PLYMOUTH ATTACKED AGAIN

LONDON- Fires were started by incendiaries and oil hs and damage was done but casualties were not believed wy as a result of another two-hour attack by the German twaffe on Plymouth during the night. The attack came er a day during which mass burial had taken place of vics of previous air raids. Elsewhere on the east coast and East Anglia the enemy struck during last night.

ENEMY TAKES SALUM

CAIRO-Capture of Salum in Egypt, around which there been fierce fighting between British and Axis forces, by the mans and Italians was admitted here today. The next obtive in the Axis drive toward the Suez Canal is expected to be rsa Matruh.

WITHDRAWAL FROM GREECE

SYDNEY-British forces are withdrawing from Greece er heavy enemy pressure, Acting Premier A. W. Fadden of tralia said today. Many troops had already left there. Fadsaid, but "unfortunately casualties cannot be avoided and must be prepared for them."

CANNOT MOVE BATTLESHIP

LONDON-The Royal Air Force raided the Nazi battleships arnhorst and Gneisenau at Brest last night for the twelfth e in a month and well informed sources said the vessels e still in the French port because they were so badly damed the Germans could not move them.

BIG GUNS XIS MOVES

ad Gibraltar, Suez apore While Making Invasion Attempt

AWA, April 29.—Speaking to the war, Prime Minister Wil- nearly six hours today German Lyon Mackenzie King said he guns on the French coast shelled at synchronizes with an at- war and such as might be expected invasion of Great Britain, in connection with an invasion at-

lowledge Of Free French And British Activity

DON, April 29: — General s DeGaulle, head of the Free forces, denies any knowge of reported attacking by Free and British forces on h Somaliland in connection the campaign against Ethi- STRIKE IS action on the part of the anch garrison in Somaliland as: esture against Nazi influences. adon heard that Free French nes had surrounded Djibuti.

ORWAY TO

Vessel Completes Long Arduous Journey From Old Land To This Coast

he fishing vessel Halgar II. dispute. ng Norway, there were nty-two men on the Halgar Turkey Thumbs fourteen disembarked at Halland the remainder brought

Move on Soviet Granary

of the Ukraine in Russia.

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

omorrow's Tides 3:05 a.m. 20.2 ft. 15:56 p.m. 18.0 ft. 21:46 p.m. 8.2 ft.

PRICE: 5 CENTS.

Vol. XXX., No. 100. PRINCE RUPERT, B.C., TUESDAY, APRIL 29, 1941.

integrent lax un usas

TRAINING

Two British Flying Students Lose Axis Forces Stationary Yesterday-Their Lives Near Medicine Hat

in Canada training under the Em- ed. pire Air Training Plan.

Four Royal Air Force Planes Lost in Assault on Naval Vessel Off Dutch Coast

LONDON, April 29: (CP)-British bombers left a German destroyer spouting a great volume of smoke after an attack yesterday morning off the Netherlands coast South Africans in pursuit. which cost the Royal Air Force four planes.

Last night the Royal Air Force again bombed the French coast port of Brest where the German battleship Scharnhorst and Gneisenau have for some time been targets.

Malcolm M'Donald ment yesterday on the sub- DOVER, April 29: (CP) — For Visits Washington

not be surprised if attacks the Dover area in the heaviest of British High Commissioner To Can-Cabraltar, Suez and Singapore such cross channel action of the ada Off To United States Capiatal To Meet Lord Halifax

OTTAWA, April 29:- Rt. Hon. cism. British guns replied, making it a Malcolm MacDonald, British High mammoth duel across the water Commissioner to Canada, left yesand the Royal Air Force went out terday for Washington to meet to blast Nazi gun emplacements. Lord Halifax, British ambassador Berlin reported a speedboat at- to the United States. Co-operation tark on that section of the English in connection with delivery of war Charles DeGaulle Denies coast. This was, apparently, timed supplies to Great Britain will be discussed, it is understood.

Greek Withdrawal Continues

MEDICINE HAT, Alta., April 29: CAIRO, April 29: (CP) -- Axis (CP)-Flying Officer A. F. M. Mc- forces which penetrated five or six Lean and Leading Aircraftsman E. miles inside the Egyptian frontier Walton of the Royal Air Force near Salum on Saturday had made were killed · last night when a little or no further progress Monday training plane crashed near here. and were still stationary then, Bri-Both were from Eigland and were tish general headquarters announc-

> The daily communique yesterday did not mention British forces in Greece but today said withdrawal was continuing. Only official word on the situation in Greece yesterday came from Hon. Percy Spender, army minister for Australia, who declared at Sydney that the evacuation of Greece was under way and, "as far as this has proceeded, it has been successful.'

