

Claimed That Many Russian Planes Landed in Spain

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FREDERICTON, N. B. FRIDAY, OCTOBER 23, 1936

Weather: Cloudy and cooler, rain;
Saturday, cloudy and rather cold

N.S. JUDGE SAYS THAT MANY MUNICIPALITIES DO NOT UNDERSTAND HANDLING OF JAILS

Que. Treasury Staff Accused Using Money For Personal Use

Auditor Finds No Record Shown of \$1,150,000 Bond Purchase

False Receipts Given

\$300,000 Gov't Funds Personal Account Lanctot in Trust, Treasury Employees Allege

QUEBEC, Oct. 23—A discrepancy of \$1,150,000 between records of the Quebec provincial treasury and those of the auditing department was revealed to the Legislative Assembly's public accounts committee today by Edgar Vezina, provincial auditor.

The auditor said the \$1,150,000 was shown in books of the Quebec Liquor Commission as a purchase of government bonds from the treasury department. But, Vezina testified, the treasury books showed no record of the transaction.

Vezina also told the committee, inquiring into the financial past of the former Liberal regime led by L. A. Taschereau, that \$300,000 in government funds had been deposited in a personal bank account by Charles Lanctot, veteran deputy attorney-general. Vezina said the deposit, made within a period of six years, was made in the name of "Charles Lanctot in trust."

Vaults Sealed
Incidents which led him to believe treasury employees were using government debentures with which to speculate, also were described by witnesses who told the premier this was the reason auditors' seals had been placed on treasury vaults "some years ago."

One incident that led him to believe employees were using debentures for their own use, witnesses said, was reported by one of his assistants, who claimed to have seen "Mr. Taylor, assistant to the assistant provincial treasurer, 'take some document' from his pocket and toss them on a shelf with other securities."

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HON. J. B. McNAIR WILL APPEAR BEFORE PRIVY COUNCIL IN LONDON

Will Present Cases Including Some of Interest to Province of New Brunswick

Hon. J. B. McNair, Attorney General, expects to leave next Thursday for Montreal, from where he will sail on the Duchess of Bedford for London, England. While in London Mr. McNair will appear before the Privy Council next month, in certain cases in which this province is interested. These cases relate to legislation which was passed in the Dominion Parliament when the former administrator was in office. The cases include the Employment and Insurance Act, the Dominion Trade and

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YUKON BOOMING SAYS G. A. JECKELL, COMPTROLLER

OTTAWA, Oct. 23—G. A. Jeckell, Comptroller of the Yukon Territory, arrived here with a statement that prospects in the Territory, only large section of the nation without unemployment, are brighter than they have been for many years. Mr. Jeckell, here for conferences with Hon. T. A. Crerar, Minister of Resources, said it was many years since mining in the Yukon had been so active.

TREND TO CITY SEEN TO CREATE CHURCH PROBLEM

MONTREAL, Oct. 23—"A general trend toward the city" contributed to problems faced by rural Baptist churches, according to a report by George N. Simmons of Mount Brydes, Ontario, read to the annual Baptist Convention of Ontario and Quebec here today.

The Chairman of the Rural Church Committee reported membership of churches and Sunday schools in agricultural districts fell off during the past few years, due to the population shift.

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Haile Selassie Says West Ethiopia Under Imperial Control

(Special to The Daily Mail)
LONDON, Oct. 23—The Emperor of Ethiopia has sent a note to the Secretary of the League of Nations saying that the western part of the Ethiopian Empire is now under control. The Imperial Government is asking for the aid of the League against further attacks.

Do yourself, the apple growers of New Brunswick and the Scouts, a good turn. Buy an apple from a Scout tomorrow.



HON. J. B. McNAIR, K.C., M.P.P., Attorney General for N.B., will appear before Privy Council in London in interests of province

Mr. and Mrs. H. N. Beauchamp of Montreal are visitors to the city today, and are staying at the Queen.

Ask Yourselfs

ACCORDING to Canadian Press despatches appearing in the press some time ago, the F. W. Woolworth Company transferred to the United States in five years nearly twelve million dollars of Canadian people's money made in profits from the Canadian buying public. To be exact the amount was \$11,174,312. This money went from Woolworth's Canadian stores to the parent company in New York, which owns the Canadian concern.

J. G. Gibson, chartered accountant of Toronto, gave the Royal Commission on mass buying these figures when he appeared before it some months ago. Mr. Gibson was testifying on his investigation into the affairs of the company.

Woolworth's gross profits reached their peak in 1929 with a volume of \$8,676,000, but a downward trend was noted in 1930, which continued until in 1933 the gross profit was \$6,394,917.

In 1934 the net profits of the company were \$1,960,959, or 21.96 per cent. on the cost of goods sold. Dividends paid annually on the basis of a \$5 share amounted to \$3,750. The remainder went to the United States concern.

