

The Daily News

NORTHERN AND CENTRAL BRITISH COLUMBIA'S NEWSPAPER

141 Capitol TAXI Macey's Coffee House

Tomorrow's Tides

High 1:32 a.m. 19.1 ft.
13:13 p.m. 21.0 ft.
Low 7:25 a.m. 7.8 ft.
19:53 p.m. 3.1 ft.

Vol. XXVII, No. 129

PRINCE RUPERT, B.C., THURSDAY, JANUARY 19, 1939.

PRICE: 5 CENTS

Attempt To Kill Son Of Premier

ENLIGHTENING ADDRESS ON CANADIAN BANKS BY LOCAL INDUSTRIALIST

Much of Criticism May Not Only Be Ignorance But Deliberate Misinterpretation—Tells Important Functions That Financial Institutions Are Performing

Expressing the belief that a great deal of the criticism that has been levelled at the banks of Canada during recent years may not have been all in ignorance but a deliberate misinterpretation of facts designed by demagogues to further their own ends in some manner, Col. J. W. Nicholls, general manager of the Canadian Fish & Cold Storage Co. and at one time in the banking service in England, spoke before the Prince Rupert Gyro Club, at its regular weekly luncheon yesterday on the subject of "The Canadian Chartered Banks." Col. Nicholls commended the soundness of the Canadian banking system, defended its administration, described some of the important services it was rendering to the business, trade and people of the country, referred to the trust that was imposed in it by those who used its facilities and closed with an exhortation of "Hands off the Banks." In the course of his address, Col. Nicholls gave a great deal of interesting information which he had gleaned in regard to the operation and affairs of the banks and of the vital service they are playing in the orderly operation of the affairs of the country. He expressed amazement at the fulminations of some "perverted patriots" in regard to the Canadian banking system and equal amazement at the extent of their followers.

A good attendance of Gyro members, under the chairmanship of the president, D. G. Borland, heard the address. Guests were, besides the speaker, C. H. Orme of Victoria, F. A. MacCallum, Dr. L. I. Pugsley and A. W. Newman.

Said Col. Nicholls in part: "There is no secret about our Canadian banks. You can, and our politicians can, get all the information they want without even going to the banks themselves as it is all publicly printed. It is an open book excepting, of course, the confidential relationship of a customer to the bank. But even this relationship is not entirely private as it is checked up periodically by the government itself through the medium of the Dominion Banking Department which department is charged with the responsibility of checking our banks and has free access to all its records.

Up to a year or so ago the banks ignored criticism. Personally, I think they were too high and mighty and had placed themselves on a virtual pedestal. I suppose they were complacent because they had a clear conscience but they overlooked their public responsibility to reassure the millions of people who had their life savings in their custody. They were brought to realize that a lot of their customers were worried by the growing criticism originating with demagogues who were creating popular prejudice so a year or so back the banks started a publicity and educational campaign. This has done some good but, as it originates from those accused, may not have had the same force as coming from outside sources. "One common complaint against the banks is that they will not loan against homes, real estate, fishing boats and other real property. Several fishermen with first class reputations have tried and failed and they are very bitter at the banks. A very prominent Member of Parliament made the same criticism. Why don't the banks tell us that these very Members of Parliament passed an act a few years ago making it illegal for banks to loan against real estate and real

property? The banks lose their charters every ten years and they are renewed after the Bank Act is revised. The Dominion government appoints a special committee of members of Parliament every ten years to study these very questions and for generations each revision specifically forbids banks to loan the depositor's funds excepting against liquid securities and particularly has denied the banks loaning against real estate. The banks would probably like the privilege of loaning a small percentage of their deposits against real estate as it would yield them a higher rate of interest but the Bank Act is wise in its provision which forbids it. It was this very cause which closed the banks in the United States in 1933 with about one quarter of them still closed with millions of people losing some of their life's savings. They had too much invested in real estate loans which couldn't be converted into cash to meet depositors' demands. "A demagogue can always raise a cheer by an invidious remark about St. James Street or "the money changers in the temple." This trick is as old as the hills and the use of the word bank itself excites, in the consciousness of some people, a feeling of antipathy.

Control Not Centralized

"It has been claimed that the banks are controlled by a few wealthy men who are directors and stockholders. I looked into this and find that no one is a director of more than one bank and also that there are over one hundred and sixty directors of the ten chartered banks. These directors are elected by the shareholders and are spread all over Canada. Several of these directors live in British Columbia and every province is well represented. They are the finest men in the country and come from all walks of life. The life insurance companies are well represented on the directorates, presidents and managers of bakeries, fish companies, sawmills, ex-cabinet ministers, steel companies. In fact all branches of business and professional life meet annually, or sooner, as directors of our banks.

"These directors, of course, have little to do with the detail of the banks but simply lay down policy. The actual work is left to the general manager and down the line to the bookkeeper and teller. Who are these general managers? Well I have known several and am acquainted with two of the present occupants. They are fine, clean-living, honorable men who have worked up to their present positions from juniors. If you want to know what they look like walk into any of our three banks and ask for MacCallum, Hopkins or Robertson. That is the type and we have no finer men in this city than the men who have been our bank managers. They

(Continued on Page Two)

Alan H. Fairweather, who arrived in the city earlier in the week from Carcross where he has been engaged in commercial aviation, will sail tonight on the Prince George for Vancouver.

GOV'T AID FOR DRIVE UPON VICE

Wismar Promises Backing For Telford Campaign—Seriousness Of Venereal Disease Is Stressed

VANCOUVER, Jan. 19: (CP)—Attorney General Gordon Wismar last night promised fullest co-operation of the provincial police in the drive instituted by Mayor Lyle Telford to eliminate prostitution and the accompanying spread of venereal disease. The promise of backing of the mayor's campaign against vice was made at a conference of city public health authorities and the medical profession.

Dr. D. H. Williams, director of the venereal disease control division, told the conference that the disease incidence in the province was sixty-eight percent higher than the Dominion average and 1600 weekly were now being treated while others were being turned away.

RELIEF IS LESS HERE

Considerable Decrease in Civic Disbursements Shown in 1938 From 1937

Relief disbursements from the City Hall here during the year 1938 maintained the steady decrease which has been recorded each year for the past four or five years. In 1938 the amount paid out from the City Hall was \$34,145.65 as compared with \$39,001.25 in 1937, \$50,056.83 in 1936 and \$55,494.21 in 1935.

At the end of 1938 sixty-seven families were receiving relief as compared with eighty-two at the end of 1937, 92 at the end of 1936 and 119 at the end of 1935. Ninety-six single men were receiving relief at the end of 1938 as against 118 at the end of 1937, 96 at the end of 1936 and 117 at the end of 1935.

