

Britain Reveals Dollar Fund Was Nicked Sharply In July

By SYDNEY GAMPELL
LONDON (Reuters)—Britain revealed Wednesday her dollar fund was nicked for \$136,000,000 in July—the biggest dent since February, 1952.

At the same time the West German and Belgian governments announced they are increasing their bank-interest rates—a move Britain made last February.

All three countries are trying to curb excessive spending and prevent inflation. Boom conditions normally threaten to cause inflation and increased interest rates serve as a brake on domestic spending.

SPENDING ALREADY CURBED

Britain's ever-present problem is to push exports above imports. The sharp drop in her gold and dollar reserves showed she is buying more dollar goods than she sells.

The treasury said that on July 1 the reserves were \$2,540,000,000 against \$3,013,000,000 at the same time last year.

Besides boosting the bank rate to 4 per cent in February the British government since has taken stern measures to curb spending by the public.

Last week the government forbade the minimum down-payment required on instalment purchases and ordered banks to tighten up their purse strings on

loans. At the same time Exchequer Chancellor Richard A. Butler denied the nation's economy is experiencing a crisis.

SAME PROBLEM ELSEWHERE

A treasury spokesman said Butler's measures last week were taken to correct a situation shown by the figures announced Wednesday. The worst previous drop in dollar reserves was \$226,000,000 in February 1952.

The West German bank rate rose Wednesday from three to 3 1/2 per cent. Belgium's rate went up from 2 1/2 per cent to three.

Rises in the German and Belgian bank rates testify that inflationary pressures are a world-wide phenomenon, not confined to Britain or any other single country.

Dearer and tighter money also is an almost world-wide prescription for containing the inflationary pressures.

The United States bank rate (the discount rate of the federal reserve banks) also may rise.

BOOM-TIME PROBLEMS

Obviously the trend has nothing to do with the strength or weakness of currencies. Those of Germany, Belgium and the United States are among the strongest in the world.

Nearly all the major industrial countries are having a boom.

Nobody wants to stall the boom, but each country's monetary controllers must stop its getting out of hand. They have to do it by the direct effects of higher bank rate and similar measures.

Previously a rise in bank rate had a direct effect on inventories by making it more expensive to finance them.

Nowadays, as British experience has shown this year, it is difficult to depress businessmen feeling buoyant.

Personals

Mr. and Mrs. John Arsenault, Charlottetown, are spending their annual vacation visiting relatives and friends in Summerside and Tignish.

Mrs. John Noonan, Mr. and Mrs. Albert Noonan and son Grant, of Alberton, were Sunday visitors at the home of Mr. and Mrs. P. H. Lidstone, Charlottetown.

Mr. Alvin Yincik, Mr. and Mrs. Henry York, Mrs. Jenny Libby of Rumbour, are visiting their sister and brother-in-law, Mr. and Mrs. P. H. Lidstone, Charlottetown.

Miss Elaine Arsenault, Montreal, is spending her vacation

Reds Ignore Requests For Data On Canadian Soldier

OTTAWA (CP)—The Communists apparently have refused to give up a Canadian soldier who vanished behind the Iron Curtain in May. Canadian requests for information about him have gone unanswered.

The East German news agency ADN claimed May 25 that Pte. Ralph Bernard Fredrick Cross, 27, who has a wife and three children, in Moose Jaw, Sask., appealed for and was granted political asylum in East Germany.

Through its military mission in Berlin, Canada on May 31 asked the Russian authorities in that divided city to arrest Cross and return him to Canadian officials.

WANT NEWS FOR FAMILY

Representations to the Russians in Berlin also included a request for information about Cross which might be given to his family.

"There has been no reply from the Russians," the external affairs department said Tuesday.

Cross was serving with the 2nd Battalion, Princess Patricia's Canadian Light Infantry, in West Germany when he disappeared in May.

City and Central

ROY'S TAXI—Dial 6560 6569

WE TREAT THE SICK WELL
Giggey's Pharmacy open 8 a.m. to 8 p.m.

PENTECOSTAL Tent Meetings, Stanhope, Thursday, Friday and Saturday, 8 p.m. Standard Time.

SPECIAL Outside White Paint \$3.95 per gallon. Sherwin Williams Co. Ltd.

PANTRY SALE Saturday night, August 6th, No. 5 Store, by Wheatley River W.M.S.

VAIL'S RADIO SERVICE—car radios installed; home radios, car radios and record players repaired. Pick-up and delivery. 204 Kent St. Phone 3537.

OPEN AIR Memorial service in the Polly Cemetery Sunday, August 7th, 11 a.m. Buchanan, at 2:30 p.m. Special guest speaker, Scotch specialties in music and song.

