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# The Daily News

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## BERLIN SITUATION DECLARED VERY SERIOUS

### Of American Facilities in Tied Up With Crisis

Prince Rupert joins the rest of the world in a state of concern over the outcome of the current Berlin crisis. In the event of a breakdown in negotiations, there is a growing realization that the former American military facilities here are bound up with the

### TRYING TO GET GOV'T

President Schuman Endeavouring to Have New Coalition Formed in France

PARIS, (CP)—President Vincent Auriol is continuing his search for a new Premier following the dispute over the Army budget which toppled France's middle-of-the-road government of Premier Robert Schuman. It is expected Auriol will first try to find someone who could reunite the "Third Force" coalition of Mouvement Republicain Populaire, Socialists and Radical Socialists.

Until the falling out, these three political groups had united in the old government to oppose the communists on the left and General Charles DeGaulle's French People's Party on the right.

### PRO-CONS TO STATE POLICY

Manifesto Scheduled for August But May Be Delayed

OTTAWA—It is expected an up-to-date statement of Progressive Conservative party policies will be announced shortly. The date mentioned is August 1 but this is subject to change due to resignation of John Bracken as leader.

A committee will edit and put into formal language twenty resolutions adopted at the annual meeting early this year. R. A. Bell, a national director, says that, so far as he knows, the date, August 1, will stand.

Some of the resolutions endorsed will include, according to expectation of the committee, outlawing of the Communist party, social security program, retirement pensions at 65 without means test, increased unemployment insurance, accident and sickness insurance benefits, new housing program, Dominion-provincial conference, farm prices, marketing, immigration and freight rates.

### EMMY GOERING GUILTY, FREED

GARMISH PARTENKIRCHEN, Germany, (CP)—Emmy Goering, widow of Hitler Germany's No. 2 Nazi, was convicted today of being a Nazi but was set free immediately. She was given a sentence of one year in labor camp but was freed since she had already spent 18 months in the camp awaiting trial.

### CATHER

air has moved British Columbia are being re- as the Carlin Charlottes, Vancouver Island interior will in these areas

### BRITISH BREAD RATION ENDING

LONDON, (CP)—Bread rationing will end in Britain next Sunday after two years in operation. Food Minister John Strachey announced today. Rationing will be replaced by a system of control of the rate of delivery of flour from the mills to the country's bakeries.

### COMMANDER OF PACIFIC FLEET

Vice Admiral Brind Figured in Notable Incident

LONDON—Vice-Admiral Sir Patrick Brind, who figured in a notable incident in Chinese waters in 1939, has been appointed commander-in-chief of the British Pacific fleet.

It was in 1939 Brind went to Tsingtao to investigate the wrongful arrest of a British merchant ship by the Japanese. He took the cruiser Birmingham among a fleet of heavy Japanese cruisers and aircraft carriers and went on board the Japanese flagship to say he intended to take the merchant ship away. The Japanese threatened to blow his cruiser and the merchant ship out of the water but the Birmingham and the merchant ship sailed the next day.

### Convention By September 15

OTTAWA (CP)—Officials of the National Progressive-Conservative Association are hopeful that a convention at which a new party leader will be chosen can be held before September 15. Forecasts are for an imposing line-up of candidates for the leadership vacated by John Bracken.

### PLANE DOWN IN MEDITERRANEAN

MARSEILLE, (CP)—Five of the thirteen persons aboard a French air force Wellington plane were rescued today after a forced landing in the Mediterranean. Reports did not say that the remaining eight were definitely lost but merely that rescue planes had not sighted them. The plane was ferrying families of French soldiers from North Africa back to France.

### LOCAL TIDES (Standard Time)

Thursday, July 22, 1948  
High 1:50 20.2 feet  
14:51 18.6 feet  
Low 8:26 2.3 feet  
20:30 7.4 feet



FOOD ARRIVES FOR BERLIN—Civilian employees of Tempelhof Airport, in the U.S. sector of Berlin, load army trucks with food flown into the German capital by a shuttle service of U.S. planes. The air route was resorted to when a food crisis was precipitated by Russia's blockade of the city's land transport lanes.

Air service is on a 24-hour schedule. Gen. Lucius D. Clay has described the present situation in Germany as "very serious" but said that the feeding of the western section of Berlin was assured. He also said that the new C-54 aircraft sent to Berlin from the U.S. would be employed to bring coal into the former German capital. General Clay is now conferring in Washington with President Truman.

### Bulletins

#### SENDING NEW PROTEST

LONDON—Responsible British officials reported today that a new western power note protesting Russia's blockade of Berlin has been drafted and sent to Washington for review by top-ranking State Department officials.

