

MAXIMS
OF A
MERE MAN
Honour your parents, worship
your God, hurt not animals.

THE CHARLOTTETOWN GUARDIAN

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

MAXIMS
OF A
MERE MAN
When the lion's skin falls short
It must be skinned out with the fox's.

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BRITISH TAX BOOST HITS EVERY HOME

FRANCE, BRITAIN WATCH CZECHOSLOVAKIA House Bewildered By Magnitude Of Expenditures

JOINT TALKS OF MINORITY PROBLEM SEEN

Prepare For Close Cooperation In case Of Emergency.

(By Guardian's Special Wire)
LONDON, April 26—British and French ministers today studied fresh reports on Czechoslovakia's German minority problem and preparations for joint action on how to keep peace in Europe and close cooperation in case of emergency.

OF VITAL CONCERN
France's defensive alliance with Czechoslovakia made this a subject of vital concern to her especially, but Daladier was cold toward a possible four-power pact linking Germany with Britain, France and Italy to keep peace. The ministers apparently pinned their hopes of solving peacefully the Czechoslovak problem on conciliatory action of the French Government with the Sudeten Germans.

London's Busiest Diplomat



If ever diplomats led leisurely lives those days are gone. One of the busiest men in a busy calling today is found in London, M. Masaryk. Masaryk is the son of the greatest and also one of the finest men of his century. M. Jan Masaryk became an as of yet pocket money for only a few weeks, although his

CZECH-NAZIS WANT UNION WITH REICH

Vote On Issue Will Be Requested Early In June Is Prediction.

(By Louis P. Lochner)
(Associated Press Foreign Staff)
BERLIN, April 26—Nazi spokesmen in Berlin predicted today Konrad Henlein would demand early in June that Sudeten Germans be permitted to vote on whether they desire to remain a part of Czechoslovakia or be joined to Greater Germany.

Embarrassing Position

Such action would have been embarrassing in that acceptance of leadership by Hitler would have meant interference of another nation, with the affairs of another nation, Henlein, therefore, had to content himself with sending a messenger to greet Hitler and at the same time, suddenly refraining from sending one to President Eduard Benes as chief of the Czechoslovak state.

Pro-Nazi Arrested



Corneliu Zelea Codreanu (above), Rumanian pro-Nazi leader, was arrested with 1,000 followers in Bucharest, charged with plotting against the Government. Police intimated that they seized evidence that a rising had been planned, apparently by Codreanu, illegal, extreme rightist "Iron Guard."

NEW RAILWAY UNIFICATION PLAN MOOTED

Scheme Would Avoid Private Monopoly Or Political Control Is Claim.

OTTAWA, April 26—(CP)—A plan to deal with the Canadian railway problem in a way to avoid "consolidation or monopoly," the voiding private monopoly of the Canadian Pacific Railway or political control as a public ownership enterprise under the Canadian National Railways' is being presented to members of Parliament. The plan is said to be work of a well known financial man who suggests it should be taken up by boards of trade and chambers of commerce with Toronto and Montreal Boards of Trade taking the lead in bringing it to the attention of the public.

Controlled By Board

The unified system would be managed by board of directors, possibly 10, four appointed by the Government, four by the Canadian Pacific and two by a transport court or board of commissioners. The court of transportation, communication, steamship services and hotels. The lease might be for 12 years subject to renewal for like further periods and in perpetuity.

House Bewildered By Magnitude Of Expenditures

Increased Taxes On Incomes, Tea And Oils To Meet Country's Vast Rearmament Program.

By GEORGE HAMBLETON
Canadian Press Staff Writer
LONDON, April 26—(CP Cable)—Sir John Simon, Chancellor of the Exchequer, struck heavily today at the pocket-book. The astronomical figures of his first budget left the House of Commons almost bewildered with the magnitude of the coming expenditures.

The Chancellor's increase of sixpence in the standard rate of income tax and his addition of two pence in the duty on tea, both Empire and foreign, sent a gasp around the Chamber. They will hit every home in the land. In his closing words Sir John appealed to the dogged determination and dauntless courage of the British race in bearing the new burden. The Government benches cheered. Labor, which had loudly applauded the tighter law on wealthy tax dodgers, equally loudly protested against the increased tax on tea.

