



FIREMEN FIGHT THE GARAGE FIRE

Possibility Of Fire Bug Seen In City Outbreaks

The Charlottetown Fire Department was called out twice within an hour last night to extinguish two fires.

Fire Chief Gordon Stewart said there was a possibility of the two being started by a fire bug as there was no logical reason for either.

The first call was to a garage at 257 1/2 Grafton Street, operated by John Fall, Bunbury. Extensive damage was caused to the building and damage to vehicles inside.

Mr. Fall said the building contained a 1958 Simca owned by Sheldon Duncan, Charlottetown, a 1960 Hillman owned by Ernest Collier also of Charlottetown and a Ford half-ton truck owned by the firm of Proud and Moreside of Charlottetown, along with a variety of mechanical equipment. It was not learned last night whether these vehicles were insured.

Mr. Fall estimated last night that his equipment sustained approximately \$1,500 damage. The owner of the garage was reported to be Robert Duncan of Charlottetown who was thought to be out of the province.

Fire Chief Gordon Stewart said last night that two fire hydrants were blocked by vehicles in the vicinity of the first fire. Chief Stewart said that this greatly hampered the progress of the firemen in setting up their equipment and hose and he anticipated that the offenders would be prosecuted.

The second fire broke out at 12:15 in a pile of leaves at the back of the Giftarama on Prince Street and quickly spread to the back of the store.

Wallace Smith, manager of the store said that extensive damage was caused to the back wall of the building but no merchandise was destroyed.

These two firms were employed by the provincial government to conduct on-site studies of the present and future potential of the Georgetown Industries and have spent the last two weeks conducting their investigations.

Also in attendance at yesterday's special Cabinet session were representatives of the auditing firm of Touche, Ross, Bailey and Smart, the firm which is at present conducting an external audit of government financing.

Premier Campbell commented that yesterday's session has enabled the government to obtain professional and expert advice and opinion with respect to these operations.

ST. JOHN'S, Nfld. (CP)—Newfoundland's first major experimental beef herd has failed and the cattle are being sold. Liberal legislature member P. J. Canning of Placentia West said Monday night.

Mr. Canning said the Flying L ranch started on the Burin Peninsula in 1963 with 1,000 Saskatchewan cattle failed because of "mismanagement from the beginning."

The cattle were brought in by Harold Lees of Saskatchewan in too great a number and before adequate preparations for winter feeding were made, he said.

There were persistent reports earlier this year that the cattle were starving and the St. John's branch of the Toronto-Dominion Bank took over the ranch in the spring.

Manager John Ballard of the bank declined comment when approached in Marystown, where he was reported arranging the sale of the last 400 head this week.

The first shipment of 100 cattle was followed by a second of 900 head.

NEW YORK (AP)—The sudden debris of a burned-out 19th century Manhattan building yielded the bodies of 12 firemen Tuesday, after the worst departmental disaster in the history of New York firefighting.

Fire Chief John T. O'Hagan told survivors of the hours-long battle against a seemingly innocuous blaze that suddenly exploded into an inferno of dense smoke and searing flame.

Last of the bodies was not recovered until 16 hours after the fire at Broadway and 23rd Street broke out and engulfed three adjoining 75-year-old buildings. The victims were buried in the cellar of a drug store.

By DENNIS ORCHARD OTTAWA (CP)—Inflation tends to hit hardest at supermarkets and other retail distributors, officials of Dominion Stores Ltd. told the parliamentary committee on living costs Tuesday.

Farm and factory production leads itself to mechanization, but the food chain does not have the same chance to offset mounting wages and employee benefits, said executives of Canada's biggest single food distributor.

They also conceded before the special inquiry that housewife's boycotts have been felt "to some extent" by individual stores, but not in over-all areas. And they said there are more supermarkets than necessary to serve the Canadian population.

Gross margins in the supermarket industry "have crept up slightly over the past 10 years but are still moderate and today there is little change from a year ago," said the company's brief.

Dominion Stores made a net profit after taxes of 2.07 per cent in the year ended March, 1966, identical to the previous year, a company statement said.

A committee counsel, however, drew attention to the last Dominion Stores annual report showing dividends had climbed to 72 cents a share in 1966 from 23 cents a share 10 years earlier.

