

GROWING SOVIET - SCANDINAVIAN TENSION

MAXIMS
OF A
MERE MAN

There is neither honour nor gain
in dealing with a villain.

THE CHARLOTTETOWN GUARDIAN

The People's Paper Read by Everybody
Covers Prince Edward Island Like the Dew

MAXIMS
OF A
MERE MAN

A rich rogue is like a fat hog, who
never does good till as dead as a log.

Charlottetown Guardian Two Cents
Morning Guardian, Founded 1887.

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SAFETY BELT CHALLENGED

Sweden, Norway Protest "Red" Air Violations

Soviets Show Displeasure Over Alleged Unneutral Actions By Scandinavian Countries.

By Alvin Steinkopf
Associated Press Staff Writer

COPENHAGEN, Jan. 15—(AP)—Almost simultaneous protests from Sweden and Norway charging that Soviet Russian warplanes violated their neutrality tonight increased the growing tension between Russian and the Scandinavian States.

Both Sweden and Norway instructed their ministers in Moscow to protest the alleged violations. These developments followed on Russian charges that Norway and Sweden were acting in an unneutral way by aiding their neighbor, Finland, in her struggle with Russia.

The Swedish protest was based on reported bombing of the Swedish island of Kallaks, on the western side of the Bay of Bothnia, by nine Soviet planes yesterday.

Coming Events

Rate for Notices in this column 3 cents per word.

*Kinkora Hall—Bingo and Dance Friday evening, January 19th.

*Poultry—Buying live and dressed poultry at 40c. Paving up market prices. Island Cold Storage Co. Ltd.

*North Wiltshire Institute Leap Year Dance Wednesday, January 17th. Retirements. L-567-1-16-11.

*We buy new geese and duck feathers, not mixed. Henry MacFarlane & Co.

*Auction and dance Vernon Hall, Wednesday, Jan. 17th.

*Dance in Tracadie Hall Wednesday, January 17th. If not fine on Thursday.

*Racing New Glasgow Ice Wednesday, January 17. L-580.

*Rovers vs. Hornets, Milton Rink tonight. League game. Skate after.

*Buying live hogs at Albany, Charlottetown, Friday 19th at 40c. Sold until noon. Signed G. C. Green. M. W. T. U.

*East Royalty rink tonight Charlottetown. Dairy Kings vs. Royals. Skate after.

*Pownal rink Wednesday 17th. P. A. A. vs. Heart Breakers. Thursday 18th, P. A. A. vs. Savage Harbor.

*New Glasgow rink tonight. Royals vs. Rangers; Royal Sisters vs. Imperial Sisters.

*The Chamblaine Chorus will present the Comic Opera "The Moon Maiden" February 22nd and 23rd.

*Card Party K. of C. Hall January 17th. Bridge and Auction Fortytives. Tickets 35 cents. Auxiliaries St. Charles Auxiliary. 8.15 P. M.

*Hammer Mill: Our new Hammer Mill is kept busy and is doing a fine job for our customers. Grinding done while you wait and we're specializing in this respect on market day. Try us with a "grist". Livestock Feeds, Fitzroy Street off Queen.

*Boats for Service—We have two pure bred boats for service at our stock pens Charlottetown. Nothing better in the Province. Breed your sows for quality litters. Livestock Marketing Board.

*Feed prices have been advancing for the past three months, and we are now reluctantly forced to move our prices up a peg. We hate to do it but we've got to, or else quit the business. Call when you require feed and we will do the best we can for you. Livestock Feeds, Fitzroy Street, off Queen.

and yesterday.

Bombs Dropped

The Swedish authorities claimed 10 bombs were dropped on the islet, which is 60 miles from the nearest point in Finland and is near the Port of Luika. One of the planes apparently made a forced landing on Swedish soil but Swedish planes and troops have not found it so far.

Norway, in her note, said one Soviet plane landed on Norwegian soil. Norwegian anti-aircraft guns fired on Soviet planes Sunday near Kirkenes, on the far northern Norwegian-Finnish border.

