down by the Moore machine and it took to the left side of the highway. The Negro died almost instantly.

### LENOIR MAN ADMITS SHOOTING OF WOMAN

Kinston, Aug. 22.—(AP)—State Highway Patrolman J. K. Clay said today Grover Wilkins, 40, had confessed the shotgun slaying of Mrs. Willie Davis, 24, near Deep Run, Saturday night. Mrs. Davis was fatally injured by a charge fired through the window of her home.

### FURTHER TESTIMONY IN NEW YORK RACKET

New York, Aug. 22.—(AP)—Alexander Pompey, 41, once operator of a \$5,000-a-day Harlem policy bank, testified in the conspiracy trial of Tammany Chieftain James J. Hines today that Dutch Schultz mobsters "took care" of policy arrests after organizing the racket in 1932.

### Sharp Decline In Cotton Mart

New York, Aug. 22.—(AP)—Cotton futures opened six to nine points lower, with weakness abroad partly offset by trade buying and absence of heavy selling. The market displayed a steady undertone and December recovered from 8.28 to 8.32 to leave prices at net losses of three to seven points shortly after the first hour. At midday December sold at 8.30, and the list was five to eight net lower.

October	8.22	8.21
December	8.29	8.27
January	8.28	8.27
March	8.30	8.28
May	8.29	8.27
July	8.27	8.28

### Tells of War Terror



Abraham Sobel ... on stand in Washington

Two disillusioned young deserters from the Lincoln battalion, a brigade of Americans fighting in the Spanish government army, take the stand in Washington to tell the house committee investigating "un-American" activities that hundreds of their former comrades wanted desperately to come home but were being held "virtual prisoners". One of the witnesses, Abraham Sobel, 23, of Boston, said the American fighters were being held by Communist leaders of the government forces, spied upon by a "Russian OGPU" (secret police), threatened with machine guns at any sign of mutiny and constantly in danger of execution.

### British And Italian Pact Is Deferred

### New European Problem Created by Franco's Rejection of British Proposal

London, Aug. 22 (AP)—Insurgent General Franco's rejection of the two basic points of the scheme to get foreign fighters out of Spain appeared today to have blocked operation of the British-Italian friendship treaty for an indefinite period.

Franco's rejection, although he accepted the principle of withdrawal, was in a lengthy note to the 26 nations European non-intervention-in-Spain committee, author of the plan, which was British-inspired, and had been accepted by the Spanish Barcelona government.

The immediate effect was that the committee was confronted with the difficult task of finding another proposal, with the likelihood of finding another series of delays like those which have beset the group since its first meeting in September, 1936.

This, in turn meant another delay in enforcement of the British pact with Italy, signed April 16, unless Premier Chamberlain altered his position for withdrawal of Italian fighters from Spain at the end of the war or before.

Chamberlain and Viscount Halifax hurried back from the country to confer on the turn of events today.

There were some in diplomatic quarters here who felt the war would be ended before any new proposal could be agreed upon for withdrawal of foreign fighters, whose presence in Spain the non-intervention committee regards as a threat to world peace.

### Roosevelt's Power Thrust Into Maryland

Baltimore, Md., Aug. 22.—(AP)—President Roosevelt's personal prestige and power were thrust directly on the line today as stakes in the Democratic senatorial primary in Maryland. This was made clear in addresses broadcast by Senator Tydings, whose neck the New Deal has marked for the political noose, and Representative Lewis, whose fate the President verbally patted with a gesture of approval. The addresses were made last night.

These two men, Tydings seeking reelection on a "vote-by-conscience," repudiated by the President, and Lewis, down-the-line New Dealer, will fight it out at the polls September 12, with a third candidate, Arthur Hungerford, administration advocate.

### WEATHER

FOR NORTH CAROLINA.  
Partly cloudy tonight and Tuesday.

### Hopkins 'Denounces' Soliciting Of Funds From WPA Workers

#### Against It, No Matter Who It May Be for or Against; New York Group Reported Raising \$50,000 To Fight Renomination of O'Connor

Hyde Park, N. Y., Aug. 22.—(AP)—Harry Hopkins, WPA administrator, expressed sharp criticism today of a reported effort by the Workers Alliance to raise campaign funds from New York relief workers. Hopkins discussed with newsmen reports that the alliance was seeking to raise \$50,000 with which to fight Representative O'Connor, a sharp administration critic, who is seeking renomination in New York.

