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# The Guardian

Clear with a few cloudy intervals; a little milder; northwest winds 15 shifting to southwest 15. Low-high zero and 22.

"Covers Prince Edward Island Like The Dew"

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## MACMILLAN INSPECTS HONOR GUARD

British Prime Minister Harold Macmillan, right in style with a gray fur hat, reviews the honor guard on hand at Moscow's Vnukovo airport to welcome him to the Russian capital. Soviet premier Nikita Khrushchev accompanies the British statesman, who flew from London for talks aimed at easing East-West tensions. A Russian interpreter, center, follows the two leaders. (AP Wirephoto via radio from Moscow).

## Khrushchev In Surprise Appeal For Summit Talk

By VINCENT BUIST  
MOSCOW (Reuters) — Premier Khrushchev Tuesday appealed for an East-West summit conference instead of a Western-proposed meeting of foreign ministers. In a lengthy Kremlin speech touching on main cold war issues, he also called for a long-term, non-aggression treaty between Britain and Russia and an Anglo-Soviet agreement on trade and culture. Khrushchev accused the Western powers of trying to "impose their will" on Russia for a Berlin solution and a nuclear test ban. His comments on East-West relations took on added significance, following as they did extensive exchanges since Saturday with Britain's visiting Prime Minister Macmillan.

## Gunmen Are Captured In Police Kidnap Case

MONTREAL (CP) — Police in suburban Pointe Claire early Tuesday captured two gunmen who kidnapped an Ontario provincial police constable and a motorist during the night. Soon afterwards, a widespread search in Quebec and Ontario was launched for a third man wanted in connection with the kidnappings and a series of robberies and car thefts. The OPP officer, Constable A. J. Warrenner, was kidnapped two miles south of Hawkesbury, Ont., about 60 miles west of here, when he stopped the three men for questioning. They were driving a car believed to have been stolen in St. Catharines, Ont., and used in an attempted holdup at Aymer, Que. Police said Constable Warrenner's attention was distracted and one of the men fired at him. The shot missed, but the Ontario officer was disarmed and forced into the stolen car. CAR DEVELOPS TROUBLE It developed trouble at Rigaud, Que. One of the men hitched a ride with a passing car. The other two, still holding Constable Warrenner prisoner, stopped Leo J. Stewart of nearby Vaudreuil, Que., when he drove by. With Stewart and Warrenner in the back seat, they headed for Montreal. But the gunmen also had trouble with the second car. The motor sputtered and when the door was opened, Stewart raced into a field beside the highway. The men got the car going and continued on toward Montreal. The car stalled again when they turned into a dead-end street near the Beaconsfield Golf Club. The men broke into the club and tied Warrenner to a bench. They left him and went to steal another car. This vehicle also became stuck in a snow drift.

## Federal Gov't. Hands Tied In New Park Proposal Here

OTTAWA (Special) — Establishment of a national historic park on the site of Fort Amherst, Prince Edward Island, is under consideration, Northern Affairs Minister Alvin Hamilton told the Commons Tuesday. He made the statement in reply to a question by Heath MacQuarrie (PC, Queens) who asked if the government contemplated early establishment of such a park. Mr. Hamilton explained that the matter has been before the Historic Sites and Monuments Boards of Canada, which advises him on matters of this nature. But, he pointed out, it was government policy that before a national historic park is set up, the lands comprising the proposed site must be made available by the Province to the Federal Government. This has to be done "free of charge and without condition or encumbrance," he said. While there have been informal consultations between the province and Ottawa, he said, no official offer has been made to Ottawa by Prince Edward Island with regard to the Fort Amherst lands. Until such time this is one, the government's hands were tied, he indicated.

## Avro Head Denies Workers Fired To Embarrass Gov't.

LONDON (Reuters) — Sir Roy Dobson, chairman of A. V. Roe (Canada), Tuesday night denied that the Canadian company's decision to dismiss 14,000 employees was intended to embarrass the government, as alleged by Prime Minister Diefenbaker. In a statement, Dobson said that the decision was forced upon the company by the Canadian government's failure to take it into its confidence and give it reasonable advance notice of its intention to cancel the program for the Avro Arrow supersonic jet fighter. "Our company was told that the decision whether or not to proceed with the project would be taken by the end of March," Dobson said. "Suddenly, out of the blue, before the end of February, the government announced the decision to scrap it and issued orders to the company by telegram to stop all work in its plants, also in those of its suppliers and subcontractors." No mention was made of compensation for those who, as a result, would be out of a job, Dobson said. "In such circumstances, what could the company do? They could not have thousands of workers in their plants with no work to do and could not, in all fairness to their shareholders—including thousands of Canadian citizens—incur the expense of carrying on abnormally when they knew that the bottom had fallen out of their main project."

