

## NATIONAL FINANCIAL COUNCIL SUGGESTED

### Minister of Finance Prov. Treasurers to Be on The Council

**Governor of Bank of  
Canada Will Be Advis-  
or—Loan Council in  
Each Province.**

(Special to The Daily Mail)  
OTTAWA, Jan. 14—A national fi-  
nance council, composed of the Min-  
ister of finance and the provincial  
treasurers, with the governor of the  
Bank of Canada as adviser will be  
set up as an outcome of the Dominion  
Provincial conference which conclud-  
ed today.

In addition a Loan Council will be  
set up for each province so desiring  
such council to include the federal  
minister of finance, the provincial  
treasurer with the Bank governor as  
adviser.

To enable the Dominion to more  
competently assist the provinces in  
their financing amendments to the  
British North America Act will be ob-  
tained. To secure the government for  
advances made to the provinces the  
latter will pledge as collateral the  
subsidies at present paid by the  
Dominion to the provinces.

The Dominion is prepared to as-  
sist the provinces in their refunding  
by extending federal guarantees, but  
in such case the province concerned  
must accept the principle of the Loan  
Council which would pass on all  
future borrowings.

These provisions are designed to  
assist these provinces whose finances  
are in a serious predicament. For the  
provinces who are in good financial  
shape such as Ontario, they may take  
advantage of the lower refunding  
rates possible with a Dominion gov-  
ernment guarantee by coming within  
the Loan Council scheme.

In such case their future maturities  
would be refunded at lower interest  
rates by the fact that the Dominion  
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### LIEUT. GOVERNOR MAY BE PRESENT AT SWEARING-IN

His Worship Mayor G. Willard Kit-  
chen and the new aldermanic board  
members will be sworn to office, prob-  
ably on Monday next it was opined  
in civic circles today. The ceremony  
will also witness the appointment of  
the various committees for the ensu-  
ing year. The swearing-in will be  
in the council chamber of the city  
hall. There is a possibility that His  
Honor the Lieutenant Governor will  
be present at the swearing-in cere-  
monies.

The new council as it stands now  
is as follows: Mayor, G. Willard Kit-  
chen; Aldermen—Wellington ward, W.  
Raymond Crowdsen and Fred S. Mun-  
die; St. Anne's ward, Murray E. Hag-  
erman; Carleton ward, Dr. B. R. Ross  
and David McCaughy; Queens ward,  
T. Earle Doohan; and Warren Max-  
well; King's ward, Ivan McKnight and  
H. Ralph Gunter.

The vacancy in St. Anne's ward,  
caused by Ald. Kitchen's elevation to  
the position of mayor will necessitate  
a by-election in that ward. The date  
for the by-election will be set by the  
incoming council.

### JAPAN TO WITHDRAW FROM NAVAL PARLEY IS REPORT

LONDON, Jan. 14—Authoritative  
Japanese sources predicted the doom  
of the Five-Power Naval Conference,  
saying the Japanese delegation will  
quietly withdraw from the conference  
after a session Wednesday.

The Japanese were declared to be  
preparing a formal note explaining  
that the Tokyo government considered  
a continuation of their presence  
useless in view of "apparently un-  
bridgeable differences of opinion."

The note will be presented to For-  
eign Secretary Anthony Eden after  
its final drafting, these sources said.  
The Japanese, however, will leave

### MOURN HEAD OF CATH. CHURCH OF MARITIME PROV.

**Capacity for Hard Work  
and a Fluent  
Writer**

HALIFAX, Jan. 14—Roman Catholic  
Canada mourned one of her outstand-  
ing figures last night. Most Rev. Thom-  
as O'Donnell, archbishop of Halifax,  
was dead here after less than five  
years as leader of Catholicism in the  
Maritimes.

His death today came after a brief,  
sudden illness. A brain hemorrhage  
seized the 61-year-old archbishop last  
Thursday, and after holding his own  
briefly, he sank gradually over the  
week-end.

Death was announced at 10.45 a.m.  
yesterday morning, while another arch-  
bishop—Most Rev. J. C. McGuigan of  
Toronto, where the dead archbishop  
had held his first parish—was on his  
way to the sick-bed.