Hopkins spent the night with President Roosevelt at the summer White House. He told reporters today that the Workers Alliance, an organization of WPA workers, "has a perfect legal right" to ask funds from WPA workers. But, he added:

"I just don't like the idea; that's all. I think it bad. I don't care who the money is being raised for or against."

O'Connor recently was criticized by Mr. Roosevelt as being "one of the most effective obstructionists in the lower House." He is being opposed for renomination by James Fay, a staunch administration supporter.

Meantime, the AAA announced at Washington distribution of \$127,000,000 in price adjustment payments on 1937 cotton would get under way in September. The subsidies will be paid on about 8,788,800 bales of cotton, or 60 percent of an eligible base of production of 14,648,000 bales, to farmers complying with this year's acreage allotment program.

Also at Washington, Dr. J. B. Matthews told a House committee that one of the aims of the American League Against War and Fascism was to cripple American munitions industries and bring on mutiny in the army in case of war between the United States and Russia. Matthews, a writer and lecturer, was the first president of the league.

### State Senate Race May Be Inquired Into

Daily Dispatch Bureau, In The Sir Walter Hotel.

Raleigh, Aug. 22.—One of the most interesting, though unverified from any official source, reports reaching this bureau recently is to the general tenor and effect that Senator Morris Sheppard's campaign investigating committee is sending an investigator into North Carolina to probe alleged "intimidation" of H. P. Brown, Winston-Salem man who filed for the Forsyth seat in the State Senate and later withdrew.

Back in April your correspondent wrote Mr. Brown asking his reasons for withdrawal. The communication has never been answered, and so far as has come to public attention the Winston-Salem man has made no public claim that he was intimidated by any one or that his withdrawal was other than entirely voluntary. It was generally assumed that the Brown retirement was in order to keep his job with WPA, a job which would automatically have been lost had he become a candidate for public office.

A day or so ago there appeared a dispatch from Washington that Chairman Sheppard had said an investigator has been sent into an unnamed state to inquire into election complaints which he said "may develop into something."

On the heels of this dispatch there came to this bureau from a source that ought to know what it was talking about, a circumstantial tale that Brown's withdrawal was charged to "intimidation from State higher-ups" (unnamed and unidentified except that they were connected with WPA). It was also asserted that the state into which the Sheppard sleuth has been sent is North Carolina and that the charge he is probing is that Brown was forced out of the race by what amounted to virtual orders from superiors.

How much truth is in all this, your correspondent knows not. It is just one of those interesting, if true, political yarns behind which there is sometimes plenty, sometimes nothing.

### George Aide Fired



George B. Dunlap ... his resignation requested

Claims of George B. Dunlap, Georgia counsel for the Reconstruction Finance Corporation, that his resignation was demanded by Washington officials because he is supporting Senator Walter F. George for re-election, will be investigated by the senate campaign investigating committee. Dunlap's resignation as counsel for the RFC at Atlanta was requested by the RFC directors "because of his refusal to discontinue his political activities in the face of repeated requests made by the corporation in line with its policy to have its employees refrain from active participation in political campaigns." Senator George, an anti-New Deal Democrat, is one of the men President Roosevelt urged be defeated.

—Central Press

### Sumner Welles Handles Fight Upon Tidings

By CHARLES P. STEWART  
Central Press Columnist

Washington, Aug. 22.—Assistant Secretary of State Sumner Welles is not much talked about in connection with the Maryland political fight. The fact is he is the Washington administration's chief strategist in the Rooseveltian effort to nominate Representative J. Lewis over Senator Millard E. Tydings on the Democratic ticket.

Of course, New and Old Deal Democrats, as well as Republicans, are interested likewise in the Maryland governorship and in the filling of the commonwealth's six seats in the House of Representatives.

However, the contest centers around the Tydings-Lewis conflict—perhaps the fiercest in the country in this congressional election year.

Odd Tieup.

Welles is a Marylander himself. Anti-New Dealers complain that the President cannot properly take sides in intra-state politics, except in his own state, but they can't support that complaint against Welles in Maryland, his own home realm.

