

# END OF SINO - JAPANESE WAR MAY BE NEAR

MAXIMS  
OF A  
MERE MAN

Agreeable occupation is essential to well-being.

## THE CHARLOTTETOWN GUARDIAN

The People's Paper Read by Everybody

MAXIMS  
OF A  
MERE MAN

Quiet minds cannot be perplexed or frightened.

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# CHURCHILL SURE OF WINNING WAR

## Britain Prepared To Offer Peace Plan To Japanese

## British Lose Destroyer

LONDON, July 14—(CP Cable)—The Admiralty announced the loss of the destroyer Escort in the western Mediterranean. She was torpedoed. The 1,500-ton destroyer was so badly damaged by the torpedo that she sank while other ships tried to tow her to port. Two sailors lost their lives. There was no information about the action in which the Escort was engaged. The Escort was commanded by Lt. Cdr. J. Bostock, was started under construction in 1933 and completed in 1934. Her normal complement was 145 men. She carried four 4.7-inch guns, six smaller guns and eight torpedo tubes.

## Coming Events

- Talkies—St. Peter's Wednesday, L-328-7-13-21.
- Talkies—Morell Tuesday, L-328-7-13-21.
- Rollo Bay Tea July 17th, L-340-7-10-61.
- Kelly's Cross Picnic, Wednesday July 17, L-488-7-13-31.
- Dance, Lorne Valley Hall, Tuesday, July 16th, Webster's music, L-440-7-13-21.
- Wanted—well-fleshed bulls and cows for Bologna, Island Cold Storage Co., Ltd., L-997-6-28-47.
- Dance at Kozby Korner, Vernon, July 17th, Webster's Orchestra, L-483-7-13-21.
- St. Charles Dramatic Club at St. Teresa's Monday, July 15th, Webster's Orchestra, L-478-7-13-17.
- Festival at Wheatley River School Monday, July 15th, Fox United Church, L-467-7-13-21.
- Ice Cream Festival at Ruston Cross School, Wednesday, July 11th, L-477-7-13-17.
- Ice cream social and dance in Maple Plains School, Monday night July 15, L-489-7-13-21.
- Kinkora Hall, Ice Cream and Dance Friday night July 13th, Summerdale Orchestra, L-478-7-13-17.
- Fox Meat beef tripe 3c. Horse meat 5c. Ground meat 3c. Island Cold Storage Co., Limited, L-881-6-26-47.
- Come to ice cream social at Summerfield Hall, Monday evening, July 15, ice cream home made, L-490.
- Strawberry and ice cream festival at Eden, July 18th. Entire proceeds for war work, L-489-7-13-21.
- See Deacon Dubbs in Lot 65 hall, Monday, July 15th. Admission 25 cents. Sale of candy Danes, L-350-7-10-51.
- Greenvale festival and dance, T. J. Martin's field, Hunter River, July 15th, L-490-7-13-21.
- South Milton ice cream festival, bingo and dance, at "Newstead", Wednesday, July 17, Proceeds for war work, Excellent music, L-493-7-13-21.
- Dance and ice cream at Emerald School, Tuesday, July 16th. In aid of Women's Institute, L-468-7-13-21.
- Auction sale property late Josephine Villet, Victoria, Tuesday, July 16th, 2 p. m. Sale positive, L-483-7-13-21.
- Remember Cornwall Sunday School Tea July 17th in field adjoining hall grounds. Tea served in dears beginning 4.30 Standard Time. All welcome, L-310-7-10-15-16.
- The Annual District Convention of Albany, Truro, Chatham, Victoria, Lady Fane, Westmoreland, Maple Plains, Cape Traverse, Augustine Cove and Carleton Women's Institutes will be held in Crapaud Hall, Wednesday, July 17th at 2.30. Public welcome at evening meeting 8 P. M. Collection in aid of T. B. League, L-479-7-13-11.

## Rumored Nazis Make Demands On Costa Rica

SAN JOSE, Costa Rica, July 14—(AP)—Diplomatic sources said today that economic demands upon Costa Rica were contained in the recent German communication requesting that no action against Germany be taken at the American Ministers' Conference July 29. The German note also was transmitted to four other Central American countries by Dr. Otto Reinebeck, German Minister.

