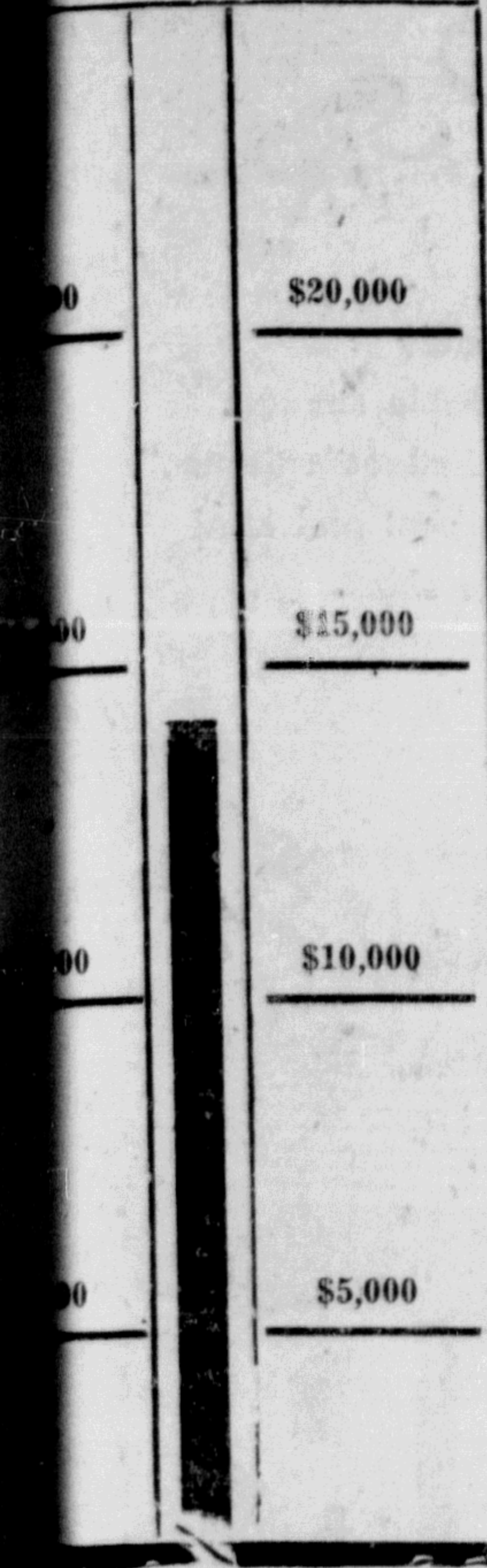


Rupert's
Dyke
C. FLOOD
EMERGENCY
CAMPAIGN

ORMES DRUGS
Daily Delivery
PHONE 81

PHONE 112
STAR CABS
Prompt Service
At All Hours

ective \$25,000
tion to Date \$14,402.61



Industrial Workers' \$35,000
Collection Box 7,150
Pines 25,000
Avoid 2,000
Electric 10,000
Crae 10,000
Dept. Stores Ltd. 25,000
Bran 3,000
Mrs. F. 3,000
Mansson 3,000
Mrs. V. Duplisse 2,000
Reid 5,000
Lawton 5,000
Simpson Health Committee 150,000
Reid 5,000
Stewart 25,000
P.T.A. 25,000

KEY DEADLOCK

and Western Allies
Each Other On
Money
IN — Western allies, in
of the Russians, de-
yesterday that new-
Russian currency
void in western sec-
n. They reiterated that
currency will be intro-
in the western sec-
n commanders have
all banks and business-
food and drug stores.
atorium on debts is also
Russian order for cir-
reform "violates the rules
four-power agreement,"
tern power proclamation

Onton's Hotel

ONTON—The hotel to
000,000, standing fifteen
and containing \$40
is expected to be under
ction soon in downtow-
on. The city council has
approval of the site, as
giving the first reading
law to make the project
e. The hotel will be Ed-
s largest building.

