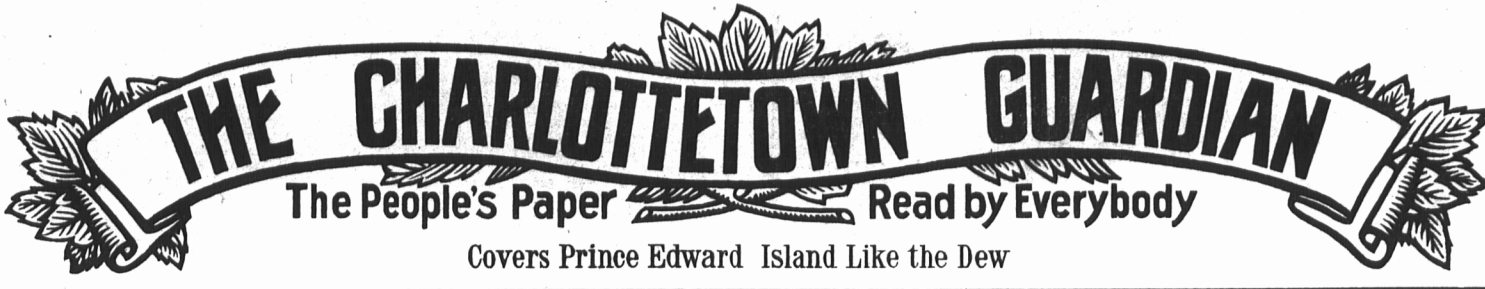


-Mackenzie King

MAXIMS
OF A
MERE MAN

When international antagonisms
cease, there will be some hope of
rectifying internal abuses.



THE CHARLOTTETOWN GUARDIAN

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

MAXIMS
OF A
MERE MAN

While all desire to receive the
best, there is a lack of unanimity in
rendering the same.

Charlottetown Guardian Two Cents.
Morning Guardian, Founded 1887.

CHARLOTTETOWN, CANADA, FRIDAY, MARCH 31, 1939

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PREMIER BUDGETS FOR DEFICIT OF \$77,787

BRITAIN WILL FIGHT IF POLAND INVADED?

ANNOUNCEMENT EXPECTED IN HOUSE TODAY

Government Reported Willing To Give Definite Military Commitments To Poland.

—BULLETIN—

LONDON, March 31—(Friday)—Diplomatic circles expected Prime Minister Chamberlain to announce to the House of Commons today that Britain intends to fight in case of German aggression against Poland—but not against Nazi annexation of Danzig.

PARIS, March 30—A Havas dispatch from London tonight said it was learned from a well-informed source that Prime Minister Chamberlain will tell the House of Commons tomorrow that Great Britain and France will immediately go to Poland's aid in the event of aggression by Germany. The dispatch said decision was made the vital declaration was reached after meetings of the cabinet and of the cabinet's foreign affairs sub-committee.

By J. F. SANDERSON
Canadian Press Staff Writer
LONDON, March 30—(CP Cable)—The Government tonight was reported willing to give definite military commitments to Poland in a united front in Europe against German aggression.

While further reports reached London of German troop concentrations along the Polish border, particularly near Danzig—these reports were denied in Berlin—the British Cabinet held an emergency meeting to review the rapidly changing European situation. According to an informed source, Britain has decided a "bold course is the right course" and is prepared to abandon all isolationist

(Continued on page 10, Col 3)

COMING EVENTS

Rate for Notices in this column 3 cents per word.

Carnival Victoria Rink, April 1st. Admission 20c and 15c. L-1472-3-29-11.

We require a quantity of well leashed cattle. Write or phone Island Cold Storage Co. Limited. L-1291-3-22-1f.

Hockey match Victoria Rink Friday, March 31, Victoria Union vs. Chitown Rangers. Admission 15c and 10c. L-1478-3-25-31.

We again have a few maps of Prince Edward Island for use in the schools. School Super. Office. L-1489-3-30-21.

Hear Greenvale Concert tonight at Brookfield. If not fine Saturday. L-1429-3-31-11.

