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Would Extend And

Strengthen Social

Benefits Set-Up Of

of Government; Presi-

dent Gives Much Time

To Study of American

Washington, Dec. 19.-(AP)-Pres-ident Roosevelt intends to ask Con-

gress early in January to extend and

strengthen the social security act.

White House officials said today the

chief executive intended to send a

special message "relative to the ex-

tension of coverage and the strength-

ening of provisions of the social se-

Presumably the message will trans-

mit to Congress a copy of the report

carrying recommendations of the ad-

visory council. The council made public Saturday recommendations

that the insurance coverage be wide-

White House officials said possibly national defense also would be the

subject for , special message, but that has not yet been determined.

Mr. Roosevelt called in a group of

government officials today to discuss

Defense Program

Drug Swindler a Suicide



PHILIP M. MUSICA (As Police Knew Him)

lyn. Convicted of grand larceny in lyn. Convicted of grand larceny in United States Court. Sentenced to one year, fined \$5,000. Committed 1911. Married Carol Jenkins Schief-

one year, fined \$5,000. Committed to Elmira Reformatory. March 19, 1913—Arrested on a charge of grand larceny. The case revolved about an alleged swindle of \$2,000,000.

March 27, 1916 — Judge Dele-hanty suspended sentence in Gen-field Trust Co. Methodist. eral Sessions.

April 27, 1920—Arrested on a perjury charge in connection with the murder of Barnet Baff, poultry dealer, in Washington Market. The indictment dismissed in 1929 on Home: Fairfield, Conn. Office: indictment dismissed in 1929 on recommendation of Joab Banton, McKesson & Robbins, Bridgeport, then District Attorney. Conn.

Germany As

London Plan

Only in That Way Can

Partner Is

FRANK DONALD COSTER (As He is Listed in 'Who's Who') Oct. 29, 1909-Age 31, and a clerk living at 1886 E. 18th St., Brook-1884. Son of Frank Donald and

Clubs: New York Yacht, Bank-

(Central Press)

Italy. **Co-Op Hosieries** Are Denied Fund Washington, Dec. 19.-(AP)-Richard N. Elliott, acting comp-

troller general, vetoed today farm security loans of \$3,050,000 to five cooperative hosiery mills. Elliott denounced the loans as violation of the relief appropriation, from which the money was to come. He said the projects would cause industrial unemployment and would compete with cotton, the chief product of the southern states, in Welfare of Europe Be which the projects are situated.

FRANCE WILL AID ENGLAND IF ATTACKED

On Land, Sea and In Air Would Be Thrown Into Action, Foreign Minister Tells Deputies; England Would Help France, Too

Faris, Dec. 19-(AP)-Foreign Minister Georges Bonnet told the Cham-ber of Deputics today that "in case of unprovoked aggression," all the forces of France on land, on the sea and in the air, would at once be utilized for the defense of Great Britain. During a brief review cf foreign affairs, Bonnet made plain that France at the same time expects Great Britain to do likewise for her. "The foundation of our diplomatic action remains the Franco-British entente," he said. "If one of the two nations should be the object of unprovoked aggression, the other cer-tainly would not hesitate to come to

"How could it be otherwise when it is a question of two nations like France and Britain, whose relations, following the evpression of Chamberlain 'are so close they surpass simple juridical obligations because they are found on an identity of interests'." The foreign minister's statement

came as numerous French groups were organizing a "no surrender" bloc to fight what they feared was a plan to surrender part or all of French and British Somaliland to

end soon if foreign states left the Spanish lone face to face," Bonnet told the deputies. The minister's brief declaration re-Mediation sulted in immediate passage without debate of the budge for his ministry.

Is Rejected opposition to cession of any East African colonies to Italy. **Birth Excess**

About Same

On Mercy Mission

\$25,000,000 Credit to China Called "Very Dangerous Political Gesture" by Foreign Minister at Tokyo; Calls It "Regrettable

Japan Sees

To':yo, Dec. 19.-(AP)-Foreign Minister Hachiro Arita today declar-" that white \$15,000,000 loan granted China by the United States export-im port bank would be a "very dangernolitic 1 gesture."

"The loan necessarily will lead to prolongation of the (Chinese-Japanese confict, and naturally to the inconvenience of third powers," Arita asserted at his first press conference since induction into office' October 29. He termed the loan "an inopportune and "amountfable act on the part of the United States, which thus far has acted with understanding. If as the United States press reports, i' is a political gesture on the part of the United States against Japan, I think that would be a very dangerous political gesture.

".Tap'n may regard the loan as really intended as a form of economic pressure by a powerful economic unit. It would prove quite contrary to what is expected from the United unit. States."

