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THE CHARLOTTETOWN GUARDIAN

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CHARLOTTETOWN, CANADA, SATURDAY, OCTOBER 22, 1938

16 PAGES

Annual Subscription Delivered \$5.00
By Mail—C. I. \$4.00; Canada and U. S. \$5.00

HUNGARIAN-CZECH SITUATION GROWS TENSE

CANTON FALLS TO NIPPONESE INVADERS

MOBILE ARMY 'SIDE STEPS' OPPOSITION

Chinese Metropolis
Occupied In As-
tounding Cam-
paign.

CANTON, Oct. 22—(Sat-
urday)—(A. P.)—The Japanese conquerors of Canton, birthplace of Chinese nationalism, deployed in force today throughout the city, confident of complete occupation without firing a shot.

The South China metropolis was captured yesterday afternoon after one of the most astounding campaigns of modern warfare—a victory in which a comparatively small but highly mobile and formidably equipped column sidestepped hundreds of thousands of Chinese soldiers.

Tanks Lead Army

Pointed by corps of tanks, their turreted guns inactive, the column swung into the virtually deserted city shortly after noon. Behind the tanks rolled a train of trucks loaded with infantrymen.

There was little or no disorder among the 50,000 civilians who remained in the once-teeming metropolis to meet the invaders. The Chinese stared impassively at the newcomers. The Japanese with fixed bayonets stared back and Canton was a fallen city.

As occupation of Canton proceeded today, amazed military observers sought to evaluate the 10-day-old South China invasion as it related to the 15-month-old Chinese-Japanese war and particularly the months-long en-

(Continued on page 15, Col 3)

COMING EVENTS

- Study Club Dance, St. Teresa's Hall, October 26th. L-995-10-22-31.
- Rummage Sale, St. Peter's School Room Saturday evening 7 P. M. L-560-10-20-31.
- Dance, Vernon Hall, Friday, October 28th. Wood Island Serenaders. L-604-10-22-27.
- Cake Sale, Providence, October 22nd by Trinity Ladies Aid Sewing Committee. L-603-10-21-21.
- Rummage Sale, Trinity School Hall, Saturday 29th, 7 o'clock. L-666-10-22-26-29.
- Borden Line Club leading hours lambic calves every Tuesday, hours 12 to 3. L-348-12-M-2-5-11.
- See handbills for stock sale at Derris Whites, Kingston, Thursday, October 27th. L-554-10-22-26.
- Zion Rummage Sale, L. A. Hazard's Store, 173 Grafton Street today at 2:30. L-649-10-22-11.
- Dance, Lorne Valley Hall, Monday, October 24th. Webster's music. L-577-10-20-22.
- Belle River Institute, Dance in Flat River Hall, Tuesday, October 26th. L-669-10-24-11.
- Annual Chicken Supper, Dance, Monday evening, October 24th, St. James Hall, Summerfield. Good music. L-534-10-19-51.
- Rummage Sale, Parkdale Institute, L. A. Hazard's Store, 173 Grafton Street Saturday evening at 7 o'clock. L-500-10-21-22-21.
- Annual Masquerade, Bonshaw, Monday, October 31st. Good music. Prizes, Sale of Luncheon. L-644-10-22-29.
- Dance at New Village Inn, St. Eleanor's, Monday, October 24th. Good orchestra. Admission 36c. L-661-10-22-21.
- Come to the annual Chicken Supper and Bazaar in Fortune Bridge Hall, Tuesday, October 25th. L-653-10-22-31.
- Dance at New Village Inn, St. Eleanor's, Monday, Oct. 24. Good orchestra. Admission 36c. L-627-10-21-21.
- Fox Meat—Fresh frozen beef tripe 4 1/2c; also stock horse meat, ground meat, fresh frozen herring, fresh lamb and hog licks. Island Cold Storage Co., Ltd. L-393-10-14-11.
- Variety concert at Kensington, Monday, Oct. 24. Local and Charlottetown talent. Proceeds in aid of public library. L-811-10-22-21.

United Farmers Now Clamoring For Secession

Only Alternative Lacking Eastern
Canada Agreement To "More
Favorable Economic Set-up".

SASKATOON, Oct. 21—(CP)—Decision to consider western secession was made today by the United Farmers of Canada, Saskatchewan section in annual convention here.

By resolution, the convention decided unanimously to instruct its board of directors to "assimilate and prepare authoritative material on the subject of setting up a western autonomous state within the British Empire, governed by a single western government, elected democratically by the people."

