

BRITAIN SEEKS END TO SHIPPING ATTACKS

RAILWAY SHOPS MAY PRODUCE WAR SUPPLIES

Developments In Spain Discussed In Rome Talks

COMING EVENTS

- Wednesday is Dance Night at The Highlands. L-1257-6-11-11
- Hope River tea party, July 20. L-2046-6-28-31
- Borden talks Wednesday evening. L-2038-6-28-21
- Talks—Canoes Cove Friday. L-2012-6-29-31
- Talks—Souris Monday, June Withers. L-2061-6-29-31
- Come to St. Mark's Anglican Tea and Festival at Rustico, July 1st. L-2012-6-29-21
- Reserve July 13th for Annual Picnic at Cardigan. L-2013-6-28-31
- Dance at Victoria Rink every Wednesday night. L-1077-6-7-8-Tues-Wed. 11
- Hillsboro Cheese factory receiving milk daily starting Thursday, June 23rd. L-1906-6-25-61
- Dance Lorne Valley Hall Monday, July 4th. Webster's music. L-2068-6-29-21
- Ice Cream Social and Dance in Emerald Hall on Wednesday night, June 29th. L-1966-6-28-21
- Dance Lyndale School, Friday, July 1st. Good music and refreshments. L-2070-6-29-11
- Come to Ice Cream Social, Cornwall Hall, June 30th. L-2081-6-29-11
- Picnic July 1st—Tryston Baptist Church Picnic held on Church grounds, Tryston. L-2015-6-29-21
- See "Ready Made Family" in Brackley South Hall tonight. Sale of ice cream. L-2079-6-29-11
- Talks—Montague Saturday, June Withers in "Holy Terror". L-2061-6-29-31
- Dance and Festival at Brookfield, Friday, July 1st. L-2044-6-29-11
- Ice Cream Festival and Dance at Murray Harbor Friday, July 1st. L-2065-6-29-21
- Milton Tea and Festival Thursday, July 7th, opposite Milton School. L-2052-6-29-2-5
- Reserve Saturday, July 2nd for North River Women's Institute Cake Sale at Holman's. L-2058-6-29-2-7
- Afton Hall, June 29th. Tryston players will present "Bashful Mr. Bobbs" in aid of Afton Hall. L-1864-6-25-28-29
- Buying live hogs at Albany Thursday, 30th, Emerald Friday 1st until noon. G. C. Green. L-487-3-twt-tf
- Poultry. Buying fowl daily, live or dressed. Prices good. Ship express or truck. The Royal Packing Company. L-1450-6-15-June 30
- Enjoy a different Dominion Day. Come to the Mount Stewart Lobster Carnival at Savage Harbour, July 1st. L-1906-6-25-51
- Dance at Freeland Lodge, Wednesday night, June 29th, begins at 9 o'clock. T. G. McKinnon. L-2078-6-29-11
- Kelly's Cross Dramatic Club presents their play "Tony the Con- vict" in Rustico Hall, Friday, July 1st. L-2064-6-29-21
- Strawberry and Ice Cream Festival at York on Wednesday, July 13th, sponsored by Senior and Junior Mission Band. L-2057-6-29-11
- Barn Dance in aid of St. Alex's Church, 8 o'clock, on Wednesday, July 6th at T. J. Kichham's, Souris West. L-2062-6-29-11
- Come have your Tea at High- field Presbyterian Festival this afternoon at New Stead, Winsloe, Tea served from 5 P. M. L-2043-6-29-11
- Come have your Tea at High- field Presbyterian Festival this afternoon at New Stead, Winsloe, Tea served from 5 P. M. of Morell L-2043-6-29-11
- Wool will be received up to and including July 1st at Agricultural Hall, Charlottetown. Highest market prices. L-2017-6-28-21
- Notice—Owing to unforeseen obstacles, the parade of Scouts to be held July 3rd has been postponed. J. P. Manderson. L-2042-6-29-11
- "See 'Civil Service' by St. Teresa's Dramatic Club in Morell Hall, July 1st. Dance after play. Webster's Orchestra. Aid of Morell Women's Institute. L-2065-6-29-21
- Don't miss the old fashioned Tea Party at Iris, July 6th. Best of music for dancing. Scottish Pipe Band, sports, amusements, refreshments. L-2056-6-29-11
- Come to the Ice Cream Social and dance in aid of the Community Club in French River Hall, July 1st. Hear Miss Helen Donnette, C. F. C. Y.'s Vocal Artist. The Sweet Heart of the Air. L-2073-6-29-11
- The Annual Meeting of the P. E. I. Avshire Breeders Club will be held in the Agricultural Hall, Charlottetown, on Wednesday, June 30th at 8 o'clock, instead of Tuesday, June 29th as previously advertised at eight o'clock. Keith Boswell, President. L-2073-6-29-11

