

Today's Weather

Prince Rupert - Part cloudy, southeast wind; barometer, 29.90; temperature, 45; sea smooth.

The Daily News

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

Tomorrow's Tides

High 11:30 a.m. 18.7 ft. 23:43 p.m. 20.5 ft. Low 5:26 a.m. 5.7 ft. 17:31 p.m. 6.1 ft.

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PRINCE RUPERT, B.C., TUESDAY, APRIL 26, 1938.

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Shocking Budget Given To Britain

WILL HAVE TO EXPLAIN

Parliamentary Storm May Break Over Lag in Aerial Rearmament Of Great Britain

LONDON, April 26: (CP)—Unless there is a satisfactory explanation of the serious lag in air rearmament of Great Britain, it is predicted that a Parliamentary storm will be loosed with the possibility of a formal inquiry into air ministry methods.

A section of the British press expressed concern today over delays which had resulted in the dispatch of an aviation commission to Canada and the United States to study the possibility of purchasing aircraft there. The commission arrived in the United States today.

THOSE WHO TENDERED

Vancouver Press Gets Information Regarding Local Hospital Undertaking

Although the local hospital board declined to give out information, the list of those who submitted tenders on the proposed new 47-bed hospital unit has been made known to the Vancouver press. Those ten tenders were Carter-Halls-Aldinger, A. W. Cassidy Co., Bennett & Co., Construction Co., E. J. Ryan Contracting Co. and Smith Bros. & Wilson Ltd., all of Vancouver, and Mitchell & Currie of Prince Rupert. It has been previously stated that all tenders were considerably higher than had been anticipated.

While the board is utterly silent on the matter, it is understood that an effort is being made to modify the plans in order to fit in with the available financial resources. With that end in view, the tenders have been referred to the provincial department of public works at Victoria.

NEW TENDERS ARE CALLED

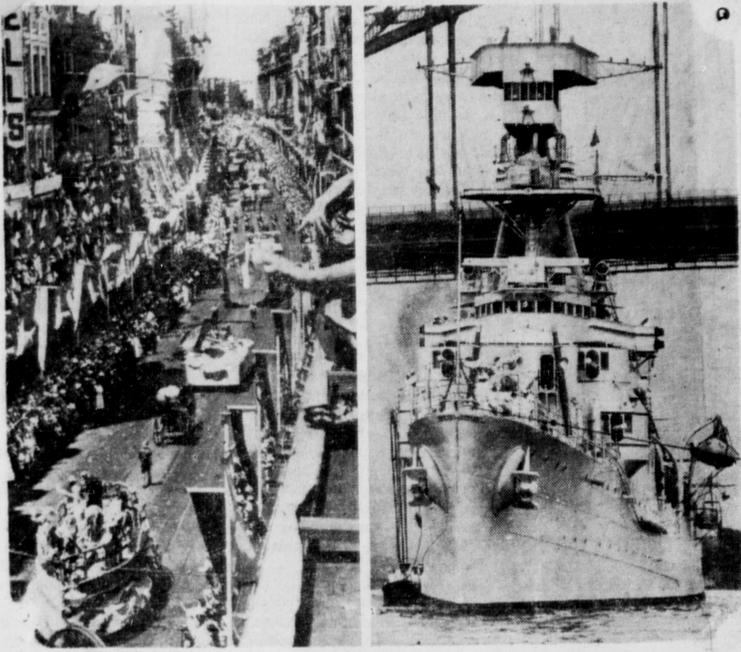
Contractors Throw Up Job For Clearing of Sites at Entrance of Harbor

Chris Johnson and Eric Rosang, who had been awarded the work, having refused the government's contract, new tenders are being called by the Department of National Defense for clearing sites at Barrett Point and Frederick Point on either side of the entrance of Prince Rupert Harbor. Deposit cheques on the old tenders have been returned to the bidders.

Survivors Of Bridal Party Fire Recover

COVENTRY, April 26: (CP)—The bride, Lola Mitchell, dancing teacher, the groom and eight others came to recover from severe burns sustained in a tragedy here Sunday when the dresses of a bridal party caught fire while the group was posing for pictures in a photographers' studio, a bridesmaid and flower girl being burned to death. After the dress of the bridesmaid, Eunice Taylor, had caught fire from an electric heater, six-year-old Josephine Russell ran to help her and her dress also took fire, burning her fatally. The bridesmaid and the bride were severely injured when they tried to help.

WARSHIPS HELP CELEBRATE AUSTRALIA'S ANNIVERSARY



When Australia took time off to celebrate the 150th anniversary of the founding of the Commonwealth, three U.S. cruisers, the Milwaukee, Memphis and Trenton stopped off to help in the celebration. The Memphis is shown, at right, beneath Sydney harbor bridge. Clapping and cheering throngs are seen crowding the city's streets, left, and occupying any other vantage spots like rooftops, windows and awnings to watch the celebration parade.

