

Today's Weather

Prince Rupert
southeast wind;
temperature, 37;
ly, fresh
er, 30.31;
p.

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31 Mar 31
PARLIAMENT BLDGS.

The Daily News

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

TAXI 32

Prompt

24 Hour Service

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PRINCE RUPERT, B.C., FRIDAY, DECEMBER 4, 1931

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COMMONS ENDORSES INDIAN POLICY

HUDSON BAY COMPANY TRADING SHIP FOUND UNDAAMAGED

Federation of States and Provinces To Be Eventually Provided

Division Was 369 to 43 in Favor of Government on Issue—
Labor Members Vote Against Administration
On Question

LONDON, Dec. 4:—The British House of Commons last night endorsed the policy of the government in India by a vote of 369 to 43. The government's policy calls for the eventual establishment of a federation of autonomous provinces and states in India, London to have certain safeguarding powers in regard to foreign affairs, finance, etc. Labor members, believing that India should be at once made an independent Dominion, voted against the government on the division.

DEAD FOR TWO YEARS

Local Fisherman, Whose Effects
Are Found, Passed Away in
Vancouver in 1929

Daniel Campbell, local fisherman, finding of whose clothing and effects floating on the Gulf of Georgia was reported recently, died in a Vancouver hospital over two years ago, it was stated this morning by J. M. Morrison, local agent of the Deep Sea Fishermen's Union. There is no explanation, however, as to how deceased's clothing and effects should have been found in such a manner at so late a date.

RESPONSE WAS HUGE

National Service Loan Oversubscribed by Over \$65,000,000
Acting Finance Minister
Announces

OTTAWA, Dec. 4:—It is officially announced by Hon. Edgar N. Rhodes, acting minister of finance, that the National Service Loan was oversubscribed by more than \$65,000,000.

WEATHER REPORT

Langara Island—Raining, moderate south wind; sea choppy.
Triple Island—Overcast, light southeast wind, light swell.
Dead Tree Point—Part cloudy, light southeast wind; barometer, 30.22; temperature, 38; light swell.

WILLIAM GREEN URGES FIVE-DAY WORK WEEK

CHICAGO, Dec. 4:—William Green, president of the American Federation of Labor, yesterday prescribed a five-day week of 35 working hours as a means of remedying the present economic depression. It was necessary for capital and labor to co-operate in bringing about an improvement, Mr. Green declared.

LOST MAN IS FOUND

Alf Skolvik Picked Up Exhausted After Being Missing on Campania Island

Out 53 Hours

Had No Food For Over Two Days—
Supply of Matches Became Exhausted

Alf Skolvik, engineer and part owner of the local halibut boat Gony, is safe back aboard his vessel after a rather harrowing experience when he became lost on desolate Campania Island, down the coast from here, while hunting deer. The halibut boat Melville, Capt. John Ivarson, which returned to port yesterday afternoon after having joined the search for the missing man, reported his safety.

Skolvik was lost from Monday morning until Wednesday afternoon. He had had no food between Monday morning, when he ate a couple of pieces of bread before leaving his boat, and Wednesday afternoon when he was found in an exhausted condition on the north coast of Campania Island by the halibut boat Viking, one of the search boats. He was out for 53 hours.

According to word brought to the city by Capt. Ivarson, Skolvik walked himself into exhaustion before nightfall on Monday. He had reached the beach, however, and lit a fire that night but a storm blew it out. The lost man had exhausted his supply of dry matches and on Tuesday and Wednesday had no fire. He had also fired all his bullets in the effort to attract attention. It was fortunate that the Viking was searching close enough to shore to sight Skolvik. He was immediately taken on board.

Meantime, the Gony had come into port for the purpose of obtaining more searchers. The Gony, accompanied by the Melville, went back on Wednesday and, on arrival at Campania Island, found that Skolvik was safe.

The Gony and the Viking, like a number of other local halibutters, are "camping out" for the winter. The two boats are now at Union Bay in Grenville Channel and later plan on moving to Bella Coola.

