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DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 3, No. 1

Wednesday, January 2, 1951.

Parliament Prorogued: Ottawa, December 31 (CP) -- The hectic, three-month fall session of Parliament came quietly to a close Saturday night. It was prorogued at 6.50 p.m. as Chief Justice Thibaudeau Rinfret, deputy Governor-General, read in the Senate chamber an 800-word speech from the throne reviewing the legislation adopted. The formal date for the next session was set at February 7, however, a firm date for the 1952 meeting will be announced later by the Government.

In contrast to some of the bitter debates which marked the tag-end of the session, the Commons finished its business with a harmonious discussion on a measure that everyone approved -- that endorsing the entry of Greece and Turkey into the North Atlantic Alliance.

Probably the most controversial bill was the government measure to outlaw the fixing of retail prices by manufacturers. It finally went through the Commons Friday night after seven days of debate and a series of divisions resulting from Progressive Conservative attempts to kill it. The legislation was passed by the Senate Saturday after one hour and 40 minutes debate. It was given royal assent and is now in effect.

Before rising Saturday, Parliament adopted three other bills still on the order paper -- one permitting crop-failure payments to some western farmers, another allowing the government to award contracts of less than \$15,000 without tender in cases of urgency and a third granting certain privileges to Atlantic Pact troops in this country. Another bill, raising the ceiling on government annuities to \$2,400 a year from \$1,200, was left on the order paper. Presumably it will be reintroduced next session.

The big debate of the day centered around a resolution to endorse the accession of Greece and Turkey to the North Atlantic Pact. The motion met the approval of all parties and carried unanimously. Opposition party leaders expressed their approval of the legislation while at the same time noting that it extends Canada's obligations under the Atlantic Pact to an extent not contemplated when the defence alliance was first set up.

The Minister for External Affairs, Mr. Pearson, sponsoring the resolution, told the chamber that the strength of the alliance will be increased by the inclusion of Greece and Turkey. In effect, the North Atlantic Treaty Organization was putting "power behind peace." The inclusion of Greece and Turkey was "not provocative" and threatened no one "except the aggressor."

Mr. Pearson reported that he had returned from Europe with the feeling that there had been "no deterioration" in the situation there. The gap between east and west had not widened "and we are holding our own."

Mr. St. Laurent's New Year's Message: Ottawa, December 31 -- In his annual New Year's message to Canadians, The Prime Minister said that the free nations are in a better position to resist aggression than they were a year ago, but we still have a long way to go before our people can feel really secure. The nations which want peace must continue to build up their strength and to maintain their unity."

Dealing with the Korean war, he said that "we are still hoping for a successful end to the hostilities in that desolate land, where the peace-loving nations have banded together to stop aggression and enforce respect for the rule of law."

Of Canada's internal affairs, he said:

"I know there are many families where the cost of living has caused real concern and even some hardship. But we can be thankful that most Canadians are gainfully employed.

"Compared with all other nations but one, we enjoy a very high standard of living, indeed. And that good fortune has enabled us to help the less fortunate in our own midst."

Employment Prospects For 1952: Ottawa, December 30, -- The Minister of Labour, Mr. Milton F. Gregg, in a New Year review said, in part, that it seemed "likely that the main characteristics of the 1951 labour market will carry over into 1952. For the first few months of the year, winter unemployment will be present and there may be spotty unemployment throughout the year, but the basic economic trend is firm. There is a world-wide need for the food, lumber, newsprint and mineral products which the basic and manufacturing industries produce. The defence and defence-supporting industries will be getting into high gear. With a high level of national income, it seems likely that consumer demand will re-assert itself.

In regard to construction, 1952 will be a busy year as there are a great many large-scale projects planned or underway which will take several years to complete. All these factors will contribute to a strong demand for labour, but with the re-adjustments which have been going on in the labour market, no over-all serious manpower shortage is foreseen."

Mr. Gregg said that 1951 had been "on the whole a very good year" for the Canadian worker. "During the summer....there were about 5,350,000 Canadians at work, more than a million more than were employed in 1939.... Employment and wages were never higher, but at the same time consumer prices rose and small pockets of unemployment were produced by the shifts in labour demand....

"Probably the most interesting feature of 1951 labour market was the shift of labour into areas where resources development projects were under way. New townsites and industries have grown up as a result of these projects, many of them in remote and unsettled regions. There was a steady movement of workers to such areas as the aluminum project in British Columbia, the construction of a 365-mile railway and terminal facilities to transport iron-ore from Ungava, and the growing Alberta oil and chemical industries."

Nootka Sails For Korea: December 30, (CP) -- There was little fanfare or visible excitement yesterday as the destroyer HMCS Nootka slipped from her berth and headed to sea for her second tour of duty in the Korean theater. About 200 persons, mostly wives, children and relatives of men aboard the Nootka, were on hand for the farewell.

The Nootka will relieve the west coast-based destroyer HMCS Sioux.