MacKenzie Says Survey Underway

OTTAWA, June 28—(CP)—The National Defence Department has started a survey of Canadian National Railways shops to determine their availability and suitability for turning out munitions, tanks and other war supplies.

Announcement of this effect was made tonight by Defence Minister MacKenzie who today received a deputation from Stratford where 209 workers at the C. N. R. shops have been laid off. Mr. MacKenzie said he would send inspectors to Stratford to look over the shops there.

Mr. MacKenzie said he does not wish to hold out false hopes for C.N.R. workers but if needed war supplies can be turned out in these shops they should be.

Defence Department inspectors already have submitted reports on some Canadian National Railways shops and the Stratford situation will be looked into immediately.

The Canadian Press learns there are not enough Canadian orders in pump priming it is well on the way toward the control of business "by persons whose principal occupation is not industry, finance, agriculture, or trade, but the winning of possible arms orders from Great Britain with the shops of the nationally-owned railway system. Mr. MacKenzie was silent on this possibility.

SEES DANGER IN POLITICAL PROSPERITY

By STEPHEN J. McDONOUGH Associated Press Science Writer

OTTAWA, June 28—America has already reached, or will reach late in 1938, the bottom of the present depression, Leonard P. Ayres, economist of the Cleveland Trust Company, told the American Association for the Advancement of Science here today.

Characterizing the United States Government's \$3,753,000,000 spending program as "politically primed prosperity," Ayres admitted it will spur business activity and that "American resources are so great that they can support such a program for a long time to come."

However, he added, "this is a very serious condition, for in the long run the new system of political prosperity can be made to work well enough to destroy gradually the habits of self-help and enterprise on which a free society depends."

Silver Fox Breeders' And Exhibitors' Ass'n. Hold Annual Meeting

The annual meeting of the Silver Fox Breeders' and Exhibitors' Association of Prince Edward Island was held in the City Building yesterday afternoon. The president, Samuel Johnson, Guy Kennedy, W. Bridge, occupied the chair. Among those present were W.H. Tidmarsh, Peter G. Clark, Ernest Mills, Reagh Tinney, Captain J. L. Read, Leon Johnstone, W. L. Brenton, Gordon MacMillan, W. W. Brown, George E. Brown, Ira Carr, Dr. A.W. Allen, W. P. MacLeod, Brenton Clarke, F. Kennedy, H. Kennedy, Alexander Kennedy, Guy Kennedy, W. Fred Burke, D. S. McLean, Major A.S. Robertson, Roy Woodside, L. Col. D. A. MacKinnon, C. B. Rogers, George A. Callbeck, Robert Baker, Reg. Muttar, Don Stewart, Colonel J. G. Dawson, Ray Carr, John Jack, Parvin Cass, Douglas Bell, C. C. Baker, M. L. A. Roy Johnstone, T. H. Kichham, Edwin Reid, Fulton Brown, Walter Gregor, J. McPhail, J. C. Stewart, Tom Caruthers, Walter H. Shaw, Douglas Mayne, Lloyd Lockerby, Ray Lockerby, Clark Baker, Douglas Bell, J. A. Allen, B. G. Rogers, Gordon Roper, W. G. MacLeod, J. B. Roper, Don McFarlane, P. G. Williams, Arthur Dawson, G. C. McLean, Heath Bonness, Robert Humphrey, B. W. Robinson, A. L. Rogers, Jack Baker.