ESTINE QUIET

ing Civil Strife and
Explosion at Tel Aviv
AVIV, — Irgun Zvai
Jewish rebel forces have
underground again after
r-hour battle on Tues-
th the Hagana army
battle was thrown into
on when a munitions
ch had been beached by
was blasted and destroyed
eli mortar fire. Civil strife
w subsided and the coun-
fairly quiet again. In this
g some 40 persons had
illed or wounded.
n the munitions vessel
to flames following the
s, thousands of Tel Aviv
s fled from the central
front in fear of an explo-
the ship was carrying six
ed tons of munitions in
on of the terms of the
week United Nations truce.

HIGHWAY OPEN BY JUNE 29

Although the Skeena River Highway between Prince Rupert and Terrace is now in "passable" condition, it definitely will not be open for through public traffic until Tuesday, June 29, the Public Works office here announced this morning.

First vehicle to make the trip from Smithers to Prince Rupert since the highway was cut by floods late in May arrived here last night carrying W. E. Bottomley, assistant public works engineer. Mr. Bottomley emphasized, however, that the road is not ready for public travel.

Public works officials here had hoped to have the highway opened to the public by Saturday, June 26, but inability to get speedy delivery of bridge construction materials has caused delay.

On his trip to Prince Rupert, Mr. Bottomley crossed a major washout a mile west of Shames on a newly-built railway bridge on which planking had been placed for the sole purpose of letting public works trucks by to facilitate quick repairs to other parts of the road.

The public works office points out that use of the railway bridge by private vehicles is not only trespassing, but is highly dangerous since the bridge is high and narrow.

TRUE C.N. PICTURE OFFICIAL SPEAKS

Line Pays More to Government Than it Receives

OTTAWA—There is a general misunderstanding regarding the amount of money which the government has to find for the Canadian National Railways, declared T. G. Cooper, vice-president and comptroller of the system, before the banking and commerce committee of the Senate during examination of the 1948 capital budget of the C.N.R. "The public impression that the railways cash requirements amount to a considerable sum every year is contrary to the actual position," he said. "The railways has paid to the government far more than it receives. The capital requirements of the C.N.R. during the last eight years totalled \$59,316,000, an average of seven millions a year, and I submit that this is not a large amount for a railway with 23,400 miles of line. Our capital investment is over two billions, and the annual requirements, thereof, represent about one-third of one per cent of the total property investment."

The railway's capital requirements were set at fifty-nine million dollars by Mr. Cooper. "Because of surplus earnings has been able to pay off \$112 millions of government capital loans, so that on balance the company has paid to the government fifty-three millions more than it received on capital account."

At the end of 1939, the capital debt was \$1,325,555,000 and at the end of 1947, it has been reduced to \$1,272,330,000. In addition to these payments on capital account to the government, the railway has paid interest to the government during the eight year period amounting to \$121,647,287," he said.

The value of the Canadian National Railways to the people of Canada is considerably more than the two billion dollars shown in the accounts, said Mr. Cooper in reply to questions by Senator John Haig of Winnipeg. The railway has opened up vast areas for colonization, made possible the development of the nation's natural resources and provided a vital transportation service at a low freight rate.

"When you speak of the value of the C.N.R., I think these are important factors to be considered," he said.

Senator Haig observed that this viewpoint has not been brought to the attention of the public.

Navajo bridge in northern Arizona is the only highway bridge crossing the Colorado river for approximately 1,000 miles.

SET FOR SALES TAX TO BE PAINLESS

Graduations Are Announced For New Impost Next Week At Least For Average Spender, Suggests Premier

VICTORIA — Nearly thirty thousand retail sales outlets in the province have been advised that they are included in the new three percent tax organization. Instructions have been sent as to how they will collect the tax which British Columbians will pay on all purchases except food, restaurant meals under 51c and fuel, starting July 1. As a service fee, it has been announced that the retailers will get three percent of their tax collections.

For items costing 15c to 49c the tax will be one cent. Items costing 50c to 83c will pay a tax of two cents while there will be three percent tax for 83c purchases and up. The tax will not apply to items under 15c.