## 10 IN COST

# Steel Plant Extension Is Planned For Sydney

## Federation Protests Hike In Flour And Feed Prices

An anticipated yearly increase of \$300,000 on the flour bill is one of the most apparent effects of the St. Lawrence Seaway on the Atlantic Provinces as seen by the Prince Edward Island Federation of Agriculture who presented their annual brief to the legislature yesterday. The brief stated that the Federation has brought before the House. The president, Kenneth MacLean of Lot 16, read the brief. Premier A.W. Matheson acted as chairman. Practically all of the members of the House were present. The Federation was "amazed to find" that not only would the price of flour be raised but the price of feed wheat would be raised \$2.00 per ton. The car ferry Prince Edward Island, inching through heavy ice and with her oil bunkers running low, was reported last night about 21 miles off East Point. The ferry, travelling in the wake of the CGS Labrador, is making for Souris to take on fuel. Progress was slow yesterday. An advance of about one mile was recorded between 7 a.m. and noon. The lighthouse keeper at East Point, Stewart McIntyre, said he could not see the ships but could make out smoke from their funnels. He said they appeared to be making very slow progress. He estimated the day's advance at four to five miles. Mr. McIntyre said he was packed extremely closely from East Point towards Cape Breton Island. In fact he thought it would be possible to walk between the islands. Along the southeast side of this island, however, towards Souris, there is considerable open water to be seen. Off East Point the ice is said to be piled in ridges because of the pressure. Yesterday three tank cars of bunker oil were sent to Souris for the ferry. If her bunkers become depleted before Souris is reached she can take on fuel from the Labrador, it was said, but the oil is of a different quality and will be used only in case of necessity.

## HEADS FOR SOURIS

## Ferry Slowed Off East Point

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## War Threat Seen By Shah Of Iran

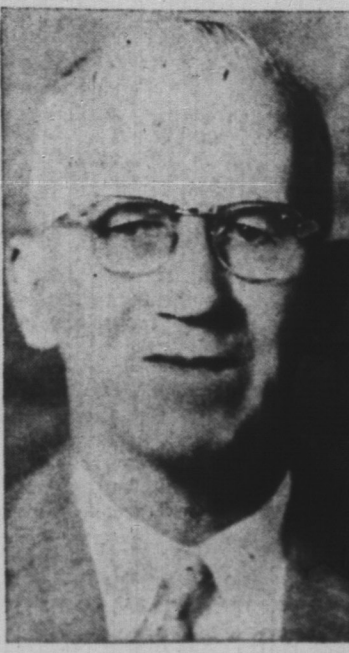
TEHRAN, Iran (Reuters) — Shah Mohammed Reza Pahlavi, warned Tuesday that any Russian attack on Iran would touch off another world war. But, he said, Iran was not afraid of foreign threats and intimidation. The entire nation was united and the government was following a policy consistent with the nation's interests. The Shah's declaration, at an audience of senators and deputies of the Iranian lower house, came in the wake of a fresh attack on the Shah Tuesday by Soviet Premier Khrushchev. The biggest single customers for steel from the Sydney plant were Dosco finishing mills in other parts of the country, and without freight-rate assistance "it is virtually impossible for us to compete in the Montreal and Toronto markets." However, Dosco did not intend to "walk out on" the Sydney plant which would cost between \$200,000 to \$250,000, to replace. CAUTIOUS OPTIMISM "I sincerely believe that we have all reason, in looking at the long-term picture, to be cautiously optimistic about the future of this steel plant," he said. He said he will "cover the subject of coal thoroughly" when he speaks to a service club in nearby Glace Bay today. Five Cape Breton mines operated by Dosco closed for one month Feb. 1, throwing 4,100 miners out of work. The company said the shutdowns were made necessary by mounting stockpiles of unsold coal.

