

Government Can Meet November CS Salaries

Election Threat Faces Commons

OTTAWA (CP)—Prime Minister Pearson eased a parliamentary crisis Thursday night with a statement that the government will be able to meet mid-month salary obligations of civil servants.

Intervening in a lengthy Commons debate on a money bill, Mr. Pearson said the government's obligations can be met without passing the bill.

He said the treasury board has made a thorough examination of all money bills to date under his instructions to see whether there was enough cash to meet mid-month civil service salaries and other contractual obligations of the government.

It was found after extensive work that the government could meet them.

The Conservative opposition, which had refused to pass the interim supply bill in nine days of debate, greeted Mr. Pearson's surprise announcement with jeers and laughter.

He gave no indication of how long the government could hold out without passage of the \$783,000,000 supply bill.

Mr. Pearson said arguments that second reading was the end of the matter were incorrect. Passage of the bill was not inevitable at that stage. There was committee study, possible amendments and final approval on third reading.

However, Mr. Pearson said he would still consider sending the bill to committee before second reading if the subject matter had not had more than two years study by the defence committee.

One of the strongest opposition statements of the day came from Conservative front-

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Minister Announces Appointment

The Hon. Daniel J. Macdonald, minister of agriculture has announced that Rita MacKinnon, Grand River has joined the Women's Work Division of the Department of Agriculture.

Miss MacKinnon is the daughter of Mr. and Mrs. Norbert MacKinnon and attended the Grand River school until she completed Grade 10. She then attended the Miscouche Regional High School where she completed Grade 12. She then attended the Institute Familial at St. Paschal, Quebec where she took the Domestic Science Course.

Miss MacKinnon will be working on extension and will be available to conduct courses organized by the Women's Institute groups in the province.

SEXY POSTER CRITICIZED

LONDON (AP)—There's a new Safety Council poster that shows June Palmer's almost-bare bottom, and the question is: Does it make viewers safety-conscious?

The Safety Council is mailing the poster to 20,000 factories to be posted on bulletin boards. June, a model, is shown with high heels in the air, her frothy, short evening dress up above her thighs, and a large expanse of flesh.

The wording: "Safe shoes prevent purfers."

Purfer is cockney slang for falling on your backside.

Gerald Mann, director of a magazine called Laboratory Equipment Digest, got one of the posters. He commented: "I'm certainly not narrow-minded, but this sort of poster has no useful purpose and isn't necessary. It makes people look at it—but not with safety in mind."

Told of Mann's reaction, a Safety Council spokesman said: "We believe the poster has impact. We don't think it's at all sexy."

The message, he said, was to bring home the point that if girls and women wear high-heeled shoes they may take a fall.

June commented: "If I had thought there was anything wrong in posing for the poster I wouldn't have done it."

Gromyko Continues Firm On Viet Nam Peace Stand

MOSCOW (CP)—Soviet Foreign Minister Andrei Gromyko refused Thursday to budge from the Kremlin's long-standing position that the United States must unilaterally halt its bombing of North Viet Nam as a prelude to any peace talks.

In a 2 1/2-hour talk with Canada's External Affairs Minister Martin, Gromyko was reported to have taken a tough line on Viet Nam, despite recent reports of new flexibility in Russia's approach.

The Soviet foreign minister was understood to have emphasized that in the Kremlin view there can be no question of concessions on the bombing issue. Furthermore, the bombing halt should be just one of a series of steps leading to a complete American withdrawal from Viet Nam.

Gromyko apparently offered

SEES LITTLE CHANGE

However, a Canadian spokesman said it was evident to Martin that there has been no drastic change in the Soviet position.

On Canada's proposal for enlarging the International Control Commission, the Russians were reported to feel that circumstances are not ripe. Canada is a member of the commission along with Poland and India.

Though the meeting with Gromyko yielded no concrete results on Viet Nam, Martin and his aides came away with at least one small dividend. The Soviet side appeared to recognize the importance of working for peace in Viet Nam. There is no feeling here that Canada is making a nuisance of itself.

