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Nazis Retreat Before Moscow

Stalin Gives Hitler 'Maybe A Year'

The 'Old Ironsides' Division Goes Into the Line



Mechanized equipment of the First Armored Division from Fort Knox, Ky., known as "Old Ironsides" is lined up for battle practice at Rock Hill, S. C., in the Army's huge war maneuvers. The vehicles are half-truck, half-tractor, serving as a mount for the highly efficient 75 mm. field piece. Not seen are the ammunition trailers which are pulled by the tractor-trucks. (Central Press)

Railroads Accept Recommendations

Withholding Tax Talked

Senator George Proposes Payroll Levy and Similar Tax on All Personal Receipts.

Washington, Nov. 7.—(AP)—A "withholding" tax on all personal income was proposed by Chairman George, Democrat, Georgia, of the Senate finance committee, today after congressional leaders had decided to delay action temporarily on Treasury suggestions for a new revenue bill.

George took the position that some later Congress would have to face the necessity of raising more taxes in effect in part expected expenditures of \$3,000,000,000 a month in the next fiscal year. For that reason, he told reporters, he favored not only a payroll levy but a similar tax on all personal receipts.

The Treasury was reported to have suggested that upwards of \$1,800,000,000 in new revenues be added to the \$2,500,000,000 piled on the nation's tax bill when Congress enacted steeper levies last summer.

One of the Treasury suggestions was said to call for a 15 per cent payroll tax collected at the source. This amount to be deducted from the worker's weekly or monthly pay check, would be in addition to whatever regular income tax he is now obliged to pay.

George said that while he would have no objection to such procedure, if it was worked out equitably, he did not think salaried persons should bear all of this additional tax burden.

Experts recognized, however, that broadening of the income tax principle to include personal income from investments, businesses and many other sources would involve great difficulties which some legislators said might be almost insurmountable.

Ickes Given New Job

Washington, Nov. 7.—(AP)—The designation of Secretary of the Interior Ickes as "solid fuel" coordinator for national defense was announced today by the White House.

Ickes for some time has been coordinator of petroleum and now will coordinate fuel problems of all types during the current emergency.

President Roosevelt in a letter dated Wednesday gave Ickes his new job. There was no exact definition of solid fuel, but evidently it would include coke and, with some limitations, wood.

Germany Willing To Match Social Gains Against Those Of U. S., Spokesman Declares

Berlin, Nov. 7.—(AP)—Authorized sources, commenting on President Roosevelt's speech before the international labor office yesterday, said today Germany was willing to match her social achievements against those of the United States.

The President said that labor had become a "slave of the military state" under the Nazi system and that Berlin was "the principal slave market of the world."

"Nobody is hungry in Germany," a spokesman said. "There are no millionaires here, but there is also no proletariat," he continued. "We're glad to be slave if it brings an older society into a period of luxury, content and plenty. America's social order is catastrophic."

Neutrality Vote Near

Senator Austin Advocates Complete Repeal to 'Serve Notice to Enemies.'

Washington, Nov. 7.—(AP)—While administration leaders drove for a final Senate vote on neutrality revision by midnight, Senator Austin, Republican, Vermont, told his colleagues today that Congress should "serve notice on our enemies that the United States is not neutral."

The pending legislation would repeal those sections of the law which now prevent American merchant ship from carrying arms or entering belligerent ports and combat zones.

Austin made it clear that he would support that legislation even though he would prefer to have the law completely repealed.

The Vermont senator, who is the assistant Republican leader, said he and Senator Bridges, Republican, N. H., and Senator Gurney, Republican, South Dakota, sponsors of complete repeal, believe that the foreign policy of this nation should be

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Wage Boosts Approved

Committees Representing All Class One Railroads Accept Board Suggestions.

Chicago, Nov. 7.—(AP)—Carriers conference committees representing all class one railroads in the United States announced today they had decided to accept the recommendation of President Roosevelt's fact-finding board for temporary wage increase for 1,253,000 railroad workers.

