

You can put into a minute of time only just so much manual labor, but you can add to the same minute thought and love

Charlottetown Guardian Two Cents Morning Guardian, Founded 1867

Suffer, if you must; do not quarrel with the dear Lord's appointments for you; only try, if you are to suffer, to do it splendidly.

BRITISH FREIGHTER RUNS REBEL BLOCKADE

CHAMBERLAIN DISCLOSES "ARMS BUDGET"

ANNOUNCES ADDITIONAL TAXATION

Income Tax Boosted To 25 Per Cent. New Profits Tax Introduced.

LONDON, April 20—(CP Cable)—Britain's first budget since the Government decided to rearm for defence on a vast scale today called for new taxation amounting to 115,500,000 (\$74,235,000) as the tax-payers' additional contribution toward approach to "our goal of safety."

Neville Chamberlain, Chancellor of the Exchequer, frankly stated that armaments would overshadow the budget for several years as he pictured a financial situation of buoyant revenues and increasing business with new money required to meet defence needs.

He increased the income tax to 25 per cent—five shillings in the pound instead of the four shillings ninepence now prevailing. Then he sprang a surprise on the House by announcing a new tax on prosperity to be known as a national defence contribution.

REPORTS SURPLUS The fiscal year 1936-37 ended with a surplus of £7,530,000 (\$37,947,000), he said, without allowance for debt redemption which absorbed £13,000,000 (\$63,700,000), making an actual deficit of £5,470,000 (\$26,652,400).

Existing taxation would produce a deficit of £14,898,000 for 1937-38 and he planned to convert this into a surplus of £252,000 by raising £15,150,000 through new taxation. He estimated revenue at £889,948,000 and expenditure at £899,948,000. (In dollars these sums are \$75,100,200, \$12,348,000, \$74,352,000, \$4,229,190,000 and \$4,227,955,200.)

While the budget secrets were closely guarded, not being revealed to the cabinet until last night, the increase in income tax had been widely forecast by observers who conceded the Government must raise new funds.

Came As Surprise But the new profits tax came as a complete surprise. It will be levied on growth of profits by individuals, firms and companies engaged in industry and commerce.

If there is no large growth in profits there will be no tax. The businessman is protected to the extent that he may make £2,000 more money during the coming year than last without coming under the tax.

This new source of revenue is expected to bring the Government to around £2,000,000 this year. It is expected to increase in scope next year.

Three In Halifax Mayoralty Contest (C.P. By Guardian's Special Wire) HALIFAX, April 20—A three-cornered fight for the Halifax Mayoralty emerged today from nomination proceedings, but Mayor E. J. Cragg, President of the Canadian Mayors Association was not one of the contestants.

Three aldermen, W. A. Gates, J. W. McCarthy and Walter Mitchell, filed nomination papers today to seek election April 28 as mayor of this eastern city. Mayor Cragg, having served a three year term, was prevented by customary procedure from offering for re-election.

Only one contest for six vacant council seats will be held. No candidates offered for Ward One, while four others were elected by acclamation. Mrs. M. T. Sullivan, only woman on the Halifax City Council, was one of those receiving election by acclamation.

COMING EVENTS *Buying live hogs Albany Thursday 22nd, Emerald 23rd until noon. C. C. Green, L-2022-1-W-1-t-w-1-t-t.

*Rummage Sale St. Peter's Schoolroom Saturday, May 1st at 7 o'clock. L-1732-4-21-11.

*Borden Line Club loading hogs, lambs, calves every Wednesday at Albany, House 12-3.

Civic Estimates Submitted At Council Meeting

Councillor G.W. McLeod Budgets For Small Deficit — Unfinished Business Transacted.

Coun. George W. McLeod, chairman of the Finance Committee, budgeted for a deficit of \$3,402.70 last night when the Civic estimates for 1937 were adopted at a special meeting of the Council. Adoption of the estimates was moved by Coun. McLeod and seconded by Coun. R. C. Chandler.

A summary of estimated expenditure and revenue follows:—

Table with columns for EXPENDITURES and REVENUE. Includes items like Maintenance of Streets, Street Lighting, School Board, Insurance, etc.

The finance committee had given the matter of the estimates a very great deal of consideration. Coun. McLeod said. The matter had been gone into in co-operation with the various committees and they did what they could to make a just and honorable showing for the City.

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HEPBURN SEES EARLY STRIKE SETTLEMENT

Receives Oshawa Delegation Favorable To Proposals Advanced By Company.

(C. P. by Guardian's Special Wire) TORONTO, April 20—An early move toward a settlement of the 13-day-old General Motors strike at Oshawa was expected by Premier Mitchell Hepburn tonight as an outcome of a conference in his office today with a dozen Oshawa strikers. Some further move would be made tomorrow by this group of employees, he said.

The delegation, many of whom were unionists, claimed to represent from 1,000 to 1,500 of the strikers who were ready to accept General Motors' terms of settlement. For an hour they discussed the situation with the Premier. They may return tomorrow.

"They said most of the strikers want to go back to work, but they can't get a secret ballot on the question," the Premier reported. "They realized they had been hoodwinked by these American agitators and lead up a blind alley."