Women receiving relief at the end of 1938 numbered five as against six in 1937 and 1936 and five in 1935.

December Relief

In December 1938 \$1353.35 was paid to families in relief as compared with \$2440.70 in 1937. These figures may not represent an accurate picture in comparison since there were some changes in the classification between 1938 and 1937.

Other classifications in relief payments in December were as follows, 1937 figures also being shown for comparison:

	Dec. 1938	Dec. 1937
Unemployables	\$394.60	
Single	783.55	\$820.50
Single, not homeless	135.85	153.70
Chinese	43.20	
Women	9.00	77.59
Families (provincial)	253.35	412.05
Single men (provincial)	36.90	64.75
Women (provincial)	13.50	

Weather Forecast

General Synopsis—Pressure appears low near and south of the Queen Charlotte Islands. The weather continues unsettled and mild over this province while heavy rains have occurred on Vancouver Island.

Prince Rupert and Queen Charlotte Islands—Fresh to strong west to northwest winds, part cloudy and colder with sleet or rain.

West Coast of Vancouver Island—Strong southeast to south winds or moderate gales, cloudy and mild with rain.

FINAL BULLETINS

ALASKA DEFENCE

WASHINGTON, D.C.—Legislation to authorize a dozen new naval bases, including an air and submarine base on Guam Island, was introduced today by the chairman of the Senate and House naval committees. The bill would authorize the Navy to establish or expand existing facilities at Kodiak and Sitka in Alaska.

FRANCE OPPOSES NEW JAP ORDER

TOKIO—France joined Great Britain and the United States today in refusing to recognize the "new order" proclaimed by Japan in Eastern Asia. The note expressing the French position will be delivered to the foreign ministry tomorrow.

HYSTERIA ON SHIP

NEW YORK—Stories of hysteria and near panic among 360 passengers of the Italian Line steamer Vulcania when she was struck by a furious storm which silenced the radio off the Azores were told today on the arrival of the ship in port. J. M. McClelland of Longview, Washington, said that at least six passengers were injured and scores bruised when the waves crashed over the top of the ship, breaking windows on deck.

HAVEN FOR REFUGEES

OTTAWA—M. J. Coldwell, C.C.F. member for Rosetown-Biggar, Saskatchewan, speaking in the House of Commons debate on the address, in reply to the Speech from the Throne, asked Parliament to permit the admission to Canada of a "reasonable quota" of refugees from Central Europe where they were suffering persecution.

STAND BY OLD LAND

OTTAWA—Senator Arthur Meighen made a plea in the Upper Chamber yesterday for Canadian co-operation with Great Britain in all defence measures. Canadian defence policy should be based on co-operation with Britain, he contended. Senator Raoul Dandurand, government leader in the Senate, suggested that it might be difficult or even dangerous for Canada to pledge itself to stand by all British defence policy as different Imperial governments in power in the Old Country might alter the situation.

GRITS ARE ALL HAPPY

OTTAWA—Prime Minister William Lyon Mackenzie King was given whole-hearted endorsement as leader of the party at a caucus of Liberal members yesterday. The quarrel with Premier M. F. Heppburn of Ontario is said to have been only briefly mentioned and then only with conciliatory remarks.

GOING ANTI COMMUNIST

BERLIN—Germany and Italy are moving to bring Czechoslovakia and Yugoslavia into adherence with the anti-Communist pact.

REFUGEES IN VANCOUVER

VANCOUVER—One hundred and twenty happy Jewish refugees from Germany and Austria left here yesterday for Australia where they will make their future home. They crossed to Vancouver from Halifax where they landed.

BENNETT VACATES OTTAWA

OTTAWA—Former Prime Minister R. B. Bennett is vacating the nine-room hotel suite here which he has occupied for years and will leave Ottawa next Monday for Saint John where he will embark January 26 for his future home in England. Whether or not he will make a farewell appearance in his seat in Parliament was not known up to last night.

UNITED FARMERS OF ALBERTA

CALGARY—Robert Gardiner was elected for the ninth term yesterday as president of the United Farmers of Alberta in annual convention here. The convention endorsed a resolution favoring a tax on wheat processed for home consumption.

TRAIL WINS AGAIN

PRAGUE—Playing the sixteenth game of their European tour here last night, the Trail Smoke Eaters hockey team set back a Czechoslovakian team by a score of 4 to 1.

TORONTO TIN-CANNERS

TORONTO—Forty single unemployed men were under arrest last night for tin-canning on the windswept streets of Toronto.

LUNENBURG SCHOONER ASHORE

BOSTON—The Lunenburg four-masted schooner Laura Annie Barnes, enroute from Lunenburg to New Haven with pulpwood cargo, is aground in Nantucket Sound. The crew of seven men was removed by the coastguard cutter Tahoe. Efforts to refloat the schooner failed and it is feared she may not be able to live through a northeast gale.

CO-OPERATIVE POOLS

ANTIGONISH, N. S., Jan. 19: (CP)—Nearly 67,000 pounds of turkey were marketed in co-operative pools during the 1938 Christmas season in Antigonish, Inverness and Victorian Counties, an increase of 10,000 pounds over the previous Christmas.

IN QUEEN'S ROOM

OTTAWA, Jan. 19: (CP)—Originals of the illustrations in the Mor-nay edition of Louis Hemon's French Canadian classic "Marie-Chapdelaine" will hang in the Rideau Hall sitting-room to be used by her Majesty the Queen on her visit next summer.

Young Chamberlain Is Evidently Intended As Irish Bombing Victim

Powerful Explosive Set Off at Hotel In Ire Where He is Guest for Hunting Holiday—I.R.A. is Blamed for Blast

TRALEE, Eire, Jan. 19: (CP)—An apparent attempt to kill Francis Neville Chamberlain, twenty-four-year-old son of Prime Minister Neville Chamberlain of Great Britain, failed today when a powerful bomb exploded at the rear of Hawney's Hotel here where young Chamberlain is staying. Several hundred windows in surrounding houses were broken but no casualties were reported. The youth, who had come here for a hunting holiday, was apparently little worried. Later he left the hotel with friends to hunt. Authorities expressed the opinion that members of the outlawed Irish Republican Army set the blast.

Had Fished Here Twenty-Five Years

The funeral took place at the end of last week from the B. C. Undertakers Chapel at Fairview Cemetery of Rasmus Ivarson, well known Prince Rupert fisherman, whose death had occurred earlier in the week at the Prince Rupert General Hospital after an illness of considerable duration. Rev. K. H. Risberg of St. Paul's Lutheran Church officiated and Miss Lois Judge presided at the organ to accompany the hymns. Pallbearers were Robert March, Jonas Thompson, O. K. Olsen, Jens Larsen, E. C. Hopen and Joseph Kilby.