Concert and Dance, Breadalbane Hall, Friday, March 31st. Glen Valley talent. L-1522-3-31-11.

Meeting Ladies Auxiliary Canadian Legion B. E. S. L. Friday 31st at 7:30 P. M. Legion Rooms. L-1527-3-31-11.

Borden Rink tonight, for Tip Top trophy. Cape Traverse Three Stars vs. Bedouin Maple Leafs. Skate after. L-1554

Book Purina Embryo fed baby chicks now. Avoid disappointment. Day old barred rocks available daily. Dillon & Spillett, Chick Hatchery. L-1532-3-31-21.

Purina balanced horsefeeds. Granoia and Omolene, better value than oats now. Dillon & Spillett. L-1532-3-31-21.

We are selling at lowest prices Purina Chick Starters, Chick Grower, Laying Mash, Pig Starters, Pig Growers, Milk Chow, Steer Fatness Balanced Horsefeeds. Dillon & Spillett. L-1532-3-31-21.

Livestock Marketing Board loading hogs, lambs and calves through local shipping clubs during week of April 3rd, as follows: Monday afternoon; Alma, Elmira, South St. Peters, Mt. Stewart, Mondell, St. Theresa, Murray River, Melville, Tuesday forenoon till train time; Kensington, Charlottetown, Bedford, Hunter River, Bradshaw, Kinkora. Afternoon, 12-3; Albany. L-1552-3-31-11.

Reviews Policy Of Canada In World Affairs

Canada Loyal Says Prime Minister But Parliament Must Decide On War

(By Frank Flaherty, Canadian Press Staff Writer)

OTTAWA, March 30—National planning and co-ordination will be necessary if Canada becomes involved in war but so long as the present Government remains in office conscription of men for overseas service will not be attempted, Prime Minister Mackenzie King told the House of Commons today in his annual review of Canada's policy in world affairs.

In a two-hour speech to a full House and before packed galleries Mr. Mackenzie King reviewed events in Europe since the beginning of the German-Czechoslovak crisis last summer.

Although he painted a dark picture, he affirmed his belief that war was not inevitable and expressed the hope the rivalry between democratic and totalitarian states might be turned into a contest to see which system could accomplish most for human welfare rather than into a clash of arms.

Leaders of Canada's two major political parties are now in agreement on the question of conscription.

Opposed Compulsory Service

On Monday Conservative Leader Manion declared his opposition to compulsory service overseas. Following the Prime Minister in the debate today Dr. Manion said the first duty of Canadian public men was to maintain the unity of Canada.

"In a war to save the liberty of others and thus our own," said Mr. Mackenzie King, "we should not sacrifice our own liberty or our own unity. Planning and co-ordination would be essential but the necessary co-ordination could be made, and if this Government were in power, would be made, without sacrificing these vital ends and conditions of our existence. Profits could and would be rigidly controlled and profiteering suppressed. But men's lives cannot be put on the same basis as goods and profits.

The present Government believes that conscription of men for overseas would not be a necessary or an effective step. Let me say that so long as this Government may be in power no such measure will be enacted.

Deep Sense of Loyalty

"We have full faith in the readiness of Canadian men and women to rally for the defence of their country and their liberties and to resist aggression by any country seeking to dominate the world by force. There is in our people, in every part of Canada, a deep sense of duty, a power of facing realities, a tenacious courage, that would rise to any emergency."

Canada had to "choose between keeping her own house in order and trying to save Europe and Asia." The idea that "every 20 years this country should automatically and as a matter of course take part in a war overseas for democracy or self-determination of other small nations, that a country that has all it can do to run itself should feel called upon to save, periodically, a continent that cannot run itself and to these ends risk the lives of its

(Continued on page 11, Col 3)

Poland United Politically Against Nazi Aggression

WARSAW, March 30—(AP)—Opposition political leaders today gave the Polish Government assurances which they said were a pledge of cooperation against any German attempt to "trample on Polish rights."

Two council members of the

CONSERVATIVE WOMEN HOLD LARGE MEETING

Mrs. J. A. McDonald Elected President At Enthusiastic Annual Session.