WITH SUPPLIES—The Canadian Government ship Saurel leaves today with supplies for points in Newfoundland, Belle Isle, and Labrador.

SALVATION ARMY CAMPAIGN IN SOUHS—The provincial chairman of the Salvation Army campaign, acknowledges receipt of the sum of \$206.75 from John R. McLean who was good enough to head the campaign in the town of Souris.

AT MOD—Enjoying a week's holiday, Mr. and Mrs. George V. Fraser and family are attending the Gaelic Mod which opened at St. Ann's, Cape Breton Island, Wednesday. Their son and daughter will take part in the parade at the opening of the Canso Causeway.

RAIL LOADINGS UP

OTTAWA (CP)—The number of railway cars loaded with revenue freight in Canada rose to 67,244 during the week ended July 31 from 78,181 cars in the corresponding period last year, the bureau of statistics reported Wednesday.

Iron ore loadings rose to 6,699 cars from 1,238; sand, gravel and crushed stone to 6,356 cars from 4,511; other mine products to 2,506 from 2,031.

SIZE REGULATED

As late as 1818 the British government would jail anyone found producing a newspaper or a sheet of paper exceeding 22 by 32 inches.

Cross now is classed as a deserter and is subject to court martial if picked up by Canadian authorities.

Cross' wife, Edith, has said that she last heard from her husband in February and that he was seeking a divorce.

There is apparently no definite information whether Cross went voluntarily to Communist East Germany or was kidnapped by the Reds.

FASTER IN CANADA

Between 1946 and 1964 the use of oil in Canada has increased twice as rapidly as in the United States.

Moves Made In U.S. Also To Tighten Up On Credit

WASHINGTON (AP)—The federal reserve board approved Wednesday an increase in the discount rates charged by four federal reserve banks. Effective today the rate will be boosted from 1 1/2 per cent to two per cent in Chicago, Boston and Atlanta, Ga., and to 2 1/2 per cent in Cleveland.

Other federal reserve banks are expected to take similar action within the next few days.

The action is a move to tighten up on credit, curbing inflationary factors.

The discount rate is the interest

rate which member banks must pay when they borrow from the federal reserve system. A high discount rate, in theory, discourages banks from borrowing to make loans to businesses or individuals.

STEPS AGAINST INFLATION

The board's move ties in with action by the Eisenhower administration last weekend in increasing down-payment requirements on homes and shortening the term of federal housing administration home loans.

Wednesday's discount-rate rise is the second this year.

During April and May the rate went up from 1 1/2 to 1 3/4 per cent at each of the 12 federal reserve banks.

In Memoriam

In loving memory of our wife and mother, Mrs. Nell Taylor, who passed away August 4th, 1954.

Ever remembered by her husband and family.

In loving memory of Mother, Mrs. Catherine MacDougall who died Aug 4th, 1954.

Asleep in God's beautiful garden. Sheltered from sorrow and pain. Some day when life's journey is over, We shall meet our dear mother again.

Lovingly remembered by daughter and son-in-law, Mr. and Mrs. Wm. Austin.

In loving memory of our dear mother, Mrs. Howard Weeks who departed this life August 4, 1954.

We watched you suffer day by day, It caused us bitter grief To see you slowly pine away And could not give relief. The weary hours, and days of pain, The troubled nights are past, And in our aching hearts we know You have found sweet rest at last. It is sweet to know we'll meet again.

Where parting is no more, And our dear mother we loved so well

Has only gone before.

Lovingly remembered by sons Harold and Lorne and daughter Lolita.

Georgetown

Mr. and Mrs. Stephen DeLory left on Saturday, July 30th, on return to Toronto, Ont., after a visit spent with relatives in Georgetown and DeGros Marsh.

Mr. Jerome Condon, left on return to Toronto, on Saturday, July 30th, after visiting at his home in Georgetown.

Mr. Richard DeLory, who has been visiting at the home of his parents, Mr. and Mrs. F. J. De Lory, left on Saturday, July 30th, on return to Cornwall, Ont. where he is employed as a Civil Engineer, with the Ontario Hydro Commission of the St. Lawrence Seaway Project.

CONGRATULATIONS TO OUR CITY on it's 100th BIRTHDAY

August 7, 1855 — August 7, 1955

IN PREPARATION FOR THE LONG WEEK-END AHEAD PIERCE'S OFFER YOU THESE CENTENNIAL FOOD VALUES — STORE CLOSED MONDAY.

