

U.S. Senate Makes Claim Canadian Diplomat Red

By GEORGE KITCHEN
Canadian Press Staff Writer
WASHINGTON (CP)—A United States Senate investigating committee Thursday released evidence accusing a Canadian diplomat of being a Communist and seeking to link him with one of the principals charged in the Soviet spy ring exposed in Canada in 1946.

The accusations against E. Herbert Norman, Canadian Ambassador to Egypt were contained in a U.S. government security report read into evidence Wednesday by Robert Morris, committee counsel, before a closed meeting of the internal security sub-committee.

Do It Now Slogan Stirs Red Anger

OTTAWA (CP)—Smiles, chuckles and outright bellylaughs Friday night constituted the general reaction among government officials to an official protest to Canada by Communist Hungary.

Dispatches from Budapest said Hungary has filed an official protest against a Canadian stamp cancellation.

The stamp cancellation, one of many used by the post office department, bears the legend "Why wait for spring? Do it now."

Letters have apparently been received in Hungary bearing this cancellation mark. The Communist paper Nepszabadsag said the letters had been returned to the senders in Canada and that the slogan invites Hungarians to revolt against the Red government.

The Hungarian note to Canada, transmitted through the British Legation in Budapest, said the postmark "gave evidence that the Canadian government is not led by the desire to develop peaceful relations but would welcome new counter-revolutionary activity and bloodshed in Hungary."

It added a "firm demand that the Canadian government organs immediately halt these activities."

Holding their sides, officials here explained that the stamp cancellation is only part of a general government program to encourage Canadians to get home repairs and odd jobs done during the winter.

External Affairs Minister Pearson, apparently not amused, said he has not received the protest.

But he added that any protest based on the stamp cancellation is "ridiculous, absurd and too childish."

citizen of Russian parentage, who was one of the principals implicated in the exposed Soviet military intelligence operation in Canada.

The accusations marked the second time in six years that the sub-committee has sought to link the Canadian diplomat, a long-time member of the Canadian diplomatic service, with communism.

In 1951, it made public a charge by a witness that Norman had attended a school for young Communists at Cape Cod, Me., in 1939.

At that time, the Canadian external affairs department filed a strong protest with the U.S. state department saying Norman, then acting head of the Canadian delegation to the United Nations, had been double-checked for security.

The Canadian government expressed complete faith in Norman. The security report alleged, without elaborating, that Norman "was identified in February of 1940 as a member of the Communist party."

It also charged that one of the witnesses to Norman's marriage to Laura Irene Clark in 1935 was "one C. P. H. Holmes who has been identified as Charles P. H. Holmes, born in Japan in 1910 and known as a Communist and active in the Communist underground in Ottawa."

At one stage in Wednesday's hearing here, Senator Arthur V. Watkins, a committee member and a Republican from Utah, remarked:

"If he is a Communist, secretly Hungary has filed an official protest against a Canadian stamp cancellation.

"Of course, I would assume that the Canadian government, being probably just as much opposed to communism as we are, would take very effective measures to determine whether he was or was not."

"Any man would have the right to assume, until the contrary was shown, that he was not a Communist, because of the well-known attitude of Canada with respect to communism and their close relationship with us in this fight in the cold war."

QUESTION COUNSELOR
Norman's name was brought into the sub-committee's hearings during questioning of John K. Emerson, counselor of the American Embassy at Beirut, Lebanon, who testified about his relationships with Norman in Japan in 1945 when, Emmerston said, the Canadian was working "in the counter-intelligence corps."

Under persistent questioning by committee members as to whether Norman ever indicated any Communist tendencies, Emmerston said he could recall nothing to indicate the Canadian was a Communist.

"In searching my memory," he told the sub-committee, "I simply cannot recall any statements, any conversations of his which would lead me to the conclusion that he was a member of the Communist party."

The sub-committee also questioned Emmerston closely on his relationships with Norman in the Middle East, even asking whether their wives corresponded. Emmerston said they did not.

DAILY MARKET QUOTATIONS

| SUMMARY | |
|---|--|
| By THE CANADIAN PRESS Toronto—Market easier in moderate trading. | |
| New York—Stocks lower; industrials decline. | |
| Montreal — Market mixed in moderate closing trading. | |

| Currencies | |
|---|--|
| MONTREAL (CP) — The U.S. dollar Monday closed at a discount of 4 7/16 per cent in terms of Canadian funds, down 3-32. | |
| Pound sterling \$2.66 9-16, down 11-16. | |

| Toronto Stocks | |
|--|--|
| TORONTO (CP) — The stock market was irregular Monday after a session of active trading and generally easier prices. Base metals had nearly two declines to each gain and Western oils losses held a slightly majority. | |
| Uranium was hit by profit-taking throughout the session but at the close, most of the losses were slightly reduced by some fresh buying. Pronto had a 65-cent gain at \$7.30 and Consolidated Denison was off a point at 21 1/2. | |
| International Nickel and Calumet bridge each lost more than a point to lead senior base metals lower. Junior and gold losses ranged to 35 cents. Advocate, however, was added 65 cents to \$9.65 and Acme added 20 cents at \$7.50. | |
| Canada Southern Pete gained 35 cents at \$7.60 but other notable western oil price changes were on the downside. Del Rio was off 20 cents at \$5.15 and Triad had a similar loss at \$7.50. Canadian Homestead dipped 15 cents to \$2. | |
| Index results: Industrials .05 to 452.58; golds .49 to 76.00; base metals .05 to 208.40; western oils .14 to 158.41. | |

| TORONTO CLOSING STOCKS | |
|--|---------|
| By THE CANADIAN PRESS Toronto Stock Exchange—March 18 (Quotations in cents unless marked s, c—AMD Inv. sdx—dividend—, xr—rights—aw—warrant—s.) | |
| Net | 100 1/2 |
| Bank | 100 1/2 |
| High | 100 1/2 |
| Low | 100 1/2 |
| Close | 100 1/2 |
| Change | 100 1/2 |

