

PROVINCIAL LIBRARY VICTORIA, B.C.

Today's Weather

(8 A.M.) Prince Rupert—Overcast, south east wind, eight miles per hour. barometer, 30.20; temperature, 43; sea smooth.

The Daily News

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

Tomorrow's Tides

High 6:21 a.m. 19.2 ft. 18:55 p.m. 16.3 ft. Low 12:53 p.m. 7.3 ft.

Vol. XXVII, No. 6. PRINCE RUPERT, B.C., SATURDAY, JANUARY 8, 1938. PRICE: 5 CENTS

Another Critical Incident Today

PRINCE RUPERT PROGRESS DURING YEAR IS REVIEWED BY CHAMBER OF COMMERCE

Was Like Voyage on Uncharted Sea to Unknown Destination—Pulp Mill Organization, Ore Sampling Plant, Federal Building Among Accomplishments

"Looking back over the year just passed gives one the impression of a voyage which was started on an uncharted sea," said the report of J. J. Little, retiring president, submitted to the Prince Rupert Chamber of Commerce at the annual meeting last night. "As we left port, in passing out of the bays and past the islands and headlands, we appeared to be making rapid progress, and, as time went on, we would clear for the open sea. Then, without the sight of land, our progress appeared much slower but we were still proceeding to our destination. Then we approached land again and once more we began to progress or appeared to progress much further than we were at sea."

SURVEY OF FISHERIES

Research Board, At Annual Meeting in Ottawa, Hears Reports On Investigations

OTTAWA, Jan. 8: (CP)—An initial survey has been completed by Dr. A. L. Pritchard in connection with Skeena River salmon fishing problems and plans are being made for intensive work in that area, it was learned yesterday following conclusion of a three-day conference of the Canadian Fisheries Research Board. Pink salmon research work at the Queen Charlotte Islands, also directed by Dr. Pritchard, was reviewed.

Vancouver Wheat

VANCOUVER, Jan. 8: (CP)—Wheat was trading at \$1.48 1/2 on the Vancouver market yesterday.

New Federal Building

"Our next endeavor was to make representation to our government for a new federal building in Prince Rupert and, before the end of this year, we will have this in physical form to show this objective has been attained."

IS MOVED TO CHILE

Norman Armour Is Transferred From Canada in United States Diplomatic Service

WASHINGTON, D. C., Jan. 8 (CP)—President Franklin D. Roosevelt yesterday named Norman Armour, United States minister to Canada, as minister to Chile. Mr. Armour's successor at Ottawa is not yet named.

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 36-hour period ending 5 p.m. tomorrow.) Prince Rupert and Queen Charlotte Islands—Moderate to fresh southeast winds, cloudy and mild with showers.

BULLETINS

APOSTOLI BEATS STEELE NEW YORK — Fred Apostoli, former San Francisco bell hop, won by a technical knock-out over Freddie Steele of Tacoma, world's middleweight boxing champion, in fifty-four seconds of the ninth round of their scheduled twelve-round bout in Madison Square Garden last night. Apostoli, being one pound overweight, could not claim Steele's title but his stopping of the champion proved his right to be called No. 1 challenger. Steele was thoroughly beaten and was helpless and out on his feet when Referee Arthur Donovan called off the fight to save Steele from further punishment. Steele weighed 158 1/2 pounds and Apostoli 161 1/2 pounds.

CONTRACT FIGURE ANNOUNCED OTTAWA—The Department of Public Works last night officially announced that the contract for a new public building at Prince Rupert had been awarded to Bennett & White Construction Co. of Vancouver for \$125,785.

ITALY TO GERMANY ROME—Thirty thousand Italians will go to Germany in a march to work as farm hands under agreement between the Italian and German governments. The arrangement will absorb some of Italy's surplus farm labor and will give Germany agricultural workers needed in a Reich campaign to increase food production.

NEGOTIATE TRADE PACT WASHINGTON, D.C.—The United Kingdom and the United States took a step toward economic co-operation last night by announcing formal "intention to negotiate a trade agreement." The announcement here said that British colonies, protectorates and mandates including Newfoundland, would be included in the accord. While the Dominions, Ireland and India are excluded, it is expected that a new agreement between Canada and the United States will be announced shortly and that agreements with South Africa and Australia will probably follow later.

