

### First Of Canadian Navy To Serve At Allied Hdqs.

OTTAWA, (CP) — Sub-Lieut. Claire Marie Gagnon, 23, of Caspascap, Matapedia County, Que., will be the first member of the Canadian Navy to serve at Supreme Headquarters, Allied Powers in Europe.

### BIRTHS, MARRIAGES, DEATHS

**BIRTHS**  
MacRAE — At the P. E. I. Hospital, July 14th, to Mr. and Mrs. Milton MacRae, a son John Milton.

**MARRIAGES**  
KONKEL-BAGNALL — At Park Street Congregational Church, Boston, Mass., by Rev. Calvin Malefy, on Saturday, July 10th, Margaret Pauline, daughter of Mr. and Mrs. Pope Bagnall, Hunter River, P. E. I., to Henry Joseph, son of Mr. and Mrs. John Konkell, Lynn, Mass.

**DEATHS**  
RACKHAM — At Wheatley Rives on July 15, 1954, George Chester Rackham, in his 81st year. Remains are resting at the Andrew's Funeral Home until this evening, then transferred to his late residence from where the funeral will take place on Saturday, July 17 at 2 o'clock. Burial in the Wheatley River cemetery.

**PERSONALS**  
Mrs. Walter Boyle has returned from Toronto, where she enjoyed a pleasant holiday with friends.

**PERSONALS**  
Mr. and Mrs. C. B. Edwards and family, from Willowdale, Ontario, are now holidaying in the Province.

**PERSONALS**  
Mrs. William Hunter and two children of Winnipeg arrived by air to visit her parents, Mr. and Mrs. J. A. Fraser, Goodwill Ave.

**PERSONALS**  
Guests of Mr. and Mrs. Mack Vickerson, Cornwall, are Mrs. John MacKinnon and children of Toronto and Mr. Robert Richards of Medford, Mass.

**PERSONALS**  
Mr. and Mrs. L. B. MacMillan, Charlottetown, who have been absent from the Province since June 23, are enjoying a pleasant holiday at a Massachusetts seaside resort.

**PERSONALS**  
Mr. and Mrs. D. C. Phillips of Brookline, Mass., who arrived by plane on Tuesday, are the welcome guests of their son-in-law and daughter, Mr. and Mrs. Wendell Mutch, at Southport Motor Court.

**PERSONALS**  
Mr. Forbes Rhude, formerly of Montague, business editor of the Canadian Press with headquarters at Toronto, has arrived in the Province with Mrs. Rhude to spend a few weeks holiday. While here, Mr. and Mrs. Rhude will be the guests of Mr. and Mrs. T. G. Ives, 52 Longworth Avenue. Mrs. Ives is a sister of Mrs. Rhude.

### CITY & DISTRICT

**COOK'S for Perfect Pictures.**  
**BOY'S TAXI** Dial 6500-2608.  
**JIMMY'S TAXI** — Dial 7878, 1870 or 5522.  
**CRASWELL for Better Photographs.**

**FRESH SWEET PEAS** at the Market this morning.  
**"YOUR DOLLAR BUYS MORE"** at the HUGHES DRUG STORE.

**BALANCE OF SUMMER** coats going at 1/2 off, Kennedy's Ladies Wear.  
**POST CARDS,** souvenirs and handicrafts. The Island Book Room.

**"WE TREAT THE SICK WELL,"** Giggy's Pharmacy, open evenings till 8 o'clock.  
**THREE PIECE DAVENPORT** — In Rich Wine and Green Velour — Special Price. Toombs Music Store.

**FAIRVIEW ON SERVICE** — The regular Rocky Point ferry, "Fairview," which has been replaced by the "Montague II" for the past nine days, has been repaired, and resumed her regular schedule yesterday afternoon.

**UPTON GOSPEL CHAPEL,** Dundas Centre, services for Sunday, July 18: Sunday School 10:30 a.m., evening service 7:30 p.m., with special singing by male trio. S. Christensen, speaker. All welcome.

**POLICE COURT** — In City Police Court, yesterday morning before Magistrate K. M. Martin, the case of a man charged with operating a motor vehicle while under the influence of intoxicating liquor was adjourned till today. A case of non-support was also adjourned till today.