Bunbury Man Wins 6-Row Barley Title

TORONTO (CP)—Four small champions were declared Thursday to wind up two days of pre-show field crop judging at the Royal Agricultural Winter Fair.

The fair will be opened today by David Beatty, Earl of North Sea and Brookby.

Wallace Hummel of Milk River, Alta., won the world barley championship with his entry of compans. Mr. Hummel previously won the title in 1955, 1956 and 1957.

He also was named champion of the 1966 two-row barley class.

B.B. Jones of Bunbury, P.E.I., was named six-row barley champion. He exhibited a sample of conquest.

TOOK TWO AWARDS
Tom Nicholson of Cecil Lake, B.C., was named world forage crop seed champion. Mr. Nicholson also won the astrisque clover class with a sample of tetra astrisque.

Henry Mondry of St. Basille-Grand, Que., was named world flax champion. Last year's winner was Harold E. Hansen of Ensign, Alta.

In judging Wednesday, Larry Hix of Belsker, Alta., won the world wheat championship with a sample of chinook. Mr. Hix, who won the title last year, was also champion in the spring wheat class.

In the winter wheat section, George Luco of Lethbridge was named champion. He won with a sample of the wynatta variety. Mr. Luco won the world title in 1963 and was spring wheat reserve champion in 1964.

Tom Bhatigan of Edmonton won the world oats championship with a sample of victory.

St. Pauline of Hainer, Alta., won the international seed potato title with an entry of the netted gem variety.

No world title was awarded since the competition in potatoes is limited to countries from which potato imports are not prohibited under the Destructive Insect and Pest Act.

Judging continues during the fair in other field crops but winners will not be world champions.

Russian Visit Impresses MP

CAPITAL BUREAU OF THE GUARDIAN
OTTAWA — Queens MP Health Macquarrie returned to Ottawa Thursday following a 10-day visit to the Soviet Union as a guest of Air Canada.

With a group of prominent Canadians, Mr. Macquarrie helped inaugurate Air Canada's scheduled Montreal to Moscow service.

He said that he was greatly impressed with the annual parade marking the 49th anniversary of the October revolution.

"There were many mammoth examples of Soviet rocketry on view although much of the parade was of a non-military nature with ranks of highly disciplined Soviet civilian organizations," Mr. Macquarrie said.

He was also greatly impressed with the Moscow University and with the efficiency and beauty of the subway systems in Moscow and Kiev. One thing missing was news of Canada and he was unable to find any Canadian newspapers on the newsstands other than the weekly Communist Party tribune.

The Queens' MP will be attending the meeting of the Progressive Conservative Association in Ottawa from Monday to Wednesday next week when the party's leadership question is expected to be the major issue.

Rapists Given Death Penalty

FORT LAUDERDALE, Fla. (AP)—An 18-year-old girl who requested the death penalty for three accused rapists got her wish.

An all-male jury Wednesday night decreed the full penalty—death in the electric chair—for three youths charged with raping the girl.

In her testimony, the Miami Beach girl told the jurors: "They should be fully punished for what they did. I want them to die."

Sentenced to death were John F. Smalley, 19; Samuel Choire, 20; and Robert Gissendamer, 18, all of suburban West Hollywood.

The death sentence was automatic as the jury did not recommend mercy.

Space Try Scheduled For Today

CAPE KENNEDY, Fla. (AP)—Gemini 12, the final United States man-in-space adventure of 1966, went smoothly toward blastoff today after technicians finally whipped rocket troubles that kept the pilots grounded two days.

Mission officials gave the all-clear for the start of the four-day journey through 1,600,000 miles of space.

Top Fox Honors Shared By Lockerby And Neilson

Lloyd Lockerby, Hamilton took the grand championship and the reserve grand in the platinum foxes Thursday, after Archie Neilson, Salisbury, N.B., completed his dominance of the standard silvers by taking the grand championship and reserve grand, and both adult and pup championships.