"If they could take a secret ballot, at least 90 per cent would vote to go back to work."

Reports of a postponed meeting between strikers and company officials at Oshawa this afternoon were described by the Premier as "merely propaganda from one side."

"I will be in on any conference," the Premier declared, "and there will be no recognition of the C. I. O. There will be no negotiations with paid organizers of the C. I. O."

Asked whether in dealing with the local union the Company was not indirectly recognizing the C. I. O., with which the United Automobile Workers of America was affiliated, he agreed there was a technical point, then added, "we won't deal with them as members of a local but as a committee of the men, who may be members of the local."

Regarding unionization of Northern Ontario miners, Mr. Hepburn said he had reason to believe three mine presidents "weren't fooling" when they announced they were prepared to close their mines indefinitely if the C. I. O. attempted to intervene there.

"The gold's been in the ground millions of years. A little while longer won't hurt it," said the Premier. "Some mine owners telephoned me today saying they had canvassed their men and they did not want to strike; they were satisfied with their present wages and working conditions. This fiasco in Oshawa is having a quietening effect all over the province."

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Coun. McLeod and Coun. Chandler agreed with the suggestion that the City should contribute.

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Princess Elizabeth Will Celebrate Birthday Today



WINDSOR, April 20—(A. P.)—The Duke of Windsor sent a birthday gift today to little Princess Elizabeth, heir presumptive to the Throne which he abdicated. The Princess will be 11 tomorrow.

The large sealed parcel bore the label of a Vienna sports shop and was accompanied by a big card signed "Uncle David"

King George's gift to his daughter was understood to be a saddle and riding crop. The Princess now has her own horse, "Snowball". A tennis racket, and novels by her favorite author, Sir Walter Scott, are other presents she will receive in the blue morning room tomorrow.

BIRTHDAY PARTY The crowning event of the day will be an afternoon birthday party in the drawing room of Windsor Castle, where the royal family is staying. Queen Mary is to be among the score of guests who will watch the Princess' cut a pink, white-iced cake with 11 candles in silver scones.

There will be no lessons that day! But since "Uncle David" abdicated last December, bringing her a vital step nearer the throne, the little princess' training has been intensified as a possible future Queen and Empress of India.

There are lessons daily in reading, writing, French, scripture, arithmetic and English history—from her Scottish governess, Marion Crawford. Lessons in deportment and court etiquette follow, and then play.

Others present included: C. S. Cypher and Roy Smith, Frederick; R. M. Robertson and G. W. Frost, Saint John, N. B. Col. D. A. MacKinnon and J. W. Boulter, Charlottetown; W. W. Baird, Napan, N. S., and C. E. Boulden, Truro.

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Reaches Bilbao With Cargo Of Food Supplies

Britain May Reconsider Policy In Regard To Shipping In The Bay Of Biscay.

LONDON, April 20—(AP)—The British freighter Seven Seas Spray ran the insurgent blockade of besieged Bilbao today, bearing 4,000 tons of food supplies to the starving city, as 27 nations ringed Spain with an embargo to halt arms and men bound for the civil war.

Jubilant Basques cheered the ship's arrival in Bilbao and hastened to unload the food cargo, valued at between \$125,000 and \$150,000, which was expected to last the city a week.

The vessel's owner, A. J. Pope, was elated. "I hope the Spray has blazed a trail and shown other shipping the way home—to Bilbao" Pope said. Other food ships are waiting at St. Jean de Luz, France, from which the Seven Seas Spray sailed on its successful voyage.

BLOCKADE INEFFECTIVE? Basque authorities interpreted the freighter's arrival as evidence of ineffectiveness of the insurgent blockade which had warned foreign vessels away from the Biscayan capital.

The Seven Seas Spray was the last ship to enter Bilbao without being required to give notice to the Non-Intervention Patrol seeking to control munitions and volunteer shipments to Spain.

British warships escorted the Seven Seas Spray to a point 10 miles from Bilbao. (The Basque seaport lies seven miles up the Nervion River, open to ocean vessels.)

First to comply with neutrality rules was Captain J. "Potato" Jones of the British freighter Sarastone who sought tentative permission from non-intervention officials to sail for Bilbao with his cargo of potatoes, onions, and wheat.

The Sarastone anchored at Bordeaux, France, after its first attempt to reach Bilbao was turned back by the insurgent blockade.

AWAITS ORDERS Capt. Jones awaited orders from the ship's owners before steaming toward Bilbao with a neutrally observed aboard.

Capture of the Norwegian steamer Fagerstrand, loaded with salt, was reported in Oslo dispatches. The Norwegian Government protested to the insurgent regime of General Francisco Franco and asked damages.

While more than 60 vessels of non-interventionists patrolled the Spanish coast, control of the land frontiers was taken over by 255 officers of the British, Danish, Swedish, Dutch, Belgian and Turkish armies.

MAY RECONSIDER POLICY LONDON, April 20—(CP-Havas)—Britain's refusal to give naval protection to its merchant vessels within Spanish territorial waters will be reconsidered if the insurgent blockade proves ineffective, the Government advised the House of Commons today.