The late Mr. Ivarson was a native of Norway and forty-six years of age. He had been located at Prince Rupert and along the coast employed as a halibut and salmon fisherman since 1913. He was unmarried and a member of the Deep Sea Fishermen's Union. Further incidents have occurred in the alleged campaign of Irish Republican Army terrorism in England and Ireland in demand for withdrawal of British armed forces from Ireland. Yesterday a monument in Belfast was attacked. In Birmingham a section of a power line was bombed. In Manchester an electric tower was the object of attack. Seven young men, all under the age of twenty-five, alleged to be Irish extremists, appeared in Bow Street police court yesterday on charges of illegal possession of firearms and explosives. They had been arrested following raids when quantities of firearms and explosives were found. Similar cases are proceeding in other centres as the round-up of supposed extremists continues.

Great Britain And France Are Agreed Finally Not To Change Hands Off Policy In Spain War

Thousands of Loyalists Reported to be Surrendering Voluntarily, Taking Equipment With Them, As Franco Promises no Reprisals

LONDON, January 19: (CP)—The British cabinet, in a two-and-a-half hour session yesterday, at which Prime Minister Chamberlain reported on last week's mission to Rome, decided to stand by its policy of non-intervention in the Spanish civil war. From Paris came word that the Daladier government there had decided to follow a similar course. It means that both Great Britain and France will refrain from giving direct aid to the Spanish nationalists for whom defeat at the hands of the insurgents led by General Francisco Franco now appears imminent.

Prime Minister Neville Chamberlain, in a letter to Clement Atlee, Labor leader, declined to accede to a request to call a special session of Parliament to discuss the giving of aid to government Spain. Intervention at this time, said the Prime Minister, would only serve to extend the conflict.

Meantime in Spain the government, in a final desperate effort to save Barcelona from capture, is reported to be moving sixty thousand troops from idle Madrid front to the defence of the provisional capital. They will have to be transported by sea from the south to the north of the eastern coast of Spain, braving the risk of blockade by insurgent naval craft on the way. It was said last night that twelve thousand of the government troops had already embarked from Valencia for Barcelona.

With the loyalist outlook now seemingly hopeless, there were reports of whole units of government troops deserting and going voluntarily over to the insurgents, taking their equipment with them.

Other reports said government forces were resisting insurgents strongly in mountains west of Barcelona.

Yesterday planes flew over Barcelona dropping leaflets suggesting surrender. This followed radio broadcasts a couple of days ago by General Franco promising the loyalists that there would be no reprisals against them if they surrendered.

Chief Petty Officer Instructor A. G. Bird of the local unit of the Royal Canadian Naval Volunteer Reserve was an interesting speaker at the regular weekly luncheon of the Prince Rupert Rotary Club today. His subject was "Peace Time Operations of the Navy." President W. L. Coates was in the chair and there was a good attendance of members with a few guests.

ANNUAL STOCK ENDS SALE

Broken and Short Lines Clearance—Now is Your Chance for a Real Bargain

Sale Starts Friday Morning

FAMILY SHOE STORE LTD.

The Home of Good Shoes

EDITORIAL

News Department Telephone 86
Member of Audit Bureau of Circulations

DAILY EDITION Thursday, January 19, 1939

THE TIME TO BUY

According to the financiers the Dominion government is losing money on its annuities which means that the people who buy annuities at the present rate make money on it. Possibly the government wishes to encourage savings in that manner and is willing to lose a little money with that end in view. At any rate this seems a good time to buy before the rates are changed.

WHICH WAS BETTER SYSTEM?

The New York Times publishes comparative figures in regard to the national incomes of Britain and the United States with a view to showing that the British system of pay as you go was better than the American system of trying to spend itself out of the depression.

In connection with this we must always remember that money expended on defences is also devoted largely to keeping people employed. In Canada money laid out in air bases and other defense projects should reduce the amount paid in relief.

In 1938 the British national income is given as \$23,672,000,000 and the United States income during the same period was \$64,664,000,000. The population of the United Kingdom is given as 45,000,000 and the population of the United States as 130,000,000.

A TAHITI TALE

Tales of the tropical Pacific islands are usually interesting and "The Dark River" is no exception to the rule. It is by Charles Nordhoff and James Norman Hall, known best as joint authors of "Mutiny on the Bounty," "Pitcairn's Island" and "The Hurricane." As a study of the race problem and of life in the French islands it is excellent. It is also a story that holds the reader, although many do not like the type which is too true to life to be always happy.

Part of the yarn shows how two young people can live and have children on an uninhabited island for several years and enjoy almost every minute of the time.

The word pictures of the islands are fine and the description of the people excellent. The book is one well worth reading for those who look chiefly for human interest in the books they read.

ENLIGHTENING ADDRESS ON CANADIAN BANKS

(Continued from Page One)

have been presidents of our Chamber of Commerce, service clubs, hospital boards, church committees, etc. Who knows but that one of our lads in one of our Rupert banks may be a general manager some day. He can be if he has the ability and cares to work. There is no favoritism.

Functions of Bank

"Now as to shareholders. It is said that the banks are controlled by a few wealthy shareholders who dictate policy. Nothing is further from the truth. Banks are owned by a great many small investors. There are some 49,000 shareholders. Their average holding is roughly 20 shares. The Macmillan Royal Commission of 1933 found that, of the 1,445,000 shares issued, the 160,000 directors held less than 400 shares each or 3.79 per cent. This position has not materially changed since.

"The rest of the shares are held by more than 48,300 people who annually elect their own directors.

"An examination of the shareholders' lists, which can be seen by anyone, in Ottawa, will show that thousands of shares are held in trust for estates, viz., widows and orphans. Most definitely no individual or group of individuals controls the stock of our banks.

"Now what are the functions of a bank? I will place them in their order of importance.

First—Safe custody for the people's savings, viz., savings accounts.

Second—Safe custody for merchants' and producers' liquid cash viz., current accounts.

Third—Transfer of cash from one part of Canada and the world to another to pay debts.

Fourth—Safe investment of the people's savings and liquid cash.

Fifth—Lending money to individuals and industry from the people's savings.

"Most important is savings accounts. There are over four million people in Canada with savings accounts averaging about four hundred dollars each, or over one in every three of the men, women and children in this country has a savings pass book. This represents the bulk of the bank's merchandise and their principal job is to protect these savings which, in hundreds of thousands of cases, are the life's accumulation of hard work. The banks are keeping these savings locked up and resisting the efforts of a lot of people who are looking at them with hungry eyes. When our political leaders talk about using the national credit to build bridges, roads and public buildings what they really mean is dipping into your savings account as every time the government sells bonds for such purposes the bonds are mostly bought by the banks or insurance companies with your savings.