Income Tax Increased To Help Pay Costs Of Rearmament; Tea Impost Also Hits All Britons

Disclosure Made That Government Has Purchased Large Amounts of Supplies Against Possibility of War—Largest Peacetime Expenditure in History

LONDON, April 26: (CP)—Sir John Simon, Chancellor of the Exchequer, today boosted the British income tax rate from twenty-five per cent to 27 1/2 per cent to help pay the costs of rearmament. In his first budget speech, Sir John shocked the House by announcing that the income tax was being raised from five shillings on the pound to five shilling six pence.

Presents Budget



SIR JOHN SIMON

Presenting the 1938-39 fiscal budget, the Chancellor announced the government's total needs as £944,398,000, an increase of £81,500,000 over the previous year.

The Chancellor also announced an increase in duties on tea and oil. The higher tea tax will reach into the pocketbooks of virtually every family in the land.

Sir John dropped several other bombshells, including the disclosure that the government had secretly purchased early this year huge stocks of wheat, sugar and whale oil, sufficient to last through the early months of a possible war.

The Chancellor presented the nation with the largest peacetime budget in history.

The blow of the income tax boost was softened somewhat by the announcement that the tax will not be increased this year for single persons making up to £260 or married men with one child earning up to £400.

NEW IRISH DEAL MADE

Arrangements Made Between Britain and North Ireland Following Treaty With Eire

BELFAST, April 26: (CP)—Viscount Craigavon, Prime Minister of Northern Ireland, today announced new financial arrangements with Great Britain intended to offset Northern Ireland's losses under the new treaty between Great Britain and Eire (the former Irish Free State).

Craigavon said that Northern Ireland would receive substantial British armament orders, benefits under British agricultural subsidies and unemployment insurance.

Weather Forecast

General Synopsis—The pressure remains high on Vancouver Island southwestward and low off the Queen Charlotte Islands. Scattered showers are reported in southern British Columbia interior but the weather has been fair elsewhere.

Prince Rupert and Queen Charlotte Islands—Fresh to strong shifting winds, northeast to south, cloudy and cool with light scattered showers.

West Coast of Vancouver Island—Fresh southwest wind, part cloudy with a little light rain.

TOO MANY GADGETS

WASHINGTON, April 26: (CP)—Abolish the inventor and his labor-saving devices advised a Michigan man answering an appeal for suggestions to end unemployment.

BAR SILVER

NEW YORK: (CP)—Bar silver was unchanged at 42 3/4 per fine ounce on the New York metal market today.

BULLETINS

SIGHTING STATION Construction is going forward back of Joe Naylor's home on Second Avenue of a sighting battery for the new practice battery on the local waterfront. It consists simply of a small shed with a solid concrete base for the sighting instrument. The guns below are pointed at the target from this point.

TO DEFEND TITLE NEW YORK—Joe Louis will defend his heavyweight championship title against Max Schmeling of Germany in the Yankee Stadium on the night of Wednesday, June 22. Promoter Mike Jacobs announced today.

TODAY'S STOCKS

(Courtesy S. D. Johnston Co.)

- Vancouver B. C. Nickel, 17. Bralorne, 8.60. Aztec, .07. Cariboo Quartz, 2.15. Dentonia, .08. Golconda, .04. Minto, .02 1/4. Fairview, .04. Noble Five, .02 1/2. Pend Orielle, 1.80. Pioneer, 3.05. Porter Idaho, .02 1/2. Premier, 2.00. Reeves McDonald, .26. Reno, .56. Relief Arlington, .15 1/2. Reward, .04. Salmon Gold, .05 1/2. Taylor Bridge, .04. Hedley Amalgamated, .03 1/2. Premier Border, .01. Silbak Premier, 2.00. Congress, .003 1/4. Home Gold, .01 1/4. Grandview, .06. Indian, .02. Quatsino Copper, .02 1/2. Haida, .07 1/2. Oils A. P. Con., .25. Calmont, .42. C. & E., 2.48. Freehold, .06. Hargal, .26. Mercury, .12. Okalta, 1.67. Pacalta, .08 3/4. Home Oil, 1.34. Toronto Beattie, 1.17. Central Patricia, 2.60. Gods Lake, .42. Little Long Lac, 4.15. McKenzie Red Lake, .91. Red Lake Gold Shore, .91. Pickle Crow, 4.65. San Antonio, 1.25. Sherritt Gordon, 1.08. Smelters Gold, .01 1/2. McLeod Cockshutt, 3.50. Oklend, .18. Moshier, .31. Madson, .32. Stadacona, .72. Francoeur, .75. Moneta Porcupine, 2.20. Bouscadillac, .09. Thompson Cadillac, .30. Bankfield, .83. East Malartic, 1.64. Preston East Dome, .87. Hutchison Lake, .06. Dawson White, .04 1/4. Aldermac, .50. Kerr Addison, 1.87. Uchi Gold, 1.63. Int. Nickel, 46.00. Noranda, 57.75. Cons., Smelters, 56.00. Athona, .11.

