Canada's Nickel Producers Aim To Retain World Lead

By GORDON GRANT
Canadian Press Staff Writer

Use of nickel is growing rapidly and Canadian producers now turning out about 86 per cent of non-Communist world demand, are determined to remain the No. 1 factor in international markets.

W. G. Dahl, vice-president of Falconbridge Nickel, said last week demand should double in the next 11 years as consumption is growing at a rate of 5½ per cent compounded annually.

He said this means nickel enjoys one of the fastest growing markets of all metals in general use today.

However, one prominent Toronto analyst who specializes in nickel and nickel stocks, said he thinks Mr. Dahl is conservative in his estimates.

"I think demand will double in about seven years and Canadian companies, particularly Falconbridge and International Nickel, will strengthen their grips on world markets."

Inco, the world's largest producer, a week ago announced a $78,000,000 expansion program slated for the next three years in the Sudbury, Ont., area which will increase its production by 20,000,000 pounds of nickel a year. Inco delivered about 440,000,000 pounds in 1964.

TOPS EXISTING PROGRAM

But this doesn't take in a $100,000,000 expansion program under way already, one which will increase production by 60,000,000 pounds.

In the next three years Inco will open nine new mines; seven in Ontario and two at Thompson, Man.

Falconbridge has two new mines in the works, both in the Sudbury area. It is also interested in developing a mine in the Dominican Republic but plans have been postponed because of unsettled political conditions there.

Total Canadian production of nickel in 1964 amounted to about 548,000,000 pounds, comprising 440,000,000 pounds by Inco, 78,000,000 pounds by Falconbridge and 30,000,000 pounds by Sherritt Gordon. World production was 640,000,000 pounds.

Last week President Johnson signed a bill suspending the 1¼-cent-a-pound duty on refined nickel entering the U.S. As a result, Canada's nickel producers reduced their price a like amount.

The move, though, will not expand markets for Canadian nickel in the U.S.

"This was a move designed to give specialty steel producers a better chance to compete against exports," an analyst said.

BREWERIES DECLINE

Elsewhere on the business scene, Canadian Breweries reported sharply reduced earnings for the first nine months of this year. But more importantly, there seems little hope of the picture brightening soon.

Chairman J. P. Taylor said: "Any important improvement in the company's affairs should not be anticipated in the short-term future."

Roy Nose, director of the brokerage firm A. E. Osler, said Canadian Breweries' earnings have been declining for some time and "it would appear that the rate of decline is accelerating."

The main problem seems to be in the U.S. market where competition is fierce and where Canadian Breweries had been strong in the past.

In that tough market, the Carling Breweries subsidiary took its first loss in "many years," with sales volume falling about 10 per cent compared with an industry gain of three per cent.

TRIES REMEDY

Canadian Breweries, with assets of more than $340,000,000, is trying hard to remedy its problems.

Mr. Nose says the most significant move in this direction has been a shake-up in top-level management.

Meanwhile, Loblaw Cos. Ltd. appears to be in fine shape. It announced a 30-per-cent dividend increase on A and B shares to 38 cents from 29.

President George Metcalf said sales and earnings in the June to August quarter were the best in Loblaw history, but he didn't give any figures.

Cigarette smokers are apparently puffing harder these days. At least they're smoking more Rothmans than ever before.

President John H. Devlin told the annual meeting that sales increased seven per cent in the July-September period from the same period last year, which saw a record set in sales.

REPORTS MAKE NEWS

Royal commissions also made news.

The report on Windfall Offs and Mines Ltd., which took more than a year to prepare, was delivered to Premier Robarts of Ontario and is expected to be made public this week.

Mr. Justice Samuel Hughes of the Supreme Court of Ontario said the inquiry into Atlantic Acceptance Corp., the loan company now in receivership, will probably take about two years.

Atlantic went under in June and took a number of other companies with it. Involved were millions of dollars and several interlocking directorships. It is Mr. Justice Hughes' job to untangle the complicated affair.

ON THE AIR

The following program listings are published free of charge as a public service and appear as presented to us by the stations concerned.

