## Today's Weather

Prince Rupert-Clear, southeast wind, four miles per hour; barom-eter, 29.97; temperature, 54; light

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

Tomorrow's Tides 8:54 a.m. 15.4 ft. 20:55 p.m. 18.6 ft. 2:30 a.m. 6.8 ft.

14:19 p.m. 8.5 ft.

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PRINCE RUPERT, B.C., TUESDAY, JULY 5, 1938.

## OUTPUT OF MINES HAS

Blamed For Decrease-Gold Setting High Record

the Department of Mines on the | + ment to help. industry said.

Decrease in base metal values is blamed for the \$5,010,449 drop. gross value for the year is expected to be \$10,000,000 less than REPLY IS

The greatest drop is in lead production which fell from \$11,564,340 to \$6,936,020.

increased with gold expected to reach an all time yearly high of \$18,000,000.

### New York Market Still Moves Up

Bull Movement Continues with Issues Reaching Highest Values in Months

27.57, up .88 for the day.

## Anglican Bishop Safe On Flight

Amos, Quebec, After Being Missing for Eight Days

was also a woman passenger.

## Western Canadian fire.

President of Zeta Psi

MINAKI LODGE, July 5.—First casualty list is high. four-day convention at Minaki ped. Lodge: A University of Toronto George Armstrong of New York Plastering Of who presided at sessions of the 1938 convention, attended by more than lost Office To members from the United States Post Office To and Canada,

Diminutive Screen Star on First Visit to Big City

NEW YORK, July 5.— Shirley mother and father.

## By Bear And Cub :

Decrease of Base Metal Values + British Columbia police con- + \* stables of this municipality \* near Vancouver started a hunt \*

Gold, silver and copper values are But London Is Not Satisfied With What Franco Said to Protest

Insurgents Continue Their Advance Towards Port of Valencia

LONDON, July 5: (CP)- The British government has received a Franco, commander-in-chief of the Spanish insurgents, to the latest protest against continued sinking NEW YORK, July 5.— The bull of British ships in Spanish waters | destroyed war was urged upon the movement continued at the week- Prime Minister J. Neville Chamber- national Conservative convention end on the New York stock mar-lain says it is not satisfactory ket. The industrial average at General Franco says that insurclosing on Saturday was 138.53, up gent bombing planes fly so high two points and the highest since they could not possibly aim direct October. The utility average at on British ships. Loyalist ports 22.27 was the highest since De- Franco considers legitimate general cember. The rail average was objectives and there is no inten-Ition of singling out British ships

The offer of General Franco to make Ilmeira a neutral port for British shipping and trading with the Spanish government was disclosed in the House of Commons yesterday. Sir John Simon said that the Foreign Office was dis-Rt. Rev. A. L. Fleming Lands at cussing the proposal. War supplie would be barred under Franco's proposals.

Three loyalist cities were bomb-AMOS, Quebec, July 5: (CP)-Rt. ed almost simultaneously yester-Rev. A. L. Fleming, Anglican Bishop, day by Spanish insurgent planes of the Arctic, is safe here after hav- The hardest hit was Alicante where ing been missing for eight days on fifty high explosive and forty ina flight to the north country in a cendiary missiles were dropped. was also a woman passenger. There was also an attack on one SAVE GOLD Valencia the insurgent bombers were driven off by anti-aircraft;

The rebels continue their ad-1 vance on the eastern front near One Hundred Longshoremen Race nead Teruel in the drive to cut off the highway to Valencia. By use of J. B. Coyne K.C. of Winnipeg is airplanes and tanks to assist the infantry and artillery, three more QUEBEC, July 5. - A hundred villages have been captured. The longshoremen raced down the St.

Western Canadian ever appointed Today the linsurgents reported three million dollars worth of gold to the position, J. B. Coyne K.C. of they had shattered government in the cargo of the settling liner Winipeg became president of the lines below the important Teruel Ascania stranded on a rock ledge Zeta Psi fraternity of North Am- Mediterranean highway in Sarrion off Big Island, 150 miles northeast erica when the ninety-first annual sector, putting militiamen to full of Quebec. banquet and installation of grand flight. A thousand government officers terminated a successful troops are in danger of being trap-

# Start Shortly

schedule which will bring it to completion this fall.

