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Metaxas, Greek Dictator, Dies

Treasury's Borrowing Power Runs Low

Morgenthau Asks Higher Debt Limit

Treasury Secretary Tells House Ways and Means Committee Borrowing Power is Sufficient for Only Four More Months.

Washington, Jan. 29. (AP)—Secretary Morgenthau said today that Treasury would run out of borrowing power in four months and appealed for an increase in the federal debt limit from \$49,000,000,000 to \$50,000,000,000.

Testimony in support of a bill to raise the debt limit, the Treasury secretary told the House ways and means committee that his department had planned for the sale of securities attractive to all classes of investors. "I am satisfied the overwhelming majority of the part of nearly every man, woman and child to make some direct and tangible contribution to the national defense."

Although not describing these securities in detail, he said the bill would permit the Treasury to issue small denomination savings bonds and savings certificates as well as the regular type of securities. Treasury officials previously had indicated consideration of \$5 bonds and 25 cent savings stamps.

On January 1, Morgenthau said, Treasury had used up all but \$45,000,000,000 of its \$49,000,000,000 authorized borrowing powers, and all but \$2,764,000,000 of its special debt borrowing authority.

"These combined balances (of borrowing authority)," he continued, "provide the Treasury with borrowing authority sufficient only for the next four months and even in that period we would be greatly restricted in our financial operations."

Morgenthau said the debt limit increase was necessitated by the \$28,000,000,000 outlined in President Hoover's recent budget. He made no mention, however, of additional borrowing which might be necessitated if Congress passed the administration bill for aid to Britain.

Navy Expansion Funds Provided

Washington, Jan. 27. (AP)—The House passed today a \$909,000,000 authorization for expanding naval construction facilities and building 40 new small craft for the Navy. The bill would authorize \$450,000,000 for building the 400 small craft including submarine chasers and mine sweepers, \$450,000,000 to provide equipment and facilities for government owned and private shipbuilding plants, and \$109,000,000 for expansion of facilities manufacturing armor plate, machine guns and ordnance material for the Navy. The Senate approved the bill exactly as it passed the House in order to speed final action. Congress must later appropriate the money called for by the measure.

Appropriation Bill Approved

Washington, Jan. 29. (AP)—An "independent offices" supply bill totaling \$1,404,576,838 and including a new emergency fund of \$125,000,000 to be spent at the discretion of President Roosevelt was recommended to the House today by its appropriations committee.

At the same time, the committee recommended a special appropriation of \$173,000,000 for the War department to finance advance purchase of clothing and equipment for the Army. The House approved it an hour after receiving it.

The measure provides money to operate such independent federal agencies as the maritime commission during the fiscal year beginning July 1. It made relatively few reductions in so-called non-defense expenditures, possibly because, as committee members noted, most agencies reported defense significance in their activities.

The total of the bill was \$146,000,000 greater than was last year's appropriation for similar purposes.

Going to London?



S. Clay Williams

Chairman of the board of the R. J. Reynolds Tobacco Company, S. Clay Williams is slated for the post of first American Minister to London, according to Washington reports. The new minister is expected to serve as previous ambassadors have done, while the ambassador will act as President Roosevelt's personal emissary.

(Central Press)

Hoey Speaks On Defense

Former Governor Says 'We Now Recognize the Obligation to the Government'

Charlotte, Jan. 29. (AP)—Former Governor Clyde R. Hoey of Shelby said today that "the time has now come when we recognize the obligation to the government and the proper inquiry is what can we do to help the government in preparing for the defense of the country."

"So many of us have become accustomed to calling upon our government for help in one form or another," he said in an address prepared for delivery before the Junior Chamber of Commerce, "and much of our thinking has been of what the government should do for us."

"The immediate and pressing task" of the country, he said, "is to

Steels Lead Stocks Lower

New York, Jan. 29. (AP)—A drop in steels undermined the stock market support today and leaders fell fractions to around 2 points. Prices near the fourth hour were about the lowest of the session. Transactions continued at the slow pace of recent days.

Offerings centered on United States Steel as traders studied its fourth quarter earnings report. Some called the profit of about \$3 a share on the common for the final period of 1940 "disappointing."

| Quotations at 2 p. m. | |
|------------------------|---------|
| American Radiator | 6 1/2 |
| American Telephone | 165 3/4 |
| American Tobacco B | 71 3/4 |
| Anacosta | 24 7/8 |
| Atlantic Coast Line | 16 3/8 |
| Atlantic Refining | 23 |
| Bendix Aviation | 36 1/4 |
| Bethlehem Steel | 82 5/8 |
| Chrysler | 63 1/2 |
| Columbia Gas & Elec Co | 4 1/2 |
| Commercial Solvents | 5 3/4 |
| Consolidated Oil Co | 3 3/8 |
| Curtis Wright | 3 5/8 |
| DuPont | 153 |
| Electric Power Light | 3 3/4 |
| General Electric | 33 3/4 |
| General Motors | 43 3/4 |
| Leggett & Myers | 94 1/2 |
| Montgomery Ward & Co | 26 3/4 |
| Reynolds Tobacco B | 33 5/8 |
| Southern Railway | 14 1/4 |
| Standard Oil Co N J | 34 1/2 |
| U S Steel | 64 7/8 |

Weather

FOR NORTH CAROLINA.
Partly cloudy tonight and Thursday; continued rather cold tonight, slowly rising temperature Thursday.