The meeting was one of the liveliest and therefore healthiest in the history of the Association. Discussion on various topics was in part by fully one-third of the members present. The president's report is as follows:

Business Control

As the United States enters on its "new system of prosperity" in pump priming it is well on the way toward the control of business "by persons whose principal occupation is not industry, finance, agriculture, or trade, but the winning of possible arms orders from Great Britain with the shops of the nationally-owned railway system. Mr. MacKenzie was silent on this possibility.

Courtland Elliott, Toronto economist, echoed Ayres' predictions at the same meeting. "Provided no further marked curtailment of the volume and value of our production in relation to costs and markets occurs, the business outlook in Canada is by no means bleak," he said.

"Indeed, there is reason to believe that only further maladjustments arising out of European unemployment or an American secondary collapse could arouse real apprehension."

BATTLE RAGES ALONG YANGTSE

Chinese Troops Seek To Recapture Fort.

(By The Associated Press)

SHANGHAI, June 29—(Wednesday)—Chinese troops fought desperately today in an effort to recapture one of the several forts defending the Matowchen boom, important barrier blocking the Japanese drive up the Yangtze River against Hankow.

The Matowchen boom, formed of sunken rock-laden junks, is 175 miles downriver from the provisional capital.

Chinese admitted in Hankow that a heavy Japanese assault had resulted in the capture of one of the forts at Matowchen, but maintained that the boom still held. They said a counter-offensive was launched against the fort immediately.

The Japanese were having difficulty on both banks of the Yangtze. The Japanese admitted one of their columns had been surrounded on the south bank and was saved only when Japanese planes and reinforcements arrived.

The Chinese reported the Japanese also were bogged down on the north bank with a large number of troops surrounded on the shores of Lake Po.

A Japanese Navy communiqué said three Chinese bombers were shot down in dogfights over Anking, 215 miles down river from Hankow, when Chinese attempted to bomb Japanese warships concentrated there. The communiqué said there were no Japanese losses.

ARMIES BATTLE TO DEADLOCK

Bitter Fight Waged For Highway To Valencia.

HENDAYE, France, June 28—(A.P.)—A struggle under a blazing Spanish sun shifted back and forth today it was learned today. His application is in the hands of a relief case work supervisor at Newport, Robert W. Smith, public aid director.

French, whose financial and martial difficulties and desire to "expel" the foibles of society have worried his wealthy kin for years, has steadfastly refused to accept family financial aid. He once said he would "never take any assistance" from his children, even though he considered "Jack Astor a fine lad."

In a rented flat which he and his wife occupy on Paradise Road, Middleton, French said today he applied for relief for the simple reason that he was down to his last \$15. He said he didn't consider his quest of relief unusual or anything different than "hundreds of thousands of other persons."

He said he was doing a grocer's boy came in with a basket of foodstuffs and French took a bill from the "last \$15" to pay him.

Receives Call From Verdun Baptist Ch.

(C. P. by Guardian's Special Wire)

MONCTON, N. B., June 28—Rev. A. K. Herman, pastor of the Highfield Street Baptist Church here, has received a call from the Baptist Church at Verdun, Que., and resigned his present pastorate, effective Aug. 31.

Refuses Assistance From Wealthy Kin

NEWPORT, R. I., June 28—Francis O. French, father of Mrs. John Jacob Astor, III, applied for relief under the auspices of our association, was that of a case, spicienda patronage was in evidence and some real good breeding stock was distributed as a result.

"The annual banquet proved, as usual, a large drawing card and proved, as usual, a tremendous success."

"During the past year, valuable work has been conducted through the medium of 100 demonstrations, and under the leadership of a committee of the members of P. E. Island Fox Clubs began to present to your meeting, an expression of the views of the ranchers, organized under the direction of the Provincial Department of Agriculture, through local Associations and development of the Fox Industry of this Province."

"During the past few years there has been an insistent demand for a definite service in ranches and Exhibitors' Association."

Noted Canadian Industrialist Dies

OTTAWA, June 28—(CP)—A career that brought Hon. Thomas Aikman from obscurity to a place of prominence in the business and industrial life of eastern Canada was closed today with his death.

The pioneer industrialist and successful operator, who founded the first Ottawa public utility corporations, died from a heart ailment resulting from an attack of influenza last spring. He was 83 and a native of the Capital.

