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# The Guardian

Cloudy with a few snowflurries, clearing this evening; colder; westerly winds 15. Low-high at Charlottetown 10 and 20.

"Covers Prince Edward Island Like The Dew"

CHARLOTTETOWN, CANADA, THURSDAY, JANUARY 29, 1959.

18 PAGES

NOT MORE FIVE CENTS THAN

## JUSTICE MINISTER OUTSPOKEN

# U.S. Anti-Trust Actions 'Not Acceptable'

## Oil Blast Decision Pending

OTTAWA (CP) — The cabinet has yet to consider formally an American oil company's proposal for trying to free with a nuclear blast the fabulous oil wealth locked in Alberta's Athabasca oil sands, it was learned Wednesday.

But when cabinet does take up the proposal, possibly within a few weeks, its decision conceivably could be of importance to the whole Western world.

A mines department official closely connected with the situation said the sands contain an estimated oil supply greater than the known reserves of the whole Western world at this time, some 250,000,000,000 barrels.

## Small Boy Is Drowned

SYDNEY (CP) — A three-year-old boy drowned in 20 inches of water in Sydney Harbor Wednesday when he slipped through a small hole in the ice and slush near the shore. The victim was Philip Wells, son of Mr. and Mrs. Blanford Wells.

Searchers found the boy's arm sticking out of a hole in the ice about 400 yards from his home. A three-year-old playmate raised an alarm. The search went on for two hours before the body was found.

**KING NEARLY RECOVERED**  
COPENHAGEN, Denmark (AP) King Frederik IX has nearly recovered from the minor rupture of one lung caused last Christmas Eve by a violent coughing spell.

## Many Nova Scotians In Ugly Frame Of Mind, Senator Says

OTTAWA (CP) — Liberal Senator Wishart Robertson said Wednesday many people in Nova Scotia are "in an ugly frame of mind" over what he termed lack of action by federal governments to improve the economic climate of the Atlantic provinces.

Speaking in the Senate throne speech debate, the Nova Scotian said federal subsidies and subsidies, increased federal payments to the provinces and other federal measures "have done little to aid our economic development."

"We have sought to answer the charge that we have not done enough to help ourselves," the Atlantic Provinces Economic Council, representing provincial governments and businessmen, had made "heroic" efforts to encourage industry but it was an uphill fight.

He described proposals to keep the St. Lawrence River open in winter as "ill-conceived projects to defy nature." Shipping through Atlantic ports would dwindle and die.

"Many Nova Scotians are thoroughly disillusioned with political parties and are getting in an ugly frame of mind," he said. "They will aid in unmaking governments in the future just as dramatically as they have in the past."

"The truth is that no government — Conservative, Liberal or CCF — can do much more than has been done in the past" unless new proposals are adopted to help the Maritimes.

## Projects Outlined

## Business Approach Said Needed For Paying Farm

Certain marginal farms could be put on a paying basis if strict attention to detail was maintained, Hon. Eugene Cullen stated in Charlottetown yesterday.

Speaking at the opening session of the two-day Dominion-provincial agriculture conference, the island minister of agriculture declared that farming was "very definitely" a business, and requires a business approach if profits were to be made.

He said that many of the province's poor farms could be planted to trees "now regarded as a profitable long term crop on Prince Edward Island."

Other speakers heard during the day included G.B. Whiteside, president of the council, S.C. Wright, deputy minister of agriculture, and R.C. Parent, superintendent of the local experimental farm.

## Fourth Story To Be Built On Vocational School Annex

The new wing of the Prince Edward Island Vocational School now under construction is to have an additional storey according to a joint announcement made yesterday by Hon. J. George MacKay, minister of public works and Hon. Keir Clark, minister of education. The extra floor will cost approximately \$75,000.

When the construction of the new wing was started, it was the intention to add a fourth floor at some future date but a recent decision reached by the government pointed out that the architectural structure would be more uniform if the extra floor were carried along while the main part of the building is under construction. It was also shown that the cost of putting a second roof on would be saved.

## 'Moonshining' On Island Still Serious Problem

OTTAWA, (Special) — "Moonshining" — the manufacture of illicit spirits — continues to present a serious problem for the RCMP in Prince Edward Island.

The RCMP, in its annual report tabled in Parliament, disclosed that the number of stills discovered by members of the force on the island in 1957-58 totalled 16. This was only one less than in 1956-57.