Russia Shows Displeasure

The exchange of notes capped a day in which Russia expressed displeasure over the Norwegian and Swedish replies to her protests, delivered earlier this month.

Russia's statement said Sweden's reply was particularly unsatisfactory and declared the policies of the governments of both Norway and Sweden "completely dangerous."

Scandinavian newspapers replied that their peoples would continue to help Finland.

Reports of Red Army reinforcements gathering on Finland's frontiers today led to the belief that S-oviet diplomatic pressure on the Finns' Scandinavian neighbors

(Continued on page 7, Col 5)

HALFWAY MARK PASSED IN WAR LOAN

Financing Of Canada's Initial War Effort Goes On Apace.

OTTAWA, Jan. 15—(CP)—Subscriptions for Canada's \$200,000,000 war loan which opened this morning had passed the half-way mark when tabulations tonight showed applications had been received for \$114,650,800 worth of the new bonds.

The government is asking Canadians to buy the 12-year, 3 1/4 per cent bonds at par, the proceeds to be used in financing Canada's initial war effort.

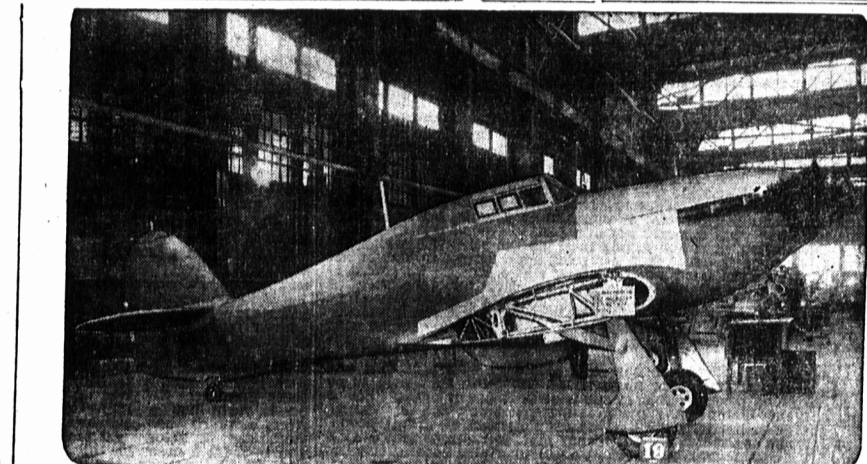
After incomplete returns had been studied, Finance Minister Ralston expressed himself as well pleased with results of the drive to induce Canadian people to put their savings behind the troops who will represent Canada in the actual fighting.

Today's subscriptions ranged from \$3,000,000 down to the modest 1 cent, of the salaries and wage earning individuals who have been particularly invited to put their savings in war bonds.

"It is this type of distribution of the bonds which will make the issue an unqualified success," Col. Ralston said. "The books will remain open as long as possible to ensure that purchasers of small amounts of bonds are given the opportunity to do their bit in this war on the economic front."

Among the larger subscriptions announced today were the following: Mutual Life Insurance Company of Canada, \$3,000,000. London Fire Assurance Company, \$2,500,000. Associated Breweries of Canada, Molsons Brewery and National Breweries Limited, \$250,000 each; Canadian Industrial Alcohol Limited and its employees, \$250,000 and \$50,000 respectively, and T. Eaton Company, its employees, and its Life Insurance Fund, \$1,500,000, \$150,000 and \$100,000 respectively.

No reports have been given of the extent to which holders of three per cent Dominion bonds maturing next March 1 have been offered for conversion. The prospectus announced that such bonds may be



This picture, taken a few days ago, shows in partially completed state the first Hawker "Hurricane" fighter plane constructed in Canada. The machine, built for the British Air Ministry by the Canadian Car & Foundry Company, Ltd., was flown in successful tests.

