

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
Strong winds, partly cloudy and somewhat milder, tonight and Friday with light snow or rain.

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FREDERICTON, N. B., THURSDAY, DECEMBER 17, 1931.

TWO CENTS PER COPY

Chinese Military Leaders Said to be Planning Trouble

Are Reported to be Dissatisfied With Prospects of a Military Controlled Government—Minister of Finance Still in Nanking.—Japan Off the Gold Standard.

TOKIO, Dec. 17—The Nanking correspondent of the Osaka Mainichi reported today that military leaders under General Chiang Kai-Shek were dissatisfied with the prospects of a civilian controlled government in China and were planning a coup d'etat.

The correspondent said that General Chiang and T. V. Soong, former Finance Minister of the National Government, were remaining in Nanking despite having resigned.

Gold Suspension Decreed

TOKIO, Dec. 17—Suspension of gold conversion was decreed today in an Imperial ordinance issued by Emperor Hirohito. The decree gave Imperial approval of the measure, which became effective soon after the cabinet of Premier Inukai took office.

N. Y. SENATOR EXCITED OVER WATERING PLAN

(Special to The Daily Mail by the British United Press).
Washington, D. C., Dec. 17—A plot whereby "Canada, paying nothing would gain everything" which seen today by Senator Royal C. Copeland, Democrat, New York, in the program calling for ratification of a St. Lawrence treaty during the present session. He referred to the seaway project as the "all British Canal" in predicting a bitter battle over any prospective treaty and announcing he was preparing to lean the opposition.

U.S. DEFICIT HAS PASSED THE BILLION MARK

(Special to The Daily Mail by the British United Press).
Washington, D. C., Dec. 17—The government's deficit for the fiscal year 1932 passed the billion dollar mark December 15th when it reached \$1,252,631,150, the treasury's statement today showed. On December 15th five and one half months of the fiscal year had passed.

SONS OF VETS MAY BE GIVEN PREFERENCE

Ottawa, Dec. 16—The Ottawa Citizen publishes the following today: "Amendment to the Civil Service Act to extend to the sons of ex-service men in the Great War the preference in Government appointments now enjoyed by the fathers will, it is said here, be suggested in the coming session of Parliament."

"Such a proposal found favor at the convention of the Canadian Legion. Under the present law, in all Civil Service competitions, the ex-service men has a preference. If one who was not overseas received 100 in the examination and the ex-service man just got by, with 70, the latter, under the preference, would receive the appointment. The law is not discretionary. It is mandatory."

SAYS M'KNIGHT OWES THE BANK A LARGE SUM

Boston, Dec. 16—V. Spaulding, attorney for the closed Industrial Bank and Trust Company, Boston, in the proceedings in Suffolk county against Hon. Edwin T. McKnight, president of the defunct Medford Trust Company, and a native of Havelock, N. B., charges that the indicted banker owes the Industrial Bank and Trust Company \$130,000, as well as being responsible for 100 per cent assessment on three-quarters of the capital stock of the latter institution, which the lawyer declares McKnight owns. McKnight who has been subpoenaed to testify before the Suffolk county grand jury in the Industrial Bank and Trust Company investigation, will give evidence in a few days, it is expected.

The banker, who is under \$10,000 bonds for trial in the Medford Trust Company cases with 12 other officers of that institution, says he will prove there was no wrong-doing on his part. He says he expected he would be asked to furnish higher bonds than \$10,000, and expected arrest also in the Industrial Bank and Trust Company case. There are numerous charges of banking law violations in the Medford Trust Company management.

McKnight's condition has improved slightly since his long train ride from Miami, but his health is shattered, due to diabetes and neuritis. He was met at the South Station on his arrival by his daughter, Miss Edna. Inspectors were on the train with McKnight.

INDIANS TURN TO FARMING

Madison, Wisconsin, Dec. 17—The nomadic spirit of the American Indian is fast disappearing in Wisconsin.

Today almost 1,500 redmen have turned from their bows and arrows to the more prosaic task of farming. J. F. Wojta, State county agent, said that one-half of the State's Indian population is engaged in some form of farm involving the cultivation of 14,000 acres of land.

ANOTHER BOSTON BANK CLOSES ITS DOORS

(Special to The Daily Mail by the British United Press).
Boston, Mass., Dec. 17—The Boston Continental National Bank with deposits approximating \$7,000,000 failed to open for business today. It was the second National Bank to close in Boston this week, the much larger Federal National Bank having closed Tuesday.