Ever since the hemorrhage, the  
archbishop had been unconscious. Mon-  
signor Thomas Curran vicar-general  
of the archdiocese, left his sickbed to  
be by the dying primate's side. Lately  
throughout the archdiocese, praying  
for the archbishop, read periodical bul-  
letins growing less hopeful day by day.

To Halifax in 1929  
Archbishop O'Donnell had come to  
Halifax in 1929 as coadjutor bishop to  
Most Rev. Edward McCarthy, whom  
he succeeded to the archbishopric in  
1931. Before that he was bishop of  
Victoria from 1924 on, and in the  
West he continued the fine record as  
an administrator of Church finances  
and property which he had built up  
in his many years in Toronto.

In the Queen City, first as a par-  
ochial priest from 1899 to 1916 and  
then as president of the Catholic  
Church Extension Society of Canada  
and editor of The Catholic Record, he  
had come to be known as an able  
financier-churchman. His disburse-  
ment of hundreds of thousands of  
dollars for needy western missions  
was regarded as an extremely cap-  
able piece of administration.

It was while he was in Toronto  
that he was raised to the rank of  
bishop. His departure from there  
marked the first time he had labored  
outside the Ontario city. He had lived  
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### ENDS LONG ARCTIC TOUR

EDMONTON, Alberta, Jan. 14—Us-  
ing nearly every method of transporta-  
tion known in the north, from the  
railway to the pack train, the Rev. T.  
Laboure, O. M. I., superior general of  
the Oblate order of the Roman Catho-  
lic Church, has just returned here from  
a 6,500-mile tour of the Arctic.

DIED TODAY  
Dr. J. W. Somerville of Bristol,  
died suddenly at Bristol, Carleton  
county this morning. He was well  
known here.

### The Civic Election

For the first time in many years there was a civic election in  
Fredericton yesterday when a contest for the mayoralty and one of  
the aldermanic seats took place.

The election of Alderman G. Willard Kitchen, former deputy  
mayor, over Alderman Moses Mitchell who was Mayor of Freder-  
icton in the war years, and who has been in civic politics for more  
than a quarter of a century, puts at the head of the City Council a  
comparatively young man. Alderman Kitchen, however should be  
well qualified to fill the position of Mayor. He is a graduate of one of  
the leading universities in the Maritime Provinces, a man who has  
made a success of a large mercantile business, a native of Freder-  
icton and a man with big business interests. Willard Kitchen is  
no high-hatter. He is just a good, square, everyday citizen, straight  
and fair with no nonsense. We hope and we believe he will be a  
worthy successor to the many men who have filled the Mayor's  
chair. He follows a man who has carried Fredericton through  
troublesome financial times, and he has his work cut out for him.  
Heres wishing the new Mayor every success.

To ex-Alderman Mitchell the citizens should express thanks  
for the many years of faithful service which he has given to the  
city both as Alderman and as Mayor, but Mr. Mitchell took the  
pitcher to the well once too often, and it was broken. Moses Mit-  
chell made a good Mayor and a good Alderman, but many people  
were of the opinion that he had had his turn and should give some  
one else a chance. There comes a time in civic affairs as well as  
in other organizations when it is well to inject new blood into the  
affairs, if the organization is to be run successfully.

Moses Mitchell during his thirty years service has given of his  
best to the city. His foresight when the sewerage and filtration  
plant was installed has saved this city thousands of dollars and  
will continue to save the city from year to year.

The victory for Dr. B. R. Ross over Dr. Wright in Carleton  
Ward was generally expected from the start. Dr. Ross, who is pop-  
ular, has been a resident of the ward for more than twenty years,  
while his opponent has been a resident of the city for only a com-  
paratively short time and had never before contested an election,  
being returned by acclamation when he entered the Council for the  
first time two years ago.

W. R. Crowdsen in Wellington Ward and Murray E. Hagerman  
in Saint Ann's Ward take the place of Alderman Moses Mitchell  
and Alderman G. Willard Kitchen, each of whom resigned to run  
for the Mayor's chair.

Alderman Ivan McKnight in Kings Ward and Alderman T. Earl  
Doohan in Queens Ward were returned by acclamation.

The newly elected council is a good average one and should  
give Fredericton progressive government. The men at the board are  
amongst our best citizens, and we wish them every success during  
their term of office.

