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OUR MERCHANTS  
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Patronize our local merchants  
and leave your money in your  
city with the men who are try-  
ing to make it go.  
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# The Daily Mail

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WEATHER  
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Fresh southwest winds, fair  
and warm today and most of  
Friday.  
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## Heavy Penalties For Fake Peddlers Under Blue Sky Legislation In New Brunswick

**Stocketeers Hit Hard—New Brunswick Act to Cut Out Swindling, According To G. Earle Logan, of Saint John.**

SAINT JOHN, N. B., July 4—The province of New Brunswick has turned thumbs down on the "stocketeer". With the new Security Frauds Prevention Act now effective, Mr. and Mrs. New Brunswick can go about his or her daily duties protected from the swindling stock peddler.

The new law makes illegal and provides a heavy penalty for the soliciting of securities sales from door to door and by telephone and telegraph.

This was incorporated in the legislation which was passed at the last session of the Provincial Legislature, when it became known the hundreds of the small fry of investors had been mulcted of large sums by such sales methods.

Outstanding in the new law is a provision which gives the New Brunswick Board of Public Utilities jurisdiction in the province over all corporations and partnerships, whether incorporated by Federal or Provincial charters.

G. Earle Logan, Secretary of the Board of Public Utilities, is registrar under the Act, which he explains was designed originally to prevent the sale of fraudulent stocks in New Brunswick.

The powers of the Board are wide and members may, of their own motion investigate any broker, agent or security issuer.

"No security of any nature, with a few exceptions, can be offered for sale in New Brunswick without the Board's approval and no person or firm shall offer for sale as a broker or agent without first having obtained a license.

"These excepted from the provisions of the Act", explains Mr. Logan, "mostly deal with sales under court orders and decrees and sale by a company of its shares to its own employees and the exchange of shares in the case of amalgamation or merger of two or more companies. Securities in which trust funds may be lawfully invested in New Brunswick are exempted as well as an isolated trade in a specified security where such trade is not made in the course of successive and continued transactions of a like character, and it is made by a person whose usual business is trading in securities".

Persons or companies convicted violation of the Act or its regulations are liable on summary conviction, to a fine for the first offence of \$1,000 and for the second and subsequent offences of \$2,000 or in default of payment to six months in jail.

"The new Act allows an appeal to the Supreme Court from the Board's jurisdiction and points of law", explains Mr. Logan.

The new legislation is sometimes referred to in New Brunswick these days as "Blue Sky Law".

Mr. Logan points out that "Blue Sky" legislation in America is comparatively recent. In 1911 it was first adopted by the State of Kansas and the Kansas law, with modifications, has been adopted in practically all of the State of the Union and the province of Canada.

"Legislation of this type did not originate in the United States, however. It was in existence in several European countries prior to 1911. In 1884, Germany passed laws limiting the sale of fraudulent securities over a period of years, made by a committee of the Board of Trade, the British Government in 1900 enacted legislation placing moderate restrictions on

## Run Them In Jail

Yesterday's news despatches from different sections of Canada told of strikers rioting and death and destruction. The way to settle this thing at the start is to round-up some of the Communist leaders and clap them into jail. Then make them break stones for a living. It is too good for them. Canada is not going to be run by such gentry.

A delegation of eight, seven of whom were born outside of Canada, headed by a jail bird who had done time for fraudulent conversion of funds, presented the case of the British Columbia labor camp strikers to Premier Bennett and his Cabinet at Ottawa a few days ago.

A worse spokesman could not have been chosen than the man Evans who, on being reminded of his prison record, let loose a string of curses which, to say the least of it, did not help his cause.

After listening patiently to the "demands" of the delegation, all of them beyond reason or the resources of the taxpayers, the Prime Minister replied flatly that they could not be granted and added a few words of caution as to what would happen if the strikers did anything that clashed with the law and order.

This firm message, which shows that the Prime Minister's backbone, however tired his heart may be, is as strong as ever, is the one that Evans took back to Regina where the hunger trek—save the mark—halted while it awaited developments.

Hunger trek! These men have twenty cents a day to spend on tobacco and little luxuries like that, and they do not do enough work to keep a bumble bee from freezing.

Cold and hunger are not at the bottom of their discontent, but sheer Communism, which finds the labor camps a hot bed for propaganda.

The Montreal Standard says:

"Full as he is of Utopian sympathy, it did not take Mayor Jerry McGeer of Vancouver, long to discover that these labor camp strikers were not real workers who wanted work and had a grievance because they could not get it, but shirkers who wanted to make shirking a life job at the public expense. With Premier Bennett and Mayor McGeer on the same side it may be taken for granted that Communism is the root of the trouble, and that it is high time that stern measures should be taken to repress it.

"Meanwhile, it might take some of the fever out of the situation if Communist leaders all over Canada were rounded up and clapped into jail."

However much Communist leaders may hate labor camps, they hate jails worse.

But that is the proper place for them.

While they cool their heels there, their deluded followers have a chance to cool their heads and listen to reason.

