

## TO CHINA

Japan to Take Steps to Prevent Overland Shipment-Protect **Fishing Rights** 

## Eliminate Enemies

## Resumption of Warfare On Majo Scale is Believed Near

TOKYO, Jan. 21: (CP)-Foreign Minister Arita affirms Japanese readiness to take "proper" steps to cut off overland shipment of arms to the Chinese in the customary annual address on foreign policy befor Parliament.

The declaration also announced Japan's determination to protect her legitimate vested rights in the fishing treaty dispute with Russia. Arita outlined Japanese pan-Asia ambitions as seeking a "new East Asia upon an ethical foundation wherein Japan, China and Manchuokuo will stand united and linked together for active collabora-

the opening of the Diet session, varned that extermination awaited persistent opponents of Japan. Meantime, after a long deadlock. both Chinese and Japanese reports indicated today that renewal of

May Mean Big Trade War

LONDON, January 21: (CP)-British business circles are alarmed over the abrupt removal of Dr. Hjalmer Schacht, the conservative president of the Reichsbank of Germany.

Fear is expressed that the two countries may be plunged into a new and widespread trade war just at a time when they had been on the verge of coming to terms. Radical Nazi methods may result in ruthless competition.

The German financial position has dropped in British eyes following the removal of Dr. Schacht. From Germany comes official word that the removal of Dr. Schacht as President of the Reichsbank does not mean an end of negotiations for the migration of Jewish refugees.

Hitler extended his reorganization of the Reichsbank today by relieving Vice-President Frederick Dreye and Director Ernst Huelse of their posts, naming Rudolf Brinkmann, right hand man of Walther Funk, the new president, to the directorate. .



Livesay as C. P. General Within Eighteen Mouths, Says

FINANCES

This Was Principal Business at Last Night's Regular Monthly Meeting-Annual Meeting January 31

A statement of the financial situation in regard to the new hospital building, presented at the 'regular monthly meeting of the board of directors of the Prince Rupert General Hospital last night disclosed that, out of a total \$121.906 available for the project, commitments now totalled \$117,-814, leaving a baaince of \$4,192 towards furnishings, grounds, etc. It was indicated that there were other resources which might be drawn upon if necessary. The building committee, Frank Dibb. chairman, which presented this financial statement, was given power to act in proceeding with certain installations totalling \$2985 which had been deleted from the original contract. An estimate of than thirty miles of Barcelona. 5616 was received from the conractors as the cost of the proward Barcelona was reported to posed finishing off of the attic have met its first serious setback of the new building for use as when a violent government counmaids' and night nurses' quarters ter-attack drove Franco troops from As the contractors had declined to IS LEAVING As the contractors had declined to his it may decided to defer dethe important town of Igualada. The insurgents had taken the town, work, it was decided to defer de-28 air miles from Barcelona, only cision in the matter of carrying it last night. out until nearer the completion of the building. The provincial archi-

## "S.O.S." Message From Imperial Airways Flying Boat Cavalier **CLOSER TO** Eight Passengers and Crew of Five Aboard Luxurious Plane-Two Canadian Destroyers From Bermuda Lead in Search BARCELONA NEW YORK, January 21: (CP)-Mackay Radio re-Insurgents Now Within Thirty ceived an "S.O.S." message today from the Imperial Air-Miles-Treasure From Barcelona ways plane Cavalier, flying between New York and Berto France muda, reporting the ship down at sea several hundred miles east of Cape Hatteras. The luxurious air liner **Reverse** Today carried eight passengers and a crew of five. The last message received from the ship at Town of Igualada Reported Re-10:20 a.m. said simply: "Sinking! captured by Loyalists sinking!" One of the messages had said the ship was completely dis-HENDAYE, Franco - Spanish + Windsor As abled. Frontier, Jan. 21: (CP)- Spanish, Two Canadian destroyers were insurgents report the capture of + \* among the first ships to leave Ber-Ambassador two more key towns on the way to + muda to participate in a search. Barcelona in the Catalanian drive, \* Vessels in the vicinity and Pan bringing the rebel forces to less + Of Goodwill 'American Airways' Bermuda Clip-\* per joined in the search. Today the insurgent drive to-

\* an "ambassador at large for #

At Perpignan, France, a fortune

. The weather bureau reported NEW YORK, Jan. 21: (CP) - + | skies clear and the sea calm. " Eighty-seven members of a so- + The Cavalier was in charge of ciety known as "The Friends of + Capt. M. R. Anderson. the Duke of Windsor," meeting +

+ here last night, nominated the + Made Long Hop

\* peace and democracy." Various \* Because Plane