"It is a strange trait of human nature that we are so careless about our cash savings and careful about our material savings. If you go away for a long time you store your furniture in a warehouse, pay rent and insurance but certainly do not give your warehouseman permission to use the furniture or rent it. There is no logical reason why you should allow the bank to use your savings but you do so because he doesn't charge you rent but pays you for the money in-

stead. That being so, it would seem logical that you would watch the keeper and see that he doesn't destroy your property and when any attempt is made from the outside to depreciate your savings you would support the bank. But you leave it all to him, I suppose, because he has your confidence. It is a little unfair and I would suggest more support and resistance in other words let's coin another phrase "Hands of our savings."

"The second function is important as it means looking after our pocket cash which we use to pay our bills. The amount left with the banks for this purpose is quite large and in most cases no charge is made for keeping it for you. However, this also can be dipped into if we are not careful.

"The third function is really the most marvellous function of all. We accept it without thought but it really is intricate and works with the precision of a fine watch. Without the facilities of the bank to pay our debts business would be chaotic. Once again we accept as commonplace a service which actually is responsible for keeping the wheels of commerce revolving. The banks are the medium for exchanging goods and services from one part of the world to another at a cost so low that it hardly affects our sales price or costs. Without banking equipment it would be almost impossible for the halibut and salmon fishermen to operate. We buy halibut and salmon in dollars and our customers sell it in pounds, francs, marks, kroner. The bank collects all these for us and gives us back dollars. They protect us against exchange fluctuations. We get our money back in Rupert the same day the goods are delivered in England, France, Norway or Sweden. Think of the easy way in which a retailer buys and pays for his goods. Now the bank arranges settlement between buyer and seller. The technique of all this has been developed over the past two hundred years but it can break down overnight if there is any monkeying with our banking credit. This is particularly true in Canada whose prosperity depends on keeping the flow of commodities moving, without restraint, to the world's markets. There is no primary industry in Canada not dependant on foreign markets to take most of its production and our population would starve without foreign markets.

"The fourth is the investing of the people's savings in safe and liquid securities so as to pay back savings when needed. The banks are in wonderfully liquid condition. Experience has told the banks how much is needed even in times of severe crisis and the figures show that their easily realizable investments far exceed the bare safety point.

Money Lending

"The fifth is probably the cause of more criticism than any other and that is money lending. There is an idea abroad that the banks are a bottomless pit. That they can create money by writing in a ledger. Well they could create money with pen and ink but that is exactly what the Dominion Bank Act prevents and it is called by another ugly name deliberately avoided by our reformers and that is inflation. Inflation caused the French revolution, was probably the cause of a dictatorship in Germany and has resulted in unhappiness and distress in France. Daniel Webster says that "inflation

is the cruellest form of robbing the working man."

"The only money the banks can loan are the sums deposited with them for safe custody, no more and no less. If they could do more than this and money can be created so easily why haven't more banks been started? Anyone can get a bank charter and start up tomorrow. All that is needed is \$250,000.00 and the Dominion government will issue a charter so long as the people subscribing are honorable people. No bank charters have been refused to anyone so long as they can conform to the simple conditions covered by Dominion government regulations. Our friends in Alberta have been offered a charter any time they want it. But they are wise enough not to take it out as it would immediately show up their ignorance and the folly of their policy. It would be an empty shell as no one excepting a fanatic would deposit their savings in their bank and without savings they couldn't function.

"Well how true is it that the banks won't loan money for commercial purposes? I can cite my own experience. During the past twenty-five years I have, for my company, borrowed millions from the banks. On no single instance have we had any difficulty in getting it. We wanted, we have never been refused a loan and our loans have never been called even in the depths of the depression. I have

had dozens of people tell me that they cannot get bank loans but I have always tried to find out why and they are always for the same reason that their loan would not comply with bank regulations.

"One of the larger Canadian banks published some figures last month which answers the accusation that the banks don't loan. They are quite startling. During the preceding eleven months they made 106,000 individual loans of less than five hundred dollars each, aggregating fifteen million dollars, and also during the preceding two years made 108,000 separate loans called "personal loans" aggregating fifteen million dollars. This excludes any large commercial loans and mark you, is only one of the ten chartered banks. A lot of the talk about the banks' refusal to loan money is straight political propaganda.

"The reason for the recent drop in loans is because business is not active enough to require borrowings and moreover commodity prices are so much lower that it requires less money to finance. To borrow against halibut today needs only sixty percent of 1929 as the price then was ten cents and today six cents. The price of wheat in 1929 was double today's price, so it requires only half the bank loan to finance wheat today.

"Personally, I give the banks a clean bill of health and repeat our slogan should be 'Hands off the banks.'



REAL FLAVOUR!
meal-time
4 o'clock
bed-time

FRY'S
PURE
BREAKFAST
COCOA

GIVE THEM FRY'S - it is BETTER

MacKenzie's Furniture

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Venetian Blinds



Made by Kirsch. New spring steel can be flexed apart eight inches, cannot warp or rust. Feather-like lightness, complete control of light. The latest in Venetian Blinds.

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SPECIAL WINTER EXCURSION RATES TO VANCOUVER

FROM PRINCE RUPERT	\$36.00	RETURN.	Meals and Berths Included
FROM PORT SIMPSON	\$39.75	RETURN.	Berths Included

Reduced Rates to Vancouver also apply from intermediate points. Special Tickets on Sale Between November 1st, 1938 and February 28th, 1939, inclusive—Go to Return up to March 31, 1939. Children Half Fare

Steamers: Leave Prince Rupert: Ar. Vancouver
S.S. CATALA Tuesday, 1:30 p.m. Thursday, a.m.
S.S. CARDENA Friday, 10:30 p.m. Monday a.m.

