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Wavell at Singapore



General Sir Archibald Wavell, Commander in Chief of the Allied forces in the Far East, is shown (left) with Maj. Gen. Keith Simmons during an inspection tour of the defenses of the great Singapore fortress. The Japanese are reported 160 miles from the base.

(Central Press)

British Cabinet Changes Expected

Lord Beaverbrook May Remain in Washington to Coordinate Supply Problems; Sir Stafford Crabb May Leave Russia.

Knox Warns U. S. Against Propaganda

London, Jan. 14.—(AP)—A reshuffle of the British cabinet as a result of criticism over war management and changes in ministerial assignments were described as imminent today in parliamentary circles.

It was stated that announcements might even precede the return to London of Prime Minister Churchill from his conferences in Washington with President Roosevelt.

Some informants said the changes likely would involve appointment of a new minister of supply, not because of dissatisfaction with Lord Beaverbrook, who now holds the post, but because he is expected to be kept in Washington to help coordinate allied supply problems.

Previously mentioned as likely to succeed Lord Beaverbrook was one of his right hand men—Colonel John L. Lewellen, former parliamentary secretary to the ministry of supply and aircraft production.

There also were reports that Sir Stafford Crabb, ambassador to Russia, soon will return because he believes he has accomplished the job he was sent to do—establish better relations between Britain and the Soviets. Many believe he would like to appear in parliament as interpreter and exponent of the Russian viewpoint on matters concerning the Soviet.

Axis Plans All Upset

Reverses on Russian Front Have Caused Change in Entire Nazi War Strategy.

(By The Associated Press)

Germany's reverses on the Russian front have upset the whole axis policy, usually reliable informants reported from Europe today.

They traced to the plight of the Nazi armies on the eastern front the following:

1. That Turkey still bars the Dardanelles to axis warships.

2. That axis reinforcements for north Africa have not traveled through France and Spain.

3. That signs of dissension have appeared among Germany's satellite allies.

Germany, wanting to get the Germans free through the Dardanelles to attack Russian port of Sevastopol, has intensified pressure on Turkey for free use of the straits, these sources said.

They pointed out that Nazi troops again are concentrating in Bulgaria, that planes are being massed in Greece, and that other preparations are under way similar to those of the Balkan campaign a year ago.

But they said, there is one difference—the concentrations are smaller because the bulk of the Nazi army is occupied trying to hold the Russian front.

Whether Germany would try military action to win Turkish control

(Continued on Page Two)



Henry Wallace

Traditionally the vice presidential reception is a somber cavity within which its occupant is sealed up securely, never to be heard from more, following the ceremony of his induction into it, except occasionally in the event of his

(Continued on Page Two)

(Continued on Page Two)

Wavell In East Indies

Reds 100 Miles From Smolensk

In South, Kharkov Is Stormed

Russians Declare Hitler's Armies Have Lost 200,000 Killed Between November 16 and January 6; Other War News.

(By The Associated Press) Russian troops were reported advancing within 100 miles of Adolf Hitler's winter headquarters at Smolensk today, while in the south, Red army forces were pictured as storming at the outer gates of Kharkov, Russia's "Pittsburg" in the Ukraine.

Soviet military dispatches said collapse of a German wing defending a flank of the Moscow-to-Mozhaisk highway had knocked out the Germans' "last zone of positional warfare" before Moscow and that "the whole front is now in motion."

The Russians declared that Hitler's retreating armies had lost 200,000 killed between November 16 and January 6, with 20,000 slain in recent fighting in the Donets river industrial basin.

Soviet troops were described as now battering heavily against German defenses at Mozhaisk itself, 57 miles west of Moscow, where a Nazi garrison of 100,000 men still held out despite the danger of being trapped by Russian pincers closing in from the north and south.

German military quarters acknowledged that the Russians had broken into Mozhaisk lines Sunday, but asserted they were dislodged in a counter attack which cost the Russians 300 dead.

On the north African front, British headquarters noted increased axis aerial activity but reported that advanced imperial troops were driving forward in pursuit of General Erwin Rommel's retreating army south of El Agheila, 90 miles southwest of the old battle sector of Agdabia.

Far to the east, on the Egyptian-Libyan frontier, British naval, land and air forces were reported intensively bombing the axis garrison isolated at Halfaya ("Hellfire") Pass.