## Dosco Official Horrified By Vitriolic N.S. Attacks

SYDNEY (CP) — Albert L. Fairley, president of the Dominion Steel and Coal Corporation, said Tuesday night he was "frankly horrified at the violent and vitriolic way in which many Nova Scotians have consistently and steadily attacked Dosco and all of its policies." Mr. Fairley, a native of Alabama, told the Sydney Board of Trade that the corporation which forms the backbone of the Nova Scotia economy had been "vilified on the floor of Parliament and pilloried in the legislative halls of this province." "If I felt that the violent and derogatory remarks which have been voiced in many quarters were representative of Nova Scotians as a whole, I am afraid that I would lose my faith in human nature." UNWARRANTED CHARGES He said Dosco has tried to be "a good Maritime citizen." Now, "when we are in the throes of an economic situation which is completely beyond our control, irresponsible people turn on us and fling at us completely unwarranted charges." He said he had read a newspaper story quoting Mayor James P. MacNeill of New Waterford, N.S., as saying visiting Dosco officials should be "greeted with a hatchet." He was pleased that when he got off the train in Sydney Tuesday he was not met by a "hatchet brigade, screaming for my scalp."

## Education Needs Stressed By First Prince Minister

Advocating greater interest in the boys of the Province by everyone concerned, Hon. Prosper Arsenault (L-1st Prince) said in the Legislature yesterday that "the life of a boy is big with possibilities both for good and for evil." "Many seem to leave school at an early age while others seem to lag behind when the time arrives for them to attend institutions of higher learning," he declared. Hon. Mr. Arsenault, who is a minister without portfolio in the Matheson government, was the only member to speak in the draft debate yesterday. He was followed by Harvey Douglas (L-2nd Kings), who moved the adjournment of the debate. COMMENDS INCREASE Increasing the salaries of the Province's teachers as was done last year and was proposed to be done again this year was right and fitting, Hon. Mr. Arsenault contended. "The teacher is one of the great channels whereby the heritage and traditions are transmitted to the young, whose habits, ideas, and way of life will determine the course of our national and world future," he said. Hon. Mr. Arsenault added that this further increase in salary should be a means to attract many more boys and girls to prepare themselves for the important task of keeping our schools open. The representative of First Prince, himself a schoolmaster in private life, commended Hon. Keir Clark, the provincial minister of education for what he termed "his very fine educational program." "I am sure," he said, "that every fair-minded person will agree that the present minister has accomplished much for the schools of Prince Edward Island, and has also given ample proof that he has the interests of the teachers at heart." CO-OPERATIVE EFFORT Education is a co-operative effort in which the farm, the factory, the office and the church, as well as the home and schools have rights and responsibilities, Hon. Mr. Arsenault declared. The home, in which most learning is acquired through imitation and association, will always be the most effective force for developing those characteristics which form "the very backbone of democracy," Hon. Mr. Arsenault reminded his colleagues in the Legislature. (Continued on page 18 col. 4)



MR. ARSENAULT

## Exile Of Makarios Has Ended

LONDON (AP) — Three years of exile ended Tuesday for Archbishop Makarios, bearded leader of the Greek Cypriots. The government sent a notice to his London hotel that he may go home to Cyprus whenever he wishes. The archbishop and his entourage of black-robed, Greek Orthodox churchmen immediately made plans to leave London by plane Saturday for the Mediterranean island. He is sure of a huge welcome on the island, where 508 Britons and Cypriots lost their lives in four years of civil strife. The archbishop is expected to become the first president of the republic of Cyprus when it is formed after gaining independence in about a year.

## 5-Year Program Is Anticipated

By SANDY CAMPBELL  
Canadian Press Staff Writer  
SYDNEY (CP) — Albert L. Fairley Tuesday night announced a \$10,000,000 expansion of the Dominion Steel and Coal Corporation steel-making plant here and said a new company plant may be turning out steel near Montreal within 15 years. The Dosco president told a board of trade meeting that the A. V. Roe Canada Limited subsidiary planned an integrated steel mill at Contrecoeur, Quebec. The expansion program here would be carried out over a four to five year period to meet the demand of the rolling mill to be built soon at Contrecoeur. There was no indication when work would start on the projected basic steel plant in Quebec. He said that despite rumors to the contrary the "controversial Contrecoeur project will help our Sydney operations and, certainly in no way will hurt them." The rolling mill at Contrecoeur would create an annual demand for from 300,000 to 500,000 tons of slab steel for at least the next 15 years "though we may be producing steel at Contrecoeur also, long before that 15 years is up." The plant here, which employs about 4,500, produced 600,000 tons of steel last year. It has an annual capacity of 950,000 tons. The expansion program would boost maximum annual production to 1,250,000 tons. Details of the expansion—when it will begin and by how many jobs it will provide—were not disclosed. Mr. Fairley said it would be completed before the Contrecoeur rolling mill is finished. Basic steel produced here will be fashioned into flat rolled items such as sheets, strips and plates in the Quebec mill. NOT FEASIBLE The mill could not be built in Cape Breton because it was not "economically as feasible to produce the finished products... and ship them a thousand miles as it is to produce those products right in the middle of the market." The biggest single customers for steel from the Sydney plant were Dosco finishing mills in other parts of the country, and without freight-rate assistance "it is virtually impossible for us to compete in the Montreal and Toronto markets." However, Dosco did not intend to "walk out on" the Sydney plant which would cost between \$200,000 to \$250,000, to replace. CAUTIOUS OPTIMISM "I sincerely believe that we have all reason, in looking at the long-term picture, to be cautiously optimistic about the future of this steel plant," he said. He said he will "cover the subject of coal thoroughly" when he speaks to a service club in nearby Glace Bay today. Five Cape Breton mines operated by Dosco closed for one month Feb. 1, throwing 4,100 miners out of work. The company said the shutdowns were made necessary by mounting stockpiles of unsold coal.

