INSURANCE ACT TO BE AMENDED

Restoration of Control Over Foreign Companies, Object Aimed at.

FEAR HINDU INFLUX

Roche Denies Bars Are Let Down as Suggested by Lemieux.

By a Staff Reporter.
Ottawa, May 25.—Parliament today
was busy thinking about conscription The members were mainly in the corridors, and not a corporal's guard remained in the cham-ber. The house made a bluff at dis-bussing the tariff, and finally went into committee of supply on the estimates of the immigration department.
At the opening of the sitting Sir Thomas White moved for leave to in-troduce a bill to amend the insurance This amendment turned out to be a voluminous bill, virtually re-enketing, with some changes, the insur-knce act of 1910. The minister explained that the imperial privy coun-til had recently decided sections 4 and 70 of the act to be ultra vires. The first section deals with the licensing of insurance companies and the sec-ond with the penalty clause of the statute. With these two sections out of it, the act practically falls to pieces, and the Dominion Government today Mgn insurance companies doing busisess in Canada.

Given First Reading. Elon. William Pugsley wished to brow how the minister proposed to get around the privy council decision. Sig Thomas White replied that it was not customary to explain a measure until the second reading. He regreated very much at this stage of the but he did not believe the amend. ment would prove conf

Hon. Frank Oliver's resolution pro posing radical tariff reductions was then taken up and speeches in its support were delivered by Mr. McNuit, Liberal member of Saltcoats, and Dr. Neeley, Liberal member for Humboldt. The resolution was then withdrawn without prejudice to its renewal in the near future, to permit the house to se into committee of supply on the estimates of the immigration depart-

ment.

Says Aliens Are Favered.

Hon Frank Oliver orficized the government for bringing into the country nine thousand farm laborers from the United States, many of them, he thought, of enemy origin. These men, he said, were allowed to homestead without residing on the land, a privilege denied Canadian citizens. The government, he said, had driven citizens of foreign birth out of the west ens of foreign birth out of the west y threatening to distranchise them

pro-German vote, Hon. Rodolphe Lemieux called attention to the increase in negro immigration from the British West Inmigration from the British West Indies. Many good domestic servants, he said, were secured in this way, but it must be remembered that all these women would have votes. He also deprecated the recent action of the imperial conference at London which he feared would lead to a great influx of Hindu immigration in British Coperial conference at London which he feared would lead to a great influx of Hindu immigration in British Co-

Hon. Dr. Roche, minister of the interior, said Canada had complete con-trol of her own immigration problem, and that there had been no change of policy in respect to Oriental immigra-

POLITICAL COMMENT.

The following extracts from two evening papers of last night give what are considered to be fairly accurate views of the political situation at Ottawa:

The News: Canada faces today a critical political situation. Just what will happen no one can predict, but it is a situation which will require cool handling and big statesmanship. and big statesmanship.

situation which will require cool handling and big statesmanship.

There is confidence in Ottawa among Liberals, as well as Conservatives, in the ability of Sir Robert Borden to deal with the problem. He is without doubt the big man of the hour. That there will be cabinet reorganization seems probable; that there will be a coalition of the two parties is less likely. Such a step could not be taken unless Sir Wilfrid Laurier were prepared wholeheartedly to support conscription. This is doubtful.

What would seem more likely is that the wing of the Liberal party which supports conscription will be recognized in a cabinet reorganization. There was an alliday cabinet meeting yesterday, followed at night by a conference with Sir Robert Borden of a number of ministers.

The Telegram: But, with or without the Laurier assent, the government is going right ahead with the conscription legislation, and, complicated the the situit thru the house. At present, they claim they can hold all their French-Canadian members from Quebec, except eight or nine, but this is doubtful. By the time the vote arrives, they will be fortunate if they hold their three French ministers and the deputy. Speakers There were and the deputy Speaker. There were twenty-one of them originally, the the number is now reduced to sixteen. May Mean Defeat.