Mr. Neilson finished his sweepstakes winner with a total of 7,573 points. Mr. Lockerby was second with 4,065 and W.R. Church, Gunningville, N.B., was third with 3,678.

Mr. Church had taken the reserve championships in the adult and pup standard silvers.

Mr. Lockerby's entries were particularly strong in the extra light platinum where he headed every section, and had the first two top placings in several.

The Lockerby foxes took the championship and reserve in adult standard pearl platinum. He had the champion pup and the grand champion as well in the standard pearls.

Archie Neilson had the reserve grand with his reserve pup.

And Mr. Lockerby ended up with both the grand and reserve grand in the platinum division overall.

Following is a summary of yesterday's judging:

Champion Standard Silver—Adult - Archie Neilson, Salisbury, N.B.; Reserve: W.R. Church, Gunningville, N.B.

Champion Standard Silver—Pup Archie Neilson; Reserve: Archie Neilson.

Grand Champion Standard Silver Archie Neilson; Reserve: Archie Neilson.

GROUPS

Get of Sire: 1. Archie Neilson; 2. W.W. Brown; 3. L.K. Lockerby, Hamilton.

Progeny of Dam: 1. Archie Neilson; 2. Archie Neilson; 3. L.K. Lockerby.

PEARL PLATINUM

MEDIUM—Adult Male 1. L.K. Lockerby.

Adult Female 1. L.K. Lockerby; 2. W.R. Church; 3. Archie Neilson.

Pup Male 1. Archie Neilson; 2. Archie Neilson; 3. L.K. Lockerby.

Pup Female 1. Archie Neilson; 2. Archie Neilson; 3. L.K. Lockerby.

LIGHT

Adult Male 1. W.R. Church; 2. Archie Neilson; 3. Archie Neilson.

Adult Female 1. W.R. Church; 2. L.K. Lockerby; 3. Archie Neilson.

Pup Male 1. Archie Neilson; 2. Archie Neilson; 3. L.K. Lockerby.

Pup Female 1. Archie Neilson; 2. L.K. Lockerby; 3. B.B. Jones, Bunbury.

EXTRA LIGHT

Adult Male 1. L.K. Lockerby.

Adult Female 1. and 2. L.K. Lockerby.

Pup Male 1. L.K. Lockerby.

Female Pup 1. and 2. L.K. Lockerby; 3. Archie Neilson.

CHAMPIONSHIPS

Champion Standard Pearl Platinum—Adult L.K. Lockerby; Reserve: L.K. Lockerby.

Champion Standard Pearl Platinum—Pup L.K. Lockerby; Reserve: Archie Neilson.

Grand Champion Standard (Continued on page 3, col. 3)



CARDIGAN CONSOLIDATED SCHOOL OPENED

Hon. Gordon Bennett, minister of education, officially lays the corner stone of Cardigan Consolidated Elementary School which was declared opened at a ribbon-cutting ceremony Thursday afternoon. With Mr. Bennett is Architect Alfred Hennessey, Charlottetown, RIGHT, and Norman MacLeod of the contracting firm of Williams, Murphy and MacLeod of Summerside. The new school embraces 12 classrooms. The enrollment consists of 288 students, there are 15 teachers. (See story on page 8.)



HONORED AT BANQUET

L.W. Hancock, Summerside, RIGHT, was honored by the P.E.I. Fur Breeders Association at their annual banquet here this week. Lloyd Lockerby, Hamilton read an address which reviewed a few of the many ways in which Mr. Hancock has helped the fur breeders over a period of years. President Clayton Mill, LEFT, made the presentation on behalf of all the breeders. The publishing and editing of the "Maritime Fur Breeder" over a period of almost 30 years was just one of the many things referred to with appreciation.

Standing Vote Planned To Back Dief Leadership

OTTAWA (CP)—The resolutions committee recommends that the Progressive Conservative Association give John Diefenbaker a standing vote of confidence at its annual convention next week.

The recommendation of the committee was made after defeat "by a very narrow majority" of a proposal that the committee recommend a secret ballot on the confidence resolution.