Net earnings per share were \$1.32 in 1966, compared with 71 cents 10 years earlier.

Several committee members dealt harshly with Ivor Crimp, vice-president of merchandising for the company, which operates 380 stores in 10 provinces and is the largest single food chain in Canada.

Eugene Whelan (L—Essex South), former tomato farmer, charged that a statement in the Dominion Stores brief about prices for processed tomato products was misleading and erroneous.

He said he has information that when producers get the least for their vegetables, the supermarket increases its markups. He knew of an 800-per-cent supermarket margin on cucumbers.

A farmer had told him of selling tomatoes for 40 cents a six-quart basket at the back door of

Monday night when she served the president at a dinner hosted by Hawaii Governor John A. Burns. (AP Wirephoto)

OTTAWA (CP)—Rio Algom Mines of Canada has negotiated a sale of 8,000 short tons of uranium oxide to Britain for delivery during the 1970s, Prime Minister Pearson announced Tuesday.

The uranium will come from Rio Algom property at Elliot Lake, the Ontario community built on uranium. Market losses have hit the town hard in recent years.

Mr. Pearson told the Commons the uranium will be used by Atomic Energy Authority in Britain for its domestic program to produce electric power.

The new contract takes up where the current agreement leaves off in 1971. Under the new pact, a minimum of 8,000 tons will be shipped to the end of 1980.

After that the British authority has the option to take an additional 3,500 tons. Basic annual delivery rate will be 1,000 tons, but this could be varied from year to year.

No prices were given in the announcement, but uranium in the yellowcake form produced at Elliot Lake has been selling at a \$4.90 a pound floor price under Canadian government stockpiling arrangements. One source said it is likely that the negotiated price would be above this figure.

Even at the \$4.90 floor price, the 8,000-ton sale would be worth \$78,400,000. If the option were exercised to bring the total to 11,500 tons, the price would climb to \$112,740,000.

Mr. Pearson said Britain has agreed to use the Canadian ore for peaceful purposes only. Safeguards to ensure this is done will be implemented.

AUGURS WELL The prime minister said the new contract augurs well for the future of the Canadian uranium industry. It is evidence of a greatly increased world demand for the ore for peaceful uses.

Canada can "look forward to the revival of this important segment of our economy," he said.

Ontario Uranium Sale Announced To Britain

PROFITABLE OPERATION SOUGHT

Georgetown Industries Discussed By Cabinet

Premier Alex Campbell last night told The Guardian that the Cabinet had met in a special session lasting eight hours during Tuesday afternoon and evening to receive the reports from and to hold discussions with the firms of consultants and external auditors which have been reviewing the financial and physical operations of Bathurst Marine Limited and Gulf Garden Foods Limited at Georgetown.

This meeting precedes a further meeting between the government and the principles of the Georgetown Industries which has been scheduled for Thursday, October 20th.

The Premier expressed the hope that these meetings will provide information to establish a base upon which the Georgetown industries may operate effectively and profitably.

"It is of utmost concern to the government that the Georgetown industries continue to operate and provide employment opportunities in the area, and we are determined as a government to assure the efficient operations of these industries."

A 37-page report on the present situation and future prospects of the Georgetown food processing plant was submitted to the Cabinet by "Canadian Plant and Process Engineering Limited of Halifax" and extensive analysis of the shipbuilding operations of Bathurst Marine Limited was submitted by Maurice R. Evans, consulting naval architect and marine engineer of Halifax.

These two firms were employed by the provincial government to conduct on-site studies of the present and future potential of the Georgetown Industries and have spent the last two weeks conducting their investigations.

Also in attendance at yesterday's special Cabinet session were representatives of the auditing firm of Touche, Ross, Bailey and Smart, the firm which is at present conducting an external audit of government financing.

Premier Campbell commented that yesterday's session has enabled the government to obtain professional and expert advice and opinion with respect to these operations.

ST. JOHN'S, Nfld. (CP)—Newfoundland's first major experimental beef herd has failed and the cattle are being sold. Liberal legislature member P. J. Canning of Placentia West said Monday night.

