



Henderson Daily Dispatch

7. LESLIE PERRY MEMORIAL LIBRARY
HENDERSON, N. C.



ONLY DAILY NEWSPAPER PUBLISHED IN THIS SECTION OF NORTH CAROLINA AND VIRGINIA

TWENTY-NINTH YEAR

LEASED WIRE SERVICE OF
THE ASSOCIATED PRESS

HENDERSON, N. C., THURSDAY AFTERNOON, JUNE 18, 1942

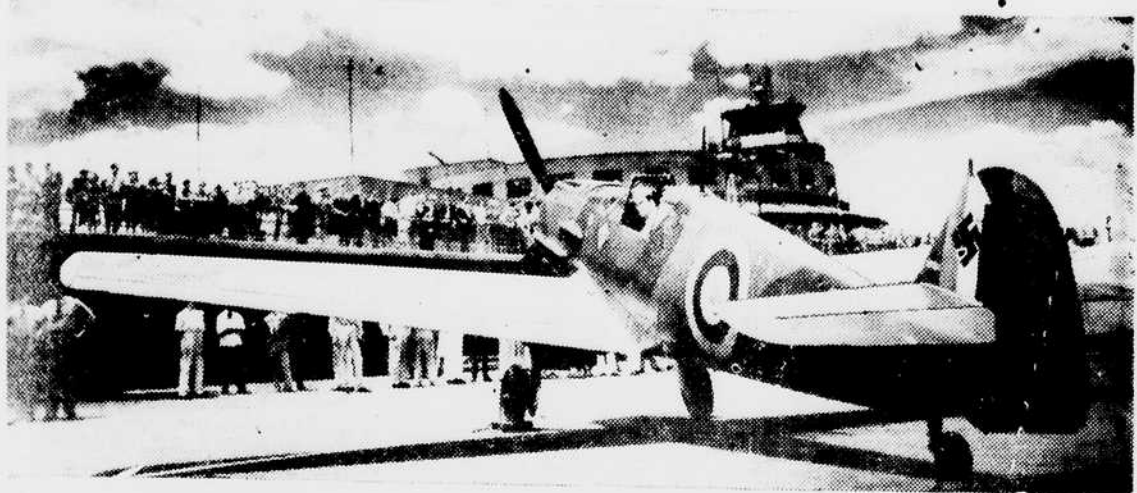
PUBLISHED EVERY AFTERNOON
EXCEPT SUNDAY

FIVE CENTS COPY

Nazis Threaten On Two Fronts

Sales Tax Unlikely To Pass

Messerschmitt Lands at La Guardia Airport



In a new and strange setting is this German Messerschmitt-109 fighting plane. It is shown at La Guardia Field in New York City after arriving from Washington. It is part of the air cavalcade that is to tour the country to encourage bond sales. The plane, flown by Capt. Elmer McKesson, of Richmond, Va., was shot down over England and rebuilt. It has a swastika on its tail, and the British emblem on its fuselage to avoid mistakes in identification. (Central Press)

U. S. Is Stronger In Pacific

Mexico Aids In Sub Hunt

Planes of Latest Bel-ligerent 'Winging Far to Sea' Searching for Raiders.

(By The Associated Press.) News of aid to the United States in the war on axis submarines came from Mexico City today with the announcement that Mexican patrol planes are scouring the Gulf of Mexico and the Pacific under orders to "sink on sight" all prowling undersea boats.

While the officially announced toll of ship sinkings since Pearl Harbor remained at 275 in the Atlantic and adjacent waters, General Robert Fernald, chief of Mexico's military air force, said:

"Our pilots are winging far out to sea, searching for the enemy everywhere. We have no news of any encounters yet, but our fliers hope it will not be long before they have an opportunity to fire their machine guns and loose their bombs against an enemy."

Mexico declared war on the axis powers three weeks ago. Fernald said twelve modern patrol planes have reached Mexico in recent days and already are in service. Acknowledging difficulty in obtaining more ships speedily from the United States, he said Mexico was expanding its own manufacturing and repair facilities.

From Washington, Rear Admiral Robert W. Waesche, commandant of the U. S. Coast Guard, stressed the need for sacrifices of coastal fishermen. Replying to a protest from the Atlantic City Yacht club against the twelve-mile ocean limit for sport and

(Continued on Page Seven)

Balkan Axis Allies Dispute Over Frontier

Istanbul, June 18.—(AP)—Rumania and Hungary together are withdrawing about 600,000 troops from the Russian front and most of them are facing each other across the disputed Transylvania border, a neutral traveler reported today after visiting both countries.

"Relations are so strained that anything can happen any time," he said. "Nothing will prevent the Russians from attacking the Hungarians to win back Transylvania."

