

MAXIMS
OF A
MERE MAN

Friendship with none but equals should be made.

THE GUARDIAN OF THE GULF

The People's Paper Read by Everybody

Covers Prince Edward Island Like the Dew

MAXIMS
OF A
MERE MAN

'Tis the defect of age to rail at the pleasures of youth.

The Guardian, Three Cents. Morning Daily Founded 1857. CHARLOTTETOWN, CANADA, WEDNESDAY, MAY 19, 1948. 14 PAGES. Subscription Delivered \$6.00. Mail \$5.00, other Provinces & U. S. \$7.00.

BUDGET BARE OF MAJOR TAX RELIEF MEASURES

British Gov't May Halt Nationalization Plans Sales Tax On Foods Removed

ROYAL RESIDENCE BURNED
THE HAGUE, May 18 — (AP) — The ballroom and the private apartments of Queen Wilhelmina in Noordeinde Palace were burned today. The Queen, who is to give up her throne after her golden jubilee in September, was at her summer residence, Het Loos, about 600 military men were mobilized to save art treasures housed in the palace.

Coming Events
At Cornwall, Hampshire play postponed.
Dance, Mt Stewart, every Thursday. Eastern Rhythm Boys.
Zion Runnag Sale, Thursday, May 20th, 3 P. M. Market Building.
Dance in Emerald Hall, Wednesday, May 19. Girls Softball team.
Cardigan Hall, Friday, May 21st, St. Teresa's Play, Dance after.
Mt. Albion Ladies Pantry Sale, 2 o'clock Saturday, May 22nd, Rogers Hardware.
Legion dance Morell Hall, Wednesday night, Dancing 9-12.30. Eastern Rhythm Boys.
Reserve Friday night for the last dance before cropping at Walter Connick, Kinkora.
Public Meeting Stanhope-Covehead Community Hall, Monday 8 P. M. May 24th.
Hunter River Slush Factory receiving potatoes daily until Saturday, May 22nd.
Final Card Party and Dance, Kelly's Cross Hall, Wednesday evening, May 19th. Two grand prizes.
Pownal Y. P. U. presents the last play "A Pair of Country Keds" in Pownal Hall, Friday night at 8.30.
Milton Hall, Friday, May 21st, Springvale Players present their three-act play "Tempest and Sunshine."
Collecting Hogs every Thursday for Canada Packers. Phone N. A. Cutcliffe, or write me. B. L. MacDowell.
Pantry Sale and Bazaar, Rogers Hardware, Friday, May 21st, 2 P. M. Highfield United Church W. A.
Reserve Wednesday night, May 19 for Legion Dance, Rustico Hall. Good food and good music. Refreshments.
Dancing — Modern and Old Time, Thursday, Country Club. Refreshments. Orchestra Prince County Pioneers.
Hampden Y. P. U. will present the Three-Act Comedy "Where's Grandma?" in the Bonshaw Hall on Friday, May 21st, at 8 o'clock.
In stock Timothy and Clover Seeds, Barb and Page wire, Cedar and Asphalt Shingles. — W. I. Bowman, Hunter River.
Kingson Hall, Friday the 21st. Two one act plays by Cornwall and York Point Institutes. Orchestra music and singing.
See Hill Billy Wagonette presented by Marshfield-Dunstaffage Y. P. U. in Marshfield Hall, Thursday, May 20th.
Variety Concert in Crapaud Hall Wednesday, May 19th, by Rose Valley Y. P. U. Sale of boxes by Crapaud L. O. B. A.
Until further notice dances weekly, Stella Maris Hall, North Rustico on Wednesday and Saturday nights starting at 8 P. M.
Annual Plowing Match and Horse Show at Dundas, will be held Wednesday, September 22nd. All classes open to Province.
Ladies interested in Bours Hospital invited to attend Ladies Auxiliary Annual Meeting, United Church Hall, Thursday, May 27th, 8 P. M.
Will hatch June chicks from own high-producing pens, Leghorns or Cross-breds, if ordered now. Excellent livability. Easton's Chick Hatchery, New Wilshire.
Will be leading hogs at the following points each Thursday: Kings Wignons, Bradbans, until 11.30 a.m.; Borden Bragalls, Hunter River, until noon; Summer-ridge until 1.30 p.m.; and Kensington until 3 p.m. MacEwen and company.

Plans Establishment Of Big Central Fish Drying Plant In This Province

The cod fishermen of the Province are going to have a better opportunity of disposing of their catches this season at fair prices than it was at one time thought possible if the plans of Mr. George W. Walle, a native of the State of Washington and an operator of fish factories throughout the Maritime provinces as well as on the Pacific Coast, is in the Province negotiating for the purchase of a central fish-drying plant whose capacity would be in the millions of pounds. It was learned yesterday that one of the big hangars at the local airport may be made available for Mr. Walle's installation of artificial fish-dryers and that the pickled fish would be brought to this central dryer from all parts of the Province for final curing.

