

VOL. LXXV, NO. 147

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WOOD ISLANDS OFFICER HOLDS STEED

When the Sea Cadets Corps in Louisbourg, famous for its harbour in Cape Breton, is on parade, PO Cadet Charles Peck leads on horseback, complete with ceremonial white webbing. At the recent annual inspection, he is shown with the inspecting officer, Cdr. Ernest T. Jeffrey of Wood Island, P.E.I., Senior Naval Officers' cadet, and Piper Charlotie Morrison, Glace Bay, member of the famous McDougall Girl's Pipe Band. There are more than 11,000 Sea Cadets across Canada, many of whom take annual training with the Navy at a special summer camp in Sydney.

Red Chinese Army Buildup Stirs Concern In London

LONDON (Reuters) — A foreign office spokesman said today Britain is "concerned" at reports of troop concentrations in southern China. Prime Minister Macmillan meanwhile presided at a cabinet meeting Friday in which the edgy situation in the Formosa Straits was discussed. "We are following the Chinese situation in all its aspects with close concern," the spokesman said at his daily press conference.

Terrorists Resume Activities in Algiers

ORAN, Algeria (Reuters) — Gunfire broke out and a bomb rocked town hall Friday night after the Secret Army Organization leader here strongly indicated the group would resume its terrorist campaign and hold Europeans to evacuate Algeria. The town hall blast touched off a fire.

Angelic Kennedy In Vacation Panel

WASHINGTON (AP) — A sculptured likeness of President Kennedy as a winged angel, for which he posed 23 years ago—is part of an altar panel in the Vatican. The incident is a story quoted in the Post, in a story quoting Mrs. Wiley, said Kennedy, a Roman Catholic, posed for the figure in a wood sculpture panel in the Vatican. Wiley carved and gave to the Vatican. He was the "most charming and patient model," recalls Mrs. Wiley, wife of foreign service officer John Cooper Wiley. The altar is contained in a book Mrs. Wiley has written. Around The Globe in Twenty Years, which will be published in August. According to Mrs. Wiley it happened in 1939, just before the Second World War broke out—when Mrs. Wiley's husband was serving as a diplomat in Latvia and Estonia and President Kennedy's father was ambassador to Britain.

Belt-Tightening Program Indicated For Canadians

OTTAWA (CP) — A belting program to support the devalued dollar's exchange rate and ease pressures on the country's foreign exchange reserves was indicated Friday by Prime Minister Diefenbaker. He issued a statement saying that on Sunday afternoon the government will announce "positive decisions and actions which will substantially improve Canada's international balance of payments and reduce the budgetary deficit."

New Dems Plan Strategy Parley

OTTAWA (CP) — The national executive of the New Democratic Party is to meet in Toronto Thursday and the party's newly elected members of Parliament will caucus in Winnipeg July 12, it was announced Friday. The position of leader T. C. Douglas, personally defeated in Regina City, is the main immediate matter following Monday's election which left Prime Minister Diefenbaker with a minority Conservative government and — for the first time since 1945—Status Credit holding third-party status in the Commons. Mr. Douglas may be asked—and choose—to try again in a by-election. He told reporters here earlier this week that at least three New Democrats elected Monday have offered to step down so he can run in their constituencies. Even without Mr. Douglas, the NDP emerged from the election with impressive parliamentary firepower. It also piled up a popular vote greater than that of the defunct CCF, which it replaced less than a year ago. Nearly complete totals gave it 12.6 per cent of the popular vote against 9.5 per cent for the CCF in the 1958 election.

Huge Dane Crash Toll Is Near Airtime Record

POINTE-A-PITRE, Guadeloupe (AP) — All 111 persons aboard perished Friday in the crash of an Air France Boeing 707 jetliner on this French West Indies island. Authorities said 11 children, including four infants, were among the passengers on the plane that crashed on a pre-dawn storm while attempting a landing. The death toll equaled that in the crash of a Caledonian Airways plane that went down near Douala, Cameroon, last March 4 as the second-worst single plane disaster in commercial aviation history. Only the crash of a chartered Air France 707 on takeoff at Paris' Orly Airport June 3 took a higher toll, 120 persons, including 121 members of the Atlanta, Ga. Art Association. Air France announced the crash was headed by Capt. Andre Lezier, 42, a veteran who flew the 101 passengers and a crew of 10 over the plane. The final figure dispelled uncertainty which had persisted for hours among authorities on both sides of the Atlantic. The plane had been on a flight from Paris to Santiago, Chile, with several stops in between. Air France announced the wreckage of the \$5,300,000 jet said it had exploded on impact and that the debris—scattered over a mile area—had burned. "Nothing left," said James Welsh, head of the United States' Information Agency in Guadeloupe, who flew over the disaster site in a forested hillside in his private plane. "There's nothing left of it," said James Welsh, head of the United States' Information Agency in Guadeloupe, who flew over the disaster site in a forested hillside in his private plane.

