

The Daily News

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

PRINCE RUPERT, B.C., THURSDAY, JANUARY 4, 1940.

C.N.R. TRAINS

For the East—
Mondays, Wednesdays and Fridays 6 p.m.
From the East—
Tuesdays, Thursdays and Saturdays 11 p.m.

Weather Forecast

Prince Rupert and Queen Charlotte Islands—Strong northeast winds, shifting to easterly and reaching gale force before night. Cloudy and mild with occasional rain.

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Red Invaders' Plight Still Worse

ASKS FOR MORE CASH

President Roosevelt Proposes Additional Taxes For Army And Navy—Would Lead In Peace Move

Three Point Plan

United States Cannot But Be Affected by Conditions in Rest of World, Chief Executive Declares

WASHINGTON, Jan. 3:—President Roosevelt, addressing Congress at the outset of the new session, declared yesterday that the United States can ultimately become a leader for world peace but "we must likewise be prepared to take care of ourselves if the world cannot attain peace." Accordingly, he said, he was asking for army and navy increases which are based "not on panic but on common sense."

The President proposed that sufficient additional taxes be levied to meet the cost of emergency defence spending. He said "there is a vast difference between keeping out of war and pretending that this war is none of our business." He renewed his pledge to keep the United States out of war. Further President Roosevelt said that trade agreements "should be extended as an indispensable part of the foundation of any stable durable peace."

Three Point Plan

The President submitted a three point program—

First, increases in the army and navy in view of world uncertainty.

Second, additional taxes to meet the emergency of spending on national defence.

Third, extension of reciprocal trade agreements as a foundation for cordial international understandings.

The President announced budget reductions in all items except national defence. The President, who was given a great ovation, failed to make any remark on the subject of a third term.

The Secretary of the Navy announced legislation which would empower the President to commandeer private shipping in connection with national defence.

Budget Presented

Presenting his budget message today, President Roosevelt urged Congress to slash farm, relief and public works spending and asked for \$460,000,000 special defence taxes. If all the recommendations were followed, the President forecast there would be a net deficit for the fiscal year beginning July 1 of \$1,750,000,000. This deficit he compared with almost \$4,000,000,000 for the current year.

The President estimated expenditures at \$8,500,000,000 or \$75,000,000 less than this year.