Mrs. J. A. McDonald was elected president of the Women's Conservative Association at a largely attended and enthusiastic meeting here last night.

The meeting in a standing vote pledged loyalty to Right Hon. R. J. Manion, leader of the National Conservative Party, Hon. Dr. W. J. P. MacMillan, leader of the Conservative Party in Prince Edward Island, Mr. W. A. Stewart, who with Dr. MacMillan is candidate for the City of Charlottetown and Messrs. W. Chester, S. McLure and John H. Myers, Federal candidates for the County of Queen's.

Other officers elected at last night's meeting include: 1st vice-president, Mrs. H. H. Horne; 2nd vice-president, Mrs. James Blake; secretary-treasurer, Miss Ruth Vinnicombe; assistant secretary-treasurer, Miss Isabel Storey; elected to the executive committee were: Mrs. T. B. Woodman, Mrs. Seaman Kennedy, Mrs. W. A. Reay, Mrs. Alban Farmer, Mrs. W. D. Gillis, Miss Lena McLure.

On committees for the City wards and the Royalities are the following: Ward 1, Mrs. Frank McGulgan; Ward 2, Mrs. L. G. Henry; Ward 3, Miss B. Conway; Ward 4, Mrs. Charles Moran and Mrs. Roberta Nichols; Ward 5, Mrs. B. Roy Holman, Mrs. R. Sutherland, and Miss Helen MacMillan; Royalty West, Mrs. W. J. P. MacMillan; Royalty Central, Miss Isabel Curly and Mrs. H. Newson; Royalty East, Mrs. Fred Andrew.

The meeting heard stirring addresses from Hon. Dr. W. J. P. MacMillan, Mr. W. A. Stewart and Mr. W. Chester S. McLure.

Mrs. H. H. Horne retiring president presided until the election of Mrs. McDonald.

Plan Protection For Seed Potato Stock

FREDERICTON, March 30—A provision to prohibit the importation into New Brunswick of United States seed potatoes likely to spread potato diseases is included in a bill to authorize the establishment of "quarantine areas" for the growing of disease free foundation seed potato stock.

This was pointed out today by Agriculture Minister Taylor when the bill was before the Legislature's committee of the whole house.

Pioneer legislation, this would enable foundation seed stock on the application of 80 per cent of the farmers in such areas. The object is to give facilities for improving the foundation stock from which New Brunswick seed potatoes are raised.

Indicted On Fraud Charges

NEW YORK, March 30—(AP)—The three surviving brothers of the masquerading swindler, F. Donald Coster-Musica, and six other persons were indicted today on charges of mail fraud, violation of the securities and exchange commission law and conspiracy.

The indictment, containing 14 counts, would make the defendants liable on conviction to possible maximum sentences of 58 years each plus a \$50,000 fine each.

France Signs Trade Treaty With Rumania

PARIS, March 31—(Friday)—(AP)—France, working with Great Britain to stop Reichsfuehrer Hitler in eastern Europe, early today initiated a commercial accord with Rumania and was reported to have invited foreign minister Joseph Beek of Poland to Paris after his London talks next week.

The commercial accord, initiated at the foreign office by leaders of the French and Rumanian trade delegations, doubled French purchases of Rumanian oil and slashed 60 per cent from French import duties on Rumanian agricultural products.

French oil purchases from Rumania for the coming year will total nearly 300,000,000 francs (\$78,000,000) compared to 150,000,000 francs (\$39,000,000) last year.

The accord is to be formally signed later today and will go into operation tomorrow.

DUCE SERVES NOTICE ITALY WILL EXPAND

"Does Not Intend To Remain A Prisoner In The Mediterranean," Claim.

ROME, March 30—(AP)—Premier Mussolini served notice today that Italy "does not intend to remain a prisoner in the Mediterranean" but did not indicate how far she intended to expand.

Facism's newspaper spokesman, Virginio Gayda, meanwhile sounded the keynote of Italian reaction to French Premier Daladier's address of last night by declaring Daladier tended to "shut tight the half-closed door" to negotiations over Italo-French differences.

