

A family is for the purpose of protecting the young and innocent from consequences of their own ignorance.

Blessing flows from helpful consideration of the woes and pitfalls of the weak, wayward and over-ambitious.

The Guardian, Five Cents. Morning Daily Founded 1887.

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# BROAD TAX INCREASES ANNOUNCED IN FEDERAL BUDGET

## Furious Battle For Big Hwachon Reservoir In North Korea

### Sends Final Drafts Of B.N.A. Act Amendments

OTTAWA, April 10 — (CP) — Justice Minister Garson said today he has sent to the provinces what he hopes will be final drafts of proposed amendments to the constitution.

One of the amendments would clear the way for Federal inauguration of a contributory old-age pension plan. The second would authorize the Provinces to collect an indirect sales tax of up to three per cent.

### Mr. Gardiner Announces Potato Marketing Plans

OTTAWA, April 10—(Special)— Answering a question asked in the House of Commons some days ago by W. Chester S. McLure, Progressive Conservative member for Queen's, Agriculture Minister Gardiner this afternoon gave the first official explanation from a Federal source of the Maritime potato marketing plan.

Gardiner said, "that marketing boards have been set up in the Provinces of New Brunswick and Prince Edward Island to market some 2,000 cars of potatoes that remain in surplus. It is suggested that they be marketed two ways, first as table potatoes and second to the starch factories."

### Coming Events

- \*Mail your Films to Garthum Photo Studio, Charlottetown.
- \*Afton Hall annual meeting Wednesday, April 11th, 8 o'clock.
- \*Cleaning Grain April 12-27. J. A. Gillis, Flat River.
- \*Reserve May 3 for Tryon Women's Institute variety concert.
- \*Dance, Belle River Legion Hall, April 13th.
- \*Dance in Glenroy School, Friday, April 13th. Lunches. Burke's Orchestra.
- \*Collecting Hogs for Swift Canadian Co. Contact K. Macdonald, Brookfield.
- \*Indian River-Kensington play at Seven Mile Bay postponed till Wednesday, April 18th.
- \*Highfield Presbyterian Ladies Aid Cake Sale at Moore & McLeod's Store, Saturday, May 12th.
- \*Conservative Meeting of Riverside P.O., Eugene McQuillan's, Thursday, April 12th.
- \*See National Film Board, Emerald Hall, Wednesday night, April 11th. Sale of candy.
- \*Craps at L. O. B. A. Concert at Clyde River, April 12th, postponed until a later date.
- \*Regular Dance Friday, April 13th in St. Peter's Bay Holy Name Hall. Chalmers' Orchestra. Door prize.
- \*Don't miss two one-act plays with specialties in Winsloe Station hall, April 19-20. Sponsored by Highfield W. I.
- \*Kinkora. See Wellington players present their play in Kinkora Hall, Wednesday, April 18th. Lottery of quilt. Dance after.
- \*Don't miss Shur Galt Amateur Cavalcade Stage Show, Winsloe Station Hall, Wednesday, April 11th, 8 P. M. Sponsored by Highfield Women's Institute.
- \*A special machine for cleaning wheat, a clipper cleaner for other grains at Bedeque Flour Mills, Central Bedeque, P. E. I.
- \*Card Play and Dance, Wednesday, April 18th. New Parish Hall, Souris. Sponsored by Souris River C. W. L. Good music. Chalmers' Orchestra.
- \*Attention Drama Groups Entries for Festival close April 20th (instead of April 30th). Send to Mrs. Ray MacLeod, Graham's Road.
- \*Building material in stock. Brantford Shingles and Siding. Your choice of colors and weight. Nails, paper, etc. 1000 bags of cement. R. L. Dickleson, New Glasgow.
- \*Will be loading hogs at the following points each Thursday: Elmer Wigmore, Bedeque, until 1:30 P. M. Borden Bagnall, Huxley River, until noon. Summerside until 1:30 P. M. and Kensington until P. M. MacEwen and Cassey.
- \*Central Farmers Institute Annual Meeting, Tuesday, April 17th at 2 P. M. Agricultural Room, Vocational School. Hear Panel Discussion on Grass Land Farming and Grass Ensilage. J. L. Dewar, Secretary.

### Red Resistance Increases All Along Front

By Tome Stone  
TOKYO, April 11 (Wednesday) — (AP) — Allied forces driving to the misty southern banks of the big Hwachon reservoir battled furiously Tuesday to wrest control of Korea's third-largest dam and power unit from the Chinese Communists.