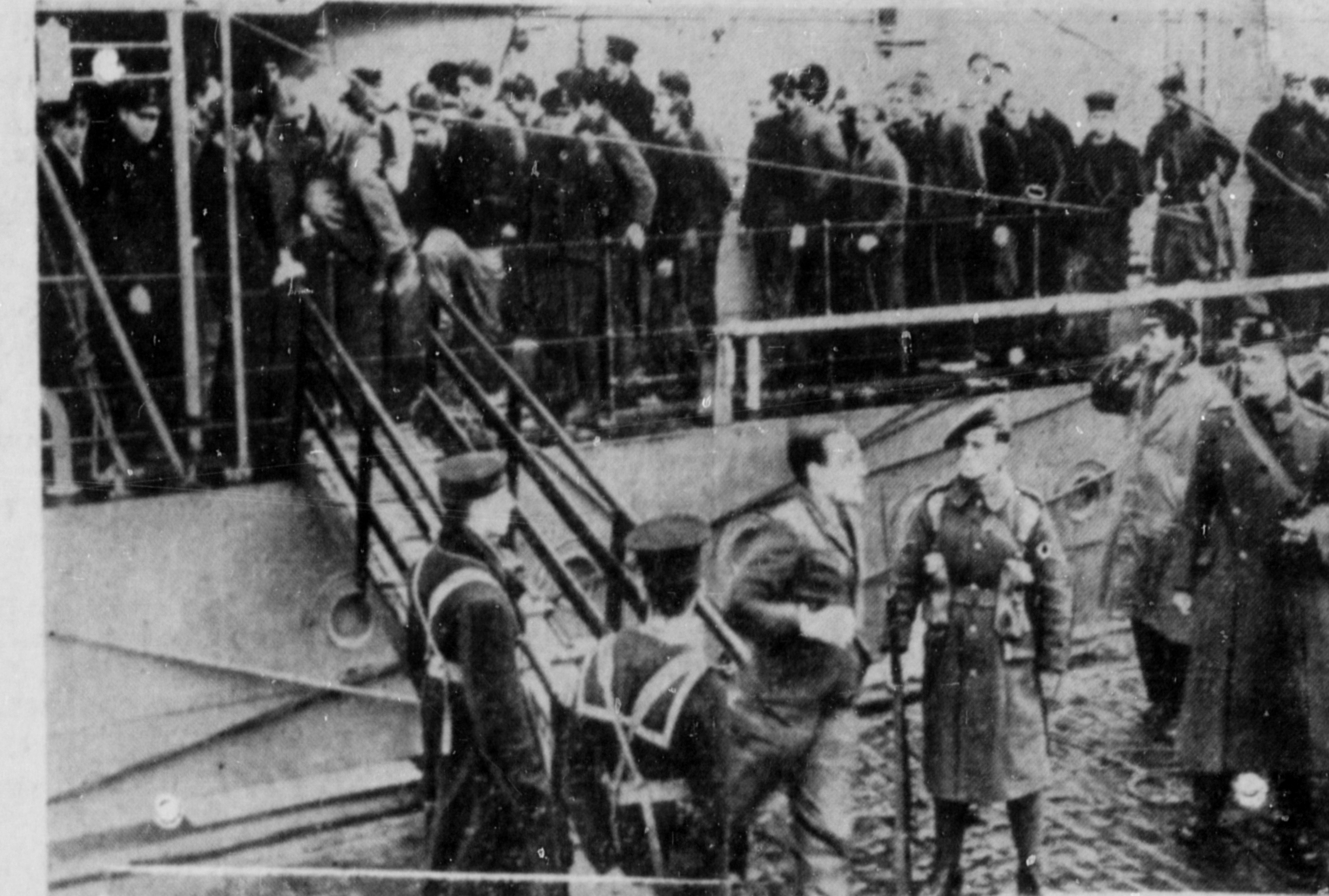
No provision is made for continuing work of the Alaska Highway Commission which received \$6,000 last year.

The President asked for defence appropriations totalling \$2,250,000,000, the highest in twenty years, special taxes to meet part of this burden. The proposals represent an increase of almost \$500,000,000 from the current defence expenditures.

BAR GOLD

LONDON, (CP)—The Montreal price of bar gold on the London market was unchanged today at \$35.54 per fine ounce.

CREW OF SUNKEN NAZI U-BOAT ENROUTE TO INTERNMENT CAMP



Men of an ill-fated Nazi U-boat are pictured as they arrive "somewhere in Britain" as prisoners of war. They are shown coming from the naval vessel which captured them in battle at sea. The war is over for them—an internment camp will be their "home" for the duration of the struggle.

HELPING FINLAND

Great Britain, France and Italy Make No Bones About Side They Are Taking

GENEVA, Jan. 4: (CP)—Great Britain and France have advised the League of Nations formally that they will give as much aid to Finland in her war against Russia as the war with Germany will permit. Italy is less reticent, openly admitting that she is sending men and equipment to the aid of the Finns.

BRITAIN IN FINE SHAPE

Former Premier Bennett Tells Of Defence Program

NEW YORK, Jan. 4:—Speaking before the Canadian Club here yesterday, Former Prime Minister R. B. Bennett declared that, during the past eight months, Great Britain had carried out the greatest defence program in its history. Airplanes were being turned out at the rate of one thousand per month and warships at the rate of one per week. The British war policy was one of preserving life to as great an extent as possible.

Clipper Forced Back By Storm

Turns Around To Oakland After Being 240 Miles Out At Sea

OAKLAND, Jan. 4:—After getting 240 miles out to sea on a flight to Honolulu and the Orient, Pan American Airways Philippine Clipper was forced to return to Oakland yesterday on account of a storm. The ship has already been delayed almost two days in leaving.

Off To Ottawa To Attend War Supply Board

VANCOUVER, Jan. 4: (CP)—W. C. Woodward, British Columbia's member of the Dominion War Supply Board, left yesterday for Ottawa to attend sessions of the board. On the way he will stop off for a couple of days at Edmonton in connection with his business interests there.

