Churchill Declares Britain Will Fight On Despite Flanders Loss

Funds For 68 Vessels Asked

President Submits Bill Congress

Ruosevelt Asks \$1 .-227,741,170 Appropriation For Army and Navy Defense Progratus Ring of Air Bases Proposed.

ked Congress to--tart 68 new naval ing a defense re-741.170 for both the The Executive said uld ask for "over

end and dispatched the House approp-tice, was for \$507.253 -\$63,560,000 contractural the Navy and \$452,751,-\$254,176,761 contractur-

the Army. which Mr. Roosetial construction funds aircraft carriers, 13 arines and 30 de-

ge item in the request 889.395 cash and \$109,et authority for Army

approved legislation expansion of the naval 10.000 planes manned lots and providing for nent of a defensive ring bases around the United

now goes back to the m on Senate changes. cost of the naval air-250,000,000 by the Sen-

tively to be considthe pending tax bili \$1,000,000,000. One ed was broadening the e and increasing the tax bill, estimated to would increase in-

tlat 10 per cent and st excise taxes. source said the ford today by Secretary oth Chairmen Harrison Assippi, and Dough-North Carolina, of the leave revenue commit-

rease the present bill's \$100,000,000. ROAD PROJECTS lafeigh, June 4 .- (AP) -The State Highway Commission will thing projects which will cost proximately \$1,000,000.

FDR-Byrnes Ticket Talked No Threat By Democrats

June 4.—(AP) — A ticket of President no Senator Byrnes of was being discussed ingressional circles toalt of the two officials' use down the Potomac. ld reporters that "I have

d authoritatively on Capiously last night to re-

nued on Page Three)

Reports on 118 Nazi Camps



Representative Samuel Dickstein, of New York, addressing the Nonsectarian Anti-Nazi League in Manhattan, points out the 118 Nazi camps which he says dot the United States. He declared "treacherous citizens in high places" are spreading subversive propaganda.

Marshall Declares Army's Need Is Men

to be met Swiss Shoot Down German Planes In Air Battle Today

Bern, Switzerland, June 4.-(AP)—The Swiss high command announced today that "two or three" German planes were believed to have been shot down by fighters in an air battle over the Swiss Jura mountains in which one Swiss plane was brought down.

The German bombers presumably were strays from squadrons which were reported to have attacked the Rhone valley in

France today. They crossed the Swiss frontier despite anti-aircraft fire. The high command communique said that in the battle one Swiss plane had crashed and the pilot killed.

Hoey Sees

Governor Finds No Disloyal Element of Consequence in North Carolina.

Daily Dispatch Bureau. In the Sir Walter Hotel.

reporters that "I have y regarding any matwhich I talked with the Some of his friends, "disloyal element" is a real or serious threat to the safety of the state's Naent so far as to say that tional Guard armories, its arsenals ation was being seriously or other public buildings and

Byrnes has indicated to be the President's in ordering five although he had dethree weeks ago to let be him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post is might be necessary in North Carbon him for that post in order to forestall the possibility of the State's getting a "mode in order to forestall the possibility of the State's getting a "mode whether his candidacy would "promote that any such said he has no idea that any such said he political cooks specific deviction. The foreign fine the decisive one. Horton knew yould "promote to forestall the possibility of the State's getting a "mode for the arrival in Bordeaux and Lisburg for the arrival in South him in order to forestall the possibility of the State's getting a "mode for the arrival in Bordeaux and Lisburg for the arrival in Bordeaux and Lisburg for the arrival in Bordeaux and L Commenting on the action of New and convention delegates pledged or semi-pledged. "I have looked the situation over Roosevelt for a third accept the nomination. It any disloyal element in North laccept the nomination. Carolina against which we must be Democratic convention. The governor has been active in the significance."

The governor has been active in the slight to reactive in the significance. The said commentators are finding it hard to take the Horton renunciation.

The governor has been active in the slight to reactive in the sli on our guard to mat extent the said.

The governor has been active in statement at its full face value—that have been heard by this reporter to

(Continued on Page Seven)

Men is Inadequate To Meet Emergencies Stemming From War.

Washington, June 4.—(AP)—Congress learned from the Army's chief of staff today that manpower is the Army's "tragic shortage" at present and "the only thing in a large measure can produce immediate results." Despite his earlier statement that recurement of equipment should take precedence over personnel increases, General George C. Marshall committee in testimony made public ambassador to Belgium, disclosed totoday that the Army's maximum day that President Roosevelt, from peacetime enlisted strength of 280,- a personal letter written him by 000 men would be inadequate to meet. King Leopold III of the Belgians, rent international situation.

that are being brought to bear on the War department particularly in Cudahy the letter for President the last week or more, and the necessity of having seasoned, trained men who can use the new weapons effec-tively and immediately, and with a

state of discipline that makes them completely dependable."

