

Lloyd George Says Munich Peace Will Bring Certain War

\$3,000,000 Ransom



According to a London report, Baron Louis de Rothschild (above) was held in the Hotel Metropole, Vienna, by Gestapo officers who demanded \$3,000,000 ransom or possible imprisonment in Dachau, dreaded Nazi concentration camp.

For Britain It Will Be a "War Without Friends," He Says In Speech; Honor Forfeited Along With Respect of World and Own Self-Respect

London, Oct. 26.—(AP)—David Lloyd George broke his silence on the peace of Munich today to warn Prime Minister Chamberlain that it would end in a "war without friends" for Great Britain. The white-haired war-time premier delivered his grim predictions while the present prime minister and his cabinet met for two and a half hours to review vital matters ranging from defense of home stores to the colonial cost of Britain satisfying Adolf Hitler. The cabinet announced no decision.

Ship's Fire Put Out In Mid-Ocean

German Liner Deutschland Heading Toward New York After Sending SOS

New York, Oct. 26.—(AP)—Fire aboardships in perilous gale-whipped seas of the North Atlantic remained a nightmare memory today to 590-odd passengers and 392 crew members of the Deutschland as the German liner headed toward New York with her insides charred by flames.

Assistance necessary urgently cracked over the radio waves. Then—"fire in room hold No. 2." A "quiet period" was quickly ordered on the seas and observed by ships far and near. Ships' wirelesses closed transmitters and beat their ears toward the position 200 miles southeast of Cape Race, Newfoundland, where the flame-perilous Deutschland was rolling in mountainous seas.

Lawyers Will Hear Report On New Bureau

Daily Dispatch Bureau, In The Sir Walter Hotel. Raleigh, Oct. 26.—North Carolina's lawyers will hear a report of Major L. P. McLondon, chairman, on the proposed State Department of Justice when some 500 of them gather here Friday for the annual session of the North Carolina State Bar.

In WPA Probe



Joe Sanoval, Democratic leader of Albuquerque, N. M., is one of the seventy-three persons indicted by the United States in connection with WPA program irregularities in New Mexico. Numerous men and women prominent in State and Federal politics are in the group against which a Grand Jury returned indictments.

Grange Head Asks Tax To Aid Farmers

Caldwell Advocates 12th Grade in Schools as State Convention Opens in Oxford; Urges Repeal of Absentee Ballot in North Carolina

Oxford, Oct. 26.—(AP)—Harry Caldwell, of Greensboro, master of the State Grange, urged today that tax reforms be enacted to help farmers and that teacher tenure and a twelfth grade be included in the legislative program.

Wage-Hour Act Success, Chief Says

Andrews Addresses Textile Group, Which Is Told by Its Chief, Claudius Murchison, Act Should Prove Stabilizing Influence in Textile Industry

New York, Oct. 26.—(AP)—Elmer Andrews, wage-hour administrator, told the Cotton Textile Institute today that reports from all over the country regarding inauguration of the fair labor standards act "encourage us to believe that the operation has been a success."

Nazi Paper Makes Attack On Churches

Berlin, Oct. 26.—(AP)—The weekly organ of the Nazi black-shirted SS Guard today attacked the Roman Catholic and Protestant confessional synod churches for their alleged unpatriotic attitude in the German-Czech crisis and declared the Jews in Germany and Italy were "hostages."

Relates How Body Turns Unconscious

Chapel Hill, Oct. 26.—(AP)—One of Brown University's famous "iron men" football players of a decade ago reported to the National Academy of Science today on the mystifying waves in which unconsciousness sweeps through a body.

Dies Committee Is Advised That California Democratic Chairman Is Real Communist

Snite Gets New-Type "Lung"



Fred B. Snite, Jr., famous Chicago paralysis victim, who has lived in an "iron lung" for more than two years, is shown in a newly-invented respirator. The new machine fits the patient's torso, leaving the arms, legs, neck and head completely free, and weighs only nine and one-half pounds.

All Of Hankow Area Is Now Occupied By Japs; Infantry Is In Control

Shanghai, Oct. 26.—(AP)—Japanese and foreign dispatches tonight reported that the Japanese army and navy had completed occupation of Hankow and its sister Wuhan cities, Wuchang and Han yang. Twenty-six Japanese warships steamed up the broad Yangtze river to a position off Hankow's Japanese concession, the dispatches said, and army units totaling several thousand men marched into the former provincial capital from the northeast.

Three Party Candidates Are Accused

Declared To Have Communist Leanings, Legion Committee Chairman Declares; Dies Heatedly Replies to Roosevelt Rebuke; Election Awaited

Washington, Oct. 26.—(AP)—House investigators of an American activities received testimony today that the chairman of the Democratic campaign committee in California, John Clark, was a communist, and that three of the party's nominees for high office had communist connections. H. Knowles, chairman of the radical research committee of the California American Legion, appearing before the Dies committee, listed these candidates: "Culbert Olson for governor, who fraternizes with and accepts the program of the strategy committee of the committee of the communist party. Sheridan Downey, for United States senator, a running-mate of Communist Upton Sinclair in 1934."

Auto Owners In State Like Light Cars

Daily Dispatch Bureau, In The Sir Walter Hotel. Raleigh, Oct. 26.—Whether four out of every five North Carolinians have a widely advertised dental ailment is a matter of conjecture, but it is a matter of fact, proved by an "official record which any one may see" (as remarked in another well-known bit of advertising propaganda) that practically four out of every five Tar Heels who own passenger cars own "light" ones.