Axis communiques again stressed aerial assault upon bomb-scarred Malta, British island stronghold in the central Mediterranean, which has weathered more than 1,000 raids.

Hillman Hints Of Huge Army

Washington, Jan. 14.—(AP)—Sydney Hillman hinted broadly today that five million men is the projected strength of the new United States army now being built.

The associate director general of the office of production management mentioned the figure indirectly during the discussion of the war production-labor problem which he prepared for the annual meeting of the U. S. Conference of Mayors.

Hillman reported that five million workers were engaged in war production by the end of 1941.

"By the end of 1942," he said, "we must add at least ten million others—probably more—to their ranks, making a total of 15 million."

Price Control Change Likely

Washington, Jan. 14.—(AP)—President Roosevelt's indictment of the Senate price control bill as the direct road to inflation was expected today to force Congress to abandon at least one of its two special concessions to Farmers.

Some of the eleven senators and House members who will draft the final form of the wartime measure said privately that they probably would recommend to the two chambers the elimination of a provision linking farm parity prices directly to industrial wages.

Departing from the usual custom of withholding comment on pending

(Continued on Page Two)

(Continued on Page Two)

Directors of OCD Meet and Confer in Capital



—C. P. Phonophoto.
The three directors of the Office of Civilian Defense are shown as they met and conferred for the first time in Washington, D. C. Left to right are Mrs. Franklin D. Roosevelt, wife of the President, who is assistant director in charge of women's defense activities; Mrs. Florence H. LaGuardia of New York, director, and James M. Landis, dean of Harvard University Law School, who was recently named executive director.

Pan-American Parley Snags

Scrap Steel Famine Seen

Government Officials Say War Program Threatened Because of Shortage.

Washington, Jan. 14.—(AP)—A group of responsible government officials today say the nation's huge war program is threatened in 1942 by a possible shortage of from four to six million tons of scrap steel—the very metal which Japan bought up so avidly here in the pre-war years.

Accordingly, they urged an immediate curtailment of the nation's scrap lots, back yards, and cliffs for all available scrap.

In a special memorandum for euclidization naming administration leaders, these officials asserted that unless scrap collectors were stimulated the 1942 production of steel—so urgently needed for munitions—would be smaller than 1941's.

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The supply of scrap steel—an essential to the industry—is last year's production is to be regarded as—a yard to be so low that New York's only one monthly supply was on hand.

Collection of scrap both from industry and households was advocated on a scale sufficient to round up stock piles of scrap for use not only in 1942 but also next year.

Other recommendations were for increases in pig iron producing facilities, and also for increased capacity of the industry. Supplies of scrap, however, were regarded as adequate.

BRITAIN MAY SEND FOOD TO GREECE

London, Jan. 14.—(AP)—The ministry of economic warfare disclosed today that Britain is considering sending food supplies to German-occupied Greece.

It said that lifting of the blockade would not set a precedent. The Germans, by starving Greece, are said to be trying out a form of blackmail in an effort to force Britain to supply food to other occupied countries, it was said.

Entire Defense Setup Will Be Shaken Up To Get Production, New Chief Says.

Washington, Jan. 14.—(AP)—American defense reorganization boss Donald M. Nelson told the Army, Navy and OPM today that he was ready to shake up the entire defense setup if necessary. "Hitler Hitler and the Japs."

Any organizational changes that have to be made in order to do this will be made," Nelson declared in a letter to William S. Knudsen, OPM director gen. rat.; Undersecretary of War Robert P. Patterson, and Undersecretary of the Navy James V. Forrestal.

The letter quoted Nelson's first official address to his doctors late yesterday by President Roosevelt as the "one-man head of the armed forces war reorganization and production machine."

Earlier, Senator Frank Murphy, Democrat, Texas, and W. W. Richardson, W. C. C., urged in the Senate that "N. S. on be given complete authority" over the nation's machinery of production and supply.

After lunch he was finger printed, sworn in, given an intelligence test and lecture on morality and hygiene and military courtesy.

WEATHER

FOR NORTH CAROLINA
Fair and slightly warmer tonight.

La Guardia Must Choose Among Jobs

Argentina Is Obstacle

Buenos Aires Government Reluctant to Commit Self; Ecuador Demands Truce.