Tickets and Reservations from
Prince Rupert Agent—A. W. NEWMAN—Third Ave., Phone 568
If Convenient Please Purchase Tickets at Office



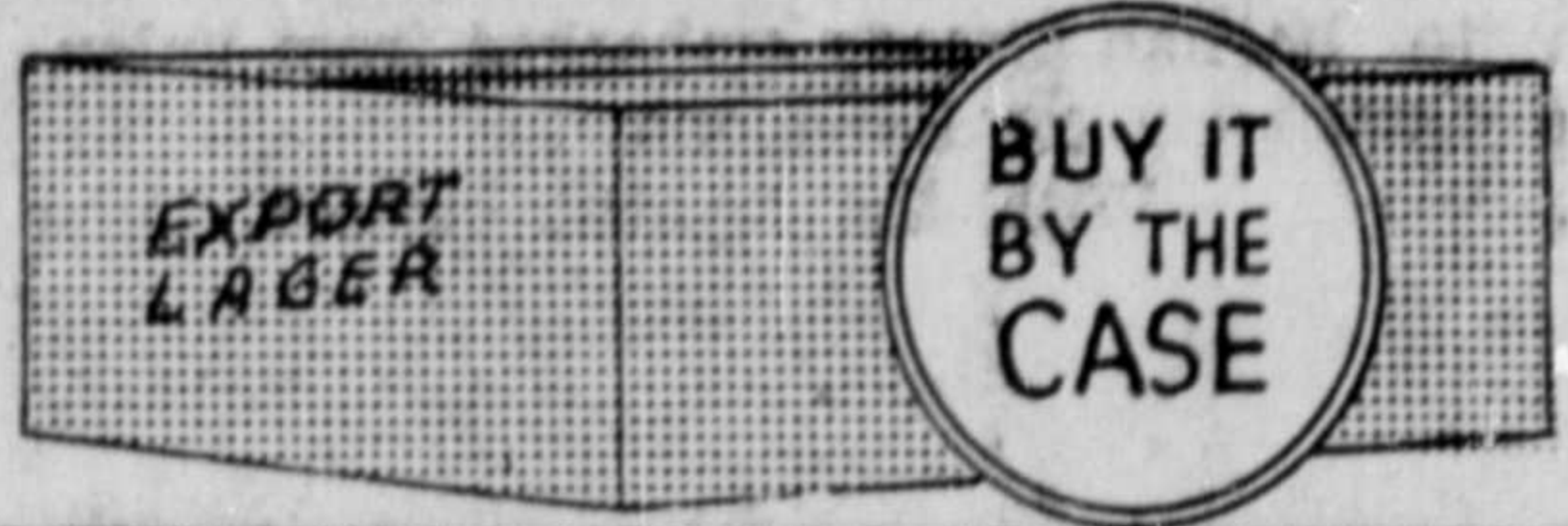
GOOD COMPANIONS

Just as a man learns to know the good and bad points of his favorite horse and places a value on it that cannot be bought with money—so, too, does a man often cherish the flavour of his favorite beer.

People everywhere who enjoy a glass of rich, malty beer have learned to depend on the high uniform quality of Phoenix Export Lager which has been maintained throughout the years.

PHOENIX EXPORT Lager

SINCE 1858



BUY IT BY THE CASE

This advertisement is not published or displayed by the Liquor Control Board or by the Government of British Columbia.

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Bowling Alley
For Health and a Slim Waist
Line Bowl
For Reservations Phone 658

THE SEAL OF QUALITY



GOLD SEAL
Fancy Red Sockeye

PINK SEAL
Finest Pink Salmon

Packed by the only salmon canning company with an all the year round payroll in Prince Rupert

IN THE SUPREME COURT OF BRITISH COLUMBIA

IN PRODUCE
In the Matter of the "Administrative Act"
And
In the Matter of the Estate of John Walford Strombeck, Deceased.
TAKE NOTICE that by order of His Honour, W. B. Fisher, the 13th day of January, A. D. 1939, I was appointed Administrator of the estate of John Walford Strombeck, deceased, and all parties having claims against the said estate are hereby required to furnish same property verified to the on or before the 13th day of February, 1939, and all parties indebted to the said estate are required to pay the amount of the indebtedness to the forthwith.
NORMAN A. WATTE,
Official Administrator.
Prince Rupert, B. C.
Dated the 13th day of January, A. D. 1939.

FORM No. 13 (Section 39) LAND ACT

In Range 4, Coast Land District, 29th Recording District of Prince Rupert, situated on the east bank of the Bulkley River thirty miles from Port Simpson, Take notice that Norman A. W. W. Watt, Official Administrator, intends to apply for permission to purchase the following described lands:— Commencing at a post planted at N. W. Corner of Lot 2666 being Sulphide No. 11 Mineral Claim, thence S. 6 degrees 45' W. 2 chains following the south boundary of Sulphide No. 11 Mineral Claim to the Eastall River thence Southerly and Easterly following the east bank of said river 4 chains more or less to the west boundary of S. No. 1 Fractional Mineral Claim; thence Northerly and Westerly following the westerly and southern boundaries of S. No. 1 Fractional Sulphide No. 8 and Sulphide No. 11 Mineral Claims, thence more or less to the point of commencing and containing forty acres more or less. Dated November 6th, 1938. NORTHERN PYRITES LTD. Fred Nash, Agent.

MINERAL ACT (FORM F.)

Certificate of Improvements
NOTICE
Sulphide No. 1, Sulphide No. 2, Sulphide No. 3, Sulphide No. 4, Sulphide No. 5, Sulphide No. 6, Sulphide No. 7, Sulphide No. 8, Sulphide No. 9, Sulphide No. 10, Sulphide No. 11 and S. No. 1 Fractional Mineral Claims situated in the Skeena Mining Division of 4, Coast District.
Where located:— On the Eastall River on or near Bulkley Creek.
TAKE NOTICE that I, Fred Nash, acting as agent for Northern Pyrites Ltd., Free Miner's Certificate No. 40979 E, intend, sixty days from the date hereof, to apply to the Mining Recorder for a Certificate of Improvements for the purpose of obtaining Crown Grant of the above claim.
And further take notice that, under section 85, must be commenced before the issuance of such Certificate of Improvements.
Dated this 15th day of November, 1938.

FORM No. 13 (Section 39) LAND ACT

In Range 4, Coast District, Land Recording District of Prince Rupert, situated on the West bank of the Bulkley River thirty miles from Port Simpson, Take notice that Forbes William Guernsey of Vancouver, occupation Mining Engineer, intends to apply for permission to purchase the following described lands:— Commencing at a post planted at the South-west corner of Lot 2667 being Sulphide No. 9 Mineral Claim; thence South 40 chains; thence East 20 chains; thence South 20 chains; thence more or less to the West boundary of Sulphide No. 7 Mineral Claim being Lot 2664; thence Northerly 4 chains following the West boundary of Sulphide No. 7 and S. No. 1 Fractional Mineral Claims to the West bank of the Eastall River; thence Westerly and Northerly following said bank 80 chains more or less to the South boundary of Sulphide No. 9 Mineral Claim; thence S. 87 degrees 45' W. 1/2 chains following the said boundary to the point of commencing and containing 120 acres more or less.
FORBES WILLIAM GUERNSEY,
Fred Nash, Agent.
Dated November 6th, 1938.

Try a Daily News classified advertisement for best results.



