

With care our life may be a channel through which the streams of power flow unimpeded.

Covers Prince Edward Island Like the Dew

CHARLOTTETOWN, CANADA, THURSDAY, JANUARY 26, 1939

10 PAGES

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DEFENCE VOTE BOOSTED TO POST-WAR-PEAK

GOVERNMENT CHOOSES TO DEFEND BARCELONA

WILL RESIST INSURGENT ONSLAUGHT

Counter Surrender Demand With Challenge For Finish Fight.

(A. P. by Guardian's Special Wire) HENDAYE, France, Jan. 25—Spanish insurgents laid a ring of shellfire and steel at Barcelona tonight and met a challenge that the city would be defended "inch by inch, street by street, house by house," as a demand was made for surrender of the 2,000,000 inhabitants.

The Barcelona radio station defiantly broadcast the challenge to a finish fight as the Spanish press agency in London reported that the city would be defended "inch by inch, street by street, house by house," as a demand was made for surrender of the 2,000,000 inhabitants.

Escape Cut Off

Although the escape of the 2,000,000 inhabitants, refugees and defenders was cut off by troops at the southern outskirts, by converging armies to the west and to the northwest and by a curtain of fire that covered the coast, the broadcast declared: "The taking of Barcelona will not be an easy matter."

"The population of Barcelona is ready and the city will be defended inch by inch, street by street and house by house."

Insurgent airplanes, which for days have been bombing Barcelona almost ceaselessly, today dropped bombs on the city to force it to surrender to save its estimated 2,000,000 inhabitants from a destructive attack.

An insurgent army halted in the southern outskirts for a "knockout blow" while insurgent announcements said other armies were rushing in for reinforcements from the west and northwest.

One of these columns was reported by insurgents to have passed Riba. Insurgents said the number of dead abandoned by the Government in this advance was "very high."

Meanwhile, insurgent shells dug holes in Barcelona's streets. Since mid-afternoon the last road of escape, the coastal road to the northeast had been under shell and mortar fire.

Children trying to use that exit.

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COMING EVENTS

- *Card Party in Holy Name Hall, Thursday, January 26th. L-320-1-25-26.
*Buying dress poultry daily until March. Correct grading. George Leinzler Co. L-59-12-22-14.
*Come to the Epist Church High tea February 9th. L-344-1-26-11.
*Bean Supper Christian Church School Room, Saturday, January 28th. 25 cents. L-368-1-26-31.
*Maple Leafs and Hornets, Milton rink tonight. Estate after. L-368.
*Hear Hon. John H. Myers lecture in Bonshaw Hall, Friday, Jan. 27, Scotch Concert. L-363.
*Hockey tonight at New Glasgow. Rangers vs. Stars, league game. L-368.
*Poultry—Buying daily live and dressed Poultry paying top market prices. Correct grading. Prompt returns. Island Cold Storage Company Ltd.
*Wiltshire All-Sports versus Hunter River Royals, Wiltshire rink tonight. League game. Skating with music. L-367.
*Come and have your Jiggs dinner with your family at the Schoolroom, Thursday, Jan. 26, 5 to 7. Open to all. L-365.
*Special meeting of the Charlottetown Milk Producers, Agricultural Hall, Friday, January 27th, 8 P. M. Large attendance. Important. L-325-1-26-31.
*All players of East Royals Hockey Team must attend meeting at 8 o'clock Saturday in rink or be eliminated from play in rink for rest of season. Signed Donald Wheatley. L-361-1-26-11.
*York Rink Saturday, January 28th, Milton Baddeley vs. York Ranges, Tuesday, January 31st. Carols and merriment dance. Music by W. R. Godfrey. L-360-1-26-11.
*Don't forget the Mossesin dance at Marquis Rink Saturday night, old-time fiddlers, Melodone sound system—admission 20 cents. Come and enjoy yourself. L-362.