At its highest, a complete turnover of tts French supporters would mean defeat. Then there are one or two from pro-German constituencies who cannot be exactly depended on. But the number of western and Ontario Liberals who will support the measure is expected to eventually exercise any minority, that overcome any minority that may be

Liberals in Cabinet?

Meantime, the hints coming from such Conservative organs as The Toronto News and The Ottawa Journal-Press as to the likelihood of certain Liberals being taken into the cabinet is taken as an indication that Sir Robert Borden regards conscription as something more than a party issue, as something more than a party issue. The agrarian disorders, wholesale confiscation of property, incendiarism and other dangerous symptoms of an archy which followed the overthrow of the old authority in many important industrial centres and agricultural districts of central and southern Russia are becoming more serious, according to despatches from various points, in

In this connection it is also worth mentioning that the rank and file of the Conservative party are strong for cabinet reconstruction. They feel that some of the old material has outlived its usefulness, and that the time for a change is considerable overdue. If that change is not made soon it is not improbable that they will whisper a word or two in Sir Kobert Borden's ear. As conserint on without extension of the life of partiament would not accomplish much, some Reconstruction Wanted.

JAPANESE NAVY FIGHTS

Despatches Squadrons to Medi terranean and Pacific to Resist Huns.

Tokio, May 24.—(Delayed.)—The admiralty announces that Japanese squadrons are operating in the south Pacific Ocean and in the Mediterranean Sea against enemy submarines.

"Since the outbreak of the war," the announcement says, "the imperian navy has always taken joint action with the British navy in sweoping German warships from the Orient. Furthermore, in compliance with the request of the British Government, the imperial navy has detailed several cruisers and destroyers to the Indian Ocean with the object of attaining the full result of the joint actions. Cruisers, under command of Rear-Admiral Ojuri, were sent to Indian waters to keep watch over German warships in the Indian Ocean. Japan and Great Britain have taken embargo measures, during the course of the war within the scope of their embargo measures, during the course of the war, within the scope of their

naval activities.

"Recently a naval section, under Rear-Admiral Sato, was despatched to the Mediterranean to aid in the protection of entente ships against the submarine menace, and another section, under Rear-Admiral Yamaji, was detailed in the Pacific on a similar mission. naval activities.

"The imperial navy has striven to attain the goal of the joint operations of the entente countries on the seas by exerting its best and utmost effect."

WOUNDED SOLDIER IS ATTACKED IN MONTREAL

Lieutenant is Rescued by Citizens From Enraged Anti-Conscriptionists.

Montreal, May 25.—A fourth case of a assault on a wounded soldier by the anti-conscription element which paraded the streets of Montreal yesterday was reported today. A French lieutemant, who had served with the 42nd Battalion at the front, was held up at the corner of St. Denis and St. Catherine streets last night by a mob. one member of which had a gun and another a club. He was rescued by

Pte. Johnson, the wounded soldier who was sent to the general hospital after being assaulted on the street last night, was reported as recovered today and able to leave the institution. Four men arrested yesterday in the ourse of the anti-conscription stree nonstrations on St. Catherine stree peared before Recorder Semple this morning and were found guilty of de-stroying property or attempting to rescue a man seized by the police for smashing the window of a street car.

TOLD TO BEWARE OF FIERY DEMAGOGS

Presse Counsels French-Canadians to Avoid Creating Disturbances.

Colonel Arthurs (Parry Sound) ac-cused Mr. Oliver of playing up to the cussing conscription editorially, today cussing conscription editorially, today in a seven, column spread line editorial utterance, says:
"Ever sincerely devoted to the in-

> overseas service, upon Canadians, is inopportune. "That the citizens protest—it is within their rights to do so; but let them not disturb the social order; and we warn them against irresponsible demagogs who may incite
> them to the commission of excesses."
> Le Devoir says: "In political circles usually well-informed it is said today that it is almost sure that we shall have elections. If the opposition

scription law will be passed in any case before dissolution." **BRUCHESI PLEADS FOR CALM CONSIDERATION**

Roman Catholic Archbishop of Montreal Points to Gravity of Crisis.

