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BRITISH CABINET DRAFTS PEACE PROGRAM

NAZI PRESS INFLAMES

DEPICT CZECHS AS RUTHLESS AGGRESSORS

Press Campaign Similar To That Adopted Preceding March Into Austria.

By Guardian's Special Wire
BERLIN, Aug. 30.—Headlines in the German newspapers today recorded every tavern brawl in Czechoslovakia, invariably representing the Czechs as ruthless aggressors.

The press campaign coincided with an approach to a state of preparedness for war in the air, on land and on sea that was unprecedented since the Great War.

The situation in many respects recalled that prevailing in Austria when the regime of Chancellor Kurt Von Schuschnigg was under fire in dispatches to the German press.

The papers then represented the Austrian people as in a white heat of indignation leading many Nazis to declare, "Germany must intervene to establish order."

Reports Played-up
A report of a knife fight in which two Sudeten Germans were wounded in a Czechoslovak village appeared with the caption, "Czechs Besiege Sudeten Village—Gendarmes Vainly Ask Military Assistance."

And the organ of Paul Joseph Goebbels, Minister of Propaganda, began the same story with the words:

"From all parts of Sudeten land come alarming reports of bloody and violent Czech methods. Like a hail of bloody terror villainous which is rampaging through German villages looting and maltreating the population."

Another story said "German school children are habitually (Continued on page 9, Col 8)

Once Proud Austrian Figure



Before the German Anschluss, Richard Schmitz was mayor of Vienna, and an impressive figure in his official regalia, as is shown in the photo on the left, taken in 1936. The Nazi coup placed him in



"protective custody" in a concentration camp, and the photo at the right shows him as he appears today. The picture was taken as he faced an official interview in the camp at Dachau, Bavaria.

Island Not Included In Federal Works Projects

OTTAWA, Aug. 30.—The Public Works Department tonight announced the following contracts have been awarded:

Cribbin's Point, N. S., dredging, Beacon Dredging Co., Ltd., of Halifax, at about \$16,801.
Dingwall, N. S., extension to south breakwater, J. P. Porter and Sons, Ltd., of Montreal, at about \$12,303.

St. Mary's River, N. S., dredging, J. P. Porter & Sons, Ltd., of Montreal, at about \$50,000.
Malagaish, N. S., wharf improvements, William Harnay, of Quebec, at about \$17,929.

Larry's River, N. S., dredging, Fundy Construction Co., Ltd., of Halifax, at about \$28,647.
Yarmouth, N. S., dredging, St.

ARMS ORDER INVESTIGATION WILL BE MADE

Question Will Be Brought Before Parliament States Defence Minister.

OTTAWA, Aug. 30.—(CP)—Defence Minister MacKenzie said tonight he would ensure that a necessary motion would be made at the next session of Parliament to bring before the Public Accounts Committee the Bren machine gun contract awarded the John Inglis Company of Toronto.

Mr. MacKenzie, just back from a trip to British Columbia, said he might have some further statements later this week on the criticisms of the John Inglis contract contained in a recent magazine article by Col. George Drew of Guelph, Ont.

The Minister attended cabinet council this afternoon and it was presumed some discussion occurred there over the article's criticism of the Bren machine gun contract by which the John Inglis Company of Toronto will manufacture 7,000 guns for the Canadian Government and 5,000 for the British Government.

Last session, when questioned on this and other contracts, the Minister told the House any or all of them should be referred to the Public Accounts Committee. But only those matters which have already appeared in the auditor general's report may be referred to that committee and it was impossible to make the reference last session since the report covered only expenditures up to the end of the previous fiscal year.

As the Minister responsible for (Continued on page 9, Col 4)

PUBLIC INSPIRING ADDRESS TO SERVICE CLUBS

Rev. T. William Jones Heard At Enjoyable Function At Beach Grove Inn.

Comradeship and an appreciation of our heritage were the keynote in an inspiring address delivered last night at Beach Grove Inn before a joint meeting of Gyro, Rotary, Y's Men's and Kinsman Clubs by Rev. T. William Jones, M. A., D. D., pastor of Calvary United Church, Montreal, and member of the Gyro Club of that city.