Il Duce spoke briefly in Cosenza, where he laid the cornerstone of a new normal school, during an inspection trip in the southern end of the Italian mainland. Earlier, on the Calabrian coast, he had placed a wreath at the tomb of Michele Biunno, one of the Fascist quadrumvirs who led the march on Rome.

All To The State

In his speech he recalled Bianchi's words: "When one has given all to the fatherland, he has not yet given enough."

He concluded his address with the injunction: "Comrades be ready in every instant of your lives, as Fascists and as Italians, worthy of and faithful to his memory."

Gayda, whose editorial reaction to Daladier's speech appeared in Il Giornale D'Italia, declared that despite the fading hopes of Italo-French negotiations, "Italy is not impatient."

"She can wait and she waits," he wrote, going on to suggest that such patience might well be decisive in showing the justice of the Italian claims.

"It is very clear by now," he continued, "that the French Government does not wish to discuss further either its territories or rights. It wishes to separate itself from Italy and stiffen itself with its 'never'."

B. I. S. ELECTS NEW SLATE AT MEETING

Mr. F. P. Mahar Elected President Of 114 Year Old Society.

Mr. F. P. Mahar was elected president of the Benevolent Irish Society at the 114th annual meeting of the organization here last night.

The society was probably in the strongest position it had yet occupied in its long history, the meeting was told in reports by members of the retiring executive. The financial position was very strong despite increased charitable demands which in the past year reached a new high, almost three times as great as those of the previous twelve months.

Mr. John Hogan, retiring president, was chairman last night and gave a comprehensive report of the society's activities for the year, speaking with enthusiasm of the future and expressing his appreciation for the co-operation members of the organization had given him and his executive.

Other officers elected at last night's meeting include: 1st vice-president, Joseph Malone; 2nd vice-president, W. J. Somers, secretary, C. J. Costello, treasurer, John Callaghan, re-elected, sergeant-at-arms Arthur A. McQuaid, re-elected, chief door keeper, Rex McCarville, chief standard bearer, L. O. Kelly.

In addition to the report by the president, other members of the retiring executive including Mr. F. P. Mahar, treasurer, told of activities of their departments, 1st vice-president, P. E. McTigue, sergeant-at-arms Arthur A. McQuaid, chief marshal James McGuigan, also gave brief accounts of the year's work.

In addition the retiring members of the organization spoke praising members of the hard working retiring executive for the splendid showing they had made, John Cronin, Thomas Flynn, Patrick Doyle.

Retiring president Hogan reporting for the play committee told the meeting the St. Patrick's play this year had made more money for the Society than any before in B. I. S. history. Social evenings were also outstandingly successful during the year.

During the evening letters were read from prominent citizens congratulating the Society for the successful way it was conducting its affairs.

A new venture had been undertaken this year, reports told. Shamrocks were sold on St. Patrick's Day and the entire proceeds were given to the St. Patrick's Society.

(Continued on page 10, Col 3)

Steamship Line Reports Surplus

OTTAWA, March 30—(CP)—An operating profit of \$748,239 in the calendar year 1938 was shown for the Canadian National (West Indies) Steamships Limited in its annual report tabled today in the House of Commons by transport minister Howe.

This figure is an increase of \$87,702 over 1937, continuing the annual improvement in business recorded during the last three years.

Argues Election Pledge Based On Tory Estimates

Premier Holds Out No Prospect Of Being Able To Implement Liberal Platform — Stresses Increased Social Welfare Obligations In Budget Speech

Anticipating his own Budget speech of last evening, Premier Campbell in the Legislature yesterday morning tabled the estimate of revenue and expenditure for the current year ending Dec. 31st.

He estimated ordinary revenue at \$2,029,297 and ordinary expenditure at \$2,107,044, leaving an estimated deficit of \$77,787.

Capital expenditure is estimated at \$1,095,000, plus "sums sufficient" for additional paving and grading projects, for fishermen's loans and replacement of gear, agricultural rehabilitation, and a tourist information building project at Aulac.