The iron hand has its uses—it is about the only thing that a highly incandescent Red can understand.

It is worth remembering that Premier Mitch Hepburn took that line with the Crown land relief strikers.

He went straight to the hot spot, told the strikers that if they didn't work they wouldn't eat, and had the Jack Cade of the occasion jailed for assaulting the police.

Four days later the strikers were back on the job, and there hasn't been a whimper out of them since.

## SPUD INDUSTRY IN CARLETON CO. BEING SURVEYED

WOODSTOCK, July 4—Messrs. Hudson, Chown and Boucher, of the Federal Department of Agriculture, are making a survey of the potato industry in Carleton County. It is the plan, as far as possible, to visit every producer on a commercial scale in the districts to be surveyed and acquire from each one information as to problems and suggestions.

The provincial department and its local representative, R. W. Maxwell, are co-operating with the federal representatives. A preliminary survey of the area was conducted several weeks ago by James Coke, assistant commissioner of agricultural economics for Canada.

the issue of fictitious stock. In 1906 a more stringent act was passed and is now incorporated in their Companies Act.

## GOOD ADVICE HOPES TO SUCCEED ENG. SPEED KING

REGINA, Saskatchewan, July 4—"From dusk to dawn, display the lights required by law—two white lights in front and one red light behind", the Saskatchewan Motor Club urges. "Failure to show the proper lights is a frequent cause of accident. If one of your front lights is out of commission, an approaching driver cannot tell whether the light showing is at the right or left side of your car".

TO CONDUCT COURT

Chief Justice J. H. Barry left last evening for Dorchester, N. B., where he will conduct the regular sittings of the Dorchester circuit court for the remainder of the session. The case of Stanley Crossman is to be taken up today. He is charged with breaking into and entering, stealing and having a stolen automobile in his possession.

## GOVERNMENT MEETING HERE THIS EVENING

Final Items of Business of Old Cabinet To Be Wound Up Tonight and At Possible Further Meeting—Premier Tilley and His Cabinet To Be Here Tonight—A Clean-up of Governmental Matters.

Premier Tilley and Cabinet will hold their first meeting, following the New Brunswick election, here this evening commencing at 8 o'clock. Cleaning up of remaining governmental business before handing over the reins of office to Premier-elect Hon. A. A. Dysart, is the chief business on the agenda. Tonight's meeting is not likely to be the last one of the old government as Premier Tilley and his cabinet are expected to hold another conference to complete details before handing over the administrative duties to the Liberal government. Premier Tilley has announced his wish to co-operate as much as possible with Hon. Mr. Dysart in completing all business on hand.

Hon. Lewis Smith, of Coverdale, Minister of Agriculture was the only cabinet member here today but the others including Premier Tilley are expected here this evening for the meeting. The first step in the establishment of the new government will be taken by Premier Tilley who will tender his resignation to the Lieutenant-Governor, Hon. Dr. Murray MacLaren, who will then call upon Hon. Mr. Dysart to proceed with the formation of a new cabinet.

## A. & B. Club's Annual Regatta on July 18

The annual regatta of the A. & B. Club will be held on Thursday, July 18, it was learned following a meeting of the club last night. The Saint John Power Boat Club of Saint John will start its annual cruise to the capital city on Saturday, July 13 and is expected to arrive in this city on the evening of Tuesday, July 16. It is the intention of the A. & B. club to have a private reception at the club house on Tuesday night for the members of the Power Boat club. On the following Thursday the annual regatta and swimming meet will be held, following which there will be a public dance in the club house on the bank of the river.

Entries for the swimming and aquatic events are being solicited now by the members of the club and keen competition is expected in all the events, for which many cups are to be donated. The general committee for the regatta will be composed of President H. W. Woods; vice president, B. H. Kinghorn; secretary Donald Smith; R. H. Chestnut, Nathaniel Dougherty, and William E. Vaughan. Club patrons who will officiate at the regatta are Dr. G. Clowes VanWart. His Worship Mayor W. G. Clark and Mrs. Clark. The patrons will, no doubt, present the trophies to the winners of the events. The reception committee includes Commodore G. Walter Kitchen. President Woods, Secretary Smith and Ald. F. S. Mundle. The dance committee includes F. P. Hatt, G. Leslie Mavor, Kenneth Moore David Pickard, Richards Gunter and Sterling Limerick. The clerk of the course will be F. Emerson Edgecombe. Leslie Mavor will be the starter.

Judges of the various events will be Frank B. Osborne, Murray G. Ross, and Hazen Flemming. Karl Walker is to be the announcer.

Negotiations are underway to invite entries from the state of Maine in the speedboat race which will be held early in the evening, following the regular regatta.

## Stevens Commission Cost Canada Half A Million Dollars

**J. B. McNAIR POLLED LARGEST VOTE IN YORK CO.**

J. B. McNair who on Thursday last was elected a member of the Legislature and who has been spoken of as the next attorney general, arrived home last evening from a few days' outing on the North Shore. Mr. McNair is receiving congratulations as a result of the announcement yesterday at the declaration proceedings that he had polled the largest vote in the county, a total of 9,035. This is one of the largest votes received by any individual candidate in the provincial election in the history of York county. E. W. Stairs of Southampton came next with a total vote of 9,013 and was followed by Ald. H. Ralph Gunter with 8,962 and Stewart Darling of Canterbury with 8,953.

