

"Covers Prince Edward Island Like The Dew"

CHARLOTTETOWN, CANADA, TUESDAY, APRIL 20, 1965.

NOT MORE SEVEN CENTS

14 PAGES

## Court Action Faces 13 In Texas Gulf Sulphur

### Insiders Make Haul On Rich Copper Find

WASHINGTON (AP) — The U.S. Securities and Exchange Commission filed suit Monday against 13 officers, directors and employees of Texas Gulf Sulphur, charging "insiders" bought the company's stock without telling the shareholders of a rich copper ore strike in Canada.

The suit, filed late in the day in Federal District Court, New York City, named the company itself as a defendant. It charged the firm issued a "materially false and misleading" press release April 12, 1964, discounting rumors of the find.

The SEC charged also some of the defendants received stock options from Texas Gulf without having notified the company's board of directors of the discovery of a copper and zinc ore body near Timmins, Ont.

Among those charged were Charles F. Fogarty, executive vice-president and director of Texas Gulf; Richard D. Mollison, another vice-president, and Thomas S. Lamont, a director of Texas Gulf and vice chairman of Morgan Guaranty Trust Company, New York.

The SEC asked the court to enjoin the defendants from further transactions of the kind, called for cancellation of the stock options and asked that those defendants who bought shares on the basis of their inside knowledge be required to sell them back at the same price.

The complaint also asked certain of the defendants, including Lamont, who advised other persons to buy Texas Gulf stock be required by the court to make restitution to the sellers.

The SEC suit was filed under a rule which makes it illegal for an officer, director or employee of a corporation to misstate pertinent facts or to fail to give pertinent facts in purchasing the firm's securities. The commission says a company's stockholders are entitled to know any facts which are known to the company's officers which would materially affect stock value.

Not named as a defendant but mentioned in the complaint as having benefited from a second-hand tip about the stock's probable rise, was Herbert Klotz, an assistant U.S. commerce secretary. Klotz bought calls on 2,000 shares, the complaint said.

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GUEST SPEAKER

Rev. David MacDonald, pastor United Church, Edmonton, will be guest speaker at Charlottetown Knights of Columbus Communion supper to be held in the Basilica Recreation Centre next Sunday evening, April 25. Mr. MacDonald is a son of Mr. and Mrs. J. Gordon MacDonald, Fitzroy St., Charlottetown.

### Welsh Group Burns Flag

MONTGOMERY, Wales (Reuters) — Fifty young Welsh nationalists Monday burned the Union Jack and heard their chairman tell them they must "eliminate English aggression" in Wales.

They were protesting against the Clywedog Valley project, which aims at damming the valley and turning it into a reservoir.

Chairman Robert Griffiths of Swansea said the valley project is an example of aggression. "We cannot stand by and watch the English drown our valleys, persecute our people and kill five areas of Wales."

More than 250 members of the nationalist Plaid Cymru party, some of whom live in the United States, South America, Germany and Ireland, have got together to buy three acres of land in the valley in an effort to halt the project by refusing to sell.

### Sealer Kyle Heads Home

ST. JOHN'S, Nfld. (CP) — The sealer Kyle, has given up the seal hunt and is headed for her home port of Carbonear, Nfld., with 11,000 pelts.

Newfoundland's other two sealing vessels, Algerine and Chesley A. Crosbie, are still at the sealing grounds but have moved south to the Belle Isle area.

### Central Japan Rocked By Quake

TOKYO (AP) — A moderately strong earthquake rocked central Japan today. First reports said one person was killed and three injured.

A shift in the earth wrenched railway tracks out of position and halted trains on the Tokyo-Osaka express-trunk line.

The central meteorological agency said the tremor was felt hardest in Yokohama and areas north, where it registered four on a scale of seven.

### Angry Demonstrators Greet Cabot Lodge In New Zealand

WELLINGTON, N.Z. (Reuters) — Presidential envoy Henry Cabot Lodge arrived for talks with Prime Minister Keith Holyoake at Parliament Buildings today.

