

Cyclical Budgeting Theory Criticized By N.Y. Bank

- THURSDAY PROGRAMS
CFCY-TV
1:00 p.m. Afternoon Musicale
2:00 p.m. Hazel Helene
2:15 p.m. National School
2:30 p.m. National School
3:00 p.m. The Verdict Is Yours
3:25 p.m. Cross Section
3:30 p.m. Open House
4:00 p.m. Today at Home
4:30 p.m. Let's Look
4:45 p.m. Rope Around the Sun
5:00 p.m. Razzle Dazzle
5:30 p.m. Dick Tracy
6:00 p.m. Married Loan
6:30 p.m. Ke-board Melodies
6:46 p.m. CF CY TV News
7:01 p.m. Gazette
7:30 p.m. Highway Patrol
8:00 p.m. Star Performance
8:30 p.m. The Detectives
9:30 p.m. Nature of Things
9:30 p.m. My Three Sons
10:00 p.m. Defenders
11:00 p.m. Toronto Wrestling
12:00 p.m. CBC TV News
12:13 a.m. Local Weather
12:14 a.m. Viewpoint
12:20 a.m. Sign Off

By FORBES RUDE
Canada's Press Business Editor
Cyclical budgeting by governments is supposed to produce budget surpluses in good times and deficits in recessions. However, many critics feel that the theory is much stronger towards bad-time deficits than towards good-time surpluses.

The First National City Bank of New York expresses such an opinion in its current letter. It apparently regards as "optimistic" President Kennedy's forecast of a balanced budget for the fiscal year 1967-1968 and comments that while budget surpluses have been proposed in each of the last six presidential budget messages, surpluses were produced only in fiscal 1957 and 1959.

"The theory of compensatory finance has not worked," the letter says; "we have had prescribed increases in federal spending in periods of business recession but not the cutbacks in periods of prosperity. The tailoring of outlays to fit prospective revenues is a practical demonstration of the working of Parkinson's second law: 'Expenditure rises to meet income.'"

DEBT SOARS
When business is slow, government outlays are increased to produce more jobs. When business is good, they are increased because revenues are enlarged. The public debt moves inexorably higher. Income tax reforms—the secret of European prosperity—keep getting postponed year after year.

The World Bank and its associate.

Associate Defence Minister Retracts Red Tag Application

By KEN KELLY
OTTAWA (CP) — Associate Defence Minister Sevigny has erased the Communist label he pinned last week on the governments of British Guiana and Ecuador and expressed his regrets.

"I guess I was a little out of line in that speech," he told the Commons, referring to an address he made last Thursday in which he spoke of "South America where in just the last six months Communist governments have taken over British Guiana and Ecuador."

The speech evoked sharp denials from representatives of both countries in Canada and, after questions were asked about it in the Commons Friday, a demand by Prime Minister Diefenbaker that Mr. Sevigny explain himself.

Informants said Mr. Diefenbaker was angered by Mr. Sevigny's remarks and instructed him to correct himself publicly.

PASS ON TEXT
A text of the minister's statement Monday will be transmitted to the Canadian ambassador in Quito with instructions to relay it to the government of Ecuador, an informant said.

A similar course will be followed by the British high commission here which handles diplomatic affairs in Canada for British Guiana.

Mr. Sevigny's brief statement to the Commons Monday noted that reference was made in the House to the Quebec Association of Architects at Montreal.

"In that speech I voiced my concern over the spreading of the Communist ideology in various countries of the world. I made certain comments about British Guiana and Ecuador in this connection."

"I have since been satisfied that the governments of those countries are not Communist and I am glad to correct the statement I made."

"I also made some reference to the spread of communism in the Far East and to the threat thereby posed to the West. I wish to make it amply clear that I was referring only to the threat presented by the military strength of Communist China."

This sentence evidently related to a question Friday by opposition leader Pearson who asked Mr. Diefenbaker to comment on reports Mr. Sevigny had said "the yellow peril is one of the most terrible threats to western civilization."

4 YEARS FOR BURGLARY
MONCTON (CP)—Gordon Joseph Thompson of Kingston Ont., Monday was sentenced to four years in penitentiary in Dorchester, N.B. He received four years on each of two charges but sentences will run concurrently. Thompson earlier pleaded guilty to a charge of breaking into a store here last year and stealing \$682. A charge of placing an explosive charge in the safe at the store also brought a guilty plea.

CONTRACT BRIDGE

By B. JAY BECKER
South dealer.
Neither side vulnerable.

you. Many a hand is lost because declarer undertakes to do things that he can delegate the defenders to do for him. Examine this hand. South starts with four possible losers — two spades, a diamond and a club. The diamond and club losers are inevitable, there being no way of avoiding them, so all of declarer's thoughts are concentrated on saving one of the spade losers.