Diplomatic circles here were unable to say whether the demands reported made to Costa Rica were included in the other notes. In addition to observing that any action at the Havana conference affecting Costa Rica's neutrality would be "disadvantageous," the German communication was quoted in diplomatic circles as saying: "1. Frozen deposits in the Costa Rican National Bank intended for exporters in Germany should be made available to the Reich, possibly to maintain German ships and crews in refuge in Costa Rican ports. Enforcement of a law to this end was asked. 2. The treatment accorded German naval units in the port of Punta Arenas is not as satisfactory as that accorded Allied naval units there. The same sources said it was understood that all five Central American governments would reject the German Minister's note, and indicated Costa Rica's reply to all phases of the communication would be in harmony with the answers by the other governments. It was predicted here that the German communication would be rejected by the five governments. The fact that the German Minister's note had been received here was not made public.

Concerning the Burma road, over which supplies have moved to Chungking, Chiang Kai-Shek's headquarters, British has suggested there should be a temporary restriction on arms traffic for three months. This could correspond with the rainy season when little traffic would be possible under any circumstances. In recent months there have been few shipments of British munitions over the Burma road for the simple reason that Britain needs everything she can produce, everything she can buy, for the war with Germany. The British desire always has been for restriction of peace in the far east on equitable terms for both China and Japan. Britain has avoided anything that would hinder Chinese resistance even going to the length of issuing trade credits and sending arms. There is no reason to suppose Chinese interests would be damaged by any large-scale settlement arranged by this country. It was suggested tonight in authoritative quarters that it would be wrong to assume that a policy of major concessions to Japan is to be started which would jeopardize British interests in the far east or prejudice China's resistance. The present arrangement over Hong Kong if reached with Japan would be temporary in nature and further developments would depend upon the course of events.

## Severe 'Quake' Is Recorded

NEW YORK, July 14—(AP)—A "very bad" earthquake, perhaps in the vicinity of the Aleutian Islands, was recorded early today on the Fordham University seismograph. The quake, second recorded within 13 hours, occurred at 3:03:49 and 3:12:44 a. m. ADT. Its disturbance was estimated at 4,560 miles from New York.

## Tragedy In City Yesterday Results In Death Of Man

## Jeremiah Doucette Charged With Murder. Inquest Tonight Into Death Of Isidore Doucette.

A shocking tragedy occurred in the city in the early hours of yesterday morning which resulted in the death of Mr. Isidore Doucette, 46-year-old returned soldier of Charlottetown and serious injuries to Mrs. Jeremiah Doucette, who is a patient in the City Hospital at present suffering from shock and loss of blood from wounds in her back and arm. Her 36-year-old husband, Jeremiah Doucette, is in custody. City Police said he was charged with murder and attempted murder.

## McNAUGHTON PROMOTED TO NEW POSITION

## Commander of First Canadian Division to Head New Army Corps in Britain.

OTTAWA, July 14—(CP)—Maj. Gen. A.G.L. McNaughton, general officer commanding the 1st Canadian Division, Canadian Active Service Force, has been appointed to the rank of Lieutenant-General and placed in command of a new British army corps which will include the Canadian forces now in England. It was announced today by Defence Minister Ralston. The official statement, covering authorization of the new corps and General McNaughton's promotion, follows: "With the consent and approval of the Government of Canada Maj. Gen. A.G.L. McNaughton, general officer commanding the 1st Canadian Division, has been chosen to command a new corps which the War Office has set up. "Included in this corps will be certain British formations and also the 1st Canadian Division and its attached units. "General McNaughton will have the rank of Lieutenant-General." Chief of Canada's general-staff in 1929, General McNaughton is in his early 50s. He has stressed the increasing importance of the engineer in modern warfare, and was drafted from his post as president of the National Research Council last fall to

Jury Sworn In  
Coroner Dr. I. J. Yeo, summoned as coroner as Police found the body.  
(Continued on page 7, Col 8)

## Rome Threatens Reprisals For American Blockade

ROME, July 14—(AP)—A European economic line-up for reprisals against any American continental blockade was forecast today by Virginia Gayda, Fascist editor who often reflects Mussolini's ideas. Gayda's prediction was published in the newspaper Il Giornale D'Italia. Gayda laid sponsorship of an alleged blockade scheme to the United States, asserting that such a plan would "raise the problem of freedom of international trade, which surely cannot find useful assistance in this grandiose commercial blockade of the Americas mediated at Washington. "President Roosevelt has approved a report designed to establish the basis for Pan-American unity through one or more agencies representing all these countries. "He has emphasized, however, that commodities handled in such a way would be marketed outside the Americas and that if effect, the plan would mean a pooling of staple crops grown in common and exporting them.) "It is evident," Gayda declared, "that a concentration of American goods could only provoke other continental groupings for defence and balance. "Blots, political and economic, always by automatic reaction create other blocs."

