

MACKENZIE KING GOVERNMENT IS RETURNED

MAXIMS
OF A
MERE MAN

Some are fastidious about things that offend the senses but shudder not at things that soil the spirit.

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MAXIMS
OF A
MERE MAN
It is sadly possible to be good and to do good in such an unlovely way as to repel rather than attract.

British Seeking Naval Battle With Enemy Fleet

PLAN SEEN TO DRAW NAZIS OUT

LONDON, March 26—(CP)—Britain's North Sea destroyer and submarine squadrons were reported tonight to be assembling in the Skagerrak south of Norway and some sources said their dual purpose was to tighten the blockade around Germany—particularly ore shipments from Sweden—and to lure the German fleet into a naval battle.

Neutral losses continued to pile up in the war at sea, as the Admiralty disclosed tonight that during last week the Allies, although they struck hard at German shipping, suffered not a single loss among their own craft.

The Admiralty statement added that 16,561 tons of non-convoyed neutral shipping went down, but that for the first week since war began, no Allied sea lanes were reported to have been closed. The concentration on the Skagerrak was said to be the halting of Swedish iron ore shipments through the bottleneck between Denmark and the Scandinavian coast, but neutral observers believed it might serve a second purpose. They said Germany might be spurred into sending her cruiser squadrons out attempting to sweep smaller British warships from the rim of the Danish peninsula and thus bring the British fleet steaming for the first major engagement between the two fleets.

Pound Continues Downward Slide

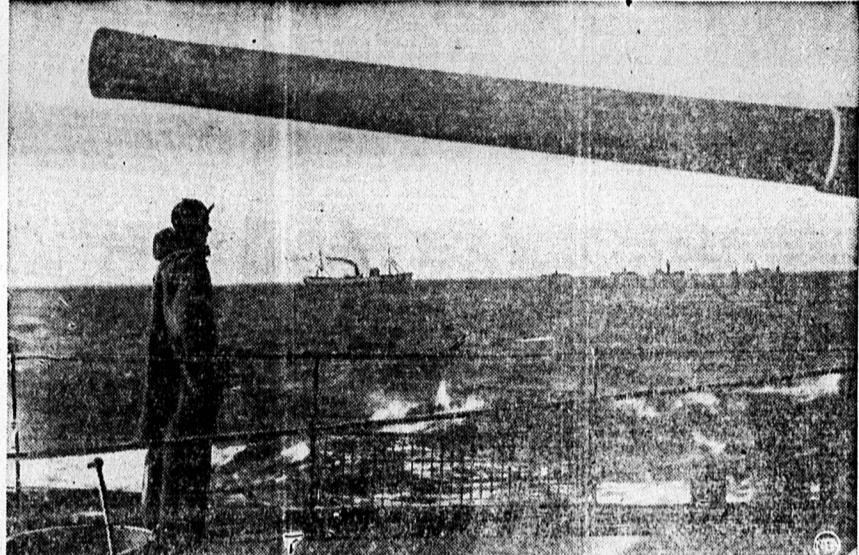
NEW YORK, March 26—(AP)—The pound sterling continued its slump today, falling 3-4 cents before foreign exchange dealers closed their books, to mark the worst decline for the British unit since the devaluation of gold in 1934. Sterling closed at \$3.53 1/2 in the United States dollar, a little above its worst price for the day.

Traders said the recently announced restrictions of the British exchange control board, which facilitate accumulation of dollars for war-time needs, again operated to cause a general withdrawal of demand for sterling in the "free" market. The fall widened the gap between the parallel open market price and that fixed by the British control board, which buys sterling at \$4.02 1/2 and sells at \$4.03 1/2. The London franc slumped 1-1/2 cents to 2.90. The Canadian dollar declined only 1-8 cent to a discount of 19 1/8 per cent. Ottawa Foreign Exchange Control Board rate 9.09—9.91 per cent discount.