The informant said that both nations had agreed at German behest in mid-May to withdraw their Transylvanian troops but that neither had kept the pledge. (Only part of Transylvania remained under Russian sovereignty after a territorial settlement which Germany forced Rumania to make.)

The traveler estimated that Hungary nevertheless has increased her contribution of men to Germany's Russian front to 186,000 as compared with 130,000 last year, whereas Rumania had sent on 150,000 com-

Firing Heard In Caribbean

Bogota, Colombia, June 18.—(AP)—Newspapers here printed reports today that cannonading was heard last night off the Colombia coast and they expressed belief that United States destroyers were battling axis submarines.

Advices from Riohacha, on Colombia's Caribbean coast, about 500 miles east-northeast of the Panama Canal, said that the shellfire seemed to have originated about 40 miles offshore.

The reverberations came about 3 p. m. (9 p. m. EWT) yesterday.

Axis Uses New Bomb

Rocket Type Weapon Makes First Appearance in Sea-Air Mediterranean Battle.

London, June 18.—(AP)—Axis planes participating in the great sea-air battle in the Mediterranean this week were reported today to have employed a new type rocket bomb characterized by technical authorities as the most important innovation since the introduction of the magnetic mine.

Some experts went so far as to say that because of its terrific penetrating power and high potential accuracy the new weapon might result in development of a technique that would supersede dive bombing. The rocket bomb reported used by the axis planes, described as the aerial equivalent of a high caliber artillery shell, apparently is similar to bombs which Russian aircraft recently have been reported employing with great effect against nazi tanks on the eastern front.

Self-propelled, the new bombs are attached to the under side of the wings and are aimed by pointing the plane's nose directly at the target. When discharged they leave a trail of sparks like the tail of a comet.

WPB Shakeup Is Predicted

Washington, June 18.—(AP)—A war production board spokesman today predicted an "extensive organizational realignment" of WPB within a month, which "inevitably will bring the abolition of some jobs."

At the same time, he emphasized that the changes probably would not be based on the latest congressional criticism of \$1-a-year men, released today by Chairman Truman, Democrat, Missouri, of the special Senate defense investigating committee.

WPB Chairman Donald Nelson declined to comment on Truman's de-

(Continued on Page Seven)

Revenue Bill Almost Completed

Administration Reported Exerting Terrible Pressure Against What Sales Tax Sentiment Remains in Committee.

Washington, June 18.—(AP)—A sales tax was conceded by its advocates today to have only in out-lie chance of approval as the House ways and means committee began putting the finishing touches on a tax bill which probably will produce about \$6,650,000,000 in new revenue.

Hoping to end its work in a week, the committee still has to vote formally on a sales tax and two other subjects—a post-war credit for corporations which pay high excess profits taxes, and withholding of individual income taxes at the source.

The administration was reported to be exerting terrific pressure against what sales tax sentiment remained in the committee, and one of those who have been advocating it to make up the difference between the present bill and the Treasury's revised \$8,700,000,000 tax goal observed "it looks like we're licked."

Informed sources said that Democratic congressional chieftains had urged that the bill be brought to the floor as soon as possible even if that meant a sales tax would be deferred for later consideration.

It was learned that the committee vote on this question would come before next Wednesday night, barring unforeseen eventualities.

Sugar Stamp Value Changed

Washington, June 18.—(AP)—The value of sugar stamps 5 and 6 has been increased to two pounds each, but each stamp will cover four weeks instead of two, so the weekly ration for each consumer will remain at a half-pound.

Stamp number 4, now valid for the purchase of a pound, will expire at midnight June 25, the office of price administration announced. Number 5, good for two pounds, may be used at any time up to July 26, and number 6 will then be valid until August 22.

Under the new plan grocers will have fewer stamps to handle.

Ava Says It Isn't True

Raleigh, June 18.—(AP)—It isn't true, says Mrs. Mickey Rooney, that she and her husband, the movie star, have separated.

"It's so silly," she said concerning a rumor of the separation. "There isn't a bit of truth in it."

Mrs. Rooney, who is spending some time here with her sister, Mrs. J. A. Grimes, announced that she plans to return Sunday to Hollywood and Mickey.

She is the former Ava Gardner, daughter of Mrs. J. B. Gardner of Rock Ridge, she said she had planned to visit Wilson on her trip to North Carolina but now wasn't sure she'd be able to make it before returning home.

The rumor that she and Mickey had decided to go different ways "began the day I left Hollywood," Mrs. Rooney said. At least one movie columnist has telephoned to inquire if the rumor had foundation.

WEATHER

FOR NORTH CAROLINA
Little change in temperature tonight.