> As for the campaign elsewhere in Africa than Egypt, repeated sallies by the British out of Tobruk were reported with the enemy taking defensive positions. Following capture of Dessie in Ethiopia, Italians were still in flight with British and

LONDON-Two young sons of

exiled Premier Pierlot of Bel-

gium were killed when fire de-

stroyed a London-Newcastle Ex-

War

press train.

Bulletins

SWITZERLAND WARNED BERLIN - Germany today

LONDON, April 29: (CP)-In conwarned Switzerland, particularly the newspapers of that country, against unneutral attitude. Germany had no aggressive intentions against Switzerland, the the Axis, doubts are held in some Nazis warn, but that country must refrain from undue criti-DEAD IN TRAIN FIRE

> Four German motorized divisions have reached the French-Spanish frontier, it is reported, in readiness for an early attack on Gibraltar.

Proposed Arrangement For Provinces To Vacate Field Of Income Impost Disclosed

Sales Tax Unchanged

* The automobile tax on value * closing an increase in income taxes,

GIBRALTAR VULNERABLE rowings were necessary for about \$1,000,000,000 this fiscal year.

Great Britain Doubts if it Could be Held Against Land Attack

nection with reports that Raymond Sunear, Spanish foreign minister, is about to sign up his country with military quarter here that Great Britain would be able to defend Gibraltar from land attack to the rear. There is considered to be a real possibility of Hitler striking soon to break the British haid on the western Mediterranean.

IThird War Budget Presented to Parliament at Ottawa Today by Minister of Finance Ilsley-Revenue and Expenditures Vastly Increased

OTTAWA, April 29: (CP)-Imposition of a federal gasoline tax of three cents per gallon and a proposed arrangement for the provinces to vacate the field of income and corporation taxes for the duration of the war with * tax is made in the budget pre- * certain compensation were announced by Hon. J. L. Ilsley, * sented to Parliament today. * minister of finance, in his budget address today. Dis-

• up to \$700 is increased from • Mr. Ilsley announced new taxation ♣ twenty to twenty-five per cent. ♣ was expected to produce some \$300,-♣ Tax on ordinary wines is in- ♣ 000,000 in the full fiscal year. .. Total reased from 15c to 45c per r war and ordinary expenditures for, * gallon. Taxes are also increas- * the fiscal year 1941-42 were esti-+ ed on malt, playing cards, car- + mated at \$1,768,000,000 and esti-* bonic acid gas, cosmetics, * mated revenues for fiscal year at • long distance telephoning, • \$1,150,000,000. Present estimates of + lighters and cigarette tubes. + revenue and expenditure indicated ◆ a deficit of \$618,000,000 to be met • by taxation and borrowing.

British deficit in payment of a balance with Canada may bring Canada's budgetary deficit to \$1,-500,000,000, Mr. Ilsley said, and bor-The minister outlined increased

income taxes. New building or extensions for industrial use and machinery instal-

lations were to be licensed as from

Unprecedented Revenue Dominion revenues for the fiscal year ended March 31, 1941, reached the unprecedented total of \$871,-571,000, the minister of finance disclosed in a financial review opening the presentation of the third war budget. He announced an over-all deficit on the year's operations of approximately \$395,-000,000 which was smaller than estimated in the last budget.

Mr. Ilsley intimated that, in addition to \$1,450,000,000 estimated as the total war cost for the current fiscal year, Canada was pledged to finance the bulk of British purchases in Canada estimated at \$1,500,000,000 for the current year.

The minister of finance praised the new arrangement with the United States as a "magnificent contribution to our common struggle" but said it was by no means a complete answer to Canada's exchange problems.

Estimated revenue figures showed an increase of \$309,000,000 over the previous year and were \$100,-'000,000 greater than estimated in Government and Labor Leaders in the second war budget of last June.

1000, the minister said. Against that were active assests of \$1,077,741,000, leaving net national debt at that with \$3,270,980,000 the year before The minister estimated an increase of \$950,000,000 in the national income this year. He said the interests of maximum war pro-

United States Has No Alternative

But to Help Britain-Bullitt

NEW YORK, April 29.— William

IS ACCEPTED ONLY SHOT AND SHELL

Officer In United States Air Reserve Corps

INCOME HIGHER Sharp Increases Announced by Hon. J. L. Ilsley in His Budget Today

TAX ON

OTTAWA, April 29: (CP)-Giving details of sharp personal income and national defence increases in his budget today, Hon. J. L. Ilsley, minister of finance, announced that new graduated rates of income tax would start at fifteen per cent on the first \$1000, increasing by five per cent on each additional \$1000.

