



WARM WELCOME FOR KY IN SOUTH

Premier Nguyen Cao Ky smiles as he is greeted by village woman after ceremonies opening a "New Life Hamlet" at Huong-Thanh in the Mekong Delta 220 miles, southwest of Saigon Thursday. The "New Life Hamlets" are communities of formerly scattered families gathered together under government protection. While Ky was attending the ceremony in the south, Ky's government troops were fighting rebels in the northern city of Da Nang. (AP Wirephoto by radio from Saigon).

April 1966, it was 88.6 per cent of 1965 rated capacity. Rated capacity is calculated from past records of all paper-making machines installed prior to the beginning of any year, plus expected performance of new machines coming into production during the year. Canadian shipments of newsprint in April totalled 732,003 tons, an increase of 55,366 tons or 8.2 per cent over April, 1965. Shipments to United States consumers during the month totalled 596,872 tons, or 81.5 per cent of the total. This was an increase of 15.1 per cent over the previous April.

Ford Reports Dip In Sales Continuing

DETROIT (AP) — Ford Motor Co. told its stockholders Thursday a dip in early-May auto industry sales apparently continued into the second 10 days of the month. Both Board Chairman Henry Ford II and President Arjay Miller said the auto safety issue played a big role in the sales drop. Ford sold record numbers of cars in early May, but the remainder of the industry reported a dip in sales.

Henry Ford said at Ford's annual meeting that while car demand reflected the ups and downs of the business cycle, the auto business outlook was strong for the years ahead. Ford urged a drive against U.S. inflationary pressures and as part of that campaign announced Ford had cut its building expansion programs by 10 per cent—or about \$130,000,000—through 1967.

Miller said in his report: "Although we do not have final reports for the second 10 days of May, it appears that sales are continuing at a lower rate."

Thus Ford became the first auto company to provide a clue as to whether the dip in auto sales has been checked.

FEW CARE FOR FISH
Fish accounts for only 1.4 per cent of Canadians' food, compared with 6.9 per cent in Japan.

Dollar Drain On U.S. Still Exceeds Target

By ARCH MacKENZIE
WASHINGTON (CP)—An international payments deficit of \$582,000,000 for the first quarter of 1966 has been reported by the United States.

Treasury Secretary Henry Fowler said the U.S. remains committed to bringing the gold and dollar drain within \$250,000,000 of a break-even point in 1966, but he underscored uncertainties created by the Vietnam war.

Mounting imports, cutting into the U.S. trade surplus, were blamed, along with the Viet Nam war, for the deficit. "The multiple costs of Viet Nam have made the task more difficult... and it may be that we will have to settle for an interim objective of equilibrium exclusive to the costs in Viet Nam," Fowler told a press conference.

The treasury department defines equilibrium as \$250,000,000 either side of zero in the difference between the dollar outflow and inflow.

MIGHT HIT 2 BILLION
There had been speculation prior to Wednesday's announcement of the first-quarter figure that the deficit this year could exceed last year's dollar drain and might even approach \$2,000,000,000.

Fowler said quarterly figures are "notoriously unreliable guides" to future performance and it would be inappropriate to project the \$582,000,000 deficit for the first three months of this year for an annual rate. The administration also revised upward its estimate of last year's deficit to \$1,354,000,000 from \$1,300,000,000.

The secretary said the U.S. has done little more than hold its own in the balance-of-payments picture since the Viet Nam buildup began in mid-1965. No exact figures were available to assess how much the war is contributing to the dollar drain.

Special Canadian and West German considerations, also color the first-quarter figures, he said.

These include Canadian borrowings, some deferred from the last quarter of 1965 at U.S. request, Canadian trade figures, and West German military purchases made in the United States to counter American military spending in Germany.