Coming Events

- *Variety concert Port Augustus Hall, Wednesday, March 27, 7-10 p.m.
- *See Hampshire Young People's club play in Kingston Hall, 1 March 28th. L-198-3-20-27.
- *Cornwall rink tonight, Hampshire va. Kingston. Good ice, skate after. L-135.
- *Buying live hogs at Abany Market 28th, Friday, March 29th until 1 P. M. Signed C. Green.
- *Reserve Saturday, April 6th for Rebekah Cake Sale at Maritime Electric. L-118-3-27-11.
- *Fox Meats—Ground Meat 5c. Home Meat 5c. Beef Tripe 3c. Hog Flukes 2 1/2c. Island Cold Storage Company.
- *Special last year prices while our stock of summer stoves in. Order now Co-operative Hatchery, Box 369, Charlottetown. L-119-3-27-28-30.
- *Loading live hogs at North Wiltshire March 29th from 10:30 A. M. until 1 P. M. Reagh Bagnall, 27-11, Bulman. L-130-3-27-11.
- *Buying Live Hogs at Emerald Thursday, March 28th in the afternoon. Arthur Haslam. L-130-3-27-21.
- *Postponed Mission Circle concert and tableau York United Church this Friday evening at 7:30. Speaker Mr. Athol Roberts. Admission 20 and 10 cents. L-134.
- *Loading Hogs Thursday, March 28th follows: Summerside 10 A. M. till 1 P. M. Kensington till 3 P. M. Mervyn Bulman and Reagh Bagnall, Hunter River Friday till noon. Mar. Ewen & Campbell. L-96-3-27-11.

Canada's Navy On Guard



Canada's small, but efficient, navy is taking an active part in protecting the British Empire's far-flung shipping lanes, patrolling both coasts of the Dominion and conveying merchant ships. Above, a Canadian seaman stands watch as his ship escorts a convoy of merchantmen.

P. E. I. Elects Four Liberals

CHARLOTTETOWN, March 26—(CP)—Prince Edward Island returned a straight Liberal ticket on the basis of the civilian vote today for the second time in consecutive federal elections. Canada's smallest province which has only four representatives in Parliament, returned Liberals in all three constituencies, Prince, King's and Queen's, the latter a two seat riding. It was a straight party fight between Liberal and National Government candidates. One of the victors was Finance Minister J. L. Ralston running in Prince. His was the first election indicated in the Maritimes. In Queen's Cyrus Macmillan, head of McGill University department of English, led the poll with a majority of more than 1,500 over his nearest National Government opponent. His running mate, J. L. Douglas, defeated in own constituency.

Begin Count Of Overseas Soldiers Vote

LONDON, March 25—(CP)—In an office building adjoining Canada House, scrutineers under the direction of Col. J. T. C. Thompson today began to count the vote of Canada's active service force in the United Kingdom. Col. Thompson regarded the vote as "light" about 60 per cent, he said. He had expected 85 per cent. The count started with the Prince Edward Island men and Colonel Thompson hopes to have the Maritime count completed before the end of the night. It will resume tomorrow.

Third-party Candidates Lose Deposits

Apart from C.I.S., all of the seven third-party candidates running in N. S. lost their deposits. S.X ran in the Nova Scotia riding, leaving Prince Edward Islanders a straight two sided seat. Two independent Liberals ran—one each in the last Parliament loss in an independent Liberal in that riding, forfeiting his deposit. J. P. Barry lost under the same circumstances in Northumberland, but appeared to have saved his deposit by a narrow margin. Closest fight in the east developed in the Nova Scotia riding of Cumberland. Percy C. Black, leader of the opposition in the Nova Scotia legislature, resigned his seat to run as a National Government man against K. J. Cochrane, the sitting member, and appeared to have lost by four votes on the final count.