**WINSLOE PASTORAL CHARGE** — The United Church of Canada. Services Sunday are as follows: Winsloe North 9:45 a.m., Highfield 11 a.m., Glasgow Road 3 p.m.; Winsloe South 7:30 p.m.; Sunday School 10:30 a.m. All are welcome. Heber Hardy, minister.

**HUNTER RIVER PASTORAL CHARGE** — The United Church of Canada. Services on Sunday, July 18th, as follows: Hampshire 9:45 a.m.; North Wiltshire, 11:15 a.m.; Hunter River, 7:30 p.m. Rev. C. R. Moase, B.A., B.D., Minister.

**THE PRESBYTERIAN CHURCH** in Canada. Central Parish. Services next Lord's Day are as follows: Clyde River 11 a.m., S.S. 10 a.m.; Canoe Cove 3 p.m., S.S. 2 p.m.; Nine Mile Creek 7:30 p.m., S.S. 11 a.m. Rev. Donald Nicholson, Minister.

**FORMER ISLANDER DIES IN U.S.A.** — Word has been received by Mrs. Allan MacKay, 25 Birchwood Street, City, of the death Thursday at Waltham, Mass., of her father, Richard E. Elliott, formerly of Elliott's Mills, P. E. I. Funeral services are being held Sunday at Waltham, Mass.

**HEAVY RAINFALL** — From two a.m. until 2:30 p.m. yesterday the record amount of 1.41 inches of rain fell where recordings were made at the Experimental Station by Mr. Warren Burns. Considering the fact that the rain fell intermittently, the downpour at certain times was quite heavy. Previous to yesterday's rainfall the total for the month of July was only .51 inches. June was a very dry month with only 1.65 inches of rain.

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### Lack of Clarity Current Feature Of Geneva Conference On Indo-China

By JAMES MARLOW  
Associated Press Staff Writer  
At this moment the clearest thing about the Geneva conference on Indo-China is lack of clarity. Visibility should improve in the next few days. The conference is near a climax.

The Communists have victory within their grasp. But if their appetite is too big Indo-China might turn into a shooting war that could involve the United States.

The French for almost eight years have been fighting the Communist-led Vietminh in Viet Nam, one of Indo-China's three states. Now they want peace.

It seems certain French Premier Mendès-France, meeting at Geneva with Russia's Molotov and Red China's Chou En-lai, is willing to let the Vietminh have the northern part of Viet Nam while the French retain the southern half.

Being able to force the French into this kind of settlement would, by itself, be a clear victory for the Communists. That much, and no more, seems certain now.

What isn't clear is this: Will the Communists demand only half of Viet Nam or all of it? And if only half, on what conditions? And if all, on what conditions?

### U. S. Investors Pour Money Into Canada; More Than 600 Million Last Year

OTTAWA, (CP) — United States investors, attracted mainly by Canada's oil and mineral resources, boosted their stake in this country last year to a record \$8,000,000,000.

U. S. investment in Canada increased by more than \$600,000,000 during the year. Five out of every six dollars went into direct investments—concerns controlled in the United States.

The influx of American money continued post-war trend which has seen U. S. investments in Canada increase 72 per cent since the end of 1945, the bureau of statistics said Thursday in its annual report on the balance of international payments and investments.

Despite this heavy flow of U. S. dollars, Canadian money still has financed much the largest part of a country's capital investment in recent years, the bureau said. Canadians have a larger share of the total investment than before the war.

The inflow of long-term capital last year more than offset a \$450,000,000 deficit in current international transactions, mainly caused by a switch in foreign trade which turned a 1952 trade surplus of \$489,000,000 into a deficit of \$57,000,000 last year.

The bureau's report showed U. S. investment holdings totalled 70 per cent of the total foreign investment in Canada of \$12,300,000,000.

Most of the U. S. holdings are in direct investments—in American-controlled concerns—\$5,000,000,000 in all, compared with \$2,304,000,000 in 1945. Another \$1,855,000,000 is in government and municipal bonds and a further \$1,500,000,000 is in portfolio investments in corporation stocks and bonds.

