

MAXIMS  
OF A  
MERCHANT  
Some of us, after the treasure has  
vanished from our arms, sometimes  
see a stranger's darling just about  
the size of ours and we would give  
our very souls to hear calling "Dad-  
dy" in the night time.

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# REORGANIZATION OF BRITISH EMPIRE STEEL CORPORATION

## Leading Canadian Financiers Acquire Interest In Steel And Coal Industry Of The Maritimes.— President Wolvin Resigns And Is Succeeded By C. B. McNaught.

(Canadian Press)  
MONTREAL, Que., Feb. 2.— The following official statement was given out at the head office of the British Empire Steel Corporation today:—  
"At the meeting this morning of the Board of Directors of the British Empire Steel Corporation, Limited, Dominion Steel Corporation, Ltd., Nova Scotia Steel and Coal Company, Ltd., and their subsidiary companies, President Wolvin resigned, having succeeded in bringing into the affairs of the Steel and Coal industry of the Maritime Provinces new and influential financial and industrial interests."  
Mr. Wolvin expressed a belief that the complete severance of his connection with the affairs of these corporations might assist in ending litigation and facilitating reorganization of the finances and prosperity of the companies.  
He further stated that his entire holding of securities of Dominion Steel Corporation, Ltd., and its subsidiary companies had been purchased by interests associated with Holt, Gundy and Company who had also acquired 94 percent of the currency series of consolidated mortgage bonds of Dominion Iron and Steel Company, Ltd., the guarantee of these bonds being practically the only indebtedness of Dominion Steel Corporation Ltd.  
C. B. McNaught was elected President of the British Empire Steel Corporation, Ltd., Dominion Steel Corporation Limited, Nova Scotia Steel and Coal Company, Limited, and their subsidiary companies, and Sir Herbert S. Holt, J. H. Gundy, G. H. Duggan, W. E. Wilder, and G. H. Montgomery were added to the Board of Directors of the companies.  
To ensure stability and continuity of management for Dominion Steel Corporation Limited, and its chief operating subsidiaries, British Empire Steel Corporation has created a voting trust for five years, the present five voting trustees being Sir Herbert S. Holt, J. H. Gundy, G. H. Duggan, W. E. Wilder, C. B. McNaught and G. H. Montgomery.  
MONTREAL, Feb. 2.— The following telegram was sent today to J. E. McLaur, Vice President of the British Empire Steel Corporation at Sydney, N.S., by Roy M. Wolvin:—  
"For the past four years I have endeavored to interest Sir Herbert Holt, J. H. Gundy and their associates in our Nova Scotia industry believing for many reasons that through the various connections they could be of the greatest assistance."  
"Recently we have been forced into much litigation which means heavy expenses and interferes with good operating results. We have done our best to avoid the litigation, but in the interest of the shareholders and the community I feel it my duty to vigorously oppose the 'winding up' of the Dominion Steel Corporation and for that purpose to continue as the President of the Company."  
"Holt, Gundy and Company have acquired all of my holdings of securities of the Dominion Steel Corporation and its subsidiaries and in addition have purchased the Dominion Iron and Steel Company, Limited, that are guaranteed by the Dominion Steel Corporation. They have undertaken to co-operate to preserve the corporate integrity of our Dominion Steel Corporation. As the only indebtedness of the Dominion Steel Corporation is the guarantee of these bonds it is to be hoped that the matter of 'winding up' that company in the courts may be avoided. The Dominion Parliament is now in session and I hope for helpful legislation. The time seems opportune for me to retire from the presidency of these companies and I have today asked the directors to accept my resignation effective at once."  
"We have added to the board, Messrs. Sir Herbert Holt, J. H. Gundy, C. B. McNaught, G. H. Montgomery, G. H. Duggan, W. E. Wilder and have elected C. B.

# INTERESTING AND SCHOLARLY LECTURE AT CALEDONIAN CLUB

## "The Steps That Led Prince Edward Island Into Confederation" Dealt With In A Masterly Manner By His Honour Mr. Justice Arsenault Last Night.