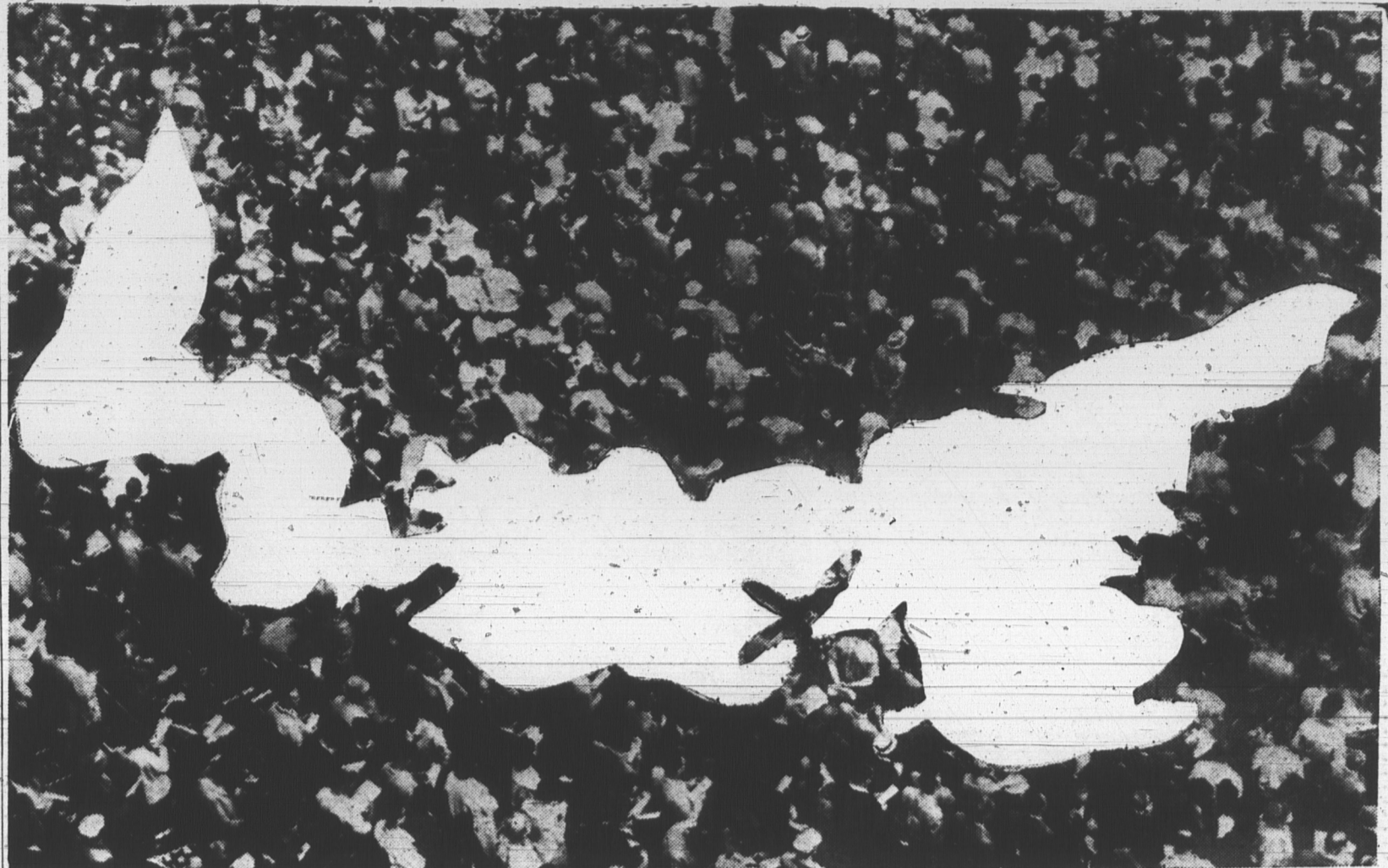
WHIPPED GIRL DIES
ZURICH (Reuters) — A 17-year-old girl died after members of an obscure religious sect beat and whipped her to exorcise the devil from her body, police in this Swiss city said Thursday. They arrested seven members of the sect.

FEWER AMERICANS BORN
Live births in the United States decreased 7.1 per cent in 1965.

Newsprint Production Is Increased

MONTREAL (CP)—Canadian newsprint production in April totalled 702,115 tons, an increase of 80,289 tons or 12.9 per cent over April, 1965, the Newsprint Association of Canada said Thursday.

Production rate was 97.4 per cent of 1966 rated capacity, 96.4 per cent in March. In



WE PUT PEOPLE FIRST

In Every Field . . . Increased Assistance

A FEW OF THE MANY ACHIEVEMENTS

- Mothers Allowance rates increased by \$25 per month.
- Increased allowances for wards of Child Welfare division.
- Hospital premiums abolished.
- Increases in maximum allowances for old age, disabled, blind persons.
- Diabetic control, rheumatic fever programs launched.
- Construction: Sherwood Hospital, Granville St. Health Centre, Summerside. Expansion or Renovation at 12 Institutions cost over \$1.4 Million.
- 216 units of senior citizens housing built.
- Summerset Manor, home for special care, built in Summerside.
- Almost \$750,000 in long term, low interest loans to build homes for Islanders.

An Expanding Economy Builds Better Services To People
The Shaw Government forges ahead,

building our basic resources—agriculture, fisheries, tourism—and developing industrial growth . . . because it is an expanding economy that makes possible MORE AND BETTER SERVICES TO PEOPLE.

A SUMMARY OF WHAT'S TO COME—NOW!

- \$100 a month and more to senior citizens. Amount of additional assistance will depend on individual need.
- Family Housing Units—500 homes for families in urban and rural centres where there is a need.
- Medical care, universally available to all our citizens by July 1, 1967.
- To meet critical shortage of dentists, financial assistance for Island students taking dentistry.
- Expand senior citizens' housing to 500 units.
- Assistance for patients suffering from haemophilia and cystic fibrosis.
- Homes for special care—50 bed units for West Prince and Kings Counties. 200 bed unit for Charlottetown.



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Conservative Political PARTY



Bennett Carr

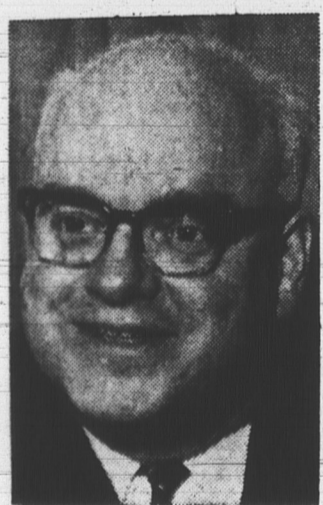


Dan J. Compton

THE 4th QUEENS BUILDING TEAM



Mel McQuaid, M.P.



Heath Macquarrie, M.P.

SPECIAL GUESTS

VERNON RIVER HALL
SATURDAY, MAY 21st, 8:45 P.M.

You Are Invited

To join the "PARTY" for speeches, entertainment, lunch and dance. Music by Ken and Eddy and others.

VOTE . . . THE SHAW BUILDING TEAM

VOTE **CARR and COMPTON**

MAY 30th

Inserted by 4th Queens P.C. Association



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