Station Agent New Alderman

PRINCE GEORGE, Dec. 4:—W. L. Armstrong, station agent here, defeated ex-Alderman Edward Opie by a majority of 17 votes in the by-election held recently to choose a successor to Ald. D. G. Fraser on the city council. Mr. Fraser resigned to become temporary municipal relief officer.

MANCHURIAN PEACE TERMS ACCEPTED BY JAPAN ON THURSDAY

PARIS, Dec. 4:—It was reported here yesterday that Japan had finally accepted terms of the League of Nations for restoration of peace in the Manchurian situation. The terms involve a time limit for the evacuation by Japanese troops of the neutral zone in Manchuria.

Football Trophy and Mascots



Here are Robert Dallas and Melvin Goodrick, American Legion and marine mascots, holding the trophy which the Legion team won in their grid-iron battle when they defeated Marines 14-0.

QUEEN HAS COLD NOW

Condition Not Serious—Prince of Wales Recovering From Chill

LONDON, Eng., Dec. 4:—The Queen is ill at Sandringham Palace with a slight cold but is progressing well. The chill from which the Prince of Wales has been suffering is taking its normal course.

Vancouver Stocks

(Courtesy S. D. Johnston Co.)

Big Missouri, 15.16.
Cork Province, 1.2.
George Copper, nil, 50.
Golconda, 25. nil.
Grandview, 5 1/2. 6.
Independence, 1. nil.
Kootenay Florence, 1. 1 1/2.
Kootenay King, 1. 1 1/2.
Lucky Jim, 2. 3.
National Silver, 2. 2 3/4.
Oregon Copper, 2 1/2. 0.
Pend Oreille, 90. 100.
Premier, 62. nil.
Porter-Idaho, nil. 8.
Reeves Macdonald, 31. nil.
Rufus-Arizona, nil. 2.
Silver Crest, nil. 2 1/2.
Snowflake, nil. 2.
Woodbine, 2 1/2. 1.

OILS
A. P. Con., nil. 11 1/2.
Calmont, 5. nil.
Dalhousie, 21. nil.
Devenish, 1. nil.
Fabyan Pete, 1 1/2. nil.
Home, 45. 50.
Merland, 5. nil.
Mercury, 10. 10 1/2.
United, 8 1/2. 10.

EASTERN STOCKS
Sherritt-Gordon, 61. 65.
Noranda, 17.00. 17.25.
Int. Nickel, 9.75. 10.25.
Cons. Smelters, 70.00. nil.

VANCOUVER WHEAT

VANCOUVER, Dec. 4:—Wheat was quoted at 61c on the local exchange this afternoon.

BAYCHIMO IS FOUND

Hudson Bay Trading Ship Drifted 45 Miles in Ice But Is Little Damaged

POINT BARROW, Alaska, Dec. 4:—The Hudson Bay Co's trading steamer Baychimo, which was believed to have been ground to pieces following a terrific storm earlier in the week, was discovered yesterday 45 miles from where it had been frozen in the ice before the storm.

The discovery of the vessel was made by an Eskimo who reported that the vessel, apparently, was little damaged.

PUT MEN ON LAND

Would Be Better Policy Than Herding Them Into Unemployed Camps, Pattullo Feels

VANCOUVER, Dec. 4:—Visiting here after having completed a tour of the entire province, T. D. Pattullo, leader of the Liberal opposition in the British Columbia Legislature, contended that a policy of getting men on the land, thus establishing solid assets and providing sustenance for more people, was preferable to the present system of establishing unemployed "army camps" throughout the province. A large part of the money spent in these camps, Mr. Pattullo felt, would be eventually wasted.

Noranda Dividend

Word was received this morning by S. D. Johnston Co. Ltd. that Noranda had declared a dividend of 50c a share. Prior to this the company had not paid a dividend for two years.

The island of Cuba is populated by nearly 4,000,000 people.