The Reds held on tenaciously but at heavy cost. By nightfall the Chinese still retained control of the 880-foot long dam, six miles inside North Korea and 55 miles northeast of Seoul.

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### Conservative Conventions In Prince County

Messrs. J. W. Don Campbell, farmer and merchant, Alberton, and Hubert Gaudet, farmer and fisherman, Tignish, were nominated as Councillor and Assemblyman respectively for the First District of Prince at a largely attended Conservative convention held last night in the Court House at Alberton.

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### Yesterday's Nominations

Stars in front of names indicate members of the last Legislature. First names given are nominees for Councillor, second for Assemblyman:

- Conservative**  
First Prince: J. W. D. Campbell, Alberton; Hubert Gaudet, Tignish.  
Second Prince: Peter MacCaull, Ellerslie; Foster Sharpe, East Bideford.  
Fifth Prince: Gerald B. Sheen, Summerside; Mayor Henry Wedge, Summerside.
- Liberal**  
First King's: \*J. Brenton St. John, Souris; William Acorn, Souris.  
Third King's: \*Keir Clark, Montague; \*Hon. Joseph G. Campbell, Poplar Point.  
Third Queen's: \*Hon. Eugene Cullen, Minister of Industry and Natural Resources; \*Russell C. Clark, Mount Stewart.
- C. C. F.**  
First Prince: For Assemblyman, Hudson Pridham, Montrose.  
Fourth Prince: For Assemblyman, J. Harrison MacFarlane, Bedeque.

### C.C.F. Nominees For Assemblyman

Mr. J. Harrison MacFarlane, a well known Bedeque farmer, was chosen at a convention last evening to contest the Fourth District of Prince as Assemblyman for the C.C.F. party.

At a convention of the C. C. F. Party held in the Court House at Alberton yesterday Mr. Hudson Pridham, farmer, of Montrose, was nominated for Assemblyman for the First District of Prince in the provincial general election.

### U.K. Budget Hits Hard At Luxuries, Profits

By Alan Harvey  
LONDON, April 10 — (CP) — Britain's Labor Government today proposed new taxes on individual incomes and hit hard at luxuries and business profits in a record-breaking peace-time budget designed to provide £3,000 a minute for rearmament.

### Moncton Mayor Is Re-elected

MONCTON, N. B., April 10 — (CP) — Mayor T. Babbitt Parlee was re-elected to a second one-year term in civic elections held here today.

### Actress Sues Paris Paper For \$50,000

PARIS, April 10 — (AP) — Actress Marlene Dietrich today filed suit for \$50,000 damages against the Paris weekly newspaper France-Dimanche for what she called unauthorized publication of a series titled "My Life."

### Sightseeing At Tower Of London



Members of the R. C. A. F.'s 421st Red Indian Squadron now stationed at Odiham, in southern England, take advantage of every opportunity to visit the many historic points of interest in London, about sixty miles away. In the above photo, Leading Aircraftman J. M. Arsenault, of Richmond, P. E. I., talks to one of the world-famed beefeaters during a visit to the famous Tower of London, while a Guardsman pays no attention to the picture-taking. (National Defence Photo.)

### Budget Highlights

- Budget raises present personal income taxes by 20 per cent through new defence levy—effective July 1, 1951.
- Basic personal income tax rates and exemptions unchanged. Scattered minor deductions allowed.
- Union and professional membership dues and certain travelling and other expenses may be deducted from taxable 1951 income.
- Cigaret tax up three cents per package of 20. Beer and liquor taxes unchanged.
- Tobacco tax up to \$1.15 per pound from 67 cents; taxes on roll-your-own papers and tubes repealed.
- Excise tax on candy, chocolate and chewing gum reduced to 15 per cent from 30 per cent — effective immediately.
- General sales tax boosted to 10 per cent from eight-per-cent — effective immediately.
- Special excise tax boosted to 25 per cent from 15 per cent on motor cars, radios and other luxuries—effective immediately.
- New 16-per-cent excise tax imposed on household refrigerators, washing machines and cooking stoves — effective immediately. Coal or wood stoves exempted.
- Three-year tax exemption for new mines extended to mines starting production in 1953 and 1954.
- Depreciation write-off for tax purposes withheld for four years on new, non-essential capital assets.
- Tax deductions on exploration expenses for oil, mining and natural gas companies extended for another year.
- Corporation tax on profits more than \$10,000 boosted to 45.6 per cent from 38 per cent, retroactive to Jan. 1.
- Corporation tax on profits under \$10,000 unchanged at 15 per cent.
- Corporation tax increase will not reduce profit rate to less than five per cent of company capital.
- Surplus for 1951-52 expected to be \$30,000,000 compared with \$203,456,000 in 1950-51.
- Revenues in 1951-52 estimated at \$3,730,000,000 compared with \$3,103,300,000 in 1950-51.
- Tariff changes eliminate or reduce duties on equipment used by farmers, fishermen and mining companies—effective immediately.