Mr. Walle is not a stranger to the fish dealers and fishermen of the Province. His first visit to this Province was made in 1941 when he purchased a fish plant at Miminegash and engaged Mr. Fred Diegel to operate it. Since that time Mr. Diegel has operated Mr. Walle's gaspareux plant at Bonshaw. In the meantime Mr. Walle has purchased fish and operated plants in various parts of the Province and now proposes to enlarge and centralize his fish interests by this new central drying unit in Charlottetown.

Island fishermen landed about 7,500,000 pounds of cod last year.

Cheaper Ham And Bacon

MONTREAL, May 18 — (CP) — Nathan Steinberg, vice-president of the Steinberg chain of grocery stores, said tonight removal of the eight per cent sales tax on foods would mean a drop of about five cents a pound on ham and bacon.

Effect on canned goods, selling at various prices, would likely come later, he said, but he foresaw partial or full cuts of the eight per cent as an immediate likelihood because of competition. Some retailers may have comparatively small stocks now and competitors would take a loss on large stocks to keep pace.

Island Nurses To Graduate At Moncton

MONCTON, N. B., May 18 — (CP) — The largest class of nurses ever to receive their diplomas here will be graduated Tuesday evening, June 1, it was announced by the Sisters of Providence of Hotel Dieu today.

The graduates number 28 with 21 from all parts of this province, five from Nova Scotia and two from Prince Edward Island.

Those from P. E. I. are: Lilian Perry, Summerside; Mary Edna Martin, Miscouche.

Direct Bomb Hit On Tel Aviv Bus Station

By James M. Long
TEL AVIV, May 18 — (AP) — A direct bomb hit smashed a mid-city Tel Aviv bus station at the home rush hour tonight and the dead were expected to reach at least 20.

It was the third raid today and the worst by far in four days of successive air assaults. The dead included women and children.

In Haifa Jewish sources said Hagana fighters forced the unconditional surrender of Arabs at Acre, where 4,000 Arabs had been reported previously to be surrounded.

The Haifa informant said the surrender came after three days of bitter street fighting. Acre, just outside the territory of Israel, is an important communications link with the northern frontier.

Civilians in Tel Aviv bore a fighter bomber which bore Egypt-

New Program Suggested

By Tom Williams
SCARBOROUGH, Yorkshire, England, May 18 — (AP) — Cabinet and high political sources indicated today that the Labor Government is about to call a halt to industrial nationalization. A wages and tax program to give the workers a larger share of the national income may be substituted.

Still undecided, however, was whether the iron and steel industry would be taken over and operated by a Government board as are Britain's coal mines.

Herbert Morrison, Deputy Prime Minister, addressing the Labor Party's 47th annual conference here today, made it plain that political considerations were behind the Government's go-slow intentions.

Emanuel Shinwell, the party chairman and War Minister, said in an interview that "nationalization is about finished," but the question of nationalization of iron and steel "is all up in the air."

The new line of stressing redistribution of wealth was suggested by Hugh Dalton, former Chancellor of the Exchequer. Discussing the Government's recent one-time-only capital levy, which takes 10 per cent of unearned income from all investors who netted more than £2,000 (\$8,000) last year, Dalton told the delegates:

"It is open if the response is bad this year, for other measures to be devised which, if not repeating the special contribution, might well be of great economic and financial importance."

Bringing down prices is another major Government objective, he said. He hinted that the threat of nationalization could be used to bring prices down.

On Inspection Tour



Brig. W. L. Coke of Army Headquarters, Ottawa, Director General of Medical Services for the Canadian Army, who is presently touring the Maritime Provinces speaking to Reserve Force units. Brig. Coke is accompanied by Major M. E. Brackett of the U. S. Army Medical Corps. Both officers are here today. (Canadian Army Photo)

Palestine In Brief

(By The Canadian Press)
TEL AVIV — Hagana reports all-Arab town of Acre surrendered unconditionally after a 72-hour street battle; some 4,000 Arabs are reported trapped. For the fourth straight day Tel Aviv was raided by light bombers.

CAIRO — Egyptian Government warned it "cannot tolerate" delivery of munitions and war supplies to Zionists.

LAKE SUCCESS — Syria was rebuked by United States today for challenging the right of President Truman to recognize Israel. Moshe Shertok, Foreign Secretary of the new Jewish state, charged in a telegram to the U. N. that Arabs had violated a cease-fire agreement by entering the old walled sector of Jerusalem.

