

TO THE LADIES
Send in Your Cooking Exhibits
on Wednesday afternoon, not
later than five o'clock. It costs
nothing to try for a prize.

The Daily Mail

THE WEATHER
Northerly winds, fair and
cool; Saturday, moderate winds
fair and milder.

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FREDERICTON, N. B., FRIDAY, OCTOBER 25, 1935

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Liberal Cabinet Is Now In Office At The Capital

Michaud Represents N. B. and Other Changes as Forecasted in Wednesday's Daily Mail — Old Government is Out.

(Special to The Daily Mail)
OTTAWA, Ont., Oct. 25—A Liberal Government is again reigning at Ottawa. On Wednesday night the following were sworn in cabinet ministers.

Prime Minister, President of the Privy Council and Secretary of State for External Affairs, Rt. Hon. W. L. Mackenzie King, Ottawa.

Minister of Mines, Immigration and Colonization, Interior and Indian Affairs, Hon. T. A. Crerar, Winnipeg.

Minister of Justice, Hon. Ernest Lapointe, Quebec.

Minister of Public Works, Hon. P. J. A. Cardin, Sorel, Quebec.

Minister of Finance, Hon. C. A. Dunning, Montreal.

Postmaster-General, Hon. J. C. El-Hott, London, Ont.

Minister of Trade and Commerce, Hon. W. D. Euler, Kitchener, Ont.

Secretary of State, Hon. Fernand Rinfret, Montreal.

Minister of National Defence, Hon. Ian Mackenzie, Vancouver.

Minister of Pensions and National Health, Major the Hon. C. G. Power, Quebec.

Minister of National Revenue, J. L. Halsey, Kentville, N. S.

Minister of Fisheries, Hon. J. E. Michaud, Edmundston, N. B.

Minister of Labor, Hon. Norman McE. Rogers, Kingston, Ont.

Minister of Railways and Canals and Minister of Marine, Hon. Clarence D. Howe, Fort Arthur, Ont.

Minister of Agriculture (vacant).

Minister without Portfolio, Hon. Raoul Dandurand, Montreal, Liberal leader in the Senate.

As was exclusively stated in the Daily Mail on Wednesday afternoon, Hon. J. E. Michaud of Restigouche, Madawaska will represent New Brunswick in the Cabinet. He is Minister of Fisheries.

As forecasted by The Daily Mail's correspondent there is a cut in the cabinet membership from twenty-one seats held by the Bennett cabinet to sixteen seats in the new government. This is an economy measure. Several departments are merged and as forecasted in Wednesday's Daily Mail, several under-secretaries are to be selected as is the British practice.

Assembling of a Dominion-provincial conference at an early date, reduction in the size of the Dominion cabinet by merger of departments and adoption of the British system of appointing parliamentary under-secretaries to assist cabinet ministers were three announcements made last night by Prime Minister Mackenzie King. (Continued on Page Four)

Will Discuss Maritime Freight Rates at Moncton

A hearing of all potato shippers and shippers of other Maritime products will be held in Moncton on November 14. At the hearing, which is sponsored by the Maritime Transportation Board, arguments will be presented to prove that the freight rate on potatoes to central Canada is a burden to Maritime growers, and that, while under the Maritime Freight Rates Act of 1927, whereby a reduction of 20 per cent was granted to shippers to enable them to compete with Ontario and Quebec producers, shortly after this reduction was made the railways reduced rates on similar products in Ontario and Quebec, thereby annulling the concession granted.

The board will present their arguments to the Board of Railway Commissioners following the hearing.

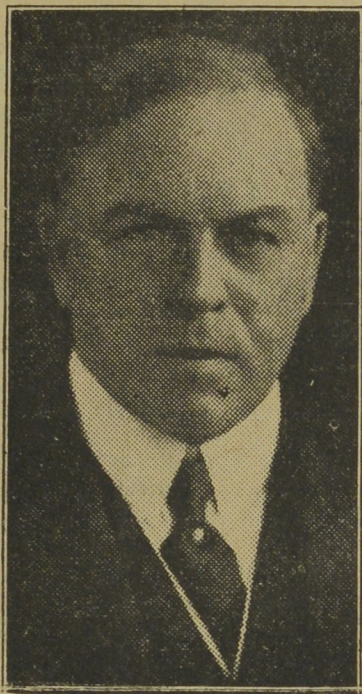
UNIDENTIFIED SHIP FOUNDERED OFF NEWFOUNDLAND

ST. JOHN'S, Nfld., Oct. 25—Wreckage picked up at two points on the Newfoundland coast yesterday indicated an unidentified steamship had sunk, perhaps with all hands.