"The basic principle of all organizations," said Dr. Jones, "is comradeship, fellowship, friendship or whatever you like to term what describes a gathering that lends warmth to the heart, feeds its members inspiring thoughts and performs helpful service. It is in that spirit we are gathered here tonight and without it our organizations could not live. Yet we must realize that there are many places in the world where such gatherings are impossible. We must guard against loss of this right here and believe that if we could only get men to sit down together in a spirit of good fellowship we could rid the world of most of its troubles. Because it is the men we don't know that we hesitate to trust. All our programs must be built around this principle for whatever else you do if it is your purpose to make the life of the community happier, cleaner, finer, you must let this feeling of goodwill grow."

"Another great principle I wish to emphasize," said Dr. Jones, "is an appreciation of our heritage. We should awaken in our own minds and in the minds of those around us a knowledge of the richness of the heritage we share with the other members of our Commonwealth and with our neighbor to the south. It was not an easy thing to acquire. Our forefathers bled and died for this freedom we enjoy. As I read the story of our nation of the struggle for freedom I believe that our great neighbor to the south, it was not writing so thrilling as the progress we have achieved and are enjoying today in this regard. But there is a real danger that men will forget. Especially the younger men and it is to be regretted that children may not enjoy this heritage. In Hyde Park, London on any Sunday you may see the

(Continued on page 9, Col 8)

Decisions At Special Session Kept Secret; France Takes Firm Stand

Ministers Remain Within Call For Emergency—Chamberlain Reports To King.

(By J. F. Sanderson, Canadian Press Staff Writer)
LONDON, Aug. 30.—(C. P. Cable)—The British Cabinet today agreed in emergency session at 10 Downing Street on a broad, comprehensive program to bring peace to troubled Europe.

The general impression was that an appeal will be made to Chancellor Hitler of Germany to fall in line with Great Britain's peace policy, remove outside pressure upon Czechoslovakia and let Viscount Runciman bring the Czech Government and the Sudeten Germans together to patch up their quarrels.

The Government kept its own counsel on decisions reached at the meeting but it was understood the exact line it would follow depends upon three factors:—

1. The extent and reality of Czechoslovak concessions to the Sudeten German minority.
2. The nature and extent of pressure exerted from outside on the Czechs and Sudeten Germans.
3. The spirit in which the Germanic minority meets proposals by the Praha Government for a settlement of the minority demands for autonomy.

Canada and the other Dominions were being kept fully informed on the situation, it was officially stated.

Returns To Berlin
Sir Neville Henderson who attended the meeting, will return to Berlin tomorrow or Wednesday to resume his duties as British Ambassador.

Possibly he will carry a semi-personal note from Prime Minister Chamberlain to Chancellor Hitler, but certainly he will make whatever representations the British Government deemed wise.

The whole purpose of the Chamberlain Government seemed to be to do nothing which might add to the tension. It still pinned its faith apparently on Lord Runciman, the unofficial British mediator in Praha, believing there continue to be some hopes he will be able to get the Czech and Sudeten Germans together. Meanwhile London will concentrate on removing obstacles from his path.

Official quarters believed the situation was no worse, but certainly no better, than for the last few days. That condition may last until Konrad Henlein, leader of the Germanic minority, meets President Benes of the Czechoslovak Republic.

Mr. Chamberlain left tonight for Balmoral, Scotland, to report to the King on the situation. Practically all other ministers, including Foreign Secretary Viscount Halifax, are remaining in London to watch events closely.

Eighteen of the 22 cabinet ministers left through tense quiet watchers on Downing Street to the meeting in the Prime Minister's official residence. Before it started the Prime Minister and Mrs. Chamberlain took their customary stroll through nearby St. James's Park.

The session lasted 2 3/4 hours. Lord Halifax reviewed the Czech-German situation. Sir Neville Henderson gave his views on Nazi Germany's possible moves and an official communique stated:—

"At the conclusion of the meeting the ministers expressed entire agreement with the action already taken and the policy to be pursued in future. No further meeting will be arranged but the ministers will be remaining within reach of London."

Absent from the gathering were Lord Stanley, the Dominions Secretary now in Canada, Lord Halifax, the Lord President of the Council, Dr. E. L. Burgin, Transport Minister, and Lord Zetland, secretary of state for India and Burma.

Reorganization of the old Board of railway commissioners into a transport commission was effected by the measure and the necessary additions to staff and other changes are being made but it was stated preliminary arrangements had not been completed in time to give full effect to the measure by Sept. 1.