The steps that led Prince Edward Island into Confederation, was the subject of a lecture of most exceptional interest, delivered by His Honour, Mr. Justice Arsenault before the Caledonian Club last night. His address, which displayed great learning and scholarly research, was listened to with rapt attention by an audience which congratulated itself on having faced a very cold and cutting north west wind for the purpose of hearing the splendid treat that the speaker provided.  
After graciously expressing his appreciation of the good work which the Caledonian Club has done, and is doing, for the development of the mental life of the city, coupled with an admonition to the younger generation to make themselves familiar with the history of the Island, His Honour launched into his subject.  
He began by tracing the first faint stirrings of the Confederation idea as enunciated in 1789 by William Smith, former Chief Justice of Canada, down through Sewell, Sherwood and Galb—then the crisis brought on by the deadlock between Upper and Lower Canada in the Canadian Assembly, the absorption of the reciprocity treaty between Canada and the United States, and the notification by the British Government to Canada that she must provide for her own defense.  
The speaker then dealt with that historic meeting in the Provincial Building at Charlottetown, where, in 1864, the delegates came together from the three Maritime Provinces to consider the wedding of these into one colony. Here were planted the germs of the idea of that greater federation which was yet to be, though at the time many doubted it. The delegates from Canada were received, and the smaller union laid aside for the greater, though less centralized federation.  
So the leaders planned the union, but the people were lukewarm, or hostile. It was not until 1773 years later, when, finding herself safe to face with bankruptcy, Prince Edward Island finally entered reluctantly into the Union.  
At about this time the need for a railway began to be felt in this province—the more so as there was no suitable material at hand for constructing macadamized roads. So, in 1871, Hon. J. C. Pope, then leader of the government introduced a resolution favoring the construction of a railway from Alberton to Georgetown—a distance of about 120 miles. The project met with much opposition in the House; the advocates of the measure proposed a narrow gauge line which was to cost only a little over 600,000 pounds sterling, including rolling stock. But, in the end a railway bill was enacted, providing for a main line from Alberton to Georgetown, to be finished within three years at a cost of not over 5,000 pounds per mile, with branches to Tignish and Souris to be completed within five years.  
In 1872, the Pope Government was defeated, largely through the incisive tactics of Hon. David Leard, member from Belfast. The occasion of the defeat was a charge made by Mr. Hooper, member for Moreil, that he had been paid a bribe of \$1,000.00 by C. C. Carleton to vote for the branch lines. Mr. Hooper was called to form a government, in which the virtual leader was Mr. Leard, who, previously opposed to the branch lines, now favored them for obvious political reasons.  
During the recess, construction of the railway, both main line and branches but the costs of construction began more and more to ex-

# Childs President Marries Secretary

(Special to the Guardian)  
ATLANTIC CITY, N. J., Feb. 2.—An interesting romance of the white front restaurants came to light today with the arrival here of William Childs, president of the chain of eating houses which bears his name, and his bride, who was formerly Mrs. Victoria Ludgate-Murray, his secretary.  
News of their recent marriage came as a complete surprise to their many friends who had not even been aware of an engagement between the couple.  
The ceremony was performed very quietly, recently, and Mr. and Mrs. Childs are spending their honeymoon very quietly at a hotel overlooking the roaring breakers of the Atlantic.