TUESDAY PROGRAMS

CFCY-TV

1.30 p.m.—Musical
2.00 p.m.—Film Festival
3.00 p.m.—To Tell The Truth
3.25 p.m.—Take Thirty
4.00 p.m.—Moment of Truth
4.30 p.m.—Magic Boomerang
5.00 p.m.—Wild Bill Hickok
5.30 p.m.—Music Hop
6.00 p.m.—39 Half Hours for TV
6.30 p.m.—Gazette
7.00 p.m.—CFCY TV News
7.15 p.m.—TBA
7.30 p.m.—Gilligan's Island
8.00 p.m.—Lucy-Desi Comedy Hour.
9.00 p.m.—Red Skelton
10.00 p.m.—Front Page Challenge
10.30 p.m.—Dick Van Dyke
11.00 p.m.—Freetime Political Liberal
11.15 p.m.—Freetime Political P.C.
11.30 p.m.—Public Eye
12.00 p.m.—CBC TV News
12.13 a.m.—Local Weather
12.15 p.m.—Sign Off

CKCW-TV

10.27 a.m.—Station Sign On
10.30 a.m.—Nova Scotia Schools'
11.30 a.m.—Station Sign Off
12.45 p.m.—Tuesday Playbill Stolen Identity
2.30 p.m.—At Home with Helen Crocker
3.00 p.m.—To Tell the Truth
3.30 p.m.—Take Thirty
4.00 p.m.—Moment of Truth
4.30 p.m.—Razzle Dazzle
5.00 p.m.—Toytown ITV
6.00 p.m.—Supper Club
6.15 p.m.—TV News
6.25 p.m.—TV Weather
6.30 p.m.—TV Sports
6.35 p.m.—Supper Club
7.00 p.m.—Musical Showcase
7.30 p.m.—Dr. Kildare
8.30 p.m.—Sumnerizing Sports
9.00 p.m.—Red Skelton
10.00 p.m.—Front Page Challenge
10.30 p.m.—Dick Van Dyke
11.00 p.m.—New Magazine
11.30 p.m.—Background
12.00 p.m.—CBC TV News
12.15 a.m.—Viewpoint
12.20 a.m.—Lionel Network News
12.30 a.m.—Station Sign Off

CFCY

TUESDAY

6.30—News and Weather
6.35—Morning Roundup
6.45—Island Weather, Mar. Temp.
6.46—Morning Roundup
6.55—News and Weather
7.00—Hebrew Christian Hour
7.15—Morning Roundup
7.30—News and Weather
7.35—Farm Report
7.41—Morning Roundup
7.45—Island Weather, Mar. Temp.
7.46—Morning Roundup
7.56—Sports Capsule & Scoreboard
8.01—News
8.11—Weather
8.16—Morning Roundup
8.45—Weather
8.50—Atlantic News Roundup
8.58—Thought For Today
9.00—News & Voice Reports
9.11—Preview Commentary
9.16—Notes and Music
10.00—News and Weather
10.05—Notes and Music
11.00—News and Weather
11.30—Montague Entertains
11.05—Notes and Music
11.40—Bulletin Board
11.50—Notes and Music
11.55—Atlantic News Roundup
12.00—Weather
12.05—Town and Country Time
12.30—News and Weather
12.45—Town and Country Time
1.00—News and Weather
1.05—Town and Country Time
1.15—What's On Tapp
2.00—News and Weather
2.05—Mostly Music
3.00—News Headlines and Weather
3.03—Trans-Canada Matinee
3.30—Tops In Pops
4.00—News Headlines and Weather
4.03—Canadian Roundup
4.10—Tops In Pops
5.00—News and Weather
5.05—The Outports
5.25—Marine Weather
5.28—The Outports
6.00—News and Weather
6.15—On Parliament Hill
6.20—Today's Editorial
6.25—Sports Parade
6.30—Business Barometer
6.35—Tonight's Music
7.00—Back to the Bible
7.45—Program Schedule
7.46—Lone Guide Program
8.00—Assignment
8.58—News Headlines and Weather
9.00—Christian Frontiers
9.30—Choirs In Concert
10.00—CBC Nat. News, On Parliament Hill and Speaking Personally
10.30—Music Scene
11.00—News and Regional Weather
11.05—Starlight Serenade
11.30—News and Weather
11.35—Starlight Serenade
12.00—CBC News, Maritime Weather and Sports

CBA RADIO

TUESDAY

6:00—The Morning Show, Part 1
7.00—The Morning Show, Part 1
8:00—CBC News and Inland Weather
8:15—Maritime Sportscast
8:22—The Morning Show, Part 2
8:35—Leave It To Bennet
9:00—CBC News
9:11—Commentary
9:16—A.M. Chronicle
10:30—To Market With Musia
11:00—CBC News
11:05—Lois Marshall
11:15—For Consumers
11:20—Record Album
11:30—The Archers
11:45—Two For A Quarter
12:00—Jamboree Junction
12:15—Boy Meets Girl
12:30—Maritime Farm B'Cast
1:00—CBC News and Weather
1:15—Reg Time With Read
1:45—The Open Road Show
1:59—D.O. Time Signal
2.00—The Open Road Show
2:45—Talks from the BBC
3:00—CBC News
3:03—Trans Canada Matinee
4.00—CBC News
4:03—Canadian Roundup
4:10—Music In The Air
5:00—Mar. Fish. B'Cast
5:20—Tempo
CBC Note Book
6:00—CBC News
6:15—On Parliament Hill
6:20—Today's Editorial
6:25—Inland Weather and Sports Scores
6.30—Business Burometer
6:35—Music In The Evening
7.30—Christian Frontiers
8.00—Assignment
8:30—Continental Holiday
9.00—Remembers This
10.00—CBC National News. On Parliament Hill and Speaking Personally
10.30—The Johnny Holmes Show
11:30—Presenting Michele Legrand
12:00—CBC News
Marine Weather
12.03—Sports Scores, Inland and
12:15—Music In The Night