New Transport Regulations Are Delayed

OTTAWA, Aug. 30.—(CP)—Main features of last session's legislation creating the Transport Commission with jurisdiction over air and water carriage as well as railways, will not be effective Sept. 1 as originally proposed.

Transport Minister Howe said today that regulations proposed for the measure, and control of rates for carriage by air would not be placed in operation until later. It had already been indicated that regulations proposed for carriage of package freight between Quebec and head of the lakes would not be imposed until Jan. 1 next.

The "agreed charges" provision would enable railways to enter into arrangements with shippers for special rates apart from the regular tariffs and was looked upon as an aid to the rail carriers in meeting competition from highway trucks.

Reorganization of the old Board of railway commissioners into a transport commission was effected by the measure and the necessary additions to staff and other changes are being made but it was stated preliminary arrangements had not been completed in time to give full effect to the measure by Sept. 1.

Premier King Is Confined To Home

OTTAWA, Aug. 30.—(CP)—Prime Minister Mackenzie King continues to suffer from the sciatic affliction which has kept him confined to his home for the past week and was looked upon as an aid to the rail carriers in meeting competition from highway trucks.

Reorganization of the old Board of railway commissioners into a transport commission was effected by the measure and the necessary additions to staff and other changes are being made but it was stated preliminary arrangements had not been completed in time to give full effect to the measure by Sept. 1.

World News In Brief

QUAKE SHAKES LOS ANGELES
LOS ANGELES, Aug. 30.—(AP)—A strong earthquake shook Los Angeles at 7:21 p. m. (11:31 p. m. EDT) tonight. The shock, a swaying east-west motion lasting several seconds, was felt in downtown Los Angeles and more heavily in the harbor district and beach cities. No damage was reported.

CONDITION UNCHANGED
MONTREAL, Aug. 30.—(CP)—Condition of Sir Andrew MacPhail, eminent Montreal physician, historian and writer, though serious, was unchanged and he was in no immediate danger, hospital officials reported here tonight. Sir Andrew was stricken with paralysis last week at his summer home at Orwell, P. E. I., and entered hospital here Saturday.

SUFFER HEAVY CASUALTIES
LONDON, Aug. 30.—(CP Havas)—Japanese airplanes killed or wounded nearly 1,000 civilians yesterday in a raid on Kingsham, 100 miles northwest of Hankow, the Chinese Embassy here was advised tonight by cable. More than 200 bombs were dropped in the raid, the message from the Chinese Government said.

SUCCUMBS TO INJURIES
WESTVILLE, N. S., Aug. 30.—(CP)—Clarence MacIntosh, 50, of Westville died in hospital at New Glasgow, near here, today from injuries received when he was struck by a motor-driven train bound from New Glasgow to Pictou. Railwaymen said he had been walking along the track.

COULD NOT REMAIN ALOOF
LONDON, Aug. 31.—(Wednesday)—The British press generally agreed today that Tuesday's cabinet meeting proved without doubt that Great Britain, while primarily concerned with maintaining world peace, could not stand aloof in the event Germany provoked war over the Czechoslovak issue.

REPORTS STALIN INJURED DENIED
MOSCOW, Aug. 30.—(CP Havas)—Reports Soviet leader Joseph Stalin had been injured in an automobile accident were formally denied here tonight. (Warsaw newspapers today reported Stalin had been hurt when his car, driven by the German chauffeur Erik Schulze, ran down and killed a motorcycle guard, swerved off the road and crashed into a tree. The chauffeur was arrested for "criminal sabotage" the report said, while Stalin was said to be carrying his arm in a sling.) Authorities here insisted they had knowledge of the reported accident.

FOUR ARABS KILLED IN CLASH
JERUSALEM, Aug. 30.—(CP Havas)—Four Arabs were killed today in battles with British troop detachments.

Three were slain when a British troop unit fought a running battle with an armed band who earlier stopped a bus near Kafrakana, held up the passengers, freed an Arab prisoner guarded by a Jewish policeman and fled towards the hills.

The fourth was killed during a skirmish between troops and another terrorist force in the Nablus region.

Spanish Civil War Reaches Stalemate

HENDAYE, France, Aug. 30.—(AP)—The Spanish civil war lapsed into a new stalemate today, insurgent and Government dispatches indicated. There were only minor raids and advance guard skirmishes on all fronts.