Tenor of the discussion of the resolution was summed up in a statement made by Colonel William Van Allen of Shaunavon, who introduced the measure, and by George R. Blockerton, president of the section, who seconded it.

Colonel Van Allen, speaking to the resolution, explained the question of secession had been precipitated by recent statements made in Eastern Canada to the effect that political leaders and others were opposed to the western agrarian demands for equitable treatment by the Federal Government in the matter of tariffs, freight and interest rates and fiscal policies in general.

The resolution came up for discussion first at the Thursday evening session of the convention but was left over until morning for final action.

At the evening session, discussion was heated. Those who rose to their feet in support of the motion were John Evans, former member of Parliament for Stratton, J. Phelps, C. C. F., M. L. A. for Saltcoats, and W. A. S. Tegar of Weirdale.

Premier Hepburn of Ontario says that the east is being used as a mich cow for the west, and now Leonard Macaulay Ontario Conservative leader, backs him up in this attitude.

Colonel Van Allen asserted that the two major political parties in Ontario are ganging up against the west in such a matter, it is time for us to do something," he continued. "We feel that the west has been a 'mich cow' for the east for many years."

"When two members of a family feel that way, there is only one thing for them to do, and that is, to separate. That is what I am suggesting. We are intensely loyal to the British Empire and have no thought of leaving it, but we are not going to be reduced to penance for the sake of eastern industrialists any longer."

PARIS, Oct. 21—(AP)—Improvement of international economic relations is necessary before "any satisfactory and secure world order" can be established, President Roosevelt today told business leaders of 23 countries. The President's message was cabled to Thomas Watson, president of the International Chamber of Commerce, at the 58th annual session of its council here today.

PRAGUE, Czechoslovakia, Oct. 21—(AP)—Foreign Minister Frantisek Chvalkovsky was reported tonight to have told the Soviet Minister, Sergi Alexandrovski, that Czechoslovakia is "no longer interested" in its alliance with Russia. Chvalkovsky emphasized the fact that the alliance—a purported mutual assistance pact of which France was a signatory—had not been terminated.

ROCHESTER, N. Y., Oct. 21—(AP)—Ludwig Lewisohn, Jewish author and Zionist leader, declared here today that the "hoodlums and gangsters of Fascist powers" had turned Palestine into a "Little Spain."

Anglo-American Trade Treaty In Doldrums

Germans Wish To Be
"Cut-in"—Canadians See Objections
To Proposed Pact.

(C.P. Havas By Guardian's Special Wire)
LONDON, Oct. 22—(Saturday)—The impending congressional elections, the "revision" of the United States from European affairs since the Munich agreement, and the British tariff on motor cars all were seen by newspapers here today as factors delaying completion of the Anglo-American trade treaty.

The political correspondent of the Financial News (Independent) wrote: "It was evident yesterday, both in quarters close to the government here and in reports received from Washington, that political factors were concerned, in addition to the economic questions implied by the demands for British tariff concessions."

"The near approach of the American congressional elections, which will take place Nov. 8, was believed to be exercising an important influence on the American attitude in the negotiations."

The city (Financial) editor of the Daily Herald (Labor) wrote: "It is essential that the public should realize who is responsible for holding up, and possibly endangering, the Anglo-American trade agreement."

"At present the British authorities are refusing to accept certain of the concessions regarded as necessary by the United States. The chief troubles are still motor cars and the dollar-pound exchange rate."

"Since the United States wants lower import duties than the present 33-1-3 per cent on motor cars and since the British government forbids discrimination between Germany and the United States, the deadlock has naturally been difficult to avoid. For the British government has assured our motor car manufacturers that there will be no reduction in present tariffs."

BERLIN, Oct. 21—(AP)—German economists indicated today that C. I. M. is likely to become a third partner to the British-United States trade treaty now under negotiation in Washington.

One of Germany's highest economic authorities, without permitting his name to be used, expressed the opinion that the proposed Anglo-American treaty could more rapidly become a fact if Germany were let in on it.

According to this authority, the United Kingdom is unable fully to absorb raw materials from the United States because of its agreements with Canada. Germany could take these American raw materials such as cotton, and pay for them with industrial goods deliverable in England.

He mentioned chemicals as one specific German product, which the great Britain could readily absorb. Some types of machinery also were mentioned.