Funds to increase the Army from its present strength of 227,000 men to the 230,000 limit already have been included in the \$1,300,000,000

(Continued on Page Three.)

Daily Dispatch Bureau, In the Sir Walter Hotel.

is, all except the part about the express an opinion.

Approval To Resolution Secretary of State Supports Stand That the United States Would

Hull Gives

Not Recognize Transfer of Western Hemisphere Regions.

Washington, June 4.—(AP)—Secretary Hull announced today that "I heartily approve" a resolution declarheartily approve" a resolution declaring the United Social would not recognize or acquiesce in transfer of any western hemisphere region from one non-American power to another. non-American power to another.

cussed the letter for two hours with- that the figures was 335,000). out taking action.

"The proposed resolution" Hull's admitted in London, gives Hitler's letter said, "is based squarely upon conquering legions complete mastery and Rolgian ed sovereignities. It would not inof equality of commerce and trade south as the Somme river. terfere in any way with continuance for all nations of the world and their relations with the countries of the American continent."

terday by Bloom and by Senator Pitt- on the French capital. man, Democrat, Nevada.

Items In the political status of western hemisphere nations or dependencies as a result of the development of the European war.

Hull said that this government "must necessarily insist" that possessions of European nations in the western hemisphere shall not become "the subject of barter or conquest be-"

"When the Germans enter" the re"When the Germans enter" the re-Says Peacetime "the subject of barter or conquest between rival European powers or be" "When the Germans enter," the retween rival European powers or be port added. "They will find nothing." Strength of 280,000 made the scene of settlement of European difficulties."

King's Story Told In Letter To Roosevelt

By LOUIS P. LOCHNER

With the German Army, June 4.emergencies stemming from the cur- knows the inside story of the king's capitulation to the Germans.

"Personnel at the present moment is our serious deficiency," Marshall said "in the light of requirements that are being brought to bear on "Here the defeated king handed".

"Cudahy visited Leopold Sunday for two hours at the castle assigned him by the German army.

Here the defeated king handed

(Continued on Page Three)

Weather

FOR NORTH CAROLINA Considerable cloudiness, scat-tered showers this afternoon and possibly in south portion and mountains tonight and Wednes-

Horton's Withdrawal Leaves Political

Observers Speculating As To Reason

'Colossal Military Defeat' In Flanders Is Admitted As Nazi Troops Enter Dunkerque

Blow to Allies

Number of Allied Troops Still In Dunkerque Not Disclosed; Mussolini's Cabinet Approves Undisclosed War Plans.

(By The Associated Press.) German capture of the allies' "escape" port of Dunkerque with 40,000 prisoners and "a vast amount of booty"—ending at last the bloody battle of Flanders-was announced today by the nazi high command.

The French admiralty announced that the last allied naval and army units had abandoned Dunkerque,

The Secretary of State made the were lost carrying out the embarka-statement in a letter to Chairman tion, but declared the operation had Bloom of the House foreign affairs saved more than 390,000 men. (Bri-committee, Bloom made the letter tish Prime Minister Chamberlain public after the committee had dis-told the house of commons today The fall of Dunkerque, which was

the idea of full respect for establish- of the entire French and Belgian coast on the English channel as far

Paris reported eleven girls were killed at a girls school just outside Paris—four "literally blown to The resolution was introduced yes- pieces" in yesterday's mass air raid

It was not disclosed how many It would in effect declare to all French and British troops still re-foreign powers that the United States mained in the city, although an in-

The German high command also claimed 400 ailied planes were destroyed in hangars and on the ground in addition to 104 shot down yester-

day.
"Nine of our own machines are missing," the communique said.

Faris said 17 German planes were shot down in yesterday's aerial attack on Paris.

Mussolini's cabinet stamped the physician said. scal of official approval on Italy's still undisclosed war plans as France signalled "no retaliation" on German were summoned to his bedside late yesterday. Maxwell suffered a

(Continued on Page Three)

told a House appropriations sub- (AP)-John Cudahy. United States WPA APPROPRIATION APPROVED BY SENATE

Washington, June 4 .- (AP)-A \$975.650,600 fund for the WPA was approved today by a Senate appropriations sub - committee after it had attached provisions for training thousands of CCC youths in non-combatant national defense activities.