War News

REQUISITION SHIPPING

LONDON—Sir John Gilmour, minister of shipping, announced tonight that the British government is requisitioning all ships of the United Kingdom and the colonies to facilitate its wartime shipping program. The scheme, following that used in the First Great War, is designed to enable economies of tonnage and more effective use thereof. Already steps with this end in view have been taken in Canada, some of the more important companies having been advised that their ships will probably be requisitioned.

NO ILL FEELINGS

BUENOS AIRES—Interned German sailors from the Admiral Graf Spee drank beer with British sailors from the British cruiser Achilles here last night, telling each other that they harbored no ill feelings.

GERMANS WARNED

BERLIN—The Nazi public was told today for the first time of the possibility of general war over Finland. Editorial comment from the Soviet military organ Krasnaja Swesta was reprinted by the controlled press of Germany with approving German comment added. This accused the Allies of trying to widen the scope of the war with Germany and charged that they had encouraged Finland to resist Russia.

Indiscreet But Not Disloyal

Minister of Education Makes Comment Regarding British Columbia School Teachers

VICTORIA, Jan. 4: (CP)—"Our teachers are not disloyal," says Hon. Dr. G. M. Weir, minister of education, "but some of them—fortunately a small number—might be more discreet in what they say about the war."

Teachers should instil in their pupils, the minister said, a love of country but not hatred of an enemy.

Dr. Weir made his statement following disloyalty complaints against teachers.

TWEEDSMUIR WILL LEAVE

Does Not Intend To Take Extension Of Term After This Summer

OTTAWA, Jan. 4: (CP)—The five year term of Lord Tweedsmuir as Governor General of Canada comes to an end during the coming summer. Prime Minister William Lyon Mackenzie King said yesterday that Lord Tweedsmuir had declined to accept an extension of the term. The Prime Minister did not hint, however, who the successor might be.

DISCUSSING WATERWAYS

Negotiations Between Canada And United States Are Resumed, Prime Minister Announces

WASHINGTON, D. C., Jan. 4: (CP)—The United States Department of State announced today that a delegation headed by A. A. Berle jr. would leave for Ottawa Saturday to conclude a treaty with Canada for the development of the St. Lawrence deep waterway. The treaty would also provide for hydro-electric projects. The announcement here followed that in Ottawa yesterday of Prime Minister William Lyon Mackenzie King of Canada that informal negotiations had been carried on recently.

OTTAWA, Jan. 4: (CP)—Prime Minister William Lyon Mackenzie King, following a cabinet meeting yesterday, gave official assurance that negotiations were again under way between Canada and the United States towards an agreement on the gigantic seaway and power development of the St. Lawrence River and Great Lakes water system. Informal discussions have been resumed. A 2,000,000 horsepower electrical development is contemplated.

British Trawler Victim Of Mine

LONDON, Jan. 4:—Four members of the crew are believed to have been lost when a small British fishing trawler, Young Harry, was blown up by striking a mine off the southeast coast of England. Wreckage was washed ashore.

FINANCES FROM U.S.

Charge In Regard To Irish Republican Army Made At Opening Of Dail By Justice Minister

Powers Given

De Valera Accorded Sweeping Powers to Smash Outlawed Organization in Eire

DUBLIN, Jan. 4: (CP)—Charge that the Irish Republican Army was financed with money from the United States was made by Justice Minister Gerald Boland in Parliament of Eire yesterday as legislators met in special session to draft drastic laws to combat any menace to public safety.

With its war chest of United States funds, Boland said that the I.R.A. was a highly organized body. Among other things it had been found that it maintained a laboratory where members were trained to make bombs. There had been at least one hundred members involved in the Phoenix arsenal robbery.

At the demand of President Eamon de Valera for an emergency mandate for the protection of the state, the Dail gave the government wide powers to smash the Republican Army. Among other things it was given power to intern all suspects or those whose liberty might menace public safety without trial. The vote was 82 to 9. The bill was given third reading by the Dail and went to the Senate today.

A detective was wounded fatally on Patrick Street in Cork yesterday.

