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Japanese Said To Have Taken City Of Jehol

Despatches From Tokyo, However, State That No Definite News Has Been Received Regarding Capture — Chinese Offering Stout Resistance.

THE CANADIAN DOLLAR ON UPWARD TREND

(Canadian Press)

NEW YORK, March 3—In the heaviest trading recorded in many months the Canadian dollar marched steadily upward on New York foreign exchanges today as the United States financial outlook continued to take on a less favorable hue. The Dominion's currency added 2 1/2 cents in value, standing at 86 1/2 cents at the end of the hectic day.

Thursday the discount on the dollar as against United States funds was 1 1/2 cents. Today it finished at 1 3/4 cents, the 1/4 cent difference in the range and the amount of the day's gain being accountable to the fact the dollar was the small fraction off at the opening of trading.

Factors in the rise were many, but the main propelling force appeared to be the widespread restrictions placed on banking in the United States. Also, the flow of gold from America's reserves reached \$118,439,000, up until three o'clock in the afternoon. It was the heaviest outflow in 18 months.

Confidence in a Canadian banking structure singularly free from difficulties resulted in many United States citizens, particularly those residing near the international border, sending their money into the Dominion for depositing. Also, Wall Street branches of Canadian banks did a thriving business doing out Canadian dollars in exchange for American funds.

ANNOUNCEMENTS, COMING EVENTS, MEETINGS, ETC

- Announcements are inserted in this column at 2 cents per word strictly payable in advance.
- Stewart Club loading hogs Tuesday afternoon, March 7, 8:24-11
- Savasse quarters removed to corner of Queen and Fitzroy St. 8:24-11
- Come to the Auction Sale at Nelson Matheson's, Springfield, on March 4th. 8:22-2-24-27-1-3-4-11
- Have real Beans and Bread for supper Saturday by buying them from Zion C. G. I. T. at Murdoch Ross' store. 8:24-3-4-11
- Now open for business—Adam's Barber Shop, next to White's Tea Rooms, Sunnyside. All that's new in tonsorial work can be had. Drop in! 8:24-11
- A Sun Life Policy is an unshrinkable asset, protecting loved ones and providing ready money for use later on. Consult us about it. J. A. Moore, Manager, Charlottetown. 8:21-3-3-31
- Buying live hogs, Hunter River, Tuesday, March 7th. Everett Haslam, Emerald. Alden Mosse, Kensington buying same date. (Signed) Allan Wedlock. 8:22-3-3-21
- Hear York Concert in Marshall Hall Monday evening, March 6th, under auspices of Dunstaffnage Women's Institute. Admission 25c and 15c. Curtain at 8 o'clock sharp. 8:23-3-4-11
- Reserve Tuesday evening, March 7th for entertainment in Bell Hall. Programme—Two one-act plays, Music, vocal and instrumental, step-dancing, recitations. Admission 10c and 20c. 5 cent lunches. 8:23-3-4-11

SHANGHAI, March 4—(Saturday)—(A.P.)—Chinese sources said that Japanese troops entered Jehol City Friday afternoon and found defenders of the Capital demoralized.

TOKYO, March 4—(Saturday)—(A.P.)—Definite news to substantiate reports that Jehol City had been taken by Japanese troops had not reached Tokyo early today. In some quarters the truth of the report was doubted.

SHANGHAI, March 4—(Saturday)—(A.P.)—Latest reports reaching here this afternoon said that Chinese troops are offering stiff resistance to Japanese troops who seek to enter Jehol City, the Capital of Jehol Province.

Questions King's Appreciation Of Own Statements

(Canadian Press)

OTTAWA, March 3—A sharp interchange between Prime Minister R. B. Bennett and Rt. Hon. W. L. Mackenzie King, leader of the opposition, featured the debate on administration of unemployment relief in the House of Commons this afternoon. Mr. King had just concluded a speech in which he criticized the government for seeking a "blank cheque" to cover relief expenditures in the past two years, and demanded detailed information as to proposed expenditures under the 1933 relief act now under consideration.

Mr. Bennett followed the opposition leader.