According to president T. M. Ragan, the Continental National, with two in town and two suburban branches was closed to protect the depositors in the face of unusually heavy withdrawals.

HOLIDAY RUSH OF STUDENTS HAS BEGUN

Moncton, N. B., Dec. 17—The holiday rush of students from Universities and colleges in the Maritime Provinces returning home for the Xmas holidays has commenced, according to R. P. J. Sweatherton, General freight and Passenger Agent, Canadian National Railways here. C. N. trains today have been heavily laden with some going students and the platforms in college towns present scenes of animation as the students gather to board the trains for their respective destinations. Seasonal greetings are exchanged with those who remain behind and who come to the station to bid the holiday journeyers bon voyage, the universities and colleges in the Maritimes have generally reported exceptional entry list this year, at one ladies' college in New Brunswick. There are students all the way from Pennsylvania, in the United States, to Ottawa, Montreal and Quebec City, which would indicate the wide districts from which the colleges draw their students.

THE BANK OF MONTREAL ISSUES NEW NOTES

A new issue of Bank of Montreal notes in denominations of \$5, \$10, \$50 and \$100 is now being placed in circulation. The issue is the first since Sir Charles Gordon G. B. E., became President and therefore the first upon which his portrait and signature appear. In addition to the President's portrait, the notes carry the portraits of the General Managers, the \$5 and \$100 denominations having the portrait of W. A. Bog and the \$10, \$20, and \$50 denominations that of Jackson Dods. Except a regards the portraits there is little departure from the familiar design of the notes already in circulation.

MR. CHURCHILL IS IMPROVING

(Special to The Daily Mail).
New York, N. Y., Dec. 17—Right Hon. Winston Churchill, British statesman, was permitted to sit up in bed and smoke a cigar today. Physicians said he was recovering rapidly from the pleurisy which developed, following his injury in an automobile accident on Sunday.

POLA NEGRI, PICTURE STAR, ON SICK LIST

She Underwent An Operation at Santa Monica, Calif.

RUPTURED BLOOD VESSEL
She Was Under An Anaesthetic for Two Two Hours

(Special to The Daily Mail by the British United Press).
Santa Monica, Calif., Dec. 17—Pola Negri, exotic Polish motion picture star was critically ill today after an operation for removal of an intestinal obstruction.

A ruptured blood vessel necessitated the operation yesterday according to Dr. Leo J. Madsen, her personal physician. A stomach condition, aggravated by a recent case of ptomaine poisoning and recurrence of an appendix disturbance was believed responsible.

Miss Negri remained under the anaesthetic for two hours.

SOME WISE SAYINGS HEARD ON THE AIR

"When liberty dies, history will be forgotten."—Dean Inge, speaking from London.

"This debate by young men three thousand miles apart, shows how science has narrowed what was once the wide, wide world."—Hon. James W. Gerard, chairman Oxford-Harvard trans-Atlantic debate.

"Nothing has ever possessed a stronger hold over me or given me deeper satisfaction than reading."—Grand Duchess Marie, author, "Education of a Princess."

"The thirteen million people of the Philippine Islands bid you good morning. Beyond the green fields and through the fronds of the distant palms, we can see the flaming tropical sun just above the horizon. It is Sunday morning. My radio audience in Europe and the Americas is hearing my voice yesterday."—G. C. Butte, Vice-Governor of the Philippines speaking from Manila in world-wide radio roll call.

"If at the age of fifty you are looking really girlish, the chances are you are looking all wrong."—Emily Post.

"The Japanese have simply gone mad about baseball. Groups may be found playing in the parks at daylight."—James P. Howe, chief Associated Press Correspondent for Japan, speaking from Tokyo.

"It is possible that noise abatement is the only thing necessary to put America on a musical par with other nations more famous for their composers and artists."—Alma Gluck.

A Financial Problem

Possible methods of providing for payment of a 10-year \$1,890,000 Province of New Brunswick loan, payable in New York and maturing on January 15, 1932, were considered, Hon. C. D. Richards, Premier and Attorney General, announced at the conclusion last night of a special meeting of the Provincial Government.

"The importance of giving the matter consideration is obvious when thought is given to the existing exchange rates between Canada and the United States," Premier Richards remarked. The Premier will likely visit Ottawa soon in connection with the matter.

