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EDEN URGES CHIANG TO QUIT ISLANDS

Withdrawal Asked To Ease Tension In Far East

LONDON — Foreign Secretary Anthony Eden today called on Chiang Kai-shek to withdraw his Nationalist armed forces from the coastal islands off China.

Giving the House of Commons a report on his Bangkok meeting with U. S. Secretary of State Dulles and tour of southeast Asia, Eden praised both the United States and Chinese communists for relaxing tension over Formosa.

However, he said sounding out Peiping on a cease-fire had led him to "come reluctantly to the conclusion that the necessary conditions for progress do not yet exist."

"The U. S. government have already given positive proofs of their desire to relax tension and reduce the risks of war," Eden said. "I am convinced that they wish to see conditions created which would put an end to active military hostilities in the area and reduce the dangers of a wider conflict."

"They have effectively restrained the Chinese Nationalists in recent weeks from initiating



WAVING HIS EXIT PAPERS, Irving Patash, one of the 11 convicted Communist Party leaders, boards a liner in New York on the way to Poland. The former fur workers union official, was convicted in 1949 of conspiring to advocate the overthrow of the U. S. Government by force and violence. After being released, he chose to leave for Communist Poland in preference to facing a new trial for active membership in the Communist Party. (AP)

Stock Market Probe

Economist Fears Possible Crash

WASHINGTON — John K. Galbraith, Harvard economist, said today the United States may be in the early stages of a boom-and-bust cycle that could end in a 1929-style crash.

Galbraith told the Senate Banking Committee there are "formidable safeguards" against another such crash, but he spoke of "speculative orgy, once it is well launched, remains essentially uncontrolled."

Galbraith, who has written a soon-to-be-published book on the 1929 financial debacle, saw such danger signs now as increased credit buying, an influx of new purchasers into the market and a price and the book value of shares.

Galbraith offered these specific recommendations: 1. "Should there be a resumption of the upward movement of the past year in the weeks or months ahead, the federal reserve should be pressed to put trading on a cash basis by raising margin requirements to 100 per cent."

2. The government should make clear its determination to hold securities speculation in check, with "specific and reiterated warning about the danger of runaway speculation."

3. "If speculative tendencies persist, more drastic measures in the way of stock exchange regulation should be considered."

Galbraith voiced agreement with stock exchange presidents who testified earlier that the American economy is far stronger than in 1929. He agreed to there are safeguards against a new crash, among them curbs on "wholesale market rigging and fervent salesmanship."

But he cautioned that "the fundamental problem of containing a

Reduction Of U.S. Tax From State Levy Urged

Only Part Of Payment Would Be Deductible

RALEIGH — (AP) — A bill to allow Tax Heels to deduct part of their federal income tax payments in figuring their state taxes was tossed in the Senate hopper today.

Sen. Charles H. Reynolds of Rutherford introduced the income tax measure. It would allow taxpayers to deduct up to \$20 of their federal income tax payments in figuring their state taxes on their 1956 incomes. For 1957 and subsequent years, they would be allowed to deduct up to \$50. The measure would not affect corporation income taxes.

Several weeks ago Reynolds introduced a bill to allow individuals to deduct all their federal income tax payments in figuring their state income taxes. He said it would have an unfavorable report for this bill. Reynolds said that he felt the maximum deduction should be "increased still further in future years, but that it should be limited to \$50 at this time due to the present revenue situation in North Carolina."

Reynolds said North Carolina "has perhaps the highest income tax of any state in the union." He said North Carolina is one of only 11 states which do not allow deduction of federal income taxes in figuring their state income taxes. The senate, meanwhile, was passing on a cash basis by raising margin requirements to 100 per cent.

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President Gets Dulles' Report On Far East. (AP)

Dulles Thinks Chinese Reds Not Bluffing

Expects Some Move Against Island

By JACK BELL WASHINGTON — Secretary of State Dulles was described today as believing the Chinese Communists are not bluffing and will shortly make some military move against Nationalist-held islands opposite Formosa.

The secretary, who returned Sunday from a trip to the Far East, had plenty of opportunity today to outline such a view, either at secret briefings in a congressional committee or in a report tonight to the nation.

It is making a day of it. The Senate Foreign Relations Committee in the morning, the House Foreign Affairs Committee in the afternoon and national radio-television networks tonight.

The recorded half-hour talk will be carried over radio by CBS (10 p. m.), ABC (10:30 p. m.) and NBC (11:30 p. m.). A film will be televised over Columbia (11:15 p. m.).