### Baby Several Hours In Unknown Home

Another mystery angle has entered  
the Pacific Junction tragedy which  
for over a week has held the general  
public and perhaps the police, baffled.  
The entirely new phase, intimated of  
the six months old daughter of Bertha  
Lake, remaining for several hours  
after her disappearance from her  
Pacific Junction cabin at another  
home was not commented on by the  
police or interested legal parties up  
to an early hour this morning.

Police Silent  
Inspector John D. Bird, in charge of  
the Moncton detachment of R.C.M.P.,  
who, with the Moncton City police,  
the latter led by Chief L. S. Hutch-  
inson and Inspector H. V. Harris,  
have been conducting the investiga-  
tion, had no statement to make up  
to midnight on any angle of the entire  
case likewise, the city police announ-  
ced that "there is nothing to give to  
the press at this time."

Inspector Bird had retired early last  
night, that is early compared to pre-  
vious nights, on several of which he  
was kept so busy in connection with  
police investigation into the tragedy  
that he had no opportunity at all for  
sleep. Moncton city police officials  
also took advantage of what was said  
to be a "quiet night" to catch up on  
their rest. Some of these men have  
been without sleep for 48 hours, be-  
ing kept on duty continuously in an  
effort to clear up preliminary inves-  
tigation as soon as possible so that  
the hearings might get under way  
at the earliest possible dates.

The two lawyers waxed very warm  
at times as they laid before the mag-  
istrate their claims to represent the  
prisoners. Henry W. Robertson an-  
nounced that he would consent to act  
as counsel with Mr. Lambert if the  
latter would agree to be the junior  
counsel. Mr. Lambert retorted that he  
did not wish to be associated with  
Mr. Robertson in any way.

The "10 or 11 hours" referred to  
by Mr. Robertson this morning soon  
after Daniel Bannister had appeared  
in court and argument of would be  
defence counsel was begun, has pro-  
vided another puzzle in a case which  
has never lacked knotty problems.  
To what special "10 or 11" hours did  
Mr. Robertson refer and on what day?  
Previous police announcements have  
been to the effect that Mrs. Bannister  
told them that when she arrived at  
her home last Monday afternoon, at  
3 o'clock, after being away on Sun-  
day, she found a baby there.

Her daughter Frances, is said to  
have returned home at 4 a.m. that  
(Continued on Page Four)

### Nomination Day In Devon, No New Candidates

The Devon town council held its  
regular monthly meeting last night—  
the last of the old council—with His  
Worship Mayor A. J. McEvoy in the  
chair and the full council board pre-  
sent.

Only routine business was taken  
up, with the passing of bills and ac-  
counts. Leslie Slipp and W. B. Day-  
ton were appointed returning officers  
in the event there should be an elec-  
tion.

Today is nomination day in Devon,  
with the last time for filing nomina-  
tion papers, six o'clock this evening.  
The present board of aldermen is  
likely to be returned to office intact  
for another year, as there are no  
contendees in the field to contest Mayor  
McEvoy and his aldermanic board  
so far. Both Mayor and aldermen in  
Devon hold office for one year. Should  
a contest be brought about the date  
for the Devon election is the coming  
Saturday.

### PUBLIC INTEREST IS HOPEFUL SIGN IN EDUCATION

**Dr. Althouse Sees New  
Impetus Given to Cur-  
riculum Revision**

TORONTO, Jan. 14—"The descent  
of comparative poverty upon our  
school systems has at least one excel-  
lent result: it has turned the atten-  
tion of the public upon what the  
schools are teaching, or failing to  
teach," stated Dean J. G. Althouse,  
in a comprehensive review of the  
trends of Canadian education given  
recently at a special dinner meeting  
of the Toronto Home and School  
Council at the Granite Club, to wel-  
come trustees of the Board of Educa-  
tion for 1936.

"The wave of dissatisfaction with  
the school course of studies has been  
called the most hopeful sign of the  
times," declared Dean Althouse, who  
showed how each Province of the Do-  
minion looks to the question. Some of  
the highlights of the new demands of  
the people forecast the disappearance  
of the old rigid boundaries between  
vocational and general education, he  
believed.