In response to questions, however he said he was "rather inclined not to regard it as a political gesture." But he asserted that "at least the Jepanese people undoubtedly will find Spanish War in this new grounds for strengthening the proposed new order in east Asia,' through which the Japanese have in-dicated their intention of linking Japan, China and Manchoukuo in a economic and political bloc.



Shanghai, Dec. 19.—(AP)—Mark-ing a turning point in Japan's invasion of China, Japanese punitive expeditions today are beginming a widespread attempt to

Eats \$50 Check

Threat From ASK BROADER

Loan By U.S. SECURITY ACT



Admitting she swallowed a check for over fifty dollars to protect a male companion suspected of rob-bery, Mrs. Lillian Silvier, 20 (above), was given a six-month suspended sentence after being found guilty of larceny by Boston court. The arrest led to reconciliation with her husband of two months, Arthur

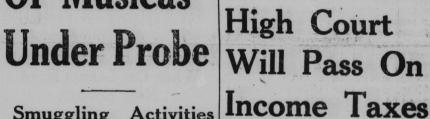
defense problems. Those on the list were Chairman Edward J. Noble and Robert Hinkley, of the civil aeronautics Authority; Louis Johnson, assistant secretary of war, and Aubrey Williams, deputy WPA administra-Silvier. There were indications that Presi-(Central Press)

dent Roosevelt would embrace railroad recommendations in his general message. The railroad situation also **Arms** Plot engaged his attention today in a conference with Carl Gray and . George Harrison, members of a special board which is attempting to find some solution for the plight of **Of Musicas** the carriers.

tion.

curity act.'

ly extended.



Wa hington, Dec. 19.-(AP)-The

Supreme Court agreed today to pass

on litigation to test the right of a

state to collect an income tax from

employees of federal agencies. Di-

rectly at issue was an attempt by

New York to assess a tax against the

\$8,246 salary received in 1934 by J.

B. O'Keefe as attorney for the Fed-eral Home Owner," |Loan Corpora-

The New York court of Appeals

ruled that the attorney was perform-

ing a fedral function and that his

salary could not be taxed by the state.

ary 3, without passing on constitu-tionality of the Tennessee Valley Au-

thority's power program for the right

of a state to ratify after rejecting

the proposed constitutional amend-ment to abolish child labor.

Tributes to the late Justice Ben-

jamin N. Cardozo, who died last July,

were paid by Chief Justice Hughes

and Attorney General Cummings.

Cutting Down

On The Jews

Budapest, Hungary, Dec. 19.-(AP)

-New restrictions on Hungary's Jews

were in prospect today as the cabinet

This coincided with the arrival of

The tribunal adjourned until Janu-

her mid.

"Wc believe that the war would!

The "no surrender" bloc united Strange bed-fellows — communists, royalists and independent centrists-in

All Forces of Nation

Act"

Advanced, Chamberlain Tells Commons: Won't Cede African Territory, Premier Asserts

London, Dec. 19.-(AP)-Prime Minister Chamberlain told the House of Commons today that Nazi Germany "must be taken in as a partner" to insure Europe's peace and progress

In a vigorous defense of his foreign policy, the prime minister also declared that there was "no sort of difficulty or difference" between the United States and Britain, "which gives us the slightest shade or cause

for anxiety." Chamberlain flatly denied reports that he intendde to cede British Somaliland to Itaiy. He said "no such suggestion" had been made by Italy. In face of a Labor demand for a of censure on the government's post-Munich maneuvers, Chamberlain stuck to his guns. He declared he ever would take the responsibility for entering war "unless it is forced upon me by the madness of others," and defended his course of "appeasement" both before and after the

Munich accord of September 29. Of Germany he said "we have the

(Continued on Page Five)

Farm View On New Deal Is Clouded

ing Controls by Tobacco Growers Saturday Speculated on

Washington, Dec. 19'-(AP)-The armers' attitude toward the New Deal's agricultural program appeared clouded today by rejection of tobacco marketing controls shortly after quotas had been approved for cotton. Administration critics argued that he crop control law had been repudiated by growers in fourteen states who defeated marketing quotas Sat-urday for burley and dark type tobacco.

A majority was returned in behalf of the controls, but the favorable vote of two-thirds of the participating farmers as required by law, was lacking. Producers of flue-cured tobacco

(Continues on Page Five.)

e prop ed loans, in to cooperative associations of homesteaders on FSA homestead projects to make silk products, included \$750,000 to Penderlea, N. C., Farms Homesteads.

Rodman And

Daily Dispatch Bureau,

In the Sir Walter Hotel.

Taylor May

Land Posts

riations.

have the inside track.