Sir Samuel Hoare, First Lord of the Admiralty, reiterated the Government's intention to give British shipping full protection on the high seas and declared: "We shall follow the situation from day to day and if we came to the view that the so-called blockade was not effective, we would be the first to accept the new state of affairs. While we will continue to accept the pro-

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CORONATION CONTINGENT READY TO SAIL

Prime Minister Mackenzie King Will Head Long List Of Parliamentarians To England.

(C. P. by Guardian's Special Wire) OTTAWA, April 20—So many Senators, Cabinet Ministers and members of Parliament will be in the United Kingdom this summer that a regular meeting of the House might be almost held in historic Westminster. The Coronation and Imperial Conference have combined to draw the biggest contingent of Canadian parliamentarians in years, perhaps in history.

Prime Minister Mackenzie King will sail Saturday in the Empress of Australia, heading the official delegation of Cabinet Ministers—Lapointe, Dunning, Crerar, Mackenzie—and Conservative leader Bennett.

The delegation from the Empire Parliamentary Association will sail Friday in the Duchess of York with the exception of J. F. Potliot (Lib.

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Dates For Maritime Exhibitions Set

AMHERST, N. S., April 20—Dates for Class "A" exhibitions in the Maritime Provinces were set today at a meeting of the Maritime Exhibitions Association.

Charlottetown's Exhibition will be held Aug. 16-21, Saint John's from Sept. 4-11; Fredericton, Sept. 11-18; the Nova Scotia Provincial, at Halifax, Sept. 27-Oct. 2. Date for the Maritime Winter Fair was set tentatively at Nov. 6-11. The St. Stephen, N. B., fair will be held between those at Charlottetown and Saint John.

C. F. Bailey of Fredericton was reelected president with E. Frank Lordy, Halifax, vice-president and A. W. MacKenzie of Truro, N. S., secretary-treasurer.

Others present included: C. S. Cypher and Roy Smith, Fredericton; R. M. Robertson and G. W. Frost, Saint John, N. B. Col. D. A. MacKinnon and J. W. Boulter, Charlottetown; W. W. Baird, Napan, N. S., and C. E. Boulden, Truro.

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Was Native Of Bellevue, P. E. I.

WATERLOO, Mass., April 20—Mrs. Annie MacKenzie, 86, a native of Bellevue, P. E. I., died at her home here yesterday. The body will be forwarded to Harsville, near her birthplace, for burial and will be accompanied by a daughter, Elizabeth, and a son, Daniel MacKenzie, of Quincy, Mass.

Formerly Miss Annie MacPherson she is survived by four other children: Mrs. George MacCrassan, Moncton, Mass.; Mrs. Robert Hunter, Boston; Mrs. Newton MacLeod, Quincey; and John D. MacKenzie, Bellevue.

Alex MacPherson, Hyde Park, Mass. and John MacPherson, Bellevue, are brothers and Mrs. Angus MacDonald of Valleyfield, P. E. I. is a sister.

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Hitler Reviews Army In 48th Birthday Celebration

BERLIN, April 20—(AP)—The army paid homage on his 48th birthday today to the Fuehrer Hitler who restored its power. Fourteen thousand soldiers marched in review to receive his Nazi salute.

Squadrons of warplanes roared overhead while 276 two-men tanks rumbled past the reviewing stand under the trees of the Tiergarten. There were 600 motorized machines in the line of march and 1,500 horses. Thousands of citizens lined the parade route.

While the fanfare of military display gave life to the head of state, there were reports that Hitler intends to write a book embodying his philosophy and its

The book would be a secret document, an inspiration and guide to leaders of the Reich when Hitler is gone.

When today's celebration ended late in the afternoon it was announced Hitler had left for his Berchtesgaden estate. The crowds dispersed to continue celebrating on their own.

Abbey Ceremony Rehearsal Held

(C.P. Cable, By Guardian's Special Wire) LONDON, April 20—A two hour rehearsal of parts of the Coronation ceremony was held in Westminster Abbey today with Lady Rachel Howard, sister of Earl Marshal the Duke of Norfolk, representing the Queen.

Four Duchesses who will hold a canopy over the Queen at the anointing, the mistress of the robes, the Queen's six train bearers, 11 barons of the cinque ports, and 11 standard bearers, or their representatives, attended.

A dummy canopy and dummy standards were used.

Agreement Reached In Montreal Strike

(C. P. by Guardian's Special Wire) MONTREAL, April 20—An agreement bringing 2,000 of Montreal's 5,000 striking dressmakers back to work was announced tonight by representatives of the workers and of insurgent members of the Montreal dress manufacturers' guild.

The accord would provide recognition of the International Ladies' Garment Workers' Union, higher pay and other concessions from the group of employers, said by its spokesmen to number 40 of the more than 100 manufacturers affected.

NOTICE

All members of the Holy Name Societies, will meet at the Basilica this evening at 7 o'clock to assist at the translation of the remains of the Late Reverend Martin Monaghan from the residence of his parents to the Basilica. L-1742.