This fine beer plays an important part in Canadian hospitality. It has an "extra" quality only the choicest malt, selected hops and perfect brewing can produce.

Phone 654 for Prompt Free Delivery

WESTMINSTER BREWERY LTD.

Rainier

PALE EXPORT BEER

This advertisement is not published or displayed by the Liquor Control Board or by the Government of British Columbia.

LOCAL NEWS NOTES

Tonight's train, due from the east at 11 o'clock, was reported this afternoon to be on time.

Mrs. Douglas Sutherland will sail tonight on the Prince George for a trip to Vancouver and elsewhere in the south.

Sam Jurmain of the Canadian National Railways general office staff returned to the city on Tuesday night's train from a holiday trip to his home in Toronto. He also paid a visit to New York.

Gus Nelson, a recent arrival in the city from the Yukon, is appearing in city police court this afternoon before Magistrate McClymont on a charge of drunkenness.

W. H. Tobey, C. N. R. divisional superintendent, who has been on a trip south to instal officers of Gyro Clubs at Portland, Seattle, Tacoma, New Westminster and Nanaimo in his capacity as district governor, is expected home on Saturday night's train.

Mrs. J. R. Elfert will sail tonight on the Prince George for Vancouver, accompanying her sister, Mrs. John Turple of London, England, who has been visiting here for the past four months and who will be sailing February 11 on the Pacific Grove on her return to the Old Country via Panama Canal.

Going to Esquimalt where they will join vessels of the Canadian Navy for an extended training cruise which will take them to Jamaica and elsewhere in the Atlantic, Orme Stuart, Matt Harris, Robert Armstrong, Robert Elkins and Walter Smith will sail tonight on the Prince George for the south.

Sitting yesterday morning in his capacity as a city council, City Commissioner W. J. Alder gave introductory readings to the customary bylaw providing for the allowance of five percent interest on advance payments on the year's taxes. Accounts for October totalling \$32,656.52 and for November totalling \$18,896.80 were passed for payment.

FOR SALE—8-10 h.p. semi-diesel. May be seen at Standard Oil. (16)

Miss E. Moorehouse will sail tonight on the Prince George for Vancouver.

Mrs. W. B. McCallum and child are sailing tomorrow night on the Princess Adelaide for Nanaimo.

Joseph Cook returned to the city on the Prince George yesterday from a trip to Vancouver.

MOOSE DINNER-DANCE ENJOYED

One Hundred and Fifty Persons at Highly Enjoyable Affair

The local Moose Lodge held a very enjoyable dinner-dance for its members and the Ladies of the Moose and their families after the initiation of a class of new members into the lodge at the regular weekly meeting last night.

Dancing was interspersed by a skit from Bob McKay, tap-dancing by Pat Ratchford, songs by Henry Skinner and sword dance and Highland Fling by George Copeland for which Piper Alex McDonald supplied the music.

The catering was under the management of Wm. Lamb who prepared a fine banquet in his usual capable manner.

There were 150 persons present to take part in the dancing and entertainment.

Music for dancing was supplied by Cameron brothers. Harry Menzies was master of ceremonies for the occasion and also in charge of the committee for the decorations and entertainment.

Hotel Arrivals

Prince Rupert
P. H. Cawley, Edmonton; C. S. Argyle, Winnipeg.

Royal
S. Johnson, Stewart.

Central
Magne Rabbin and Charlie Anderson, Digby Island; W. Nicol, J. Rainey and M. Saunders, Eddy Pass.

Knox
J. McNeill, J. Wardroper and J. Smith, Vancouver; Miss M. Fraser, Victoria.

Announcements

All advertisements in this column will be charged for a full month at 25c a word.

United Tea at Parsonage, January 19.

Dance Seal Cove Hall January 20.

Presbyterian Burn's Banquet January 25.

Eagles' Bridge January 25.

Anglican Tea Miss R. M. Davies January 26.

Junior Chamber of Commerce Snowball Frolic, Moose Hall, January 27.

Hospital Ball, February 3.

Toc H. Valentine Dance February 10.

Toc H. Bridge February 15.

United Missionary Tea Mrs. Jenner's February 16.

Masonic Ball February 17.

Cambrai Valentine Tea Mrs. S. C. Thomson's, February 18.

Anglican Spring Sale April 13.

VIOLINIST and TEACHER

E. P. GRANGER
Trained in Europe
Advanced Students and Beginners
PHONE RED 920

BACK HOME ON ISLANDS

Further Particulars of Case of Two Massett Men Who Drifted Across Dixon's Entrance

Back home at Massett at 10:30 last night were Charles and Corbett Smith of Massett who drifted across Dixon's entrance to the south end of Prince of Wales Island after their gasboat Mabel had broken down last Friday off the north coast of Graham Island in the course of a trip from Naden Harbor to Massett. The Smiths' boat was wrecked in stranding and the two men were picked up by a passing boat which took them to Hyaburg, Alaska. From there they were flown to Ketchikan where they were picked up by the Massett fish packer Edenshaw and returned to Massett.

The local police boat P.M.L. 8 returned to port late yesterday afternoon, having been called back by radio after having been about half way across Hecate Straits enroute to Massett to conduct a search for the Smiths. The P.L.M. 8 had left at noon Sunday but, owing to stormy weather, was forced into shelter at Squadaree, leaving there yesterday morning with a view to crossing to Massett. Enroute she received the radio message advising that the Smiths had been found and that it would be unnecessary for her to proceed.



ENERGY TO BURN!
and it's so easy to get!

It is wonderful to have energy to burn—and so simple to get and hold that kind of bodily well-being. It is largely a matter of ample nourishment. That is why Ovaltine is such a popular food beverage with active, energetic people. Ovaltine brings you concentrated nourishment in easily digestible form. It helps nourish body, nerves and brain. Enjoy Ovaltine at meals or when you need a pick-up, and always at bed-time to help you to sound, restful sleep.

Ovaltine is a concentrated food made from special barley malt extract, creamy milk and fresh eggs and lightly flavored with cocoa.