"These trends give promise of a  
better day, but they will be utterly  
futile unless Canadians are convinced  
of fundamental truths about educa-  
tion, one being that what a pupil  
does in school is of less importance  
than how he does it and that in the  
search for knowledge the search is the  
thing, rather than the discovery,"  
summarized Dr. Althouse.

The speaker gave his audience a  
brief but illuminating glimpse of the  
educational aims of the nations of the  
world in reference to the school and  
the State, finding two distinct groups,  
the one, the great and growing, in-  
cluding Italy, Germany, Soviet Russia  
and Japan, which frankly practice po-  
litical indoctrination in the schools,  
and the other composed mainly of the  
Anglo-Saxon and Scandinavian na-  
tions, claiming that political use of  
schools is unethical and highly dan-  
gerous to society, as well as unfair to  
the pupils.

The nations which foster individual  
freedom in their schools expose them-  
selves to the dangers of divided coun-  
sels, of compromise, and, sometimes,  
of indecision," said Dr. Althouse.  
"They believe, however, that these  
disadvantages are not too great a  
price to pay for initiative, individuality  
and independence of thought."

To this group of nations Canada  
belongs. For this trend toward a dar-  
ing gamble on the good sense and good  
faith of young people who have been  
trained to think for themselves rather  
than follow dictation, who care to offer  
an apology? he stated.

Enthusiastic applause from more  
than 300 guests and members of the  
council greeted the Dean's address.  
The guests included members of the  
Board of Education, and school Prin-  
cipals.

### F.H.S. Students Issue Bright School Paper

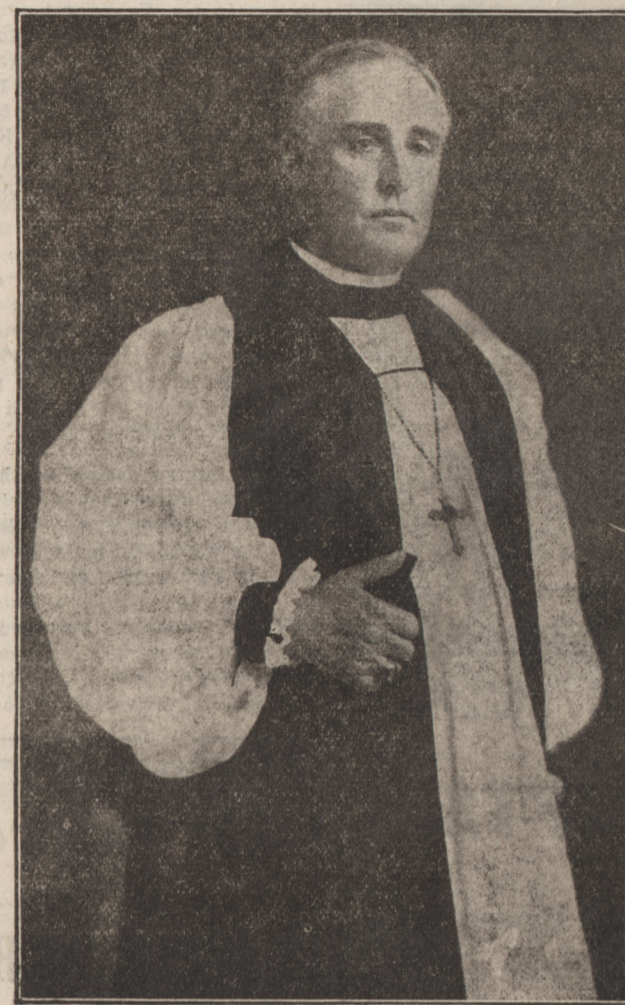
The students of the Fredericton  
High School are to be congratulated  
on the inauguration of a bright little  
semi-monthly paper, the first of which  
appears from our press tomorrow. At  
different times in the years that are  
gone the High School students have  
published a school paper. The last  
school paper appeared about thirteen  
years ago. The paper which will be  
published on the second and fourth  
Wednesday of each month is called  
"Yellow and Black" and is a credit  
to the school and to those who con-  
trol it. The staff includes: Editor-  
in-Chief, Miss Anne Howie '36; As-  
sistant Editor, Everett Palmer '38;  
Business Manager, Ralph McKnight,  
'38; Sports Editor, Clifford Vail '38;  
Feature Editor, Miss Mary Neville '36;  
Faculty Adviser, Mr. J. MacCallum.

