

High 3:33 a.m. 21.1 ft.
16:30 p.m. 19.9 ft.
Low 10:13 a.m. 1.9 ft.
22:32 p.m. 6.1 ft.

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120 Parliament Buildings
Victoria, B.C.
March 40

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The Daily News

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

PRINCE RUPERT, B.C., TUESDAY, JUNE 20, 1939.

PRICE: 5 CENTS

Weather Forecast

Prince Rupert and Queen Charlotte Islands—Moderate to fresh southeast winds, partly cloudy, probably showery tonight.

International Atmosphere Tense

Crisis In Far East Is Still Unsettled; Japan Remains Firm

Great Britain Still Hopeful for Settlement But is Preparing for Extreme Measures—United States is Also Concerned

TOKYO, June 20.—Any British proposal for third power intervention in seeking a settlement of the Anglo-Japanese troubles in China will be "utterly unacceptable" to Japan, the influential newspaper Asahi said Monday. The warning followed reports that Britain would ask the United States to seek a peaceful settlement of the dispute. The newspaper demands the recall of the British ambassador to China because of his alleged activities in favor of the Chinese. Japanese officials said that, if the British decide to take economic measures against Japan, the Japanese will take necessary steps to combat them. A spokesman said:

CANOED TO FAIRBANKS

Two Americans Arrive At Alaska Town After Thirteen Months' Trip From New York

FAIRBANKS, Alaska, June 20: (CP)—Richard Slobodin and Robert Fuller, who arrived here at the weekend, completing a thirteen-month canoe voyage from New York to Fairbanks, described yesterday how they were unable to hire guides for the hazardous six hundred mile crossing of the continental divide, accordingly making the trip themselves. Indians refused to make the trip at any price because of ice jams and flood waters on the Rat River between Fort McPherson and Fort Yukon.

Spot Where Sub Sank Is Located

Phenix Is Definitely Given Up By French Naval Officials At Paris

PARIS, June 20:—French naval officials announce that they have established that the submarine Phenix had sunk approximately eight miles northeast of Can Ram Bay. All the crew has been given up as dead.

The Japanese army organ, "Yung Pao" asserted that Chinese residents of the British and French concessions would refuse to pay taxes in the areas. Chinese quarters denied this but Japanese officials warned that the blockade will not be lifted unless Great Britain alters her present anti-Japanese attitude, ceases supporting Chinese nationalists and co-operates with Japan in establishing a "new order" in China.

It is feared that the packing of the British area by Chinese will soon deplete the emergency stores of flour and rice in the concession warehouses along the Hsi River.

One hundred and twenty British women and children were evacuating Wednesday from the beleaguered British concession on a small river boat for Tangku. Chinese employees of vital services have begun quitting their jobs under Japanese threats of death to their families.

United States Concerned

WASHINGTON, June 20: (CP)—Secretary of State Cordell Hull expresses concern of the United States with "broader aspects" of developments at Tientsin, adding that the government is "observing with special interest all related developments in China."

Draftsmen of foreign policy legislation in the House plan to steer the Administration's Neutrality Bill toward a vote this week. Meanwhile they are turning attention to various measures designed to curb Japanese aggression in the Far East by means of economic sanctions. The Japanese question will come before a House group on today when consideration will be given to a number of anti-Japanese bills.

BORDEN ST. NEW DEAL PROMOTIONS ASSAILED

List of Students Winning Advance-ment In Various Grades Is Announced

Promotion lists of Borden Street School for the year are announced as follows:

Grade 1 to Grade 2—Daniel Bill, David Blackhall, Patricia Copeland, Dorothy Edgar, Richard Edgar, Edna Gardner, Gerald Halliday, Alan Hartwig, Billy Harvey, Everett Johansen, Edith Johnston, Harry Killas, Henry Martinson, Robert Moller, Carol Moore, Marlene Moore, Donna Murray, Tomoko Nakamoto, Doreen Paul, Ann Petroff, Burns Pierce, Melvin Jersey Republican, charged in a radio address Sunday that the New Deal is the average man's worst enemy and has gone out of his way to breed class strife. He charged the administration is creating a wave of racial and religious intolerance which is menacing liberty and even democracy itself.