Highlight of the \$500,000,000 increase in direct U. S. investment is the emphasis on oil and mineral resources. Some \$330,000,000 of new money flowed in to finance U. S. undertakings and three-quarters of that was for oil and minerals.

Petroleum exploration, development and refining received \$150,000,000 in U. S. capital and another \$104,000,000 went into mining. The figures were the highest on record.

On top of the \$330,000,000 in new direct investments, \$170,000,000 in profits of U. S.-controlled firms was plowed back into new capital development.

**NO BRITISH FIGURES**  
The government report had no corresponding figures for the amount of British investment in Canada at the end of last year. For 1952 the total was \$1,886,000,000, a post-war record.

Although most British investments are composed of holdings of Canadian stocks and bonds, direct British investments in Canada stood at \$543,000,000 in 1952 and another \$42,000,000 in new capital entered the country from Britain during 1953.

"Important British investment in 1953 took place in Canadian companies engaged in the manufacture of aircraft, electrical cables, chemicals and other products, and in petroleum and financial enterprises," the report said.

Dealing with the share of Canadians in their own development, the bureau said that despite large amounts of foreign capital in petroleum and mining "there are other areas of investment—of which farm property and residential real estate are examples—in which most of the capital is of Canadian origin."

**FOREIGN DEBTS DOWN**  
In 1953, Canadian governments and corporations owed 16 per cent of their funded debt of \$24,500,000,000 to foreign investors as against more than one-third in 1952. In 1951, non-residents owned 32 per cent of Canadian industry, compared with 38 per cent in 1950.

Against the total of \$12,300,000,000 of foreign assets in Canada last year, Canadians owned \$6,900,000,000 in assets abroad for a net indebtedness of \$5,700,000,000.

### L'Aventure On Visit To Montreal

MONTREAL, (CP) — The French navy's fisheries patrol frigate, L'Aventure, arrived Thursday making her seventh annual visit to Montreal.

The frigate, formerly the Royal Navy's HMS Braid, will remain in port until July 21. She is commanded by Capt. M. Hiribarren.

### Man Sought For Murder Found Dead

REDDING, Calif. (AP) — Clifford Berg, hunted for the strangulation of his Canadian bride, was found dead in her car at the Redding airport Thursday.

Police indicated the 39-year-old man had taken his own life.

The airport is in the area, south of Redding where police chief Scott Linecum was directing a wide search for Berg.

The body of Mrs. Beth Jackson Berg, 25, was found in her apartment Wednesday.

Chief Scott Linecum said a man, believed to have been Berg, telephoned Rev. A. J. Mass, minister of Trinity Lutheran Church.

"This is Cliff," he called said. "Go to the landlady and get the key to the apartment. And whatever you find there may God be my judge."

Then the man asked Mass to make burial arrangements for Mrs. Berg, adding, "take care of her because I won't be around tomorrow."

Chief Linecum said he believed Berg had fled to the Costonwood area, about 15 miles south of Redding.

Linecum said he had received a telegram from the woman's brother, Fred Jackson of Smith Falls, Ont., inquiring about the case.

The former Miss Jackson and

### Brothers Meet After 35 Years

Two brothers met in Charlottetown this week and had difficulty recognizing each other. They had parted in Sydney, N.S., thirty-five years ago and had not seen each other since. They are now exchanging early reminiscences, and the reunion is proving a most enjoyable one for both of them.

The brothers are Messrs. John Baker, foreman of the Iron Foundry at the local plant of Hall and Staver Ltd., and James Baker, plant manager of the Colonial Broach Company, of Detroit, Michigan.

Mr. James Baker is making his first visit to this Province, and is delighted with his summer attractions. He planned two weeks' stay and now wishes he had arranged for a longer vacation.

Newfoundlanders by birth, both brothers worked in Sydney thirty-five years ago, when James left for the United States.

### Bank of Canada Burning Money Faster Than Ever

OTTAWA, (CP) — The Bank of Canada has always had money to burn, but it is burning it faster than usual these days.

