

Daily Dispatch Bureau, In the Sir Walter Hotel. The governor's address to the Gen-eral Assembly last Thursday, for in-By HENRY AVERILL stance, gave clues which it

Ward Group Speakership

**To Get Best Fight Heads** 

House Posts First Week

ing legislators today speculated on the announcement tonight of important House committee as-signments and a budget which is

for international conduct." The secretary of state and chief

United States delegate to the recent conference at Lin a charter would be "based on equality expected to be the biggest in the countries were reported to be quietjustice and freedom, Indispensable foundations of peaceful and friendly relations among nations of the world." Hull, ending his six and a half weeks journey to South America, added: "I return from the conference with the conviction that its results will have real and permanent value, and that as time goes on the far reaching effects of principles there enunciat-**Growers** Of ed will become more apparent and more significant." Flanked by other members of the American delegation, the secretary of state characterized the Lima meet-**Cotton Ask** ing as an "example for the conduct of international relations by friendly **Coster-Musica** discussions rather than by force of violence." He called attention to the impor **More Funds** tance of a resolution adopted at Lima for reduction of trade barriers at Had Another home at a moment when "economic chaos is existing in considerable parts Alias For Use of the world." The declaration of continental solidarity for defense, Hull said, "represents great progress be fits for Expanded yond agreements adopted at former New York, Jan. 9.-(AP)-F. Doninter-American conferences." **Crop Reduction Fea-**

The border itself was quiet this morning, but the Hungarian press printed a foreign office statement at another incident would have far-reaching consequences. Both

pands Its Aviation; HEARINGS ARE COMPLETED Asks Best Air Corps In wa

Washington, Jan. 9.-(AP)- The

National Advisory Committee for

AND AMOUNT MAY BE CUT

apropriations sub-committee complet-

ed hearings today on President

Roosevelt's proposal for an \$875,000,-

000 appropriation to finance WPA un-

Representative Woodrum, Democrat

til June 30.

an. 9.(AP)—A Hou

Raleigh, Jan. 9 .- Principal feature Philo Vance to run down. of the General Assembly's second week in action will be report of the Budget Commission, which will re- the report is that the budget will not flect Governor Clyde R. Hoey's views be startlingly greater for the coming on what the State can spend in the biennium than it was for the current coming biennium.

Contents of the report are always without any question provide for inone of the best-guarded secrets in the creases of expenditures in almost Capital City, and it is said that there every department. has never been a real "leak" in con-

nection with it. But, however well guarded they be, point is that recommended appropria-

there are many features of the re- tions will be based on estimated report which can be safely forecast in ceipts which include at least \$4,000,advance, not in specific sums or anything like that, but in a general way.

No Startling Increase The very first generalisation about

two year fiscal period, though it will

Another thing that can be surmis ed without much stretching of a (Continued on Page Five)

State's history. **Representatives Fenner**, of Nash and Caffey, of Guilford, are expected to capture the two key House money committee chair-manships when Speaker D. L. Ward announces his appoint-

ments. Senate committees were announced Friday. Indications this afternoon were that other important House committee chairmanships likely would line up

about like this: Education, Johnston, of Ashe; judiciary No. 1, Hatch, of Wake; judi-

(Continued on Page Five)

ald Coster-Musica, the ex-convict who

became president of McKesson & Rob-

in trying to negotiate for the sale of

2,000,000 rifles to a warring nation, it

was disclosed today in a preliminary

(Continued on Page Five)

bins, Inc., used the alias of "Mueller"

trations.

ly expelling citizens of the other. The Hungarian revisionists league, meanwhile, charged that "German influences" encouraged last week's trouble on the frontier, which brought light artillery into play and resulted in new troop concen-

tures of Control Is

Sought; Up to Con-

gress To Finance It,

Washington, Jan. 9 .- (AP)-Farm-

ers from cotton states asked Congress

today to expand the crop reduction

features of the present farm act by a

plan that would cost at least \$80,000,-

Meeting with more than a score of

(Continued on Page Five)

000 above present farm benefits.

Flat \$5 Fee

**They Tell Solons** 

that "feverish" expansion of military and commercial air fleets by foreign aviation leadership.

World Here

The committee, which does research into the science of flying, recommen !ed the establishment of a laboratory to experiment with airplane struc tures. "It is not only a good policy from a financial standpoint." its annual report said, "but also vital from the standpoint of national defense that American aircraft have a per formance equal or superior to that of

a potential enemy. "Mere numbers of aircrafts, however, are not in themselves sufficient for an adequate modern air force. It is of even greater importance that manufacture clothing from goods the aircraft be of the most effective

Larger Federal Bene- design." The committee declared that "the crisis in Europe in the fall of 1928 brought forcibly to worldwide attention the overshadowing influence of air power in international affairs."

**HUBERT PROCTOR, 33.** 

a brother. The body was taken to

South Slocumb street last night. Death was attributed to paralysis. The court also agreed to pass on a Surviving are his widow, a sister, and

(Continued on Page Five.)



Washington, Jan. 9 .-- (AP)-The National Labor Relations Board was granted a Supreme Court review today of its claim to jurisdiction over a local company which contracted to owned at all times by another con-

cern. The tribunal consented to pass on a decision by the Federal Circuit Court at Philadelphia that the labor relations act could not be applied to the Somerset Manufacturing Company, of Somerville, N. J., because it was not engaged in interstate commerce

DIES IN GOLDSBORO Goldsboro, Jan. 9.-(AP)-Hubert Authority act, and on the right of a Proctor, 33, died at his home on state to ratify after once rejecting the pending constitutional amend-ment to abolish child labor

Wilson for funeral and burial.