International At A Glance

PARIS—Premier Reynaud presents cabinet to France as "war government" with one goal: "beat the enemy."
LONDON—British naval squadrons converge on Magellan to create blockade around Germany.
LA PAZ—Provisional president Quintana proclaims state of siege for Bolivia.
ROME—Hungary and Italy agree to continue to keep war from Balkans.
WELLINGTON—Prime Minister Savage dies.
OTTAWA—Liberal Government returns to power as country backs its war policy; National Government led by Dr. R. L. Manion, defeated in own constituency.

Admiralty Says Spee's Crew Quit

LONDON, March 26—(CP)—The Admiralty, dealing anew with the three month old incident of the German pocket battleship Admiral Graf Spee, announced tonight it had learned from witnesses aboard British merchantmen in the harbor of Montevideo at the time, that the warship's crew refused to take the Graf Spee to battle at sea after eight appeals from her officers. The Graf Spee put into Montevideo on December 13, after a running battle with three British cruisers. On December 17, the Graf Spee, was blown up near the entrance to Montevideo Harbor by order, according to an official German announcement, of Adolf Hitler. "During the afternoon of Saturday, Dec. 16," said the statement released by the Admiralty, "a factor arose which the German command had not taken into account. The crew of the Graf Spee refused to take their ship to sea. Between 1 P. M. and 7:30 P. M., the crew of the Graf Spee were mustered on deck at least eight times and harangued by one officer after another. "A final appeal to the men was made by Captain Langsdorff himself but still the men refused to return to duty. During these musters the Graf Spee's crew broke ranks, shouted and behaved in a disorderly manner, refusing in a mutinous." The statement said Langsdorff went ashore and consulted with the German Minister of Uruguay and his advice must have been to Hitler about that hour and the reply ordering the scuttling of the ship was received about midnight. "Officers had previously protested against the order to scuttle the ship," continued the statement, "and had called for volunteers from the crew

U. S. Steel Corporation Makes History

NEW YORK, March 26—(AP)—Directors of the United States Steel Corporation took Wall Street by surprise today by cutting an \$8,700,000 dividend "in lieu" for its common stockholders. Not only was it the first time anything had been ordered paid to the common shareholders in more than two years, but it was the first time in 23 years that the directors of the big steel maker had announced a dividend at any time other than at a regular quarterly meeting. When the directors held their quarterly meeting last Jan. 30, only the regular preferred dividend was announced. The next quarterly meeting is not slated until the last Tuesday in April. The company announced it would pay a dividend of \$1 a common share April 26 to holders of record as of April 15. The last payment, which was \$1 a share, was ordered in October, 1937. Before then, nothing had been paid on the common shares since a 50 cent dividend was paid in 1932. "The company gave no explanation for the unexpected decision to make a payment, other than chairman Edward R. Stettinius, Jr.'s statement: "This dividend is based on the corporation's earnings during recent months."

Party Standing By Provinces

3 A. M. AST—Canadian Press Party Standings by Provinces based on civilian vote:

| Party | Total | P.E.I. | N.S. | N.B. | Que. | Ont. | Man. | Sask. | Alta. | B.C. | Yukon |
|----------|-------|--------|------|------|------|------|------|-------|-------|------|-------|
| Lib. | 187 | 4 | 11 | 5 | 61 | 56 | 13 | 7 | 5 | 6 | 0 |
| N. G. | 35 | 0 | 0 | 0 | 0 | 25 | 1 | 1 | 0 | 3 | 0 |
| C. C. F. | 7 | 0 | 1 | 0 | 0 | 0 | 1 | 4 | 0 | 1 | 0 |
| N. D. | 7 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 7 | 0 |
| L-Prog | 3 | 0 | 0 | 0 | 0 | 2 | 1 | 0 | 0 | 0 | 0 |
| Ind-L | 3 | 0 | 0 | 0 | 0 | 3 | 0 | 0 | 0 | 0 | 0 |
| UR. | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 0 | 0 |
| Ind | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 0 |
| Deferred | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Doubtful | 20 | 0 | 0 | 0 | 0 | 0 | 1 | 8 | 5 | 5 | 1 |
| Total | 245 | 4 | 12 | 10 | 64 | 82 | 17 | 21 | 17 | 16 | 1 |

