

Today's Weather (8 A.M.)

Prince Rupert—Strong southerly to westerly winds, foggy and cool with rain.

The Daily News

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

Tomorrow's Tides

High 11:53 a.m. 18.6 ft.
23:50 p.m. 21.6 ft.
Low 5:38 p.m. 2.6 ft.
17:46 p.m. 7.1 ft.

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PRINCE RUPERT, B.C., TUESDAY, AUGUST 3, 1937

PRICE: 5 CENTS

Jap War Planes Bomb Chinese Army

CONVENTION TOMORROW

Delegates Expected to Arrive Tonight on Train from Interior Points

Delegates to the convention of the Associated Boards of Trade of Central British Columbia are expected to arrive on tonight's train in readiness for the opening tomorrow morning. The meetings will take place mornings and afternoons in the council chamber of the city hall.

Tomorrow morning President Little will receive registrations, appoint committees and get the resolutions before the resolutions committee so that their report may be ready for the beginning of the afternoon.

President Little asks that Prince Rupert people extend themselves in entertaining the visitors. There will be about a dozen ladies in the party, mostly accompanying their husbands. The program of entertainment has already been published.

Reorganization Of British Army Is Proceeding

LONDON, Aug. 3.—The British Army is being reorganized in such a way that regiments will be organized for home protection only or for service in the colonies. Formerly regiments at outside points had a home base from which recruits were obtained for service in India or other parts of the world.

Former Premier Going To Rest

STOURPORT, England, Aug. 3.—Earl Baldwin said today on his seventieth birthday he had been ordered to take a complete rest on account of rheumatism he was unable to stand for any length of time. He is leaving for Aix, France, for a rest.

OPPOSES CHANGE

MONTREAL, Aug. 3.—Paul Gouin, leader of L'Action Nationale party in this province, declared himself opposed to revision of the British North America Act.

C.I.O. Head Uses A. F. of L. Labor

WASHINGTON, D.C., Aug. 3.—(CP)—United States labor circles are chuckling over the dilemma of John L. Lewis in his capacity as a private employer.

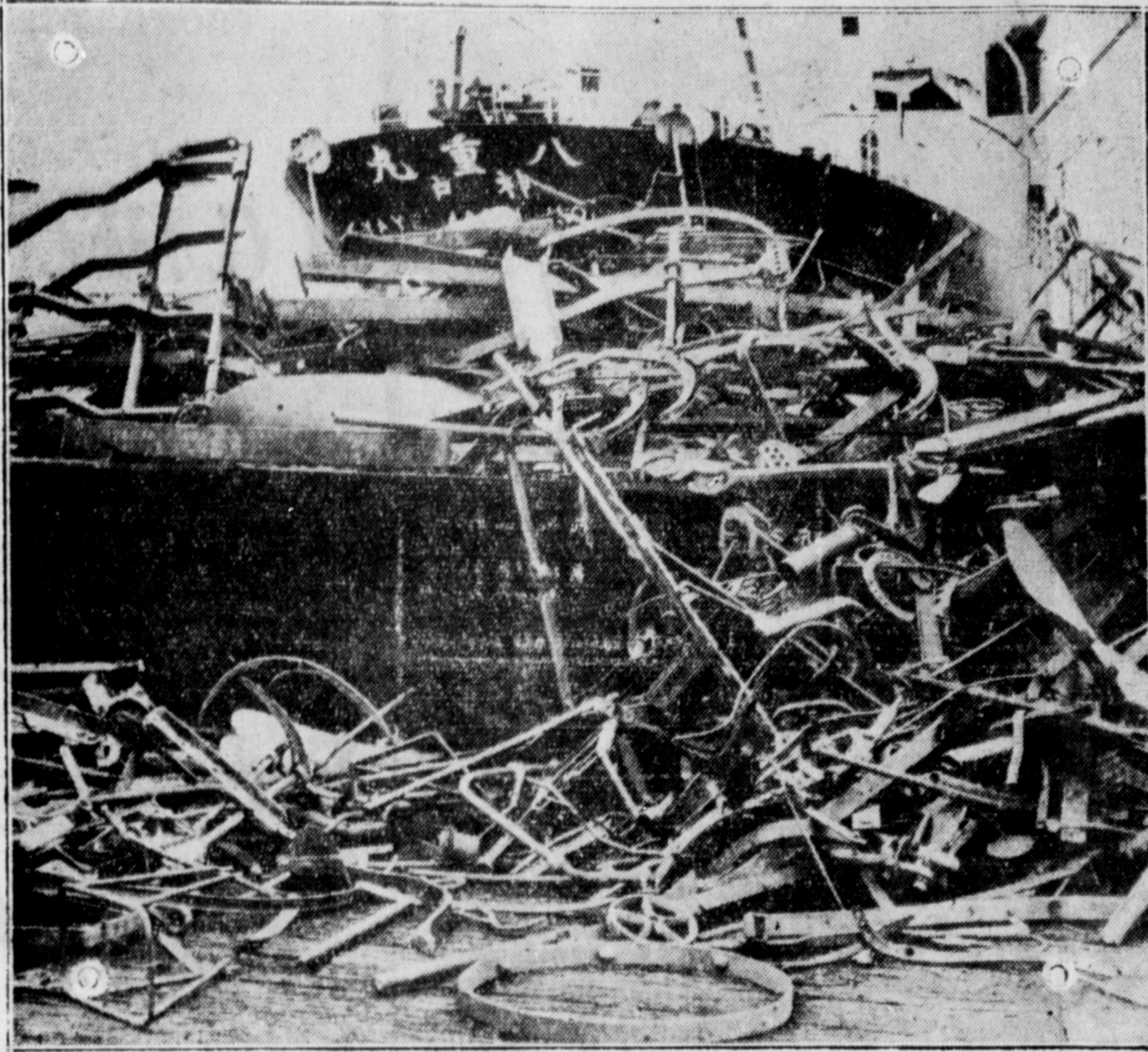
The czar of the Committee for Industrial Organization, sworn foe of the American Federation of Labor, recently bought a historic house in Alexandria, Va. It had to be renovated. The C. I. O. has not yet organized the building trades.