TWO-PARTY PERIL FORECAST

By GERRY MCNEIL. QUEBEC (CP) — A political analyst here says the danger on the pulse of Quebecers says Social Credit probably will increase its vote in the next election. Quebec if a federal election is held within the next year. The analyst, who is with the University said in an interview Social Credit is "almost certain" to win the next election. Lower St. Lawrence and Gaspé Peninsula seats if it had been as well organized there as in other parts of the province. He speculated that the only thing that might seriously harm Social Credit in the next year is an alliance with a traditional party, the Progressive Conservatives or the Liberals. Professor Dion also suggested that a minority Conservative government for the next two or three years may be the only option of Canada's two-party system.

Third Party Gains Seen In Next Federal Election

In the 1958 election the Conservatives won 308 of the 305 seats in the Commons. They won 50 of Quebec's 75 seats. In Monday's election, the Conservatives retained 14 Quebec seats; The Liberals boosted their strength to 35 from 25. The Social Credit's 28 seats included 18 formerly held by the Conservatives and eight by the Liberals.

Medical Care Talks Will Continue Today

By SCOTT SCHILL. REGINA (CP) — Representatives of the Saskatchewan government and the province's 904 doctors met behind closed doors for six hours today in an effort to set up a workable medical care plan in the province. When the meeting broke up at 6:30 p.m., a terse announcement said they will meet again today. The meeting will begin at 9:30 a.m. "We don't think it wise to make any comment at this time," Dr. H. D. Dalgleish of Saskatoon, president of the Saskatchewan College of Physicians and Surgeons, said. He added "we've had good discussions so far."

Surplus Seen In April, May

OTTAWA (CP) — A federal budgetary surplus of \$94,700,000 for the first two months of the current fiscal year was reported Friday night by Finance Minister Fleming. There was a surplus in the April-May period of \$11,000,000 in the separate old age pension fund, from which payments of \$65 a month are paid to everyone at age 70.

Healthy Dollar Move Assured

By ALAN DONNELLY. OTTAWA (CP) — A belting program to support the devalued dollar's exchange rate and ease pressures on the country's foreign exchange reserves was indicated Friday by Prime Minister Diefenbaker. He issued a statement saying that on Sunday afternoon the government will announce "positive decisions and actions which will substantially improve Canada's international balance of payments and reduce the budgetary deficit."

Tighter Money Move Suggested For Canada

OTTAWA (CP) — The government belt-tightening indicated in Friday's statement by Prime Minister Diefenbaker appears likely to be accompanied by some tightening of the easy money conditions that have prevailed for the last year. Signs of such a move have already appeared. Not only have interest rates risen sharply this week, but there has been a steady narrowing in recent weeks in the ability of chartered banks to increase their lending. Also, the steady increase in the money supply began a year ago by the Bank of Canada appears to have leveled off in the last month. The measures which Mr. Diefenbaker said will be announced Sunday — a reduction in the government's budgetary deficit and an improvement in the deficit position of Canada's international balance of payments—are apparently aimed at increasing confidence among foreign investors and easing downward pressures on the dollar's exchange rate. Higher interest rates would tend to help achieve the same result, and Thursday's rise of nearly one percentage point in the interest rate on treasury bills to 4.92 per cent was one of several indications that interest rates are rising.

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MA Asks Medical Care Removed From Politics

By GRAHAM COX. WINNIPEG (CP) — Keynote speaker at the Canadian Medical Association convention here said Friday that health care should be removed from the political arena. Dr. L. R. Rabson, chairman of the Saskatchewan medical committee on prepaid medical care, said at the Saskatchewan College of Physicians and Surgeons tonight to staff of the July 1 implementation of the province's government supervised medical plan. Without mentioning Saskatchewan, Dr. Rabson said: "Current political methods and practices are not such as to instill confidence in the promises which are made to secure votes. These promises are not based on humanitarian motives, but on electoral calculations. Health care, in any case, is personal responsibility. Dr. Rabson said: "In preventive health and clinical health," he said, "policy or preventive rest with the patient. Decisions which effect the quantity and cost and other quality of care cannot be controlled by organized compulsion. These decisions come not from above but from the grass roots." But there is a collective responsibility to see that the highest standards of health care and proper methods of payment which approximate health care are available.

Service Vote Is Due Sunday

OTTAWA (CP) — Results of the service vote in last Monday's election will be released or publication at 6 p.m. EDT Sunday. Chief Electoral Officer Nelson Cantoway said Friday. Service voters cast their ballots last week for candidates in their home constituencies. There were 139,185 eligible, 123,700 voters in the service vote. Service voters are 5,982 registered in hospital hospitals in Canada.

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MARITIME RCAF ASSOCIATION MEETS HERE

Wing Director of RCAF 301 Confederation Wing in Charlottetown, Claude Carville, centre, greets Phillipa Council, left, St. John's, last week president of the National Executive prior to the opening of the Maritime RCAF Association convention here last night. Looking on at right is Robert Enman, Summerford, wing director of 300 Confederation Wing in Summerside. Approximately 125 delegates from across the Maritimes are attending the three-day convention. The group will parade to the cathedral this morning to lay a wreath and this evening a banquet will be held at the Charlottetown Hotel.