GIANT DOUGHNUTS BAKED IN SOUTHERN FRANCE ARE SO LARGE THEY MUST STAY IN THE OVEN A FULL WEEK

DAILY CROSSWORD
ACROSS
1. Bham
6. Black Sea port
11. Texas landmark
12. To decorate
13. majesty
14. Rhododendron "kin"
15. Game at cards
16. Palestine plain (Bib.)
17. Aloha greeting
18. Dick Whittington's town
21. Shivery
23. A fancy
27. Deft
28. Before (archaic)
29. Away from wind (naut.)
30. Modifies
31. Returns a loan
33. Alas!
36. Small water street (Venice)
37. Undressed cow hide
40. Circus funny-men
42. Spruce or hemlock
48. Shinto temple gateway
44. "way of prevention"
45. Rush of words
46. metabolism

DOWN
1. "I Love Lucy" gal
2. Oil (comb. form)
3. Car fuel
4. Jap. apricot
5. Thus and
6. Mississippi river
7. Girl's name
8. Dangle
9. Genealogy
10. White ant.
14. TV Griffith
15. Sole
19. More ancient
20. Very good (slang)
21. Mandarin tea
22. "Good King" form)
24. Soft leather gloves
25. To blunder (Rom.)
26. Turkish regiment
28. Sacred
29. Man's nickname
28. Perform
34. Hoof sound

1 2 3 4 5 6 7 8 9 10
11 12 13 14 15 16 17 18 19 20
21 22 23 24 25 26
27 28 29 30
31 32
33 34 35 36 37 38 39
40 41 42
43 44
45 46

DAILY CRYPTOQUOTE — Here's how to work it:
A X Y D L B A A K B
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, apostrophes, the length and formation of the words are all hints. Each day the code letters are different.

A Cryptogram Quotation
N W G D P H A T W V E A T W D E N
N E D W H P J T A . — T . A G Q S E D

Yesterday's Cryptogram: EACH SUCCEEDING DAY IS THE SCHOLAR OF THAT WHICH WENT BEFORE IT.—SYRUS

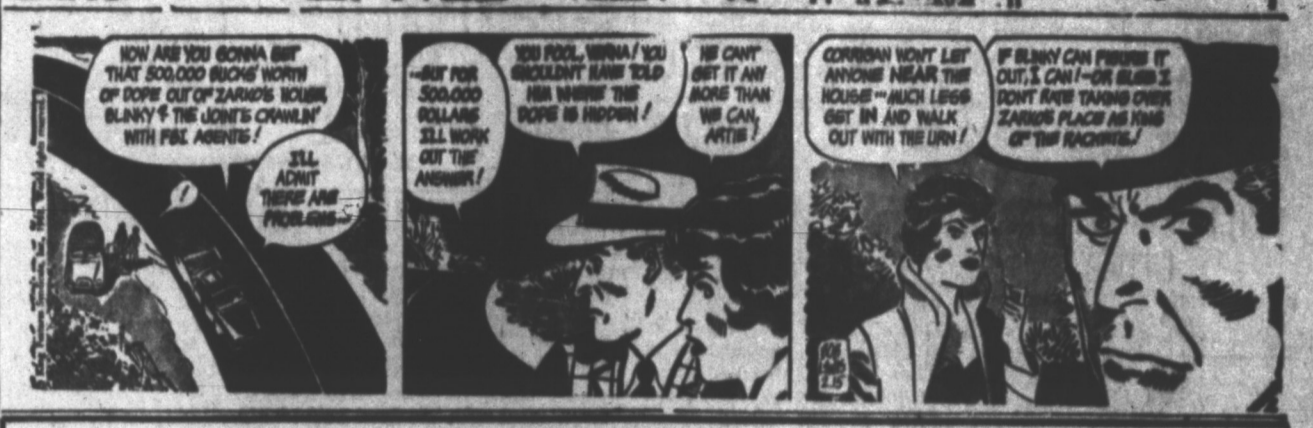
OUR BOARDING HOUSE MAJOR HOOPLE

YOU MAKE IT SOUND EASIER THAN A PAY-AS-YOU-GO FERRIS WHEEL, MAJOR. BUT I'M SO TIRED I COULD DOZE OFF ON THE BACK SEAT OF A MOTOR-CYCLE!

RECKON THE REASON TOADLEY SNAKEPIT WANTS US TO LIVE WIF HIM IN HIS BIG LONELY MANSION IN NOO YAWK, IS WELL, GIVE IT A HOMELY ATMOSPHERE — LIKE WE GIVE HIS CAR!!

RECKON THE REASON TOADLEY SNAKEPIT WANTS US TO LIVE WIF HIM IN HIS BIG LONELY MANSION IN NOO YAWK, IS WELL, GIVE IT A HOMELY ATMOSPHERE — LIKE WE GIVE HIS CAR!!