Steel Industry Is Retiring Old Facilities

CLEVELAND (AP) — Steel makers are shifting production to their most economical units, with higher costs stemming from the new labor contract accelerating the retirement of outdated facilities, Steel magazine says.

It says the development is evidence by U.S. Steel's plan to place open hearths and blast furnaces at its McKeesport, Pa., plant on standby in November and supply the plant's semi-finished steel needs from the nearby Duquesne Works, which is equipped with modern basic oxygen furnaces.

"The move reflects changing market conditions," the metal-working weekly says. "As mill order backlogs shrink and consumers restrict purchases pending liquidation of excessive strike hedge stocks, retirement of outmoded equipment is certain to be stepped up."

It points out that one big reason is that open hearth production potential runs 40 to 60 hourly while the basic oxygen furnace can turn out 300 tons during the same period.

The magazine reports that ingot production dropped last week for the fifth straight week and says a further decline is predicted, but adds that output for the year is expected to hit a record 129,000,000 to 130,000,000 tons. It estimates last week's production at 2,200,000 tons, a drop of 59000 tons from the preceding week.

Steel's price composite on steelmaking scrap dropped 34 cents to $29.83 a gross ton last week. Its composite on finished steel held steady at $151.80 a net ton.

FISH SWIM FAR

Salmon have been known to migrate 930 to 2,270 nautical miles across the Atlantic Ocean.

Kremlin Has Strong Blast For Peking

By FRED W. COLEMAN

MOSCOW (AP)—The Kremlin issued its strongest attack on China in months Sunday after two new Soviet efforts to improve relations had been ignored by Peking.

What irked Moscow was the Chinese government's use of Li Tsung-jen, a former acting president of Nationalist China, for a propaganda offensive against the Soviet Union.

Pravda, organ of the Soviet Communist party, was critical of a press conference Li held a week before in Peking. Li's defection was announced by Peking July 20. He had been living in the United States since 1950 and Peking made the most of his defection.

The Chinese government brought in foreign correspondents from Hong Kong for Li's press conference. Americans were not invited.

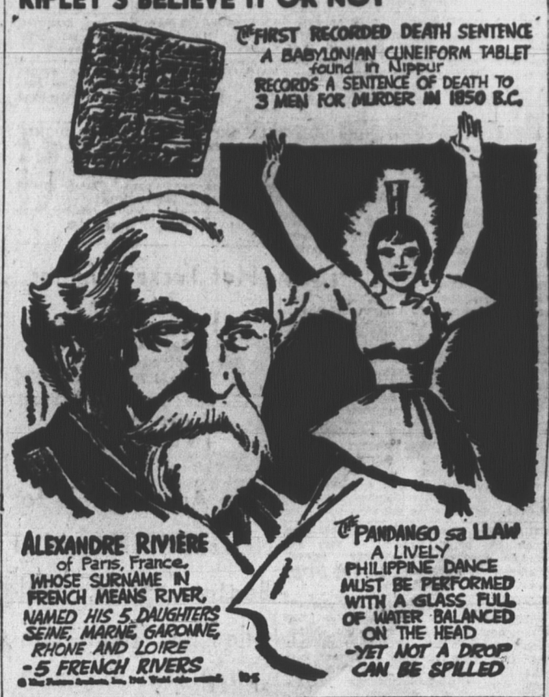
Pravda said Li had "advised smashing the CPSU (Communist Party of the Soviet Union.")

Pravda called Li an enemy of communism who had executed thousands of Chinese Communists in his day as a nationalist leader.

It called Li "a man for whom the garbage heap of history is the only fitting place."

Nevertheless, Pravda continued, "the Peking people's daily, organ of the Chinese Communist party, gave space to his anti-Soviet remarks."