Montreal, May 25.—A solemn request to his flock to use their rights as free citizens with calm and moderation was made by Monsignor Paul Bruchesi, Roman Catholic Archbishop of Montreal, today. The request of his grace was made in the following "We are at a critical point in our national existence. European war, which seems to be be-coming a world war, has raised countless difficulties and problems amongst us. The excitement that we observe in the bosom of our people causes us the greatest anxiety. We beg our beloved of the faith to use their rights as free citizens with calm and moderation, and to avoid com-miting any act or making any de-monstration that would necessarily turn against them. Let there be fer-vent prayers to God that He may lighten and direct those who govern us, that He may spare us all dissen-sion and trouble and cause union and peace to reign in our midst."

archy which followed the overthrow of the old authority in many important still and began to settle.

Bessarabia and Siberia. Kerensky Fears Russia May

Lose Asia Minor Territory Petrograd. May 25 .- Minister of War Kerensky, speaking at Helsingfors be-Sir Robert Borden's ear. As conscription without extension of the life of parking which without extension of the life of parking the conscription without extension of the life of parking the conscription without extension of the life of parking the conscription without extension of the life of parking the conscription Lib.

Sir Robert Borden's ear. As conscription to the military situation in Asia Miner, of which the official news agency quotes him as saying: "There is danger not only of losing Armenia, but possibly part of the Caucasus."

St. Edmunds team to play St. Cyprians Club has reorganized for the season, with the following officers: Hon. president, Rev. S. Sellery: president, E. Clarence Guillet: secretary-treasurer, J. Harold Morrow; manager, Geo. E. Kelly; captain O. G. Nicholls.

W. Barnes, W. McLeod, W. Wakelin, Morrow; manager, Geo. E. Kelly; captain O. G. Nicholls.

GERMAN SUBMARINES HON, ROGERS ACCUSED **U-BOAT PERIL** BY MR. JUSTICE GALT

Investigation of Manitoba Agricultural College Reveals Conspiracy—Province Lost Three Hundred Thousand Dollars.

Winnipeg, Man., May 25.—Mr. Justice Galt, sitting as a commissioner investigating the construction of the Manitoba Agricultural College, has rendered a second interim report, a document of 77 pages, which deals principally with the contracts of Thomas Kelly and sons.

Commissioner Galt finds "that the over and above what he might lest a commissioner and above what he might lest and some contracts of the provincial treasury over and above what he might lest and the contracts of the provincial treasury over and above what he might lest and the contracts of the provincial treasury over and above what he might lest and the contracts of the provincial treasury over and above what he might lest and the contracts of the provincial treasury over and above what he might lest and the contracts of the provincial treasury over and above what he might lest and the contracts of the provincial treasury over and above what he might lest and the contracts of the provincial treasury over the contract of the provincial treasure.

charges in respect of contracts with the government made by Thomas Kelly and Sons, amounting in all to the sum of \$302,789.28," of which he states

ing it.

"At about the same time," the report continues, "the Hon. Robert Rogers, the minister of public works for the province, selected a portion of land—about 43 acres—for himself, but instructed the conveyance of it to be

instructed the conveyance of it to be taken in the name of R. A. C. Man-ning. Shortly afterwards, and before the site of the college was made known to the public, a large amount of other lands adjoining the college or in its immediate vicinity were purchased and placed in the name of Manning, amounting in all to about 1,240 acres,

but the average cost of these lands was only \$179 per acre.

Attitude of Laxity.

Commissioner Galt reports that the "means adopted by Rogers and Kelly to carry out their sald conspiracy"

"Firstly-An atmosphere of laxity was to be created by the Hon. Robert Rogers in his department of public works, and such instructions were to be given to Victor W. Horwood, the acting provincial architect, as would assure acquiescence by him and by the various government inspectors and the officials of the department including the architect's office in the estimates of contractors, without checking up or verifying the propriety of such estimates.

ndly-Contracts for 'extras' were to be lavishly granted to man rs, subject to no competiion by others.

mon them and collect correspond avorable contributions to the Conser-

Rodmond Roblin from Winnipeg when this evidence was being taken he was not available as a witness."