The Columbus, Ohio, theatergoer who has opened suit for damages suffered when she was crooned at, is alleging humiliation, not breach of promise.

To Help Salvage Wreck of Cunard Line r Lusitania

The Kinsale Harbor Board Will Assist the Lake-Railey Expedition—Mammoth Cunarder Was Sunk by a German Submarine During the World War.

KINSALE, Ireland, Dec. 17—The Kinsale Harbor Board voted today to offer every facility, including ample tug service to Lake-Railey expedition, which will attempt to salvage the wreck of the Cunarder Lusitania off the Irish coast.

It was understood that work would begin early in the New Year. The scene of the wreck is about ten miles from Kinsale.

The Lusitania was sunk by a German submarine on May 7, 1915, with a loss of 1,198 lives. The salvage expedition headed by Simon Lake, inventor of the submarine, and Capt. H. H. Railey obtained permission from the British Board of Trade to undertake the work.

MONCTON MAN NAMED TO THE C.N.R. BOARD

Ottawa, Dec. 16—Two appointments, filling the vacancies of the Board of Railway Commissioners, were announced today by Hon. R. J. Manion, Minister of Railways and Canals. F. Albert LaBelle, notary, of Hull, Quebec, has been appointed to the vacancy caused by the resignation of Thomas Vien, who was Deputy Chief Commissioner. The vacancy existing because of the death of Calvin Lawrence, has been filled by the appointment of George A. Stone, of Moncton, N. B.

Mr. LaBelle is a well known notary of the city of Hull and has been for many years prominent in public affairs. For some time Mr. Stone has been general chairman of the Brotherhood of Locomotive Engineers at Moncton.

Mr. Vien was appointed to the Railway Commission on Sept. 5, 1925, and resigned to enter private law practice last February. Mr. Lawrence was appointed in November, 1921, and died on May 4 last.

GOVERNMENT OF GERMANY WINS VICTORY

Berlin, Dec. 16—Chancellor Heinrich Brüning's Government weathered another storm today when the Council of Elders refused to convene the Reichstag.

The Council turned down by a vote of 321 to 256 a joint motion calling for convocation which was submitted by the National Socialist, National, Communist and People's Parties. This action meant that Dr. Brüning will continue unhampered in his virtually dictatorial rule.

Another storm which had been gathering for some time burst today, but did not cause as much excitement as had been expected. Adolf Hitler's 40-page reply to the Chancellor's recent attack on Naziism appeared in the form of an open letter in which the Fascist leader accused the Government of pursuing a policy of illusion.

Bayard, Nebraska, Dec. 17—To commemorate the route taken by pony express riders in the early days, a nine-foot granite marker has been set near here. The stone is on the route once followed from Julesburg, Col., to Mud Springs.

LLOYD GEORGE RETURN TO ENGLAND

(Special to The Daily Mail by the British United Press).
Colombo, Ceylon, Dec. 17—David Lloyd George, British statesman and leader of the Liberal party, sailed for England today aboard the steamer Rajputana. He said he was very much improved in health. He was ordered to take a sea voyage after an illness and operation.

CHARGED WITH CAUSING DEATH FIRE RANGER

Halifax N. S., Dec. 16—Preliminary hearing of murder charges against Frank and Gordon Carnell and Leonard Tremaine in connection with the death of Fire Ranger A. E. Eisenhaure were carried over until Friday after today's session.

Eisenhaure died Saturday of septic poisoning after being beaten near Kearney Lake on November 29, when he and Game Warden T. L. Fenety attempted to arrest four men for carrying weapons illegally.

A. W. Jones, K. C., for the defence today objected to the evidence of Dr. F. W. Woodbury, medical examiner, as to the cause of death and protested the calling of one of the accused as a witness against the other.

CRUSADERS ON A VISIT TO HAVANA

Havana, Cuba, Dec. 17—The Casino last night played host to many Canadian guests who arrived yesterday morning on the Canadian Pacific liner "Empress of Australia" first of seven Canadian cruises from New York to call here during the winter season. Some four hundred passengers who left the American metropolis on a West Indies cruise two weeks ago today opened the cruising season. Yesterday the visitors explored the city by motor and divided themselves after dinner into parties attending the jai-lai games and the attractions of roulette and other features of the Casino.

The "Empress of Australia" sails at 6 a.m. tomorrow for Nassau, Bahamas.