
NOTICE TO ADVERTISERS

In order to ensure changes,
copy must reach this office
not later than 9 a. m. on the
day of publication.

The Daily Mail

THE WEATHER

Moderate southerly winds most-
ly cloudy today and on Satur-
day; probably scattered show-
ers.

VOL. XXXVII., NO. 158 FREDERICTON, N. B. FRIDAY, JULY 10, 1931. TWO CENTS PER COPY

Reichbank Head Seeks Heavy Loan To Boost Germany

Dr. Hans Luther Anxious To Protect German Capital—In Paris After \$400,000,000—Inter-views French Financiers—Cabinet Discusses Loan.

PARIS, July 10—Dr. Hans Luther, head of the Reichsbank, anxious to curb the drain on German capital and negotiate a new German loan, started his conversations early today with French officials.

The British United Press understood that Dr. Luther is seeking French participation in a long term loan of possibly at least a year, of \$400,000,000.

He met with Clement Moret, governor of the Bank of France, and P. E. Flandin, Minister of Finance, at the Finance Ministry.

The cabinet meanwhile discussed the broad subject of giving aid to Germany and decided that before France could act, political guarantees on such subjects as the Austro-German customs union (which France opposes) were vital.

FISHING ON THE RESTIGOUCHE IS GOOD THIS YEAR

Anglers Have Sent Many Boxes of the Greatest Food and Game Fish to Friends at Home.

Anglers on the Restigouche and tributary waters had a most successful catch during the month of June, according to figures which are made available today. The reports indicate that this season on the Restigouche and adjacent waters has been more profitable to the sportsmen than last year, that the run of salmon is greater and more fish are being taken by the anglers.

Last month there was shipped from the three stations of Matapedia, Upsalquitch and Kedgwick, 1851 individual boxes of salmon, while in the corresponding month of 1930 the total shipments of individual salmon boxes was 1678. These boxes are specially constructed for the shipment of salmon caught in that section of New Brunswick, and are about forty inches long and ten inches square. The salmon are packed in ice and other packing material and the average weight of the individual boxes is around 75 pounds. The transporting of these boxes, together with the express charges, material for lumber etc., results in the circulation of a fairly considerable sum of money during the season.

Reports from the Restigouche within the last day or two are to the effect that the heavy rain has been a great boon to the fishing in that part of the Province and the run of fish is again unusually heavy.

WORLD RECORD IS ECLIPSED BY KAYE DON

Gardone, Riviera Italy, July 9—Kaye Don, British sportsman, broke his own world's speedboat record today by piloting the Miss England II over a measured course at a rate of 110.233 miles an hour. Don set the previous record of 103.45 miles an hour in Argentina earlier this year.

SINKING OF RUM RUNNER UPHELD BY THE U. S.

Washington, D. C. July 9—The United States today defended the sinking of the rum-runner I'm Alone, subject of protracted arbitration proceedings with Canada, by an assertion that the vessel was United States-owned.

A formal note was submitted to the Ottawa government contending, in addition, the bombardment of the craft by the Coast Guard was justified since its master refused to stop after repeated signals.

The communication set forth the view that the theory of "hot pursuit" covered the fact that the vessel was scores of miles off shore when sunk. The Coast Guard said the vessel was sighted near land and only overtaken after an extended chase.

Josephine K. Case
Meanwhile, word came from the State Department that another note to the Canadian Government, dealing with a second rum incident, was nearing completion. It concerns the more recent seizure of the Canadian vessel Josephine K.

The Josephine K. was captured off the New York coast last January and its captain, William P. Cluett, killed by Coast Guard gunfire.

The I'm Alone sinking occurred 200 miles off the Louisiana coast in March, 1929, while it was moving at full speed toward Mexico. A French sailor lost his life during the action.

Last March Canada protested the seizure of the Josephine K., claiming it was more than an hour's sailing distance off shore.

In the same month that Government submitted a summary of its contentions in the I'm Alone case, questioning, among other things, the application of "hot pursuit," since the rum runner was sunk by a vessel other than that which sighted it near the coast.

SPANISH RULERS LIMIT SPEECHES

Madrid, July 10—Long-winded spellbinders will have no place in the new Spanish Parliament. The cabinet is contemplating a rule to limit speeches to 30 minutes.

DIES WHILE EXPERIMENTING DIVING GEAR

Toulon, France, July 9—Lt. Paul Jehenne, son of Admiral Jehenne, who commanded the French marines at Dixmude was suffocated today while experimenting with a new diving apparatus from the French submarine Calypso. As first officer of the vessel, he went down to the bottom of the bay wearing the apparatus, fainted there and died shortly after he had been hauled to the surface.

MUNICIPAL COUNCILLORS POSTPONE HOSPITAL MATTER UNTIL THE JANUARY MEETING

Councillor Hinchey of Stanley the Only Member Who Favored Immediate Action—Delegates Named to the Convention of the Union of Municipalities.

The York County Council this morning after some discussion by almost an unanimous vote, decided to lay on the table until the January meeting. The application of the Victoria Public Hospital Trustees for a grant of \$10,000 payable in twenty five annual instalments toward the cost of the proposed nurses' home. Coun. Hinchey of Stanley, who yesterday led the opposition to the proposal, was today the only member of the council to vote in its favor.

Delegates to the convention of the New Brunswick Union of Municipalities were named this morning and the council went on record as favoring an increase in the annual membership fee from \$10 to \$15. The delegates at last year's convention submitted verbal reports.

This afternoon members of the council on the invitation of the contractors visited the new Normal School building.

The minutes of the last meeting were read and approved.

Coun. Pugh moved that the report of the committee on the Secretary-Treasurer's accounts be adopted.