Shiriffs	CHOICE YEAR OLD	ROSE BRAND 16 Oz.
Instant Puddings	GRADE "A"	PICKLES
FREE DEAL	FOWL	Sweet Mustard, jar 39c
3 PKGS. FOR THE PRICE OF TWO	Lb. 42c	Sweet Mixed, jar 39c
3 pkgs. 29c		Wafer, jar 39c
GRAVES 48 OZ. TIN	MONTERRAT	
APPLE JUICE, tin 29c	LIME JUICE—	
LIBBY'S — 48 OZ. TIN	Pint 47c	
ORANGE JUICE, tin 39c	Quart 79c	
LIBBY'S — 48 OZ. TIN	LIBBY'S DEEP BROWN—15 Oz.	
BLEND JUICE, tin 37c	PORK & BEANS, 2 tins 37c	
LIBBY'S — 48 OZ. TIN	LIBBY'S DEEP BROWN—20 Oz.	
GRAPEFRUIT JUICE, tin 31c	PORK & BEANS, 2 tins 45c	
PARAMOUNT SOCKEYE	NABISCO	
SALMON, 1-2 lb. tin 45c	Shredded WHEAT, 2 pkgs. 35c	
	SILVER SEAL	
	MOLASSES, quart 33c	
AUSTRALIAN CORNED BEEF	CAMPBELL'S TOMATO SOUP	FOR YOUR PRESERVING
LOAF Tin 37c	2 Tins 27c	Certo, jar 29c
		Parowax, lb. 19c

FRUITS & VEGETABLES	MEATS
TOMATOES, 2 lbs. 35c	FRESH LOIN PORK CHOPS 63c
BEANS, Island Wax, 2 lbs. 39c	BREAKFAST SLICED BACON 59c
TURNIPS, local, lb. 05c	DEVON BULK SAUSAGE, lb. 39c
BEETS, local, 2 for 25c	BOLOGNA, lb. 29c
LETTUCE, fresh green 19c	LUNCHEON MEAT, lb. 49c
ADD FLAVOUR TO YOUR SALAD—	
RADISHES, 2 for 19c	
POTATOES, new, 6 lbs. 29c	
CUKES, fresh green, 2 for 25c	
CARROTS, 3 lbs. 27c	
RASPBERRIES ARRIVING FRESH DAILY	

GREAT GEORGE STREET, CHARLOTTETOWN, P.E.I.

Pierce's CASH and CARRY

DIAL 5524-5525

FOR ALL YOUR FOOD NEEDS

DELIVERY SERVICE

August CLEARANCE Sale!

Ladies' Summer Dresses — Blouses — Hats — Swim Suits and Sportswear — Also girls' sportswear as well as boys' Wash Suits now greatly reduced to clear.

LADIES' SUMMER DRESSES

Nylons — cottons — crepes — broadcloths — glazed cottons — piques and wondersilks — all included in this sale. Sizes 12 to 24 1/2.

Dresses, reg. to 7.95—Now clearing at 4.95

Dresses, reg. 8.95 to 10.95—Now clearing at 5.95

Dresses, reg. 12.95 to 16.95—Now clearing at 9.95

Dresses, reg. 19.95 to 24.95—Now clearing at 12.95



50 ONLY LADIES' SUMMER HATS 1.00 each

1/3 OFF ALL SPORTS WEAR

Entire stock including swim suits, pedal pushers, shorts, halters and tee shirts by such famous brand names as Jantzen - Catalina - Fairway, etc.—Now clearing at greatly reduced prices.

Swim Suits, reg. 8.95 to 16.95—Now priced from 5.97 to 11.30

Pedal Pushers, reg. 3.95 to 7.95—Now priced from 2.64 to 5.30

Shorts, reg. 1.95 to 4.95—Now priced from . . . 1.30 to 3.30

Tee Shirts, reg. 1.79 to 3.95—Now priced from . . 1.20 to 2.64

SUMMER BLOUSES 1.97 each

* Reg. 2.95 to 4.95—sizes 12 to 18.

* Sleeveless and short sleeve styles

* White and pastel shades.

1-3 OFF ALL GIRLS' SWIM SUITS AND SPORTSWEAR; BOYS' WASH SUITS AND SWIM TRUNKS.

Girls' Swim Suits, reg. 1.25 to 7.95— Now priced from 85c to 5.30

Boys' Wash Suits, reg. 1.95 to 4.95— Now priced from 1.30 to 3.30

Girls' Sportswear, reg. 1.79 to 3.95— Now priced from 1.20 to 2.64

Boy's Swim Trunks, reg. 1.19 to 1.95— Now priced from 80c to 1.30

MOORE & McLEOD Limited

EXPORT

CANADA'S FINEST CIGARETTE