Temple is paying her first visit to Mr. and Mrs. Thomas Moran of New York Paying her first visit to Mr. and Mrs. Thomas Moran of New York in the course of a tour Lucy Island lighthouse sailed this nipeg wheat prices were unchanged to the Lucy Island lighthouse sailed this nipeg wheat prices were unchanged of the United States with her afternoon on the Catala for Victor- to 1/2c lower at the end of the week ia on a vacation trip.

Preface to Flight Across

ard Hughes, millionaire speed flier, + yesterday to kill a female + rested at Floyd Bennett Field here VICTORIA, July 5: (CP)—The + brown bear and her cub which + last night after arriving from Wiestimated value of the British Col- + had been seen in a heavily + chita, Kansas, where he had brokumbia mining output for the first populated district. They were + en a transcontinental flight which six months of 1938 is placed at \$31,-1 unable to locate the bears and + started on Sunday from Burbank, 665,817 as campared with \$36,676,- 4 planned to call in officers of California. He had spent Sunday 266 last year, a half yearly report by + the provincial game depart- + night at Wichita where he arrived + at 7:49 p.m.

day or Friday for a flight across the Atlantic Ocean to Paris. He

At Opening of Convention

OTTAWA, July 5: (CP)—Full Canada and the Empire in a world threatened with civilization today by Rt. Hon. Arthur Meighen in a keynote speech. The delegates stood cheering as he spoke.

The convention was opened by Rt. Hon. R. B. Bennett, Opposition leader, this morning.

"Have we come to the hour when Canada locks the gate on Britain, when Britain asks to train her own subjects here for her own purposes," Senator Meighen asked commenting on Premier King's recent declaration that the government would not consent to the establishment of a British flying school in Canada. "If we call ourselves partners in this commonwealth, let us behave as partners behave when they have a common purpose and when they know the purpose is right."

## FROM SHIP

Down St. Lawrence River to Liner Ascania

Lawrence River yesterday to save

### Customs-Excise Kevenue Lower

Comparison With Year Ago

Plasterers will be nere a week from calendar year to date totals \$89,- Service. Gibson was shot in the today to start inside and outside; 601.62 as compared with \$98,647.83 back of the head. plastering of the new local federal, in the first six months of last year. building, construction of which pro- The revenue for this June totallceeds steadily and according to ing \$12,778.62 compared with \$13,-

> WINNIPEG WHEAT PRICE WINNIPEG, July 5: (CP)-Winwith July option at \$1.02.

## HUGHES AT NEW YORK Sergeant Robert Gibson Speed Flier Crosses Continent As Succumbs This Morning o Wounds of Revolver

Victim Of Gun Tragedy Dies

Inquest Into Slaying of Inspector Service Under Way-Further Details of Unfortunate Affair Yesterday Afternoon Are Revealed

Third victim of the shocking shooting tragedy yesterday afternoon in which Inspector W. J. Service was Hughes plans to take off Thurs- killed in his office at divisional headquarters of the provincial police by Mike Gurvich who was later slain in a hopes to make it in twenty-four gun fight with police officers at the Royal Hotel, Sergeant Robert Gibson passed away at 4:15 this morning at the

Hughes may continue his flight Prince Rupert General Hospital. \_\_\_ around the world in an effort to Shot through the back of the head, THOUGHT OF lower the mark of seven days and Sergeant Gibson never regained THOUGHT OF lower the mark of seven days and Sergeant Gibson never regained eight hours made by the late Wiley consciousness. He was removed to the hospital where he was immediately operated upon for removal of pressure. From the outset, his condition was so serious and the injuries so grave that little hope was held for his recovery. Despite all that could be done for him in the way of skilled medical atten-Meighen Speaks Imperialistically tion and nursing care, he gradually

sank until the end. After Gurvich had fired a bullet into the back of the head and neck co-operation with the United of Inspector Service, he then turned Kingdom for the defence of the weapon on Sergeant Gibson and, after having dropped both the officers, made off. Service and Gibson had been conversing in the of a film, had he not first taken public portion of the divisional of- the precaution of getting the people fice as Gurvich entered, Gibson be- out of the hall. Thus he lost coning seated at his typwriter. What, trol of the fire, suffering burns if anything, Gurvich said at the about the hands and the severe time may never be known.