He was met outside the buildings by a handful of demonstrators who tried to approach his car when it drew up.

Police held off the demonstrators, but one member of the Campaign for Nuclear Disarmament called out: "Mr. Lodge, we feel very strongly about United States policy in Viet Nam."

Before the demonstrators had a chance to say more, Lodge was whisked up to the prime minister's suite.

It was expected the former U.S. ambassador to South Viet Nam would spend half an hour with Holyoake. They were to discuss the Viet Nam situation.

Earlier angry demonstrators kicked Lodge's car and tore off its flag when he arrived here Monday night.

The incident occurred after Ambassador Herbert B. Powell left the motel where Lodge, former U.S. ambassador to South Viet Nam, was taken immediately after arrival.

Lodge, President Johnson's emissary, was here on the first stop of a six-country Asian tour to explain the Viet Nam situation to friendly governments.

A New Zealand official said the demonstrators "held up the ambassador's car, kicked it and ripped off the United States flag."

But a spokesman for the demonstrators claimed the car was driven straight at them when it left the motel.

"We didn't have time to get out of the way and it made us angry," he said.

The official described the action of the demonstrators as "disgusting" and added police reinforcements were brought in to prevent further incidents.

The demonstrators said they were prepared to camp outside the motel all night in an effort to present a petition to Lodge.

On arrival Lodge repeated Johnson's statement that the U.S. is ready to enter talks on Viet Nam at any time.

Lodge will meet Prime Minister Keith Holyoake and government ministers today before flying on to Australia and then to the Philippines, Formosa, South Korea and Japan.

### Top-Level Conference Is Opened

HONOLULU (AP) — A top-level conference on Viet Nam started Monday with Gen. Earle G. Wheeler, chairman of the U.S. joint chiefs of staff, budding with top commanders of U.S. forces in the Pacific area.

Defence Secretary Robert S. McNamara is flying from Washington to join the discussions. A Pentagon spokesman said the conference is reviewing in detail "plans for U.S. support of the expansion of the South-Vietnamese military and paramilitary forces."

Gen. Maxwell Taylor, U.S. ambassador to Saigon, arrived Sunday night, without advance announcement, to participate in the strategy talks.

A spokesman at the Camp H. M. Smith conference site said the meetings may continue through three days.

### Rival Teen-Age Groups Riot In British Resort

BRIGHTON (Reuters) — Rival groups of howling teen-agers rioted for the second successive day in this English seaside resort Monday before being routed by a mounted policeman.

Hordes of rival "mods" and "rockers" on scooters and motor cycles roared into the town to join 1,000 other members of the groups who spent Sunday night on windswept beaches following a number of incidents in which 56 were arrested.

More scattered incidents Monday brought the total of arrests to nearly 100, of whom 75 appeared in court Easter Monday on charges ranging from assault and obstruction to possessing drugs and dangerous weapons.

Most were placed in custody pending further hearings after a warning by the court chairman who said: "This campaign of hooliganism and violence has got to be crushed."

A police inspector told the court in Sunday's riots youngsters roamed the streets, jostling pedestrians and shouting "blood, blood, we want blood, rah, rah, rah."

"Much of the violence we have to encounter is because of drug-taking by these people," the inspector added.

Several of those in court, including a number of girls, were said to have had pep tablets.

Brighton police, aided by reinforcements from outside the town, penned crowds of youngsters on the beach and carted the skidmishers off in black Marias.

At the vacation and fishing resort of Great Yarmouth in Norfolk, five youths were arrested after a group of about 200 chased two leather-jacketed youths across the sands. The chase followed a fight in which scooters and motorcycles were overturned.