Mr. Gibson gave the committee details of the financial set-up of the company from the year of the merger. This is where some Canadian money goes out of Canada and does not come back. The figures are significant to those of our Canadian citizens who should ponder over them. They are especially significant in towns where the local merchant is being crowded off the way by the chain stores. In one town in Ontario the entire trade of the town is done by chain stores. Groceries, dry-goods and all other lines are handled by outside concerns. In that town the merchants who worked in the city council and the board of trade and those who kept the churches and community clubs going were forced to put on the shutters. Are these chain stores taking the place of the individual merchants here, either in the cities or in the country.

In the rural district the country storekeeper at the cross-roads is the main man in the community. His store is the social centre where the men gather at night, smoke their pipes and talk over the gossip of the community. If the farmer wants five dollars he borrows it from the country storekeeper. If the farmer's horse is sick he borrows one from the storekeeper. If the farmer's wife is sick the country merchant hitches up his horse on a stormy night and goes for a nurse. Then he "trusts" the farmer's family and carries them along all winter while the father is in the woods. Nowadays many of these same farmers put their dollars in an envelope and send it away to a mail order chain store while they owe the country merchant. This money never comes back. Like the twelve million dollars mentioned above, it is GONE FROM THE COUNTRY FOREVER!

The writer knows of a country merchant who "keeps a post office." Last winter this merchant trusted a farmer and his family all winter. In the spring the same farmer came into the post office run by this merchant and sent thirty dollars away to a mail order house—but he still owed the merchant, who kept the family all winter. The country merchant who used to be the leading man in business and social life of the community, is fast passing out of the picture. The city merchant will go the same way. Many Fredericton merchants whom we know have gone out of business in recent years. But the mass buying concerns remain. Twelve million dollars from one concern goes out of the country in five years—and goes to enrich United States communities.

Where is the remedy? . . . ASK YOURSELVES!

STOP TO THINK IS BAKER'S ADVICE TO DRIVERS

TORONTO, Oct. 23—Why do highway accidents happen so frequently? Simply because many motorists frequently stop thinking.

So says C. E. ("Cannonball") Baker, veteran racing star and test driver, who arrived in Toronto recently in a stock model Graham at the end of a trip from Windsor, during which he set up a new economy mileage record for standard-size automobiles.

How Accidents Happen
"If the motorist would only stop to think," said the famous driver last night, "when he turns his head for just one second while he is driving at, say, sixty-five miles an hour, he has covered 100 feet of highway he has not even seen."
"When he looks back at the road, and some emergency has arisen, he looks around for a hole and there is not any hole. As a result he finds

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CANADIAN BARRISTERS TO PRIVY COUNCIL

(Special to The Daily Mail)
QUEBEC, Oct. 22—With the Canadian Bar well represented by a number of Quebec and Ontario K.C.s, en route to plead before the Privy Council the C. P. liner Empress of Britain sails from Wolfe's Cove tomorrow afternoon for Southampton and Cherbourg. Amongst those sailing will be Captain M. E. Adoane A.D.C., whose term in attendance upon the Governor General has come to a close, and Hon. Arthur W. Roebuck, attorney general of Ontario.

Guests Monette K.C., accompanied by Miss Germaine Monette, of Montreal, Louis St. Laurent K.C., Mrs. St. Laurent, the Misses Madeline and Therese St. Laurent, and Renault St. Laurent; L. A. Humphries, K.C., C. P. Plaxton, K.C., J. G. Plaxton, K.C., R. S. Robertson, K.C., and Hugh Plaxton, M.P., of Toronto, are

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WEALTHY BELGIAN ENGINEER, FAMILY ARRIVE IN CANADA

Recently Bought 1,000-Acre Farm Near Oka, Quebec

(Special to The Daily Mail)
QUEBEC, Oct. 22—Baron Louis Empain, 29 year old Belgian millionaire, who has large interests in Canada, arrived here this afternoon in the C. P. liner Empress of Britain for a three weeks' stay. He was accompanied by his mother Baroness Jeanne Empain and three members of his staff and left immediately for Montreal.

Questioned as to his plans with regard to the 1,000 acre farm he recently purchased near Oka, Quebec, and the three masted yacht in which he cruised the St. Lawrence this summer and which now lies here awaiting repairs and redecoration following its grounding at Grondines

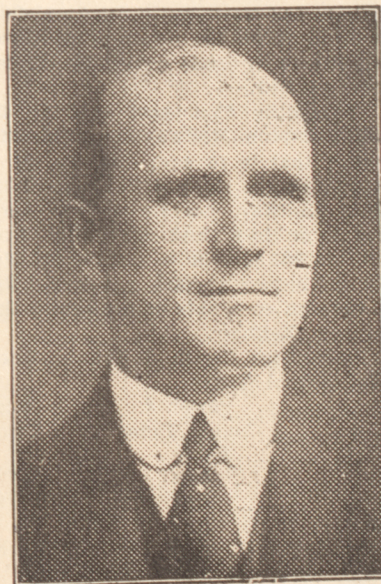
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Non-Intervention Committee Expects Counter Charges

(Special to The Daily Mail)
LONDON, Oct. 23—The twenty-seven nations were represented at the committee which met today and at which replies from Italy, Germany and Portugal in answer to charges laid against them in regard to the non-intervention pact were expected to be discussed, however, the reply from Portugal will probably not be received in time to be discussed today. It is the belief that the replies of the other countries will all be similar, protesting their innocence and bringing counter charges against Russia.

