

On the expenditure side, defence spending slipped to \$161,094,000 from \$187,484,000. Naval costs increased to \$24,531,000 from \$20,935,000 while those for the Army dropped to \$34,651,000 from \$46,612,000 and the Air Force to \$77,183,000 from \$85,729,000.

Foreign Affairs Debate This Week: Ottawa, Jan. 24 (CP) -- The House of Commons this week will hold its first full-dress foreign affairs debate since the session started in November.

The debate is scheduled for Friday, by which time Canada is expected to have replied formally to India's proposal to reconvene the United Nations General Assembly to take up the Korean question.

There is no indication here as yet whether the Government would agree to a complete review of the Korean situation in the Assembly or wish to confine discussion there to the prisoner issue....

Housing Debate: Ottawa, Jan. 22 (CP) -- A Social Credit Member of the House of Commons said today that entry of Canada's banks in the field of home-mortgage lending will expand the country's credit.

Mr. C.E. Johnston (SC - Bow River) said that the banks accepting mortgages will not be risking the savings of depositors.

He said the Government's new housing legislation, which brings banks into the mortgage business through a scheme of insured loans, will permit the banks to use mortgages to obtain credit from the Bank of Canada.

"When the bank then makes a loan it is an issue of new credit; it is not using the people's savings at all ... that will not be done. It is purely a matter of credit expansion."

Mr. Johnston was one of several Opposition Members who criticized the new housing legislation during the second day of debate on it.

Yesterday Mr. Winters said banks will be enabled to use mortgages for loans from the Bank of Canada in order to keep their investments liquid....

Dr. Mackenzie Honoured: Ottawa, Jan. 24 (CP) -- Canada's spectacular wartime achievements in science have brought about a permanent and revolutionary change in her peacetime scientific structure.

Dr. C.J. Mackenzie, President of the Atomic Energy Control Board, said Saturday night this has resulted from public and Government recognition "that effective national science is one of the essential activities on which the strength and well-being of a modern nation depends, in peace as well as in war".

The former President of the National Research Council and Atomic Energy of Canada Ltd. spoke at a dinner given in his honour by the Professional Institute of the Public Service of Canada. The function was held in recognition of the award to the 65-year-old scientist of the Kelvin Medal.

Across Canada: Federal by-elections for Peel and Montreal Verdun March 22 were announced by Mr. St. Laurent.... Canada's National Ballet dancers have answered a call to the rescue of their financially-stricken company. They have turned back part of their pay cheques to help out in what General Manager Walter Homburger said today is a "desperate financial situation". The company, now on a continent-wide tour of Canadian and United States cities, needs \$50,000 before it will feel secure, Mr. Homburger said, according to Canadian Press.... The Canadian and American Psychological Associations will be host to more than 2,500 psychologists from all over the world at the Fourteenth Annual Congress of Psychology to be held in Montreal June 7 to 12.... Mr. Drew reiterated at Edmonton on January 22 his claim of Canada's need for a straight two-party system of government.

Hockey: (Saturday) Montreal 5, Chicago 1. Toronto 4, Detroit 1. New York 4, Boston 3. (Sunday) Chicago 8, Montreal 3. Detroit 2, Toronto 0. Boston 2, New York 1.