OVALTINE

TONIC FOOD BEVERAGE
MADE IN PETERBOROUGH, CANADA, BY A. WANDER LIMITED

THE Thrift Cash & Carry

Offers You Greater Savings for the Week-End

Granulated Sugar—10 lbs.	57c	Eggs—Scott's or Brookfield. Grade 'A' large. Dozen	25c
Tea—Nabob or Blue Ribbon. 1-lb. packets	49c	Coffee—Nabob—1-lb. tins	38c
Fears—Country-Kist 16-oz. tins	10c	Catchup—Libby's Polly Prim 11-oz. bottles	10c
Quaker Oats—Regular packet	19c	White Corn—Aylmer choice quality 3 tins	25c
Salt—Windsor or Purity. Plain or Iodized. 2 for	11c	Corn—Niblet variety. Choice quality. Tin	10c
Juicy Navel Oranges Large size. Doz. Friday Only	20c	Soda Biscuits—Red Arrow. Packet Saturday Only	15c
Kraft Cheese—1/2-lb. packets	17c	Pork and Beans, White Corn, Peas—Sieve 5, All 11-oz. tins 4 for	25c
1-lb. packets	32c	Ashcroft Potatoes—Snow white gems. 25-lb. sacks	63c
Sani-White Toilet Tissue—3 rolls	19c		

Combination Vegetable Special

5 lbs. Turnips, 5 lbs. Carrots, 5 lbs. Onions, 3 lbs. Parsnips or Beets
All interior vegetables fresh from the pits.
18 lbs. 49c

PHONE 179 WE DELIVER

Beat the Weather

Any Day, Regardless of Rain, Your Clothes Dry Perfectly in an EASY Spin-Dry Washer—The All Season, All Purpose Washer



Let us give you a demonstration of the many exclusive advantages of owning an Easy.

EASY on the Clothes
EASY on Yourself
And
EASY to Pay For

There is an EASY Model to Suit Every Purse and Purpose

EASY ranks highest merit in the homes of America. There's a reason. Let us show you. Phone 6 for a personal call.

Model JF Special Only \$124.50

McRae Bros. Ltd

Fresh Local Raw And Pasteurized Milk
VALENTIN DAIRY
PHONE—687

J. H. BULGER
Optometrist
Royal Bank Bldg.

Phone 62 Phone 63



Eggs

Scott's 'A' grade large. 3 doz. 81c

Quality Meats
Boston Butts—25c
Lb.
Pork Chops—27c
Lb.
Roiled Rst. Veal 25c
Lb.
Roiled Pot Rst. 15c
Lb.

BAKEASY

Look in your pantry and see that you have a good supply of Bakeasy on hand. Its the best by test. 25c
2 lbs.

Ayreshire Bacon—Lb. 28c

Sausage Meat—2 lbs. 25c

K-9 Dog Food—2 lbs. 25c

Murray's Spuds—Per sack \$2.25

Butter

First Grade. 3 lbs. 79c

Place Your Order for Reid's HAGGIS and White Puddings With Us.

FISH
Shelled Shrimps—Filled Soles—Haddie Fillets—Crabs and Shrimps

Remember You Can Get it at The Sterling

FREE!

Decorated Fruit Juice Tumbler with Every Purchase of

Briten Tooth Paste

Both For

29c

Ormes Ltd.

The Pioneer Druggists

The Rexall Store Phones: 81 & 82
Open Daily from 8 a.m. till 10 p.m.
Sundays and Holidays from 12 noon till 2 p.m.
7 p.m. till 9 p.m.

JANUARY SALE

It is a good time to recover the kitchen. At this January Sale you can do so economically

Dominion Inlaid Linoleum—Six feet wide. Regular square yard \$1.40. January Sale \$1.20

ELIO'S FURNITURE

THIRD AVENUE Prince Rupert



FROM THE WORLD'S FINEST FUEL

Nanaimo-Wellington Alberta Foothills and Bulkley Valley Coal
Philpott Evitt & Co. Ltd.
Telephone 651 or 652

CAPITOL

TONIGHT and THURSDAY
Last Complete Show 8:14

ROMANCE ...

With the Kick of a Sazarae Cocktail!

LAUGHTER ...

With the Gay Abandon of a Madi Gras!

MUSIC ...

That Gives You That Springtime Feeling!

You'll Find All This in This Grand Picture

"JOSETTE"

With
DON AMECHE
ROBT. YOUNG
SIMON SIMONE
And That Limber and Loose Jointed Lass
JOAN DAVIS
The Ace of Female Comedienne (7:00 & 9:29)

Fox Movietone News

(At 8:14 Only)

PETER LORRE

As the International Sleuth of Saturday Evening Post Fame in

"Mysterious Mr. Moto"

With MARY MAGUIRE (At 8:27 Only)

CENTRAL HOTEL

ROOMS and CAFE
Phone 51 For Best Household Coal
MRS. C. E. BLACK

Walker's Music Store

Large Stock Music
Heintzman, Nordheimer and Lesage Pianos
Piano Tuning with "Resonoscope"
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Music

Ruth Nelson A.T.C.M.
Teacher of Piano, Theory and Harmony.
PHONE GREEN 390

DAMAGED BY WATER!

Everything Must Be Sold at Half Price and Less

B.C. CLOTHIER'S STORE

Everything Must Go. Sale Starts Tomorrow at 10 a.m.

This is Your Opportunity. Come All to This Great Event. Our Stock Consists of Men's Clothing and Furnishings and Rubber Clothing. Men's and Ladies' and Children's Shoes, etc.

Men's Ties Regular price up to \$1.00. Now— 10c	Men's Dress Shirts Regular price \$3.50. Now— 79c	Work Shirts Men's strong work shirts. Now— 79c	Blue Serge Suits 18-oz. Regular price up to \$25.00. Now— \$16.95	Boys' Pants All wool, assorted colors. Regular price up to \$3.00. Now— \$1.98
Men's Shirts Dress and work shirts. Damaged by water— 49c	Men's Ties Regular price up to 75c. Now— 15c	Odd Pants Men's odd pants, Now— \$1.59	Ladies' Overshoes Brown and black, all sizes. Regular price up to \$1.75. Now at— \$1.15	Boots and Shoes All men's boots and shoes at reduced prices.
Ladies' Rubbers Brown only, broken sizes. Regular \$1.00, at— 49c	Men's Dress Gloves Regular price up to \$2.00. 69c to 99c	Men's Pants Everyday pants. Regular price up to \$3.95. Now— \$1.95	Ladies' Overshoes White and blue overshoes. Regular price \$2.50. Now— \$1.69	Handkerchiefs Men's. Regular 10c. Now— 5c
Men's Sweaters Assorted all wool. Regular price up to \$4.50. Now— \$1.95	Men's Caps Regular price \$1.50. Now— 89c	Men's Suits Great Values. Various prices— \$6.95 to \$14.95	Rubber Boots Children's. Regular price \$2.00. Now \$1.59	Heavy Pants Men's. all wool. Regular \$4.00. Now \$2.59
Men's Windbreakers Blue. Regular price \$5.00. Now— \$2.95	Boys' Sweaters All wool, regular price up to \$1.50. Now— 95c	Ladies' Shoes All kinds. Regular price up to \$5.00. Now— 99c \$1.95 \$2.19 and \$2.39	Boys' Windbreakers Assorted colors. Regular price up to \$3.75. Now— \$1.95	Coverallis Men's. Blue and khaki. Reg. \$3.00. Now— \$1.95
Men's Windbreakers All wool, assorted colors. Regular price \$5.95. Now— \$3.95	Men's Sweaters All wool, Two-tone and plain colors, zipper style, regular price up to \$6.00. Now— \$3.95		Boys' Pants Assorted colors, all wool. Regular price up to \$2.50. Now— \$1.59	Students' Trousers All wool, assorted. Regular \$4.00. Now— \$2.49