Air-lines Will Start Passenger Service In April

MONTREAL, Jan. 25—(CP)—Passenger service will be started by Trans-Canada Air Lines "some time in April," an official said at headquarters here today. "But just exactly when, we do not know right now," he said. "There is a lot of meteorological work to be done across the country and just when it will be completed we can only estimate some time in April. A lot of details have to be ironed out. As previously announced the service will be ready to handle mail and express but flying of passengers is a different matter. It will be a couple of more months before we will be able to say definitely when passenger service will open across the country."

IS APPOINTED METROPOLITAN

Rt. Rev. John MacKenley Succeeds Late Archbishop Richardson.

(C. P. by Guardian's Special Wire) FREDERICTON, Jan. 25—(CP)—The Rt. Rev. John MacKenley, Halifax, Anglican Bishop of Nova Scotia, late this afternoon was chosen Metropolitan of the Ecclesiastical Province of Canada, succeeding the late Archbishop Richardson, Bishop of Nova Scotia, Fredericton, Quebec and Montreal. The office carries with it the rank of Archbishop. The new Archbishop also became president of the House of Bishops of the Ecclesiastical Province. The selection was made at a meeting of the House of Bishops after endorsement of Dean W. H. Moorhead as Bishop of Fredericton. The house consists of Archbishop MacKenley, Bishop J. C. Farthing of Montreal, Bishop Philip Carrington of Quebec and Bishop Moorhead. The Metropolitan succeeds the late Archbishop J. A. Richardson of Fredericton. Bishop Farthing had been acting Metropolitan.

(Continued on page 3, Col 3)

New Brunswick Fur Farmers Ass'n. Formed

(CP)—The New Brunswick Fur Breeders Association passed out of existence today and the New Brunswick Fur Farmers Association took its place. The change was made by the sale of other kinds of furs could be taken into the organization. The new group decided to affiliate with the Canadian National Fur Breeders Association and its proposed re-organization, as the Dominion Council of Fur Farmers. This new association is expected to bring the fur farmers closer together. J. E. Connelly and Russell Colpitts were appointed to the directorate of the new council, likely to be launched at Ottawa in February. C. F. Bailey said the proposed Dominion council higher class pelts and attempt to secure wider markets through style influence and other means. Pelts would be branded locally. He expected that Dominion Government grades would be established for fox pelts. It was hoped that mink farms would be included in the new organization.

Hon. W. H. Dennis Much Improved

(C. P. by Guardian's Special Wire) OTTAWA, Jan. 25—Taken suddenly ill while visiting here two weeks ago, Hon. W. H. Dennis, Minister of Agriculture in the Prince Edward Island Government, was reported by hospital authorities to have "spent a good day with his condition fairly good tonight."

Hitler To Make Three-point "Peace Offer" Paris Reports

(C. P. by Guardian's Special Wire) PARIS, Jan. 25—Havas News Agency in a dispatch from London tonight said it was reported the British Cabinet had been advised Chancellor Hitler will make a three-point "peace offer" in his address to the Reichstag in Berlin next Monday. The offer, Havas said it was understood, would include redistribution of colonies to the advantage of Germany, Italy and Poland. Hitler, the dispatch went on, would call for an international conference at Berlin with these objectives in view. 1. Stabilization of European peace in the light of a Spanish insurgent victory. 2. Colonial redistribution to satisfy Germany, Italy and Poland. 3. Limitation of armaments.

ITALY CALLS RESERVISTS TO THE COLORS

Voices New Warning To France Against Aid To Loyalist Spain.

ROME, Jan. 25—(AP)—Italy started calling up army reservists today for training in modern warfare and voted a new warning to France against sending troops into Spanish territory. A "first quota" of 60,000 men of the class of 1901, now 36 years old, was ordered to report for duty Feb. 1. This first contingent represented slightly less than one per cent of the estimated 6,700,000 reservists available. How many additional men would be called up was not disclosed. Italians said privately that reservists of some other classes, including men born in 1913, also received a summons for eventual training service. In political circles there was an unconfirmed report that a heavy force of the regular standing army had been ordered to concentrate near Genoa, ready to embark for Spain if France intervened in the civil war.