Among the defeated candidates Dr. B. H. Dougan of Harvey polled the biggest vote, 7,359. The others in order were Ald. C. Hedley Forbes with 7,310 D. P. Douglass with 7,292 and Dr. M. L. Jewett with 7,256. There were a number of spoiled votes and these figures are considerably different from those given out on election night.

## NOTABLE PEOPLE TAKE PASSAGE ON C.N.R. STEAMSHIPS

(Special to The Daily Mail)

VANCOUVER, July 4—Among passengers on board the Canadian National Steamship SS. "Prince Rupert" which sailed for Alaska Monday night with 175 passengers, was J. W. Johnson, father of the noted English aviatrix Amy Johnson Mollison. Accompanying Mr. Johnson was his brother, T. H. Johnson, manager of the Canadian Fish and Cold Storage Company of Prince Rupert, and Steen Nilson, prominent Norwegian fish merchant. A resident of Hull, England, Mr. Johnson is on the west coast in the interest of his fish business. He plans on contracting for halibut and salmon, explaining that the halibut catch off Greenland is now insufficient to supply the English market while Canadian salmon is a favorite on the English table. It was Mr. Johnson's regret his famous daughter could not accompany him and he explained that her intense interest in aviation occupied most of her time. He will spend the balance of the week with his brother in Prince Rupert and then leave over Canadian National lines for the East, sailing home from New York with Mr. Nilson.

## MARRIED? HAD A LICENSE

POLSON, Mont., July 4—Married? Louis Hammer and Elizabeth Woodcock, Flathead Indians, most certainly were. They produced a marriage license, obtained in Polson seven years ago, to prove it. After listening to Indian bureau officials explain in detail the legal procedure necessary the couple agreed to accompany them to Polson, where Mayor J. H. Cline completed the marital formality, a ceremony they had omitted.

## WORK ON ROADS STOPPED

General work on the provincial highways of the province has been temporarily stopped, pending the change from Conservative to Liberal government in New Brunswick. All highway work, with the exception of patrol and contract jobs was ordered stopped by the Minister of Public Works last week. The Liberal government policy with regard to this work will not be known for some days yet.

**One Lawyer Received \$150 Per Day and Expenses, Says Hon. R. B. Hanson, Minister of Trade and Commerce.**

That the Stevens probe cost the Dominion nearly half a million dollars was the information given to the Dominion Parliament yesterday afternoon by Hon. R. B. Hanson, Minister of Trade and Commerce. One lawyer got \$150.00 per day and fifteen dollars per day expenses.

OTTAWA, July 4—Prorogation of Parliament on Friday is the goal of the Senate. With this objective before it, the Upper House today speeded four government measures through third reading and gave second reading to a fifth, which it sent to committee. Maintaining a like rapidity, the banking and commerce committee functioned in full swing every available moment of the day.

Bills which went through final reading were legislation to set up a \$10,000,000 scheme to assist in construction of houses; amending the Companies' Act; transferring administration of the Combines Investigation Act from the minister of labor to the proposed Dominion Trade and Industry Commission; and amending the Root Vegetable Act with the Fruit and Honey Act while implementing recommendations of the price spreads commission report by extension of the experimental inspection service begun in 1934 to all canning plants.

The measures were approved in amended form; and the Commons will be asked to concur in numerous changes.

Legislation to remove application to British Columbia of the Farmers Creditors Arrangement Act received second reading. It will be considered in the banking and commerce committee when an amendment will be moved by Rt. Hon. Arthur Meighen, Senate leader, that it come into force on proclamation.

## 29 Amendments

Of the 29 amendments made to the Companies Act, Senator Meighen told the Chamber, several were designed to strengthen its provisions while in another instance an important change had been made to keep within the habit of Dominion legislative jurisdiction. In the time available since the measure reached the Upper House every effort had been made to improve it, he stated.

Senator Raoul Dandurand, Liberal leader, concurred in approving the endeavor which has been made. The bill likely would have to be amended next year, he felt, when public bodies had had an opportunity to study its provisions more closely.

The change in the housing bill was minor, Senator Meighen said.

Senator Dandurand believed if a 20 percent bonus in place of a 20 percent loan were put into effect it would provide the necessary incentive by providing \$20,000,000 for this circulation in the building industry and relieve unemployment when the country was stagnating.

The House of Commons retraced its steps today to make a correction in the bill extending the life of the Canadian Radio Commission until March 31, 1936. Under an amendment to the bill made in the Senate the whole Radio Act which established public ownership of radio would have terminated on that date. The Commons rejected the Senate amendment and substituted one to confine the operation of the bill to the commission. Today Prime Minister R. B. Bennett said the Senate amendment was not sufficiently effective to make the intention of Parliament plain and had

(Continued on Page Four)