Grade 2 to 3—Eve Adams, Minoru Akagi, Olga Bill, Reynold Bowden, Eddy Dodds, William Finlayson, Ben Forrest, George Furniots, Lenora Gardner, Jack Gathorne, Donna Gurvich, Lawrence Iveson, James Alan Johnston, Irja Karhonan, Takashi Kihara, Don MacArthur, Mary McAfee, Ragnar Martinson, Karsten Miller, Bruce Mills, Sam Nakatani, Frank Olson, Gardner Paul, Annie Pauchant, Kathleen Smith, Lenora Smith, John Stevens, Joyce Taylor, William Watts, George West, Betty Wide, Maresa Windle, Betty Wong, Lorraine Youngman, Reginald Ronaldald, David Kinney.

Grade 3 to Grade 4—Jiro Akagi, James Barry, Nellie Bill, Tommy Boulter, Billy Beesley, Jacqueline Budenich, Frank Clapp, Alan Edgar, Billy Gurvich, Delray Hankinson, Rose Marie Hartwig, Monica Holtby, Billy Heavener, Alfred Karhonan, Leo Karhonen, Robert Kinney, Arthur Lancaster, Marie Lovstadt, Bessie Lee, Robert MacArthur, Glen Macey, Irma Mathieson, Joyce Moran, Arthur Olson, Glen Olsen, Voyslav Pavich, Everett Pierce, Ray Rix, Haruka Shimizu, Marjorie Shrubsall, David Smith, Stanley Scharff, Louis Sorrenti, Rosaline Thain, Lois Thompson, Sabura Tsumi, Leanne West, Wally Wong.

Grade 4 to Grade 5—Kiyoshi Akagi, Evelyn Alexander (trial), Patricia Beesley, Rupert Clapp (trial), Robert Currie (trial), Lucy Evans, Billy Haines, Fay Ingram, Gwendoline Jegner, David Johns, Carl Johnson (trial), Betty Johnson, Elspeth MacKenzie, Annie Makowichuk, Normand Martinser, Joan Moore, Masata Nakamoto, Kaye Nickerson, James Olsen, Eugenia Pavlikis, Henry Shimizu, Mary Sim, David Stevens, Margaret Sutherland, Melvin Thompson, Lydia Watt, Joyce Watts, Frances Webber, Nina Youngman, Sydney Youngman, Charlie Currie, Bennie Olson, Nathaniel Jones, Tomatsu Yamamoto, Buddy Morris, George Martell.

Grade 5 to Grade 6—Eleanor Barber, Beverley Barry, Leona Batt, Audrey Caravan, Eddie Ciccone, Iris Edlund, Leona Engleke, Dorothy Evans, Massa Hamasaki, Lawrence Hankinson, Donald Hartwig, Floyd Herchmer, Frank Hingston, Frank James, Frances Heavoron, Jean Heavoron, Lois Jones, George Kadawaki, Elizabeth Ladicos, James Ladicos, Earl Lessard, Walter Longwill, Jean McAfee, Evelyn McNab, Margaret Martensen, Howard Melo, Florence Morse, Bruce Nesbitt, Harry Nishizaze, Jack Parks, Leonora Raabe, Emmy Schill, Alfred Shrubsall, Brendon Sorenson, Oscar Steinberg, Anna Stevens, Jimmy Thompson, Johnny Thompson, Mavis Thain, Leona Sorrenti, Billy Thain, Grace Tacheuchi, Winnie Tacheuchi, Fuyuko Tacheuchi, Norma Watt, David Edlund, Malcolm Finlayson, Leonard Youngman.