The committees issued the following statement: "The carriers conference committee representing carriers, western and southern railroads announced today that while they are disappointed in the recommendations of the President's emergency board in their work rules, wages and vacation disputes, and despite the very heavy burden it imposes upon the railroad of the country, they have concluded to accept the board's recommendation with respect to their wages."

"A full and fair hearing was held before the President's emergency board as provided by law, and the committee feels that in the time of national emergency, in the interest of

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Price Control Faces Veto

Washington, Nov. 7.—(AP)—High administration officials said today President Roosevelt would veto the pending price control bill, which critics say would permit sharp increases in the cost of agricultural commodities, if it reached his desk in the form recommended by the House banking committee.

At his press conference earlier in the day, the Chief Executive did not answer questions concerning ending farm price controls, but it was learned authoritatively that the bill's restrictions against establishing ceilings for those commodities below the 1939-40 average were objectionable to the President.

They have been criticized by members of the committee as an "invitation to inflation" on the ground that they would permit prices for some farm products, including cotton, lamb, sugar and corn, to rise 20 per cent or more.

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Finland May Stop Fight

Official Finnish Radio Says War Will End When Frontiers Are Made Secure.

Helsinki, Nov. 7.—(AP)—The official Finnish radio has circulated abroad an important statement of aims which says that Finland's war with Russia will be ended "as soon as the threat of renewed attack has been removed and her frontiers made secure."

A broadcast implied that Finland would quit fighting once that aim was achieved, leaving to a peace conference of the dominant powers, sometime in the autumn, the final determination of her new boundaries.

Interpreting a reference to the peace conference, authoritative Finnish sources said this in no way implied negotiations with Soviet Russia.

An English language broadcast on the Helsinki radio yesterday included extracts from a pamphlet published by the central union of Finnish labor organizations which included the following: "to quote in full the most significant passage: 'Finland's war is purely defensive and it will come to an end as soon as the threat of renewed attack has been removed and her frontier has been made secure.'"

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Warren History Text Used Despite Official Ban On It

Daily Dispatch Bureau, In the St. Walter Hotel, By BOB THOMPSON

Raleigh, Nov. 7.—Whether the members of the State board of education knew it or not, the busy board used Warren history on North Carolina in the schools of several counties.

The fact that the Warren book is an old story but one which has never been told in full, one reason, perhaps, is that some of those involved fear the political reaction when they come up for re-election and are quite willing to let the matter drop. The record might show that the board voted unanimously for the adoption of the Warren book. The fact is that it was just one of those "I-move-to-make-it-unanimous" motions made at the end of a close vote. Here are the facts: Governor Hoke, Secretary of State Fure and St. to Superintendent Erwin voted for the Ashe-Garber book which had been submitted by Alfred

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Russian Resources Described

Stalin Contrasts Russia's Present Position With That of Bolshevik Revolution Period; Says Fuehrer 'Miscalculated.'

Moscow, Nov. 7.—(AP)—Premier Josef Stalin today gave Adolf Hitler "maybe a year" before "Hitlerite Germany must burst under the weight of her own crimes," in an address on the 24th anniversary of the bolshevik revolution.

All Russia was "a stable fighting camp" with inexhaustible supplies of manpower, Stalin said, adding that Germany, counting on the Red army cracking after the first blow, "badly miscalculated."

The speech was delivered before a military review in Red Square. Stalin contrasted Russia today with that of the October revolution when Russia had been stripped of the Ukraine, the Caucasus, central Asia, the Urals, Siberia and the Far East, and had neither allies, army or navy and lacked bread and clothing.

Today, he said, Russia has "enormous shortages either in food, army or clothing," while her "reserves of the Nazis face sure disaster." "she has an army, navy, allies and the sympathy and support of all peoples of Europe who have fallen under the yoke of fascist tyranny."

