

Materialism has about laughed God-consciousness out of life.

Charlottetown Guardian Two Cents Morning Guardian, Founded 1887

THE CHARLOTTETOWN GUARDIAN The People's Paper Read by Everybody

Covers Prince Edward Island Like the Dew

CHARLOTTETOWN, CANADA, THURSDAY, OCTOBER 28, 1937

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Plants in mines which never see the sun yet do their best to climb.

JAPANESE DRIVE THREATENS SETTLEMENT

BRITAIN GUARDS MEDITERRANEAN ROUTES

Chapei In Ruins Refugees Besiege Foreign Areas

Chinese Take Up New Position West Of Settlement—Heavy Toll Among Non-combatants.

PEIPING, Oct. 27.—Japan's North China army tonight reported that three mechanized columns had thrust their way through Niang-tzukan Pass after a severe battle in which at least 10,000 Chinese were slain and had captured Pingting, important city in Sha of Province.

Japanese said the victory brought their troops, advancing along the Cheng-Tai railroad from Hopeh Province, to within 65 miles of Tai-Yuanfu, capital of Shansi Province.

The fall of Pingting culminated three days' fighting along a 20-mile front in the Tassingham Mountains.

Shanghai, Oct. 28.—(Thursday)—Shanghai's heavily guarded International Settlement was tense today as the Japanese war machine swept through fire-blackened ruins of the Chapei sector to storm the railway bridge spanning Soochow Creek, west of the city.

With the foreign areas besieged by milling hordes of Chinese civilians, the British Command sent reinforcements to keep its lines intact at Brennan and Keswick road where terrified Chinese sought refuge from burning Chapei which Chinese troops evacuated yesterday.

As had the British Command earlier, Admiral Yarnell of the United States Asiatic Fleet authorized United States Marines to shoot at any airplane attacking them or non-combatants.

Further upstream, to the west of the International Settlement, Chinese troops were entrenched on the south side of the creek, defending a narrow strip of the native city between the stream and the foreign area.

BATTLESHIP HOOD SAILS FOR MALLORCA

Close Watch Kept On Strategic Balearics—New Shipping Attacks.

(A.P. By Guardian's Special Wire) LONDON, Oct. 27.—Great Britain sent the battle cruiser Hood to Mallorca today to keep an eye on the strategic Balearic Islands.

The move came as Foreign Secretary Eden tried to keep the Non-Intervention Subcommittee on the road to removal of foreign volunteers from Spain.

The Hood, the world's largest warship sailed from Gibraltar to relieve the cruiser Despatch.

Britain thus will have her highest-ranking admiral in the Western Mediterranean in touch with the islands which lie on the Anglo-French trade lanes.

East of Mallorca lies the other important Balearic Island—Minorca—which still is held by the Spanish Government. It was there that an Air France base was attacked Monday.

The comparatively narrow strip of water between Minorca and the Italian island of Sardinia is the main route between France and other African possessions, while Mallorca is near Britain's main route to her eastern Mediterranean bases at Malta and Alexandria.

The Hood carries Vice Admiral A. B. Cunningham, who commands the Battle Cruiser Squadron. The Despatch is due for a rest in Malta.

Meanwhile, off the North Spanish coast, British destroyers searched the waters of the Bay of Biscay to ascertain the fate of the British steamship Stanray, reported attacked by a Spanish insurgent trawler.

Lloyd's reported all British warships within wireless range were asked to assist the steamship after it was fired upon and hit 1-2 miles off Aviles, Asturias.

(Continued on page 11, Col. 2)

COMING EVENTS

- Buying live hogs Albany Thursday, 28th, Emerald 29th, until noon. G. C. Green. L-20-65-W-t-w-t-t-f.
Bingo and Dance, Tracadie Hall, Thursday, October 28th. Cash prizes. L-1081-10-27-21.
Whist, Dance, Fortune Hall, Friday, October 29th. "Clifford's Orchestra." L-981-10-27-21.
Hunter River Starch Factory is receiving potatoes daily by truck or car load. L-1085-10-27-41.
Dance in Fort Augustus School Friday, October 29th. L-1088-10-28-11.
Masquerade dance, Victoria Rink tonight, Summerside Orchestra. L-1192.
Dance, Vernon Hall, Friday, October 29th. Auxiliaries of Women's Institute. L-1144-10-28-21.
Dance at Hunter River Thursday night. Swing to the music of the "Lumberjacks." L-1127-10-27-21.
Murray Harbor Starch Factory is receiving potatoes daily. F. W. Leachur, Manager. L-1085-10-27-41.
Vohelo Club cake sale at Moore and McLeod Ltd., Saturday, Nov. 6, beginning at 11 a. m. L-1180.
Masquerade dance at Canoe Cove Friday, Oct. 29th. Music by Lal LeBlanc and his "Familiars." L-1077-10-26-21.
The ladies of the United Church Kensington, are holding their Chicken Supper and sale of work Friday, October 29th in the church hall. L-1114-10-27-21.
Church of Scotland Ladies' Aid Chicken Supper and Bazaar in Cape Traverse Hall, Thursday, October 28th. Supper 35 cents. L-1145-10-28-11.
See the play "Hired Husbands" in Bonshaw Hall Friday Oct. 29 and in Pownall Hall, Monday Nov. 1st at 8 p. m. L-1193-10-28-21.