Rio de Janeiro, Jan. 14.—(AP)—Twenty-four hours before its first official session, the Pan-American conference of foreign ministers appeared to have struck two obstacles today—Argentina's reluctance to commit herself to any military alliance or "acts of free belligerency" and Ecuador's determination to settle her 100 year old boundary dispute with Peru before entering into any general discussions.

In the behind-the-scenes diplomacy aimed at creating a united western hemisphere front against the axis, Argentina was considered the chief obstacle. Its policy was well known at Buenos Aires last night by President Ramon S. Castillo, who said his government could not assent to any measures of belligerency which might issue before the conference and varieties had been had down along the same lines by Foreign Minister Enrique R. Guimaraes.

Ramón González arrived here this morning.

From a most authoritative source it was learned that Tonga Dominez, foreign minister of Ecuador, had declared he would not take part in the conference session unless a basis of settlement was reached in the boundary dispute with Peru under which his country would be assured no further aggression and which would settle a final agreement.

New Autos To Be Held In Reserve

Washington, Jan. 14.—(AP)—Price Administer Leon Henderson told the House small business committee today plans have been made for the rationing of between 600,000 and 700,000 new automobiles, and that new cars produced the balance of this month would be held for at least one year to meet future needs.

New car production the balance of this month, he said, is estimated at 130,000 to 140,000 units.

Henderson refused to say whether present plans call for rationing of used cars and flatly denied the government has any intention of taking over private automobiles.

He admitted, however, that orders placing a price ceiling on used cars, whether by dealers or individuals, have been drafted for use if it becomes necessary.

The paper urged Russia to strike before Japan is ready to attack Vladivostok.

Allied Chief Opens Drive On Invaders

Dutch Troops Move Into Action on Border of Sarawak; American Bombers Destroy At Least Two Japanese Ships.

(By The Associated Press) General Sir Archibald P. Wavell, commander in chief of the new allied Far East command, has arrived in the Dutch East Indies and already launched a series of dynamic counter blows against Japanese invasion forces, military dispatches said today. Dutch troops were reported moving into action on the border of the "white rajah" kingdom of Sarawak, where Japanese troops had seized the capital, Kuching, and most of the northern territory.

Dutch East Indies soldiers were also reported battling hand to hand with Japanese invaders near Lake Tondano, on the northeast tip of Celebes Island. A Tokyo broadcast said yesterday that Japanese forces had captured Kakas airfield at Menado, chief port in Minahassa peninsula Celebes island across the Celebes sea from Borneo.

Simultaneously, Dutch warplanes bombed Japanese-occupied Tarakan island, off the coast of Dutch North Borneo, and a Japanese base in the southern Philippines.

A U. S. Army bulletin said three American bombers, fighting with the Dutch Indies forces, attacked Japanese warships near Tarakan and destroyed at least two enemy ships.

The American planes returned to their undisclosed base un-damaged, the communiqué said.

Dispatches from Batavia said General Wavell, hero of the first British drive into Libya, North Africa, had arrived somewhere in the Indies archipelago and established his headquarters.

Across the South China sea, British jungle fighters in a new withdrawal were apparently maneuvering to defend an 80-mile front only 90 miles north of Singapore as demolition engineers blew up tunnels.

(Continued on Page Two)

China Press Is Critical

Signs of British and American Reinforcements Lacking, Army Organ Declares.

Chungking, Jan. 14.—(AP)—The Chinese press declared today that signs of British and American reinforcements in the Far East were lacking, that the situation allowed of no optimism and turned severe criticism upon the conduct of the war in the Pacific.

British authorities in Malaya have shown themselves wanting in both vision and determination," was the blunt assertion of the Chinese army organ, San Lang Pao.

The term "Pacific war" appeared in publications 20 years ago and was the subject of constant discussion in Japan, yet Americans were caught off guard at Pearl Harbor, and the Philippines are left to look after themselves with a small force," it continued.

"Signs of Anglo-American reinforcements are absent while Britain and American authorities continue to indulge in sidetracking remarks. Both Knox and A. V. Alexander (Britain's first lord of the admiralty) urged the allies to strike Hitler first. If Japan is allowed to take Singapore and the Netherlands East Indies it will be easier said than done," it continued.

The paper urged Russia to strike before Japan is ready to attack Vladivostok.