"Mr. Chairman, I wonder if the Rt. Hon. gentleman has any appreciation of what he is talking about," he began, and an uproar broke out among members on both sides.

"I mean that very seriously," the Prime Minister continued, "for that any responsible member of Parliament should give us what he has been saying in the last 15 minutes is incomprehensible."

Mr. Mackenzie King: "Let the Prime Minister speak for himself."

Mr. Bennett: "It is incomprehensible that any responsible man would say in this House what has been said."

Mr. Mackenzie King: "I am as responsible as the Prime Minister. He is talking as an irresponsible Minister of the Government at the moment."

Mr. Bennett: "Don't get worried."

Mr. Mackenzie King: "No—and I won't stand any insulting words from my right honorable friend either. He talks about me not being responsible. I tell him that he does not know what he is talking about."

Mr. Bennett: "I am sure if the right honorable gentleman has no further knowledge of that than he has of what he has been talking about, his opinion is not very valuable."

"A very fine exhibition by the Prime Minister," observed Mr. Mackenzie King. The incident closed.

May Purchase Radio Stations

OTTAWA, March 3—The Canadian Radio Commission may buy three broadcasting stations from the Canadian National Railways, one each in Ottawa, Moncton, N. B., and Vancouver. A vote of \$1,000,000 was included in this year's estimates for the Commission and it is understood a part of this will be used to purchase the railways' three stations.

SLEET AND SNOW STORM LASH COAST

Telegraph And Telephone Companies In N.S. Suffer Heavily.

HALIFAX, March 3—(C.P.)—Telegraph and telephone companies suffered the most severe losses during the sleet and snow storm that lashed the Maritime Provinces last night and today. Most of the broken lines had been repaired tonight, however, although some telephone circuits were still out of order along the South Shore of Nova Scotia.

Nova Scotia bore the brunt of the storm. Damage in New Brunswick was confined to communication lines in the southern part of the province, while few breaks were reported in Prince Edward Island.

A high wind continued tonight and with soft snow falling the crews of linemen were ordered to stand by for further duty.

Heavy seas kept small boats in their port and damage along the coast was believed to be light. The fishermen, having suffered severe losses in two other storms this winter, were prepared for this one.

CLOCK STOPS

HALIFAX, Mar. 3—(C.P.)—Faithful for more than a quarter of a century, keeping time with precision that made it a valued public servant, the old clock in the Customs House tower grieved many citizens today by failing to function. The position of the hands indicated it had stopped at 5:10 this morning, and customs officials said they believed sleet, plastered on the face of it by the storm, had caused the trouble. Collector of Customs W. C. Acker said he had been around the building for 20 years and could not remember when the clock had stopped before.

Bright Spots Of Financial And Industrial Wk.

(By The Canadian Press)

MONTEAL—Pyle National Company of Chicago, establishes branch plant here to manufacture locomotive equipment.

VANCOUVER—Shell Oil Company is proceeding with construction of the second unit of their million dollar plant on Burrard Inlet.

BRANTFORD, Ont.—Sonoca Products Co., branch of Hartsville, N. C., concern, expects to start work on erection of new plant here early in April.

SAINT JOHN, N. B.—Since January 1st about 5,000 cattle shipped from this port and Halifax and space booked from Montreal for 10,000 head going in June.

ST. CATHERINES, Ont.—Eight new industries employing 480 men at present established in St. Catharines in 1932.

NEW MINISTER, B. C.—Fraser Valley Sugar Beet Holdings Co., representing Dutch and Belgian interests, promoting sugar beet factory at Fraser Valley.

TORONTO—Printing, publishing and distributing of English version of the Vatican Memorial Series will be done in Toronto, the order running into millions of dollars.

TORONTO, March 3—(C.P.)—The slump in United States funds resulting from U. S. banking disturbances caused a flutter in Canadian markets today, chiefly apparent in a sharp drop in gold shares.

Inflation Fallacy Fine Non-Partizan Speech By Bennett

Cogent Explanation, For Members of Legislature and Others, Of The Present Financial Situation, And Why Inflation Is Impossible So Far As Canada Is Concerned. Notable Address By Rt. Hon. R. B. Bennett Makes The Situation Plain As Day.