The beer and wash uncovered, however, was considerably higher than in the previous year. The report showed that seizures of beer and wash totalled 759,000 gallons, compared with 640,000 gallons in 1956-57. In addition, 29,000 gallons of illicit spirits were taken, as against 43,000 in the year before.

The seizures were made under Excise Act regulations which cover stills and the spirits produced by these operations or the wash required for distillation purposes.

The report said the quantity of spirits across Canada as a whole was only a little more than 50 per cent of the number of gallons seized in 1956-57. However, there was a big increase in number of stills seized. The total was 196, highest for any year since 1951-52.

The RCMP gave no reason for the large number of stills in P.E.I., but it is believed the strict provincial liquor laws have much to do with it.

Too, the availability of potatoes has a definite bearing. It was pointed out by the RCMP that there were no large seizures of illicit spirits on the island. Most of the stills uncovered are pot or the small rectifying stills.

## Nov. Pulpwood Production Up

OTTAWA (CP) — Canadian production of pulpwood in November, 1958, rose to 1,555,379 rough cords from 1,228,479 a year earlier, the bureau of statistics reported Wednesday. The 1958 January-November output declined to 13,337,658 rough cords from 14,068,176 a year earlier.

## Khrushchev Opens Party Congress

Nikita Khrushchev speaks at opening of 21st Congress of the Soviet Communist Party in the Great Hall of the Kremlin in Moscow. The party chieftain and premier announced that the Soviet Union has started assembly line production of intercontinental ballistic missiles. Delegates applauded frequently as Khrushchev delivered report on new seven-year economic plan. (AP Wirephoto via radio from Moscow)

## Solution Lies In U.S. Acting With Restraint

NEW YORK (CP) — Justice Minister Fulton of Canada Wednesday night charged that United States anti-trust action against American companies and their Canadian subsidiaries constitutes more interference in commercial projects in Canada "than is fitting and acceptable."

On the eve of discussions with U.S. Attorney-General Rogers in Washington about the case, Mr. Fulton said the solution lies in the U.S. acting with restraint in taking court actions "that interfere directly, substantially and deliberately with matters that are essentially matters of Canadian commerce within Canada."

Mr. Fulton confers today with Mr. Rogers about the anti-trust action in New York against General Electric Company, Westinghouse Electric Corporation and N.V. Philips Company and a number of firms charged as co-conspirators, mostly Canadian companies participating in a patent pool known as Canadian Radio Patents Limited.

He spoke Wednesday before the anti-trust section of the New York Bar Association, devoting his remarks largely to frank criticism of U.S. "interference" in Canadian affairs through anti-trust actions in American courts against parent companies of Canadian firms.

The statement was included in a text of the speech issued to the press before delivery.

"The (anti-trust) complaint," Mr. Fulton said, "alleges that the defendants, operating through Canadian subsidiaries, engaged with other co-conspirators, most of them Canadian companies, in an unlawful conspiracy in restraint of foreign trade and commerce between the U.S. and Canada in radio and television receiving sets."

"Such restraint, it is alleged, was accomplished by the organization of a Canadian Patent Pool, controlled by the defendants' Canadian subsidiaries, which prevented the importation into Canada of radio and television receiving sets manufactured in the U.S."

"Such cases appear to illustrate a tendency, apparent in the field of foreign affairs as well as of anti-trust, for U.S. authorities to regard foreign subsidiaries of U.S. parent companies merely as projection of U.S. trade and commerce and thereby subject to U.S. policies in priority to the laws, customs and interests of the countries in which such subsidiaries are incorporated and carry on business."

## Mother Given 5-Year Term

HALIFAX (CP) — Mrs. Margaret McNeily, 33, of Woodville, N.S., was sentenced to five two-year concurrent terms in penitentiary Wednesday after being convicted earlier on five counts of forgery and false pretences. She is the mother of five children.

## 5th Prince Member Is Pick As Speaker Of The House

Edward P. Foley, Liberal member for 5th Prince, will be proposed as Speaker of the House when the P.E.I. legislature convenes Feb. 10th, it was announced Wednesday by Premier A.W. Matheson.

Mr. Foley, a member of the cabinet until last summer, will succeed Hon. J. Augustine Gallant, 3rd Prince, who has been speaker for the past two years.