TRAINING FOR AIR

Civil Aviation to Get Impetus In Pilot Plans

By ROSS MUNKO
Canadian Press Staff Writer
OTTAWA, June 20: (CP)—A university of the air, primarily to train military pilots but also to develop civil fliers, is being set up by the federal government.

Like orthodox universities it will have a four-year term but at this flying institution the students will be paid at least \$4 a day for offering their services instead of paying for their tutelage.

The Dominion's latest "college" is scattered across the country at eight airports, at Camp Borden and Trenton, Ont., where young men will be trained for the Royal Canadian Air Force as part of Canada's expanding defence program.

Young men taking out short service commissions with the R.C.A.F. will train for 50 weeks at flying clubs in eight Canadian cities and at the two air stations in Ontario under the new program the national defence department is starting at this time.

After the training period, for which they receive \$4 a day, the graduate formally joins the Air Force where they are obliged to serve three years. During their service in the regular fighting squadrons of the R.C.A.F. they are paid \$6.75 a day for a pilot officer, \$6.44 for flying officer, \$7.81 for flight lieutenant and \$9.04 for squadron leader. Various allowances are made for rations, quarters, uniforms and marriage.

Five per cent of this salary is deducted to be paid the pilot when he leaves the service after the four-year term and besides this a \$500 a year gratuity for the three years in the squadrons also is guaranteed when he withdraws to private life.

With this nest egg, the defence department feels the man who spends four years in the R.C.A.F. on a short-service commission has ample means to rehabilitate himself in civilian life.

Create Reserve

If he leaves the force at the end of the period he retains his connection with the R.C.A.F. for a six-year period through transfer to the reserve force. He has certain liabilities on the reserve. He might be pressed into service for training or action in time of national emergency or in defence of Canada against actual or apprehended attack.

M. Valentin was granted a deed to the property of lots 55 and 56 block 12, section 2, under the Soldiers' Housing Act.

Accounts for the months of March April and May were passed for payment.

Reforms In Peru Being Promised

LIMA, Peru, June 20:—Voters throughout Peru flocked to the polls to decide the fate of ten proposed reforms to the constitution as President Oscar Benavides promised that a democratic form of government would be maintained.

Ted Gosnell, Doris Gosnell, Stanley Hodgson, Kenneth Johnston, Jack Jensen, Elsie Kraupner, Jack McIntosh, Jack Macey, Nick Makowichuk, Chrissie Montgomery, Patsey Moore, Walter Morgan, Billy McLeod, Amelia Pavlikis, Dona Sakamoto, Gordon Smith, Mickey Sorrenti, Billy Thain, Grace Tacheuchi, Winnie Tacheuchi, Fuyuko Tacheuchi, Norma Watt, a Jean Clark, John Christensen, Don Wannamaker, Barrie West, David Edlund, Malcolm Finlayson, Leonard Youngman.

NEW CRISIS IN EUROPE MAY BE PRECIPITATED: REICH TO TAKE DANZIG?

British Government and Defence Heads Anxious About Possible Developments Nearer Home During Trouble in Far East

LONDON, June 20: (CP)—British government and defence leaders appear to be anxious over the possibility that Germany and Italy may be tempted by Great Britain's troubles in China to precipitate a European crisis in the hope of catching the British off guard. The next act of aggression by dictators may come as a great surprise—as a bolt from the blue—and defence heads regard it as most necessary that the whole country should be organized and prepared to meet it. The events in the Tientsin situation, with the support given the Japanese by Germany and Italy, amount to a challenge, it is felt by many, which must be met.

Such people feel that, if Britain takes a firm and resolute stand, showing the world that it is ready to enter the struggle, making full use of her wealth, industry and manpower, the war could be won without clash of arms. Hesitation, however, would be bound to result in humiliation and war would be almost inevitable.