In announcing that the levy will take effect at the first of the month, Premier Byron Johnson said: "I am convinced that the average spender will scarcely feel the tax. It is the luxury spender and big business which will carry the greatest part of the load."

The tax, it has been estimated, will net \$12,000,000 annually. Twenty-five per cent is earmarked for municipalities and the remainder for the government's social services.

STAY IN BERLIN OR FIGHT

Russian Squeeze Play Will Not Work, General Clay Asserts

BERLIN (CP)—General Lucius Clay said today that the Russians "cannot drive us out of Berlin by any action short of war."

The warning of the American military governor came as the Russians tightened their squeeze on Berlin. They cut off electric power to the western allies' section of the city and halted all food shipments on rail lines running from western Germany.

Clay said that the latest moves of the Russians indicate that they "are trying to put final pressure on and drive us out of Berlin."

British military authorities today banned all shipments of coal, steel and other supplies from the British to the Soviet zone of Berlin.

DESTRUCTION TOLL

After-Effects of Fraser Valley Floods Seen

VANCOUVER—People of the Fraser Valley had the flood to fight and now they are feeling the after-effects. Reports from Harrison and Agassiz tell of a plague of mosquitos and that there is a health risk from stagnant waters.

From many other parts of the valley come tales of losses and hardship as home owners return in the wake of the slowly receding waters. In many instances, household effects, as well as construction, are warping. Some cases will be beyond salvage.

Flood waters have left log jams and sand bars on farms.

THE WEATHER

Synopsis
Cloudy unsettled weather was general over the interior of British Columbia this morning and is expected to continue with slight improvement Friday. Scattered thunderstorm activity is expected to recur this afternoon and evening over the southwestern corner of the province.

Along the coast cloudy skies are clearing gradually although a blanket of fog and low clouds has formed over the open coastal water.

Temperatures over the province are not expected to be much above the normal values for late June.

Obstruction Case

A year's suspended sentence was given a 16-year-old youth in juvenile court Wednesday afternoon by Magistrate W. D. Vance in his capacity of juvenile court judge. The youth was found guilty of obstructing a police officer in the performance of his duty. Constable George Redhead testified that the youth had interfered with him while he was dealing with two natives early Sunday morning.

LOCAL TIDES

(Standard Time)
Friday, June 25, 1948

High	3:20	19.3 feet
	16:31	17.8 feet
Low	9:39	3.5 feet
	22:10	8.7 feet

DEWEY LOOKS LIKE WINNER

First Ballot Goes To New York Governor But Not Sufficient To Decide

TODAY'S STOCKS
Courtesy E. D. Johnston Co. Ltd.

Vancouver

Bralorne	7.75
B.R. Con.	.04
B.R.X.	.09
Cariboo Quartz	1.30
Dentonia	01 1/2
Grull Wihksne	.04
Hedley Mascot	.51
Minto	01 1/2
Pend Oreille	3.95
Pioneer	2.51
Premier Border	.03
Privateer	.19 1/2
Reeves McDonald	1.80
Salmon Gold	16 1/2
Sheep Creek	1.15
Taylor Bridge	.40
Taku River	.35
Vananda	.36
Congress	.03
Pacific Eastern	05 1/2
Hedley Amalgamated	.02
Spud Valley	12 1/2
Central Zeballos	.01
Silbak Premier	.30

Oils

A.P. Con.	.16
Calmont	.46
C. and E.	5.95
Foothills	2.60
Home	8.50

Toronto

Athona	07 1/2
Amaque	.18
Beattie	.62
Bevcourt	.26
Bobjo	.12
Buffalo Canadian	.06
Consol. Smelters	118.75
Conwest	1.06
Donalda	.71
Eldona	1.43
East Sullivan	2.80
Giant Yellowknife	4.60
God's Lake	.58
Hardrock	14 1/4
Harricana	.07
Heva	.11
Hosco	.38
Jackknife	.04
Joliet Quebec	.40
Lake Rowan	.07
Lapaska	02 1/2
Little Long Lac	.80
Lynx	08 1/2
Madsen Red Lake	2.45
McKenzie Red Lake	.40
McLeod Cockshutt	1.01
Moneta	.38
Negus	2.29
Noranda	49.00
Louvicourt	.60
Pickle Crow	1.92
Regcourt	04 1/2
San Antonio	3.40
Senator Rouyn	.39
Sherrit Gordon	2.41
Steep Rock	2.02
Sturgeon River	.16
Silver Miller	.23