Fraudulent Conspiracy. Continuing, the report of the

acquired a fraudulent consperacy was on contracts for the new partiam entered into by the Hon. Robert Rog- buildings which were awarded in the ers and Thomas Kelly, senior member of the firm of Thomas Kelly & Sons, "I therefore consider it inadvisable

BRITISH COLONIES

Thomas Kelly and sons.

Commissioner Galt finds "that the crown has established fraudulent overand above what he might legicity over and above what he might legicity over timately earn. Fraudulent over-paycharges in respect of contracts with ments to the extent of \$302,789.28 charges in respect of contracts with the government made by Thomas Kelly and Sons, amounting in all to the sum of \$302,789.28," of which he states \$202,485 was in respect to the dormitory and auditorium building.

Dealing with the purchase of the site for the college the commissioner finds that 461 acres were acquired in September, 1910, at \$350 per acre, with an additional sum of \$31,066 for clearing it. or the Kelly firm of the said over-

> Principals of Conspiracy. The commissioner proceeds:
> "I find that during the period in
> 1911 when the Hon. Robert Rogers was
> minister of public works the following persons became principals in the

onspiracy aforesaid:
"'Hon. Robert Rogers, Thomas Kelly and his sons in the firm, Roy Worthington (estimator for Thomas Kelly & Sons), and Victor W. Horwood, and ington (estimator for Thomas Kelly & Sons), and Victor W. Horwood, and that the agents employed by them to carry out this conspiracy were various government officials in charge of the works, the various deputies in the department of public works, including the architect's office, and D. E. Sprague, collector for the campaign fund."

The commissioner finds "that dur-

ing the year 1911 the requisite at-mosphere of laxity was created amongst the government inspectors and the officials of the department of public works and amongst the vari-

Continued By Successors. He finds that "after Hon. Robert Rogers was transferred to Ottawa, in or about October, 1911, the objects of the conspiracy and the means for carrying them out were continued under the regime of his successors," and adds that "it is almost impossible to believe that they were not aware of the frauds which were being commit-

Commissioner Galt reports that mo than half the cost of the building was contractors realized the favorable treatment they were receiving, emissaries from the Conservative committee or other organizations were to wait the conservative association and he collected funds for the party. The commissioner says he is satisfied that Dr. Simpson "was well value campaign fund."

"The Hon. J. H. Howden and the Hon. J. R. Coldwell, then ministers of the crown, took interests in these crowns are crivities were "rather those of an Owing to the absence of Sir activities were "rather those of an

agent than of principal."
"During this second period," continues the report, "the Hon. C. M. Campbell and the Hon. W. H. Montague were ministers of public works. Both of them are now dead, and some missioner says:

"I find that shortly after the site of their colleagues are swaiting trial at the next assizes on charges arising for the new agricultural college was on contracts for the new parliament

contractors.

"The objects of this conspiracy were, among other things:

"(A) To provide moneys for the

(Continued from Page 1)

"Belgian communication: "The cus-

AIRCRAFT STILL FIGHTING.

"During the night a local hostile

ARTILLERY DUELS.

MORE PLAYERS REGISTER.

wight. It says:

control. missing."

FRENCH FIGHT IN PANTHEON DISTRICT RECEIVE TRIBUTE

Walter Long Speaks of Vast Potentialities of the Empire.