### Canadians Repel Strong Red Attack

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### 20 Per Cent Boost In Income Levy; Cars, Household Goods Hit

(By George Kitchen, Canadian Press Staff Writer)  
OTTAWA, April 10—(CP)—A 20-per-cent jump in personal income taxes and stiff increases in levies on cigarettes, tobacco and other commodities, were announced tonight by Finance Minister Abbott in a defence preparedness budget.

He left basic personal income-tax rates and exemptions unchanged—for the time being at least—but slapped a 20-per-cent defence tax on the amount the taxpayer already pays through his payroll deductions.

(Continued on Page 13 Col. 6)

### Lively Liberal Convention At Mount Stewart

They staged an old-fashioned political convention in Mount Stewart Legion Hall last night as the Liberals in the Third Queen's District gathered to nominate their candidates for the April 26 election.

### Plans Surplus

Mr. Abbott set his sights on a balanced budget and estimated he would end the fiscal year with a \$30,000,000 surplus—the sixth consecutive surplus since the end of the second world war. In his budget speech last year, he forecast a surplus of \$15,000,000 and ended the year with a surplus of \$203,456,000,000.

### 20 Per Cent Boost In Income Levy; Cars, Household Goods Hit

He also hinted broadly at a gloomy future for the taxpayer — with heavier levies—if the international situation doesn't improve. But, if it does, the new taxes may be dropped.

He said frankly that he wants this budget to be regarded as an "interim policy" for this year. If it becomes clear that "we are in for a long pull at these high levels of expenditure some major changes in the existing tax structure may have to be devised."

(Continued on Page 13 Col. 6)

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A WELL DIGGER IS THE ONLY GUY WHO ALWAYS GOES TO THE BOTTOM OF THINGS!



TORONTO, April 10 — (CP) — Minimum temperatures as observed between 7:30 p.m. and 7:30 a.m. and 7:30 a.m. P.M.T.; maximum temps between 7:30 a.m. and 7:30 p.m.: Victoria 41 62; Edmonton 22 41; Calgary 24 45; Regina 25 27; Winnipeg 32 41; Ottawa 44 48; Montreal 41 52; Saint John 40 44; Moncton 34 37; Halifax 38 46; Charlottetown 36 39; Sydney 34 41; Yarmouth 41 47; St. John's, Nfld. 35 48.

HALIFAX, April 10 — (CP) — Official forecasts issued by the Dominion Public Weather Office at Halifax and valid until midnight Wednesday:

Synopsis  
Rain was falling intermittently in most of the forecast district tonight and skies were overcast in all regions. A disturbance between Sable Island and Newfoundland was almost stationary, and continued to bring moist Atlantic air across the district. Little change in the weather is expected Wednesday.

Regional forecasts:  
Prince Edward Island — Overcast with intermittent rain and drizzle. Continuing mild. North winds 15. Low and high Wednesday at Charlottetown 34 and 45.

High tide today at 2:07 A.M. and 1:07 P.M.  
Sun rises at 5:37 A.M. and sets at 6:52 P.M.  
Summerside tide eighteen minutes later than Charlottetown.

BORDEN — CAPE TORMENTINE FERRY SERVICE

Leave Borden 8:10 A.M. Leave C. T. 2:40 P.M.  
SUNDAY SERVICE  
Leave Borden 8:45 P.M. Leave C. T. 8:00 P.M.

MCA AIR SERVICE  
Lv. Charlottetown for Moncton 5:50 A.M.—11:50 A.M.—4:45 P.M.  
Ar. Charlottetown from Moncton 7:40 A.M.—1:25 P.M.—6:15 P.M.

Lv. Charlottetown for New Glasgow — Halifax 7:55 A.M. New Glasgow only; 1:40 P.M. New Glasgow & Halifax.  
Ar. Charlottetown from New Glasgow and Halifax, 11:10 A.M. from New Glasgow only 4:20 P.M. from New Glasgow and Halifax.  
Charlottetown — Sydney flights every Monday, Wednesday, Friday.