Covered In Budget

Henderson Daily Dispatch

TWENTY-NINTH YEAR

LEASED WIRE SERVICE OF THE ASSOCIATED PRESS.

HENDERSON, N. C., TUESDAY AFTERNOON, FEBRUARY 17, 1942

FIVE CENTS COPY

\$32,070,901,900 WarFund Asked

Churchill Says Nazi Ships Were Hit Arms, Lend-Lease And Shipbuilding Australia Mobilizes

Situation In Atlantic Is Eased

British Prime Minister Declares Gneisenau and Scharnhorst Out of Action For Long Time; Helgoland Bight Raided.

Prime Minister Winston Churchill announced today that crippling aerial blows inflicted on 26.000-ton German battleships Gneisenau and Scharn-horst in the battle of Dover strait would keep the nazi sea raiders out of action for some time and that "before they can again play any part in the war" new British ships would be

Simultaneously, the German high command disclosed that British bombers have already attacks on Helgoland hight, where the two battleships and the cruiser Prinz Eugen are eported to have taken refuge after escaping from their bomb battered haven at Brest, France.

mehill said the German flight Brest, at the entrance to the h Channel, was "decidedly cial to us" and that "a threat ur convoys by the ships there is

Other good news for the United Nations came from the Russian war front as a bulletin from Adolf Hitler's field headquarters acknowledged that Soviet troops had scored a break through German lines 50 miles southeast of Vyazma, on the Moscow front, and the Berlin radio conceded for the first time that the Red armies had advanced 180 miles in some sectors

res had been encircled and can- pore because the fleet, tempor dulated" by counter attacking Ger- crippled by the Pearl Harbor att ans after heavy fighting, with 5,- could not help the defenders in ti 9 Soviet troops killed and 1,848 "But," he continued, "we prom taken prisoner, but from the broad our enemies this. The Yanks at the admission of such an advance,

On the north African front, British headquarters reported that German reconnoitering detachments had withdrawn from positions in advance of the main axis lines near Ain el Gazala, 40 to 50 miles west of Tobruk.

This might mean that Field Mar-(Continued on Page Two)

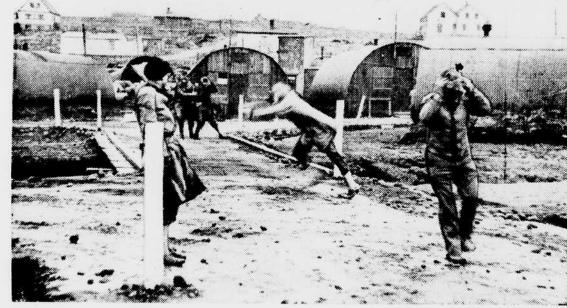
Republicans In Farm Bloc

Washington, Feb. 17 -(AP)-A farm blue proposal to prohibit sale of government-held crop surpluses below parity price levels gained trong Republican support today and dministration leaders conceded that Senate approval of the legislation

was likely. Senator McNary of Oregon, the port the measure when it comes up later this week, and Senator Brown, Democrat, Michigan, indicated he was afraid he was leading a losing

to back the proposal offered by Selfators Gillette, Bankhead, Rusself and a campaign in North Carolina derson Daily Dispotch is a member. the following 28 weeks. Thomas, because he felt it upheid through newspaper and radio ad- Whether or not any papers "teli" the whole principle on which the vertising. If and where these efforts for the scheme has not yet been relegislative farm program had been are successful, they will not only ported to the commissioner. Not based—that the tarmer should re- result in defrauding the public but long ago some of the radio stations ceive the parity price for his product also make the newspapers and in the state were taken in by a tending to give him equal buying broadcasting stations inadvertently power with others.

Just a Breeze for the Boys in Iceland



American soldiers somewhere in Iceland got their first taste of an arctic winter when a wind from the North Pole blew in at 85 miles an hour. The men in the picture are trying very hard to cling to Mother Earth. A

Advocated

Aid To China Oil Industry Asks Curfew, Rationing

Congressmen Urge BRITISH PLANES Material Aid to Chiang as Quickest Way to Stem Japan.