JERUSALEM — Trans-Jordan Legion troops reported within sight of Tel Aviv, capital of Israel. The Arab Legion said two Legion sections had entered Jewish quarters of the old city of Jerusalem.

LONDON — The Foreign Office has not received a request for recognition of the new state of Israel as yet. Poland and Uruguay recognize Israel following the lead of Russia, United States and Guatemala.

Air Force Day On June 12

OTTAWA, May 18 — (CP) — The R.C.A.F. will hold its second annual "Air Force Day" on June 12 this year. Defence Minister Claxton announced tonight. All stations across Canada will be open for public inspection.

"The Air Force will be giving visitors something really interesting to see in the way of displays and exhibits and flying demonstrations," the Minister said in a statement.

Mr. Claxton also announced that air force day will be observed annually on the first Saturday in June, or on the second Saturday where the King's birthday falls on the same week-end.

MANY FIRSTS
In Canada, pulp and paper stands first in employment, first in total wages paid, first in export values of production and first in value of production and first in capital invested.

Budget Highlights

Budget contains no general tax changes.

Eight per cent sales tax removed from virtually all remaining food items, effective Wednesday.

No cuts in present rates, exemptions and allowances on personal income taxes except for persons 65 and over.

Additional \$500 income tax exemption granted to persons 65 or over, retroactive to Jan. 1 this year.

Refundable portion of 1943 and 1944 income tax to be lumped and repaid by next March 31.

No change in taxes on liquor and tobacco.

Federal taxes of 20 per cent on Theatres and 25 per cent on other amusement places repealed, effective Wednesday.

Five per cent Federal tax on pari-mutuel bets repealed, effective Wednesday.

In effect, Dominion withdraws Wednesday from amusement and pari-mutuel betting tax fields.

No tariff increases proposed, but some downward adjustment to be made.

British preferential duties on cotton and rayon piece goods suspended until June 30, 1948, effective Wednesday.

Three per cent tax on imports from general tariff countries removed, effective Wednesday.

No change in 30-per cent corporation tax.

Tax benefits on exploration expenses in oil, mining and gas industries extended through 1949.

Twenty-five per cent sales tax removed from silver-plated cutlery, cheaper alarm clocks and

8-Year-old Toronto Girl Badly Beaten

TORONTO, May 18 — (CP) — Her clothing torn to bits and head bloodied by the frozen blows of a stone-throwing maniac, an eight-year-old Toronto girl was found today in a field five blocks from her suburban York township home.

The little girl had been missing seventeen hours. Late today, as her condition worsened, surgeons operated on her for a depressed fracture of the skull. They said she has a three-inch hole in the side of her head. It is believed her brain is injured.

Police hoped that when she was recovered sufficiently she could describe her assailant. A 30-year-old man was questioned in the case and later released.

Hospital authorities described the break as a depressed fracture of the right frontal bone with a small piece of bone pressing against the brain. The brain itself was not cut or torn.

Police said a second examination at hospital revealed an attempt had been made to throttle the child in an effort to prevent an outcry. The front of the girl's throat bore black and blue bruises.

Inspector of Detectives Archy McCathie of Toronto said the case generate may be the same one who strangled 11-year-old Arlene Anderson last November. The crippled girl's body also was found in a field, some two miles south of where Teresa was discovered today.

Inspector McCathie assigned the same two detectives to the case who investigated the unsolved Anderson slaying.

York Township police said they had located a man who had seen Teresa last night in the field where she was assaulted. The witness, Alex Harvey, said he saw the little girl walk into the field with a man.

The man was about 18 or 19, about five feet, five inches in

Mitchell Will Seek To Avert Rail Strike

By John LeBlanc
OTTAWA, May 18 — (CP) — Labor Minister Mitchell will make a personal effort tomorrow to avert a paralyzing, nation-wide railway strike.

With 140,000 rail workers taking a vote on the question of a general strike for higher pay, the Minister is planning a final attempt to get the Unions and roads together in hope of a compromise settlement.

As the Minister makes his move, a rail tie-up is a possibility within three weeks. The 19 Unions involved are expected to vote overwhelmingly in favor of strike action to enforce their demands.

Mr. Mitchell's first aim, it was learned, is to get the parties together for a resumption of negotiations broken off last winter. It was understood the Government has no specific proposals to offer for a settlement but feels that, if the companies and men will reopen discussions, a compromise solution can be reached.

This belief has been strengthened by a recent declaration of one of the Unions — the Canadian Brotherhood of Railway Employees and Other Transport Workers (C.B.E.) — that it will be willing to negotiate on any "reasonable" basis.

At present, there is a wide difference between the wage stand of the Unions and the companies. The Unions have been asking a general increase of 35 cents an hour. This was rejected flatly by the railways.