Party Standing By Provinces

3 A. M. AST—Canadian Press Party Standings by Provinces based on civilian vote:

Legend: L—Liberal; C—Conservative; SC—Social Credit; CCP—Co-operative Commonwealth Federation; NG—National Government; ND—New Democracy; Ind—Independent; Prog—Progressive; Lab—Labor; UR—United Reform; Comm—Communist; UFO—United Farmers of Ontario; Nat—Nationalist; Anti-Comm—Anti-Communism; Accl—Acclamation; *—Member of last House.

Maritime Prov. Results

PRINCE EDWARD ISLAND (Four Members) Kings (I—2385) (45 of 54 Polls) *T. V. Grant (L) 4231 A. A. Macdonald (NG) 3392 Prince (L—Accl) 49 of 78 Polls *J. A. McPhee (NG) 3642 *Hon. J. L. Ralston (L) 3638 Queens (Two Members) (L—Accl and L—Accl) *J. L. Douglas (L) 10124 *C. O. Hyndman (NG) 8377 *Cyrus Macmillan (L) 9390 *Chester S. McInure (NG) 8190

NEW BRUNSWICK (Ten Members)

Charlotte (I—2050) W. G. DeWolfe (NG) 4310 *B. M. Hill (L) 6974

Inquiry Into Deaths To Open

OTTAWA, March 26—(CP)—Inquiry into the death by starvation of three men forced down in an airplane flight over Labrador last September will open within a week or 10 days, the civil aviation branch of the Transport Department said today. J. R. K. Main, inspector of Civil Aviation, will conduct the inquiry on behalf of the Canadian Government. The Newfoundland authorities have already completed a similar investigation. Mr. Main had planned to open the hearing into the deaths of pilot Joseph Peeteau, G. H. Davidson and J. C. Cole, at Montreal tomorrow, but Quebec Airways Limited, owners of the aircraft, advised him today that a party had left the plane and bring it to Montreal together with certain records of the ill-fated flight. Found last month in a lonely Labrador cabin, the bodies of the three men, missing since Sept. 12, were brought back to civilization 12 days ago.

Standing In Alberta Election

EDMONTON, March 26—(CP)—11:30 P. M. MST. Canadian Press Party standing in Alberta Election.

| ELECTED: | Count |
|----------|-------|
| S. C. | 24 |
| Ind. | 15 |
| LEADING: | Count |
| S. C. | 13 |
| Ind. | 4 |
| Lab. | 1 |
| Total | 57 |

Liberals Elect 167 In Civilian Voting Results

Soldiers Vote Likely To Influence Standing In Few Ridings.

Canada entrusted the conduct of its own election to Prime Minister Mackenzie King and his Liberal government yesterday in what amounted to smashing vote of confidence as the polls closed. The Liberal party which appeared to the country in a general election on its seven month record of war time achievements, swept back into power with the prospect early this morning that Mr. King would have a record following in the house of commons.

OFFICER ON MERCHANT SHIP IS CHARGED

HALIFAX, N. S., March 26—(CP)—Alexander Morank, 41, of London England an officer on a British merchant ship, was found guilty by Magistrate R. J. Finn, today, on a charge of attempting to communicate information to a United States newspaper which would be of "direct or indirect use to the enemy." Morank pleaded not guilty. He was fined \$25 and costs or 30 days. The proceedings were held in Camera, only those actually concerned with the case being present. Royal Canadian Mounted Police who arrested Morank said he had attempted to communicate with the Chicago Tribune on March 22, Word regarding her from the Chicago newspaper said: "No message was received from the seaman, that the Tribune had nothing to do with the case and that it does not solicit such practice."