A Summerside pharmacist, Mr. Foley was first elected to the legislature in 1951. He was appointed as minister without portfolio in 1955.

Mr. Foley was born at Kildare and attended public school and Prince of Wales College. He is past president of the Canadian Pharmaceutical Association and is a member of the Summerside Golf and Country Club, Curling Club and Gentleman's Club.



E. P. FOLEY

## N.S. Coal Mines To Seek Assistance From Ottawa

By IAN DONALDSON  
Canadian Press Staff Writer  
HALIFAX (CP) — Nova Scotia's slumping coal industry decided Wednesday to ask the federal government for a helping hand through one of the gloomiest chapters in its troubled history.

A meeting of Dominion Steel and Coal Corporation, government and union representatives unanimously voted to send a delegation to Ottawa to seek further subsidies on coal shipments to central Canada.

Premier Stanfield and Mayor Dan A. MacDonald of Glace Bay were appointed to the delegation. Others will be named later. No date was set for the Ottawa trip.

**CLOSE PITS SUNDAY**  
The meeting was called after Dosco, producer of more than 90 per cent of the province's coal, announced two weeks ago that five of its Cape Breton pits would close for at least one month beginning Sunday because of market conditions. Five other mines are expected to close later.

The 5½-hour meeting generated little optimism, although Premier Stanfield told the 50 delegates that "I refuse personally to believe that the long-term outlook is dismal."

Bill Marsh, president of United Mine Workers (Ind) District 26, said his 7,500 miners are "distressed."

"We are faced with hardship, deprivation and hunger," he said.

**GORDON PESSIMISTIC**  
Harold Gordon, Dosco's coal chief, was pessimistic of the short-term outlook for the industry. The five mines, which employ 4,100 men, have been working too long with a slowing down... he said.

"There are 1,200,000 tons of coal on the ground (stockpiled), we must find a market for it. There are no ulterior motives in the cutbacks. The company is up to the hilt in its bank loans. We have reached the very limit.

"Competition has become very keen" he said. "There is more fuel of all kinds than is required.

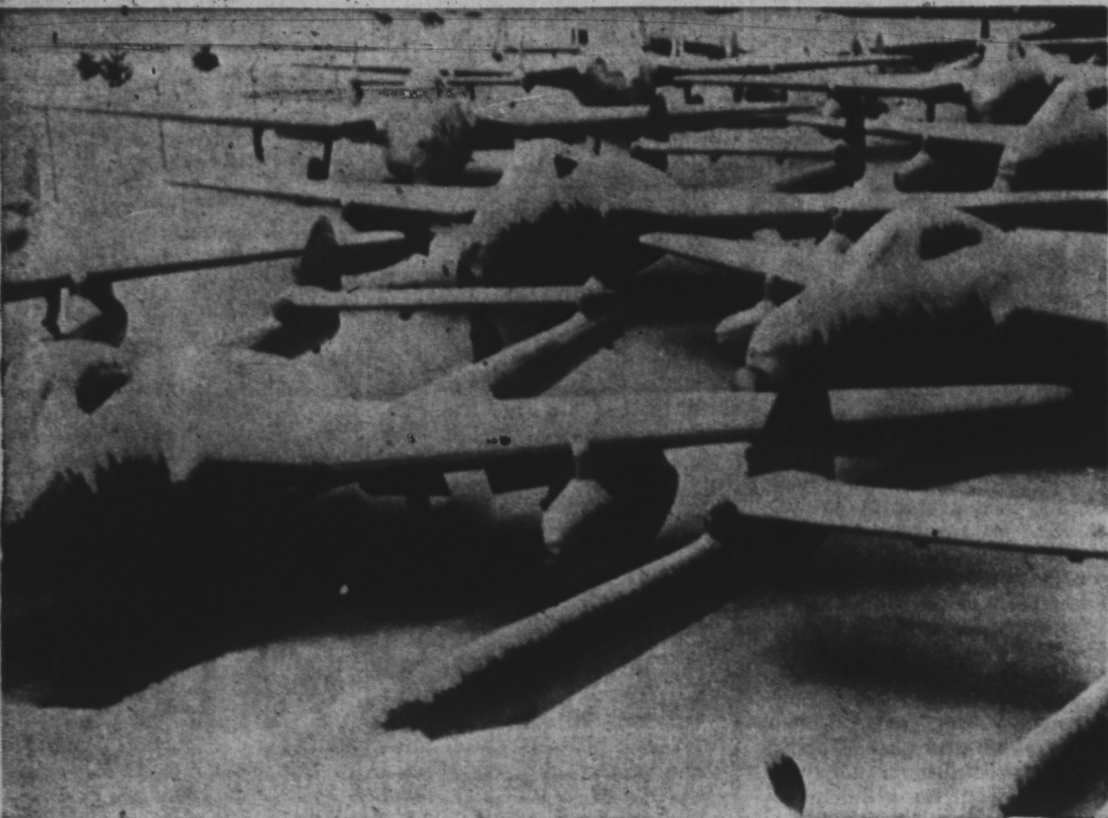
There is also a surplus of hydro. Some of our bigger customers haven't been taking any coal since last March and we have been told they won't be taking any until next June."