Strikes Halt Work On Defense

A F L Construction Workers Go On Strike on Army Air Corps Expansion Program at Dayton: No-Strike Policy Under Test.

(By The Associated Press.)
Construction workers affiliated with the American Federation of Labor went on strike today at Dayton, Ohio, halting work on a \$1,550,000 expansion program of the Army air corps at Wright Field and putting to a test the no-strikes-in-defense-protection policy proclaimed by the Federation's building trades union.

Colonel Lester Miller, field commander, said he had arranged a conference with the head of the Penner Installation Company of New York, reported by the Dayton building trades council to have employed non-union labor on the project and thereby provoking the dispute.

The AFL building trades union recently announced adoption of a "hard and fast" policy flatly barring strikes "for any reason whatsoever on defense projects." George Masterson, union vice president, announced.

A similar policy was announced by the AFL metal trades department John P. Frey, president of that group declared last night that the government would be "entirely justified" in taking over the aircraft and shipbuilding industries if the defense program were hampered by disagreements between private industry and labor.

Other developments affecting labor and defense included:

Milwaukee—Another conference was called for today between officials of the Allis-Chalmers Manufacturing Company and the United Automobile Workers (CIO) in an attempt to negotiate a settlement of the strike which for a week has held up work on \$10,000,000 of defense orders and affected 7,000 men.

New Orleans—Union men withdrew their objections to working with WPA employees on a \$360,000 National Guard observation squadron base.

Elizabeth, N. J.—1,400 CIO workers at the Phillips Dodge Copper Corporation went back to work under a treaty arranged by company and union officials. The company holds \$74,323 worth of Navy contracts.

Chicago—David T. Rowley, government conciliator, arranged a conference with officials of the International Harvester Company in an effort to avert a threatened walkout of CIO unionists at a tractor plant.

BUS-AUTO CRASH KILLS ONE MAN

Greensboro, Jan. 29. (AP)—One person was instantly killed and five occupants of a bus injured, none seriously, in a head-on collision with a truck today on a highway near Seaford.

James Howard Aiken, 29, of Burlington, driver of the automobile, was killed.

Assembly Gets Proposal To Provide Twelfth Grade

Raleigh, Jan. 29. (AP)—Both divisions of the legislature got bills today to provide for a twelfth grade in the public schools in districts requesting the addition by the school commission.

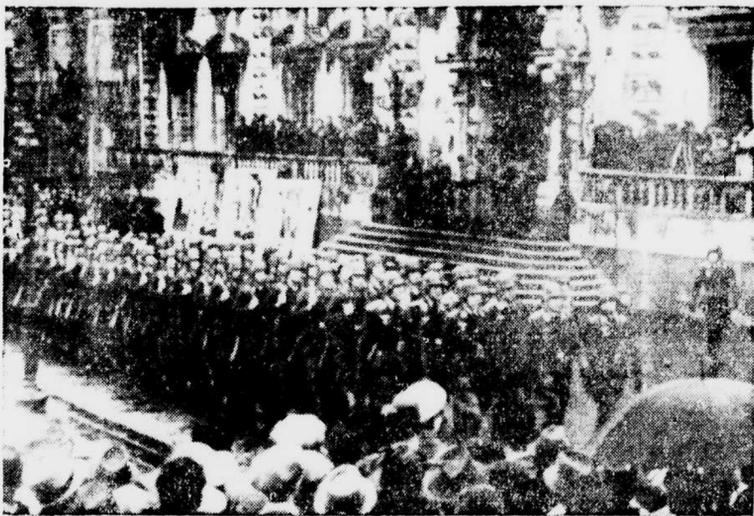
Representatives of teachers yesterday urged the joint appropriations committee to provide funds for a twelfth grade and pay the estimated cost of \$250,000 for 1941-42 and \$750,000 for 1942-43.

Senator Stacy of Robeson and Leroy of Chowan sent in the Senate bill and the Wake delegation offered the House version.

Senator Leroy also said he would offer a measure tomorrow, when the legislature convenes in Chapel Hill for a one-day session, which would provide a flat ten percent salary increase for all teachers and principals in the public schools.

Both divisions of the legislature

German Troops Marching Through Italy



These troops bearing infantry equipment are members of the German air force, pictured marching through an unoccupied Italian city, according to information passed by the Nazi censor. The citizens watch the procession with mixed emotions. Photo received from Berlin to New York.

Gayda Bluntly Charges U. S. With Violating Neutrality

U. S. Firms Urged To 'Clean House'

Washington, Jan. 29. (AP)—The United States government, it was learned today, has initiated an aggressive drive to force American firms "clean clean" their Latin American operations.

Convinced by confidential reports of widespread subversive activities, in most of the 30 American republics, the State department and other vitally interested government agencies are applying "diplomatic pressure" to induce the help of export industries in re-examining the situation.