King Thanks People Of Dominion

OTTAWA, March 26—(CP)—Prime Minister Mackenzie King tonight broadcast a message to the people of Canada thanking them for support given to his government. He said that the election results showed that the government to which you have committed the greatest of trusts will do its utmost to be worthy of them, of you and of Canada. Conservative leader Manion, who stated that he would not contest the election and whose National government and candidates made little headway against the force of Liberal victory, advised the Prime Minister on the spot, accepting the verdict of the people and declaring he had "no complaint" to make over the result. "Both leaders spoke over the National network of the Canadian Broadcasting Corporation. Mr. Manion said he hoped the Liberal administration would carry on to the end that Canada and the Empire would be able to make it through the war but in the after-war as well. Mr. King said the result of votes expressed approval of methods of political campaigning which if permitted to gain foothold in our Dominion or in any of its provinces, would soon destroy the free institutions of government and the accepted standards of our public life. The Prime Minister suggested that with the elections over differences of the campaign be forgotten in a common effort to attain victory, peace and freedom. Quoting the victory speech made by Abraham Lincoln after the civil war election in the United States, Mr. King said "It adds nothing to my satisfaction that any other man may be disappointed or pained by the results. It is no pleasure to me to triumph over any one but I give thanks to the Almighty for this evidence of the people's resolution to stand by free government and the rights of humanity."

War—25 Years Ago Today

WAR—25 YEARS AGO TODAY By The Canadian Press MARCH 27, 1915—Hammannmiller-Kopf, strategic point in Vosges Mountains, captured by French Alpine Chasseurs "Blue Devils". French military authorities estimated 50,000 Germans killed, wounded and taken prisoners in 20

Puerto Rican Charges Move To Hinder Gov't

WASHINGTON, March 26—(AP)—Antonio Lucchetti, director of Puerto Rican Hydro-Electric Resources, charged before the United States House of Representatives Insular committee today that a Canadian owned power company on the island is attempting to prevent the development of government-owned utilities there. He said the Puerto Rico railway light and power company a Canadian concern is "siphoning money out of Puerto Rico to buy fuel oil in Venezuela and British Islands, and opposing the government's attempt to utilize the water resources of the island. If this company were a "Progressive American-owned concern," Lucchetti said, "it would have been fast-tracked to quit generating power by steam and use the water resources of the island." When the Insular government began utilizing the water resources to produce power, Lucchetti continued the Canadian company resorted to "propaganda" to "put the government out of the power business." Lucchetti applied to the committee to approve a bill for creation of a large hydro-electric authority on the island.

Soviets Call Ambassador From France

MOSCOW, March 26—(CP)—(Havas)—The Moscow radio announced tonight that Soviet Russia has summoned home Jacob Surin, its ambassador to France, in demand of the French government. The announcement said that France informed Russia that Surin was considered "persona grata" because of telegrams he sent his government in connection with the end of the Soviet-Finnish war. In a telegram to Joseph Stalin filed with the French telegraph bureau, Surin was said to have stated that "thanks to the wisdom of the Soviet government, and thanks to the valiant Red army the plan of Anglo-French warmongers, who were seeking to spread the scene of war to northeast Europe, has suffered a new setback."



Maritime Provinces: Fresh westerly winds; generally fair with much the same temperature. Synopsis: The weather has been fair over Ontario and a little colder in Southern and Eastern districts. It has been fair in nearly all parts of the west and moderately cold in Manitoba and Saskatchewan. High tide this afternoon at 1:05 and tomorrow morning at 2:04. Sun sets this evening at 6:21 and rises tomorrow morning at 5:49. Last quarter moon March 30, 12:20 p.m. Summer tide 13 minutes later than Charlottetown. THE CAR FERRY SAILINGS Leaves Border, 9:45 A.M., 1:00 P.M., Leaves Tormentine 11:00 A.M., 3:05 P.M.