E. A. Goodman, Toronto lawyer and chairman of the resolutions committee, told a press conference that the confidence resolution will be the first leadership resolution placed before delegates to the meeting Nov. 14-16.

The confidence resolution, to be presented immediately after an expression of loyalty to the Queen, reads:

"That this party express its confidence in its leader, The Rt. Hon. John G. Diefenbaker."

The next resolution scheduled reads:

"That in the event that the vote expressing confidence is not sustained, that the question of whether or not a leadership convention should be called, should be placed on the agenda at the annual meeting that the vote on such question be taken by ballot."

Cereal Co. Executive Is Sharply Questioned

By DENNIS ORCHARD
OTTAWA (CP)—Kellogg Co. of Canada Ltd. ran into a biting examination Thursday over its vast promotions, big profits and a decision in September to jack up prices another 10 per cent.

Kellogg's "blackmailed" and "clubbed" parents with advertising of pre-sweetened cereals aimed at their children, members of the Senate-Commons committee on living costs suggested.

Kellogg's president Gerry D. Robinson was challenged to defend the price increase against a possible committee recommendation of a rollback.

He said the increase would only bring his company's profits back to their 1959 level—11.81 per cent. The 1965 level was 11.51 per cent and the company's costs are up this year.

"He was reminded that the 1958 level has already been described by a royal commission as "abnormally high."

Kellogg's report to the committee showed promotion and advertising spending and returns on sales far in excess of any previous witnesses before the inquiry into food costs.

HAS 23 PER-CENT YIELD
Committee counsel Marcel Joyal said the company's 1965 dollar yield on gross sales—more than 23 per cent—has no match in retailing, wholesaling, manufacturing, service or transportation.

The Kellogg's brief showed that advertising, promotion and various discounts and incentives to retailers make up more than 17 cents of every dollar it charges.

Mr. Robinson said this scale of promotions is essential to keep cereal names before the public and prevent a steady drift to other products.

The American-owned company reported sales of \$36,600,000 last year and its president said this represents half the market. He said the field nevertheless remains competitive and denied that a breakfast food "oligopoly" exists in Canada.

SERIOUS IMPLICATIONS SEEN

Maritimes Shippers Oppose New Transport Legislation

OTTAWA (CP)—Fears that new transport legislation now before Parliament will further deteriorate the competitive position of railway shippers and ports in the Atlantic provinces were voiced Thursday by the Maritimes transport commission.

The commission, an agency supported by the four Atlantic provinces, asked the Commons transport committee to ensure that the new freedom in rate setting to be given to the railways will not damage Maritimes interests.

Craig Dickson, executive manager of the commission, said the ports of Halifax and Saint John want assurances that the parity formula, under which freight rates to those ports must match rates on the shorter routes to U.S. Atlantic ports, is continued.

A firm statement of government policy in this regard was sought.

Mr. Dickson's 4,800-word brief also asked that the bill retain the present statutory requirement that railway freight rates be just, reasonable and non-discriminatory.

Under the new bill, "the railways will be permitted to discriminate against freight shippers legally between the maximum and minimum levels of rates specified." This carried serious implications for industries where transportation represents a high percentage of production costs.

SPECIAL STUDY LAUNCHED
The bill, however, continues the subsidy on freight rates in the Maritimes and freezes for two years all non-competitive rates there. A special study has been launched of transportation in the area and the government hopes to start work next year on specific legislation for that region.

Mr. Dickson pointed out that continuation of the Maritimes subsidy will not prevent increases in competitive rates. Because the subsidy was based on a percentage formula, it would not cover all of the increased costs that would result.

He said in a reply to Joe Macaluso (L.-Hamilton West), committee chairman, that increased truck competition will not solve the problems of the area, although it "would be welcome. The real problem was the distance to markets in central Canada.

Mrs. Margaret Rideout (L.-Westmorland) asked whether the special study will remove most of the region's fears about "great things" from the study. Patrick Nowlan (PC-Digby-Annapolis - Kings) said some measure of economic protection for the region might have to be written into the bill.

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