In Two Years

Daily Dispatch Bureau, In The Sir Walter Hotel. Raleigh, Dec. 19.-North Carolina's net population increase for the first eleven months of this year, by reason of excess births over deaths is almost the same as last year's increase for

the corresponding period, according civil war by a vote of 18 to 3. issued by the Bureau of Vital Statistics, Board of Health. From January 1 through November 30, 1938, births exceeded deaths in North Carolina by 42,343, while for the same period in 1937 the net increase

was 42,467, making the difference just 124 in favor of last year. Raleigh, Dec. 19.-State Senators W. The 6,053 births reported for No-B. Rodman, Jr., of Beaufort county, vember, brought this year's total of hands off purely American problems. and H. P. Taylor, from Anson, are stork visitations to 72,875, as comparodds-on favorites to be named chaired with 6423 for November and 73,men of the Senate's two most impor-170 for the first eleven months of 1937 tant committees, finance and approp-On the death side of the ledger the 2,462 reported for last month made

In speculation of committee assignthis year's total 30,532 against 2,762 ments, the name of some other senafor November and 30,703 for the first ator is occasionally heard in conneceleven months last year. tion with one or the other of these chairmanships, but for the most part smallest reported during 1938, while his formula for such action.

there seems general agreement in informed circles that the Washington- the death toll was less in only one ian and the Wadesboro law-maker other month, September, when there were only 2,412 reported. Oddly enough, the drop to the low-The most frequently discussed

agreement, but the consensus appears to favor Rodman for finance and Tay-(Continued on Page Two.)

lor for appropriations. As to the case of all other political developments, the chaps who believe themselves to know the "inside" facts can conceivably find themselves badly fooled, for, after all, the appointing power is lodged in Lieutenant Governor Wilkins P. Horton and to date he hasn't committed himself to news-men either on or off the record. So the Rodman-Taylor forecasts are entirely unofficial, though based on the logic of the situation.

In the 1937 Assembly, Senator Rod-man was a freshman, but he was ap-Rejection of Market- pointed to the finance committee and from its very first session was the

(Continued on Page Two.)

5

same undisputed facts and figures as daus till hristmas 000,000 in gasoline tax revenue which Highway Users Conference, told a it is admitted on all sides has been Burlington civic club:

poses than construction and maintenance of highways. Opponents of the amendment are citing it as almost insignificant in comparison with the highway rev- "And if one million can b enues which might have been made the subject of diversion. They contend any amount. It is quite conceivable

Carolina's highway revenues. On the other hand, proponents of ment to preserve intact the highway the amendment point out that \$4,000,- funds."

don's Speech Highly **Distasteful** to Argentine Delegation At Conference

Pan-American Group

at Lima Turns Down

Cuban Proposal; Lan-

Recovered from streptococcus viri-dans, one of few victims in hospital

history who have survived the rare

blood disease, Robert Billings (above) was to fly to New York to give blood to a stricken woman he

had never seen. The 14-year-old Quincy, Mass., boy responded to a national appeal for donors.

(Central Press)

Lima, Peru, Dec. 19-(AP)-The eighth Pan-American Conference's steering committee killed today a Cuban proposal for mediation by American republics in the Spanish

The Cuban project would have sought an immediate armistice, after which American nations, chiefly the Spanish-speaking states, would have offered mediation. Chief objection was that the plan constituted an attempt to involve the western hemisphere in the affairs of Europe at a time when the conference was seek ing means of keeping European Only Haiti and Mexico voted with

Cuba for the proposal. The conference moved nearer action on the issue of continental solidarity and defense when it was announced that the Brazilian delegation, headed by ex-Foreign Minister The November birth total was the Afranio Mello Franco, had completed

Meanwhile, conferences delegates expressed belief that Alf M. Landon's Speech emphasizing the Monroe Doctrine was highly distasteful to Ar-

est birth total followed directly on gentine, which already had differmittee. Here there is some real dis- the heels of the largest number in any ences with the United States on the month, with October's 7,187 births the question of continental solidarity and

(Continued on Page Five)

\$4,000,000 Diversion Is Used By Friend And Foe

Daily Dispatch Bureau. In the Sir Walter Hotel,

Raleigh, Dec. 19.—The battle over further declare that if one million, or a constitutional amendment banning two millions or four millions can be our activities. diversion of highway funds in North diverted in one year, as has been the usual picture of both sides using the pens to see fit.

the basis for their arguments pro and con. This is particularly true of the \$4,-and chairman of the North Carolina

diverted by the State to other pur-

up guerrilla bands infes ing already-occupied regions, instead of extending the lines of the Japanese conquest. Their aim is to smash guerrilla bases and disperse the bands of hit-and-run fighters now estimated to total 800,000 roving the Yangtze river

valley. While admitting the possibility a combination of Chinese resist-ance over extended lines and Japanese disorganization may have bogged down Japan's military machine in the far interior, foreign observers believed the Japanese have achieved their objectives for the moment, and now intend to consolidate their gains.