The reason for this stepped-up monetary arson is the new issue of bills due to make their debut sometime this Labor Day.

The bank burns up about \$2,000,000 a day in old money, and prints the same amount of new bills. Some \$1,500,000,000 will be "born" in the bank before the end of the year. The same amount will be "cremated" by the gas-fires in the bank's basement, two floors below the street.

Normally the bank turns out \$10,000,000 a week, but in the case of the new bills it isn't sure if this will be enough. A bank spokesman says "We shall get ready for the public's curiosity about the new bills and anticipate it as best we can."

The new issue has Queen Elizabeth's picture on the front and Canadian landscapes on the back.

### Modern Story Of Treasure Island Told In Court

BRISTOL, England (CP) — A modern "Treasure Island" story of British Columbia's Fraser river, involving an alleged attempt at ship-sveek and a plucky apprentice, was told Thursday in court.

Two youths, Robert Emonds and Charles Martin, both 18 and of London, were committed for trial on three charges arising from an incident aboard the 5,000-ton British motor vessel Trelevan, at New Westminster, B.C., May 31.

They were charged with committing an act tending to the imminent loss of the ship by removing a pin from the steering gear, conspiring together to delay the sailing of the ship, and stealing a metal pin worth 70 cents.

J. C. Perks, prosecuting for the British Shipping Federation, told the magistrate's court that only the action of a young apprentice, Richard Thomas of London, saved the ship from going aground in the swift river current.

The ship carried a cargo of timber valued at \$1,000,000.

Perks charged that Emonds and Martin, sailors aboard the Trelevan, met a girl while ashore in New Westminster and decided to delay the ship's sailing so that they could stay in port. He said their plans were overheard by Thomas, standing nearby on the shadowy deck.

Thomas, he said, reported to the bridge pilot as orders to sail were being given and the mechanism was repaired in time.

Emonds and Martin reserved their defence and were released on bail of \$50 each.

### RISK RATES ZOOM

LONDON, (AP) — Lloyd's underwriters Thursday raised shipping risk rates for all Indo-Chinese ports, except Saigon, from two shillings to 11 per 100 pounds, effective immediately. Thus the insurance cost becomes 10 times the previous charges for war, strike, riot and civil commotion risks. The rate for Saigon goes up to five shillings from two shillings.

### IN MEMORIAM

In memory of Benjamin Matheson of Brookfield, who departed this life July 16, 1929.

Remembered by the Family.

### IN MEMORIAM

In loving memory of our dear mother, Mrs. Frank Willoughby, who died July 1945.

However long our lives may last, Whatever lands we view, Whatever joy or grief be ours, We will always think of you.

Sadly missed by Hudson, Brian, Carol, and Frankie.

### IN MEMORIAM

In loving memory of our dear daughter and sister, Mrs. Frank Willoughby, who died nine years ago today.

We smile before the public, But the cross is hard to bear, To part with you, it was so hard, Your sufferings we could not share.

Sadly missed by mother and father, and sisters.

Aberg were married at Edmonton during the Second World War.

### Famous Choir To Be Heard Here Sunday

The Princeton Theological Seminary Choir from Princeton, New Jersey, will make its first appearance in Charlottetown this coming Sunday, July 18, when they will be the guests of both Zion Presbyterian and Trinity United Churches in holding services at 4 p.m. and 8 p.m., respectively.

The choir, which is presently composed of 18 students of the Princeton Seminary, is under the capable direction of Dr. David Hugh Jones, F.A.G.O., A.S.G.A.P., who has been the Director of Music at the Princeton Seminary since 1934. He is a charter member of the Westminster Choir College and a composer of sacred music which is sung by many leading choral organizations.

The members of this choir are all college graduates, now preparing for full-time Christian service. They are representatives of the Seminary's student body of 478 young men and women who come from every state in the United States and many foreign countries. They will conduct the entire service.

The musical portion, which constitutes the integral part of the service, is sung entirely from memory and part without accompaniment. The repertoire represents the finest choral music, including the works of Palestrina, Lotti, Bach, Handel, Haydn and Mendelssohn, as well as those of several contemporary European and United States composers, and some Negro spirituals.