## Reds Reported Rushing Troops To East Asia

SHANGHAI, July 15—(Monday)—(AP)—Reliable travellers arriving here from Europe via Vladivostok, reported today that they saw more than 30 Soviet Russian troop trains, complete with tanks and artillery, moving eastward. This report was linked here with the recent disclosure that Japanese-dominated Manchoukuo protested to Russia July 9, regarding recurrent incidents along the Manchoukuo-Siberia border. These incidents allegedly included Soviet encroachments on Manchoukuo territory and the kidnapping of Manchoukuo officials. The report also was linked with recent Japanese press claims that Russia, Britain and the United States were engaged in a gigantic "plot" to disturb far-eastern affairs.

### BLOSSOM OF CANADA FLOUR

Matchless for Baking Bread

## Britain In Agreement With Eire On Defence

By J. NORMAN LODGE, Associated Press Staff Writer DUBLIN, July 14—(AP)—An amicable arrangement between Britain and Eire under which British troops will be given the right to cross Eire's frontiers in the event of a raid by a hostile power, was reported Saturday in quarters close to Premier de Valera's office. In this event Eire will align herself with Britain without the formality of a declaration of war on the original invader, these sources reported. But no British troops will move to Eire soil from Northern Ireland or from the shore of the Irish Sea until an invader has first violated that soil, the reported agreement stipulates. If a hostile raid should throw Eire and Britain together in defence, Britain will have the use of important ports on Eire's west coast, closer to America than any other port in the British Isles, at which to receive munitions and supplies from Canada and the United States. In the meantime Eire goes her way with little outward show of perturbation. There is an occasional test air raid alarm, but no test flights are dimmed. One noticeable element here in the past week has been a decided swing toward pro-British feeling.

## NAZIS LOSE 20 PLANES

Sunday Raids Fail to Net Enemy Any Gains.  
(By Pat Usher, Canadian Press Staff Writer)  
LONDON, July 15—(Monday)—(CP Cable)—Germany lost seven planes—two Junkers dive bombers and five Messerschmitt fighters—in a big air battle Sunday over the Straits of Dover. A third fighter was badly crippled and probably did not reach its base. People on shore watched the thrilling battle. A running account of it was broadcast by an excited British Broadcasting Corporation observer. Official figures showed the week-end air engagements cost the Nazi air force 20 planes, at a minimum, compared with the loss of seven R.A.F. machines. British fighters broke up two concentrated German raids on

## British Blast At Italians In Week-end Battles

Garrison Holds Out At Moyale Under Fascist Siege.  
CAIRO, July 14—(CP)—The Royal Air Force announced today that its planes had bombed El Aden, El Gubbi and Bardia in Eastern Libya during the weekend and had attacked shipping in the Libya harbor of Tobruk. An announcement of the War Office stated the British garrison still holds out at Moyale which is being besieged by the R.A.F. and that British reinforcements have opened up severe fighting with the Italians, Moyale is on the northern frontier district of Kenya Colony. Above and below the Suez, the air campaign disclosed, a small blizzard during the weekend at Italian army, navy and air bases— from Mediterranean Libya to the tip of the Red Sea. In Eritrea, R.A.F. planes fired ammunition dumps and gasoline storage tanks at Assab and scored direct hits on hangars and other buildings at the Massaua airdrome. Two British planes were lost in air fights. The statement said Italian air raids on Aden, across the Red Sea and Gulf of Aden from Eritrea and on Malta in the Mediterranean, were not effective. The text of the air statement: "El Aden, El Gubbi and Bardia were raided by bombing aircraft during the weekend and shipping was attacked in Tobruk Harbor. The extent of the damage done was not observed owing to poor visibility, but three fires were started at Bardia. "Ammunition dumps and a petrol dump near Assab were raided and one fire was started. One of our raiders is missing. "Enemy aircraft raided Aden yesterday, causing slight property damage and killing two natives and wounding four. "A successful attack was carried out against Massaua airdrome and several direct hits were scored on hangars and airdrome buildings. Considerable fighter opposition was encountered. One of our aircraft failed to return. "A raid on Malta was attempted by three formations of enemy fighters CR-42s but was unsuccessful owing to interception by our fighters. "The war office communication:— "The war on the northern frontier district (of Kenya Colony) our garrison is still holding out at Moyale, in the neighborhood of which severe fighting continues between Italian and British reinforcements. In (British) Somaliland, a small frontier post at Abdul Ghadir was attacked and captured by the enemy in considerable strength. "In the western desert (Libya-Egypt) casualties again were caused to Italian motor transport columns attempting to supply Fort Capuzzo, Mersa Matruh was effectively bombed."