Property Owners From Park Area Speak At Tryon

Dispossessed Land Owners State Case To Interested Audience—Forty-eight Claims Remain Without Settlement Meeting Is Told.

Dispossessed property owners of the National Park area told their story at a public meeting at Tryon last night. There was a fair attendance at the meeting which was marked by the intense interest with which the audience listened to the speakers.

Mr. W. E. Bentley, K.C., Charlottetown; Mr. Jeremiah Simpson, Cavendish; Mrs. J. A. Doyle, Rustico, Mr. D. L. Mathieson, Charlottetown; and Mrs. Jeremiah Simpson, Mrs. Alan Wyand, and Mr. Arthur McNeill, all of Cavendish.

Mr. W. E. Bentley, K.C., Charlottetown, the first speaker, explained briefly the "Act Respecting a National Park" passed by the Provincial Legislature in the spring of 1936.

Reference was made to the Higgs Commission, appointed by the government to value the lands for the Park. Did the government take the advice of their own commission? They did not, although the report was kept private.

The Higgs Commission recommendations have been cut 10 to 50 per cent. Apparently the government's policy is to give less than the amount recommended by the Higgs Commission.

The refusal to confer with other signatories of the 1922 Washington Treaty guaranteeing China's territorial integrity was handed by Foreign Minister Koki Hirota to Baron Albert de Basmompierre, Belgian Ambassador.

The statement reiterated Japan's contention that she was fighting in self-defence, that the Nine-Power Treaty was obsolete because of spreading Communism in China and that the League of Nations should not interfere.

Although the Belgian Government's invitation did not refer to the League of Nations, the statement declared, the meeting was called after a League resolution suggesting that Japan "cannot but conclude" the convocation of the conference is linked to the resolution.

ROME, Oct. 27.—(AP)—Italy will celebrate tomorrow the 15th anniversary of the Fascist march on Rome with the greatest fanfare Premier Mussolini has mustered for the occasion.

DUKE WILL NOT VISIT CANADA ON U.S. TOUR

Declares United States Visit Purely Personal In Outlining Aims And Object.

(A. P. by Guardian's Special Wire) PARIS, Oct. 27.—The Duke of Windsor declared today that he and the Duchess were going to the United States only as private individuals, to try to aid in finding a solution to "some of the vital problems that beset the world today."

In reply to a question he said they could not go to Canada "this time."

The Duke, who described himself as "a very happily married man," announced he would sail with the Duchess Nov. 6 on the liner Bremen to spend about five weeks in the United States.

He said he was a "completely independent observer without political considerations of any sort or kind."

(Continued on page 11, Col. 5)

Chiang Appeals To Great Britain And United States

(By The Associated Press) NANKING, Oct. 28.—(Thursday)—General Chiang Kai-shek, China's supreme military and civil authority, declared today it was the "responsibility" of Great Britain and the United States to uphold the nine-power pact which guaranteed the integrity of Chinese territory.

The General told the Associated Press "Japan must be stopped in her mad aggression and imperialism before it is too late."

"It is also the duty of the United States and England to protect the freedom of the seas, not permitting a Japanese blockade of the China coast which is detrimental to the trade of those countries," he said.

"American business in China is going to the dogs because the United States Government permits Japan to maintain an illegal blockade of the China coast, violating international law."

"The British and American fleets should exercise their customary duty of keeping commerce free on the entire Pacific."

BRITAIN WILL RETALIATE IN ANY ATTACK

Far Eastern Situation Reviewed As House Debates Throne Speech.

(C. P. by Guardian's Special Wire) LONDON, Oct. 27.—The House of Commons ran the gamut from the Far Eastern conflict to a suggestion that the "young and active" King visit the Dominions and colonies as debate continued today on the address in reply to the Speech from the Throne.

It heard suggestions of a pool under an international commission for non-self governing parts of the Empire, and applauded when Foreign Secretary Eden said Great Britain had informed Japan that British soldiers henceforth "always" would retaliate with fire against any attack on a British post.