Off Point May, on the south coast of the island, fishermen picked up a chair from a ship's saloon that had drifted ashore.

And off Twillingate three steamer

PREMIER



RT. HON. MACKENZIE KING
Who Takes Office As Premier of Canada.

FIRE AND EARTHQUAKE IN CALIFORNIA

Forestry Dept. Takes Steps to Avoid Disaster

The last of four dangerous fires—that near the movie colony's Malibu beach playground—was stopped today by a change in wind, but only after it had caused considerable destruction.

While the countryside still was smoldering a large adjacent area was jolted this morning by an earthquake. The tremors came at 6:50 a.m. P.S.T. and extended from Pasadena as far north as San Diego but apparently did no damage.

A re-seeding of the burned areas and construction of more debris basins to ward against possible repetition of the disastrous 1934 New Year's Day flood will be the principal features of a protective program, Spence Turner, Los Angeles county forester, announced.

How Divided

Roughly divided, the loss was estimated at \$3,500,000 in Los Angeles, Orange, Riverside and San Bernardino counties; \$3,000,000 to forest acreage; \$1,000,000 to residences and mountain cabins destroyed in the path of the flames, and at least \$50,000 incidental damage to oil wells, shipping and private boats, automobiles, signboards, windows and awnings, street trees, automobiles and highways.

Although 400 fire fighters were treated at emergency stations for minor burns and scores were overcome by heat and smoke, no loss of life was reported.

Southern California counted its two-day fire and gale loss at \$8,000,000 tonight and moved quickly to prevent possible winter floods in a 9,000-acre area denuded of plant life by the mad sweep of flame.

Wait for the musical event of the season, Nov. 5. Seventy musicians in massed band, Saint John Fusiliers and Fredericton K. P.'s bands, beans, pumpkin pies, etc.

The New Government

The new Liberal Government led by Rt. Hon. Mackenzie King took office last night nine days after the Bennett Government was defeated at the polls by the electors of Canada. Rt. Hon. Mt. King returns to power as premier for the third time and with the largest number of supporters at his back of any party since Confederation.

On the ground of economy several departments will be merged so that sixteen cabinet ministers will administer the affairs of the country, compared with twenty-one in the Bennett Cabinet at the time of dissolution. There will be several parliamentary Under-Secretaries appointed, introducing the English scheme. These changes, as well as the announcement that Hon. J. E. Michaud would represent New Brunswick in the Cabinet and Mr. Halsey would represent Nova Scotia, were exclusively announced in The Daily Mail on Wednesday. The Daily Mail was the first paper in New Brunswick to give out this news, six hours before the announcement was made at Ottawa. We congratulate our special correspondent at Ottawa in making a good "scoop."

While the responsibility for the new government rests with Mr. King and everyone will commend his cutting down the number of Cabinet ministers on the ground of economy, there will probably be criticism at nine of the sixteen cabinet seats going to Central Canada—Ontario and Quebec—and only two seats going to the Maritimes. It must be remembered, however, that we in the Maritimes have only a population of around a million souls all told, which is our hard luck.

Hon. Mr. Michaud, who has been selected as the Cabinet Minister from New Brunswick, is a gentleman with previous Cabinet experience in the provincial arena, having been a member of the Liberal administration led by Hon. P. J. Venoit. His selection as Minister of Fisheries is an appropriate one as fishing is one of the resources of New Brunswick and of the Maritime Provinces. Shortly after Confederation Hon. Peter Mitchell of Northumberland County was Minister of Marine and Fisheries and since that time the portfolio has not come to New Brunswick. Mr. Michaud, who has demonstrated that he is very popular in Madawaska, Restigouche County, has also a large number of friends in this city who will congratulate him on his being taken into the Cabinet.

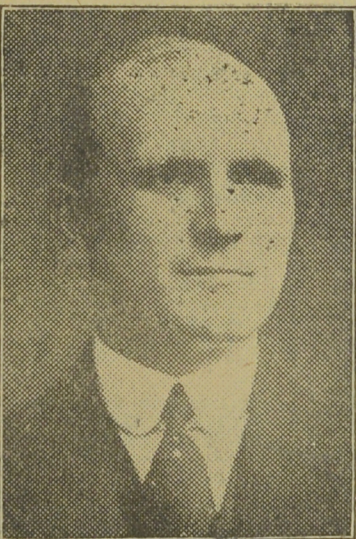
The consolidation of some departments will reduce the cost of government considerably. The departments of railways and canals and that of marine will be changed to the department of transport. The departments of mines, immigration, colonization, interior and Indian affairs will be combined under one minister. When the organization of these departments under one head is completed, the combined departments will be given a name. The office of Solicitor General is abolished and the duties will be handled by the Minister of Justice. This will be another economy. Another department will consolidate pensions, health, labor, old age pensions, unemployment insurance, and other social legislation.