## Liberals Blast Duplessis For Highway Policy

OTTAWA (CP) — Quebec Liberals charged Tuesday in the Commons that Premier Duplessis refused to join the Trans-Canada Highway program because the Quebec government would have been required to ask for tenders on construction projects. Two other Liberals suggested that by signing an agreement Quebec would have to change its present practice of awarding contracts without calling publicly for competitive bids. In the wake of a fresh attack on the Shah Tuesday by Soviet Premier Khrushchev. The biggest single customers for steel from the Sydney plant were Dosco finishing mills in other parts of the country, and without freight-rate assistance "it is virtually impossible for us to compete in the Montreal and Toronto markets." However, Dosco did not intend to "walk out on" the Sydney plant which would cost between \$200,000 to \$250,000, to replace. CAUTIOUS OPTIMISM "I sincerely believe that we have all reason, in looking at the long-term picture, to be cautiously optimistic about the future of this steel plant," he said. He said he will "cover the subject of coal thoroughly" when he speaks to a service club in nearby Glace Bay today. Five Cape Breton mines operated by Dosco closed for one month Feb. 1, throwing 4,100 miners out of work. The company said the shutdowns were made necessary by mounting stockpiles of unsold coal.

## USE ICE TO LOWER SEWER



POWER SAW DID NOT CUT DEEPLY ENOUGH

PARKDALE'S sewer outfall to the channel of the Hillsborough River is being lowered into place by ice. In what is thought to be a unique engineering operation about one-third of the 2,600 foot outfall was lowered to the bottom yesterday. W.H. Crandall, who designed the sewerage system and George Newman, who since last August has been in charge of Parkdale's sewer maintenance, explained that a power saw was first used to cut the ice in a line several feet from the pipe. This did not cut deeply enough, however, and hand operated ice saws were used to finish the cut. The concrete pipe weighs 200 pounds per foot in air and 100 pounds in water. The amount of ice cut away has a buoyancy of 75 pounds so that the pipe sinks gently. It does not require its full bending limit of five degrees. DULLES OBSERVES 71ST BIRTHDAY WASHINGTON (AP) — State Secretary Dulles will celebrate his 71st birthday today fighting cancer. The hospital again reported Tuesday that he is doing about as well as can be expected. In his second battle with cancer, Dulles has undergone four treatments of massive doses of x-rays of a minute or more duration. Doctors say this will go on for three or four weeks at Walter Reed Army Hospital. Except to add that Dulles' appetite has improved, Tuesday's medical bulletin was virtually the same as previous ones: He slept comfortably, all vital signs such as pulse and temperature were normal, and his spirits were good. RETAIL SALES REACH RECORD OTTAWA (CP) — Retail sales in Canada reached an estimated record \$15,252,000,000 last year, compared with \$14,836,441,000 in 1957, the bureau of statistics said Tuesday. Sales in the Atlantic provinces rose to \$1,282,200,000 from \$1,233,900,000 the previous year while Quebec sales were higher at \$3,595,700,000 compared with \$3,521,400,000 in 1957. DAG TO MOSCOW? UNITED NATIONS, N.Y. (AP) Secretary-General Dag Hammarskjöld is reported planning tentatively to visit Moscow late next month for talks with Premier Khrushchev. The visit would be part of a tour which will take him to Malaysia, Laos, Cambodia, Western Samoa, India, Thailand and Afghanistan.