London, May 24.-(Via Reuter's Agency.)-Right Hon. Walter Long, secretary of state for the colonies, at the annual meeting of the oversess club today handed over a cheque to the Royal Flying Corps for the purchase of the one hundredth airplane of the overseas imperial aircraft flotilla subscribed by Britons overseas. It was explained that since the cheque had been received, Durban and Shanghai had provided additional machin The secretary, after paying a glowing tribute to the air service, alluded to the colonies. He said there were those in this country even today who failed to recognize the future of the overseas dominions, and who were blind to the possibilities of the British

Empire.
"If," said Mr. Long, "the empire is going to be what it ought to be, namely, the most united, self-reliant and peace-loving in the world, our people must realize its immense potentialities in the most distant possessions, the immensity of which few of us today can realize.'

MANY KILLED OUTRIGHT BY TORPEDO EXPLOSIONS

Captain of Transport Transylvania Tried Hard to Reach Shore.

London, May 25.—Survivors of the torpedoed transport Transylvania, who are now in England, say that the vessel was struck by the first torpedo at 10 o'clock in the morning. The ship was greatly damaged, but the engines were uninjured, and the captain tried to reach shore, several miles distant, in the hope of beaching confiscation of property, incendiarism and other dangerous symptoms of an-

The first torpedo is believed to have killed a large number of men, while are becoming more serious, according to despatches from various points in stoke-hold, wrecked the machinery, the second caused the death of most put out the electric lights, and to away a large part of the side of the vessel. It also struck a loaded boat, blowing it to pieces.

ALPINES REORGANIZE.

(Continued from Page 1).

On behalf of the government after full consideration of the whole facts. That does not mean that the people need not economize and that farmers need not plew their land. It means that if everyone does his duty the German hope of triumph in the war based on submarines is the greatest miscalculation in the whole series of miscalculations of that sated empire. If everyone does his duty patriotically, each in his own way to the common stock, then I say the submarine is not going to defeat us."

It was proposed to divide the country and preventia tin the future. The termination of the tentiments strike afforded a good opportunity for reviewing the labor position. That dispute happily had ended, but there had been great unrest in certain quarters.

"The government have their views as to how that can be fostered," he continued, "but at the same time there are some genuine grievances which assisted the designs of those with ulterior motives. The government therefore appointed a commission to enquire into industrial unrest and report upon the operations of war emergency in easures regarding labor."

It was proposed to divide the country and preventiation of the tentume. The termination of the engineers' strike afforded a good opportunity for reviewing the labor position. That dispute happily had ended, but there had been great unrest in certain quarters.

F. B. Brady to Handle System

West of St. Lawrence

River.

Ottawa. May 25.—Hon. Frank Cochrane has decided to appoint two general managers of the government are some general managers of the government of the whole system, have been divided, and C. A. Hayes will be general manager of the whole system, have been divided, and C. A. Hayes will be general manager.

Need of Reticence. The premier's statement on sub-marine warfare was altogether the most satisfactory heard in England in many months. "It is much more difficult," he said, "for me to give a public answer on this than on any other tonic. It is very difficult for other topic. It is very difficult for me to give information without to a certain extent revealing something which we had better keep to our-selves. All I can say is that we are making substantial progress, "During the last three weeks or month we have dealt more effectively

with submarines than during any cor-responding period of the war. This is true of this week as well as of the preceding weeks. There is no doubt the effect will be made manifest in a considerable reduction of our ship-

"It is true that we are not with the month of May, but if the ratio of losses during the last 25 days not exceeded the reduction upon April will be very considerable. In-deed, there does not seem to be any reason t- anticipate any worse figures in the coming week. The arrange-ments made for dealing with sub-marines have been increasingly effi-

"I think the nation," Mr. Lloyd George continued, "has very good reasen to congratulate itself upon the substantial improvement and I may ray unexpectedly early improvement in dealing with the submarine men-

Food Prospects Brighter. Turning to the food supply, the premier said: "There is a distinct improvement in our food prospects, as the result of the improthe submarine situation. It is very difficult, however, to give a favorable answer which would not be enischlevous. If I were to say there is no danger of starvation of the people I would be saying: 'What's the good of cutting up our grass land and what's the good of rationing?