Investigators discovered the workmen on the Lewis home were members of the A. F. of L.

Card of Thanks

Mrs. H. B. Rochester and family wish to express their sincere thanks to the many kind friends for their loving expression of sympathy and especially to the members of the Rotary Club for their very kind assistance in this hour of their deep bereavement.

AUSTRALIA'S SCRAP METAL GOES FOR JAP ARMAMENTS



A graphic scene on the Victoria docks at Melbourne, Australia, showing piles of scrap iron and other metals ready to be loaded on the Japanese steamer seen in the background, for shipment to Nippon. The Japanese government is importing this scrap metal, from all countries that will permit its export, for the purpose of smelting it down and producing armaments. In reply to a deputation urging the restriction of such exports, Minister for Customs White, of Australia replied there was no shortage in Australia of metal and that the government would not be justified in placing such a ban.

Second Pulp Mill For Prince Rupert Is Being Planned And Engineers Have Already Reported

I. S. Steensland of Minneapolis Says 200-Ton Mill Will Be Built at Seal Cove if Other Company Gets Drydock

A second pulp mill for Prince Rupert is well within the bounds of possibility. I. S. Steensland, executive vice-president and secretary of the Prince Rupert Pulp and Paper Mill Ltd., a concern incorporated here by Minneapolis interests several years ago, announced last evening that his company, backed by Chicago and Montreal interests, planned to build a 200-ton mill for the manufacture of sulphite pulp and anpho-celulose in Prince Rupert. He thinks that the Bulkley mill will get the drydock site and that he will then build on the site already surveyed at Seal Cove.

Mr. Steensland is very enthusiastic over the project. He has had two engineers here investigating conditions and they left for Vancouver yesterday. Another engineer is expected within the next week or so to check up on the others and give a report. This is the second visit of the engineers and their report is very favorable.

Mr. Steensland was associated with J. G. Bjornsted in the proposed scheme last year but Mr. Bjornsted has since died and Mr. Steensland is now working on the project alone. He says he has already interested Chicago and Montreal capital since coming here and has word to go ahead with the plans. The scheme includes the taking over of the timber limits at Usk formerly controlled by Minneapolis interests whose representative was the late John Wilman.

The engineer who is coming next week will be the man in charge of operations when the mill gets under way.

Mr. Steensland has been interested in this district for a long time. He was one of the men who employed Mr. Buckley to organize

U. S. PLANE WRECKED

Eleven Passengers and Crew of Three Missing When Submerged Craft Located

WASHINGTON, Aug. 3.—The United States war department announced today it had received a message from the Panama Military establishment asserting that an army plane had located the Pan-American Grace Airways flying boat missing since last night.

The report said that the plane was totally under water thirty miles northeast of Cristobal with no signs of life. She carried eleven passengers and a crew of three.

Funeral of H. B. Rochester Well Attended

There was a large attendance yesterday at the funeral of the late Harry Brock Rochester, which took place from the Christian Science Church at 3 p.m. George Eckerman, reader for the church, conducting the service. Hymns sung were "Near My God to Thee" and "O Gentle Presence." Percy Miller and Allan Davies were ushers.

Active pall-bearers were P. C. Miller, John Currie, Max Heilbroner, Arthur Brooksbank, S. E. Parker and D. J. Matheson. Honorary pall-bearers were Dr. W. T. Kergin, J. C. K. Sealy, W. R. McAfee, Lieut. Col. S. D. Johnston, G. P. Tinker, Thomas McClymont, Robert Gordon, W. N. Blackstock, City Commissioner W. J. Alder, F. E. Robertson, F. A. McCallum, James A. Brown, Jarvis H. McLeod, John Dybhavn and J. Lindsay.

The short committal service at the grave was conducted by Mr. Eckerman.

CUSTOMS RETURNS

The customs collections for the month of July at the port of Prince Rupert amounted to \$11,010.51.