The address delivered by the Rt. Hon. R. B. Bennett before the Board of Trade of Toronto at its annual meeting is so informative and instructive on the present financial problems, being discussed in the Legislature and elsewhere that the Guardian considers it timely to reproduce it in full in this issue. No clearer or more definite and authoritative presentation of the case could be found anywhere, and it is so clearly and explicitly put that even those who "have no use for figures," will be able to grasp and understand clearly the financial problem Canada, as well as the rest of the world, is up against.

THE CHAIRMAN'S INTRODUCTION

The Chairman, Mr. J. M. Macdonnell (1st Vice-President of the Toronto Board of Trade), introducing the Right Honorable R. B. Bennett: "As we look about the world and see in all directions evidences of great Governments being shaken to their foundations, we may reasonably ask why we in Canada, like the rest of the British Empire, have come through the storm so well. I think the answer is mainly two-fold. In the first place we have in the average citizen one who has a deep-rooted belief in the supreme value of political and individual liberty, a jealous regard for the institutions which secure it, and who feels a recognition of his duty as a citizen to maintain the laws which are its embodiment.

In the second place we have always been fortunate enough to find leaders whose personal integrity is such that no breath of scandal can touch them, and whose qualities of heart and brain have always been equal to any emergency. I think it is an added piece of good fortune that these men have been men who had their own way to make and who by their own character and ability have faced fortune and earned from her a recognition which mere circumstances might have denied them. We look up to and admire these men, and are glad that they have had to face the same problems as ourselves, in that way they know how to sympathize with us, as we with them.

Of these qualities we have a noble embodiment in our distinguished guest tonight. As we have watched his career from small beginnings in the infancy of the West, and have seen him prosper in his private affairs and reach a commanding position in the business and professional life of this country, we have also rejoiced to see him enter the political stage and become a noble and worthy figure there. And at what time he has come! Surely everyone here, whether in public or private life, will agree that the unprecedented circumstances of the time make demands such as never before on those in high position. Of those demands I take it the first is outstanding ability, and second courage and resolution beyond that of ordinary men. Given in our public men these qualities, and with the admirable temper of our people, and the proved institutions we have received from our forefathers, we may indeed face the future with confidence, and even equanimity. Such ability, such courage, such resolution, and withal a boundless desire to serve his country, I believe we all without distinction of party attribute to our Prime Minister. (Applause).

Therefore, on your behalf, I wish him God-speed in the great task before him, using the words of a great poet written on a great occasion: Yea! let all good things wait On him who cares not to be great But as he saves or serves the State. I have the honor to call upon the Right Honorable the Prime Minister to address you." (Prolonged applause).

RT. HON. R. B. BENNETT

Mr. Chairman, your Honor, Mr. Chief Justice, and gentlemen: After such an introduction I expected that the Chairman would close his observations by calling for a motion, perhaps by the Chief Justice, seconded by Senator Spence, that my remarks be taken as read. (Laughter).

But alas and alack, no such good fortune awaits us. I deem it a great privilege and a high honor to have this opportunity to be present this evening. I confess it is not easy for one to attend a function such as this, for the simple and obvious reason that a First Minister gets very little opportunity to prepare a speech that is worthy of such an occasion. The Toronto Board of Trade has a reputation that is not limited to the confines of this Province, or this Dominion. Therefore it is important that one who comes before such a critical body should have something to say other than mere platitudes; and after listening to the moving and eloquent sentences of you, Mr. Chairman, I find it difficult indeed to contemplate the ordeal of making an address.

But this is a Board of Trade, and it occurred to me today that it might be well to make a few observations with respect to trade, looking at it in respect to the present, and the future. You will quite understand that my observations are non-political, even though at times it might seem that they trench upon political ground.