PRECAUTIONARY MEASURES

PARIS, Jan. 25—(AP)—The French General Staff has nearly doubled the speed of wartime mobilization system to be prepared against any possible lightning attack, it was learned tonight. This and various other precautionary measures have been taken in view of widely expressed concern lest the Mediterranean situation suddenly come to a head upon the fall of Barcelona.

The calling up of 60,000 reservists for instruction in Italy was the concern expressed by French officials and press alike. Explanations from Rome that only a relatively small number were called, and that there was no abnormal in the order, failed to dispel anxiety. Nervousness concerning the situation has been manifest also on the stock exchange, where French financial bonds have fallen heavily during the last month.

Faced with the possibility of renewed Italian Mediterranean demands, military leaders were formed sources to have evolved a system to cut down not only the time required for military mobilization but also for mobilization of all industries of the system were seen.

Preparations have been pushed through in French territory bordering on the Mediterranean to meet any eventually which might come from demands for slices of France's Colonial Empire.

Will Disembark At Saint John

MONTREAL, Jan. 25—(CP)—A contingent of 450 men from the MacKenzie-Papineau Battalion, Canadian volunteer unit fighting with the Spanish Government forces, will arrive Feb. 5 at Saint John, N. B., it was announced here today. More than half the group due on the liner Duchesne, which has already been wounded, it was stated.

Will Visit Halifax On Maiden Voyage

MONTREAL, Jan. 25—(CP)—The new Cunard White Liner Mauretania, now under construction in England, will call at Halifax soon after her maiden voyage, it was announced today. The 24,000-ton ship will leave New York Aug. 19 on a special cruise to Halifax and Bermuda. Company officials here said, though, they were not certain what day she would be in Halifax. The Mauretania will make her maiden trip in June.

FEAR SYDNEY MAN DROWNED

SYDNEY, N. S., Jan. 25—(CP)—An overdue pick-up on the Sydney harbor today was identified as belonging to Ernest MacDougall, 24-year-old man missing since last Saturday night. It was feared he had been taken through the ice and drowned.

Organization Discussed By Conservatives

OTTAWA, Jan. 25—(CP)—Organization in the electoral constituencies was the chief matter before the caucus of Conservative members of the House of Commons today. Appointment of Hon. Samuel Gobeil to the staff of the chief organizer, Hon. Dr. J. A. Robb, was warmly commended by the caucus.

John R. MacNicol, caucus chairman, said the meeting considered the relationship of the federal party organization to organization in the individual constituencies. This was preliminary to a detailed review of the problem which will be made later.

ACCIDENTAL DEATH VERDICT

Train Crew Exonerated In Accident In Which Cephus Ford Is Victim.

Death of Cephus Ford, 44-year-old Harrington man, was "accidental" a coroner's jury decided yesterday and was due to being hit by a train while the deceased was travelling along the railway track approximately 100 yards from the Mt. Edward Road crossing. Members of the crew of train No. 42, whose engine plowed into the sleigh in which the accident victim was riding, were "exonerated from all blame" in the jury's verdict.

The hearing was conducted by Coroner Dr. J. D. MacFulgan. Composing the jury were Messrs. J. P. McCloskey, foreman, Dominic Doyle, J. D. Robinson, B. Wonnacott, H. E. McLean, W. J. Reid, and Louis McMahon.

Ford was almost instantly killed when a sleigh in which he was riding was struck by the incoming Borden train Tuesday evening a short distance from Charlottetown. Angus Cameron, engine driver on train No. 42, told the jury when the coroner's inquiry opened Tuesday.

(Continued on page 3, Col 4)

Stevens Speaks As Supporter Of Dr. Manion

OTTAWA, Jan. 25—Making his first speech since his return to the Conservative fold after leading the Reconstruction Party, Hon. H. H. Stevens, stated today in the House of Commons that he feared the new Canada-United States treaty would add to economic distress and discontent in Canada.

Mr. Stevens said the whole Canadian tariff policy was in need of review and the issue of most-favored-nation treaties should be faced. He considered them dangerous and would prefer straight bilateral trade agreements.