RECKON THE REASON TOADLEY SNAKEPIT WANTS US TO LIVE WIF HIM IN HIS BIG LONELY MANSION IN NOO YAWK, IS WELL, GIVE IT A HOMELY ATMOSPHERE — LIKE WE GIVE HIS CAR!!



Never Before Such an Offer!
How would YOU like YOUR KITCHEN completely RE-DECORATED... free of charge? Watch The White Hunter's ads for a special announcement.



TV CALLS
NITE or DAY
Day 4-3537 Nite 4-4172-4-5601
VAH'S RADIO & TV
204 Kent St. Ch'lewa

CKCW-TV
9:30 a.m.—Station Sign On
9:45 a.m.—Morning Devotions
Moncton Ministerial Association
10:00 a.m.—Romper Room
11:00 a.m.—Visit To England
11:30 a.m.—Program Resume
11:31 a.m.—Test Pattern Workshop
12:45 p.m.—News, Weather, Sports
1:00 p.m.—Thursday Playbill
Duel At Apache Pass
2:30 p.m.—National Schools
3:00 p.m.—The Verdict Is Yours
3:25 p.m.—Cross Section
3:30 p.m.—Open House
4:00 p.m.—At Home with Helen Crocker
4:30 p.m.—Let's Look
4:45 p.m.—Rope around the Sun
5:01 p.m.—Razzle Dazzle
5:30 p.m.—Dick Tracy
6:00 p.m.—Supper Club
6:15 p.m.—Television News
6:35 p.m.—Television Weather
6:50 p.m.—Television Sports
7:00 p.m.—TV Hour of Stars
8:00 p.m.—Hi Society
8:30 p.m.—Public Defender
9:00 p.m.—Nature of Things
9:30 p.m.—My Three Sons
10:00 p.m.—The Defenders
11:00 p.m.—Route 66
12:00 p.m.—CBC TV News
12:15 a.m.—Viewpoint
12:20 a.m.—CKCW TV News
12:25 a.m.—Sign Off

CFCY RADIO
THURSDAY
4:28—Sign On
6:30—News & Weather
6:35—Country & Western Roundup
6:55—News & Weather
7:00—Hebrew Christian Hour
7:15—Country & Western Roundup
7:30—News & Weather
7:35—CFCY Farm News
7:40—Country & Western Roundup
8:00—News
8:11—Weather
8:16—Country & Western Roundup
8:45—Weather
8:50—Morning Devotions
9:00—Morning Moods
9:25—Matinee with Austin Willis
9:30—Morning Moods
9:30—Pick Your Partner
9:35—Morning Moods
9:55—Kitchen Klatter Contest
10:00—News & Weather
10:05—Notes and Music
10:15—Pyramids
10:30—Notes & Music
11:00—News Headlines & Weather
11:02—News & Views on Groceries
11:15—Notes and Music
11:30—Purity Flour Jackpot
11:35—Notes & Music
11:55—Pyramids
11:58—Notes & Music
12:00—Weather
12:05—Mostly Music
12:30—News and Weather
13:43—P.E.I. Road Report
12:45—Mostly Music
1:00—News Headlines and Weather
1:02—Mostly Music
1:15—Tommy Hunter Show
1:45—Mostly Music
2:00—News Headlines & Weather
2:02—Hits and Encores
2:15—Atlantic School Broadcast
2:45—Hits and Encores
3:00—News Headlines & Weather
3:02—Hits and Encores
3:30—Pyramids
3:33—Hits & Encores
4:00—News & Weather
4:05—The Hit Parade
4:30—The Outposts
5:00—News & Weather
5:05—The Outposts (Cont.)
5:16—Program Schedule
5:17—The Outposts
5:25—Marine Weather
5:28—The Outposts (contd)
6:00—News & Weather
6:13—N.S. Road Report
6:15—Tonight's Music
7:00—Back To The Bible
7:30—News & Weather
7:45—Red Cross Program
8:00—Tonight's Music
9:00—Assignment
10:00—News, Inland and Marine
10:10—Matinee with Austin Willis
10:15—Starline Serenade
10:30—Court Of Opinion
11:00—CBC National News, News Roundup & Talk
11:30—Shadows
12:00—Dominion News
12:10—Sign Off

CBA RADIO
THURSDAY
7:00—News Sports and Weather
7:15—Breakfast Music
8:00—News Weather
8:15—Maritime Sportscast
8:21—Breakfast Music
9:00—A.M. Chronicle
10:00—A.M. Chronicle
10:15—Playroom
10:30—John Marshall
10:40—For Consumers
10:45—Name A Town
11:00—In Reply
11:15—Record Album
11:30—The Archers
11:45—The Maurice Pearson Show
12:00—Jamboree Junction

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