**EXTENDED SCOPE**  
Mr. Marsh said the Dominion Coal Board's scope should be extended to enable it to become a coal-marketing agency. "The fact that we are meeting here today proves subsidies are not the answer."

Coal board chairman Wilbur Uren said present subsidies mean, in effect, that the board sells 40 to 45 per cent of Dosco's coal and pays half the work force.

He said if present Dosco production continues, 1,700,000 tons would be stockpiled by the end of May.

The Quebec-Ontario market requirements are not expected to increase this year, he said. The price of coal at the pithead in Nova Scotia was higher than the delivered price in Ontario of United States coal.



## VAMPIRE JETS FOR EXPORT?

Former RCAF Vampire jets gather snow at Malton airport near Toronto. The federal government has said no application to ship the jets to the Dominion Republic has been granted.

There were reports the Latin American republic is buying 12 Canadian Vampires which went out of use in the RCAF about 10 years ago. It is understood the Canadian government sold

26 Vampires a year ago to Fliteways Incorporated of West Bend, Wis. The government has been asked to take steps to prevent jets shipped to the U. S. from reaching a third country.

## More Jobs Than Year Ago, Cabinet Minister Declares

OTTAWA (CP) — A cabinet minister Wednesday criticized the Liberal opposition for "concentrating all its economic thinking on unemployment."

"I hope we can get away from the twisting, turning and squirming," J. M. Macdonnell, minister without portfolio, said in the Commons as he replied to Opposition criticisms of the government's economic policies.

The country should look on the other side. In December 5,680,000 Canadians were at work, 22,000 more than a year earlier. Unemployment, which was up 48,000 from December, 1957, was due to the increase in the working force.

**9 PER CENT EMPLOYED**  
"After all, more than 90 per cent of our working force is employed... and they are able, pending improvements in conditions which will mean the return to work of the unemployed, to keep the unemployed from distress."

Mr. Macdonnell's speech, during the continuing throne speech debate, was followed by a CCF attack on the government for clinging to "a piecemeal, ad hoc" approach to economic affairs.

Douglas Fisher (CCF — Port Arthur) asked why Progressive Conservatives are so "afraid" of the idea of economic planning and "go into a huck and wing" whenever they hear the words.

**LINE NARROWING**  
He said the line is narrowing between free enterprise and social planning. The trend of the times was to planning in the economy.

They were among the handful of Commons members who spoke in the throne speech debate, expected to end Friday.

Herman M. Batten (L—Humber-St. George's) renewed his party's call that the government agree to ending the 10-day debate immediately to permit an immediate start on government legislation, giving priority to anti-unemployment measures.

Every Liberal speaker in the last two days of the debate has ended his speech with a repetition of that proposal, first made Monday night by Opposition Leader Pearson. But there has been no indication of the debate ending.

**OTHER DEVELOPMENTS**  
In other Commons developments: 1. External Affairs Minister Smith told Mr. Pearson there has

been no attempt to revive the wartime Hyde Park agreement on sharing of defence production efforts. Present arrangements for consultation on sharing of defence production were "working to the satisfaction of both governments." Defence Production Minister O'Hurley would be making a statement soon on Canada-U.S. defence production sharing.

2. Mines Minister Comtois said he has asked for recommendations on surplus and marketing problems in Nova Scotia's coal industry from W. E. Uren, chairman of the Dominion Coal Board, now attending a Halifax meeting on the matter with Premier Stanfield of Nova Scotia and representatives of coal companies and unions.

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