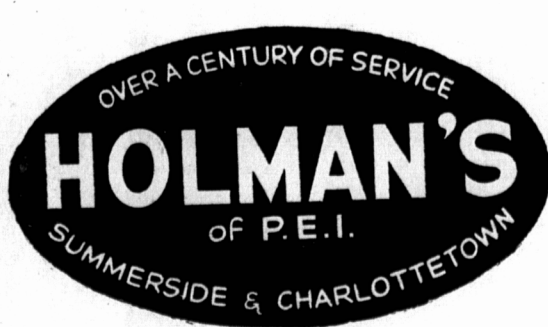
| Produce | |
|--|--|
| MONTREAL (CP) — Agricultural department quotations: | |
| Eggs: Wholesale dealers prices to country stations, wooden cases, extra-large 38 1/2; large 38 1/2; medium 37 1/2, small 35; B 34 1/2; C 28. Receipts 229. | |
| Butter: Current non-tenderable receipts 58; current tenderable receipts 58. Fresh-grade creamery milk non-tenderable 58 1/2; fresh wholesale tenderable 58 1/2. | |
| Cheese: f.o.b. factory, Ontario white 34; colored 34; delivered Montreal, Quebec white 33; colored 33; wholesale Ontario white 35 1/2; colored 35 1/2; wholesale Quebec white 34; colored 34. | |
| Potatoes: Florida white 50s 2.50; N.B. 75s 1.70-1.85; N.B. 50s 1.10-1.15; N.B. 10s 26-28; P.E.I. 75s 1.90-2.15; Maine 50s 1.10-1.15; California new white 100s 5.00-5.25; California white 50s 2.50. | |

| MONTREAL CLOSING STOCKS | |
|---|---------|
| By THE CANADIAN PRESS Montreal Stock Exchange—March 18 (Quotations in cents unless marked s, c—AMD Inv. sdx—dividend—, xr—rights—aw—warrant—s.) | |
| Net | 100 1/2 |
| Bank | 100 1/2 |
| High | 100 1/2 |
| Low | 100 1/2 |
| Close | 100 1/2 |
| Change | 100 1/2 |

| N. Y. STOCKS | |
|---|--|
| NEW YORK (AP)—The stock market scraped the 1957 bottom Monday as far as trading volume is concerned. | |
| The session was a continuation of the dawdling pace which has prevailed for the last month. Wall Street analysts ascribed the lack of participation to continued uncertainty about the Middle East situation. | |
| The Associated Press average of 60 stocks declined 60 cents to \$173.10. There were 20 new 1956-57 issues. | |
| Rising Canadian issues on the New York exchange included McIntyre, up one on sales of 2,000 shares. Also moving upward were Dome Mines and Walker-Goodman, ahead 1/4 each and Distillation, up 1/2. Down were International Nickel, off one, selling 2,000 shares, Aluminum Ltd. 1/4 and Hudson Bay mining 1/4. | |
| Gaining Canadian stocks on the American Stock Exchange included Richwell Petroleum, ahead 1/2 with a sale of 1,500 shares, 1-1/8. Lower were Precision East Dome, off 1/4, selling 5,300 shares and Shawinigan, down 1/4. | |
| What stocks did: Mon. Fri. Advances 300 463 Declines 248 282 Unchanged 1108 1088 | |


| Montreal Stocks | |
|---|--|
| MONTREAL (CP)—Industrials were mixed throughout a moderate session Monday on the Montreal and Canadian stock exchange. A few gains and losses ran over a point at the close. | |
| Base metals gave ground as International Nickel dropped 1/4 to 116 1/2 and Aluminum 1/4 to 116 1/2. Pipelines improved with Trans Mountain jumping two to 117 and Interprovincial 1/4 to 50 1/2. McColl lost 1 1/2 at 66 but other refining oils were narrowly better. | |
| In papers Consolidated, Howard Smith and Abitibi added major fractions while International dropped 2 to 92 1/2. Royal featured a better bank group with a 1/4-point improvement at 67. Utilities were mixed in a 1/2-point range with Southern Canada up at 58 and Shawinigan down at 83 1/2. | |
| Steels showed little change. Can- | |

| INDUSTRIALS | |
|-------------|---------|
| Aluminum | 116 1/2 |
| Andco | 116 1/2 |
| C. B. Roy | 116 1/2 |
| D. Magnac | 116 1/2 |
| U. Decalia | 116 1/2 |
| Nor Star | 116 1/2 |
| Simpsons | 116 1/2 |
| Walkers | 116 1/2 |



NEW CHINA & GLASS DEPARTMENT - NOW OPEN


Our Famous Assortment of Home and Continental glassware, china and novelties is now located on the second floor—opposite the stairway and elevator. Come in and enjoy an extensive and beautiful display just in time for your Easter Giving.



INTRODUCTORY SPECIALS

ENGLISH BONE CHINA CUPS AND SAUCERS, ASSORTED DESIGNS

Regular 1.15 to 1.50 ——— SPECIAL



HANDCUT TUMBLERS — "LAUREL LEAF" DESIGN, 9 oz. size

Regular .20c each ——— SPECIAL — 6 for 83c

CHINA DEPT.—HOLMAN'S BOTH STORES