In the face of this, he declared, then said, "Germany is bleeding to death her resources giving out," Stalin said. "The German invaders are straining their last forces. There is no doubt that Germany cannot sustain such a strain for any long time. Another few months, another half year, one year, maybe, and Hitlerite Germany must finally sink under the weight of her own crimes."

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Power Cut Postponed

Washington, Nov. 7.—(AP)—The office of production management today postponed for one week the 30 per cent power consumption curtailment previously scheduled to go into effect November 10 in southern states.

The states affected by the 30 per cent curtailment are Georgia, Tennessee, Alabama, eastern Mississippi, northern Florida, and southeastern South Carolina.

The 5 per cent reduction scheduled for North Carolina and the rest of the South had been postponed under today. The delay was said to be possible OPM announced because of reports of heavy rain over the area, which would increase power demands and increase the possibility of factory closing.

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WEATHER

FOR NORTH CAROLINA Fair and slightly colder, frost in interior, light and scattered due to moderate winds and scattered cloudiness tonight; Saturday fair and continued rather cold.

To Confer with FDR



Saburo Kurusu

In a rush effort to ease the admittedly "very serious situation" in the Pacific, Saburo Kurusu, diplomat who signed the Axis alliance with Japan, had the chopper plane for the U. S. held for two days at Honolulu before he could be heard. He will confer in the U. S. with President Roosevelt and Secretary Hull.

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FLOATING ROAD MAY HAVE TO BE REBUILT

Raleigh, Nov. 7.—(AP)—Governor Broughton said today there was a possibility that a special allocation might have to be made to repair or rebuild the washed-away road which leads from Elizabeth City to Norfolk and Manteo.

The road, situated in Currituck county, is in "very bad shape," the governor told newsmen.

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Red Defense Army Seizes Initiative

German Armored Units Driven From Many Positions in Volokolamsk Sector; Britain Hints at Opening New Fighting Front.

London, Nov. 7.—(AP)—A Russian counter attack on Volokolamsk appeared to be developing into a powerful offensive which may completely reopen Moscow-Leningrad communication and relieve the siege of Leningrad, informed sources said tonight.

Swift, mobile Russian units are hammering hard at the German forward position northwest of Kalinin, 95 miles northwest of Moscow, and already have reopened a secondary branch rail line in that area, these sources said, thus easing some of the pressure on Leningrad by hitting the northern claw of the Nazi pincers aimed at Moscow.

Kalinin is on the main line between Moscow and Leningrad. It was not made clear here whether a branch line actually had been opened clear through to Leningrad, however.

Around Volokolamsk, 65 miles northwest of Moscow, southward of Kalinin, Red army infantry, cavalry, artillery and planes were declared in dispatches relayed from Kuznetsov, as having driven German armored forces out of position after position along a three-mile route.

This explosive seizure of the initiative came after earlier invasion thrusts against the capital were declared to have been blocked. Even as the Soviet success was reported, possible expansion was indicated in the scope of the war.

Reliable London sources said plans for a second fighting front—urged by Premier Josef Stalin yesterday in a Moscow broadcast on the eve of the 24th anniversary of the bolshevik revolution—were "ready to be put into effect when the time is considered opportune."

It is felt that Stalin made it clear, and the highly placed British Press Association, "that he appreciates that when a real opportunity

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Marines May Leave China

President Roosevelt Says Move is Considered, But Declines Interpretation.

Washington, Nov. 7.—(AP)—President Roosevelt declared today that the government was considering the withdrawal of American Marines from Peking, Tientsin and Shanghai, China.

Mr. Roosevelt told a press conference he did not know when a decision would be reached. He declined to elaborate in any way on his statement.

The President said to reporters from a memorandum a paragraph announcement which said: "The president said today that the government of the United States is giving consideration to the question of withdrawal of the American Marine detachment now maintained at Peking, Tientsin and Shanghai."

The Chief Executive did say in reply to a question that there had been no discussion between the United States and Japan at any time on the presence of American marines in China.