RIPLEY'S BELIEVE IT OR NOT

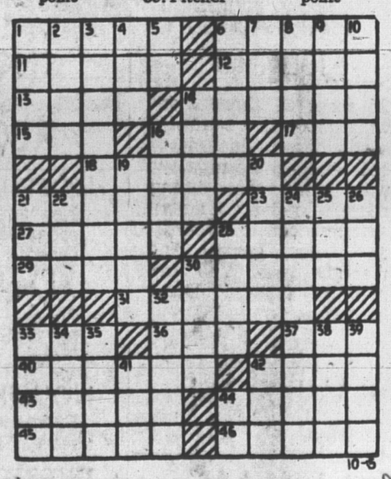


DAILY CROSSWORD

ACROSS
1. Sheltered inlets
6. Last king of Troy
11. Famous mission
12. Spear
13. Defile
14. Crayon
15. Small lizard
16. Constellation
17. Append
18. Nonentity
21. Scoffed
23. Reverberate
27. Insert
28. Weighed
29. Flat-topped hill
30. Boat basin
31. Least moist
33. Resort
36. Sick
37. Sherbet
40. Public procession
42. Barge
43. Swiftly
44. Ignominy
45. More unusual
46. Lamprey fisherman

DOWN
1. Sleeveless garment
2. Viking
3. Hugeness
4. Type measures
5. Thus
6. Beg
7. Flowed
8. Quechuan Indian
9. Tart
10. Combination at pinochle
14. Poke
16. Incite
19. Mountain nymph
20. Periods of time
22. Man's nickname
24. Compass point
24. Dangerous
25. Fowl
26. Harem room
28. Asiatic weight
30. Measure
32. Addition to a bill
33. Ship pole
34. Father
35. Sandarac tree
38. Approach
39. Pitcher
41. War hero
42. Novel by Rider Haggard
43. Compass point

Yesterday's Answer



DAILY CRYPTOQUOTE — Here's how to work it:

A X Y D L B A A X R
is L O N G F E L L O W

One letter simply stands for another. In this sample A is used for the three L's, X for the two O's, etc. Single letters, apostrophies, the length and formation of the words are all hints. Each day the code letters are different.

A Cryptogram Quotation

O L I N R T S E T D S U O I F U D O I Z O ,
Y H O O R L Z L E I Z V K U S T O T D
I F U D O O Z I V T O T U S . — Y I Z X H S

Yesterday's Cryptoquote: DEMOCRACY IS GOOD. I SAY THIS BECAUSE OTHER SYSTEMS ARE WORSE.—NEHRU

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CONTRACT BRIDGE

By B. JAY BECKER

North dealer.
North-South vulnerable.

NORTH
♠ 4
♥ KJ6
♦ AQ1074
♣ AJ95

WEST
♠ A85
♥ 84
♦ J8
♣ K10763

EAST
♠ KQJ10962
♥ 53
♦ 9653
♣ —

SOUTH
♠ 73
♥ AQ10972
♦ K6
♣ Q62

The bidding:

North	East	South	West
1♦	3♠	4♥	4♠
5♥	Dble		

Opening lead—queen of clubs.

When an unusual bid occurs at the table, whether the bid is made by the opponents or your partner, you are supposed to try to figure out what that bid means.

Some bids are so startling that you know very well they don't mean what they say. The problem which then arises (of figuring out what the bid means) is not always easy to solve.

Let's say you have the West hand and your partner doubles five hearts on the sequence shown. It makes no sense to assume that East suddenly found a couple of aces in his hand which he overlooked when he made the preemptive overcall of three spades.

After all, it is almost universal to play a three spade bid in this sequence as showing a weak hand with lots of spades. Usually the overcall denotes an absence of defensive tricks, though it is of course possible to have one.

Hence, the double of five hearts cannot reasonably indicate the high-card strength necessary to take three defensive tricks. The double is bound to be conventional, that is, it must be based on a hand containing a void with the prospect of a right opening lead beating the contract.

A spade lead being barred, you have to choose between a club or a diamond. The choice is not 100 per cent clear and either lead might turn out right or wrong in a given hand, but the odds heavily favor a club lead. This conclusion can be reached on the simple basis that the opponents are more likely to have seven clubs between them than eleven diamonds.

If you lead a club, the contract goes down one or two, depending on whether declarer elects to finesse. Assuming he does, your partner ruffs, returns a spade, and you give him another ruff to defeat the contract one trick. If declarer does not finesse the opening lead, which is certainly possible, he goes down two.

OUR BOARDING HOUSE MAJOR HOOPLE

GRANDMA MICKEY MOUSE — ETTA KETT — SECRET AGENT X-9 — NUBBIN — HENRY — THE LONE RANGER — JOE PALOOKA — MUGGS & SKEETER — L'IL ABNER