Phone Black 324

Absolutely No Credit

THIRD AVENUE—2 Doors from Royal Hotel

TRAPPERS

Don't be foolish and sell your furs at the waterfront. Fetch your stuff up town to Goldbloom's and get the buyers together to bid on them. In that way you will make 30 Per Cent MORE for Yourself

Goldbloom
The Old Reliable

Bridge Party For Spanish Children

Successful Affair in Canadian Legion Results in \$19 Being Realized

A successful bridge drive was held in the Canadian Legion Hall on Monday evening, the proceeds of \$19 to go to the aid of orphaned

CLASSIFIED

FOR SALE

FOR SALE—Triumph cook stove with oil burner. Good condition. Also circulatory heater. Phone Blue 276. (15)

FOR SALE—Two houses, one lot. Reasonable for cash offer. Apply 428 8th West. Phone Green 730. (17)

GARDEN SOIL

GOOD garden soil free, take it away. McRae Bros. (17)

WANTED

LOAN of \$300—Will pay 8%, best security, for six months or 12 months. Apply Daily News. (15)

FOR RENT

CLEAN, Well - furnished modern apartments. Phone Red 444. (1)

KINGSTON Rooms, furnished or unfurnished rooms, also house-keeping. Phone 573. (15)

children in government Spain. Mrs. A. Gomez was convener of the affair.

Prize-winners were: ladies' first, Mrs. Hale; second, Mrs. McIver; third, Mrs. Norton; men's first, J. Vidovich; second, A. Anderson; third, George Howe.

An electric toaster, donated by the Northern British Columbia Power Co., was won by Mrs. Dickens with ticket No. 2.

Kincolith Sons Name Officers

KINCOLITH, Jan. 19.—Sons of Kincolith have elected officers for the year 1939 as follows:

Honorary President, Herbert Doolan sr.

Honorary Vice-President, Herbert J. Burton.

President, John Haldane.

Vice-President, Cecil J. Burton.

General Managers—Percy F. Burton and Bert Barton.

Secretary, Herbert Doolan jr.

Chief of Committee, Sam Lincoln.

Kincolith Ladies Of Royal Purple Officers Named

KINCOLITH, Jan. 19.—The Ladies of the Royal Purple here have elected officers for the year as follows:

President, Mrs. Fredilia Gurney.

Vice-President, Mrs. Christine Stewart.

Secretary, Mrs. Evelyn Nelson.

Assistant Secretary, Mrs. Adella Grace Nelson.

Treasurer, Mrs. Bertha Haines.

TODAY'S WEATHER

Prince Rupert—Overcast, calm barometer, 29.58 (falling); temperature, 42; sea smooth.

Triple Island—Raining, north-west wind, eight miles per hour; light chop.

Langara Island—Overcast, north-west wind, 26 miles per hour; barometer, 29.78; temperature, 40; sea moderately rough.

Dead Tree Point—Fair, calm barometer, 29.86; temperature, 36; light swell.

Bull Harbor—Showery, southwest wind, 12 miles per hour; barometer, 29.80; temperature, 42; sea rough.

Port Bay—Scattered clouds southeast wind, five miles per hour; barometer, 29.98; temperature, 40; sea smooth.

Estevan—Cloudy, southerly wind 14 miles per hour; barometer, 29.92.

Victoria—Raining, westerly wind 30 miles per hour; barometer 30.04.

Vancouver—Fair, westerly wind four miles per hour; barometer 30.02.

Prince George—Fair, southeast wind, 12 miles per hour; barometer, 29.58.

Terrace—Foggy calm, temperature, 30.

Smithers—Part cloudy, calm, 27.

W. W. Trotter, after spending a week in the city, left on last evening's train for Terrace. Mrs. Trotter will leave for the interior tomorrow evening and they will spend the week-end at Smithers, proceeding next week to their home at Prince George.

HOCKEY SCORES

Pacific Coast League
Vancouver, 4; Seattle, 9.

BETA WINS TWO GAMES

Gamma Goes Down in Both High School Basketball Fixtures

In the High School basketball games on Wednesday Beta won both senior and junior games from Gamma, the senior game by a score of 23 to 22 and the junior 21 to 12.

The senior game was exceptionally fast with both teams working well. In the first half Gamma was better in shooting, outscoring Beta 10-3. In the second half play was more even with Beta getting most of the points. Best for Gamma were Knutson and Macdonald and for Beta Holkestad and Kihara.

Individual scoring:
Beta—Holkestad 17, Kihara 2, Hopkins 2, Macover, Bussey 2.
Gamma—Barber (manager) Knutson 14, Macdonald, Brown, Morin 6, Christian 2.

Junior Game
The junior game was played well Beta being victorious with a score of 21 to Gamma's 12. For Beta O'Neill and Simundson worked well. Score at the end of the first half was 6 to 7 in Beta's favor. There were numerous penalties throughout the game. Best for Gamma were Cameron and Hirano.

Individual scoring was:
Beta—O'Neill 12, Simundson 7, Selvig 2, Holkestad, Pierce, Bird, Perkins.

Gamma—Cameron 6, Davis 2, Astori 2, Hirano 2, Gomez, Robertson.

Referee was J. G. McKinley and scorekeeper C. H. Leighs.

Kincolith Village Council Is Here

Visiting Party on Business in Connection With Reconstruction of Sawmill Plant

On business in connection with the construction of the old sawmill plant at their village, members of the native council of the Naas River village of Kincolith arrived in the city yesterday afternoon and are leaving this afternoon on their return home. The party consists

of Herbert Doolan, chief councillor, J. Stewart, secretary, and M. J. Stewart, Eddie Haines and Simon McKay, councillors.

A Hot Time

Is What You Want This Winter

You can get it by using our famous Edson, Bulkley Valley or Nanaimo-Wellington coal.

PRINCE RUPERT FEED CO.
Phones 58 or 558

Smoked "Rupert Brand" Mild Cured Salmon 15c pkg.

For Lunch on Toasted Sandwiches or Hors d'oeuvre

One Package Serves Four People Keeps for Weeks in Refrigerator

Canadian Fish & Cold Storage Co. Ltd.

Prince Rupert

British Columbia