Prince Edward Island's interests in the cabinet will be provided for by one of the Under Secretaries to be appointed. This cabinet should be particularly strong. Eight of the thirteen ministers in the new cabinet administered portfolios in previous Liberal governments at Ottawa, while Mr. Michaud, as has been stated, is a former provincial cabinet minister in New Brunswick.

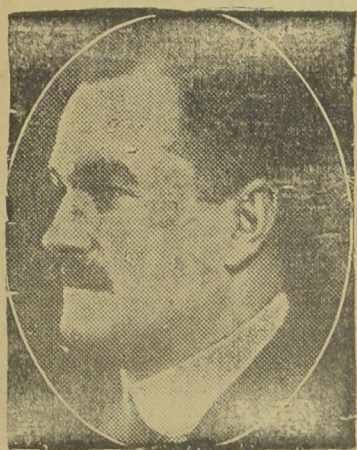
Everyone, irrespective of politics, should be glad to see the new Prime Minister, Mr. King, make a success of the big job which he has undertaken. The people have expressed confidence in him to a degree never before shown since Confederation. He will have 170 supporters at his back in the new House. Canada has reached a point where it needs the best that any government can give her. It is now up to Premier King.

Rt. Hon. Mr. Bennett in retiring from the head of affairs will take with him the best personal wishes of the fair-minded citizens of Canada, including his political opponents who could not see eye to eye with him as to how the country should be governed. Everyone will wish the former premier a speedy recovery to the best of health. He has worked hard and we believe he did what he honestly thought was for the best interests of Canada, even though the majority of people believed that he was mistaken in his ideas of what was best under the circumstances.

To our former Cabinet Minister, Hon. R. B. Hanson, the same thing applies. Mr. Hanson gave York County good service during fifteen years. Some of them very bad years. He was up against a hard proposition but he had spunk enough to stay with it and fight it out when many of his colleagues had deserted the sinking ship. Mr. Hanson has many warm friends in this city and county who will wish him every measure of happiness. It was impossible for many of those who admire Mr. Hanson to follow his party and its principles. In this country, however, every person should be big enough when they differ in matters political, as well as in other matters, to give the other fellow the credit of trying to do his best when he really is trying honestly to do so. The Daily Mail fought hard for the Liberal party in the recent election because we honestly believed it was in the best interests of the country that there should be a change of government. We believe that the majority of those whom we opposed acted also for what they considered the best.



HON. W. D. EULER
Minister of Trade and Commerce

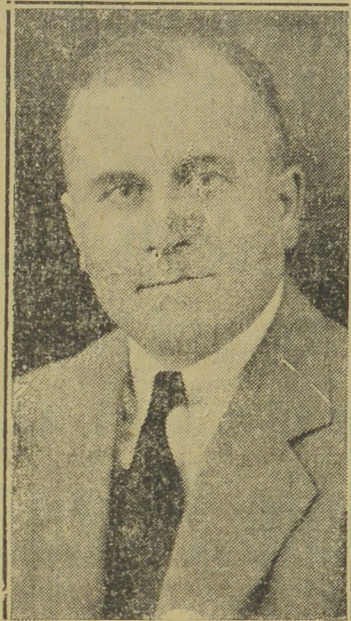


HON. C. A. DUNNING
Minister of Finance

Ladies, don't cook tomorrow, buy your Sunday food at Governor Carleton food sale at Fred Barnes' dry goods store, York Street.

Italy Recalls Troops From Libya, Peace Gesture

FOR N. B.



HON. J. E. MICHAUD, K.C., M.P.
Minister of Fisheries and Minister for New Brunswick.

MORE WITNESSES ARE HEARD AT CAMPBELLTON

Payroll Padding Investigation Continues to Divulge Irregularities

CAMPBELLTON, Oct. 25—Witnesses for the investigation into alleged payroll padding in Restigouche county continued to take the stand here yesterday before Commissioner P. J. Hughes, K.C., of Fredericton. Benoit Michaud of Campbellton, acted as counsel for the Department of Public Works.