The Liberal Party announced an amendment to the address in reply which would regret that the Speech from the Throne "contains no indication the Government are taking adequate steps to provide against possible diminution of employment occurring either on completion of the process of rearmament or through period of commercial depression."

Admiralty Under Fire

Opposition members returned to the attack on the Government and particularly the First Lord of the Admiralty, Alfred Duff Cooper, because British warships did not enter the Spanish three-mile limit in carrying out its work of aiding refugees from Bay of Biscay ports.

Mr. Eden, at question time, asserted the Japanese air attack on British positions in Shanghai Oct. 24, when one soldier was killed, was "unexcusable." He declared the British troops were "entirely justified" in shooting at the warplane.

Mr. Eden, who said the Rising Sun banner had been planted in the northern bridgehead of the Shanghai-Hangchow railway span over Soochow Creek.

Official quarters announced Great Britain had no intention of evacuating her nationals from Shanghai's International Settlement. Orders had been given to take all necessary steps to protect British citizens and their interests.

Against Evacuation

Freighter Aground Off Restigouche, N.B.

THREATENED BY FLAMES

It was feared both Chapei's flames and Japanese troops would hurdle the Soochow to threaten the international zone.

The so-called "outside" or extra-settlement roads lie immediately south of the Japanese spearhead, and with homes of many wealthy British and American residents, they are under settlement jurisdiction, but cross Chinese territory.

British Consul-General Herbert Phillips warned his nationals living in the sector to avoid unnecessary danger and to make all preparations for eventual evacuation.

LITTERED WITH BODIES

The Japanese advance took a heavy toll among Chapei's non-combatants. A Havas News Agency correspondent visited the Markham road sector where the Japanese set up machine guns after taking the railway junction, and found it littered with the bodies of women and children.

"Suicide" machine gun units had remained in camouflaged pill boxes to cover the Chinese retreat from Chapei, but a Japanese naval spokesman said occupant of the sector was complete.

A spokesman said the Rising Sun banner was carried forward to within a mile of Nanziang, pivotal

(Continued on page 11, Col. 2)

Move To Bolster Security Prices

WASHINGTON, Oct. 27.—(AP)—The United States Federal Reserve Board announced tonight a drastic revision in its stock market margin requirements. The move was expected by many Washington authorities to bolster sagging security prices.

The Board, after extended conferences regarding the stock market downturn, announced it would make a two-way change in the margin requirements effective Nov. 1.

The existing requirement that purchasers of securities must put up 55 per cent of the price in cash was changed to reduce the margin to 40 per cent.

In addition, the Board imposed a 50 per cent margin on short sales of securities. This means that a person selling a stock short must put up 50 per cent of the value.

(By The Canadian Press)

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

Forecast: Maritime Provinces: Strong easterly winds with rain and probably some fog. High tide this evening at 6.25 and tomorrow morning at 6.15. Sun sets this afternoon at 4.55 and rises tomorrow morning at 6.33. New moon Sunday, Nov. 2, 11.16 p.m. Summerside tide eighteen minutes later than Charlottetown.

SQUIRES IS NEW LEADER

Is Unanimous Choice Of New Brunswick Conservatives.

(By The Canadian Press) FREDERICTON, N. B., Oct. 27.—At one of the largest political rallies ever held in New Brunswick, F. C. Squires, Woodstock, opposition leader in the legislature, was unanimously elected today as Conservative Leader for the province.

About 1,500 delegates, representing every polling division, overflowed the meeting place, Hon. R. B. Hanson, former minister of trade and commerce, acted as chairman and Senator A.T. Leger, Moncton, was appointed joint chairman as a French-Canadian representative.

D. King Hazen, Saint John, placed the name of Mr. Squires in nomination, seconded by Albany M. Robichaud, Bathurst. At his own request the name of Hugh J. Flemming, Juniper, was not presented and no others were mentioned.

The last Conservative leader was Hon. L. P. D. Tillery, whose government was defeated by the Liberals in 1935. Mr. Squires, first elected to the legislature in 1925, was deputy speaker that year and speaker in 1931. Only five Conservatives were elected in 1935.

The convention adopted the following resolution, presented by W. W. Hubbard, president of the New Brunswick Fruit Growers' Association:

"Whereas the Province of New Brunswick is suffering from the failure of the Dominion Parliament to fully implement the recommendations of the Duncan

(Continued on page 11, Col. 2)

Rebels Repulse Loyalist Attack

(A.P. By Guardian's Special Wire) HENDAYE, Franco - Spanish Frontier, Oct. 27.—Insurgents occupying the University City section of Madrid were reported in an insurgent communique today to have turned back a Government attack after inflicting heavy casualties.