Mr. Canning said the Flying L ranch started on the Burin Peninsula in 1963 with 1,000 Saskatchewan cattle failed because of "mismanagement from the beginning."

The cattle were brought in by Harold Lees of Saskatchewan in too great a number and before adequate preparations for winter feeding were made, he said.

There were persistent reports earlier this year that the cattle were starving and the St. John's branch of the Toronto-Dominion Bank took over the ranch in the spring.

Manager John Ballard of the bank declined comment when approached in Marystown, where he was reported arranging the sale of the last 400 head this week.

The first shipment of 100 cattle was followed by a second of 900 head.

NEW YORK (AP)—The sudden debris of a burned-out 19th century Manhattan building yielded the bodies of 12 firemen Tuesday, after the worst departmental disaster in the history of New York firefighting.

Fire Chief John T. O'Hagan told survivors of the hours-long battle against a seemingly innocuous blaze that suddenly exploded into an inferno of dense smoke and searing flame.

Last of the bodies was not recovered until 16 hours after the fire at Broadway and 23rd Street broke out and engulfed three adjoining 75-year-old buildings. The victims were buried in the cellar of a drug store.

By DENNIS ORCHARD OTTAWA (CP)—Inflation tends to hit hardest at supermarkets and other retail distributors, officials of Dominion Stores Ltd. told the parliamentary committee on living costs Tuesday.

Farm and factory production leads itself to mechanization, but the food chain does not have the same chance to offset mounting wages and employee benefits, said executives of Canada's biggest single food distributor.

They also conceded before the special inquiry that housewife's boycotts have been felt "to some extent" by individual stores, but not in over-all areas. And they said there are more supermarkets than necessary to serve the Canadian population.

Gross margins in the supermarket industry "have crept up slightly over the past 10 years but are still moderate and today there is little change from a year ago," said the company's brief.

Dominion Stores made a net profit after taxes of 2.07 per cent in the year ended March, 1966, identical to the previous year, a company statement said.

A committee counsel, however, drew attention to the last Dominion Stores annual report showing dividends had climbed to 72 cents a share in 1966 from 23 cents a share 10 years earlier.

Several committee members dealt harshly with Ivor Crimp, vice-president of merchandising for the company, which operates 380 stores in 10 provinces and is the largest single food chain in Canada.

Eugene Whelan (L—Essex South), former tomato farmer, charged that a statement in the Dominion Stores brief about prices for processed tomato products was misleading and erroneous.

He said he has information that when producers get the least for their vegetables, the supermarket increases its markups. He knew of an 800-per-cent supermarket margin on cucumbers.

A farmer had told him of selling tomatoes for 40 cents a six-quart basket at the back door of

Monday night when she served the president at a dinner hosted by Hawaii Governor John A. Burns. (AP Wirephoto)

OTTAWA (CP)—Rio Algom Mines of Canada has negotiated a sale of 8,000 short tons of uranium oxide to Britain for delivery during the 1970s, Prime Minister Pearson announced Tuesday.

The uranium will come from Rio Algom property at Elliot Lake, the Ontario community built on uranium. Market losses have hit the town hard in recent years.

Mr. Pearson told the Commons the uranium will be used by Atomic Energy Authority in Britain for its domestic program to produce electric power.

The new contract takes up where the current agreement leaves off in 1971. Under the new pact, a minimum of 8,000 tons will be shipped to the end of 1980.

After that the British authority has the option to take an additional 3,500 tons. Basic annual delivery rate will be 1,000 tons, but this could be varied from year to year.

No prices were given in the announcement, but uranium in the yellowcake form produced at Elliot Lake has been selling at a \$4.90 a pound floor price under Canadian government stockpiling arrangements. One source said it is likely that the negotiated price would be above this figure.



FOUNDER DIES

Sebastian S. Kreege, founder of the dime store and department store chain bearing his name, died Tuesday in East Stroudsburg, Pa., General Hospital, according to an announcement from the company in Detroit.

(AP Wirephoto)

LIMA (AP)—Rescue teams searched wreckage in Lima and coastal towns and cities Tuesday after Peru's most savage earthquake in 26 years. By unofficial count, 82 to 87 were killed and 1,000 injured.