"The people must not rush from one extreme to another. We must appeal to the commonsense of the nation. I say, after taking counsel with my advisers, and after going into the figures very carefully, that if the nation economizes and is not guilty of waste, f those who have got lands favorable for the production of food make the best use of them, if the workman turns out tractors to enable us to plow if the army helps with the men avail-able—if, in fact, we all behave like reasonable human beings who want to save their country from disaster, privation and distress—the submarine

us any fear that the war is going

WELL IN HAND

In reference to the labor situation,
Lloyd George said the government had
taken steps to deal with the present
labor unrest in the country and pre-

It was proposed to divide the country into seven areas, Mr. Lloyd George

AUSTRALIA GIVES HELP TO BRITISH RED CROSS

Eighty Thousand Pounds Collected for the Month in Antipodean Dominions.

Melbourne, Australia, May 25 .- (Via Reuter's Ottawa Agency)—Collections in Australia for the British Red Cross the month amounted to £80,000. for the month amounted to £30,000.

At a great and enthusiastic demonstration at the town hall yesterday Premier Hughes made a speech, in the course of which he said that the great heart of Australia beat in unison with the rest of the empire. They were now able to say with absolute assurance that Australia would "be there." Hon. Joseph Cook, ex-premier, said it was time some con-science was awakened in the young men of Australia. It was time rein-forcements went to the front to give Macgregor.

AMERICAN UNIVERSITIES

Strong Committee Appointed to Attend Washington Conference for War Assistance.

Ottawa, May 25.—American univer-ties are organizing for war work and want Canadian universities to give them the benefit of their three years experience. Mr. Hollis Godfrey, of the educational section of the American places in the south of England, including Sheerness and Harwich, with success," says an official statement. "All ttawa and met the representatives cess." says an official statement. "All the canadian universities in conference the airships returned without losses or re. He asked for co-operation, and damage, notwithstanding the perfected to representatives of Canadian unit described to the conference of the co here. He asked for co-operation, and damage, notwithstandin the representatives of Canadian uni-defences of the enemy versities unanimously decided to give pointment of Canadian representatives to a conference of American universities to be held in Washington next month, and there were appointed President R. A. Falconer, Toronto; Dean Frank Adams, McGill; President H. M. Tory, University of Alberta; President H. M. Tory, University of Alberta; President H. M. Tary, University of Alberta; Mr. Godfrey asked for the ap-intment of Canadian representatives that need cause Marceau, Laval, Montreal

TWO MANAGERS OF **FEDERAL RAILWAYS**

Says

TO

w Ord

Hayes will be general manager of government railways east of the St. Lawrence River, which means Intercolonial Railway and its feeders,

as well as the Prince Edward Island Railway. His headquarters will be at F. B. Brady has been appointed general manager of government rail-ways west of the St. Lawrence and headquarters will be at Cochrane. w. A. Cowan has been appointed as

his assistant.

The purpose in dividing the duties is to facilitate public business. The old system of referring matters dealing with points in the west to Mr. Gutelius at Moncton was cumbersome and lost much time. Mr. Hayes will continue to act as traffic manager for all of the government railways east

More Canadian Officers Have Arrived in Hospitals

Canadian Associated Press Cable.

London, May 25.—The following reports are made concerning Canadian At Boulogne: Lieuts. D. C. Vickers. right side, severe; H. R. Jepson, dan-

Macgregor.
In London: Lieuts. C. R. Bouldir F. J. Mooney, H. E. Quinlan, N. H. Peters, E. Alder, J. H. Taklor, A. E. ASK CANADIAN ADVICE G. G. Chrysler, E. H. Lancaster; Lta. E. S. Russenholt, H. R. Jones, T. F. Roach, G. M. Huycke, J. A. McRae, C. S. Crombie, M. H. MacLacklin, W. S. Bogue, H. W. Smith, C. J. Keller; Capt.

Berlin Reports Aerial Attack Upon Sheerness and Harwich

Berlin, May 25 .- "Airship squadron:

Thursday's British official report said