Anthony Eden Made Big Hit With Capital

> By CHARLES P. STEWART **Central Press Columnist**

Washington, Dec. 19. — Anthony Eden got a good bit of education in American reporters' and cameramen's ways while he was

in this country

He had an excellent professor at it in the person of "Ty" Krum of the Federal Housing Administration's licity staff. Incidentally Krum got a fine line of housing advertising out of the Eden visit. He knew very well that Britain has a housing

surmised Anthony would be interested in what we're doing in the same di-

000 would have built or maintained latter had sailed for this side of the a long stretch of highway; while they Atlantic Ty cabled and made a date with him, to give him a once over at

diversion of highway funds in North Carolina is featuring the rather un-lature to divert any amount it hap-of his speech before the National Manufacturers' Association, Krum In a recent address in favor of the was on hand with Administrator Strauss to show him the sights of

(Continued on Page Two.)

WEATHER

FOR NORTH CAROLINA

Fair tonight and Tuesday; slight-ly colder tonight; slightly warm-

er in mountains Tuesday.

amendment, Harry Tucker, director of New York slum elimination. They had him all to themselves for about two hours. That is, they had him all to themselves except for a sizable

"Four million will surface 1,600 army of reporters and news photomiles of road at a cost of \$2,500 per graphers, and they wanted these, to mile. It is well to think what this exaccompany them; that was the essen-

penditure on dusty and friable roads

"And if one million can be diverted that the fact only \$4,000,000 has ever that under the multitudinous demands been diverted proves that the amend- now being made upon government for ment is not needed to protect North funds, the legislature will need the strength of a constitutional amend**Smuggling** Activities of Drug Firm Not Entirely Uncovered Yet, Officials Think New York, Dec. 19.-(AP)- A

Boston lawyer swore today that he drafted, at the behest of F. Donald Coster-Philip Musica, a contract for the purchase of Lee-Enfield rifles by McKesson & Ro-bins, Inc., and Standard Oil of England.

The lawyer, Fredrick Wingersky, made his statement to assistant State Attorney General Ambrose McCall, conducting an in-quiry into the affairs of the \$87,-000 000 corporation. Coster-Musica committed suicide Friday after he had been exposed as a notorious swindler of a quarter century ago. At the same time, Brien Mc-Mahon, as dotants United States attorney general, arriving from Washington, described Coster-Musica as probably "the biggest Illicit liquor dealer in the country.' McMahon came here to coordi-

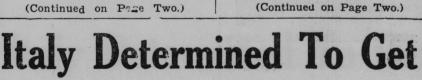
Hungary Is nate the investigation of Federal agencies intersted in ferreting out the mystery behind Coster-Musica and the \$18,000,000 shortage in the firm's crude drugs department, which he operated.

New York, Dec. 19.(AP---The Federal government opened a coordinated inquiry today into a vast interna tional arms smuggling plot which officials predicted would net co-conpubspirators "equally as important" as possibly limiting their voting rights, Philip Musica, arch swindler of his time.

gave final touches to a bill for the As authorities began an extended control of Jews to be introduced in probe into the \$18,000,000 shortage in Parliament Friday. the crude drug department of the McKesson and Robbins corporation, Count Galeazzo, Italian foreign minwhich was "milked", they said, to proister, who came, the Budapest offivide funds for the smuggling enter- cial press said, to give Hungary the prise, Musica himself lay in a Brookbenefit of "fascist experience"

months.

pendence on foreign fuel.



New Colonies In Africa

Rome, Dec. 19.-(AP)-Italy took ed in its current issue that:

another important step toward eco-| "The year XVII of the fascist era nomic self-sufficiency today as an (this year ends October 28, 1939) will authoritative publication forecast the see the settlement of accounts benation would win her territorial tween Italy and France, and once claims against France within ten again life will conquer decadent conservatism.' Premier Mussolini returned to Nap-

The article predicted French reject es after inaugurating at Carbonia, tion of Italian claims, but said Sardinia, an extensive new coal field France "will have a lost cause."

which fascists hope will cut down "No one doubts Italy will enter imconsiderably Italy's long-time de- mediately into action and with her the (Rome-Berlin) axis," it said. "All The organ of the Institute for barriers will be demolished and all ob-Study of International Policy assert- stacles will be surmounted."

on the griddle and rection. Accordingly, even before the As soon, then, as ex-Foreign Min-