### Submarine For Gulf Stream Study

Dr. Jacques Piccard plans to use this 33-foot research submarine on an estimated six weeks cruise drifting with the Gulf Stream from Florida to Newfoundland. One aim of the cruise is to determine if defense problems along the coast involves the underwater continental shelf. The submarine, pictured on rail in the depths of Switzerland's Lake Geneva, has not yet been brought to this country. (AP Wirephoto)

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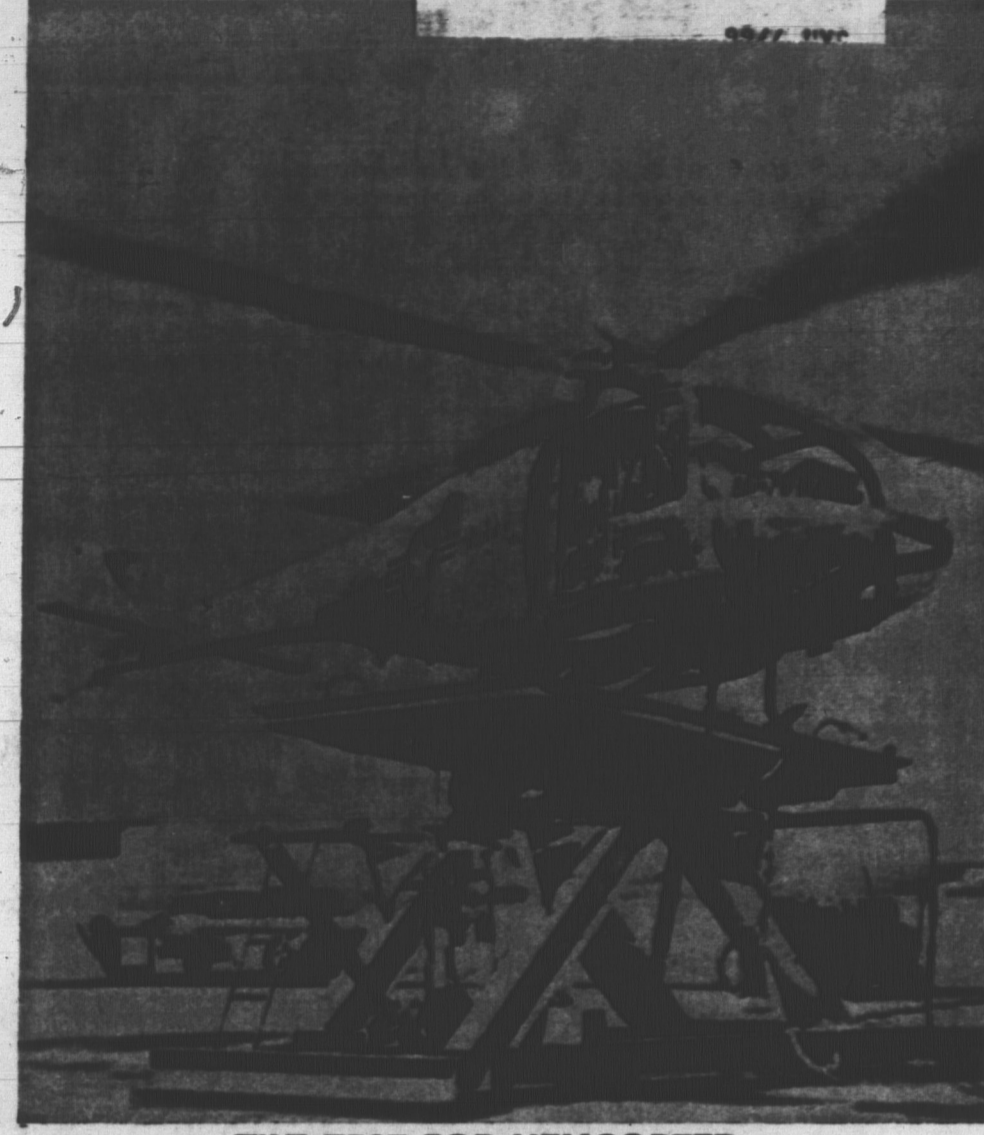
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TILT TEST FOR HELICOPTER

An XH-51A helicopter built by Lockheed Aircraft Corporation under a joint United States Army-Navy contract, undergoes tests on a moving platform in Burbank, Cal., that simulates the rolling deck of a destroyer at sea.