German barter relationships (Continued on page 15, Col 5)

Wedding Of Interest At Ottawa Today

OTTAWA, Oct. 21—(CP)—Uniting two prominent Ottawa families the wedding will take place tomorrow of Annette, daughter of Fisheries Minister Michael and Mrs. J. E. Michael and Alfred Potvin, son of Adrien Potvin, civil service commissioner, and Mrs. Potvin.

Since her arrival in the capital from Edmonton, N. B., where she formerly lived, Miss Michael has won many friends in Government and diplomatic circles. Her fiancé is a chemist with the National Research Council.

Father Jean Albert Potvin of Rome, brother of the groom-to-be, will officiate. Another brother, Roger, will be the groomsman.



Judge John C. Knox, presiding over the spy trial, warned jurors not to be prejudiced by speculations, as the government's evidence has been kept highly secret.

Goebbels Hints At Germany's Military Might

HAMBURG, Germany, Oct. 21—(AP)—Propaganda Minister Goebbels asserted tonight that Nazi Germany, strengthened by territorial gains, would become one of the world's strongest military powers within five years.

Goebbels, in a long discourse on Nazi accomplishments, pointed to occupation of the Rhineland and acquisition of Austria and the Sudetenland as proof that Germany would rise to military power.

He took occasion to refer to the church tension in Vienna, which broke into open disorder early this month, and warned Theodor Cardinal Innitzer (Archbishop of Vienna) that he was "playing with fire."

24 Persons Lose Lives In Air Raids

HENDAYE, France, Oct. 21—(AP)—The Spanish war, now in its 28th month, was marked today by air raids which killed 24 persons in Barcelona, clamor in the streets for press for belligerent status and a let-up in actual frontline combat.

Dispatches from Barcelona, government capital, said there were five aerial assaults and that most of the casualties occurred in destruction of the Santa Catalina market.

The controlled insurgent press while calling on the world to recognize the Burgos regime as a belligerent, gave no indication that official approaches for such recognition would be made to neutral nations.

An officially inspired article in the San Sebastian newspaper Voz de Espana said that nations declining to grant belligerent rights "are our enemies and we will consider them as such." The article was headlined: "The hour has come to decide."

Since Government troops took important field positions near Gandesa, on the Ebro River front of southern Catalonia, on Oct. 13 and 14, no major fighting has been reported from Spain.

Advices reaching the French border indicated, however, that both sides were preparing for hostilities on a large scale before winter.

80 M.P.H. TOO MUCH

LONDON—For driving at a speed of more than 80 miles an hour I. L. Col. Charles Jarrott was fined \$5 (\$24) and costs on a reckless driving charge. He said he had been driving 42 years and never had an accident.

WANTED TO CLEAR UP ARMY CHARGE

Had No Thought Of
Injuring United
States Says Witness
In Espionage Trial.

BY ROGER GREENE
Associated Press Staff Writer
NEW YORK, Oct. 21—(AP)—Guenther Guestav Rummich, 32, United States army deserter who turned Nazi spy, testifying in court today against three alleged co-conspirators, said he originally entered the German espionage service to clear his army record by turning over foreign spies.

"The thought uppermost in your mind was to clear up this army charge against you?" asked Benjamin Matthews, counsel for Erich Glaser, 28, one of the defendants.

"Yes sir," Rummich said. "I thought that by giving the government of the United States information about foreign spies said to infest the United States I could clear my record."

As Rummich spoke, Fraulein Johanna Hoffman, 26, pretty red-haired alleged "payoff" agent of the spy ring, sat with bowed head. She had regained her composure since a burst of weeping yesterday.

Glaser and the third defendant, Otto Hermann Voss, 36, accused of stealing army pursuit plane plans, glared at Rummich.

The witness said he was "genuinely surprised" when he received an answer from a mysterious "Mr. Sanders," reputedly directing head of the spy ring, after writing a letter to a German newspaper. The Volkischer Beobachter, offering his services as a spy for the third reich.

"When you got the first letter from Sanders, you still had the lurking fear you would be apprehended in connection with the 'army incident'?" Matthews asked.

"Did you have any thought of trying to injure the United States?"

"I did not."

Rummich said he got about \$290 altogether, in a series of six payments, from "Mr. Sanders."

St. Stephen Man Heads Association

MONCTON, N. B., Oct. 21—(CP)—S. D. Granville, St. Stephen, today was elected president of the New Brunswick and Prince Edward Island Weekly Newspaper Association. He succeeded C. C. Avar, Sackville.