On Three Payrolls

Edgar Ouellet, called before the noon adjournment, testified regarding road and bridge work. During the first half of June, he said, he worked in a gravel pit and received orders covering his time. During the same period, his name appeared on a payroll as having worked five or six days at another place, and on June 4 his name appeared on three different payrolls.

Edward Parent and Frank Robichaud gave evidence of working on the Ouellet bridge in Ouellet Settlement. As far as they could remember they worked three days and received orders for this. These were cashed at George St. Onge's store in Campbellton. They never saw the checks, which appear to have amounted to \$9 and \$7 respectively, they said.

Celestin Bouchard, down on the same payroll for \$10, said he never worked on the Ouellet bridge. He received a check for that amount.

Foreman Testifies

Mathias Ouellet, foreman on the Ouellet and Savoie bridges, was the final witness called at today's session. He said construction on these two structures was going on at the same time. Agreeing with previous witnesses, he said that only five or six men were working on the Savoie bridge and that the work had not lasted more than three days. The payroll for this bridge showed that thirteen people were on the payroll and the work lasted from eight to ten days.

Heavy Fighting Halted by Downpour of Rain— Plans for Peace in Rome and Geneva.

ROME, Oct. 25—A new peace proposal for settling the Italo-Ethiopian quarrel, which would give Ethiopia an outlet to the sea by making Assab, Eritrea, a free port, was understood in informed quarters to have been prepared by Premier Mussolini.

These quarters said the plan provided:

1. All Ethiopia to be submitted to international control in one form or another, according to the territories involved.

2. League of Nations control of Ethiopia proper, (the ancient Abyssinia, including Addis Ababa).

3. Control by Italy of the provinces in which she is given rights by the treaties of 1906 and 1926.

4. Respect of British rights in the Lake Tana region.

5. Tigre Province (now partly occupied by the Italian army) to become Italian territory.

6. All Ethiopia to be disarmed.

7. Assab, in Eritrea, to become Ethiopia's outlet to the sea.

Italy has ordered the withdrawal of one division of soldiers from Libya as a gesture of goodwill towards Britain. A spokesman said: "Our action has been taken on our own initiative."

In London it was learned from official sources that the British naval concentration in the Mediterranean would remain. Previously it was reported the Libyan move would be in exchange for withdrawal of some British warships from the Mediterranean.

Settlement of the Ethiopian campaign would be difficult as long as the League of Nations sanctions are in effect, said an Italian spokesman.

In well-informed quarters in Rome it was said there is a three-point program on the political front, part of which has been executed. Italy, it was said, wants:

1. To eliminate sanctions.

2. To legalize Italian possession of part of Ethiopia.

3. To revamp the League of Nations and re-establish good relations for future use.

Sudden Rains Halt Fighting

ADDIS ABABA, Oct. 25—A sudden and unseasonable downpour of rain has turned the arid wastes of Ogaden Province into a steaming swamp and has temporarily checked heavy fighting in the Webbe Shibelli Valley, reports received here said.

May Poison Wells

Ethiopians are determined to hold Gorrabel, but if forced to relinquish it they will poison all water holes in the area it was stated here. The troops in the southeast are understood to have entrenched themselves along a 100-mile front northwest of Salafon.

Reports from the Tigre front, to the north, said Ras Seyoum had adopted the strategy of erecting dummy tents at night to lead Italian bombing plane astray in their search for the Ethiopian commander's main encampment.

High schools in this capital were the scene of recruiting activities today. Boys from 14 to 16 years of age were enlisted in the army.

CONDITION MUCH BETTER

The condition of Mr. Justice O. S. Crocket of the Supreme Court of Canada, was reported to be much improved today. Mr. Justice Crocket suffered an ill spell while conducting court in Ottawa several days ago. Reports of his condition were exaggerated at first. While it will be necessary for the Fredericton judge to rest for a few days he is likely to return to the bench within two weeks.

WRECKED AIRPLANE FOUND IN NEW BRUNSWICK FOREST

EDMUNDSTON, N.B., Oct. 24—The wreckage of an old plane, believed to be that of the French flying aces, Capt. Charles Nungesser and Francis Coli, who disappeared while attempting to fly the Atlantic in 1927, has been found in the northern New Brunswick woods, it was reported here last night.

Two French-Canadian trappers, who came upon the smashed machine near

the Restigouche River about 80 miles east of Edmundston, reported the discovery.

Two Royal Canadian Mounted Police officers left last night with the two trappers to investigate.

Moss Grows on Wings

The trappers said moss is growing on the broken wings of the wrecked (Continued on Page Four)