Germany claims that Russia has already sent sixty planes to Madrid and fifty tanks. An insurgent broadcast states that fifty Russian planes have already been landed for Government use and that sixty more are expected today.

County Court Judge Deplores Having To Send Prisoners to Jail, Thinks Sometimes Penitentiary More Humane Than Jails



HON. W. D. EULER
Minister of Trade and Commerce, who signed the trade treaty with Germany

CANKERWORM NUMEROUS
The fall cankerworm, which has been attacking the elms in the city of Fredericton for the past five years, continues to be quite numerous here. Moths can be seen flying around the bases of the trees, especially in the early evening. This year they are not so numerous on Waterloo Row but are quite thick at the lower end of George and Brunswick streets. Many of them enter homes and prove a nuisance. Evidently they will be very numerous again next year.

Trade Treaty Between Canada and Germany Signed

Payment Agreements Frozen Assets Resultant From Currency Export Restrictions

First Result of Euler's Travels

Steady Drop in Exports From Canada Seen Since 1930

200 INDIANS ATTACK AND MAUL R.C.M.P. MEMBERS

MUNCNEY, Ont., Oct. 23—A detachment of 12 Royal Canadian Mounted Police and provincial police officers, rushed from St. Thomas and London last night succeeded in quelling a disturbance staged by 200 Indians, after they had attacked and injured two R.C.M.P. constables and two civilians. The village of Muncney is situated on

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National Museum Lacking in Room

OTTAWA, Oct. 23—Need of greater space and increased staff is emphasized in the annual report for 1935-36 of the National Museum of Canada, issued today.

The report, appearing under the name of Dr. W. H. Collins, Acting Director, says: "The work of the National Museum is very much restricted by lack of sufficient space for exhibition halls and storage facilities. The staff is also much too small to carry on the work expected on an institution that is national in its scope."

County Court Judge Deplores Having To Send Prisoners to Jail, Thinks Sometimes Penitentiary More Humane Than Jails

Changes in Existing Penal Conditions Are Advocated By Prisoner's Welfare Association

People Should Not Be Thrown Into Jail Just Because They Can't Support Themselves

Changes in existing conditions in county jails were recommended yesterday at the Royal Commission investigating penal conditions in Canada.

Abolition rather than reformation of county jails in Nova Scotia was advocated.

In a brief presented to the commissioners, Mr. Justice Joseph Archambault of the Quebec superior court, and R. W. Craig, K.C., former attorney-general of Manitoba, the association recommended establishment of district jails in place of one in each county.

"Many judges are better satisfied to send prisoners to the penitentiary rather than to the county jail because of the former they will have work and training," Dr. Prince said. "We have many small jails. Instead of trying to reform them we should abolish them."

Vagrancy Law
He also suggested revision of the vagrancy law. "People shouldn't be thrown into jail merely because they can't support themselves."

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OTTAWA, Oct. 23—Canada's first trade treaty with Germany was signed yesterday by representatives of the two countries, Hon. W. D. Euler, minister of trade and commerce, for Canada, and Dr. Hans R. Heinen for Germany.

Along with the trade treaty goes a "payments agreements" covering the monetary transactions between the two countries and the liquidation of outstanding accounts which have been "frozen" by German restrictions on the export of currency.

The agreements come into effect Nov. 15 and the exact terms will not be known until Monday when a simultaneous release of the agreements will be made in Canada and Germany. Mr. Euler, who has been called Canada's chief travelling salesman, started the negotiations with Germany during his European tour this summer and in a few weeks will be off on another trade mission to Australia and New Zealand.

The German agreement is the first result of Mr. Euler's travels. He arranged a removal of embargoes on trade between Canada and Russia earlier but made no agreement with that country.

While Canada has never had a trade agreement with Germany during the past few years a temporary arrangement effected by exchange of notes

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GRUBBY URCHINS GET TICKETS FOR OPERA

TORONTO, Oct. 23—Four sweater-clad street urchins will occupy four of the best seats at the Canadian Grand Opera Association production of "Faust" at the Maple Leaf Gardens tonight.

They will be guests of Sidney Rayner, Metropolitan tenor, who is singing the role of Faust.

Mr. Rayner caught the quartet peeking through the crack of a door at a rehearsal yesterday. The boys took to their heels, but the tenor was too quick for them, cut off their retreat, and ushered them into the auditorium.

For three hours they sat without moving while conductor and director ironed out rough spots in the production. They left carrying tickets for the opera in their shabby pockets.