GERMANY WINS MELBOURNE — Germany won a triangular tennis contest here with four rubbers, ten sets and 85 games. United States was second with two rubbers, five sets and 69 games. Australia was third with two rubbers, five sets and 59 games.

PARLIAMENT WILL HAVE BIG TASK

Many Problems Will Confront Coming Session — Plans For "Reconstruction Year"

Fight Recession

Readjustment of Production and Consumption Will Loom Large At Ottawa

(By Thomas Wayling) OTTAWA, Jan. 8:—When Parliament meets on January 23 the Crown, the Commons and the Senate will be faced with new plans for "Reconstruction Year." An insistent demand has been rising in the provinces and Ottawa for definite constructive policies to take advantage of Canada's unique position in production and world trade and offset the recession, which has set in down below the border, and which, like all American trends, has its reflection in Canada.

The readjustment of production and consumption, with the allied questions of employment and living costs, will engage the attention of Parliament. The financial situation, particularly with respect to the burden of taxation and the cutting of expenditures, will come up for review.

It is extremely unlikely that the Rowell Commission will have much to report that can be dealt with at the coming session of Parliament but there will be debates on some of the matters laid before the commission. The rejuvenation of the British North America Act will have to wait until the ensuing session when all the briefs and the conclusions of the commission have been made available and studied.

The session will receive the second speech from the Throne as from King George VI. Parliament never had a Throne Speech from Edward VIII. There will be references to the Coronation and tributes paid to the new King for this is the first session since his Coronation.

There will be references to the Imperial conference which followed the Coronation and to the defence issues brought up. Later there will be a full dress debate on defence with such information, as may be revealed from the Imperial Conference. The trade question will also be a feature of the Speech, with references to the increasing trade and of the need for further expansion of overseas commerce.

Increasing Production

Increasing production in the natural industries of agriculture, mining, forestry and fishing will be pointed out and the efforts made to obtain wider markets for their disposal. The success of the government's plan to care for unemployed young people will be spoken of and the co-operation given by the provinces in this respect.

Improved conditions in the drought areas of the west will be mentioned to Parliament with intimations that the coming year will see still further improvement and the probable end of the seven lean years which have stricken the west.

The transportation problems of the Dominion will loom large and Parliament will be called upon to take some action. The railway difficulties show little signs of improvement.

(Continued on Page Four)

OPTIMISM PREVAILS

Chamber of Commerce Hears Some Brief Remarks by Members Last Evening

At the annual dinner meeting of the Prince Rupert Chamber of Commerce last evening there were a number of brief speeches by officers, chairmen of committees and retiring members of the council. F. A. MacCallum, the newly elected president, thanked the board for the confidence expressed in him by placing him in that position. While he welcomed the younger members to the council he was sorry to see some of the older members retiring. He referred particularly to G. W. Nickerson.

Mr. MacCallum spoke of some of the developments that were going on in the district, mentioning particularly the mining operations on Porcher Island where forty or more men were employed regularly. He urged that members visit this operation and take an interest in what was going on there, and at other points in the district.

He read a new year message he had received from the Canadian Chamber of Commerce as follows:

"Instead of realizing that our confederation afforded us a place to store some of our wealth so that we could count on a certain stability year in and year out and comfort and security in our old age, we have regarded it as a convenient place to plunder. We have been so greedy for federal benefits that we have anticipated our respective shares for years to come. Reform will only come when the public mind appreciates the situation and, instead of clamoring for expenditure, insists on thrift and prudence in the conduct of our public affairs."

City Commissioner W. J. Alder said he considered the Chamber of Commerce the most important organization in the city. If all worked together they would get results. He considered that they had made progress in the past year and if they kept working they could obtain other things that they desired.

Mr. Alder referred to the new year message received from F. L. Buckley, a copy of which was read. It spoke quite confidently of the pulp mill operation proceeding soon and the hope was expressed that it would be well under way before the end of the year. Greetings to the board had also been received from Premier Pattullo and the new minister of mines Hon. W. J. Asselstine. All the messages received indicated that the eyes of the province were on the north. He mentioned the progress made in the city on the waterfront where there had been such development.

The speaker spoke optimistically of the future and urged hearty co-operation in their efforts in behalf of the city and district.

J. C. Gilker, president of the Junior Chamber of Commerce, remarked that, while some of their members had always attended meetings of the senior chamber this had not been reciprocated. He urged that either one of the officers or some member be specifically nominated to attend each of their meetings. He promised co-operation from the juniors and asked the same from the seniors.