Dewey, 424.
Taft, 224.
Stassen, 157.
Vandenberg, 5.
Warren, 49.

To win the nomination 452 votes are required. The second ballot is taking place this afternoon.

Massachusetts' Senator Everett Saltonstall withdrew today as a favorite son in Dewey's favor. West Virginia also gave him a boost.

Dewey's aides are already working on an acceptance speech.

Anti-Dewey forces are still talking bravely but Saltonstall's move was a heavy blow.

WINS 3 RACES

Record Is Believed Made By British Jockey

DUBLIN—Ray Johnson yesterday established what is believed to be a record for British jockeys by winning his third Derby—the Irish. Previously he had won the English Derby and the French.

Many More Vote In Saskatchewan

REGINA—Available statistics according to J. M. Telford, chief electoral officer, indicate that more than 520,000 persons are eligible to vote in today's provincial election. In the 1944 vote, there were 426,000 names on the voters' lists.

DOCKERS BACK

Ordering Out of Army to Unload Lumber Ships Having Effect

LONDON — Striking London dock workers are gradually drifting back to their jobs following the action of the Labor government yesterday in ordering troops to the wharves to unload food cargoes tied up by the ten-day wildcat strike. The soldiers were from the Coldstream Guards, the Scots Guards and the Welsh Guards. They were accompanied to the docks by jeeps and motorcycles.

In ordering out the troops, Prime Minister Clement Attlee said: "As work has not been resumed in the London docks and perishable food needed by the people is in danger of deterioration and waste, the government has no alternative."

The dockers walked out ten days ago when they demanded reinstatement of eleven workers who had been penalized for refusing to handle "dirty cargo" without extra pay.

Before the drift back to work started, official figures showed 19,771 men idle.

Worried By Reverses

NANKING — Worried over serious military reverses of late, the nationalist government of China is ordering a special investigation.

Bulletins

BIG FIGHT ON NEW YORK—The sun broke feebly through overcast in mid-morning today and beamed brightly for a time but the Weather Bureau stood pat on its forecast of scattered showers tonight when Joe Louis and Jersey Joe Walcott are scheduled to meet at 7 p.m. Pacific Daylight Time. The fight was postponed last night because of rain and added to troubles today was a heavy blanket of fog over New York.

ELECTION TODAY REGINA—Four years of socialism are being evaluated today in Saskatchewan's election. While some observers say the return of the C.C.F. government is likely, there is no indication of the margin of victory.

BREAKWATER O.K. OTTAWA — Public Works appropriations approved by Parliament yesterday included \$75,000 toward a breakwater to protect the fishermen's boats at Fairview Bay on the west end of Prince Rupert's waterfront.

Mrs. A. M. Ingalls, with ticket No. 104, was winner of a raffish of a tea set by Cambral Chapter, Imperial Order, Daughters of the Empire. The drawing took place this morning in the office of the Northern B.C. Power Co.

GIVEN DAMAGES Nelson Bros. Fisheries Ltd. Given Judgment in Collision Suit

In County Court Judge W. O. Fulton allowed in full a claim of \$300 made by Nelson Bros. Fisheries Ltd. plaintiffs in a damage suit against Andrew Hardy, of Prince Rupert, resulting from a motor collision last October.

A counter-claim for \$183 entered by Hardy against Nelson Bros. was dismissed by Judge Fulton who ruled that Hardy was solely to blame for the collision. Costs were awarded against the defendant.