Washington, Feb. 17 .- (AP) --Congressmen called today for all-out material aid to China as the quickest way to stem Japan. and pledged meanwhile that millions of American men and thousands of American planes eventually would dominate France. every battlefront.

senator Austin of Vermont, the assistant Republican leader, asked that every effort be made to get supplies and equipment to Generalissimo Chiang Kai-Shek's armies as the most effective immediate steps.

Representative Maas, Republican colonel in the Marine Corps aviation reserves and ranking minority. since the beginning of their win-ter offensive.

Hitler's high command asserted claring that the United States sha Russian break through responsibility for the fall of Si

> "The Yanks are coming. Then planes and their warshaps are coming. The tread of their feet by the

ly begun to fight."

President Roosevelt's only comment on the situation was in the liner, which was being converted for same tone. He pledged to New Zea-land Mini ter Walter Nash that the war tonnage equivalent to about haif United States would not falter un-

SINK TWO SHIPS

London, Feb. 17.—(AP)—British An air ministry communique said a third ship in a convoy was left down by the bow under the attack in the bay, formed by the coast lines of Spain and German-occupi o

Northwest German ports and Senator Austin of Vermont, the as- fields in Holland were listed as tar-

Vandenberg Urges Probe Of Ship Fire

millions will be heard in Asia, in East rope, in Africa. Their planes by the scores of thousands will darken the skies above Tokyo and Berlin, their rivers of tanks will pour across the battlefronts in every corner of the world, their nundreds of warships will seek the seast before this year is out, next year, the year after—in Michigan senator said as the interis out, next year, the year after—in ever increasing numbers, from a fresh and powerful land that has on-

The senator said loss of the hug-

(Continued on Page Two)

Newspapers Expose 'Gyp' Hospital Insurance Scheme

Daily Dispatch Bureau.

guilty of commod conditions of the

(Continued on Page Two)

Ickes Advocates Pipeline Construction: Gasoline Famine on East Coast Imminent Because of Shipping Difficulties.

Washington, Feb. 17 .-- AP) = Secretary of Interior Ickes told a House committee today the oil industry had recommended immediate closing of all filling stations in the east from 7 p. m. to 7 a. m. weekdays and all day Sunday, and rationing of gasoline if this becomes necessary to offset fast dwindling stocks due to war loss and diversion of tanker ships.

The secretary, who is petroeum co-

ordinator, did not say what acti-

he contemplated on the industry'

aggestion, but did recommend the con-truction of an \$80,000,000 pipe-line system from Texas to the Philadelphia-New York area. The petroleum industryy, lele testified, recommened that "steps be taken to curtail the total east coast

consumption of petroleum products Washington, Feb. 17. (AP)—Sen- to the extent of approximately 15 Feb. 17. (AP)—The Italian higher Vandenberg, Republican, Mich- per cent from current levils during command reported today dust Brill.

> Sugar Ration U. S. Coasts Forms Speeded Defenseless,

Washington, Feb. 17. - (AP) -Presses of the government printing office and print shops throughout

Much colder tonight, near

freezing temperatures in in-

Walsh Says

the country rolled today with GPO's biggest printing order—the preparation of 700,000,000 forms, cards and booklets for the rationing of sugar, to be in the hands of local rationing agencies by March 7.

Within a "reasonable time" after the day might come when it warned Java's 40,000,000 people late that day might come when it warned Java's 40,000,000 people late. In the Sir Walter Hotel.

By BOB THOMPSON

Raleigh, Feb. 17.—What Insurance Democrat, Michigan, indicated heas afraid he was leading a losing aght against it.