The "Hurricane" is one of the types of fighting planes which Royal Air Force fliers have shown to be comfortably superior to the best Germany has to offer. They are armed with eight machine guns mounted four in each wing, have a speed of 335 miles per hour, and can climb to 20,000 feet in nine minutes.

Britain Takes All Precautions Against Lightning Nazi Thrust

LONDON, Jan. 15—(CP)—Great Britain cancelled leave for the Royal Air Force in France today in a move which British observers said made it plain that any lightning thrust toward Belgium and the Netherlands would be met with the full strength of her land, sea and air forces.

The suspension of leave in the air force and similar action earlier applied to land forces in France was described as "merely a precaution—like moves taken by the Netherlands and Belgium against any situation which might arise."

(Authorized sources in Berlin claimed the war scare was "dressed in Paris" and said Germany "dared to avoid, if possible, any extension of the conflict.")

Announcement of the military measures came on the eve of the reopening of Parliament where the former War Secretary, Lord Hore-Belisha, is expected to make a "personal statement" in the House of Commons on his resignation from the War Cabinet.

The British government advised the 21 Pan-American republics that the Royal Navy could not be expected to stay out of international waters surrounding the western hemisphere unless steps are taken to prevent Germany from using those waters as a sanctuary.

While officials described the cancellation of leave as precautionary, some sources recalled that in a similar situation last Nov. 11, when the Germans were reported ready to invade the Netherlands, Britain simply said her troops were on the alert for any emergency without imposing special orders.

One informant with high connections said the chances of a Nazi attack on the Netherlands or Belgium were "neither more nor less than even."

Official circles intimated that the British decision had more political than military significance. It implied Britain's moral support for Belgium and the Netherlands if attacked by Germany or if they are merely the chosen victim of Germany in a renewal of the "war of nerves."

Announcement was made that a Royal Air Force plane bombed a U-boat in the North Sea and apparently sank it. Great patches of oil came to the surface after the aviators caused by the aviator's bombs subsided.

Friends of Mr. Hore-Belisha, who was Winston Churchill, First Lord of the Admiralty, and army generals, were said to be urging the former War Secretary to "restrain" his utterances before Parliament and avoid an open break with Prime Minister Chamberlain.

The Press Association said that after Mr. Hore-Belisha addressed the House, Mr. Chamberlain "then will reply giving the reasons for the cabinet changes" in which Mr. Hore-Belisha and the Minister of Information, Lord MacMillan, were dropped from the government.

A dispatch from Amsterdam said the 7,906-ton Netherlands steamship Arendsker had been torpedoed and sunk in the Bay of Biscay. The crew was rescued.

A Nazi warplane bombed the 538-ton British trawler William Ivey in the North Sea.

Britain Warns American States Against Action

Tells American Neutrals Punitive Action Against British Ships Would Cause Friction With Allies.

(By J. F. Sanderson, Canadian Press Staff Writer)

LONDON, Jan. 15—(CP Cable)—Great Britain today informed the American Republics that she could not respect the American neutrality belt except under stringent conditions designed to prevent German warships from using the belt as a vast sanctuary.

The British Government expressed every sympathy with the desire of the 21 republics which signed the Panama declaration to protect their neutrality and to preserve their waters from naval engagements.

But in a note addressed to President Boyd of Panama Britain made it plain the Royal Navy could not be expected to stay outside the 300-mile limit unless:

1. Germany could be persuaded to send no more warships into the protected area;
2. German merchant ships seeking refuge in American ports were interned for the duration of the war, and
3. German ships were prevented from using the zone as a safety lane from one ocean to another, and from engaging in inter-American trade, and non-German ships from using it for espionage purposes, all of which if permitted, would deprive the Allies of their superiority at sea.

The British note was a reply to a protest from President Boyd dated Dec. 23 over three British cruisers attacking the German pocket battleship Admiral Graf Spee near Uruguay Dec. 13, but it included the whole subject of the proposed neutrality belt.

It made two comments over a veiled suggestion that the 21 American Republics might prevent belligerent warships from buying supplies and repairing damage after warlike acts within the protected area.