# CONDEMNS NEW DIPLOMATIC APPOINTMENTS

## Plan out of Date, Sir George Foster says. Senator Declares Serious Matters now Settled by Government Heads.

OTTAWA, Feb. 2.—Disapproving the expansion of Canada's diplomatic relations with foreign countries on the score that the format was now out of date and that when any serious question arose, the ambassador was set aside and the matter settled in conversations between heads of governments, Right Hon. Sir George Foster today continued the debate on the address in the Senate. Sir George's remarks followed the disposal of Senator Willoughby's bill to grant divorce courts for Ontario, the going over until next Tuesday for third reading.  
Sir George said personal contact between the heads of governments brought what the diplomats failed to bring—accord. In the course of his address, Sir George was asked by Senator Dandurand, government leader in the Senate, if the ambassador to the United States "had not been arranged by the Borden government." The speaker agreed but answered that there were many other policies instituted by the Borden government which had not felt itself necessarily obliged to carry out.  
Sir George devoted a considerable part of his address to the League of Nations and took occasion to congratulate Senator Dandurand on his appointment as Canada's representative on the League Council. But, he said, Canada had not secured that position in the League at the last assembly because Canada's status had been changed.  
"She laid the foundation when she entered and passed through that four years of war with such a sacrifice of men and money," Sir George said, Canada claimed at the peace conference full equality and there and then became subject to all the obligations and privileges which went with that equality.  
The terms obtained by Leard and Haythorne are contained in a telegram from Ottawa addressed to Hon. Edward Palmer, under date of March 8th, 1872. It ran as follows: "Dominion will assume debt until it reaches \$45,000 per head population last census, or pay interest on difference at five per cent. Railways under contract property of Dominion. New Building (Court House, \$69,000) and Dredge paid for by Canada. Yearly allowance \$30,000 Local Government, and forty thousand dollars for loss of Crown lands, except interest on sums drawn, not exceeding \$800,000 purchase remaining estates. Except modification stated, and interest difference old debt, better terms allowed. Six representatives conceded. Leave Ottawa for home today. Observe: terms including interest on Railway debt one hundred and about thousand dollars yearly, better than better terms."  
Mr. Pope's mission was successful, in as much as he succeeded in getting an increase in the debt allowed from \$4,230,945.00 to \$4,701,050.00 or from \$45.00 per head of population based on the 1871 census, to \$50.00 per head. This meant an increase in revenue of about \$25,000.00. He also obtained some minor concessions which he claimed, were worth about \$5,000.00 per year.  
The terms of Confederation as finally agreed on, were as follows: 1. Canada shall be liable for the debts and liabilities of Prince Edward Island existing at the time of the union. 2. In consideration of the large expenditures authorized by the Parliament of Canada for the construction of railways and canals, and in view of the possibility of a re-adjustment of the financial arrangements between Canada and the several provinces now embraced in the Dominion, as well as of the isolated and exceptional condition of Prince Edward Island, that Colony, on entering the union, shall be entitled to incur a debt equal to fifty dollars per head of its population, as shown by the census returns of 1871, or \$4,701,050.00. 3. Prince Edward Island not having incurred debts equal to the sum authorized in the preceding paragraph, shall be entitled to receive half-yearly payments in advance from the general Government, interest at the rate of five per cent per annum on the difference, from time to time, between the actual amount of its indebtedness and the indebtedness so authorized, viz: \$4,701,050. 4. Prince Edward Island shall be liable to Canada for the amount (if any) by which its public debt and liabilities, at the date of the

# Trotzky Collapsed During Journey

(Special to the Guardian)  
BERLIN, Feb. 2.—Leon Trotzky, former co-dictator of Russia, collapsed during his journey to banishment in Turkistan and is suffering seriously from a nervous breakdown, the United Press was informed through a usually reliable source today.

# Italy Registers Treaty With League

(Special to the Guardian)  
WASHINGTON, Feb. 2.—The hope that "no shadow of differences" will ever darken Anglo-American friendship was voiced today by Sir Austen Chamberlain, British Foreign Minister, in a communication, to Secretary Kellogg, in acknowledgment of the latter's message of condolence on the death of Earl Haig.

# Waterhouse Joins Canadian Company

(Special to the Guardian)  
LONDON, Feb. 2.—There is great interest in political and business circles in the resignation of Sir Ronald Waterhouse, Principal Private Secretary of the Prime Minister to join the Canadian General Investment Trust and Associated Group of Companies.  
Sir Ronald accompanied Mr. Baldwin to Canada and he liked Canadians as much as Canadians liked him. He has been Private Secretary to two other Premiers, Robert Law and Ramsay MacDonald. He started life as a soldier and served in the South African war and world war.

# Warns Against Over-Emphasis Of Unity.

LONDON, Feb. 2.—The Times deals editorially with the Canadian Government's policy of appointing ministers to foreign countries and the speech made in the House of Commons at Ottawa by Hon. R. B. Bennett, leader of the Conservative Party in the Dominion in which he warned the Government that such policy was unwise and dangerous.  
While acknowledging the usefulness of local vigilance in keeping the Canadian Governments' work selected for an envoy to Canada, clearly should be diplomatic rather than administrative. A broad grasp of international relations will matter more than special knowledge of the Dominion. Not only for this reason, but because the appointment will coincide with the ending at last of the suspicion of Downing Street interference, it is desirable, other things being equal, that his training should be that of a person in the diplomatic service, rather than in the Colonial Office.