"Let my first word," he said, "be an expression of pride and pleasure at being associated with the leader of the opposition (Hon. B. J. Manion) in the task which he has assumed and in the efforts he will make to serve his country in the position he now holds. This will renew years of close companionship and friendship with him which I have always treasured very dearly."

"His approach to the various social and economic problems of Canada and to other such problems has always given due weight to the human equation. It is that element which appeals to me very strongly."

G. McAvity (Lab. Seals John-Albert) urged a more aggressive policy of soliciting business for Canadian ports and a new railway connection for Saint John through Fredericton with the National Transcontinental line of the Canadian National Railways.

WILL ASSIST BREEDERS

SAINT JOHN, N. S., Jan. 25—(CP)—All possible encouragement, financial and otherwise, will be given to New Brunswick breeders of Holstein cattle during 1939, it was announced following today's annual meeting of the New Brunswick branch, Holstein Friesian Association of Canada.

CHILEAN CITY DESTROYED BY EARTHQUAKES

Death Toll Believed In Thousands—Aid Rushed To Stricken Concepcion Area.

SANTIAGO, Chile, Jan. 25—(AP)—"The complete destruction" of Chillan, a city of 40,000 inhabitants in widespread earthquake was reported today as military aviators tried to check other reports that 2,000 were killed in the Concepcion area. Official estimates were that at least 100 persons were killed and more than 400 injured, exclusive of the Chilean casualties which were reported by a Chilean Army flier who flew low over the city.

Chillan is 220 miles south of Santiago, the capital. Concepcion, a city of 77,000, is 250 air miles south of Santiago. The shocks spread panic through a 400-mile strip along the Chilean coast and eastward 75 miles across the country. The first quake was felt in Santiago at 11:35 P. M. No damage was reported here in other cities the shocks lasted more than a minute.

The Mayor of Concepcion messaged the Government: "Situation most serious as a result of the earthquake. Unable to state number of casualties but many hundreds, probably thousands. Require food and medical aid. Desperately urgent."

Three army planes hastened to Concepcion to survey the damage. All available planes were commandeered for relief and survey work. "The Government used trains, boats and airplanes to rush doctors, nurses and medical and food supplies to the stricken area. A form of martial law was ordered in Concepcion and the nearby coastal city of Talcahuano. The army announced the stricken area said 40 were killed, 60 seriously injured and hundreds slightly hurt there. Thirty persons were reported killed in Talcahuano. Damage was placed at \$100,000,000.

Acting Premier Abraham Ortega announced the Government would reconstruct the stricken cities and assist the sufferers. First reports listed these details of damage: RENAIKO, a small town 50 miles south of Concepcion—majority of houses destroyed; railroad lines damaged; ANGOI—five dead. SAN CARLOS, a small town near Chillan—widespread property damage. PARAL—Many victims and great damage. CAUTIN—Many victims; serious damage. VALPARAISO, 60 miles northwest of Santiago and the northernmost point to report damage—minor or no damage in buildings. CURICO—Many buildings were damaged. Several walls collapsed. TRAUQUEN—Several buildings were damaged.

The centre of the quake was believed to be the mountainous region along the border of Biobio and Mallico Provinces, south of Concepcion.

Cripps Is Expelled From Labor Party

LONDON, Jan. 25—(CP Cable)—Expulsion of Sir Stafford Cripps from the Labor Party, will not deter the 49-year-old aristocratic socialist from pushing his plans to establish a Popular Front movement against the Chamberlain Government. The National Executive of the Labor Party, on the grounds of "party loyalty," today expelled Sir Stafford for going over their heads to local labor groups in his progressive campaign "toward democracy and peace."

The vote was 18 to 1, with Miss Ellen Wilkinson in the role of sole defender of the prominent opposition front-runner.

Mother Rescues Children In Fire

GLACE BAY, N. S., Jan. 25—(CP)—Mrs. Joseph Bradbury was rescued when she rescued her two young children from her home as fire gutted the structure. She was in the kitchen when the flames were discovered yesterday and rushed upstairs twice to bring her four-month-old girl, Brenda, and three-year-old son, Roy, to safety.