Officials said Dulles appeared convinced the Chinese Communists would make some move toward carrying out their threats to attack Formosa. He was represented as feeling that military action against coastal islands probably would be coupled with subversion efforts directed against the islands.

PLANS REFUSE He was said to be unwilling, even in private conversations, to spell out American intentions on the islands of the Nationalist-held islands of Quemoy and Matsu, just off the Red mainland opposite Formosa.

Dulles and President Eisenhower have said Quemoy and Matsu will be defended, if attacked by Red China in an obvious drive to conquer Formosa.

Dulles reportedly says he made no commitments when he and British Foreign Secretary Anthony Eden discussed the Formosa situation in the Far East.

Others May Serve

Woman Picked For Jelke Jury

NEW YORK — At least one woman will serve on the jury in the second trial of Minot F. Jelke on charges he induced girls into a life of false society vice.

Mrs. Annie Johnson, gray-haired former music teacher who has a married daughter, was seated today as the fourth juror, and Mrs. Ida M. Billings of Baldwin Park, Calif., yesterday identified the gunman as her son, Charles Ernest Billings Jr., 23. She also explained why Billings took the name of an ex-convict, Melvin H. Gray, several years ago.

Mrs. Billings said Charles was driving a car on approval from two others and held a 17-year-old boy hostage for eight hours by her son who he shot to death by a post-mortem in this southwestern Wyoming railroad town Friday night. Just before he collapsed in a house where he had taken refuge, Billings said: "I'm dead, damn it, come and get me."

The killing and kidnaping rampage was touched off when Billings was surprised during a burglary at Kemmerer, also in southwestern Wyoming.

Officers thought the desperado was Gray until they checked his fingerprints with those on the file for Gray at the Wyoming Penitentiary. Billings' sister, Mrs. Claudia Bales of Thermopyle, first notified officers that her brother had been using Gray's name.

Under the name of Melvin Gray, Billings had established a reputation as a clean-living, dependable young man in western Wyoming where he worked on ranches and in oil fields.

Three married men were seated on the jury on the trial's opening day yesterday. Asst. Dist. Atty. Anthony J. Liebler presided over the selection of the full panel would take two to three days.

When asked by Liebler whether she knew Jelke or ever had seen him in a nightclub, she smiled and said she had never seen him.

George Washington Herz, Jelke's attorney, asked her whether she had any prejudice against the defendant because of the nature of the charge. She said she did not.

She also answered in the negative when Herz asked her whether she would agree to be on the jury.

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She also said she would not be embarrassed if she were the only woman chosen for the jury.

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Assemblymen Making Trip

RALEIGH — North Carolina's General Assembly was set today to make its first out of town trip to the 1955 session this afternoon.

The legislators were scheduled to board buses shortly before 2 p. m. for a ride to Greenville where they will attend dedication ceremonies for two new buildings at East Carolina College. The college also is celebrating the 47th anniversary of its founding.

One of the new structures is the James Vanhook Joyner Library and the other the Clyde Atkinson Extension Hall. Joyner and Erwin both served as state superintendents of public instruction and as chairmen of the PCC Board of Trustees.

Dr. Lawrence Quincy Mumford, librarian of Congress and president of the American Library Assn., was on the program as principal speaker at the dedication ceremonies.

Court Was Rough On Speed, Gentle, Ruff

DETROIT — Speed, Ruff and Gentle drove reckless during the winter months in traffic court yesterday.

Speed, Ruff and Gentle were fined \$25 and their operator's licenses were suspended for six months.

Gentle was got the roughest sentence—five days in jail and a six-month driving ban.

State Official Opposes Raising Juvenile Age

RALEIGH — Boys now adjudged as 15 are "harder to handle" than their "fathers were" as 25.

Sam Leonard, state superintendent of corrections and training, told House Judiciary Committee 1 today as he opposed a bill which would extend the jurisdiction of juvenile courts to youths 16 years of age when (1) it is a first offense, (2) a misdemeanor and (3) not a violation of the motor vehicle laws. The juvenile court jurisdiction now ends when children reach their 16th birthday.

Leonard told the committee the state needs a reformatory— which it doesn't have—to take care of the older juveniles. He said the state's training schools have neither guards, nor locks nor bars. A reformatory would be a school type of work, a training school but has guards and bars.