A supplementary estimate, it was intimated, may be brought down to provide for an additional grant to the hospitals.

The Premier spoke last night for two hours, maintaining that the Government in its three years' administration "had displayed a very sound system of budgetary control"; that it had made "very substantial achievements in the direction of securing a balance of the revenue account, including the provision of substantial and adequate sinking funds," and that in the direction of capital expenditures, particularly those connected with progressive lines, with sound and adequate provision for the redemption of the necessary borrowings and sinking funds.

He was followed at 10 p.m. by Mr. George E. Saville, who moved the adjournment a few minutes later. The House then adjourned until 11:30 a.m. today.

The estimated deficit of \$77,787, the Premier said, was within \$3,000 of the actual deficit for 1938, and therefore an analysis and consideration of last year's Public Account would be substantially an exposition of the estimates for 1939.

The Government, he said, had been criticised from time to time because it had not yet achieved a balanced budget and that 1938 was an actual deficit of some \$80,000 and total increased liabilities of \$1,249,856.

Cites Election Year

This, he confessed, was true, but in the first place it showed an improvement over the year 1937, when the deficit was \$120,773. In the second place it was a magnificent improvement over the year 1936, when the deficit was \$376,297 and the liability increase \$952,292.

A simple calculation was sufficient to indicate that the deficit of 1938 was practically all accounted for by the interest and sinking funds which had to be provided for the increased liability of 1935 for which the Government of the day had made "absolutely no provision."

"Our critics suggest that we should eliminate considering the election year," the Premier said, "though why election years should be different from any other year is a question which always puzzles

me. However, if we go back to the corresponding year of our predecessors' regime, 1934, we find a vast improvement over the situation in that year, when the deficit on current account alone was \$271,146."

Taking the years 1936-37-38 the Premier calculated the aggregate deficits at \$225,000. This he contrasted with aggregate deficits of \$471,000 for the Conservative years 1932-33-34.

"These improvements," he said, "have not easily been achieved but have been effected in spite of very large unavoidable increases in expenditure."

He cited in this connection: Fox field service, which cost \$6,158 last year and on which there was no expenditure in 1935; other agricultural field services, no expenditure in 1935 and \$3,148 in 1938; District teachers' salaries, an increase of \$7,000 over 1935; Fishermen's loan administration, introducing a new service which cost \$4,300 in 1938; Fishermen's relief, another new service, introduced last year on which \$3,710 was expended; Interest, an increase of \$49,000 since 1935; Grant to Kings County Hospital, none in 1935, \$1,250 in 1938; Tourist promotion, an increase of \$7,638 over 1935; Old Age Pensions, an increase of approximately \$40,000 of which the Provincial Government contributed \$10,500; Sinking fund, an increase over 1935 of \$31,000; Special sinking fund for paving, \$57,000; Gasoline rebates, an increase over 1935 of \$24,000; Provincial libraries, an increase of \$14,000; Blind pensions, none in 1935, \$2,641 in 1938; Credit in 1935, \$2,247 in 1938. On these "selected items" alone, he figured, the Government in 1938 was faced with an increased expenditure, as against the year 1935, of \$240,000.

"If we make a similar comparison with the year 1934 we find on that list of items alone our expenditures were unavoidably increased by \$271,000," the Premier



(Canadian Press)

Table with 2 columns: City and Minimum and maximum temperatures. Includes Toronto, Dawson, Vancouver, Edmonton, Regina, Winnipeg, Toronto, Ottawa, Montreal, Quebec, Saint John, Halifax, Charlottetown.

FORECAST

Maritime East: Strong wind with snow and rain and probable fog. High tide this morning at 6:20 and this evening at 7:15. Sun sets this evening at 5:28 and rises tomorrow morning at 5:41. Full moon April 4, 12:18 a.m. 1. Summerside tide eighteen minutes later than Charlottetown.

THE CAR FERRY SAILING

Leave Borden 9:45 a.m. 1 p.m. Tormentine 11 a.m. 3:05 p.m.

Orange Pekoe Blend "SALUDA" TEA