Increased Expenditure

Between estimated expenditure and estimated revenue for the fiscal year 1938-39 Sir John had a gap of approximately £30,000,000 (£150,000,000) to fill. Excluding £90,000,000 borrowed for armaments his estimates, on the basis of existing taxation, stood:

Expenditure	£944,398,000
Revenue	£914,400,000
Deficit	£29,998,000

The House expected would meet this estimated deficit largely by further borrowing. Sir John rejected this "easy way." He warned the House that supplementary estimates for a substantial amount were to be brought down. These would be met out of borrowed money. The present gap of £30,000,000 he proposed to raise from new taxation he proposed to raise. His proposals were:

Another six pence on the income tax raising revenue for the five shillings, six pence in the pound (27 1-2 per cent), yielding £22,250,000.

An increase of two pence in the pound on tea, both Empire and foreign, yielding £2,750,000.

An additional penny a gallon on light hydro-carbon oils and heavy oil used for fuel by road vehicles, with an excise duty of nine pence a gallon on power methylated spirits.

These raise the total yield from new taxation to £30,350,000.

Budgets For Surplus

On the basis of new taxation the budget for 1938-39, therefore, will stand:

Revenue	£944,750,000
Expenditure	£944,398,000
Surplus	£352,000

Sir John had, however, some comfort both for the manufacturer and the man of small income. The tax on his first £135 of taxable income now pays only one-third of the standard rate, or one shilling eight pence in the pound. The first £135 of income will remain taxable at the standard rate, the deduction allowed for wear and tear to machinery and plant will be increased from one-tenth to one-fifth.

He announced legislation striking at the wealthy tax dodger who, by forming one-man companies abroad and by the establishment of special trusts, largely escapes. Labor, as Sir John recounted the story of a man who formed an American company which never paid any dividends. When asked to explain the man said: "I was afraid of what the Labor Government might do to this country."

Store-Up Supplies

The Chancellor departed from the usual theme with an announcement that in connection with the defence program the Government had bought sufficient wheat, whole oil and sugar to ensure the needs of the civil population will be met.

(Continued on page 3, Col. 6)

Man-In-The-Street Views With Dismay Budget Increases

By PAT USHER
Canadian Press Staff Writer
LONDON, April 26—(CP Cable)—The man-in-the-street tonight read with dismay in the final edition of his evening newspaper news that the budget brought down in the House of Commons by Sir John Simon, Chancellor of the Exchequer.

The boost of sixpence in the income tax was not welcomed in any quarter, particularly as pre-budget predictions all expressed the opinion there would be no change. There were expressions of relief, however, that the income tax increase did not affect the first £135 of income on which only one-third of the standard rate is paid. The housewife glumly received word of a higher tax on tea, which will hit every home in this country of tea-drinkers.

The motorist complained about the rise in the oil tax, contending the already paid taxes on an amount substantially over what is absorbed for road building, improvement and maintenance.

NOT ENTHUSIASTIC

Members of the House of Commons of all parties were not enthusiastic about the budget. They feared the bigger income tax would have a bad reaction among the taxpayers.

Some saw in the increased tea tax a sign the Government is not

(Continued on page 3, Col. 2)

COMING EVENTS

- *Dance Iona Hall, Wednesday, April 27. L-402-4-25-31.
- *Bingo and Dance in Lot 65 Hall on Wednesday, April 27th. L-565-4-27-11.
- *Hickox's Boat leaves Bonshaw Friday, April 28th at 8 o'clock. L-541-4-27-21.
- *Bingo and Dance in Kelly's Cross Hall, Thursday, April 28th. L-564-4-27-21.
- *Buying live hogs at Albany Thursday, 28th, Emerald, Friday 29th until noon. G. C. L-487-3-twt-ft.
- *Dance in Grandview Hall, April 28th in aid of Bellevue Women's Institute. If not fine Friday. L-564-4-27-11.
- *Lake Verde Dairy Company opening May 2nd. Cream hawlers will start on regular routes. L-555-4-27-31.
- *See Springfield Dramatic Club present their 4 act play "Village Lawyer" in New Glasgow Hall, Wednesday, April 27th. L-521-4-26-21.
- *The Norboro Players present "The Old Maid's Courtship" at the Scotterton Hall Wednesday, April 27th. Admission 25c and 15c. L-416-4-26-21.
- *Buying live hogs, Alden Moase, Kensington, Monday, Lemuel Crosswell, Hunter River, Monday afternoon and Tuesday morning each week. L-559-4-27-11.
- *The Annual meeting of the Hartsville Cemetery will be held in Hartsville Hall, Tuesday, May 3rd. Peter D. Nicholson, Sec'y-Treas. L-546-4-27-11.
- *Mr. Fox Rancho—Have you tried Novasco? If not please you write us for full particulars today. Canada Packers, Ltd. L-878-4-27-61.
- *Northern grown Canadian clover seed for sale. Book your order at once as supply is limited. Roland Beaton, T. A. Road, Winton, N.S. L-673-4-27-21.
- *Now available extra good baby chicks also brooders, feeders and disinfectants, better still chick feed at lower prices than last year. Your cooperation on the above will be appreciated. P. E. I. Co-operative Egg and Poultry Association. L-561-4-27-25-27-29.
- *Cream route beginning Monday, May 2nd, Bayview, Cavendish, North Rustico, New Glasgow, Hunter River, Malheur Road to Central Creameries, Ltd., Charlottetown. One trip each week. Hauler, Jack Stewart. L-542-4-27-29-G-27-29.
- *Buying live hogs, Kensington April 28 until 3 p. m.; Arthur Haslam, Emerald Thursday afternoon; Nicholson Bros. and Mervyn Smith, Hunter River, Friday until noon. McEwen and Campbell. L-578.