DEAN OF ARTISTS

Elderly John Forster succumbs to Injuries Sustained on Walking Into Automobile

TORONTO, April 26: (CP)—Dean of Canadian portrait artists, John W. L. Forster died yesterday of injuries suffered when he walked into the side of a moving automobile last Thursday night. He was eighty-five years of age. Among his portrait subjects were three Governors-General and five Canadian Prime Ministers.

Today's Weather

(Government Telegraphs)

- Triple Island—Part cloudy, southeast wind, 20 miles per hour; moderate chop. Langara Island—Raining, easterly wind, four miles per hour; barometer, 29.85; temperature, 43; sea smooth. Dead Tree Point—Raining, strong southeast wind; barometer, 29.85; temperature, 43; sea rough. Bull Harbor—Overcast, calm; barometer, 29.97; temperature, 45; sea smooth. Alert Bay—Overcast, calm; barometer, 29.85; temperature, 43; sea smooth. Estevan—Cloudy, westerly wind, eight miles per hour; barometer, 30.08. Vancouver—Raining, easterly wind, six miles per hour; barometer 30.04. Prince George—Clear, northerly wind, four miles per hour; barometer, 29.96.

Suffered No Ill-Effects

VANCOUVER, April 26: (CP)—Mrs. Cecilia Hall, widow, and Mr. and Mrs. R. Lockie, apartment manager and his wife, suffered no ill-effects as a result of being bound and gagged Saturday night in Mrs. Hall's West End apartment by three robbers who made their getaway with rings worth \$1700, overlooking a \$3000 jewelled bracelet which Mrs. Hall was wearing on her wrist at the time.

Tom Lee Is Heard From

After having not been heard from since December last, Lee Sam, better known as Tom Lee, local Chinese merchant, has written to his family here telling of his safety at Hong Kong. He had been visiting at Kongmoon near Canton, an area which has been bombed by the Japanese in the course of the present war, and, when nothing had been heard from him for so long, some anxiety was entertained. This is now dispelled by the letter from Hong Kong where he was attending to some business at the time of writing. It is now expected that he will be home some time during the summer.

JUDGMENT CUT DOWN

Senator Hance Logan Will Not Have to Pay So Much in Case Involving Reparations

OTTAWA, April 26: (CP)—The Supreme Court of Canada today reduced by approximately one half the Dominion government's judgment against Senator Hance J. Logan arising out of the sinking of the schooner Gypsum Queen in 1915. The Exchequer Court had held Logan and Captain Freeman Hatfield, owner of the schooner, jointly liable to repay the government \$71,276 as the amount Hatfield had obtained as war reparations on the assumption that the vessel had been sunk by a German submarine. The Supreme Court reduces the judgment against Logan to \$34,900 with interest and costs.

Vancouver Wheat

VANCOUVER, April 26: (CP)—Wheat was down again yesterday on the Vancouver market, trading at \$1.21 1/4. It dropped again today to \$1.20 1/4.

STRAFING VALENCIA

One Hundred Killed by Insurgent Aerial Bombs—Heavy Property Damage

VALENCIA, April 26:—Insurgent war planes, roaring over Valencia yesterday, rained deadly showers of bombs on the city, leaving at least one hundred dead and hundreds wounded in addition to heavy property damage. Two British ships were sunk in the harbor.

Meanwhile land forces of the rebels continue their advance and were reported last night to be within sixty miles of Valencia.

Halibut Sales

- American—56,500 pounds, 6.5c and 5c to 7c and 5c. Canadian—97,500 pounds, 6c and 4c to 6.2c and 5c. American Oceanic, 14,500, Cold Storage, 6.7c and 5c. Fremont, 15,000, Booth, 6.6c and 5c. Emma, 13,000, Pacific, 7c and 5c. Garland, 14,000, Cold Storage, 6.7c and 5c. Canadian Covenant, 21,000, Cold Storage, 6.2c and 5c. Jennie Bay, 10,000, Atlin 6c and 4c. E. Lipsett, 14,000, Cold Storage, 6c and 4.5c. Cape Spencer, 14,000, Atlin, 6.1c and 4.5c. Kalen, 14,000, Pacific, 6c and 4c. Northland, 7,000, Atlin, 6c and 4c. Southend, 14,500, Cold Storage, 6.1c and 4.5c. Dickie Boy, 3,000, Atlin, 6c and 4c.

Rev. H. G. Funston, the newly called pastor of First Presbyterian Church here, and Mrs. Funston and child arrived in the city on the Catala this afternoon from Stewart. The induction is to be conducted tonight by Rev. David Lister of Vancouver. Prior to their departure from Stewart there were a number of farewell functions in honor of Mr. and Mrs. Funston.