The communique, issued by insurgent headquarters at Salamanca, said there was cannonading and infantry skirmishing in the Madrid sector and to the south in the Penarroya sector.

Insurgent officers reported 22 Government soldiers surrendered on the Aragon front in northeast Spain.

Economic's Minister Censured By Nazis

(A.P. By Guardian's Special Wire) BERLIN, Oct. 27.—German officials in private conversation today made it no secret that they consider Dr. Hjalmar Schacht an undisciplined person for divulging that he had ceased to be Economics Minister Oct. 25.

For him to give out the news before its approval by the highest quarters and regular organs established for that purpose was termed a lack of Nazi manners.

JAPAN REJECTS PARLEY BID

Declares Meeting Was Inspired By The League.

TOKYO, Oct. 27.—(AP)—Japan formally rejected an invitation today to attend the Brussels Nine-Power Conference, declaring the meeting was inspired by the League of Nations and would "put serious obstacles in the path of a just and proper solution" of the Far Eastern situation.

The refusal to confer with other signatories of the 1922 Washington Treaty guaranteeing China's territorial integrity was handed by Foreign Minister Koki Hirota to Baron Albert de Basmompierre, Belgian Ambassador.

The statement reiterated Japan's contention that she was fighting in self-defence, that the Nine-Power Treaty was obsolete because of spreading Communism in China and that the League of Nations should not interfere.

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Heavy Casualties Reported In Sino-Jap War

(C.P.—Havas, By Guardian's Special Wire) TOKYO, Oct. 28.—(Thursday)—The War Office estimated today that more than 500,000 Chinese soldiers have been killed in the current Sino-Japanese hostilities—more than 425,000 of them since last Sunday. The total of Japanese troops killed up to last Monday was given as 9,640.

According to the communique, 4,667 of the Japanese were slain in North China and 5,173 in the Shanghai area.

The communique estimated that of more than 425,000 Chinese casualties since Sunday, 175,000 were in North China and 250,000 in the Shanghai region.

Visits McGill Enroute To Ottawa Meeting

MONTREAL, Oct. 27.—Hon. W. J. P. MacMillan, former premier of Prince Edward Island, and a gold medalist graduate of the Faculty of Medicine at McGill, today visited the University on his way through Montreal to attend an executive meeting of the Canadian Medical Association in Ottawa.

Dr. MacMillan, who was the first minister of education and public health of his province, held a conference with Dr. Grant Fleming, Dean of the Faculty of Medicine.

now governor of Libya; Count de Vecchi, governor of the Dodecanese Islands; Marshal Emilio de Bono, leader of the first advance in the Italo-Ethiopian war; and the late Michele Bianchi.

The opening of year 16 of the Fascist era will be used as an occasion to demonstrate the "granite-like solidity" of Italo-German friendship.

Property Owners From Park Area Speak At Tryon

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Freighter Aground Off Restigouche, N.B.

(C.P. By Guardian's Special Wire) QUEBEC, Oct. 27.—The British freighter Bairek ran aground today in a fog at Lanin Point on the Restigouche River between Dalhousie and Restigouche, N. B., Quebec Signal Service reported.

Signal Service received brief word of the grounding from the Magdalen Islands wireless post at Grindstone. The 2,100 ton vessel bound from Montreal to England was reported to have struck the rock while proceeding slowly through a heavy fog blanket on the New Brunswick river.

Damage was not believed to be serious.

In command of Captain W. MacDonaid, the Bairek sailed from Montreal Oct. 9 carrying spool wood and grain for the Old Country.

Yarmouth Airdrome Under Construction

(C. P. by Guardian's Special Wire) YARMOUTH, N. S., Oct. 27.—Construction work on the Department of National Defence airdrome near Yarmouth began today. The site for the \$200,000 project will be cleared by March 31 and construction of runways will start in the spring.

Auto Show Reveals Latest In Engineering Efficiency

NEW YORK, Oct. 27.—The automobile world went on parade today with all the razzle-dazzle of a three-ring circus.

The main, or centre ring was at Grand Central Palace where 300 polished specimens of the motor makers' art were entered in the 1938 National Automobile Show.



(By The Canadian Press)

TORONTO, Oct. 27.—Minimum and maximum temperatures:

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

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THE CAR FERRY Leaves Borden 9.45 a. m., 1 p. m., Leaves Tormentine 11 a. m., 2.55 p. m. From Sept. 27 to Oct. 30 Leave Borden 4.30 p. m., leave Tormentine 4.45 p. m.

Enjoy tea at its best "SALADA" TEA