In the early days of this Dominion trade was barter. And there are not lacking evidences that some would like to go back to that again. (Laughter). Barter, for example, of beads for furs. But trade means buying and selling, the exchange of the commodities of this country for the commodities of other countries, the exchange of the products of the farm for the products of the factory and the mill. Sometimes I think it is desirable, especially in urban communities, that we should remember how great a part the rural areas of this country play in our trade activities. We have for the first time as indicated by the census of 1931, a greater part of our population now living in cities than in the country. It will be within the memory of all of you that the agricultural production of this country that is sold abroad, exported, is less in value than that consumed at home. We sometimes forget how vast a market we have within our own country for our agricultural production. And just as the farmer or the agriculturalist looks upon his home market as the largest market he enjoys, so do those who work in cities and towns, mills and factories, look for the opportunity within the bounds of their own coun-

(Continued on Page 5)

REPORTS PROGRESS IN MACHINERY FOR SUBSIDY SETTLEMENT

Government Attitude On Subsidy Claims Question, Education, Public Health And Other Matters Dealt With By Hon. Dr. MacMillan In Speech On Draft Address — Debate To Be Resumed Monday Afternoon By Mr. McIntyre.

Progress had been made toward establishing a tribunal to make an adjudication on the Duncan Commission award in connection with the final settlement of provincial subsidy claims, Dr. the Hon. W. J. P. MacMillan, Minister of Health and Education announced in the course of his speech on the Draft Address in the Legislature yesterday. It was, however, inadvisable to press for settlement at the present time, in view of the better terms which might later be arrived at, he intimated.

The fact that disagreement between the authorities of Prince of Wales College and St. Dunstan's University had hitherto prevented the Province from sharing in educational grants from the Carnegie Foundation was revealed by the Minister, who explained that fortunately he was able to bring about an agreement through the co-operation of the Bishop of Charlottetown. The result had been the receipt recently of grants of \$80,000 for provincial library

demonstration purposes and \$75,000 for the endowment of a chair in Economics and Sociology at Prince of Wales College, the incumbent to teach also in St. Dunstan's University and to lecture throughout the Province.

Other matters dealt with by Dr. MacMillan included the government's health and educational policies, the various plans suggested for the rebuilding of Falconwood Hospital, the serious financial position of the Provincial Sanatorium, and the conditions existing in Queens County Jail.

Dr. MacMillan, as acting leader of the House in the continued absence of Premier Stewart, resumed the debate when the House met yesterday morning. He was followed by Mr. J. P. McIntyre, Ex-Minister of Public Works in the Lea Government, who at 1 o'clock moved the adjournment. The House adjourned until 3 p. m. Monday.

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Nfld Sealing Fleet Off To Ice Fields

ST. JOHN'S, Nfld., March 3—(C.P.)—A blue ensign presented by the Governor, Admiral David Murray Anderson, will fly at the masthead of the flagship of Newfoundland's sealing fleet when the six steamers sail for the northern ice-fields on Monday.

Expressing keen interest, Admiral Anderson inspected the fleet today and wished the skippers and their 1200 hardy fishermen success on their dangerous expedition.

He was welcomed by Eric Bowring of the firm of Bowring Brothers who have outfitted four steamers, and Captain the Hon. Abraham Kean, Commodore of the fleet and master of the Terra Nova. Captain Kean, former Minister of Fisheries for the Island Dominion, is preparing for his 43rd trip north. Having brought in nearly 1,000,000 seals during his adventurous career, he is hailed as the world's greatest sealing skipper. His excellency after congratulating the Captain on his fine record, promised to present him with the ensign before sailing time.

Inauguration Of Roosevelt This Afternoon

(By Edward J. Duffy, Associated Press Staff Writer)

WASHINGTON, March 3—(A.P.)—Glories reserved for Presidents only were ready tonight to launch Franklin D. Roosevelt on the morrow as the leader to whom the United States looks in this hour of need.

Thousands upon thousands of his fellow citizens eagerly awaited the hours that will bring to him the honors accorded in years gone by to his acknowledged heroes, from Jefferson to Cleveland.

WASHINGTON, March 3—(A.P.)— President-elect Roosevelt today announced the appointment of Homer S. Cummings of Connecticut as Attorney General in the place of the late Senator Walsh, of Montana.