Across Canada: Winning a game against Chicago Black Hawks 3-0 on New Year's Day, the Montreal Canadiens climbed into a tie with Toronto Maple Leafs for second place in the NHL Standings. Detroit leads with 50 points, Montreal and Toronto each have 38, while New York Rangers are in fourth place with 30, one point ahead of Boston....Canadian Army engineers are preparing to dynamite the towering ice jams that have caused disastrous floods in Montreal's north end communities where the Red Cross estimates between 200 and 300 dwellings, mostly summer cottages, have been damaged and 70 to 80 families have been evacuated....Canada's civilian force stood at an estimated 5,210,000 persons during the week ended November 3 this year and of this total 5,100,000 had jobs and 100,000 were without jobs and seeking work, according to the quarterly survey by the Bureau of Statistics....Two hundred unsuspecting children were safely herded out of the Tweed, Ont., skating rink Saturday night, minutes before the entire building collapsed under the pressure of snow on the roof, burying the ice under tons of debris. The sound of cracking timbers overhead warned Canadian Legion supervisors.

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Vol. 3, No. 2

Thursday, January 3, 1952

Supersonic Jet Fighter To Be Made In Canada: Ottawa, January 2, (CP) -- Canada has decided to plan production of a supersonic jet fighter aircraft for her own needs and for possible sale to other countries, a defence production source disclosed tonight.

The plan is to have the plane designed and produced at the Avro Aircraft Company at Malton, Ont., manufacturers of the CF-100 all-weather jet fighter for the R.C.A.F.

Funds to assist in the development of the plane to travel faster than sound will be provided by the federal Government.

The supersonic jet will be dart-shaped and with wings swept so far back that they will form part of the main fuselage. When built, it will travel at more than 700 miles per hour -- the speed of sound -- and may reach maximum speeds of more than 1,000 miles per hour.

Indications are that the design will be along British lines, but with special features to meet Canadian flying conditions.

Eventually the new jet, if and when produced, will replace the CF-100 as a front-line aircraft for the R.C.A.F.

Preliminary discussions and planning have been proceeding for about a year.

The official hope is that Canada may be able to produce a supersonic fighter that may find a market in other countries, thus helping to shoulder the burden of production costs which are expected to be high if Canada produces the jet for the R.C.A.F. alone.

No time has been set for actual production. Planning may take another year or more.

Replacement Troops For Korea: Ottawa, January 2 (Journal) -- The Minister of National Defence, Mr. Claxton, today told the Canadian Brigade there would be "a very considerable movement of troops from Canada to Korea soon". Mr. Claxton said that "adequate enlistments" have swelled a manpower pool in Canada which will guarantee the carrying out of the yearly rotation plan first announced last Fall.

(Ottawa authorities said the additional troops sent to Korea would be replacements and would not increase the total of about 7,000 Canadians on service there.)

(The movement will take men of the 1st Battalion, Royal Canadian Regiment, now stationed at Petawawa, and the 1st Battalion, Royal 22nd Regiment, now at Valcartier, Que., into Korea in the early Spring, relieving men in the 2nd Battalions of these units who have been on duty there.)

In addition to assuring brigade personnel they would be given rotation leave after one year in the Korean theatre, Mr. Claxton said arrangements were in progress to return them home by air.

He further hinted at the possibility of improved leave conditions during the year of Korean service.

"One thing we can do for you while you are serving in Korea", he told the troops, "is to give you the opportunity of visiting and seeing Japan properly. We are going to try and make arrangements that will fit this objective into your regular five-day leave periods."

Canadian troops in Korea are entitled to five days' leave for every six months of service.

On New Year's Day, Mr. Claxton decorated two members of the Royal Canadian Regiment for bravery in the field in Korea. He also fired the 200,000th shell

in Korea of the Royal Canadian Horse Artillery. The Minister offered to carry messages back to the men's families and by nightfall had almost 1,000 notes to deliver.

960 Miles of Trans-Canada Highway Graded: Ottawa, January 2, (Globe and Mail) --

Grading has been completed on 960 miles of the 5,000-mile trans-Canada highway and paving on 400 miles. The Province of Saskatchewan has the largest mileage of new road opened with Ontario in second place, but in actual extent of work done Ontario is in the lead, with British Columbia in second place.

Figures on commitments and expenditures released today by the Minister of Resources and Development, Mr. Winters, indicate that work at the year end has kept pace with the anticipated schedule and that federal payments to the Province will use up all, if not more, of the \$15,000,000 voted by Parliament in the estimates last spring. Total payments to date have been \$11,090,615, but there are a number of claims still to be made on work completed during the summer and fall season.

Contracts let so far by the eight Provinces that have signed agreements total \$57,304,713, of which the federal Government is committed to pay 50 per cent under the Trans-Canada Act of 1949. Quebec and Nova Scotia so far have not signed agreements.

Bishops, Three Priests, Nuns Held By Communists: Toronto, January 2, (CP) --

A Roman Catholic bishop, three priests and three nuns are being held captive by Chinese Communists in Bishui, China, the Scarboro Foreign Missions Society announced.