The funeral will be held Thursday. Burial will be in the family plot in Beechwood cemetery.

A daughter, Mrs. H. S. Southam of Ottawa and a son, Franklin, Liberal M.P. for Ottawa West, survive.

Soviet Army Plane Makes Long Flight

MOSCOW, June 28—Two Soviet fliers landed after a 4,300-mile non-stop flight from Moscow to demonstrate the long-range possibilities of the Red Army's aircraft.

The plane was piloted over Spain and eastern Siberia to the far eastern outpost in 24 hours by Major Vladimir Kokkinik, veteran test pilot. He was aided by navigator A. M. Bryanditsky.

Reinstate Principal Of Dalhousie School

DALHOUSIE, N. B., June 28—W. C. Scott, Principal of the Superior School here, was reinstated today following a demonstration in his favor by the school pupils yesterday, efforts of a special women's committee and citizens petitions. Scott was notified Saturday that his services would be required for the next school term.

Quadruplet Girls Fail To Survive

DEQUEEN, Ark., June 28—(AP)—A woman weighing only 98 pounds gave birth to quadruplet girls early today but one of the infants died a few hours later.

The mother is Mrs. H. T. Valenzuela, 27-year-old wife of a quarry worker. She was reported in satisfactory condition.

FORE-BELISHA RE ORGANIZES AIR DEFENCE

(C. P. by Guardian's Special Wire)

LONDON, June 28—The House of Commons today debated a series of questions related to British security—bombings of British ships by Spanish insurgent aircraft, the Official Secrets Act, and War Office plans to strengthen anti-aircraft defences.

Attention was focussed on Prime Minister Chamberlain's announcement that Great Britain had again protested to General Franco of the Spanish Insurgents against continued bombings of British ships in Spanish waters.

He later announced plans for immediate creation of a special parliamentary committee to investigate the Official Secrets Act and its application to members of Parliament.

War Secretary Leslie Hore-Belisha's announcement of plans to increase Britain's specialized anti-aircraft divisions to a strength of nearly 100,000 men was another development of the day.

Present strength is 43,000. He said he also intended to create a special section of the general staff responsible for anti-aircraft defence.

Mr. Chamberlain disclosed Britain had pressed for an immediate reply from Franco on the subject of the Official Secrets Act. This would enable Sir Robert Hodgson, British agent at Burgos, to bring it back in person when he returns this week to London for conferences with Government leaders.

The Prime Minister's statements on the protest followed reports circulating here that Franco had suggested establishment of Almeria as a neutral port to which British ships bound for Loyalist Spain might go in safety.

The opposition plans to launch a fresh offensive against the Government when debate on the secret motion begins Thursday. They were expected to base their objections to the act on grounds that it menaces parliamentary liberties.

On the same day Clement R. Attlee, leader of the Labor opposition, will again question the Prime Minister on the bombings of British ships.

Threat To Gibraltar

The Duchess of Atholl, who recently resigned the Conservative whip, added to the day's events by furnishing details of what she had seen of German-made guns pointed at Gibraltar from Insurgent Spain.

She demanded to know what the government was going to do about it. The Government has taken the position generally that the guns did not constitute a threat to Gibraltar.

The Government, it was believed, will try to strengthen that provision of the Official Secrets Act which makes it an offence to disclose information vital to Britain's security and at the same time safeguard the democratic rights of the people.

Two Cape Breton Families Homeless

(C. P. by Guardian's Special Wire)

SYDNEY, N. S., June 28—Four families and 11 children members of two families living at Meat Cove, near Cape Breton Island, were homeless tonight because of a fire that destroyed their dwellings.

The blaze had been burning through timber in the isolated district for several days, finally forcing the residents to the shore for safety. Thursday night after the fire had subsided, they returned to their homes but it broke out again during the night. The fire was owned by Hugh MacEachern and Simon MacLellan.

Word of the fire reached here today. Meat Cove is at the extremity of passable motor roads in northern Cape Breton.

Revised Criminal Code Bill Is Given Third Reading

OTTAWA, June 28—A complete check-up and registration of revolvers and pistols in possession of Canadian citizens passed today in the House of Commons today.