The PT6 free-turbine engine for the helicopter was built at United Aircraft of Canada Limited in Montreal. (CP Wirephoto)

### Mars Spacecraft Reports Major Scientific Findings

WASHINGTON (AP) — The Mariner IV spacecraft is chalking up some major scientific findings on its historic dash toward the planet Mars. They include the best measurements yet made on the outer fringes of the deadly Van Allen radiation belts surrounding the earth.

This was reported Monday by scientists of the National Aeronautics and Space Administration at opening sessions of the American Geophysical Union annual meeting here.

Launched Nov. 28, Mariner is scheduled to reach the vicinity of Mars on July 14. It now has travelled 21,300,000 miles on its 325,000,000-mile journey to the planet.

The scientists predicted that on April 29, Mariner IV will exceed the 66,000,000-mile space-to-earth communications record established by Russia's Mars probe in 1962 before it lost contact with the earth.

The difference between the miles travelled figure and the distance the spacecraft has reached from the earth is due to the vast looping path Ranger follows as it moves out into space.

Radio communication, however, is on a straight line and over only the actual distance between earth and the spacecraft.

FUNCTION AFFECTED  
They also reported that one of the spacecraft's six scientific experiments has ceased to function and another is working below par.

Mariner IV's present velocity with respect to the earth is 33,453 miles an hour.

The report on the Van Allen radiation probe was made by Dr. James A. Van Allen of the State University of Iowa, who discovered the radiation belts still considered a potential threat to manned space flight.

The same instrument recorded evidence indicating the earth's magnetic field extends at least to a distance of 104,000 miles from the earth.

### Red River Inching Higher; Area Braces For Flood Peak

WINNIPEG (CP) — The Red River rolled along under sunny skies Monday, rising almost imperceptibly toward flood crests expected later in the week.

The official outlook became a little more optimistic during the weekend as ideal weather continued, but Premier Duff Roblin told the legislature Monday flooding of 1948 proportions still can be expected with heavy inundations at Emerson and Morris in the southern valley.

He said the U.S. weather bureau has revised its forecast peak for Drayton, N.D., 35 miles south of the border, to 40.3 from 39.8 feet.

The forecast for the border town of Pembina had been increased by three feet and the peak was expected April 24.

If the U.S. forecasts are accurate, Mr. Roblin told the legislature, this could mean a later cresting in Manitoba than had been anticipated earlier. Manitoba forecast peaks ranged from April 21 at Emerson to April 24 at Winnipeg.

For Emerson and Morris, estimates remained for a flood level slightly higher than that of 1948 which means two-thirds of the populations will be flooded out.

Other findings reported:  
1. A solar flare, erupting early in February, caused violent streams of solar particles to flow through interplanetary space on Mariner's highway. This produced "large irregular jumps" to occur in the interplanetary magnetic field, but the spacecraft is still in good shape.

2. Ranger was struck by at least 77 micrometeorites — particles of "cosmic dust" — during the first 3,000 hours of its Martian jaunt. This compares with only two such hits on Mariner II in a similar span of time.

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### RCAF Agitation Comes Into Open

By DAVE MCINTOSH  
OTTAWA (CP) — A long concealed agitation within the RCAF for adoption of a new rank nomenclature has come into the open — in the RCAF's own magazine, the Roundel.

"If integration of Canada's armed forces does nothing more than eliminate the rank titles in the air force it will have achieved much," writes Sqdn. Ldr. L. C. (Mo) Morrison, RCAF information officer at North American Air Defence Command headquarters, Colorado Springs, Colo.

He points out that there are wing commanders who don't command wings, group captains without groups, squadron leaders who have never been near a squadron and "folly of follies, a pilot officer who is a navigator."

Canadian airmen serving abroad have for years been irked by questions, not only from civilians but from NATO and other military personnel, about the meaning of their rank insignia and titles. The RCAF's insignia and titles are taken from the Royal Air Force.

Officials say integration may eventually result in a uniform rank nomenclature as well as a single uniform for the Navy, Army and RCAF but that such a move isn't imminent.

