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# The Daily News

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

PRINCE RUPERT, B.C., TUESDAY, DECEMBER 21, 1937.

PRICE: 5 CENTS

## Today's Weather

Prince Rupert—Part cloudy, fair, calm; barometer, 30.50 (falling); temperature, 38; sea smooth.

## Tomorrow's Tides

High ..... 4:38 a.m. 20.0 ft.  
16:36 p.m. 19.6 ft.  
Low ..... 10:44 a.m. 6.8 ft.  
23:06 p.m. 4.0 ft.

# Japan Warned By British Premier

## BLOW FOR WATERWAY IS DEALT

Premier Hepburn Tells Prime Minister King Ontario Needs Not Her Power or New Transportation Avenue

TORONTO, December 21 (Canadian Press)—Ontario's refusal to support the St. Lawrence Waterways project, the subject of correspondence between the Dominion and United States governments was set forth in confidential correspondence made public by Premier Mitchell Hepburn of Ontario yesterday.

In a letter to Prime Minister William Lyon Mackenzie King on November 23 Premier Hepburn said that Ontario power requirements were taken care of for many years to come and "we, therefore, are not in need of more power nor, in my opinion, an additional avenue of transportation."

Premier Hepburn's letter was in reply to a letter from Prime Minister King dated November 12 in which the latter said that the Dominion government had been asked by the United States government if it was prepared to take up a new St. Lawrence matter "and allied matters among which were mentioned the Niagara position and possible developments in Northern Ontario affecting the levels of the Great Lakes."

## EGYPT IS IN REVOLT

Tension High As Crisis Between King and Ministers Becomes More Acute

CAIRO, December 21 (Canadian Press)—Tension in Cairo over the crisis between young King Farouk and his ministers became more acute today as open revolt threatened. Farouk has demanded dissolution of the Blue Shirts organization and also further control of the government including the right to personally appoint one third of the members of the Senate.

A strike of students in three colleges has been declared and widespread demonstrations feared.

## Judge Spinks Passes Away

Pioneer Figure on British Columbia Bench Dies in Victoria

VICTORIA, Dec. 21: (CP)—Judge William Ward Spinks, County Court judge, who made the circuit through British Columbia nearly half a century ago on horseback, is dead here at the age of eighty-six years.

## Weather Forecast

(Furnished through the courtesy of the Dominion Meteorological Bureau at Victoria and Prince Rupert. This forecast is compiled from observations taken at 5 a.m. today and covers the 24-hour period ending 5 p.m. tomorrow.)

General Synopsis—The pressure remains unusually high off the British Columbia coast and showers have occurred. It has been fair and mild inland.

Prince Rupert and Queen Charlotte Islands—Fresh to strong west to northwest winds, light scattered showers or snow flurries becoming colder tonight.

West Coast of Vancouver Island—Fresh northwest winds, part cloudy with no change in temperature.

## Prince Rupert And Vancouver Described As Steps Of Front Door Of Province Of Alberta

CALGARY, Dec. 21: (CP)—Young people of Alberta were advised to "look westward" by E. L. Gray, provincial Liberal leader, in a speech last night.

"Important events are now taking place in the development of Alberta will establish beyond a doubt that the front doors of the province are the passes of the Rocky Mountains and the ports of Vancouver and Prince Rupert are the steps of the front porch. The back door will be about the eastern boundary of Saskatchewan."

## TODAY'S STOCKS

(Courtesy S. D. Johnston Co.)