One Halifax Fireman Dead Second Hurt In Battling Blaze

HALIFAX, Jan. 25—(CP)—One fireman dropped dead and another was taken to hospital with undetermined injuries as fire fighters battled a blaze in the Courteney block tonight. William Knapman, 61, died after a heart attack a few minutes before Ralph Miller was injured. It was not known immediately how Miller was hurt.

Five flames raged through the three-story brick structure one of the oldest commercial buildings on Brunswick Street, near the City's main business section. It was believed the loss would run to \$60,000.

HOMER MARTIN BLASTS LEWIS

Deposed Chief Of U. A. W. Defies C. I. O. Head.

(A. P. by Guardian's Special Wire) NEW YORK, Jan. 25—Homer Martin, storm centre of a fight within the United States Automobile Workers of America, charged tonight that John L. Lewis, chief of the Congress of Industrial Organizations, was adopting the methods of his "Stalinist allies" and splitting the forces of labor by dictatorial policies.

His personal broadcast at Lewis was included in a letter to the Executive Board of the C. I. O. Lewis resigned from the C. I. O. executive board because, he said, he was "not in agreement with the policies and tactics to which you and your representatives have resorted."

"I was deposed" yesterday by the C. I. O. as President of the Auto Workers Union, insisted he was still president of the International Union and said an overwhelming majority—300,000 or more of the 400,000 members—were behind him in his fight with the "majority clique" of the U. A. W. executive board.

The C. I. O., through Vice President Philip Murray and Sidney Hillman, recognized as the U. A. W. the 12,997,625 members of Martin had "suspended" and recognized R. J. Thomas, instead of Martin, as president.

(Continued on page 3, Col 3)

Highlights Of Estimates

OTTAWA, Jan. 24—(CP)—Highlights of the main estimates tabled in the Commons today. Defence expenditures \$63,495,176. Total estimates \$457,241,215, compared with \$430,328,510 last year. "Travelling" vote \$12,457,532. Of defence estimate \$29,405,102 to be amortized over 10 years. Public works estimate \$12,457,532, compared to \$18,534,375. Supplementary estimates expected to increase this.

Coal subventions total \$3,500,000, increase of \$1,250,000. Royal Air Force estimate \$29,775,565 compared to \$11,696,517 last year. New buildings to take \$4,212,000. 83 new planes to be built. Training of pilots to take \$6,000,000. Flotilla leader to be brought from Britain.

Personnel of Royal Canadian Air Force and Royal Canadian Navy to be increased.

Rumanian Police Uncover Terroristic Plot In Capital

BUCHAREST, Jan. 25—Police announced today the discovery of a terroristic plot to destroy many buildings of the Rumanian capital by simultaneous use of powerful flame throwers in many parts of the city. An officer of the chemical section of the Rumanian army was asserted by police to have committed suicide after confessing leadership of the fantastic conspiracy. Twenty-five persons, including a girl student, were arrested. In possession of authorities were 21 flame-throwers, devices capable of firing flaming missiles rapidly a distance of several hundred yards. Five of the machines had been distributed through the city to be used on specific buildings, police declared.

Main Estimates Are Presented To Parliament Grand Total Of Expenditures, Tabled By Finance Minister Dunning, Over \$450,000,000

(By C. R. Blackburn, Canadian Press Staff Writer) OTTAWA, Jan. 25—(C. P.)—For carrying on the ordinary continuing business of Canada during the fiscal year beginning April 1 Finance Minister Dunning today tabled in the House of Commons estimates of \$457,241,215.

For the same purposes last year the main estimates asked for \$418,968,456 and later supplementary estimates asked for an additional \$11,360,054 for ordinary costs of Government, making a total of \$430,328,510.

More than accounting for the increase of \$26,912,704 in the ordinary estimates as compared with last year is the increase in the national defence estimates which will total \$63,447,175 as compared with \$35,966,524 last year.