He's a peculiar individual to be boosting for "Davey" Lewis, the former mine boy and proletarian, against Tydings, the aristocrat—for Welles, too, is of the Maryland aristocracy.

Nevertheless, he's a New Deal officeholder, New Deal loyalty may dictate his preference for Lewis. Or maybe he's a hitherto unsuspected liberal under the skin. The "upper crust" occasionally generates one of these anomalies, heaven knows how. Anyway, the administration appears to have wished off onto him the task of swinging the New Deal in Maryland, and he appears to be operating promisingly.

Lewis Given Edge.

I wouldn't go so far as to predict that Lewis will lick Tydings. If he does, it will be a tight fit.

However, earlier in the primary campaign one would have said that Lewis didn't stand a chance. Today guessing is at the rate of about 51 in Lewis' favor to 49 in Tydings'.

Welles undoubtedly has readjusted the odds—not so much by the boosting he has done for Lewis as by his crafty putting of the odds under Tydings—by good advice rather than by open activity. Welles is by profession a diplomat, not a ballyhoo-er.

Sincere New Dealer.

Lewis is competent to furnish his own ballyhoo.

He delivers a terrific attack. He's

### 40 Reported Hurt As Two Trains Meet

#### Mayor LaGuardia Personally Assists in Giving Relief to Injured; Dozen Are Rushed To Harlem Hospital After Being Taken from Shaft

New York, Aug. 22.—(AP)—At least two persons were reported killed and two score others injured in a rear-end collision between two Lexington Avenue subway trains today. Ambulances sent to the scene gave first-aid treatment to passengers on the station platform, at Lexington avenue and 116th street, and then took them to nearby hospitals.

An explosion which followed the crash sent great clouds of black smoke up through sidewalk air vents. The motorman of a southbound train, S. Costa, and an unidentified Negro passenger were trapped when the first car telescoped the rear of another southbound train standing at the platform.

An ambulance surgeon finally succeeded in freeing the trapped motorman, but after he had amputated his leg, working by the light of touches, and with the aid of Mayor LaGuardia who arrived shortly after the crash.

Twelve of the injured were taken to Harlem hospital. They included six women and a child, and one of them was in serious condition.

Most of the seriously injured victims were passengers in the moving train.

### Defers Ruling On Penalty On Tobacco Sales

Florence, S. C., Aug. 22.—(AP)—Circuit Judge L. D. Lide ruled here today that he did "not deem it proper at this stage of the case to decide the question of law here involved" in a hearing on an order that warehousemen show cause why an injunction should not be issued enjoining them from collecting penalties for tobacco sold in excess of farm quotas.

The hearing was set after 27 tobacco farmers filed suit to restrain warehousemen from collecting these penalties.

The judge of the 12th judicial district said the questions involved were "of such tremendous significance," affecting directly or indirectly every person in the United States, that they demanded "careful examination and deliberate consideration not only in the court of the first instance, but by eminent courts of the last resort to which they ultimately must go."

### Georgia Leaf Sales Total 93 Million Lbs.

Atlanta, Ga., Aug. 22.—(AP)—Payments in excess of \$19,000,000 appeared assured for tobacco growers of Georgia, Florida and Alabama today as State and Federal agricultural experts tabulated final sales on 15 Georgia markets.

At the same time Georgia growers were cheered by announcement from J. B. Hutson, assistant administrator for the AAA, that further adjustments may be made in tobacco marketing quotas. Hutson was uncertain how much the increase would total, but estimates were made the final figure would be from 5,000,000 to 8,000,000 pounds more than was authorized under the original quota restrictions.

The adjustments will mean considerable additional revenue for the tobacco producers, since under the farm control act growers were assessed fifty percent of the sale price on all tobacco sold in excess of the marketing figure. About 30 counties have asked for quota reviews.

Hutson predicted the 1938 income to Georgia tobacco growers would total \$19,059,000 for 93,000,000 pounds of leaf.

vastly better than the average New Dealer, because he is absolutely sincere, which some of them are not—but mere partisans. Neither is he a somewhat cuckoo ballyhoo-er, like Dr. Townsend, Eugene Talmadge or the late Huey P. Long, "Davey," in his line, is the goods. He's a first-class

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