Constable D. W. Taylor, having equipment and two thousand feet heard the shots, crossed the cor- of film. ridor from district office and be- The community hall was only a lieved he saw Gurvich running off. few years old and was a big asset He had seen him enter. Too late to the town. Some insurance was to intercept Gurvich, Taylor tele- carried. phoned the city police office uptown, informing the officers there of the tragedy.

Constable G. H. Clarke and Con-

stable Terry Stewart immediately left the station for the court house to endeavour to head Gurvich off as he would come up Third Avenue. The first car they hailed was Gurvich himself but he did not stop, shouting "To Hell with you." The, officers took the next taxi to come up. Joined by Corp. Raybone, they went to Gurvich's taxi office. It was from there that they saw Gurvich in the middle of Sixth Street with his revolver. Gurvich fired ed into the beer parlor saying as he went: "I've killed two of you al- ed alive. ready and I'll get anybody else that up to the beer parlor and, as Gur-vich, shaking visibly and standing EXCLUDING on a bench after gulping a couple of glasses of beer, fired again, Raybone and Clarke both fired and he fell. He had been shot through the forehead by Clarke who stood in the doorway entrance. Both Raybone and Clarke had fired in through a window, shattering glass

Is Still Showing Falling Off in taxi driven by Frank Walls.

hitting spectators..

Reloaded Weapon

chamber revolver. He is believed to have reloaded between the time Not Wanted of his visit at divisional headquarters and the time he was caught up with by the officers at the beer parlor seven blocks away. Less than an hour before the trag-

Continued on Page 3.

FRENCH-JAP TENSION PARIS- New diplomatic tension between France and Japan appeared likely today as a result of French occupation of the strategic Paracel Islands in South China Sea about 150 miles southeast of the Chinese Island of Hainan which Japan is reported to have been planning to seize.

HEARING ALBERTA APPEAL LONDON - With the Lord Chancellor, Lord Meugham, presiding, the judicial committee of the Privy Council today opened hearing of the appeal by the Province of Alberta from the judgment of Supreme Court of Canada declaring ultra vires three bills passed by the Alberta Legislature last year.

CANERY MANAGER ARRESTED VANCOUVER-Henry J. Stump, manager of Leroy Bay canery in Smith's Inlet, was arrested last night on charge of conspiracy to defraud. The information was issued by W. A. Walker, deputy provincial fire marshal, in connection with a \$70,000 fire which destroyed the cannery last September. The arrest followed shortly after Stump's appearance in Supreme Court to testify in his suit against four insurance companies for claims in connection with the fire.

### JAPANESE MOVING ON Final Effort To personal loss of over \$1000 worth of

Resume Advance Up Yangste River After Temporary Interruption-Another Big Air Battle

dred Nipponese warships are being

held by a submerged boom. The

claimed having brought down forty-

loss of only one themselves. The

Chinese, on the other hand, claim

ponese ships with little loss to

New York City

liminary to a vigorous drive against

gambling and law-breaking night

iously closed large gambling places.

HIS CROWD

First Concern of Cecil Steele Was to

Clear People From Burning

Theatre

BURNS LAKE, July 5: (Special

to Daily News)-Cecil Steele, op-

erator of the moving picture in the

Community Hall here which was

destroyed by fire last Thursday ev-

ening during a show, might have

been able to extinguish the fire,

which broke out in the projection

room as a result of the breaking

Disaster in Alabama Coal Mine at from Matowchen where one hun- pessimistic on the outcome. End of Week-Last Man Died on Reaching Surface

brought out J. D. Painter, last min- capital reach Hankow, provisional Chinese Shortage In Italy brought out J. D. Painter, last min- capital. er entombed in a coal mine rock The Chinese said that the Japfall, but he died as he reached the anese had captured Pengtseh on Use of Substitutes Being Encoursurface after having been pinned the south bank near Matowchen aged in Italy-Yield 30,000,000 at Raybone and Raybone fired back for eighteen hours. Five other but a counter attack had cut off through the back window of the bodies had been recovered, making communications, isolating the Japautomobile. Then Gurvich retreat- a total death toll of six in the dis- anese there. aster. Three miners were extricat- The Japanese advance up the