(The U.S. state department in Washington said unconfirmed American estimates put the number of Peruvian dead at 125.)

OTTAWA (CP)—The cabinet is considering whether "exceptional procedures" are necessary to deal with the threatened postal strike. Prime Minister Pearson said Tuesday in the Commons.

Replying to NDP Leader T. C. Douglas, the prime minister said certain processes have to be followed in such disputes affecting public servants. They now are being followed.

However, the government was considering whether exceptional procedures would be necessary. Mr. Douglas had suggested establishment of a conciliation board to investigate the wage

demands of the postmen and related matters.

R. G. L. Fairweather (PC—Royal) asked for a firm assurance from the government that there will be no interruption of mail service.

Mr. Pearson said he hopes there won't be.

Reid Scott (NDP—Toronto Danforth) asked what action the government proposes to take so that Parliament will not just sit until the crisis breaks.

Mr. Pearson said it would be improper to reply to such a question at this stage. It would do a great deal of damage to current negotiations.

WELLINGTON, New Zealand (AP)—U.S. President Johnson starts here today what he has called a sentimental journey to New Zealand and Australia, the first and second foreign stops on his 29,000-mile tour of the Far East.

In New Zealand, the smallest of the six countries he is to visit, a warm but restrained reception awaits him. It was marred by a threat against the life of Prime Minister Keith J. Holyoake during Johnson's 24-hour stay and planned demonstrations against the war in Viet Nam.

In Australia, newspapers have received telephoned threats against Johnson's life but officials, while seeking to run them down, said they place no stock in them. The president flies to Australia Thursday.

Mine At Elliot Lake Will Supply Material

OTTAWA (CP)—Rio Algom Mines of Canada has negotiated a sale of 8,000 short tons of uranium oxide to Britain for delivery during the 1970s, Prime Minister Pearson announced Tuesday.

The uranium will come from Rio Algom property at Elliot Lake, the Ontario community built on uranium. Market losses have hit the town hard in recent years.

Mr. Pearson told the Commons the uranium will be used by Atomic Energy Authority in Britain for its domestic program to produce electric power.

The new contract takes up where the current agreement leaves off in 1971. Under the new pact, a minimum of 8,000 tons will be shipped to the end of 1980.

After that the British authority has the option to take an additional 3,500 tons. Basic annual delivery rate will be 1,000 tons, but this could be varied from year to year.

No prices were given in the announcement, but uranium in the yellowcake form produced at Elliot Lake has been selling at a \$4.90 a pound floor price under Canadian government stockpiling arrangements. One source said it is likely that the negotiated price would be above this figure.

Even at the \$4.90 floor price, the 8,000-ton sale would be worth \$78,400,000. If the option were exercised to bring the total to 11,500 tons, the price would climb to \$112,740,000.

Mr. Pearson said Britain has agreed to use the Canadian ore for peaceful purposes only. Safeguards to ensure this is done will be implemented.

AUGURS WELL The prime minister said the new contract augurs well for the future of the Canadian uranium industry. It is evidence of a greatly increased world demand for the ore for peaceful uses.

Canada can "look forward to the revival of this important segment of our economy," he said.

Opposition Leader Diefenbaker said it is only pure coincidence that the new uranium contract doesn't apply to any area except Elliot Lake, in Mr. Pearson's riding of Algoma East.

Uranium-producing areas in other parts of Ontario and in northern Saskatchewan would have appreciated being included.

Mr. Diefenbaker also suggested an investigation into how persons at the stock exchanges obtained information which caused fluctuations in uranium stocks last week.

NDP Leader T. C. Douglas said he is sure Mr. Pearson is pleased with the contract as head of the government and as MP for Algoma East. Elliot Lake has suffered more than any other mining community in recent times.

Mr. Douglas and Raymond Langlois (Creditiste—Megantic) said they trust the government will keep in mind other uranium-producing areas in Canada when it comes to further contracts.

Car Chase Leads Police Into Country

Police chased an unidentified vehicle through the city last night and the vehicle was reported still at large early this morning with Constable Wayne MacIntyre of the city police force still seeking the vehicle.