Vancouver  
B. C. Nickel, .08 1/2  
Big Missouri, .37  
Bralorne, 8.00  
Aztec, .06 1/2  
Cariboo Quartz, 1.68  
Dentonia, .10  
Golconda, .05 1/4  
Minto, .03  
Fairview Amal., .04 1/4  
Noble Fife, .02 1/2  
Pend Oreille, 2.05  
Pioneer, 2.90  
Porter Idaho, .03  
Premier, .19 1/2  
Reeves McDonald, .32  
Reno, .63  
Relief Arlington, 16 1/2  
Reward, .06  
Salmon Gold, .06  
Taylor Bridge, .04  
Hedley Amal., .04 1/4  
Premier Border, .01 1/4  
Congress, .02 1/2  
Silver Crest, .03  
Home Gold, .01  
Grandview, .08  
Indian, .01 1/2  
Quatsino Copper, .03  
Quesnelle Quartz, .05

## Oils

A. P. Con., .35  
Calmont, .62  
C. & E., 3.20  
Freehold, .08  
Hargal, .30  
McDougal Secur., 29 1/2  
Mercury, 20 1/2  
Okalta, 2.20  
Pacalta, .14  
Home Oil, 1.50

## Toronto

Beattie, 1.28  
Central Patricia, 2.38  
Gods Lake, .46  
Little Long Lac, 5.05  
McKenzie Red Lake, .96  
Pickle Crow, 5.25  
Red Lake Gold Shore, .20  
San Antonio, 1.38  
Sherritt Gordon, 1.35  
Smelters Gold, .01 1/4  
McLeod Cockshutt, 1.38  
Oklend, .14 1/2  
Moshier, .11 1/2  
Madsen Red Lake, 35 1/4  
Stadacona, .50  
Frontier Red Lake, .05 1/2  
Francoeur, .46  
Moneta Porcupine, 2.16  
Thompson Cadillac, .35  
Bankfield, .65  
East Malartic, 1.06  
Preston East Dome, 1.09  
Hutchison Lake, .09  
Dawson White, .02 1/2  
Aldermac, .55  
Kerr Addison, 1.78  
Uchi Gold, 1.00  
Martin Bird, .39  
Int. Nickel, 45.75  
Noranda, 54.50  
Smelters, 59.00  
Athona, .09

## NEW YORK STOCK MARKET STRONGER

NEW YORK, Dec. 21:—Advances were recorded on the New York stock exchange. The industrial average was up 1.65, rails up .48 and utilities up .14.

## TO BUILD WARSHIPS

President Roosevelt Approves Plans For Two Great Fighting Craft

WASHINGTON D.C., December 21:—President Franklin D. Roosevelt has approved plans for two new 35,000-ton battleships to cost \$150,000,000. Their construction would commence as part of the coming year's naval program.

## EQUIPMENT IS ORDERED

Canadian National to Have New Cars, Locomotives and Snowplows

MONTREAL, Dec. 21:—Tenders have been called by the Canadian National Railways for 2000 steel sheathed box cars, five mail and express cars, six 6400-type locomotives and 24 snowplows and it is anticipated that early in the new year tenders will also be called for six dining cars and ten combination sleeping and cafe cars. Announcement to this effect was made at headquarters of the company here today.

This new equipment, it was stated, is required to effect economies in operation and take care of prospective increased traffic requirements.

## Today's Weather

(Government "Telegraph")

Triple Island—Part cloudy, westerly wind, 16 miles per hour; light chop.  
Langara Island—Cloudy, north-west wind, twenty miles per hour; barometer, 30.48 (falling); sea choppy.  
Dead Tree Point—Part cloudy; calm; barometer, 30.41; temperature, 31; sea calm.  
Bull Harbor—Showery, north-west wind, 15 miles per hour; barometer, 30.46; temperature, 45; heavy swell.  
Alert Bay—Fair, westerly wind, 23 miles per hour; barometer, 30.45; temperature, 38; sea choppy.  
Estevan—Raining, northwest wind, 18 miles per hour; barometer, 30.50.  
Victoria—Cloudy, calm; barometer, 30.48.  
Vancouver—Cloudy, easterly wind, six miles per hour; barometer 30.46.  
Prince George—Clear, westerly wind, four miles per hour; barometer, 30.34.  
Terrace—Cloudy, calm, temperature, 31.  
Alyansh—Cloudy, calm, 32.  
Alice Arm—Cloudy, calm, 35.  
Anyox—Cloudy, calm, 31.  
Stewart—Cloudy, calm, 32.  
Hazelton—Foggy, calm, 27.  
Smithers—Part cloudy, calm, 28.  
Burns Lake—Bright, calm, 10.