High School papers are already pub-  
lished in Saint John and Saint An-  
drews.

### DAIRY PRODUCTS COMMISSION

The New Brunswick Dairy Products  
Commission is holding its regular  
meetings here today with Dr. L. A.  
Donovan, president, in the chair. Other  
members present are H. N. F. Flew-  
elling, secretary, W. H. Huggard, Nor-  
ton, and B. J. Milton, Moncton. Only  
routine business is being carried out  
today, the secretary announced. All  
the members will leave tonight for  
Saint John where they will attend the  
convention of the Farmers' and Dairy-  
men's Association.

### Primate of All Canada



MOST REV. DERWYN OWEN, D.D.  
Primate of All Canada, who delivers the principal address of the  
Provincial Synod Meeting this Evening

## Anglican Synod Of Canada is Meeting Today

### FURTHER PUNITIVE ACTION PROBABLY AWAITS ITALY

**Watchful Waiting and  
Collective Action Ex-  
pected by Powers**

Provided collective action is taken,  
Britain is ready to support an oil em-  
bargo against Italy, it was learned  
last night. Defence ministers and  
army, navy and air force officials  
conferred at length yesterday in Lon-  
don.

In Paris, Premier Laval was rep-  
resented as feeling revival of peace  
negotiations at present was out of the  
question. He was expected to seek  
cabinet approval today, of his policy  
of "watchful waiting" in the Italo-  
Ethiopian conflict. Vittorio Gerrat,  
Italian ambassador to France, con-  
ferred with M. Laval yesterday.

The newspaper Giornale D'Italia in  
Rome charged reports of Italian de-  
feats in Ethiopia were invented by  
sanctionist countries to discourage  
Italy.

Despatches reaching Rome from  
Ethiopia said 80 mutineers of Ras  
(Continued on Page Four)

### Session Opened With Celebration of Holy Communion in Christ- church Cathedral This Morning — Business Meeting This After- noon.

The session of the Anglican Synod  
of the Ecclesiastical Province of  
"Canada" opened here this morning  
with the celebration of Holy Com-  
munion in the Christchurch Cathedral.  
His Grace, the Archbishop of Freder-  
icton, acting as celebrant. Prominent  
Church of England clergymen from  
Quebec and the Maritime Provinces  
are here for the meeting.

Following Communion the clergy-  
men and other members of the Synod  
retired to the Cathedral Hall where  
they proceeded with organization work  
for this afternoon's session, which  
opens at 3 o'clock.

At the Communion service in the  
Christchurch Cathedral, the celebrant  
was Archbishop Richardson, who as-  
sisted by Bishop Farthing, Montreal,  
Bishop Hackenley, Nova Scotia, and  
Very Rev. Dean J. H. A. Holmes, Freder-  
icton. The epistle was read by Bishop  
Hackenley and the gospel by Bishop  
Farthing. The Communion was pre-  
ceded by the Litany, read by Dean  
Holmes. Rev. Canon C. Murray Hathe-  
(Continued on Page Four)

### RUDYARD KIPLING OF "DANNY DEVER" FAME NEAR DEATH

LONDON, Jan. 14—Physicians at Bateman's, in Burwash, Sussex. He  
tending Rudyard Kipling, distinguish-  
ed author who underwent an emer-  
gency operation for a gastric disor-  
der yesterday, reported early today  
"his condition was 'still very grave.'"

A bulletin issued shortly after mid-  
night briefly announced the critical  
stage of his illness and did not men-  
tion any noticeable improvement.

A bulletin issued at 9.30 p.m. said  
his condition "still is very grave. He  
rallied well after the operation."

Kipling celebrated his 70th birthday  
two weeks ago quietly at his home,  
appeared in good health then.

Stricken on the eve of a trip to the  
Riviera, Kipling was removed from  
his hotel suite early this morning.  
Semi-conscious, he was taken by am-  
bulance to the Central Middlesex  
Hospital.

"An urgent operation was perform-  
ed," the hospital stated, and a later  
announcement said "the operation  
was satisfactory." His condition seem-  
ed good but he suffered a relapse in  
the afternoon.

Mrs. Kipling watched over her  
husband's bedside tonight.