# WHERE MONEY CAME FROM AND WHERE IT WENT

## Interesting Facts and Figures are Given in Auditor-General's Report.

OTTAWA, Feb. 2.—The auditor general—the country's bookkeeper—has published his annual report showing just where the government has raised money and where it has spent it during the year ended March, 1927.  
It consists of two bulky volumes crowded with information ranging from the details of the national debt to the details of travelling expenses of junior officials of the civil service. The reports shows, for example, that government departments spent \$222,000 more during the year than Parliament voted for them. Pensions took \$114,000 more than Parliament approved and the coastal and light house service cost \$30,000 more than was actually approved. The department of agriculture must account for \$3,700 which it spent without Parliamentary sanction.  
The auditor general points out in a footnote that a parliamentary appropriation will be necessary to cover these over-expenditures.  
Another fragment of information gleaned from the report is that the net revenue from the department of customs from fines and forfeitures totalled \$305,000, an increase of 100 per cent over the preceding year.  
The government paid almost \$15,000,000 in departmental salaries in Ottawa in the last fiscal year and \$59,000,000 in salaries outside Ottawa. The latter was an increase of almost a million and a half dollars.  
New automobiles for the government service and their repairs cost \$484,000. The general election of 1925 cost \$1,665,000 and the elections of 1926 cost \$1,844,000.  
Representation abroad, including London, Paris, Washington, the League of Nations and the imperial increase over the preceding \$409,000 in the last fiscal year and \$345,000 in the preceding year.  
The cost of the war is conspicuous in the report for the year 1927—nine years after the armistice. Pensions, war claims, war memorials, and soldier settlement cost \$46,000,000, more than a million dollar increase over the preceding fiscal year.

# Resigns As Chairman Of Liberal Caucus

(Special to the Guardian)  
OTTAWA, Feb. 2.—Hon. Charles MacNeil has tendered his resignation for this session as chairman of the Liberal caucus—a position he has held because of his seniority.  
In a statement today he says the chairman of a caucus is no more responsible for what is said than is the speaker in the house.  
"As I want the people to know, I am a free lance in the Mexican persecution, I have sent my resignation to the Premier as chairman of the caucus for the present session, to remove all possible misconception."

# Falconer Addresses Teachers Gathering

(Special to the Guardian)  
WINDSOR, Feb. 2.—Speaking to teachers of the border cities at their annual banquet tonight Sir Robert Falconer, President of the University of Toronto, pictured Canada as the center of the world, a nation on which the eyes of all people were focused.  
Fifty years ago, Sir Robert said, our parents came to Canada, a land which was then untested and untried. Today the Dominion has taken its rightful place in affairs of the world, and teachers with their unbounded opportunities can accomplish much in raising the standard of Canadian culture and education.

# Prince Wore The Biggest Cravat

(Special to the Guardian)  
LONDON, Feb. 2.—London newspapers today chronicled the fact that the Prince of Wales wore at the banquet last night the biggest white cravat yet seen in the fashionable section of London. According to one "it was three inches deep at its extremities, submerged his collar, and was twice the size of any cravat worn by anyone else present."

# Wedding Of Miss Elizabeth Cator

(Special to the Guardian)  
LONDON, Feb. 2.—English society, headed by the Duke and Duchess of York, assembled in force at St. George's, Hanover Square today for the picturesque wedding of the Duchess's bridesmaid and life-long friend, Elizabeth Cator, to the Hon. Michael Gowers-Lyon, brother of the Duchess of York.  
The British bride wore a plain ivory satin gown with Brussels lace. She was attended by four pages in full highland dress, and four bridesmaids in costumes of the Stuart period. Numerous wedding presents included gifts from the Queen and Princess Mary.

# TWO RULES ONLY IN ORATORICAL CONTEST

## Watch the Entry List Grow!

Not for the first time; not for the second time, let it be plainly announced that in this great Canadian and international oratorical contest sponsored by the leading daily newspapers in the competing countries, there are only two rules: no red tape to annoy and harass competitors, and the whole scheme is very elastic.  
These are the two rules which cannot be broken: A contestant must be a pupil of grades 9, 10, 11 or 12 in any recognized public high school or an educational institution of equal standing. Pupils of night schools are not, however, eligible under this ruling. And the pupil entering for the contest must not have attained the age of 19 years by February 1, 1928.  
The following entries have been received recently:—Melda Ferguson, Dunstburgh; Lemuel Prowse, West Kent School, City; E. Benjamin Rogers, Prince of Wales College; Margaret Campbell, Redford Square School; Ethel Douse, Prince Street School; Margaret Coffin, Montague High School; J. Howard Brant, Prince of Wales College; William Picketts, Prince of Wales College and Launchin MacDonald, Prince of Wales College.