## British Premier Rouses Nation In Fighting Speech

Declares Britain Awaits Next Nazi Move Unafraid — War Will Take Different Turn In Time.  
(By J. F. Sanderson, Canadian Press Staff Writer)  
LONDON, July 14—(CP Cable)—Prime Minister Churchill told the world tonight that "we shall seek no terms, we shall tolerate no parley" when declaring that Britain awaits unafraid and undismayed the impending German assault on this country. Everything indicates that the war will be "long and hard," he said. Britain is forced to prepare "not only for the summer but for the winter; not only for 1941, but for 1942, when the war will I trust take a different form from the defensive in which it has hitherto been bound." Britain has an army of 1,500,000 trained and equipped men on guard to assist the navy and air force in hurling back German onslaughts at British soil. Behind these military forces

## Soldier Shot, Another Charged With Murder

NIAGARA FALLS, Ont., July 14—(CP)—Private William E. Moulton, 32, of Stratford, Ont., was arrested today and charged with murder in connection with the death of Private Andrew Phillips, 30, of St. Marys, Ont., said by police to have been shot earlier in the day at the Perth Regiment camp in Queen Victoria Park. Police said Phillips was shot through the abdomen with a steel bullet from a .303 calibre army rifle. The bullet pierced Phillips' body and lodged in the ground 12 feet farther on. Phillips failed to survive an emergency operation during which he was given three transfusions by fellow-members of the non-permanent unit.

## N. Y. - Britain Air Service

NEW YORK, July 14—(CP)—Trans-Atlantic flights between New York and the British Isles via Montreal and Newfoundland will be started within a month, it was announced Saturday by Airways Atlantic Ltd., a subsidiary of the British Overseas Airways Corporation. The planes 25-ton four-motored flying like the Cabot and the Caribou, in trans-Atlantic mail service last summer, will carry mail and an unannounced number of passengers. They will carry no protective arms. The British terminal was not announced.

## A WAFFLE REMINDS ONE OF A BAKED CROSS-WORD PUZZLE



(Continued on page 7, Col 5)

(Canadian Press)

Dawson	37-71
Vancouver	44-79
Edmonton	42-67
Regina	50-73
Winnipeg	52-71
Ottawa	55-73
Montreal	55-78
Quebec	55-77
Sainy John	50-73
Halifax	51-74
Charlottetown	54-74

Maritime East: Fresh winds, mostly fair and warm, followed by scattered thundershowers. The weather has been comparatively cool in the Prairie Provinces, with showers in Alberta. Thundershowers have also occurred in Northern Ontario, while in the Lower Lake region it has been fair and moderately warm. High tide this morning at 8:00 and tomorrow evening at 7:26. Sun sets this evening at 7:45 and rises at 4:28 tomorrow morning. Summerside tide eighteen minutes later than Charlottetown.

THE CAR FERRY SAILINGS

Leaves Borden 7 A. M., 9.45 A. M., 1.00 P. M., 4.45 P. M.
Leaves Tormentine 8:15 A. M., 11.00 A. M., 3.15 P. M., 6.20 P. M. (A. S. T.)

SUNDAY SERVICE

June 16th to September 8th inclusive:—
Leaves Borden 9 A. M., 7 P. M.
Leaves Tormentine, 10.15 A. M., 8.10 P. M. (A. S. T.)