Coun. Hinchey wanted to know if the Sheriff's bill was included. He was not prepared to vote for the payment of that.

Coun. Pugh said that the sheriff had made a satisfactory explanation.

The Sheriff's Bill

Coun. McMullin said that the sheriff had charged only seven cents a mile, whereas the law allowed him ten cents. He had taken two prisoners to Dorchester at once, but should have taken one at a time. The bill had been approved by the County Court Judge and the Secretary-Treasurer.

After some further discussion the Coun. Pugh's motion was adopted.

Coun. Christie said that when patients from any parish were admitted to the hospital, he thought the councillors of the parish should be notified, so that they in turn could notify the Secretary-Treasurer. If there was any protest it should be made by the Secretary-Treasurer, who would get his information from the councillors. He made a motion to that effect.

Hon. Mr. Richards said that that was what the law intended should be done. Of course he had reference to

FEDERAL BOARD REFUSES OFFER OF RUSSIAN CO.

Amtorg Trading Co. Sought to Buy on Credit

APPLIED TO WASHINGTON

Soviet Government Is Not Recognized in the United States

(Special to THE DAILY MAIL by the British United Press.)
Washington, D. C. July 10—Offers of the Amtorg Trading Company to buy cotton on credit have been turned down by the Federal Farm board. Amtorg, trading agents in this country for Soviet Russia, proposed to buy from 25,000 to 250,000 bales, according to Carl J. Williams, member of the board. He said the board could not extend credit to Russia "for obvious reasons because the United States does not recognize the Soviet government."

Wealthy Prisoners Getting Transfers To Escape Heat

Cells Too Stuffy, So Buy Transfers To Army Detention Camps—Charge of Bribery Being Investigated—Been Suspected For Several Weeks.

NEW YORK, N. Y., July 10—Wealthy federal prisoners to whom cells in Atlanta or Leavenworth were hotter and stuffier in summer months than desired, have bought "summer vacation transfers" to army detention camps for from \$500 to \$1,000 each, according to reports under investigation by the Department of Justice.

The alleged system of bribery has been under investigation for several weeks, it was disclosed here when it was learned that a prisoner supposedly in Atlanta and wanted for further questioning here, was not in Atlanta but was at Fort Wadsworth.

PACT BROKEN IS ALLEGED BY GHANDI

Bombay, India, July 9—Mahatma Gandhi, in an editorial headed "Is It rumbling?" accused the British Government in Young India today of failure to observe the Delhi truce.

"Complaints are pouring in from many parts that local officials are breaking the Delhi pact to pieces," he wrote. "And it almost looks as if the Government was at war with the Congress and that every Congress-man almost was suspect."

"From dates I shall give of events about to be describes the reader will see that for long I have suppressed publication in hope that the cases brought to my notice were isolated instances and that the complaints would receive satisfaction on application to the respective Provincial Governments. My hope, however, has been disappointed."

He quoted communications from secretaries of the Congress from various parts of the country complaining at what they termed forcible dispersal of their meetings by Lathis even after the Delhi settlement.

"Impatient Congressmen who read this catalogue of complaints may well ask 'How long are we to wait and hear this?' he continued. "My answer is the same—you must as long as the Working Committee thinks necessary."

EARLY ENDING OF OTTAWA HOUSE NOW SUGGESTED

Ottawa, July 9—Prorogation of Parliament about the end of next week is now suggested. Liberal members in caucus yesterday expressed their willingness to wind up the business of Parliament next week and go home. Whether or not this will be possible is problematical, however.

The House of Commons, in committee of Ways and Means, is considering the tariff resolution, one of the most contentious measures to be laid before Parliament.

If any considerable debate should develop, it is difficult to see how the House can conclude next week.

Another possible bar to early prorogation lies in the deliberations of the special Committee on the Beauharnois power project.

All that can be said for a moth that goes in for fur coats at this season is he is silly.

BEAUHARNOIS POWER CLIQUE MADE \$6000,000

Ottawa, Ont., July 9—Members of the Beauharnois Power Syndicate made a cash profit of \$1,989,000 and a total profit of between \$6,000,000 and \$10,000,000 depending on the fluctuations in the market price of the shares of the Beauharnois Power Syndicate. This statement was made before the Beauharnois investigating committee today by H. B. Griffith, secretary-treasurer of the Beauharnois Power Corporation.

The Corporation, Mr. Griffith said, paid the syndicate \$3,750,000 for its assets together with 1,000,000 shares of common stock. This at one time sold as high as \$15 a share but, computed at \$10 a share, the Syndicate profit was \$11,989,000 and computed at \$5 a share, the approximate present price, the profit was \$6,989,000. These profits were made by the Syndicate on an investment of \$1,761,000.

Minutes Read

Practically the whole day was spent by the committee listening to Peter White, K. C., committee counsel, reading extracts from the minute books of the Beauharnois Power Corporation, the two syndicates which preceded it, and the Beauharnois Light, Heat and Power Company.

One of the subsidiary companies was incorporated in the State of Delaware, Mr. Griffith stated. This was the Marquette Construction Company. Asked as to the reason for this, he said it was desirable to have an American company to purchase machinery for the construction work. Some of the machinery was very expensive and when the work was finished would have to be sold. The chances of selling it in the United States were greater and, with the machinery owned in the United States, duty would not have to be paid on shipping it back.

VANDERBILT AFTER FISH

Northeast, N. Y., July 10—William K. Vanderbilt, is on a cruise around the world in his yacht to gather more specimens of marine life. The collection in his museum at Newport, Long Island, which includes a two-ton devil fish and a whale, is a regarded as one of the finest in the world.