### back territory in swamp land. casualties and conflicting reports as to the results. In what appears

Order Issued by French Government Prohibiting All Imports From Nippon

PARIS, July 5.—The French government has issued an order sus-The car used by the police of - pending the importation of all Jaficers in pursuing Gurvich was a panese goods to this country. themselves. French and Japanese relations have Customs and excise revenue at Gibson is thought to have moved to the port of Prince Rupert for the disarm Gurvich after he had shot calendar year to date totals \$20. been somewhat strained since Jalation to French Indo-China.

## Gurvich used a 38-calibre five- Mennonites

EDMONTON, July 5: (CP)- The clubs, police commissioner Valen-Alberta government is discourag- tine shifted four lieutenants and ing the return to this province of fourteen other members of the East Mennonites who migrated to Mexi- Side vice squad. Raids had prevco several years ago.

# IS PAID

Final Appearance as Leader of Opposition-Clashes with Premier On Last Day

OTTAWA, July 5: (CP)-Before the prorogation of Parliament on Friday, Prime Minister William Lyon Mackenzie King and others expressed appreciation of the services of Rt. Hon. R. B. Bennett as Leader of the Opposition and Premier. The remarks were made in view of the fact that it probably marked Mr. Bennett's final appearance as Leader of the Opposition.

Earlier in the day Premier King and Mr. Bennett matched words over the reported desire of the British government to establish Royal Air Force training schools in Canada. Mr. King said that no such request had been received. He also expressed the view that the government should not permit any military forces being stationed in Canada under control of other than the Canadian government.

The House prorogued fifteen hours later than the goal which had been set by members earlier in the week. The Governor General waited until Thursday night to officiate at prorogation but, when it was found impossible for the session to end in time, he left for Quebec from which port he sailed on Friday for a trip to England.

New Formula of Arbitration Between Bolivia and Paraguay

SHANGHAI, July 5: (CP) - The BUENOS AIRES, July 5.- The del-Japanese vanguard had battled to egates to the Chaco Peace Conferwithin seven miles of Hukow on ence made a final effort to settle the Yangste River yesterday and the territorial dispute between Botoday announced capture of the livia and Paraguay and are said to city. Hukow, 160 miles from Han- be working on a new formula prokow and principal barrier to the viding for immediate arbitration of Japanese advance, is up the river the frontier if it fails. They are

## BIRMINGHAM, Alabama, July 5: Japanese have established posi- Alleviating Wheat

Bushels Less

ROME, July 5.—Special measures are being taken by the Italian Yangste was resumed yesterday af- government with a view to alleviatter having been temporarily halted ing the wheat shortage in this on Sunday when the Chinese won country. The use of substitutes is being encouraged. The Italian crop There has been extensive use of is thirty million bushels short this aircraft on both sides with heavy year.

## to have been another great air. Price Of Milk battle yesterday, the Japanese Price Of Milk loss of only one themselves. The In Regina Cut

to have brought down several Nip- Control Board Orders it Reduced by One Cent to 11c Per Quart

> REGINA, July 5: (CP)—The milk control board had ordered a reduction in the price of milk in Regina by one cent to 11c per quart.

### Today's Weather (Government "elegraphs)

Terrace-Cloudy, calm, temper-

NEW YORK, July 5.—As a pre- ature, 64. Aiyansh—Cloudy, calm, 60. Alice Arm-Light rain, calm, 58. Anyox-Light rain, calm, 54. Stewart-Raining, calm, 56. Hazelton-Cloudy, calm, 68. Smithers-Cloudy, calm, 63. Burns Lake-Clear, calm, 65.