# **Compromise Now Talked On Crop Control Issues**

Washington, Jan. 9.-(AP)-Admin-1 common ground so far is the so-called follow the old principle of "divide this plan lost in the Senate 46 to 40. and rule" in trying to keep the crop Basically, it provides for a division control system from being revamp- of the domestic markets among American growers, with a guaranteed

Republican gains in the farm belt "fair price" for the amount that is last November have encouraged consumed in the United States. Farcritics of the farm program to renew mers would be permitted to produce their demand for basic changes in all they wanted to, but they would policies. Well informed legislators have to take what they could get on said today, however, that a major ob. | the world markets for anything in stacle to a successful assault on the excess of their share of the domestic present program lay in the failure of consumption. Proponents contend this its opponents to rally around one sub- | could result in "voluntary" crop con-

will be to the administration's advan-| Under the present law, farmers are I so that price depressing surpluses may

Ward's Successful Speaker Known As Battle in House Out-Man Who Remembers shines Even Gover- report of the Federal Bureau of In-His Friends; Fenner and Caffey Favored for Money Jobs; Dearth of Outstanding Opening

# Daily Dispatch Bureau, In the Sir Walter Hotel.

Raleigh, Jan. 9.-Week-end gossip

Material

### Fenner and Caffey Favored.

The money committee chairman-

among legislators centers around the by Ward as speaker of the House procommittee assignments in the house. vided the only fireworks of the North expected to be read by Speaker Libby Carolina General Assembly's first Ward tonight. The fixed item of busi- week of the 1939 session. After the ness for tonight's session is to receive Democratic caucus had put the the governor's budget message. House Craven county man in the chair to members are far more interested in climax as keen a fight as the State Ward's committees.

siderable part in the placements. Without geography Ward would not be speaker, and whatever else may be said of the genial presiding officer of Horton's announcement of Senate the house, it cannot be said that he forgets favors-or offenses.

ships are expected to go to John Caffey of Guilford and W. E. Feenner of Nash. Although the Rocky Mount and against various issues with more in such practices. Spain is prevented man stated repeatedly in the pre- than a modicum of boldness is to be from purchasing any munitions in caucus campaign for speakership that considered surprising. he did not want and would not accept a committee assignment if he

(Continued on Page Three.)



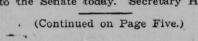
Raleigh, Jan. 9.-Selection of Libhase ever seen, affairs legislative re-Geography is expected to play a con sumed the even tenor of their ways Neither Governor Clyde R. Hoey's address, delivered Thursday at noon nor Lieutenant Governor Wilkins P. committees sufficed to lift proceedings out of the dreariest of doldrums as there wasn't even a scintilla of surprise in either; unless a somewhat

the governor to commit himself foc are the only countries found engaged

### Vogler in Limelight.

(Continued on Page Three.)

First controversial issue to hit the failed to win the No. 1 place, he is hopper in either House was Mecklen- the annual report of the National expected to be offered and to accept burg J. B. Vogler's bill to amend the Munitions Control Board, submitted chairmanship of appropriations, with absentee ballot law, and even this was to the Senate today. Secretary Hull



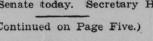
**Jap Purchase Of Munitions** Troops under General Jose Miaja,

Washington, Jan. 9.-(AP)-The United States was disclosed today to have blacklisted Japan from purchase of either airplanes or bombs in this country because of Japanese army bombings of civilian population in China. The ban, which went into effect last July 1, did not prevent Japan from buying nearly \$9,000,000 worth of American aircrafts early in 1938.

All countries whose armed forces bomb civilians are included in the unexpected willingness on the part of ban, but thus far Japan and Spain

WEATHER this country by a special embargo act

passed in 1937. This information was contained in



Hendaye, France, Jan. 9.-(AP)-Communications from the Spanish armies today reported victory for the insurgents in the east and for the government forces in the west.

**Both Sides** 

**Claim Gains** 

**Over Spain** 

said the government dispatch, smashed through Generalissimo Francisco Franco's lines on the southwestern front, moving toward the Portuguese border, and taking Granja de Torrehormosa.

The insurgents reported that their war machine, rumbling eastward to-ward Barcelona, captured a series of small villages in the Artesa sector, bringing two competing columns together for a new drive on the Cata-

lan capital. Each communication minimized the

claims of the other.

## FOR NORTH CAROLINA.

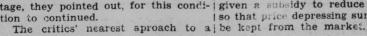
Fair and somewhat warmer tonight; Tuesday partly cloudy, followed by showers in west and north central portions, slightly warmer in northeast and north central portions, except near Raleigh.



P. Palmer (Cabarrus) to levy a fixed rate of \$5 for all passenger automobile tags was only the first shot in a campaign to lower motor vehicle tags. Within a few days, at most, another measure will go into the legislative hopper proposing that the same uniform \$5 rate be levied on tags for "farm to market" trucks, as well as stitute on which all could agree. It trol.

on passenger vehicles. Sponsor and chief lobbyist for this

(Continues un Page Five.)



tage, they pointed out, for this condi- | given a subsidy to reduce production