Dublin Crowds Greet De Valera

Given Ovation On Return From London

DUBLIN, April 26—(CP Cable)—Prime Minister de Valera tonight received a clamorous welcome as he reached Dublin after signing at London yesterday an accord to wipe out years-old dissension between the United Kingdom and Eire on the questions of defence, trade and annuities.

Albanian King Will Wed Today

TIRANA, Albania, April 26—Tribesmen and diplomats crowded this little capital tonight for the wedding tomorrow of King Ahmed Zog and a fair Hungarian Countess with a dash of old Virginia in her blood.

ORDERING INVESTIGATION

OTTAWA, April 26—(CP)—Revenue Minister Daley told the House of Commons today he was ordering an investigation into charges that Edouard Lecroix (Lib. Beauce) defrauded the federal treasury of

Large Livestock Shipments From Prov. This Week

The Co-Operative Livestock Marketing Board of this Province shipped 13 car of hogs, totalling approximately 900 animals in the 30 hour period between Monday morning and last evening this week, it was announced by Mr. J. A. Gillies, secretary of the Marketing Board last night. The shipment was expected to net farmers approximately \$18,000. Previously shipment had averaged in the vicinity of \$21,000 per hog, it was said.

Freighter Stuck Off East Point

HALIFAX, April 26—(CP)—The 1,140-ton Norwegian freighter Lido was caught in heavy ice 37 miles north of East Point, P. E. I., north-eastern tip of the Island Foundation Maritime reported here today. She was not in any immediate danger. The Lido is bound from St. John's Nfld. to St. Lawrence River ports.

Island Minister Is Missionary Candidate

TORONTO, April 26—(CP)—Names of missionary candidates were before the annual meeting of the Board of Foreign Missions session which opened today here. Candidates were Rev. Roy E. Webster, Murray Bay, P. E. I.; and Rev. John D. Copp, Sackville, N. B. Decision on approval is expected Thursday.

16 Killed By Quakes In Turkey

ANKARA, Turkey, Apr. 26—(AP)—Sixteen persons were killed today by a new series of earthquakes, at least 17 in the last 24 hours, rocked the Kirsehir district some 60 miles southeast here.

Try Salada Orange Pekoe Blend

"SALADA" TEA

CHINESE STALL JAP ADVANCE

Invaders Exert Increased Pressure At Hisawang.

SEANGHAI, April 27—(Wednesday)—(AP)—Japanese fighting southward toward the vital railroad junction at Suchow broke through Chinese lines today at Hisawang, a village southeast of Yihsein, but the Chinese swiftly counter attacked and temporarily stopped the gap.

Man Missing From His Home

Charlottetown Man Missing From His Home

Lester Giddings, 32-year-old Char'own man has been missing from his home, 101 Sydney Street, since early Saturday morning. Relatives in Toronto, Ontario, Police last night, left the residence of his mother at 6:30 a. m. Saturday. He was believed to have taken no money with him. Neither did he take his overcoat. Police had no description of his clothing, however. A native of Murray Harbor, the missing man has followed the sea and local authorities believe it is possible he went to Halifax to look for work.

Rebels Mass Warplanes For Offensive North Of Valencia

HENDAYE, France Apr. 26—Insurgent bombing and combat planes were ordered massed today along the coast along the Spanish coast to blast holes for land forces driving against Government defences north of Valencia.

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General Franco orders the fleets of warplanes concentrated at his Mallorca Island base to support General Miguel Aranda's army, which has encircled stubborn Government resistance in the Albucaer-Alcala De Chivert coastal sector.

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