They were:

1. A neutrality belt cannot be established without specific consent of belligerent nations.
2. If sanctions were applied against British ships this would increase the "risk of friction" between the American republics and the allies which everyone wished to minimize.

The French Government will make a parallel reply to the representations, but not on the same terms, it was learned.

PROCLAIMS RIGHT
RIO DE JANEIRO, Jan. 15—President Getulio Vargas of Brazil, opening a conference of the inter-American neutrality committee today, declared the right of American nations to establish a "safety zone" around their shores even though such a zone is not recognized by existing international law.

"Taking in view the general principle that nothing justifies that the interests of belligerents prevail over the interests of neutrals we will do what we can to keep distant from American seas the spectacle of armed clashes and restoring dangers to our sovereignty," he said.

Right To Fix Zone
"We have the right to fix a zone of security in order to prevent... surprises capable of endangering free communication and the indispensable exchange of merchandise."

Vargas said international law was subject to revision in the light of modern developments and added that the American nations expected belligerents to "respect" the 300-mile safety zone established by the 21-American nations last October in the declaration of Panama and to "avoid hostile acts or belligerent activities inside it."

He spoke shortly after reports were received here that Britain had expressed sympathy with the principle of the neutrality zone but believed it could not be enforced in its present form.

Formal Ceremony
Vargas made his declaration at a formal ceremony at which he welcomed the neutrality committee—composed of delegates from the United States, Brazil, Argentina, Venezuela, Mexico, Chile and Costa Rica.

The committee, which represents the 21 nations of the pan-American congress, will begin closed sessions tomorrow to consider what may be done to strengthen the safety zone.

Fliers Wives May Move To Canada

LONDON, Jan. 15—(CP Cable)—The empire air plan may result in the movement of several hundred women—wives of Royal Air Force men engaged in instruction—and children to Canada, it was learned tonight.

This would involve the establishing of homes in the Dominion and the placing of children in schools. The question is under consideration but it has not been settled whether the government would merely permit the exodus or assist in paying passages.

Officers with high technical qualifications have been chosen to go to the Dominion. They include staff officers, flying instructors, engineer officers and officers to advise in aeronautical schools.

Several tons of material will be taken for instruction purposes, including parts of airplanes, instruments, guns, ammunition and theoretical manuals.



Thermometer Extremes

High Low
40 40
30 30
20 20
10 10
0 0
-10 -10
-20 -20
-30 -30

Yesterday's highest and lowest thermometer readings are indicated above.

TORONTO, Jan. 15—(CP)—Minimum and maximum temperatures:
Dawson 46B 45B
Vancouver 37 40
Edmonton 16B 9B
Regina 29B 11B
Winnipeg 29B 11B
Toronto 27 34
Ottawa 29 34
Montreal 32 35
Quebec 25 29
Saint John 22 34
Halifax 24 31
Charlottetown 17 28

Fires were reported started in several southern Finnish towns. The Russians returned one day after hitting Finland with the worst bombing attack of the war. The Finnish high command in its communique today said that more than 300 bomber took part in Sunday's raids. It said three were shot down and three more reported shot down.

The communique charged that some of the Russian planes which flew over the Arctic front approached "by way of Norwegian territory."

Maritime East: Strong easterly winds or gales with snow or part rain, followed by winds shifting to westward and somewhat colder at night.

Synopsis: The weather has become somewhat colder in Ontario with light snow in many districts while in the Prairie Provinces it has been generally fair and decidedly cold.

High tide this afternoon at 2.50, and tomorrow morning at 3.20. Sun sets this afternoon at 4.45 and rises tomorrow morning at 7.34.

First quarter moon, Jan. 17, 2.21 p. m.

Summerside tide eighteen minutes later than Charlottetown.

THE CAR FERRY SAILINGS
Leaves Borden 9.45 A.M., 1.00 P.M.
Leaves Tormentine 11.00 A.M., 3.05 P.M.

WARPLANES IN NEW RAIDS ON FINN CITIES

Many Fires Started In Heavy Bombings—Civilians Suffer.