Two Federal conciliation boards later recommended a general seven-cent increase, and the Canadian National and Canadian Pacific Railways accepted this. It was turned down by the Unions.

On Inspection Tour

OTTAWA, March 18 — (CP) — Finance Minister Abbott tonight unclenched a 1948-49 budget which provides only meagre tax relief — \$72,000,000 compared with at least \$265,000,000 last year — and bluntly told the Canadian taxpayer he will have to carry on with his present tax liability for at least another year.

He made only one major concession — and even he conceded it was nothing of a "sweeping" or "drastic" nature.

This was the repeal of the eight per cent sales tax on a broad list of canned, packaged and processed foods. Alone, it accounts for \$20,000,000 of the tax relief provided.

There were scattered modifications in other tax fields but, generally, the Minister peppered his 14,000-word budget speech to the Commons with the disappointing word "no" — no major change in present income taxes, no change in taxes on tobacco and liquor, no change in business taxes, no change in the heavy indirect taxes imposed during the war.

Political observers immediately seized upon the budget as a sure indication this is no Federal election year. If it were, they reasoned, there would have been wide concessions.

Mr. Abbott said plainly that he had come to the conclusion that "the budget this year should contain no general tax changes."

Even his major concession — on foods — was aimed at making some "direct" contribution towards reducing the cost of living where it hurts most: in the price of food. He said he hoped the trade will pass this on to the consumer, but he couldn't guarantee it.

He had another concession for the elderly taxpayer. Those of 65 or over will get an extra \$500 exemption. This will be retroactive to Jan. 1 and will cost the Treasury \$5,000,000 a year.

The Dominion also is dropping its taxes on horse-race bets; theatres and other places of amusement, including night clubs.

Other big items were a \$12,000,000 to \$14,000,000 slash in tariffs, and temporary suspension of all duties on British cottons and rayon piece goods, a step which should bring lower retail prices for these goods and a larger supply of imports.

Other countries entitled to most-favored-nation tariff rates on cotton and rayon goods will benefit by the same amount; but their imports will be limited by

dollar-conserving import quotas which do not apply to Britain.

Mr. Abbott announced he is budgeting for a surplus of \$489,000,000 for the 1948-49 fiscal year, based on estimated revenues of \$2,664,000,000 and expenditures of \$2,175,000,000.

Through all the tax changes announced, the public will benefit, and the Treasury will lose \$62,300,000 during the present fiscal year.

(Continued on Page 5 Col. 6)

THE ONLY WOMAN WHO ISN'T AFRAID OF A MOUSE IS THE LADY WHO PROMISED TO LOVE, HONOR AND OBEY ONE!

Ontario Moves Into Amusement Tax Field

OTTAWA, May 18 — (CP) — The Federal Government announced an end tonight to its heavy taxes on amusements but Ontario promptly reimposed the most valuable part of them provincially. Other Provinces were expected to follow suit later.

Ontario moved into the first field immediately, on the strength of a law passed at a recent session of its legislature.

Weather Delays Passenger Ships

HALIFAX, May 18 — (CP) — Fog and heavy seas prevented the Marine Juniper and Marine Perch, carrying about 400 displaced persons from Europe, from making port here tonight. Port officials said the ships would be brought in tomorrow if weather permitted.

Both were lying off Chebucto Head, at the entrance to Halifax harbor.

Regional Forecast

Prince Edward Island: Cloudy with some fog patches near the coast during the night. Wednesday variable cloudiness with much the same temperatures. South winds fifteen shifting Wednesday morning to northwest twenty-five gusty. Low early Wednesday morning and high in the afternoon at Charlottetown 43 and 53. High tide this morning at 7:11 and tonight at 8:00.

Sun sets this evening at 7:25 and rises tomorrow morning at 4:25.

Full moon May 22nd, 8:37 P. M.

Summer tide eighteen minutes later than Charlottetown.

CAR FERRY "ABEGWEIT"
Daily Except Sunday
Standard Time
Leaves Borden, 9:10 a.m., 1:00 p.m., 4:30 p.m.
Leaves Tormentine, 10:35 a.m., 2:40 p.m., 7:30 a.m.

SUNDAY
Leaves Borden 6:45 p.m.
Leaves Tormentine 8:00 p.m.

WOOD ISLANDS — CARIBOU
daily including Sunday
Standard Time
Leaves Wood Islands, Prince Nova 8:00 a.m., 1:00 p.m.
Charles A. Dunning, 11:00 a.m., 5:00 p.m.
Leaves Caribou, Charles A. Dunning 8:00 a.m., 1:00 p.m.
Prince Nova 11:00 a.m., 5:00 p.m.

The Quality Tea
"SALADA"
ORANGE PEKOE