They Fought For Freedom



Nazis in occupied France called these five Frenchmen saboteurs; their own people call them patriots. They are pictured as they waited for a firing squad to do its work. One of the accused men lifts his hands in a plea of innocence. The others, though they kneel, show no terror to their captors. Defiance is their only emotion as they await death. (Central Press)

War Expenditures Near Billion Daily

Miller Heads AP Bureau

New York, June 18.—(AP)—An announcement that Paul Miller will become chief of bureau in Washington was made by Kent Cooper, general manager of the Associated Press today.

Miller, who succeeds the late Bryan Bell, has had experience in various departments of the organization and has headed three bureaus. He goes to Washington from a position as executive assistant to the general manager.

Watch Your Investments

Babson Discusses Outlook for Leading Industries, Advises Some Readjustments.

By ROGER W. BABSON
Copyright—1942—Publisher
Financial Bureau, Inc.

New York, June 18.—Once a year I like to give readers a brief resume of some of the various leading industries. I am arranging these, however, alphabetically rather than in accordance with their immediate importance, as they are changing their relative position each month. Following are my condensed analyses:

Industries for Consideration.
AGRICULTURAL EQUIPMENT: An essential industry. Profits satisfactory, dividends liberal. Farm prosperity should maintain post-war sales.

AUTOMOTIVE: Practically entirely converted to war production. Profit margin down. Taxes up. War-end outlook favorable.

AVIATION: Outlook for manufacture.

(Continued on Page Four)

Joe Louis's Fights To Be In Uniform

Washington, June 18.—(AP)—Secretary of War Stimson said today that heavyweight Champion Joe Louis would make no more public appearances, except those strictly for the armed services, until he completed his basic training.

Louis, who is Corporal Joe Louis Barrow in the Army, now stationed at Fort Devens, Mass., has been unable to keep up with the Army's military training program, the secretary said.

Sevastopol Fort Gorky Is Captured

British Armies in Libya Reported Split Into Two Parts, With British Withdrawing to Near Egyptian Frontier.

(By The Associated Press)

Grave new threats to the British armies in north Africa and the Russian defenders of Sevastopol were reported today as the German high command asserted that nazi troops had driven into Sevastopol's immediate defense ring and had split the British Libyan armies into two parts.

A bulletin from Adolf Hitler's field headquarters said the German siege armies storming Sevastopol, the last big Soviet stronghold in the Crimea, had captured Fort Maxim Gorky and had driven within two miles of the harbor entrance.

The communique described Fort Gorky as "the most modern and strongest bastion of the whole fortress."

Besides capturing Fort Gorky in the main fortifications north of the city, the axis assault forces also drove back stubborn Red army troops on the southern fortifications, the Hitler command said.

The nazi claim of having knifed into Sevastopol's ring of fortifications was unconfirmed elsewhere, the Russians declaring they had beaten off a series of savage new attacks.

In the Libyan desert struggle, British imperial headquarters acknowledged that British troops had withdrawn to fortified positions near the Egyptian frontier, quitting Sidi Rezagh and El Adem and leaving Tobruk practically surrounded.

A nazi communique said strong German and Italian tank formations were pursuing the eastward British column, which was described as "fleeing" toward Bardia, 15 miles from the Egyptian frontier.

The communique asserted that several desert forts on the southern perimeter of Tobruk's defenses had been captured.

Sidi Rezagh is 25 miles southeast of Tobruk and 50 miles from the Egyptian frontier; El Adem is 18 miles due south of Tobruk.

An Italian war bulletin asserted that aerial reconnaissance indicated the British were beginning a general

(Continued on Page Seven)

Jap Threat Less Grave

Stimson Says Losses in Recent Battles Have Reduced Danger of West Coast Attack.

Washington, June 18.—(AP)—Secretary of War Stimson said today the losses inflicted on the Japanese in the Pacific had temporarily but substantially reduced the threat of an attack on the Pacific coast which he has repeatedly said might be expected.

War and Navy department information is, he said, that the Japanese thus far had made only a "very small landing" in the Aleutian Islands off Alaska but he stressed that fog and unfavorable weather obscured developments in the north Pacific.

Information is still incomplete, the secretary also told his press conference, on the earlier air and sea engagement off Midway.

"But after three days of fighting the enemy fleet was scattered over the Pacific ocean, hustling away as fast as it could in the opposite direction, without air protection," he added.

In the Aleutians, Stimson said, the American and Japanese forces thus far had only fleeting glimpses of each other through the eyes of airplanes.

He promised that the government would make available "every bit of information we can" about the Aleutians as well as the earlier engagement off Midway island in the Pacific and in the Coral sea near Aus-