Recently the Division of Statistics and Planning of the State Highway and Public Works Commission, analyzed more than thirty thousand (31,396 to be exact) questionnaires received from North Carolina passenger car owners in use in 1936 and found that: 78.6 per cent are "light" cars (Austin, Chevrolet, Erskine, Ford, Plymouth, Terapiano, Willys, etc).

SHOULD BE STABILIZING FORCE, MURCHISON SAYS. New York, Oct. 26.—(AP)—Dr. Claudius Murchison, president of the Cotton Textile Institute, said today the new wage-hour law should prove "a stabilizing force" upon competition in the cotton industry.

Burgin Is Certified As Eighth District Congress Candidate

Raleigh, Oct. 26.—(AP)—The State Board of Elections formally certified W. O. Burgin, of Lexington, as the Democratic nominee to Congress from the eighth district today. Court action in the long-drawn, hard-fought controversy was terminated by a voluntary non-suit before the board certified Burgin.

The Democrats, Chairman W. A. Lucas, of Wilson; George McNeill, of Fayetteville; and W. O. Bell, of Hendersonville, voted for Burgin, and the other Republican, Adrian Mitchell, of Winton, voted negatively. The board did not convene until 12:05 p. m., when the non-suit order signed by Judge W. C. Harris was laid before the chairman. Possibility that a mandamus might be sought again caused the delay, as Chairman Lucas said the board would not certify a candidate by mandamus without taking an appeal.

Sen. Wheeler Unlike Other New Deal Foes

By CHARLES J. STEWART. Central Press Columnist. Washington, Oct. 26.—Senator Burton K. Wheeler of Montana is a different kind of anti-New Dealer from all the rest. Old-line Republicanism naturally is anti-New Deal. There are up-to-date Republicans who say it is too much so; that their party, in fact, never can effect a comeback until it modernizes itself.



Wheeler

Vast Spread In Tax Rates In This State

In the Sir Walter Hotel, Daily Dispatch Bureau. Raleigh, Oct. 26.—The tremendous spread in tax rates of North Carolina's hundred counties is emphatically shown by the fact that a resident of Cleveland county, whose 43-cent rate is lowest in the State, pays less than one-sixth the ad valorem levy laid upon the citizen of Clay, where taxables are assessed \$2.50 on every \$100 of valuation. Residents of 32 counties enjoy rates of \$1 or less, those in six are forced to pay \$2 or more, while the intermediate 62 counties vary in rate from \$1.03 to \$1.90. The attractive look of many of the low tax brackets, however, is somewhat spoiled by the fact in many of the larger counties most of the citizens are also subject to heavy city taxes, and so residents of Forsyth, Durham and other big cities do not escape quite as easily as appears on the surface. County tax rates for 1938, reading from low to high are: Cleveland .43; Forsyth .55; Gaston .63; Cabarrus, Rowan and Durham .64; Scotland .73; Yadkin, Wake, New Hanover and Guilford .75; Mecklenburg .82; Davidson .83; Davie, Halifax, Pitt, Surry and Watauga .85; Vance and Moore .89; Alleghany, Burke, Catawba and Currituck .90; Buncombe, Hertford, Orange and Richmond .95; Caldwell, Franklin, Pasquotank and Sampson \$1.00. Henderson \$1.03; Camden, Edgecombe and Wilson \$1.05; Wilkes \$1.06; Nash \$1.09; Hoke \$1.10; Randolph \$1.12; Wayne, Lee and Gates \$1.15; Graham \$1.16; Alamance \$1.18; McDowell and Rockingham \$1.20; Anson, Chatham, Harnett, Stanly, Northampton and Watauga \$1.25; Beaufort \$1.27; Alexander, Chowan and Macon \$1.30; Columbus, Granville and Lenior \$1.32; Haywood \$1.33; Iredell \$1.34; Jones and Person \$1.25. Robeson \$1.37; Lincoln \$1.38; Ashe, Caswell, Johnston and Montgomery \$1.40.

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Greensboro Negro Woman Wins \$150,000

Greensboro, Oct. 26.—(AP)—The wife of Dr. C. C. Stewart, Greensboro Negro physician, was the holder of one of the seven tickets in the United States on Contrevent, winner of the race on which the Irish hospital sweepstakes is based, and was richer by \$150,000 today as the result of her good fortune. The woman was offered \$5,000 for her ticket before the race, but declined to sell. She was in New York visiting her brother today when news arrived of her good fortune.

New Market, England, Oct. 26.—(AP)—Contrevent, French-bred three-year-old, owned by Princess de Faucigny-Lucinge, today won the 100th running of the classic Cesarewitch at two miles and a quarter, the race on whose running depended the distribution of about \$7,000,000 of Irish hospital sweepstakes prizes. J. P. Hornung's Dubonnet was second, and E. Benson's Fret third. William Woodward's Olympus, only American-owned entry in the field of 23 starters, failed to place. Contrevent started at a 100-to-seven shot, with Dubonnet also quoted at 107, and Fret at nine to one. The French horse finished a length and a half in front of Dubonnet.

MANY AMERICANS WIN BIG PRIZES IN DISTRIBUTION. New York, Oct. 26.—(AP)—Seven Americans won \$100,000 each today by holding Irish hospital sweepstakes tickets on Contrevent, winner of the Cesarewitch race at New Market, England. Seven tickets on Dubonnet, second place winner, were held in the United States and won \$75,000 each. Four tickets held by Americans on third place winner, placed \$50,000 each. Holders of tickets on Contrevent included "Lucky Dreamer," 427 Bennett street, Greensboro, N. C.

WEATHER FOR NORTH CAROLINA. Generally fair tonight and Thursday; warmer tonight and in east portion Thursday.

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