FISH SALES

Canadian Unome, 3300, Cold Storage, 8.6c and 5.5c.

Japanese Hasten To Meet China's Army Marching Toward Borders Of Hopei And Shantung Provinces

Peiping's Gates Open for Foreigners to Come and Go; Japanese Boasts of Two Chief Cities of North China Taken in First Week

TIENSIN, Aug. 3.—Japanese warplanes rained bombs on the vanguard of the advancing Chinese armies at Tehchow on the border of Hopei and Shantung provinces eighty miles south of Tiensin. A column of Japanese infantry supported by artillery and tanks are pressing forward by forced marches to dispute the advance of the Central Government troops.

MINISTERS INVESTIGATE

Hon. J. G. Gardiner and Hon. Norman L. Rogers Have Been Travelling Through Dried Out Parts of Prairies

CALGARY, Aug. 3.—Hon. J. G. Gardiner, minister of agriculture in the Federal Government, and Hon. Norman L. Rogers, minister of labor, who have been making a personal survey of conditions on the prairies with special reference to the dried out sections, stated last night that one of the first problems was to deal with the cattle in the dried out sections. It was quite probable that some plan would be made for the department of agriculture to take over the cattle and have them fed and marketed in such a way as not to flood the market with that kind of beef and at the same time prevent total loss to the farmers. It seemed quite sure that the cattle could not be wintered in the districts where they now are.

It was also suggested by the minister that an extension of the irrigation methods which had already been adopted in a small way would help improve the situation for the farmers in preventing recurrence of this year's experience.

Heavy rains have fallen in the southern part of Alberta including a considerable section of the hitherto dried out country. This will not only improve this year's late crop but will also give late feed for the cattle in some districts.

Revisiting City Dean Criticizes Church Equality

EDINBURGH, Aug. 3.—(CP)—Very Rev. Charles L. Warr, Dean of the Thistle and Chapel Royal, said in a speech here Presbyterianism's doctrine of equality now is "a mere fiction and pretence."

The Moderator of the General Assembly, with his chaplains and the rest, had been exalted into "a kind of national archbishop," said Dr. Warr. The Church of Scotland had departed from the idea that all ministers, as regards their status, stood in a position of complete equality.

"The doctrine that all men are equal has never worked in this world and never will," he asserted, "and it was not likely that it would work in the church."

INSURGENT ADVANTAGES

Franco Forces Claim to Have Cut Communication and Driven Government from Fortified Positions

HENDAYE, Aug. 3.—Two insurgent brigades are reported to have driven Madrid-Valencia troops from the principal mountain fortification on the Teruel front near Bezas and to have cut the main communication artery, a secondary roadway, linking forces in that section of Teruel front.

AN IRISH CASUALTY



General O'Duffy returned to Dublin with 633 men of the Irish Brigade, who fought with the Fascists on the side of the rebel Gen. Franco. In the picture is one of the survivors, who had left a leg in Spain.

LOG CUTTING KEEPS STEADY

A total of 23,387,790 board feet of logs was scaled during the month of July, according to a report issued from the local forestry office by A. E. Parlow, district forester.

In addition to the logs there were scaled 42,479 ties and 300 cords of firewood.

PRICE OF SILVER

NEW YORK, Aug. 3.—Silver was quoted here today at 33 3/4c.

Japan claims that in the week of undeclared war she had captured the two main cities of northern China, Tiensin and Peiping.

Japanese guards today were lifted from the Peiping gates and free permission was given foreigners to come and go.

Around Peiping unconfirmed reports said that the Japanese officials had formed a list of 125 who were being tracked down and taken into custody.

Mrs. Chiang Kai Shek is organizing the women of China to take part in the war against Japan in every possible way that a woman can help. She is impressing upon them that they must be prepared to make sacrifices for the sake of their country and its freedom from foreign domination.

The Chinese army, it is announced, is planning a counter attack on Peiping with the hope of recapturing it.

Albert Kidd Free Of Murder Charge

Fifteen-Year-Old Nanaimo Lad Declares Shooting of his Father was Accidental

NANAIMO, Aug. 3.—Magistrate Beavor Potts refused yesterday to commit Albert Kidd for the murder of his father last month.

Albert took the stand in his own defence and claimed that the gun went off accidentally while he was preparing to fire it off to scare away burglars.

Previously at the inquest a coroner's jury had found that the shooting was accidental.

Legion Gives Big Reception To The Minister of Defence

PENTICTON, Aug. 3.—Hon. Ian McKenzie, Minister of Defence, was no longer a minister of the crown when he landed here yesterday but Comrade Ian McKenzie when he attended the annual convention of the Canadian Legion of the British Empire, a meeting of which he had not missed in fifteen years.

Captain McKenzie was given a wonderful reception.

New Grinder For Mill At Stewart

STEWART, Aug. 3.—S. L. Davidson, manager of the Welland Co. Mill states that plans are well advanced to increase the capacity from 20-25 to 30-35, by the installation of an additional grinder.