The appointment is temporary—"for a few weeks"—after which Cummings will proceed to the Philippines to become Governor General of these Island possessions.

Demand For Return Of The Int'l. Rly.

TRURO, N. S., Mar. 3—(C.P.)—A demand for the return of the Intercolonial Railway to the Maritimes went out tonight from the Truro Town Council.

Return of the railway to the status which it held prior to amalgamation with the Canadian National Railways was asked of the government in a rider to a resolution protesting against union of the C. N. R. with the Canadian Pacific Lines.

In accordance with the terms of Confederation, Mayor Thomas declared, the Intercolonial should be handed back to the Maritime Provinces and be operated independently.

Nine Cows And Two Pigs Die Mysteriously

SAINT JOHN, N. B., March 3—(C.P.)—Wanted: a "Sherlock Holmes" to detect the manner in which death struck nine cows and two pigs in barns of the New Brunswick Protestant Orphans' Home outside the city limits this morning.

The mysterious fatalities were under investigation tonight. One puzzling factor was that eight cows in the cattle barn escaped harm as well as two pigs grouped with their less fortunate brethren.

Electrocution seemed the most plausible theory. Power lines are near the property and one of the wires snapped under the weight of snow early today. However, there was no sign of burns on the dead animals. The cattle were restrained by metal stanchions. One of the surviving cows appeared to be stunned but soon regained its normal condition. Suggestions of poison or disease were discounted.

Loss to the orphanage was placed at \$500.

Funeral Notice

Members of the Knights of Columbus are requested to meet at the Home at 8:30 this evening to attend funeral of brother St. George Hennessy. BY ORDER.

THE WAGE DISPUTE

(Canadian Press)

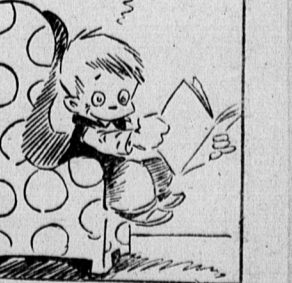
OTTAWA, March 3—The railway companies—Canadian National, Canadian Pacific and subsidiary companies—have made application to Hon. W. A. Gordon, Minister of Labor, for establishment of a board of conciliation to deal with a wage dispute with its employees. The disagreement grew out of a notification which has been given by these companies to their locomotive trainmen and telegraphers of a proposed reduction of wages effective March 3.

The proposed wage reduction is at the rate of 20 per cent below the basic rates of pay, specified in agreements with these classes, which were in effect prior to December 31, 1931. This would mean, in actuality, another 10 per cent, in addition to the 10 per cent deduction which was in effect during the past year.

The application is signed by Mr. S. J. Hungerford, acting President of the Canadian National Railways, and Mr. Grant Hall, Vice-President of the Canadian Pacific Railway, and states that approximately 24,000 employees are directly affected or likely to be affected.

HALIFAX, March 3—(C.P.)—Premier Gordon S. Harrington is expected to return from Bermuda tomorrow to resume his duties at the head of the Nova Scotia Government, interrupted by an appendicitis operation over a month ago.

THE WAGES OF SIN NOW DEPEND ON THE WORD RATE OF THE CONFESSION MAGAZINES!



METEOROLOGICAL OFFICE, Toronto, March 3—Minimum and maximum temperatures:

Dawson	50B	78B
Edmonton	32B	41B
Halifax	25	50
Kingston	32	40
Montreal	22	33
Ottawa	22	34
Quebec	20	34
St. John	22	34
Halifax	22	34
Charlottetown	22	34

FORECAST

Maritime Provinces: Strong northeast to north winds; cloudy and probably some snow; not much change in temperature.

High tide this afternoon at 2:48 and tomorrow morning at 5:06.

Sun rises this morning at 6:38 and sets this afternoon at 6:31.

First quarter moon Saturday, Mar. 4, 10:23 a. m.

Summer time this night commences later than Charlottetown.

CAR FERRY SCHEDULE

Week days—Leaves Borden daily 9:15 a. m.

Week days—Leaves Cape Tormentine 2:55 p. m.