#### INVITED TO FORM GOV'T

PARIS—Andre Marie, 51-year old minister of justice in the Schuman government, was tonight asked by President Auriol to form a new cabinet in succession to that of Premier Robert Schuman, which resigned Monday in defeat. Marie is a Radical Socialist (Conservative). He opposed the \$40,000,000 cut in France's defence bill.

#### BUYING CANADIAN PLANES

LONDON—The government today confirmed in the House of Commons that it has decided to authorize the British Overseas Airways Corporation to negotiate for the purchase of 22 Canadian transport planes.

#### GRAYDON NOT INTERESTED

GRAVENHURST, Ont.—Gordon Graydon, Progressive-Conservative Member of Parliament for Peel, said today that he did not want the national leadership of the party. He had been mentioned as a possible successor to John Bracken.

#### PALESTINE QUIETER

CAIRO—According to latest reports, the United Nations truce appeared today to have brought quiet to the Holy Land except in the northern sector where Israeli and Syrian forces have clashed. Even there the tempo of the fighting appears to be slackening.

#### JET PLANES ACROSS

OLDHAM, England—Sixteen United States jet-propelled F-80 fighter planes today completed the first jet-propelled air crossing of the Atlantic Ocean from the United States.

### U.S. Rounding Up Communists

#### PARTY LEADERS ARRESTED AND CHARGED

NEW YORK, (CP)—Twelve United States Communist party leaders and members were indicted yesterday on charges of advocating the overthrow of the United States government by force and violence. Among them was William Z. Foster, head of the Communist party in the United States.

Seven of the group, including Eugene V. Dennis, general secretary, were arrested and arraigned on the charges. The others, named along with the first seven in secret indictments returned under the Smith Act by a federal grand jury investigating alleged subversive activities, are being sought. They would be liable, if convicted, to up to 10 years' imprisonment and \$10,000 fines.

A formal statement by the Communist party denied the charges and characterized them as a "monstrous frame-up."

#### NO ACTION IN CANADA

OTTAWA, (CP)—The Canadian government has given no hint that it intends drastic anti-Communist action such as that taken by United States authorities. The Labor-Progressive Party, Canada's Communist party, is legal in the eyes of the federal government. Unless some new law is passed, and at the moment this is not expected, no such arrests are likely in this country.

### NOMINATIONS IN QUEBEC

QUEBEC (CP)—More than 300 candidates are expected to file nomination papers today as the Quebec election campaign enters its final week, polling to take place July 28. Premier Duplessis and his Union Nationale party will contest 91, all but one, of the ridings. Liberals and Union des Electeurs have candidates in all ridings.

### TODAY'S STOCKS

Courtesy S. D. Johnston Co. Ltd.

Vancouver	
Bralorne	6.50
B. R. Con.	.03
B. R. X.	.09 1/2
Caribo Quartz	.90
Grull Wicksne	.03 1/2
Hedley Mascot	.35
Minto	.01 1/2
Pend Oreille	4.10
Pioneer	2.40
Premier Border	.02 3/4
Privateer	(ask)
Reeves McDonald	1.50
Reno	(ask)
Salmon Gold	.12
Sheep Creek	1.12
Taylor Bridge	.30
Taku River	.30
Vananda	.33
Congress	.02 3/4
Pacific Eastern	.05
Hedley Amalg.	.02
Spud Valley	.09
Central Zeballos	.01
Silbak Premier	.25
Oils—	
A. P. Con.	.13 3/4
Calmont	.42
C. & E.	6.15
Footfalls	2.75
Home	7.85

#### Toronto

Athons	.07
Aumaque	.16
Beattie	.55
Bevcourt	.26
Bobjo	.11
Buffalo Canadian	.06
Consol. Smelters	112.75
Conwest	1.15
Donalda	.56
Eldona	1.19
East Sullivan	2.50
Giant Yellowknife	4.25
God's Lake	.57
Hardrock	.14
Harricana	.06
Heva	.10 1/2
Hosco	.33
Jackknife	.03 3/4
Joliet Quebec	.33
Lake Rowan	.06 1/4
Lapaska	.04
Little Long Lac	.68
Lynx	.07
Madsen Red Lake	2.27
McKenzie Red Lake	.30
McLeod Cockshutt	.90
Moneta	.37
Negus	2.08
Noranda	49.00
Louvicourt	.54
Pickie Crow	1.90
Regcourt	.04 1/2
San Antonio	3.40
Senator Rouyn	.39
Sherri Gordon	2.38
Steeple Rock	1.95
Sturgeon River	.17
Silver Miller	.26

### MORE TROOPS TO ALASKA

JUNEAU, (CP)—The United States Army plans to send additional troops to Alaska next year to strengthen its northern forces. Assistant Secretary of the Army Gordon Gray said today. He described the defence of Alaska as essential to the welfare of the United States.