The initial chase—about 9:30—was reported to have taken place in Parkdale when Warren MacKenzie, Parkdale policeman attempted to stop the car for speeding. The city police took up the chase with the vehicle reportedly coming in North River Road, around Victoria Park and east on Kent Street before leaving the city.

Island Delegations Meet Cabinet Today

A number of Island delegations will make representations to members of the provincial Executive today as they visit various sections of western Prince Edward Island on a familiarization tour that will take them to Summerside, Alberton, Tignish, O'Leary, Mirmingash and points of interest in between.

Delegations meeting with Cabinet include: Alberton West Prince Board of Trade, the Town of Alberton, the Town of Tignish, Alberton Industries, and a delegation of fishermen from the Alberton district.

The Cabinet, which has a busy schedule laid down, will leave Charlottetown at 9 o'clock for Summerside. Meanwhile four members of the executive will be visiting with Summerside Mayor George Key and others concerned with the housing situation in Summerside.

All members of the Cabinet will leave Summerside together for O'Leary Hospital arriving there at 10:30 and departing at 11 o'clock for Cedar Dunes Park, Mirmingash, Anglo Park and Tignish.

Following dinner, the delegation will then tour Jacques Cartier Park before arriving in Alberton where Cabinet will visit the following places: Eileen Oulton's Museum, 2:50; Herbert Leavitt's Maple Tree Craft, 3:10; Mrs. O'Brien's Jewelry Shop, 3:25; Alberton Hospital, 3:45.

The Cabinet will be prepared to receive delegations from 3:45 until 6:00 at Alberton before taking supper at the Alberton Hospital.

Four Dams Planned In Queens

OTTAWA — A federal-provincial project for the construction of four low-earth multi-purpose dams in Prince Edward Island was announced here Tuesday by Forestry and Rural Development minister Maurice Sauve.

The four dams will be constructed in Queen's County under the Agricultural Rehabilitation and Development Act.

The water conservation projects will cost an estimated \$35,000 with the federal government contributing 37½ per cent and the province the balance.

The dams, with concrete spillways, will impound water for stock watering, irrigation, fire-fighting, singling and other recreational uses.

All four projects may eventually be extended to provide for picnic grounds in the immediate vicinity of the dams.

School Girl Dies Under Bus Wheel

ALDER POINT, N.S. (CP)—Juanita MacLean, 5, daughter of Mr. and Mrs. Delbert MacLean of Alder Point, was killed Tuesday when she fell beneath the wheels of a school bus as she left the vehicle near her home.

He said he was not accusing Mr. Nugent of deliberately trying to damage his reputation. But this could be the "accidental" result of Mr. Nugent's charge.

There were Conservative shouts of "back-off" as Mr. Hellyer completed his brief statement.

Mr. Nugent said Mr. Hellyer had not denied the words attributed to him in the newspaper report.

Alberta PC Pushes Charge Against Defence Minister

OTTAWA (CP)—The Commons again became entangled Tuesday with the charge of Terry Nugent (PC—Edmonton—Strathcona) that Defence Minister Hellyer "tampered" with evidence given the defence committee June 23.

Mr. Nugent once more formally put forward his motion that his charge be sent to the Commons privileges committee for investigation.

He has said that Mr. Hellyer caused to be altered the brief of Rear-Admiral William Langmore before its presentation to the defence committee and that the briefs of all other named forces officers to the committee are therefore suspect.

It was the fourth sitting day in the last week in which Mr. Nugent has pressed his accusation.

INSIDE TODAY

- Island news 2
- Summerside 3
- Deaths 3
- Editorials 4
- Kings, Queens, City 5
- Women's 6
- Sport 9
- Comics 13
- Classified 14, 15
- Finance, markets 16



HOW DOES SHE SAVE THIS AUTOGRAPH?

Mrs. Marie Yamada, a Honolulu waitress, is the proud owner of a rare presidential autograph—Lyndon B. Johnson's signature on her forehead. Her only problem, probably insurmountable, is how to preserve it. She got the autograph in grease pencil

Monday night when she served the president at a dinner hosted by Hawaii Governor John A. Burns. (AP Wirephoto)

Monday night when she served the president at a dinner hosted by Hawaii Governor John A. Burns. (AP Wirephoto)