PATROLS SUCCEED

French Get Important Information—Also Take German Prisoners and Inflict Casualties

PARIS, Jan. 4:—A French patrol penetrated one and a half miles into German territory today and brought back important information in regard to Nazi troop concentrations. This reconnaissance was in the Saar region.

Also in the Saar a German patrol was ambushed and several prisoners were taken.

In the Vosges Mountain area two German patrols were surrounded by the French who inflicted casualties and took prisoners without suffering a single casualty themselves. The German losses were quite heavy for the two detachments of about 100 men.

Otherwise the front continues quiet.

IS AGAIN CANDIDATE

T. J. O'Neill M. P. Receives Renomination For Kamloops In Federal Election

KAMLOOPS, Jan. 4: (CP)—Thomas James O'Neill, railway engineer and sitting member, has been renominated Liberal candidate for Kamloops in the next federal election. His opponents will be Hon. H. H. Stevens, Conservative, and Mrs. Margaret McNab, C. C. F.

The Liberal convention passed resolutions asking continuation of the Big Bend Highway, enlargement of the roads between Spence's Bridge and Revelstoke and between Golden and Banff, commencement of construction of a highway between Blue River and Jasper and reduction of the old age pensions age from seventy to sixty-five years.

MURMANSK RAILWAY OUT OF COMMISSION; RUSSIA'S WAR IS DISMAL FAILURE

Finns Raid Soviet Air Bases on Estonian Islands, Doing Much Damage—Mannerheim Line Holds—Propaganda Leaflets on Leningrad

HELSINGFORS, January 4.—It was officially announced by the Finnish authorities here today that the Leningrad-Murmansk railway has been virtually put out of commission as a result of the activities of Finnish patrols and will have to be abandoned by the Soviet. Many bridges have been irreparably smashed and the line blown up at many points. The land patrols were assisted by aircraft. This means that the Soviet has no railway now with which to transport troops and supplies to the northern fronts where it has already suffered serious reverses and tremendous casualties.

BRING DOWN TWO NAZIS

French Pursuit Planes Dispose Of German Planes On Wednesday

PARIS, Jan. 4:—Without giving any particulars, a French communique Wednesday night stated that two German planes had been brought down by French pursuit planes.

GIVE HELP TO FINLAND

Canada Considering How Best This Can Be Done, Prime Ministers States

OTTAWA, Jan. 4: (CP)—How Canada can best help Finland in the war against Russia was discussed by the cabinet council yesterday. Prime Minister William Lyon Mackenzie King stated. Ways and means of economic assistance are being considered.

Bulletins

MINISTER TO CANADA

WASHINGTON—James H. R. Cromwell, New Jersey economist and husband of the former Doris Duke, tobacco fortune heiress, was nominated today by President as new United States minister to Canada.

EXPORTING FISH

OTTAWA—The Fisheries Research Board of Canada concluded its annual meetings yesterday. Among other things, the board considered the possibilities of Canada supplying Great Britain and France with fresh and frozen fish and fish oils during the war.

RUSSIAN FOOD RIOTS

LONDON—Desperate food riots by starving Russians in a number of large cities of the Soviet are reported.

AN ANTI-CLIMAX

FOLKESTONE—There was an anti-climax last night in the case of Unity Valkyrie Freeman-Mitford, British beauty, who charmed Adolf Hitler. She was landed from Folkestone from Germany and whisked away in an ambulance. The ambulance broke down and she had to return to Folkestone to spend the night. It had been reported she had gunshot wounds in the throat but there was no bandage visible to confirm this.

TO CHARGE ENGLISHMEN

Best and Stevens Alleged to Have Stirred Up Trouble in Reich—Indirectly Linked With Beer Hall Blast.

BERLIN, Jan. 4: (CP)—Sigismund Best and Capt. Richard Stevens, Englishmen, who were spirited across the Dutch border last fall, will stand trial in connection with the Munich beer hall plot which nearly cost the life of Adolf Hitler, it is learned here. They are not charged with being directly concerned in the incident but with having endeavoured to stir up trouble in the Reich. George Elser has confessed to setting the time bomb which blew up the beer hall a few minutes after Hitler left.