The committee decided to defer action on the bill until the legislature reviews the report of a commission which has studied the problem of juvenile delinquency. Leonard said he understood the commission would recommend the 1967 legislature make provision for a reformatory.

Leonard said if the state had a reformatory he would favor lifting the age for juvenile court jurisdiction even more and that this would be recommended by the study commission.

He told the committee the same law was proposed in the 1951 and 1953 legislatures but "we are in worse shape to accept the bill than we were then" because "our institutions are overflowing."

Besides, he added, "I don't see

'We Need Heavyweights,' Blythe Says

By JULIAN SCHEER Charlotte News Staff Writer

"Send us some heavyweights." That ringing cry came from the legislative halls of Raleigh today and Sen. F. Blythe made the plea. He said he wants "good and strong" local representation at a special hearing tomorrow on senatorial redistricting, an issue which vitally affects Charlotte and Mecklenburg.

The ultimate result of months of work on redistricting may not be one more senator for Mecklenburg.

When the General Assembly met in January, Sen. Blythe introduced a resolution which would set up a commission to study redistricting and recommend appropriate legislation to follow the mandate of the constitution.

However, the action about legislation was eliminated pending the report of the commission.

REPORT TO BE MADE The commission was urged to hold public hearing and tomorrow's session in Raleigh is a

EVENING PRAYER

Gracious Father, we thank Thee that Thou hast given us the privilege of knowing Thee through Thy Holy Spirit who dwells in us and who is the source of our life and strength.

Help us to live in Thy love and to be faithful to Thy commandments. Amen.

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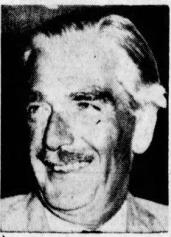
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ANTHONY EDEN

attacks against the Chinese mainland. They have persuaded the Nationalists to evacuate the Tachen and Nanchi islands.

As for the Chinese Communists, Eden said "for their part they have refrained from attacking Quemoy and the Matsu."

He expressed hope "they will continue to exercise this restraint and that they will make it apparent that, while maintaining intact in all respects their position in regard to Formosa and the Pescadores, they will not prosecute their claims by forceful means."

Ike Has Cold, Mamie Flu

WASHINGTON — President Eisenhower stayed away from his office for a while this morning because of "slight symptoms of a cold" but later decided to keep most of his engagements. Mrs. Eisenhower was ill with flu and confined to bed.

The White House announced at 9:40 a. m. (EST) that all of the President's morning appointments had been canceled because of his indisposition.

However, Press Secretary James C. Hagerity said later the chief executive was at his desk at 11:25 a. m.

The cold symptoms caused Eisenhower to cancel his regular weekly meeting with Republican Congressional leaders. Three other morning engagements also were canceled but later were reinstated.

The White House physician, Maj. Gen. Howard M. Snyder, checked on Eisenhower and reported the President had no fever.

Snyder told newsmen: "I just kept him (the President) in for a while as a precaution against a cold. He has some congestion."

Snyder said Mrs. Eisenhower had "a pretty tough shot" of flu. He added: "She is better today—much better, but she won't be able to be out for another three or four days."

OUR WEATHER

15,000 MOVED PARIS — Of 50,000 Chinese living in North Viet Nam, 15,000 have been evacuated to the non-Communist south, the French press agency reported today.

Fair tonight and tomorrow. Somewhat warmer tomorrow. Scattered frost tonight.

Low tonight—25. High yesterday—51. High today—52. Sunrise 6:44 a. m.—6:52 p. m.

More Weather Data on Page 2A

Chiang Expects U. S. Support

TAIPEI, Formosa — Chiang Kai-shek's Chinese Nationalists are apparently convinced of American support for the defense of the island.

The Nationalists are now that Quemoy and the Matsu will be defended, with or without American support.

The estimated 5,000-man Matsu garrison is being trebled.

Reports suggesting that there might be an evacuation of the Matsu at the northern end of the Formosa Strait, have provoked an angry reaction here.

The anger stems from the pull-out from the Tachen and Lantao from Nanchang. These were islands in the Nationalists.

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Emancipated Chinese

Woman Propagandized TOKYO — Communist China propagandists boasted at great length today about the "new importance of women" in its economy.

A Peiping broadcast, heard here, said many women are now directors and deputy directors of factories.

"Women engineers, women drivers and women industrial workers are no longer rare in China today," the propaganda radio said.

"Nobody can kick women around in China now," the broadcast concluded. "They have the same rights as men in every field."

See WE NEED on page 2A