Of the defence total \$60,000,000 will be spent for actual defence purposes, the balance going into a sinking fund. The vote is divided into two parts, \$34,042,073 for ordinary expenditures on defence and \$29,405,102 for capital expenditures on defence.

The sinking fund, for which provision is started under the defence vote, is designed to amortize the defence capital expenditures over a period of 10 years, thus reducing the Government's net estimate of ordinary expenditures during 1939-40 to \$27,836,113, a decrease of \$2,492,297 as compared with the total ordinary vote for 1938-39.

No provision is made in the main or supplementary estimates for the Canadian National Railways way deficit, the grants-in-aid to Provinces and Public Works projects entered into as employment measures.

Last year the special supplementaries for these purposes asked for an additional \$95,149,362, making a total of \$525,477,892 for all purposes during the fiscal year closing March 31 next.

The vote for Public Works will be only \$12,457,532 as compared with \$18,534,375 in the last year. This estimate but it is anticipated a decrease will be more than offset when the supplementaries are brought in.

Last year the ordinary supplementary estimates called for \$5,534,750 for Public Works, in addition to the \$12,997,625 in the ordinary main estimates, and \$1,466,708 for special works projects.

Of the total vote asked for in today's estimates the Finance Department, as usual, takes the largest share—\$191,803,859, of which \$124,422,792 goes to pay interest and charges on the public debt. National defence makes the next largest demand on the treasury. Bulk of the increase over last year's vote will go for buildings, stores and equipment.

Apart from defence and Public Works there were few wide variations between the amounts asked for this year and last. Under 12 headings there were decreases and under 18 headings there were increases. The \$15,542,360 vote for Mines and Resources is an increase of \$1,190,639 which is more than taken up by the increased coal subventions, recently announced. They will require a total of \$3,500,000, an increase of \$1,250,000.

For the Post Office Department the vote is \$37,835,667, an increase of \$1,314,532 which reflects proposed increase of \$784,004 for air and land mail services, and \$525,340 for postage and supplies.

Other increases for various services with the total vote in brackets include: Penitentiaries \$235,000 (\$2,990,780); War Veterans Allowance \$900,000 (\$6,800,000); Canadian Council on nutrition \$14,000 (\$14,000); payments under the Militia Pensions Act of 1901, \$150,000 (\$1,650,000); Royal Canadian Mounted Police Land Services \$461,867 (\$5,521,040); Government Motion Picture Bureau \$61,000 (\$150,000); Advertising in all countries outside the Dominion \$180,000 (\$620,000); Maintenance and Operation of Airports and Airways \$968,000 (\$1,329,190); Canadian Travel Bureau \$65,000 (\$315,000).

(Continued on page 3, Col 6)

Increase Of \$30,000,000 For Defence

The estimates are worked out on a new basis. Votes for construction and acquisition of stores are classified as for (A) ordinary account, and (B) capital account. This departure is to show how much of the contemplated expenditure for normal and maintenance purposes and how much is to be used for new structure and additional equipment required to complete the minimum establishment and reserve laid down by technical advisers as necessary.

To Be Borrowed Items shown under capital account aggregate \$29,405,102. It is proposed to borrow this sum and there is included in the vote.

(Canadian Press) TORONTO, Jan. 25—Minimum and maximum temperatures:—Dawson 65 23 Vancouver 32 40 Edmonton 23 32 Regina 10 12 Winnipeg 22 18 Toronto 4B 6 Ottawa 4B 6 Montreal 2 20 Quebec 6 22 Saint John 18 30 Halifax 30 40 Charlottetown 22 38

FORECAST

Maritime Provinces: Strong northwest wind or moderate gales; partly cloudy and decidedly cold with snowfalls. High tide this afternoon at 2.21 and tomorrow morning at 2.54. Sun sets this afternoon at 4.58 and rises tomorrow morning at 7.17. First quarter moon Jan. 28, 11 a. m. Summerside tide eighteen minutes later than Charlottetown. THE GAR FERRY SAILINGS Leave Borden 8.45 a. m., 1 p. m. Tormentine 11 a. m., 5.15 p. m.

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