The objects of the "house cleaning" fall into three general classes:

1. Employees or agents of United States of work automobile, electrical supply and other firms in Latin America who are considered potential "fifth columnists" or who have engaged in similar activities.

2. Firms or individuals in South and Central American states who sell or transport military equipment from the United States to the Axis powers or any other foreign country that would be unable to change the supplies direct from the United States because of export restrictions.

3. Firms or individuals in the United States who are engaged in the discharge of a number of agents and employees suspected of hostile allegiance and operations.

Dr. Flowers Heads Duke

Durham, Jan. 29. (AP)—Dr. R. L. Flowers was elected president of Duke University this afternoon.

Dr. Flowers had been acting president since the death some months ago of President W. P. Eby.

The board elected Henry R. Dwire vice president of the university. Dwire had been director of public relations.

Troop Train Derailed

Hutchinson, Miss., Jan. 29. (AP)—Twelve ambulances and a dozen from Camp Shelby were sent to Sandersville, Miss., early this afternoon after a storekeeper reported that a National Guard troop train had been derailed and many soldiers hurt.

The Southern Railway dispatchers' office here said that seven cars had been overturned, but had no other details immediately.

The storekeeper reported that the derailed train was carrying ambulances, along with the supplies of surgeons and nurses.

British troops up the defense with their ambulances to meet the need of a grand plan German invasion had, which without success in Washington, promised would come to America. States with German supplies, he said, the assault.

King George VI issued a royal proclamation ordering men aged 18 to 49 and 57 to 49 to register for military service. At the same time the government moved toward drafting women into vital war industries to hasten the production of arms and munitions.

Washington cables credited the German air force with a feat to one advantage over the royal air force in the heralded invasion attempt this morning, declaring that the German could hit 13,000 bombers and fighters in the air with another 18,000 in reserve.

Strong British motorized units were reported to have swept so far south and west of Italian-held Derna that they were menacing the commander of General Rodolfo Graziani's eastern Libyan army—now concentrated in Derna and Bengasi. British general headquarters at Cairo reported increasing pressure on Derna.

PORT COMMISSION BONDS DELINQUENT

Washington, Jan. 27. (AP)—The federal loan agency reported to Congress today that as of November 30, 1940, there was a delinquency of \$16,900 in principal and interest on Morehead City, N. C., port commission bonds it bought from the old Public Works Administration.

(Continued on Page Eight)

Coryozis To Head New Government

King George II Swiftly Organizes New Government; Metaxas III Since Saturday, Died Following Throat Operation.

Athens, Jan. 29. (AP)—Premier John Metaxas, 70, died today after a brief illness, and King George II swiftly organized a new government which he said would carry on the war against Italy until victory was achieved.

A royal proclamation announced that Alexander Coryozis, governor of the national bank of Greece, had been named to head a government composed of all the present ministers.

Metaxas, with a throat operation, had been ill since Saturday.

Coryozis forbade disclosure of the immediate cause of death, but diplomatic sources in Bonn, Switzerland, said Metaxas died of heart disease.

King George's proclamation said the new government would carry on with no change in policy, especially as it affected their war with Italy.

Metaxas, a veteran soldier and military genius, had held dictatorial powers in the Greek government since August 4, 1936, when he engineered the coup d'etat which made his a unitary authoritarian regime.

Military men have given him much of the credit for Greece's successful stand against the Italian invasion.

Early in his career Metaxas was regarded in some quarters as a "strong" what pro-German, but he repudiated any such sympathies in his role as Greece's strong man. There was no doubt of his British leanings after the European situation flared into open war in September, 1939.

Lease-Lend Bill Changed

Three Amendments, Restricting President's Powers, Approved by Committee.

Washington, Jan. 29. (AP)—The Senate committee on the administration bill to Britain, including a lend-lease bill, has approved three amendments to the President's powers to be voted today by the House foreign affairs committee.

Meeting behind closed doors while Secretary Stimson testified before the Senate foreign relations committee, the House group was reported to have accepted modifications to:

Fix June 30, 1943, as the expiration date of the lend-lease powers proposed in the legislation.

Require President Roosevelt to consult his Army and Navy chiefs before transferring military equipment, and

Require periodic reports to Congress on lend-lease operations.

A fourth change proposed by the Democrats—a prohibition against the use of naval vessels for convoys—was reported to be still under discussion.

Stimson testified before the senators that the objective of the bill was to purchase "the time necessary to arm and protect ourselves."

He asserted that the help in war supplies, envisioned by the bill, eventually would "enable Great Britain to do what military men call 'take the initiative'."

In a formal statement Stimson marshaled his additional arguments for the bill under these headings:

That Great Britain, given help, was in a position to prevail, that the Axis powers were vulnerable in many respects.

That international law justifies rather than forbids full aid to Britain, and

That the bill is not dictatorial but the proper action of a democratic government.

Stimson, in his testimony, predicted that Britain would face a crisis this spring and summer. If she survives, he said, "the probability of ultimate solution in favor of the democracies would be overwhelming."

(Continued on Page Seven.)