Judge Fulton ruled that there was no evidence of contributory negligence on the part of Harry Robins, driver of the Nelson Bros. car which was involved in the collision.

The case began in County Court here last Friday and continued through Monday when testimony of witnesses and argument of counsel was completed. Judge Fulton then reserved decision until Tuesday afternoon.

T. W. Brown acted as counsel for Nelson Bros. and Rod MacLeod appeared for Hardy.

REBUILDING

All Resources Being Thrown On to Vancouver Line TREMENDOUS JOB Train Service is Only Partially Restored

VANCOUVER—Bernard Allen, British Columbia manager, Canadian National Railways, has announced that rehabilitation work along the line, between Port Mann and Boston Bar, hardest hit by the floods, is proceeding as rapidly as possible, with more than 450 company workmen, augmented by outside contractors' crews, working round the clock at top speed.

Large extra gangs have been brought in from Ontario and Alberta. In addition, a number of smaller work crews, specializing in various construction, have been imported from the prairie. Every available type of machinery is now being utilized, much of it hired from outside sources to augment all available equipment owned by the National System in western Canada.

Gaining ground in their battle against the floods which have virtually paralyzed sections of the company's lines in B.C., Canadian National freight and passenger officials said today that trains started rolling Tuesday on the Smithers division between Prince Rupert and Jasper. This line opened for all types of local and through traffic Tuesday.

The Okanagan branch line, Kamloops-Kelowna, is operating normally.

Limited freight and passenger service is being given by the Canadian National between Vancouver and the East. One trans-continental passenger train, each way, is being operated daily in and out of the C.N.R. station here, leaving at 5 p.m. and arriving at 10:20 a.m., both times Pacific Daylight.

Still existing is an arrangement with Trans-Canada Air Lines whereby Canadian National passengers for Jasper and points east of Edmonton may travel on "North Star" planes between Vancouver and Edmonton.

The embargo on westbound domestic coal has been lifted by the C.N.R.

FLOOD FUND IS UP

Basic Aid to Be Given Sufferers Under Direction of Gen. Worthington

VANCOUVER — British Columbia's flood emergency fund will be allocated to provide basic aid to about five thousand families scattered all through the flood areas of the province. The fund has now reached the \$1,825,000 mark. The primary quota was \$1,000,000 but it was later apparent that the need would be much greater than that.

Major-General F. F. Worthington, director of the fund's administration for the Red Cross, said that basic aid would include necessary furnishings, clothing, bedding and food for families who lost their means of immediate livelihood as a result of the floods.

Long range government aid will follow the fund's administration.

Fish Sales

Canadian
B. C. Producer, 55,000, 20.6, 19.6 and 10, Atlin.
W. C. Todd, 50,000, 20.6, 19.6 and 10, Storage.
Fisher Lassie, 35,000, 20.6, 19.7 and 10, Royal.
Bruce I., 30,000, 20.5, 19.5 and 10, Pacific.
Island Queen, 15,000, and
Valiant, 4,000, Co-op.

Horse Shortage In Saskatchewan Seen

REGINA—An acute shortage of horses in Saskatchewan within the next four or five years is indicated by 1946 statistics on the province's equine population. The livestock commissioner, C. E. Beveridge, makes recommendations to forestall such happenings.



FEED VANPORT FLOOD REFUGEES—Flood victims and rescue workers in Vanport, Oregon, are served coffee and sandwiches from a Salvation Army truck after raging flood waters demolished the city. The war-built community of 18,700 was inundated when the Columbia River broke through a dyke. The Pacific northwest struggled with its greatest disaster. The new flood built up from melting snow in the great basin headwaters in the Canadian and United States Rockies.



PROTEST AGAINST ANTI-RED BILL—A view of a section of the crowd of 5,000 that demonstrated in Turner's Arena, Washington, to protest against the Mundt-Newton Communist Control bill. The U.S. Senate judiciary committee rejected opponents' demands for immediate reopening of hearings on the measure and some of the signs demand such reopening. After this meeting the demonstrators broke up into groups and visited their representatives and senators.