# Public Accounts Tabled In House

(Canadian Press)  
OTTAWA, Feb. 2.—The public accounts of Canada for the last fiscal year were tabled in the House of Commons today by Hon. J. A. Robb, Minister of Finance.  
The Minister drew the attention of members of this House and of the Press to an independent audit by the firm of P. E. Ross and Sons. The audit statement as included in the accounts shows the net debt in 1923 and in 1927 and gives the total reduction during the period as \$105,942,498.

# GRUESOME FIND LEADS TO A CONFESSION

## Ex-Montreal Policeman, Jules Coulomde, says he Killed Arthur Richard With bare Fists.

MONTREAL, Feb. 2.—Jules Coulomde, ex-Montreal and Verdun policeman, confessed this afternoon that he dismembered the dead body of Arthur Richard, aged 45, of Quebec, after killing him with his bare fists on the night of January 4th last, according to a statement made by the police here today. Coulomde is serving a sentence in Boreaux Jail at present.  
The trunk of the victim was discovered this morning on the roof of a shed in the rear of a two-story house in the district where the self-confessed killer lived. Police are still searching for a woman said to have been known as Blanche, who lived with Coulomde and whom it was thought to have been the cause of the brawl between the two men which led to the murder.  
The confession of the former policeman came shortly after his arrival at Jail headquarters, where he was brought from the Montreal Jail. Coulomde is serving a two-month term imposed in the recorder's court for maintaining unsanitary conditions in the Sanguinet Street house, a week ago.  
Coulomde told the detectives the crime was committed at ten o'clock on the night of January 4. He was alone in the house when Richard came to the door.  
Shortly after the arrival of Richard, Coulomde said in his confession, there was an argument over a woman and Richard lifted his cane and struck the ex-convict several blows. Coulomde returned the blows from his stick with a heavy blow from his fist.  
Richard, the confessed killer, said, then fell heavily to the floor and struck his head violently. When he failed to rise Coulomde investigated and decided he was dead.  
Coulomde said he then planned to cut it up and bury whatever parts he could.

# Announcements, Coming Events, Meetings, Etc

- "Buying live hogs at Emerald Feb. 7th, Tuesday forenoon.—Everett Haslam. 2214-2-3-21
- "Hockey at Albany tonight if weather permits. Skate after match. 2230
- "Y.M.C.A. vs. Cornwall at Cornwall Rink tonight with music for special skate after. 2237
- "The Ladies of St. James Church are noted for their Pastry, so buy some Saturday at Moore & McLeod. 2211
- "Concert and Box Social, in aid of Women's Institute, at Springfield, Lot 67 hall, on Monday, Feb. 6th. Ladies with boxes free. 2213-2-3-21
- "Rheumatism, diseases of blood, Stomach and Internal Organs cured. References given. Phone 897-1. Dr. Cliff, 112 Prince St., Charlottetown, P.E. Island, Canada East. 123-30
- "A meeting for the purpose of organizing a Boys and Girls Club, will be held in the Hall at Iona, at 2.30 o'clock on Monday, February 13th. A large attendance of farmers, their sons and daughters is requested. 2226-2-3-21
- "A meeting of farmers will be addressed by Mr. W. R. Shaw, Live Stock Superintendent, in the Hall at Murray River, on Monday evening, February 6th. The organization of a Boys and Girls Club will be taken up. A large attendance of young and old alike is requested. 2226-2-3-21
- "Annual meeting of York Ship-line Club will be held in York Hall, Thursday, February 2nd, at 7.30 p.m. Every farmer invited to attend. Representative of Live Stock Branch will address the meeting. Walter Dockendorff, Secretary. 2179-2-1-31.

## MEMORIAL SERVICE

for  
**Field Marshal Earl Haig**  
COMMANDER-IN-CHIEF  
IN THE GREAT WAR  
and  
Grand President of the Canadian  
Legion of the British Empire  
Service League

Will be held in  
**St. James Church,**  
Charlottetown

**Today (Friday) at 2 p. m.**

Rev. W. Bruce Muir Officiating

Comrades will parade at their quarters at 1.50 p. m.

His Honor the Lieut.-Governor, the Premier and members of the Government, the Judges and the Mayor and City Council and others will be present officially.

The public cordially invited.

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(Continued on Page 3)