BONDS SOLD.
Raleigh, June 4.—(AP)—The local government commission sold \$115.500 worth of Wayne county bonds today to Lewis & Hall, Inc., of Greensboro, and Vance Young and Hardin Co., of Winston-Salem. A \$50,000 school building issue will pay 3 1-4 percent interest and \$65,500 refunding school bonds brought a premium of \$12 and will pay 3 1-4 percent interest.

It seems quite likely that last week

Ion Gigurtu

The Allies lost an official friend in Rumania as pro-Ally Grigore Ga-fencu resigned from the post of foreign minister and was replaced by Ion Gigurtu, known as a sympathizer of Nazi Germany. (Central Press)

Maxwell Is Very III

Reported Condition As Slightly Improved Today; Relatives Summoned Yesterday.

Raleigh, June 4.—(AP)—Revenue was slightly better this morning, his

Relatives of the commissioner civilian populations in the wake of stroke of paralysis during the last week of the campaign before the Democratic primary May 25, in which he was an unsuccessful gubernatorial candidate. The nature of his illness was kept

secret until after the primary. "He is definitely a shade better. but I would say still in critical condition," said Dr. W. B. Dewar, the Maxwell physician. "His tempera-Maxwell physician. The ture went up to 101 yesterday. His rapid. There breathing was more rapid. was considerable congestion in one long. The fever is down this morn ing and he appears better."

Americans Returning

More Than 3,000 United States Citizens On Ships Enroute to Safety.

(By The Associated Press) More than 3,000 American citizens were on the high seas today in four money.

That count is generally believed the lieutenant governor was conliners bound for the safety of their lieutenant governor was conliners bound for the safety of their lieutenant governor the lieutenant governor was conliners bound for the safety of their lieutenant governor the lieutenant governor was conliners bound for the safety of their lieutenant governor was conliners to be the decisive one. Horton knew fident that important financial in- homeland after months of precarious

President Roosevelt, from Galway. Ireland, and due in New York on Sunday, June 9, 720 passengers. artillery and war planes have spared its wharves and huge cranes. They Manhattan from Genoa and due in

(Continued on Page Three.)

British Prime Minister Says "Empire Beyond the Seas" Will Carry On Struggle If Island is Subjugated By Ger-

London, June 4.— (AP) —Prime Minister Churchill, speaking in commons today, said Britain will carry this war to victory "if necessary for years—if necessary alone", despite

the "colossal defeat in Flanders,"
"We shall go on to the end," the
prime minister said, "We shall fight in France. We shall fight on the seas and oceans. We shall fight with growing confidence and growing strength in the air. We shall defend our island whatever the cost may be. We shall fight on the beaches. We shall fight on the landing grounds. We shall fight in the fields and streets and in the hills.

"We shall never surrender, and even if, which I do not for a moment believe, this island or even a part of it is subjugated and starving, then our empire across the seas, armed and guarded by the British fleet, will arry on the struggle until in God's good name the new world and in all its strength and might se's forth to the rescue and liberation of the old." He said the allies had suffered "a colossal military disaster," that the French army had been weakened,

and Belgium lost.
"The deliverance of the troops rom Dunkerque," he said, was largely due to the work of the royal air force guarding the 220 light warships and 620 other vessels employed in

He said 30,000 men in the BEF had been killed, wounded or are missing, but added proudly that 335,000 allied troops had been saved from annihilation or capture.

Against the loss of the 30,000, many of whom he predicted would return home safely, Churchill said "far were inflicted on the

Nazis Charge **Espionage Plot**

Washington, June 4.- (AP)-Germany has informed the United States government it has information that the British and French governments have sent agents to South American countries and the Panama Canal Zone to give the impression that a great many German agents were operating there. The notice was in the form of a

memorandum presented to the state department by the charge d'affaires at the German embassy.

CHERBOURG BOMBED New York, June 4.—(AP)—A British broadcast picked up bere by the CBS listening station said that German planes have bombed Cherbourg, French port.

Lochner Sees German Long Range Gun

By LOUIS P. LOCHNER

With the German Army, June 4.—
(AP)—I stood yesterday at Calais, next to a long-range gun which the Germans told me could send its shells as far as London anytime Adolf Hitler gave the order. (The distance from Calais to Lon-

don is about 90 miles by airline. (This is farther than the famed "big Bertha" of the World War could shoot—but both Germany and Soviet Russia are said to have constructed long range guns able to fire a pro-

jectile 100 or more miles. ("Big Bertha" was the nickname given the German long-range can-non which in 1918 created a sensa-tion by shelling Paris from the forest of Coucy, a distance of 76 miles.) Calais' spacious harbor and fortifications are in ruins but German

(Continued on Page Three.)