## Oil Companies May Withdraw

Do Not Intend to Comply With Recommendation For Wage Increases in Mexico

MEXICO CITY, December 21:—The possibility looms of United States and British oil companies threatening to withdraw entirely from the Mexican field if the recommendation of an arbitration board for all-round increases in wages in the industry is put into effect by the government. If the recommendations were put into effect it would mean millions of dollars more annually in wages.

## BULLETINS

### NEW SAWMILL HERE

Jack Gurvich has purchased a half-interest in Martin Miller's shingle mill on the Kaien Island Highway just this side of Galloway Rapids. Immediately after the first of the year a sawmill, with daily capacity of from 10,000 to 15,000 feet, will be put in. The machinery is already here. The plant will give employment to some ten men after it gets into operation. The output will be marketed locally, it is expected.

### OFFICERS TRANSFERRED

Divisional headquarters of the provincial police announce the exchange of the posts of Constable Robert Sandy now at Burns Lake and Constable P. B. Smith now at Fort St. John in the Peace River. Constable Smith was formerly stationed at Prince Rupert and also at Telegraph Creek.

### MOORBY DUE TONIGHT

The British motorship Moorby, coming to load a full cargo of grain from the Alberta Wheat Pool's local elevator for United Kingdom or Continent, is due in port about 8:30 this evening.

### BIG SHIP SINKING

LONDON—Lloyds announce that the United States liner City of Hamburg was wireless that she is sinking after a collision ten miles east of Terschelling in the Netherlands. "We are sinking fast after a collision," the S.O.S. message said. The City of Hamburg is owned by the Baltimore Mail Steamship Co. and is an 8,000 ton vessel built in 1929.

### TERUEL CAPTURE CLAIMED

BARCELONA—Capture of Teruel by Spanish government troops is claimed in an official communique issued here tonight.

### WINDSOR'S FUTURE HOME

PARIS—The Duke and Duchess Windsor, it is reported, may make their permanent future home at Barbazon, forty miles from Paris. Yesterday they inspected several estates there and are said to favor a fine Seventeenth Century chateau which they would modernize. The former British King and his American bride left today for Cannes to spend Christmas with Mr. and Mrs. Herman Rogers.

### BIG CLEVELAND FIRE

CLEVELAND—A \$250,000 fire swept a fuel and ice company plant here today. Four firemen had a narrow escape when an 85-foot extension ladder on which they were working was burned. An ammonia tank explosion endangered others.

## Italo-American Trade Pact Has Been Agreed On

ROME, Dec. 21:—Basis of an Italo-American trade agreement is reported to have been reached following conferences of William Phillips, United States ambassador to Italy, with Italian government authorities.

### MRS. MAGNUSSEN'S FUNERAL

The funeral of the late Mrs. Einar (Cori) Magnusson, 19, who died in Prince Rupert General Hospital Sunday night, took place this afternoon from the chapel of Hayner Bros., undertakers, to Fairview Cemetery. Rev. J. C. Jackson of First United Church officiated. Miss M. A. Way presided at the organ for the hymns. Pallbearers were Andrew Foss, Jack Collier, I. Johansen, Ole Osvig, D. Gilmoenaren and W. E. Anderson.

## CRISIS IN TOKYO OVER PANAY INCIDENT SEEN; HONG KONG ALARMED

Which Shall Be Spokesman, Military or Executive Arm?—Extension of Campaign Southward Cause of Alarm

TOKYO, December 21: (CP)—Conflicting statements which have been issued from official Japanese quarters in regard to the circumstances of the sinking of the United States gunboat Panay in the Yangtze River bear witness to the crisis between the military and executive branches of Japanese administration. The question is which shall be the official spokesman in regard to war affairs. A meeting of the Japanese cabinet was held today with the Foreign Minister presiding in the absence through illness of the Premier. The Japanese public continues to be kept largely in ignorance of the details of the Panay incident. It is said that the supposed Russian menace to Japan is being deliberately emphasized in order to detract attention from the Panay affair and present relations with the United States in regard to same.