### NINTH ANNUAL TOUR

This is the 9th annual summer tour of the Princeton Choir. During this time it has sung in every state in the Union, Alaska, the Hawaiian Islands, Cuba, Mexico and Canada. Last summer, upon invitation from the Far East Command, the singers toured Korea and Japan, singing for military personnel and for many national churches and schools. This year the choir is visiting 11 northeastern states and five provinces of Canada, singing several times a day in churches, colleges, military camps, hospitals and other places wherever the opportunity arises. Altogether it has sung more than 2,000 times and has appeared in over 1,000 structures.

Over-flow audiences greet this choir wherever it appears. So much have they moved listeners with their harmony and inspiring devotional periods that many have made it a point to hear this group more than once. It is little wonder it has become recognized as the greatest influential factor in the United States to wards recruitment for the Christian ministry.

The public are cordially invited to join with the Charlottetown Presbyterian and United Congregations when this Choir appears Sunday.

### 8,000 Attend Garden Party

LONDON, (CP) — The Queen held the first of two Commonwealth garden parties Thursday and 8,000 guests swarmed over the lawns of Buckingham Palace to view the Royal family.

Among the guests were 150 debutantes, including 26 Canadian girls, who an hour earlier had been formally presented to the Queen in the gilt and red plush ballroom of the palace.

Among the Canadian belles were Catherine and Esther Prudham, daughters of Miss Ann Ballantyne and George Prudham. Also present was Diana Willgess, daughter of Dana Willgess, permanent Canadian delegate to NATO and now in London for the convertibility progress talks.

After the garden party, the 26 girls were invited to a reception held by agent-general J. S. P. Armstrong of Ontario, whose daughter Marion was presented.

Other Canadian girls received royally included Ann Ballantyne and Judy Trenholme of Montreal, June Hazen of Saint John, N.B., and Mary Desborough of Chester, N.S.

Guests attending the garden party included service personnel stationed in the United Kingdom, Dean Charles Smalley — Baker of Toronto's Osgoode Hall, Rev. Angus Cameron of Montreal, and pianists Harry and Margaret Heap of Winnipeg.

### Flood Waters Of Danube Recede

VIENNA — (AP) — The battle against rats, disease and famine is underway in Austria and Germany in the wake of the worst floods in central Europe in centuries.

The yellow flood waters of the Danube river and its tributaries slowly ebbed from the thousands of sodden, weakened and sometimes totally destroyed homes and farms of 70,000 persons.

Throughout the flood area, sanitary crews sought to eliminate the danger of disease by destroying thousands of dead cattle, pigs, sheep and chickens.

Rats, driven from their holes by the water, roamed the streets in a search for food.

### Greensheaf Plymouth Baler Twine

For best results at lowest prices use Plymouth Baler Twine.

Dillon & Spillett Wholesale and Retail

### Armed Forces Studying Needs In Detail And Planning Ahead More Carefully

By DAVE MCINTOSH  
Canadian Press Staff Writer  
OTTAWA (CP) — The armed forces are embarked on a shake-down run and looking to the future.

Defence officials said Thursday the services now have a better opportunity to study their needs in detail and to plan ahead more carefully.

When the Korean war came along, Canada was thrust into a flurry of defence activity. Personnel, construction and equipment procurement and stockpiling expanded tremendously.

This semi-busting became known as a "crash" program. Officials say that because things had to be done, and done quickly, they sometimes cut corners, and didn't always get the best value for the \$5,000,000,000 spent in three years.

The new policy is the "long haul." The forces have about reached their planned strength. Now that they know where they stand they can settle down to oil the works.

Officials said the object is not so much to cut defence expenditures—though that should be a by-product—as to get better value for the money spent. The defence appropriation in the current fiscal year is \$2,010,000,000.

Defence Minister Campney said recently in an interview: "There will be steady activity to increase efficiency and to make improvements and savings."

The shake-down program was well under way when the former defence minister Brooke Claxton, retired July 1.

There is no present thought here of increasing the defence appropriation next year. The tendency will rather be to reduce it if possible. The forces now have a strength of 113,000 and this number will probably be increased only slightly.