Colonel Nicholls Discusses Gold As Money in Interesting Address To Rotary Club at Its Luncheon

Yesterday afternoon Colonel J. W. Nicholls gave a very interesting address on gold as a financial medium, at the weekly luncheon of the Prince Rupert Rotary Club. He explained the suspension of gold payments by Britain and its effect on that and other countries. He said in part:

"In the primitive days commodities were used as money, and we can read in history of many typical examples: Cattle, grain, furs, salt, cowrie shells were all used, but with the advance of political and economical civilization, the metals have proved to be the best. Copper, silver and gold have each in turn been chosen until today gold is almost universally used amongst the highest developed countries. It is a striking example of the survival of the fittest. Gold is of equal quality in its pure state, so that no matter if it is secured in the Yukon or Australia it is the same for all practical purposes. Gold has large value in small bulk, is durable, easily converted from bullion to coin and vice versa at little cost and without loss. It has a low melting point.

"It has been said that the production of gold is not keeping up with the requirements, and that the fall in prices and business depression are due to inadequate supplies of gold. This theory is flatly denied by the McMillan committee. This committee was created by the Ramsay MacDonald socialist government and comprised not only the best bankers of Great Britain, but also eminent economists, organized labor leaders, and outstanding business men of prominence. They go further and say that were the supplies of gold greater the same conditions would prevail.

Gold Standard
"Now what is the gold standard? I will try to explain it as it appears to be rather hazy to some people. Theoretically it means that countries having a gold standard or using gold as their medium for exchanging commodities will always exchange their paper currency for gold. In Canada the dollar is composed of 23.22 grains of pure gold. Therefore, Dominion \$1.00 notes should be exchangeable for that amount of gold. But in actual fact it means that gold is simply used to adjust international balances of trade. I will give a simple illustration, which applied, of course, before Great Britain suspended gold payments. Supposing Great Britain had bought \$1,000,000 worth more of goods and services than she had sold to foreign countries, the demand for foreign bills to pay the foreign countries would be greater than the supply. Foreign exchange, in terms of pounds, would rise, or in other words, the pound would buy less dollars.

"The pound sterling contains 113 grains of pure gold. Our dollar contains 23.22 grains of gold. Therefore, it is easy to calculate that one pound gold equals 4.86 2-3 dollars gold. Therefore, if one pound will only buy foreign bills amounting to \$4.80 the merchant will buy instead 113 grains of gold which costs one pound and ship it to Canada and sell it to the mint here and get \$4.86 2-3. This will be done to the extent of \$1,000,000 which will balance the international trade by removing from the exchange market the demand for the surplus of \$1,000,000. This transaction, in actual fact, is not done by the merchants but by experts in foreign exchange and gold shipments. It is a very involved transaction and the profit is very small.

"England, by suspending gold payments, has prevented stabilizing gold transactions to be made. In other words, the pound will no longer buy 113 grains of gold because the Bank of England, which is the gold depository for Great Britain, will refuse to sell gold.

Wealthy Nation
"England is a rich nation and her wealth per capita is probably greater than any other country in the world. So why did England have to suspend gold payments? Well, France not only suspended gold payments a few years back, but settled her debts at 20c on the dollar when she established her franc at 4c in Canadian money instead of 20c in 1914. In other words, she repudiated 80c of her debt external and internal. Great Britain didn't do this, but while she suspended gold payments from 1914 to 1925 she then re-established her currency at par, in other words, she (continued on page six)

Tomorrow's Tides

Saturday, December 5, 1931

High 9:39 a.m. 20:7 ft.
22:26 p.m. 18:0 ft.
Low 3:05 a.m. 6:9 ft.
16:09 p.m. 5:1 ft.

Card of Thanks

The Fraternal Order of Eagles extend their sincere thanks and appreciation to all those who co-operated and assisted in making the Benefit Smoker of Wednesday last the success it was.

LETTERS FROM SANTA CLAUS

North Pole, December 4, 1931

People of Prince Rupert,
Dear Folk:—

People often wonder how I can visit so many people at Christmas. How am I able to make so many people happy all in one day? It's the magic of the season that does it. People are in the mood to be happy. Some are happy because they give and others are happy because they receive. On that day men are no longer the grasping selfish creatures that you often find them. They relax and their real selves come to the fore. The magic of the season is on them and when people are like that I, the spirit of Christmas, can work wonders.

All you need is to get the Christmas idea in your minds and I can easily do the rest. Watch for me on Christmas Day.

SANTA CLAUS