By Wade Werner
Associated Press Staff Writer

VIBORG, Finland, Jan. 15—(AP)—Viborg (Viipuri) and other cities of southern Finland were raided again today by Russian bombing planes which brought death and injury to civilians and started many fires.

This southeastern port was severely attacked at noon, at least two persons being killed and many injured. One street of shops was demolished, their contents were hurled into the street, and some buildings were set afire.

In contrast to the heavy bombing here and in other civilian centres, the situation at the nearby front lines was comparatively peaceful. The war at the front appears to be settling down to artillery exchanges.

In Helsinki two air raid alarms were sounded shortly after noon. The capital is 150 miles west of here. Some bombs were reported to have fallen in the outskirts.

The raiders in both the Viborg and Helsinki attacks flew high as they approached. There were 21 in the group which attacked Viborg. They dived through the cold clear sky to strike.

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(Continued on page 7, Col 8)

FOXMEN HERE FOR ANNUAL MEETING TODAY

Interested foxmen from all over Canada arrived in the City last night to attend the annual meeting of the Canadian National Silver Fox Breeders Association, which will open at the Charlottetown Hotel this morning at 11 o'clock.

The President, Mr. J. J. McCague will preside.

The election of officers for the ensuing year will take place today and a number of interesting speeches have been arranged for the meeting. An address will be delivered at the evening session by Dr. E. S. Archibald, director of Experimental Farms for Canada.

Dr. G. Knox, Professor of Animal Husbandry, Guelph Agricultural College, will give a talk on the principals of breeding. Other speakers will be heard also.

The following officers and directors are registered at the Charlottetown: President, J. E. E. McCague, Alliston, Ont.; Secretary, Thomas A. Carruthers, Summerside; Treasurer, Vernon Matthews, Summerside; Chief Register Officer, A. P. MacVannel, Ottawa, Ont.; Chief Inspector George A. Calbeck, Summerside; Stenographer, P. E. I.; Mr. D. O. Stewart, Summerside; P. E. I.; S. M. Harcourt, Calgary, Alta.; Mr. W. H. C. Ralston, Alliston, Ont.; Mr. S. R. Johnston, Port Hope, P. E. I.; Dr. J. J. Gillis, Merick, B. C.; Mr. C. H. Barnhill, Debert, N. S.; Mr. L. Leeman, Salisbury, N. B.; Dr. J. E. LaForte, Quebec; Mr. Charles Fremont, K. C. Quebec; Mr. F. H. Cope, M. L. A., Port Elgin, N. B.; Mr. George E. Brown, Charlottetown; Mr. D. S. McLean, Charlottetown and member Roy S. Johnston of Summerside.

RECORD ATTEMPT ENDS
RIO DE JANEIRO, Jan. 15—A broken fuel line today ended the attempt of four Italian fliers to set a new world's distance record and forced their tri-motored plane down on the Brazilian island of Fernando Noronha, some 3,000 miles short of their goal in Patagonia.

Red Cross Turns Down Quits Show
TORONTO, Jan. 15—(CP)—Passing up an estimated \$500,000, the Canadian Red Cross today turned down a proposal to exhibit the Dionne quintuplets at the New York World's Fair for six weeks this summer under Red Cross sponsorship.

The executive committee of the society said that "notwithstanding the tempting terms" the Red Cross did not consider it "consistent with the traditions of the Canadian people nor of the Red Cross Society that these delightful children should be exploited for any purposes whatsoever."

WASHINGTON—United States refuses to entertain British protest that neutrality act discriminates against British shipping.

AMSTERDAM—Anxiety in Belgium and the Netherlands over possibility of invasion wanes but armies remain at war strength.

TOKYO—Premier Admiral Hirotsuna Yonai completes new government; to be sworn in today.

(Continued on page 7, Col 5)

(Continued on page 7, Col 4)

(Continued on page 7, Col 8)

Blended For Quality

"SALADA" TEA