There are several recent examples of the shake-down process. The 47,000-man militia is being overhauled to tie it more closely to the needs of the regular army in case of emergency. An example in the regular army itself is the new training program under which the recruits get more individual attention.

SEEK CHEAPER SHIP  
The navy five years ago wanted a new, modern anti-submarine vessel with all the latest equipment. The result was the destroyer escort, which has required more time and money than expected. When the 14 on order have been commissioned, no more will be produced.

Instead, the navy hopes to acquire a smaller and cheaper vessel to do the same job and is making plans for it.

The RCAF last fall adopted a new system for aircraft repair which, it feels, is saving money and time. And it has mapped out its aircraft program for the next six years.

### Light Traffic On Alaska Highway

WHITEHORSE, Y.T. (CP) — Light tourist traffic was reported moving Thursday over Canadian sections of the Alaska highway washed out earlier this week by flooding creeks and lakes.

Army engineers are believed to have erected temporary Bailey bridges along the highway 140 miles north of here to replace wooden and steel trestles carried away by the flood waters.

Scores of tourists, most of them Americans, were reported stranded in Whitehorse this week. The flooding was at mile 1,066, between the Haines junction cutoff to Skagway and the southern tip of Klunane lake.

The gravel-surfaced road stretches 1,533 from Dawson Creek, B.C., to Fairbanks, Alaska, and is maintained by engineers of the northwest highway system.

PARIS, (Reuters) — Police here and on the French Ivory Coast are investigating the disappearance of 90 uncut diamonds worth \$125,000. The diamonds were being sent by air mail in a registered packet from the Ivory Coast by a mining company to its Paris headquarters. They disappeared before their departure June 5.

### Festival Held At Falconwood

One hundred and eighty patients at Falconwood Hospital spent an enjoyable afternoon on Wednesday when they were guests at a strawberry and ice cream festival on the spacious grounds of the hospital.

The Ladies and Ladies Pipe Band which was in attendance under the direction of Pipe Major Burke, added considerably to the enjoyment of the function. Treats were also provided for the patients who could not attend the festivities on the hospital grounds.

Dr. A. J. Murchison, Director of Mental Health, expressed his gratitude to all concerned for the success of the afternoon's entertainment.

### Buying Spree On N. Y. Stock Market

NEW YORK, (AP) — The first 3,000,000-share day since April 6, 1953, sent the stock market to a new high since 1929 Thursday.

Numerous shares gained \$1 or more.

The Associated Press average of 60 stocks closed up 4 cents at \$131, the highest mark it has reached since Oct. 22, 1929.

There was no special news to account for the buying spree. The market has been in an uptrend for months, and this was simply an extension of it.

### Save On Food

- SUGAR, 10 lbs. .... 83c
- LARD, Swift's, lb. .... 25c
- AYLMER BEANS, 20 oz., 2 for .... 35c
- BROKEN PEKOE TEA, lb. .... 79c
- TIDE—2 boxes, large size, for .... 63c
- COLGATE'S SOAP, 3 bars .... 27c
- PALMOLIVE SOAP, 4 bars .... 37c
- PUREX TOILET TISSUE, 2 for .... 25c
- Robin Hood
- FLOUR, 24 lb. bag .... \$1.59
- Robin Hood
- CAKE MIX, Golden & White with coupon, 2 for .... 45c
- PLANTERS PEANUT BUTTER, 16 oz. ... 39c
- Robin Hood
- PIE CRUST, 2 for .... 39c
- Raggedy Ann
- PEACHES, 4 tins .... 69c
- FANCY MIXED COOKIES, lb. .... 39c

### FRUIT & VEG. DEPT.

- TOMATOES, pkg. .... 25c
- CUKES, 2 for .... 33c
- ORANGES, 2 doz. .... 59c
- CANTELOUPE, lge., each .... 29c

### MEAT & FISH DEPT.

- MILK FED
- CAPONS (chicken) lb. .... 49c
- CHICKEN LOAF, lb. .... 59c
- PRESSED HAM (cooked) lb. .... 89c
- Cottage
- ROLLS