## SLIDE NEAR THIS CITY

Train Delayed Sixteen Hours in Leaving as a Result of Blockade Near Kaien

Owing to mud and rockslide coming down at 5:30 yesterday afternoon over track near Kaien Station, about six miles from Prince Rupert, the train for the East, scheduled to leave at 6 o'clock last evening, did not get away until 10 o'clock this morning. The slide was about 100 feet long and seven feet deep. It took all night to get the line cleared so that traffic might be resumed. Tonight's train, due from the East at 11 o'clock, was reported this morning to be on time.

## WOULD VOTE BEFORE WAR

Indiana Representative Would Force Measure Through Congress Providing For Referendum

WASHINGTON D.C., December 21:—Representative Louis Ludlow Democrat of Illinois, says it is his intention to force a vote in Congress on the proposal to make a referendum compulsory before the United States would enter a war. Secretary of State Cordell Hull does not favor such a referendum proposal which he says is not necessary.

The steelworkers' committee of the Committee on Industrial Organization is among organizations favoring Ludlow's national referendum proposal.

## S. A. FUND GROWING

Collection of Radio Auction Bids Keeping Captain Busy Since Saturday

Captain Halsey of the Salvation Army has been kept busy collecting the radio auction bids and there are still some to come in. He announces that the Christmas pot will be on the street tomorrow. Donations to the fund today include a box of apples from Rance & Hardy.

Receipts since yesterday are: Previously Acknowledged \$293.75  
Christian Youth Society 4.00  
Kenny and Ronnie 1.00  
Eastern Star 10.00  
MacKenzie's Furniture 2.00  
Radio Auction collections 58.25

## Vancouver Wheat

VANCOUVER, Dec. 21: (CP)—Wheat was trading at \$1.31 1/2 on the Vancouver market yesterday, advancing \$1.32 1/2.

### Hong Kong Alarmed

HONG KONG, Dec. 21:—British officials continue to view with alarm the menace to British trade and property and even to nationals which may result from the extension of Japanese military and naval activities to South China. Special conferences have been called to consider the situation and to prepare to take such protective action as may be deemed necessary.

An early assault by the Japanese on the important port of Hangchow, south of Shanghai, is now anticipated.

Because of the latest Japanese troop and warship movements, the Chinese now fear that three of the great coastal cities may suffer a similar fate to that of Nanking which was captured a few days ago by the enemy. In addition to the drive on Hangchow, Chekiang province seaport, some 110 miles south and west of Shanghai, it is expected Canton, southern metropolis, and Tsingtao, Shantung Province seaport to the north, may be made Japanese objectives.

There were authoritative reports last night that eleven thousand Japanese soldiers, withdrawn from the Nanking area, embarked last night from Shanghai, apparently bound for Canton.

A party of three hundred British and United States women and children, attempting to flee from the central China war threat, were turned back toward Hankow when a military boom across the Yangtze River at Matung, 100 miles above Nanking, obstructed the passage of their refugee vessel, the British steamer Wooseung.

### Chamberlain Speaks

LONDON, December 21 (Canadian Press)—Prime Minister Neville Chamberlain told the House of Commons today that "no attempt had ever been made by Japan for a peaceful settlement of her war on China."

"It is time for the Japanese government to show that it is not unmindful of the rights and interests of foreigners and that their assurances and apologies mean something more than mere words," the Prime Minister declared.

## Portland Would Boycott Japan's And Canada Cedar

PORTLAND, Oregon, December 21:—A boycott of both Canadian and Japanese cedar products is proposed in union quarters at Portland. Unfair hour and wage conditions in both countries are claimed.