The new vice-president, J. T. Harvey, thanked the members for their confidence in him. He felt happy in having Mr. MacCallum as his superior officer. He had known that gentleman in Prince George and had married the daughter of his chief opposition in that city.

Others who spoke were G. W. Nickerson, C. G. Minns, W. R. McAfee, H. F. Pullen, D. C. McRae, W. H. Tobey and John Bulger.

Japanese Train Their Rifles Upon French In International Shanghai

Several Officers are Roughly Handled—Protest Considered—Chinese are Laying Waste Another Falling City

SHANGHAI, January 8: (CP)—Japanese soldiers trained rifles on French troops in the French concession for an hour and roughly handled a member of the French police today in the second critical incident in the international Shanghai area in two days. This incident followed the beating of two Britishers yesterday. French officials are strongly considering making a formal protest against the incident.

NO BALLOT REQUIRED

Officers and Executive Council Of Chamber of Commerce Chosen Without Vote Last Evening

For the first time in many years, if not in the history of the organization, the Prince Rupert Chamber of Commerce, at its annual

Chamber President



F. A. MacCALLUM

dinner meeting last night, elected all its 1938 officers and the executive council without a ballot.

There was only one candidate for each position until it came to the council. There seventeen had been nominated from which to pick fifteen members. It was announced by the chairman, J. J. Little, that D. G. Borland had already withdrawn his name. Then G. W. Nickerson rose and stated that he had served in that position for a long time and he would withdraw in favor of the younger members. This made a vote unnecessary. The elections were confirmed as follows:

- Honorary President, Premier T. D. Pattullo, M.L.A.
Honorary Vice-President, Olo Hanson, M.P.
President, F. A. MacCallum.
Vice-President, Jas. T. Harvey.
Secretary-Treasurer, A. Brooks bank.
Executive Council—Theo. Coltart, Frank Dibb, John Dybhavn, J. G. Johns, C. G. Minns, C. C. Mills, D. C. McRae, W. R. McAfee, J. W. Nicholls, H. F. Pullen, S. E. Parker, P. M. Ray, A. C. Small, W. H. Tobey, W. M. Watts.

ELECTS SPEEDY TRIAL

Freddie Tait, Indian, charged with theft from a dwelling at Port Simpson, elected for speedy trial on appearing before Judge W. E. Fisher in County Court yesterday afternoon. The trial will take place next Wednesday afternoon.

TERUELANS SURRENDER

Safe Evacuation Provided Two Thousand Persons Barricaded In Hospital

MADRID, Jan. 8: (CP)—Through arrangements made by the International Red Cross, two thousand insurgent soldiers and their weakened women and children, who had been barricaded in a hospital at Teruel, provincial capital and object of battle for the past few weeks between loyalists and insurgents, are being surrendered in safety, it was reported here last night. They are in bad shape from cold and hunger.

Insurgents are still fighting bitterly in the effort to recapture Teruel which for nearly eighteen months of the civil war was an important rebel line of communication.

Today's Weather

(Government "Telegrams") Triple Island—Cloudy, south-southeast wind, twelve miles per hour; light chop. Langara Island—Cloudy, southeast wind, five miles per hour, barometer, 30.08; temperature, 41; sea moderate. Dead Tree Point—Overcast, calm; barometer, 30.00; temperature, 40; moderate swell. Bull Harbor—Overcast, calm, barometer, 30.26; temperature, 43, moderate swell. Alert Bay—Overcast, showers; strong northeast wind; barometer, 30.25; temperature, 36; sea rough and stormy. Terrace—Cloudy, calm, 32a. Aiyansh—Light rain, calm, 39a. Alice Arm—Part cloudy, southerly wind, 42a. Anyox—Cloudy, southwest wind, 34a. Stewart—Part cloudy, calm, 33a. Hazelton—Clear, calm, 27a. Smithers—Mostly clear, calm, 0a. Burns Lake—Bright, calm, 21a. Prince George—Clear, southerly wind, six miles per hour; barometer, 30.10. Estevan—Cloudy, northeast wind, four miles per hour; barometer, 30.36. Victoria—Raining, easterly wind, four miles per hour; barometer, 30.42. Vancouver—Raining, easterly wind, four miles per hour; barometer, 30.42.