

Gov't Must Face Shortly Expensive Rail Decisions

By ROBERT RICE
OTTAWA (CP)—The government is facing a new multi-million-dollar transport decision.

The first deadline is April 30—the day the Freight Rates Reduction Act expires, thus ending special legislation under which the federal treasury has paid out almost \$50,000,000 in subsidies since 1959 to cut certain freight rates.

Indications are the government will likely extend the subsidy, pending legislative action on the overall transport blueprint proposed by the MacPherson royal commission on transportation.

Former Liberal Transport minister Lionel Chevrier asked Prime Minister Diefenbaker in the Commons Tuesday whether the government intends "at this session of Parliament" to extend the freight rates reduction act.

"The government will make an announcement in the House when it feels it is appropriate to do so," replied Mr. Diefenbaker.

EFFECTIVE IN 1959
The act went into effect Aug. 1, 1959. It was designed to roll back the full effect of a 17-per-cent freight rate boost authorized late in 1958.

Under the act, \$20,000,000 was put up to reduce freight rates for one year on goods carried at non-competitive rates, the so-called "captive traffic" carried by the railways.

The subsidy was extended twice—first for nine months at a cost of \$15,000,000, then for a full year at a further cost of \$20,000,000.

Each time, it was pointed out that the rate reducing subsidy was being continued until the government has received and acted on the recommendations of the six-man royal commission headed by Regina lawyer M. A. MacPherson.

In the meantime, any new general freight rate increases are banned under the government-imposed "freeze" announced in 1959.

GRANTED ONE SHOT
Another subsidy paid to the railways pending action on the MacPherson report cost \$50,000,000 and was granted last year on a one-shot basis as an interim payment related to the recommendations of the MacPherson report.

It was also designed to hold down any freight rate boost resulting from last year's wage

settlement between the railways and their non-operating works. The \$50,000,000 subsidy expires Dec. 31, 1961, and so far there has been no clue from government circles on whether it will be renewed.

Two-Key Plan Said Offered To Canada On Nuclear Arms

By DAVE McINTOSH
OTTAWA (CP)—The United States has offered Canada joint control over nuclear weapons on Canadian territory on the basis of the Anglo-American "two-key" system, a reliable source said here.

The U.S. offer has been agreed upon by the Canadian and American defence departments and by the U.S. state department but as yet has not been accepted or acted on by the Canadian government, the source said.

Prime Minister Diefenbaker has said Canada wants joint control with the U.S. over any nuclear warheads on Canadian territory.

But he has not defined his interpretation of "joint control" and on Feb. 26 told the Commons that joint control is "impossible" as long as U.S. law remains unchanged.

U.S. law stipulates that American nuclear warheads must remain in American custody until they are used.

Without amending this law, the U.S. has offered Canada the "two-key" system now used by the U.S. over any nuclear warheads on Canadian territory.

Under this system, the authority to use the nuclear weapons must come from the U.S. president. This is one key. Then Britain can decide whether or not to fire the weapons. This is the second key.

In practice, there are actually two keys on the firing panel of

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The Thor missiles stationed in Britain. One must first be turned by an American officer and the second by a British officer to fire the nuclear-headed missile.

The system means that Britain cannot decide by herself to fire the weapon but has a veto power over any firing.

Unless or until the U.S. changes its laws governing con-

rol of nuclear weapons—and this appears highly unlikely at this time—the Canadian government has the choice of accepting or rejecting the U.S. proposal.

BRITISH FISHERMEN
The British fishing industry employed some 23,000 full-time fishermen at the beginning of 1961.

THESE FOOD VALUES ARE



Budget-Approved

EFFECTIVE DATES MARCH 29 - 30 - 31



CHOICE SHOULDER or BLADE BEEF

ROAST 43[¢] lb.

PRIME RIB ROAST 65[¢] lb.
FRESH PORK SIDE SPARE RIBS 59[¢] lb.
FRESH BRISKET BEEF 35[¢] lb.



MAPLE LEAF
WIENERS 45[¢] LB.

TWINKLE CAKE 18[¢] PKG.

MIXES 41[¢] 20 OZ. TINS

GRAVES PORK and BEANS 41[¢] 20 OZ. TINS

MARVEN'S BIG 4 COOKIES 85[¢] 1 LB. BOX

REAL LEAN GROUND BEEF 2 lbs. 89[¢]

FINE GRANULATED SUGAR 5 lbs. 43[¢]

DOMESTIC SHORTENING 2 1/2 LB. Container 79[¢]

CLOVER FARM STRAWBERRY JAM 34 OZ. JAR 45[¢]

CLOVER FARM PEAS 2 30 OZ. TINS 39[¢]

HABITANT PEA SOUP 2 28 OZ. TINS 39[¢]

BENLEY PRUNE PLUMS 2 20 OZ. TINS 45[¢]

PETER PAN MIXED OR MUSTARD PICKLES 24 OZ. JAR 33[¢]

CLOVER FARM APPLE JUICE 18 OZ. TIN 33[¢]

BARBOUR'S SALTED PEANUTS 8 OZ. PKG. 29[¢]

FARM FRESH produce SPECIALS

LARGE JUICY FLORIDA ORANGES 5 LB. CELLO 69[¢]

GOLDEN RIPE BANANAS 2 LB. 21[¢]

NO. 1 CANADIAN ONIONS 2 LB. CELLO 29[¢]

FANCY MacINTOSH APPLES 5 LB. CELLO 59[¢]

Rhubarb Arriving Daily

SEA SEALD SCALLOPS 59[¢] LB.

BIRDS EYE Orange Juice 6 OZ. TIN 25[¢]

PERFECTION — FRENCH VANILLA, BUTTERSOTCH Ice Cream PINT 29[¢]

CLOVER FARM MILK 6 TALL TINS 83[¢]

MIR LIQUID 2 BOT. 87[¢]

DETERGENT 2 BOT. 87[¢]

CLOVER FARM PEANUT BUTTER 16 oz. Ice Box JAR 39[¢]

PETER PAN PEACHES 2 20 OZ. TINS 45[¢]

CREAM OF THE WEST FLOUR 25 LB. BAG 2.09

CANADA PACKERS KAM 12 OZ. TINS 89[¢]

CELEBRATE TEA FOR CANADA WEEK WITH KING COLE

TEA BAGS 60% GAUZE 89[¢]

STANDARD 1/2 LB. PKG. 57[¢]

TEA BAGS 90% PAPER 89[¢]

1 lb. pkg. Pet Milk 'FREE' With Every 3 lb. pkg. BOTH FOR 1.15



CLOVER FARM

REFLEX ACTION
Medical experiments have shown the human nervous system can transmit message at 85 miles an hour.