The national defence tax is increased as from July 1 from three per cent to seven per cent and from two per cent to five per cent. The defence tax minimum

exemption is raised from \$600 to \$660 and exemption for dependents is increased from \$8 to \$20.

The instalment income tax payment principle is to be extended next year and the due date is changed from April 30 to March 31.

Exemptions for gifts to charitable organizations are cut from fifty per cent to ten per cent.

New surtax of four per cent on investment income and present surtax are to be absorbed in the new rates. Corporation income tax

minimum rate is to be increased to forty per cent.

at March 31 last were \$4,744,057.- IMPRESSED WITH HELP

Air Marshal Bishop In Vancouver Following Tour Of American Aircraft Manufacturing Plants

VANCOUVER, April 29: - Air Marshall W. A. Bishop arrived in Vancouver yesterday following a tour of American aircraft manufacturing plants on the Pacific coast. He expressed amazement at the vast production which was under way in these plants, much of it for the assistance of Britain under the "lease-lend" program.

Halibut Sales

Canadian Rose Spit, 13.000, Storage, 9.8c

Weather Forecast

VICHY, April 29.—Belief is exwould be given Turkey. Terriwould be given Turkey will be that the next German torial demands against Turkey will be the thetatory to the the that the next German torial demands against Turkey will be the that the next German torial demands against Turkey will be the thetatory to the thetatory to

Handling Of Conflict

Expected Bituminous Collieries of Appalachians Will Soon Be Returning to Work

Supreme

Mammoth Duel Between Nazis

And Britons Over Channel-

Speedboats Also Uused

to coincide with the shelling.

WASHINGTON, D.C., April 29:the suggestion of President Franklin D. Roosevelt, coal miners of the southern Appalachians have agreed to return to work pending solution of the strike which has now been in progress for six weeks.

vessel on here by way of Pana- Down On Reich

Control Of Dardanelles And Bosphorus

Germany Expected by Vichy to Germany to be given control of ing the dispatch of help to Greece tend and render effective a block- been accepted.

Many Expected by Vichy to Germany to be given control of ing the dispatch of help to Greece tend and render effective a block- been accepted. the Dardanelles and Bopphorus in and confidence that operations in ade of Germany. Such a move Col. Lindbergh had written Pre- States to give all possible aid to return for which a slice of Thrace the Middle East and elsewhere might be effected through Japan. sident Franklin D. Roosevelt that hard-pressed Britain and China. It Prince Rupert and Queen Char-The Ukraine that the next German torial demands against Turkey will be towards the granaries be regarded by Turkey as a declaration of war, it is reported. retary Anthony Eden is expected front in the Middle East.

Debate Next Week

Prime Minister Winston Churchill is Decisive in Answer- tralian government and labor lead- date of \$3,666,316,000 as compared ing Question in House of Commons Today

Yesterday President John L. Lew- Churchill answered a blunt "No" to a question in the campaign. The Australian govern-April 29:— After is of the United Mine Workers has arduous voyage from Nazi- guaranteed that north Appalachian ment is endeavouring to effect even forego "some of the less essential ment of a small supreme war cabinet and inclusion of greater assistance to Britain." pied Norway from which they workers shall return to work if sushe fight whether he would invite Empire

statesmen to join in the Imperial war cabinet because the whole Empire was involved in the war, Mr. BLOCKING Churchill said the question had been fully discussed in the House; some months ago and he had nothing to add. He said further that United States May Move To Make Is Not Consenting To Give Over he had no intention of summoning an Empire war conference and announced that a war debate occupying two days if necessary would be LONDON, April 29:—The Daily held next week.

Hemming In Of Germany Tighter

WASHINGTON, D. C., April 29:thumbed down a proposal from bate would be on a motion approv- an early United States move to ex- as a reserve air corps officer had and shell can stop Germany from

MERELY

Australia Scent German Propaganda

SYDNEY, April 29.—Both Ausers agree that German propagandists are endeavouring to cause a drift between Australia and thei LONDON, April 29: (CP)-Prime Minister Winston Mother Country over the Greek

Charles A. Lindbergh Is No Longer

WASHINGTON, D.C., April 29: (CP)—The United States War De-Secretary of the Treasury Henry partment announced today Col. C. Bullitt, former United States am- and 7.5c. IS NEXT LONDON, April 29:—The Daily held next week.

LONDON, April 29:—The Daily held next week.

The Prime Minister said the de-Morgenthau hinted yesterday at Charles A. Lindbergh's resignation and shell can stop Germany from the terror bate would be on a motion approvance of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary and Secretary and Secretary of the Treasury Henry parametric announced today Col. C. Built, former onted States and Secretary and Sec