Attention is again beginning to turn to Danzig which it is believed by many Germany may attempt to take possession of while Great Britain and France are preoccupied in the Orient. This may be considered by the Reich an opportunity to get the free city back without resort to force. A statement on Sunday of German Propaganda Minister Joseph Goebbels that "no power on earth can stop the return of Danzig to the Reich" is considered as significant.

Bulletins

CONFISCATE ARMS PROFITS

LONDON—A sixty per cent levy on excess profits of large armament contractors is announced by the government today. The move was forecast when the conscription bill was introduced.

MAKES FAST FLIGHT

LISBON, Portugal—Ten minutes short of 24 hours after taking off from Port Washington, N. Y., the Atlantic Clipper landed on the River Tagus Sunday night. The forty-ton flying boat with which Pan American Airways was pioneering a transatlantic flight, soon to be thrown open to passenger schedules. Aboard were 16 representatives of newspapers, news services and broadcasting companies making a "press preview" flight.

STRIKE UNSETTLED

SAN FRANCISCO—Federal conciliators failed to break a deadlock which has closed the port of San Francisco to all waterfront commerce requiring the employment of dock checkers. A meeting which lasted only 45 minutes found neither the dock clerks employers association nor the ship clerks association of the Congress of Industrial Organizations, changing its stand. The employers asked the removal of pickets from American-Hawaiian steamships company docks and the arbitration of a dispute involving the discharge of 10 dock clerks after their refusal to accept a change from hourly to monthly pay status.

MAURETANIA CROSSING

COB—Daily decorated excursion boats Sunday circled the S.S. Mauretania, largest liner ever constructed in English shipyards, giving her a gala send-off on her maiden crossing of the Atlantic.

Weather Forecast

General Synopsis—A moderate depression appears to be approaching the Queen Charlotte Islands but pressure remains high southwest of Vancouver Island. The weather is fair on the coast but continues showery in the interior.

The new scheme has met with great success as far as registration, defence officials say. Hundreds of applications have been received for the 76 pilot posts to be filled this year. In the intermediate and advanced stages 50 British recruits for the Royal Air Force will train with those aiming at positions in the R.C.A.F.

In the official document explaining the training plan it is stated that "all candidates must be British subjects of pure European descent." The applicant goes through a medical examination before being accepted and then is sent to the flying schools for elementary training.

Graduates of universities who enrol for permanent commissions and intend to make the R.C.A.F. their career also will be paid \$4 a day during the year's training period.

After they obtain their wings, however, they continue right on in the service and do not drop out of the ranks after three more years as the short-service commission pilots do. Apart from the training of pilots, the defence department also has evolved a scheme for training groundmen technicians, mechanics to look after airport equipment and the fighting planes.

SEAPLANE IS WRECK

SOUTHAMPTON, England, June 20: (CP)—The Imperial Airways seaplane Connemara, designed for transatlantic service, was destroyed by explosion and fire of unknown origin while fueling at a seaplane base near here yesterday. One of six engineers who were aboard is reported missing.

Property Near Hays Creek Is Under Transfer

Twelve and a half acres of land off Wantage Road in the Hays Creek area has been purchased by M. Valentini from the estate of the late Venzy Elias who died about a month ago. It is understood Mr. Valentini will use the property in connection with his dairy business.

Halibut Sales

Summary

American—45,000 pounds, 7.8c and 5.5c.

Canadian—95,400 pounds, 6.5c and 5c to 5.8c and 5.5c.

American

Harding, 22,000, Booth, 7.8c and 5.5c.

Augusta, 17,000, Royal, 7.8c and 5.5c.

Canadian

Cape Beale, 40,000, Cold Storage, 6.8c and 5.5c.

Cape Spencer, 14,000, Pacific, 6.5c and 5c.

Rosespit, 14,400, Cold Storage, 6.5c and 5c.

American

Point May, 4,000, Atlin, 6.5c and 5c.

Canadian

Arctic I, 14,000, Atlin, 6.5c and 5c.

Skeena M. II, 9,000, Pacific, 6.5c and 5c.