C. M. Merseaux, Bathurst, was elected vice-president and C. R. Allen, Perth, became secretary-treasurer.

Members of the Association tonight attended a joint banquet with the employing printers association of New Brunswick, organized this afternoon. Mr. Avar was named president of the new organization. Directors are Mr. Merseaux, J. C. Keating, Moncton, H. B. Anslow, Campbellton and H. W. Wilson, Fredericton.

Borders Swarm With Troops In War Preparation

Hungarians Confident In Outcome Of Possible Conflict. Czechoslovak Troops Guard All Strategic Points.

(By Louis K. Matzhold, Associated Press Foreign Staff)
BALASSA GYRAMAT, Hungary, Oct. 21—Nearly 500,000 Hungarian troops facing Czechoslovakia along this frontier eagerly awaited orders today while their officers express confidence of the outcome should the territorial dispute with the Czechs flare into conflict.

In a tour of the border arranged by the war ministry to demonstrate Hungarian fearlessness of any necessary war, the correspondent was given the impression that in some sections Hungarian officers are hard put to restrain their men from crossing the line "to free Hungarian brothers and sisters from the Czech terror."

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Truro Man Holds Ticket

TRURO, N. S., Oct. 21—(CP)—James Stewart of Truro held an Irish Hospital sweepstakes ticket tonight on a non-starter in the Casarovich at Newmarket next Wednesday. His ticket, no RJ 74667, was on Union Jack, and his non de plume, "Fittu Rishit." Drawers of tickets on each of 83 horses originally accepted for the race will receive about \$2,187 each.

Little Change Noted In Business

(C. P. by Guardian's Special Wire)
WINNIPEG, Oct. 21—Business conditions throughout Canada during the last week showed little change from the preceding week, the weekly report of the Canadian Credit Men's Trust Association Limited said.

Summary for the Maritimes follows: Halifax: Wholesalers and retailers report fair average volume of sales, probably equal to the corresponding period in 1936 but somewhat below 1937. Collections moderate to fair. Saint John: Wholesale and retail trade remain about the same as last week.

Air Ministry Announces New Scheme To Step Up Warplanes' Production

LONDON, Oct. 21—(C. P.)—A new scheme to step up production of warplanes and hasten the day when Great Britain will have an air force equal to any in Europe was announced tonight by the Air Ministry.

The announcement followed two speeches in Wales by War Secretary Leslie Hore-Belisha in which he dealt with national defence.

At Cardiff, the War Secretary told members of the Glamorgan Auxiliary Aviation Association that wartime methods must be employed if the British rearmament program is to be effectively broadened and speeded to meet challenging conditions.

In opening a new training centre for the territorial army at Merthyr-Tydfil, Mr. Hore-Belisha, spoke of the reshaping of the infantry units.

The air ministry state it had obtained the cooperation of the huge Vickers-Armstrong armament works, to build planes or parts made by a widespread system of subcontracts. The move was the first of several foreshadowed when the Czechoslovak crisis disclosed Britain's defence weaknesses.

At Cardiff, Mr. Hore-Belisha said: "The ground defences against aircraft are the Maginot line of this country—and they are manned by territorials."



(Canadian Press)

TORONTO, Oct. 21—Minimum and maximum temperatures:—

| | | |
|---------------|----|----|
| Dawson | 46 | 56 |
| Victoria | 46 | 54 |
| Edmonton | 28 | 54 |
| Regina | 24 | 54 |
| Winnipeg | 32 | 43 |
| Toronto | 42 | 54 |
| Ottawa | 40 | 54 |
| Montreal | 42 | 54 |
| Quebec | 40 | 50 |
| Saint John | 46 | 54 |
| Halifax | 46 | 52 |
| Charlottetown | 52 | 54 |

FORECAST

Maritime Provinces: Moderate to fresh west and northwest winds; mostly cloudy with scattered showers; stationary or somewhat lower temperature. High tide this morning at 9:50 and tonight at 9:55. Sun sets this afternoon at 5:05 and rises tomorrow morning at 6:25. First quarter moon, Oct. 31. 3:45 a. m. Summerside tide 18 minutes later than Charlottetown. THE CAR FERRY SAILINGS Leave Borden 9:45 a. m. 1 p. m. Tormentine 11 a. m. 3:05 p. m.