NAVY MAY BE UPSET  
Such a move might go down hard in the Navy if Army ranks were chosen to set the style. The Navy appears well content with its insignia and titles though naval captains may sometimes be upset by being confused with Army captains who are three ranks below them and naval commodores mistaken for lower-ranking naval commanders.

Sqdn. Ldr. Morrison says he has spent nearly half his life in the RCAF "but I get so tired of answering the question: 'What's a squadron leader?'"

Not only were titles confusing, they were "too blasted long." A lieutenant-general could be properly addressed as general and a lieutenant-colonel as colonel, but what do you call a squadron leader, group captain or air vice-marshal?

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### WANTED FOR MURDER

### Wily B.C. Woodsman Takes His Own Life

KELOWNA, B.C. (CP) — Russell Spears, a wily woodsman adept at avoiding the law, died by his own hand Monday.

Spears, wanted on a charge of capital murder in the slaying of an RCMP officer, shot himself on a farm near here after being cornered by police.

The 59-year-old man, who used his knowledge of woodcraft to dodge police for a week following the shooting of Const. Neil Bruce, 36, and a 17-year-old girl, was spotted by Mrs. Maynard Haskell as he crossed a 20-foot clearing near her house.

RCMP const. Ken Jones, involved in the shooting incident that resulted in the death of Const. Bruce, said: "She could not have seen him at any other spot. The area surrounding the Haskell's 29 acres of land is heavily wooded."

Const. Bruce and Const. Jones went to investigate. Const. Bruce was shot through the chest and the girl was shot through the jaw. The girl is in hospital here, unable to talk. She has given a written statement to police.

Since April 10 Spears was the object of an intense hunt by police using aircraft and dogs.

Spears was well known to the police. He had several moral convictions to his name. In 1947 he escaped Penton Jail and was the object of a manhunt of almost two months before he was wounded and captured.

### Time Running Out Rapidly For Paying '64 Income Tax

By JAMES NELSON  
OTTAWA (CP) — The time is growing ripe to pay final 1964 income taxes, and in the language of the electronic computer, that's spelled R(IPE).

R(IPE) is part of the formula the revenue department has worked out for employers with large payrolls who use electronic computers to figure out the amount of tax deducted at source.

But whether you're working for a large organization or small, or working for yourself, final payments on 1964 income taxes are due in the revenue department before May 1.

This year the department sent 6,500,000 individual taxpayers what it called "personalized" income tax forms. They were personalized by having the taxpayer's name already pasted to the form, with a seven-digit code number.

PROCESSED QUICKLY  
The revenue department has already been computerized, as they say in the language of the computer age. With the numbered taxpayers it should be possible to process forms more quickly and send back cheques to taxpayers for overpayments where they have been made.

The formula developed three years ago for payroll computers is simply that the amount of tax deductions to be taken off cheques is equal to the rate of tax times income after exemptions, less a constant figure to correct for taxable income, all of it divided by the number of pay periods in a year.

In algebraic terms this is: T equals R (IPE)-C all over P.

And when the revenue department gives the definitions, they spell-literally-TRIPES T is the amount of tax deductions, R the highest applicable rate of tax, I the gross income for the pay period, P the number of pay periods in a year, and E the annual personal exemptions.

There are a good many factors affecting the individual's tax that the payroll computer can't figure out in advance—such as your contributions to church or charitable institutions and your medical bills.

Revenue Minister Benson said recently that most misunderstanding seems to be about the claims taxpayers can make for charitable purposes.

You cannot claim for donations to charitable organizations outside Canada, donations to individuals, donations of old clothes or furniture, or amounts paid for card parties, bingo and lotteries even if the games are held for the benefit of charity.

The maximum that can be charged for a charitable donation is 10 per cent of net income and you must have receipts to show the revenue department.

C is the constant correction figure.

DATA NEEDED  
But while the computers may figure this out for you and take the government's share of your paycheque before you get it, you still have to fill out the income tax form and send it in not later than April 30, along with a cheque to the receiver-general of Canada if you still owe some tax.

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