McNary told reporters he had agreed McNary told reporters he had agreed agencies, have been trying to launch agencies agencies, have been trying to McNary told reporters he had agreed agencies, have been trying to launch to back the proposal offered by Senate to back the proposal of the Pacific Carolina agencies, have been trying to launch the therefore the proposal offered by Senate to back the proposal of the senate to back the proposal offered by Senate to back the proposal offered by Senate to back the proposal of the senate to back the proposal offered by Senate to back the proposal offered by Senate to back the proposal of the senate to back the senate to back the proposal of the senate to back the sen of the Pacific coast."

Walsh said a new spaper article recently had put coded to dramatic expose of the compace lack of defense of the City of its and the lack of the lack o

state of Alassachusetts

Redden Heads State Demo Committee

Japanese Bomb and Machine Gun Islands in Sunda Strait, Blasting Path for Invasion of Java; Philippine

buttern beine" in Australia today heart of the Datch Indies, and torged a new British withdrawal party conventions would be held in Radeigh on May 22. County Blasting a path for invasion. Japanese planes bombed and machine gunned several islands

The situation in neighboring Sumatra, across the 20-mile Strait of Sunda, remained obscure following Japanese capture of Palembang, producer of half of the Indies' petroleum

Japs Force

Withdrawal

In Burma

Front Active.

In the Philippines, General Douglas MacArthur's headquarnese air and artiflery bombardment and declared that 23 wemen and children had been killed and 22 others wounded when the invaders bombed an undefended refuser camp at Cacaben. behind the American lines.

RAF PLANES RAID CASTEL VETRANO

New Credit For Russia

Billion Dollar Lend-Lease Arrangement Being Negotiated; No Details Given.

ad thewarted Japan - lar \$1,000,000,000 credit. Officials said this initial credit (c) \$5,430,000,000 for d and that only Officials said this initial credit to Sacagon, on for lend-least had been nearly all allocated and a new credit was needed soon in order to plan further production of the weapons that Russia will need.

Officials said this initial credit to Sacagon, on for lend-least had been nearly all allocated and a new credit was needed soon in order to plan further production of the weapons that Russia will need. Although some of the materials ed as food—\$1,300,000,000—and Sec promised under the first \$1,000,000,-000 credit have been delivered to the the emphasis would be on "more cosupplies is a military secret.

However, it was learned officially that the entrance of the United States into the war had created ome shipping difficultie

The new credit is still in the no gotiation stage and the exact amount and details have not been settled.

If may take the form of a more war materials to be repaid in k or a credit to be repaid in any

sources the Russians may find a

Commission To Investigate State Hospital

tage of Massachusetts — mission will decide itself what lines democracies. That is, they have in the past and do yet. That they'll still ed on the east coast and in the 2011, ably will interview many former at well as a the rest coast patients of the institution.

Precedent-Shattering Appropriation Measure Sent to Congress: Would Raise War Expenditures to \$142,-000,000,000.

Washington, Feb. 17.-A precedent-shattering \$32.970. 901.900 appropriations bill for arms, lend-lease aid, and construction of merchant ships at the rate of two a day went to Congress today with the message nation been faced with the war costs of the magnitude that confronts us.

The House appropriations committee bluntly declared that "the United States had embarked upon the largest production of war materials ever undertaken by any nation." It asked

immediate action. "Billions upon billions of dollars and the output of more than half of our factories will be geared to the manufacture of munitions, tanks, guns, and other implements and articles for war

Washington, Feb. 17.—(AP)—Ot- man, disclosed that the construction mdies' petroleum

said the scorched of Palembang's on a \$100,000,000 was being negotiated for the scorched of Palembang's on a \$100,000,000 was being negotiated for Russia.

Last fall, Russia received a similar \$1,000,000,000 credit.

Unity Test

After War Worldwide Organization to Follow War

Talked in United Na-

By CHARLES P. STEWART (Central Press Columnist) Washington, Peb. 17.-Will the lited Nations stay united after the

tions Capitals.



ages. They all

Lord Halifax as democracies,