On the Ebro River front, the struggle precipitated July 25 by the government's surprise offensive in south Catalonia appeared to have ended, temporarily at least, with the government still clinging to the west bank of the river.

On the Estremadura front of southwestern Spain, where lines have been remodelled by insurgent offensive and Government counter offensive within the past six weeks, both sides were reported resting.

UNITED STATES CONCERNED

Believes Europe At Crossroads Between Peace And War.

WASHINGTON, Aug. 30.—(AP)—The German-Czech crisis attracted grave attention here today. United States officials took the view that Europe is at a crossroads, and that a choice between the roads marked "peace" and "war" may soon be made.

President Roosevelt, returning from Hyde Park, received state secretary Hull for a half-hour they had, as Hull said later, a general discussion of the international situation.

Prior to going to the white house, Hull conferred with his advisers from the European division of the department. On his return he called a number of high officials of the department into his office for a conference.

At his press conference Hull would not comment on the situation or on his talk with the president.

At present every American ambassador or minister in the strategic centres is at his post. They are keeping in close touch with the fast-moving events in Europe.

The opinion here is that the forthcoming convention of the Nazi party at Nuremberg may be the climax of the German-Czech crisis. This opens next week Hitler is scheduled to make a number of speeches. They may be a definitive statement of German policy.

Tentatively Identify Body Of Transient

MONCTON, N. E., Aug. 30.—(CP)—Royal Canadian Mounted Police tentatively identified today the transient who was crushed to death in the railway yards here yesterday when he fell under the wheels of a moving train as Lester Bourque of the Megdalene Islands, Henry Bastarache, Moncton, told R. C. M. P. he had worked in Bass River, N. S., with a man whose appearance resembled the victim.

Will March To The Aid Of Czechs

(By HENRY C. CASSIDY Associated Press Staff Writer)

PARIS, Aug. 30.—(AP)—Premier Edouard Daladier's "National Defence" Government has affirmed once more the French determination to march to the aid of Czechoslovakia in case of a German invasion.

A Foreign Ministry spokesman announced tonight that Foreign Minister Georges Bonnet emphasized this stand during a two-hour review of the German-Czechoslovak issue before the cabinet today and that the policy was voted full approval by the Ministers.

The spokesman said no new vote would be sent to Berlin immediately, lest it arouse further animosity, but that the French position already had been made clear to the German Government in the course of recent contacts.

GIVEN INSTRUCTIONS
Mr. Bonnet conferred with Charles Corbin, Ambassador to London, tonight giving him full instructions to carry across the channel tomorrow when he returns to his post after a vacation.

Premier Daladier's Government also issued a decree stepping up the working hours of defence industries, while motorized army units held war games near the German and Swiss frontiers.

The French war games in the Besancon region coming shortly before British naval manoeuvres in the North Sea, were considered jointly by some sources as an exposition of both French and British defence equipment.

PREVIOUSLY SCHEDULED
Involving some 30,000 troops the Besancon manoeuvres were scheduled before the present crisis arose.

The Cabinet in a three-hour meeting gave unanimous approval to a review of the European situation by Foreign Minister Georges Bonnet who was said to have reaffirmed France's traditional policy of non-alignment for her central European allies.

Daladier summoned a new Cabinet meeting for Friday.



(Canadian Press)

TORONTO, Aug. 30.—Minimum and maximum temperatures:—

Victoria	48	70
Edmonton	48	68
Regina	50	84
Winnipeg	50	86
Toronto	52	71
Ottawa	52	76
Montreal	54	64
Quebec	54	64
Saint John	48	70
Halifax	52	66
Charlottetown	52	70

FORECAST
Maritime Provinces: Moderate winds; partly cloudy; probably showers near Nova Scotia coast; not much change in temperature. High tide this afternoon at 3:09 and tomorrow morning at 2:35. Sun sets this evening at 6:44 and rises tomorrow morning at 5:20. First quarter moon Sept. 1, 1:29 p. m. Summerside tide eighteen minutes later than Charlottetown.

THE CAR FERRY SAILINGS
Leave Borden 7 a. m. 9:45 a. m. 1 p. m. 4:45 p. m. Tormentine 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 8:10 p. m.