Motorists who lose their drivers' licences on conviction for a traffic offence in one province will be barred from operating a motor car anywhere in Canada under the amendments passed today.

Reckless driving is made an offence under the Code even if no accident occurs. Penalty for leaving the scene of an accident with intent to escape liability is increased from \$50 or 30 days to \$500 or six months.

Amendments dealing with slot machines provide that machines providing goods or services in consequence of chance of uncertainty in their operation are deemed to be contraband playing games of chance. Any place housing them becomes a common gaming house.

Provisions of the Code directing at gaming houses provide exemption for games of chance conducted for charitable or religious objects. It was learned that this did not include "bingo" games, which are considered lotteries and will still be governed by a section of the Criminal Code which was not amended.

British Ambassador Confers With Count Ciano—Non-Intervention Body Faces Difficulties.

ROME, June 28—(CP)—The Earl of Perth, British Ambassador to Italy, and Foreign Minister Ciano conferred tonight at Chigi Palace and were believed to have discussed developments in the Spanish civil war.

A widely circulated version of the conference was that the British Envoy asked that Premier Mussolini use his influence with General Franco of the Spanish Insurgents to halt bombing of British ships. It was also reported Italy might voluntarily and unilaterally withdraw some of its volunteers from Spain.

Political circles believed Mussolini appreciated the difficulties the attacks on British shipping have caused Prime Minister Chamberlain in British domestic politics. They considered it likely Mussolini desired to ease the situation for the British Prime Minister, who has negotiated with Italy in carrying out his "realistic" policy in foreign affairs.

PENAL CHANGE IS OPPOSED

Bennett Defends Penitentiaries Superintendent In House.

OTTAWA, June 28—Declaring General D. M. Ormond, Dominion Superintendent of Penitentiaries, was "condemned without proper hearing," Opposition Leader Bennett today bitterly opposed the government's measure to place penitentiaries under a three-member commission and urged the measure be not advanced at the present session of Parliament.

Immediately the resolution was introduced in the House of Commons Mr. Bennett was opposed to attempting to deal with such an "important matter" in the dying hours of the session. He criticized the methods by which the Royal Commission on penitentiaries operated in reaching its report and declared the recommended dismissal of General Ormond was not fair play.

Mr. Bennett drew a picture of "long lines of convicts" marching before the commission to give evidence against Ormond. "And where was Ormond? He was down here in his office doing his job." He believed Canada's penitentiaries had been as well administered as any in the world.

Justice Minister Lapointe, who sponsors the measure, was not able to reply before the six o'clock recess.

S. B. Kagan, Russia's representative, told the non-intervention committee that his Government was prepared to pay one-sixth of the cost of counting the foreign fighters and maintaining non-intervention in the Spanish war.

The Soviet Union also refused to aid in sea transport which it was estimated, would cost \$3,750,000.

LEAVES ON ARCTIC EXPEDITION

NANTUCKET, Mass., June 28—(AP)—Captain Robert A. Bartlett, Newfoundland skipper, left this port early today on his diesel engine-powered schooner, Estie M. Morrissey, to begin his 40th expedition to the Arctic.

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TORONTO, June 28—Minimum and maximum temperatures:

Dawson	48	72
Victoria	48	62
Edmonton	56	76
Regina	58	74
Winnipeg	52	80
Toronto	54	76
Ottawa	50	72
Montreal	54	72
Quebec	52	64
Saint John	52	64
Halifax	52	56
Charlottetown	52	62

Forecasts:
Maritime East: Moderate winds; unsettled with showers and probably some fog.
High tide this morning at 11:10 and tonight at 12.
Sun sets this evening at 7:50 and rises tomorrow morning at 4:16.
First quarter moon July 4, 9:47 a.m.
Summerside tide eighteen minutes later than Charlottetown.
THE CAR FERRY SAILINGS
Leave Borden 7 a. m. 9:45 a. m. 1 p. m. and 4:45 p. m.
Fermont 8:15 a. m. 11 a. m. 3:05 p. m. and 6:50 p. m.
Sundays, Leaves Borden 9:00 a. m. and 7 p. m.
Leaves Tormentine 10:15 a. m. and 6:10 p. m.