### Newfoundland Voting Again

ST. JOHN'S, Newfoundland—People of Newfoundland will vote tomorrow on a second plebiscite as to the future form of government for the country. They will choose between responsible government and confederation with Canada. Continuation of the commission form of government was rejected in the first plebiscite.

## General Clay Hurrying To Washington To Talk It Over With President

### Allies May be Taking Steps to End Blockade Despite Russian Obduracy

BERLIN, (CP)—General Lucius D. Clay, American military governor of Germany, is enroute to Washington to report to President Truman and the government on the growing Berlin crisis. Sudden summons of Clay to Washington appeared to foreshadow the planning of new steps to end the blockade. He left Frankfurt last night on a night train.

Meantime some observers of the situation say it has become one of "greatest seriousness" and that Russia may be preparing to go to war rather than wait longer.

The British licensed press said today that the Russians were preparing to pull the switches and signal equipment on the railroads to Berlin if the western Allies try to force their way through the Soviet blockade.

From Weisbaden, Germany came word that United States B-29 Superfortresses from Germany were engaged in a bombing training mission over the island fortress of Heligoland today. The once fortified island of Heligoland is off Germany's northwest coast. Details of the mission, including the number of planes, are not available.

#### READYING FOR WAR?

At the same time the British Air Ministry today ordered large scale Royal Air Force exercises over Southern England for next Sunday. A test of wartime air raid observation services is also to be held. The move came against a background of intensified training activities for military aircraft here and on the continent by both Great Britain and the United States. More than three thousand members of the Air Raid Observation Corps will man stations in southern England centres on Sunday.

At Washington Secretary of State George Marshall said today that the United States will do everything possible in the Berlin crisis "to reach an acceptable solution to avoid tragedy of war for the world." He added, however, that "we will not be coerced or intimidated in any way in our procedures under rights and responsibilities that we have in Berlin and generally in Germany."

The Russians, who have already offered to feed all of Berlin, hinted today that they may offer electric power for the entire city including the Soviet-blockaded western sectors. Soviet-controlled newspapers said the Russians could get enough

coal to restore drastic power cuts which have darkened homes and shut down many factories in western Berlin.

These will have to be obtained from individuals or companies which purchased them at their original offered price with the idea of turning a quick profit on re-sale.

The \$55,000,000 issue of 5 per cent general mortgage bonds should not be confused with the \$15,000,000 issue of first mortgage bonds, one-third of which will pay 3 1/2 per cent until maturity in 1958 and two-thirds of which will pay 4 1/2 per cent until they mature in 1965. Neither of these latter two issues are available for public subscription.

### FIGHTING THO' TRUCE IS ON

Who Bombed Cairo Monday Night is Unsettled Question

CAIRO, (CP)—Jewish sources in Haifa said yesterday that fighting was still going on in northern Palestine in spite of the United Nations-imposed truce.

The Israeli government said that it was not one of their planes which was reported to have blasted the main thoroughfare of Cairo Monday night. A single unidentified plane dropped an aerial mine which damaged a vacant moving picture theatre and two department stores.

Premier Mahmoud Fahmy of Egypt said that, "if the plane is proven to have been a Zionist plane and such action is repeated by the Zionists, we will reply immediately."

### PACIFIC MILLS PROFITS DOWN

VANCOUVER, (CP)—Net profit recorded by Pacific Mills Ltd. of Vancouver and Ocean Falls for the year ending April 30 was \$2,484,372, a drop of about \$80,000 from the previous year. The annual report, issued by President Paul E. Cooper, showed total sales of \$17,306,451.

### TITO BOASTS TO COMRADES

BELGRADE, (CP)—Premier Tito told 2,000 wily cheering Yugoslav communists today that their party had become the "strongest and most successful Marxist-Leninist movement in the country's history."

This, apparently, was his answer to charges from the Soviet Union that Tito and other Yugoslav communist leaders had deviated from the Marxist line and are pursuing an anti-Russian policy.

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## FIRST COLUMBIA CELLULOSE CO. BONDS SOLD ON LOCAL MARKET

Five thousand Columbia Cellulose Company Ltd. general mortgage bonds, five per cent, series "A," were sold in Prince Rupert Tuesday by the brokerage firm of S. D. Johnston Ltd. to an unnamed buyer for the original offered price of \$98.75 each. Mr. Johnston announced this morning.

The sale is the first to be made locally of the \$5,000,000 issue which will help to finance the company's Watson Island cellulose-acetate mill.

Purchased at the initial selling price as offered by Nesbitt, Thompson & Co. and Wood, Gundy and Co., the bonds will yield an interest of 5 1/2 per cent until they mature in 1968.

So great has been the demand for the bonds, Mr. Johnston said, that the complete \$5,000,000 issue has been sold out and further