They are: Bishop Kenneth Turner, of Montreal; Fathers Arthur Vendam, of Pomquet, N.S.; Craigh Strang, of St. John's, Nfld.; Alex McIntosh, of St. Andrews, N.S. and a Chinese priest ordained in Montreal, Father Paul Kam.

The three nuns held are: Sister Mary Angela McCarthy, of Ireland; Sister Mary Catharine Doyle, of Sault Ste. Marie, Ont.; Sister St. Mathew Pinfeld, of Toronto. They are members of the Order of the Grey Nuns of the Immaculate Conception of Pembroke, Ont.

The group applied for exit visas last April, the Society said. Since then, the Communists took over the Bishop's residence, the convent, and are holding the group in a school, surrounded by barbed wire.

Another priest, Father G.M. McKernan, is being held in Shanghai. He applied for his exit visa last July.

Across Canada: Talks aimed at averting a threatened strike of Toronto streetcar and bus operators broke down late yesterday. The date and time of a walkout possibly will be set on Thursday.

A strike by the Street Railway Employees Union (A.F.L.-T.L.C.) would halt Toronto Transportation Commission streetcars and buses serving the Greater Toronto area, which has a population of 1,300,000. It also would affect vehicles of Gray Coach Lines, a T.T.C. subsidiary which operates over a wide area of Central Ontario....At least seven planes, valued together at more than \$1,000,000 were destroyed yesterday in a fire that burned down No. 9 storage hangar at the R.C.A.F.'s No. 6 repair depot at Trenton, Ont.... Air Vice-Marshal Alan Ferrier, M.C. former member of Air Transport Board of Canada, has been appointed acting Secretary-General of International Civil Aviation Organization in Montreal.



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Vol. 3, No. 3

Friday, January 4, 1952.

Mr. Charles M. Spofford To Visit Ottawa: Ottawa, January 3 (CP) -- Charles M. Spofford, American Chairman of the Atlantic Council of Deputies, will visit Ottawa shortly to discuss with the Secretary of State for External Affairs, Mr. Pearson, plans for the forthcoming meeting in Lisbon of the Atlantic Council of Foreign Ministers.

Mr. Pearson is Chairman of the Foreign Ministers Council.

An External Affairs Department spokesman declined to comment on reports from London and Paris that France has asked that the Lisbon meeting, scheduled for February 2, be postponed for two or three weeks. He said that if such a postponement is sought, the announcement should come from the French Government.

In confirming the forthcoming visit of Mr. Spofford, the spokesman said it was only natural that the Chairman of the Council and the Chairman of the Deputies would want to meet to plan for the next regular meeting.

Montreal Contractor to Supervise Canadian Defence Construction in Europe: Ottawa, January 3, (CP) -- Albert Deschamps, well-known Montreal contractor, has been appointed by the Defence Production Department to look after Canada's interests in defence construction in Europe.

A Production Department official said today that Canada, with Army and Air Force units already in Europe, will have some interest in defence construction there. Mr. Deschamps will "look after those interests, whatever they may be," said the official.

Mr. Deschamps is expected to leave shortly to take up his new assignment.

The Minister of National Defence, Mr. Claxton said during a recent trip to Europe that airports will be needed in Europe to accommodate Canadian squadrons serving in North Atlantic Treaty forces. Canada plans to send a total of 11 squadrons, but some of them may use wartime airfields which have been rehabilitated.

Barracks may also be built for the Canadian army brigade now stationed at Hanover, Germany.

Prime Minister Churchill's Visit: Ottawa, January 4, (CP) -- Prime Minister Churchill's forthcoming visit to Washington and Ottawa is primarily to tell the United States and Canadian Governments his intimate and frank ideas on the problems threatening the peace and stability of the world. The British Prime Minister will also ask for similarly frank and considered viewpoints from Washington and Ottawa officials responsible for foreign and economic policy.

This was indicated here yesterday by those close to the arrangements for Mr. Churchill's visit. So far as is known here he will bring no specific problems to Ottawa. But he will hold conversations with Prime Minister St. Laurent and his Ministers in the privacy of Cabinet Council, and with Mr. St. Laurent at a luncheon arranged at the latter's residence for Sunday, January 13.

Primarily Mr. Churchill is crossing the Atlantic to talk with President Truman and his colleagues on all the problems threatening world peace and economic progress.

Strength Of The Canadian Dollar: Ottawa, January 3, (Globe and Mail) -- Ottawa is watching the marked strength of the Canadian dollar in New York with a feeling of satisfaction on the one hand and on the other a realization of the marked

contrast between the strength of the Canadian economy and the uncertainties obviously facing the United Kingdom and Western Europe.

The wave which has brought Canadian exchange on a completely free market within one cent of par with the American dollar has obviously justified the pre-Christmas move to abolish the last of the foreign exchange restrictions. Rather than resulting in any drive on the Canadian dollar there has been increased demand, and gold and dollar reserves for the year end, when they are announced, are expected to be substantially higher than the September figure....

Across Canada: A transit strike started in Toronto at 5 a.m., January 4. A vote to walk out to force settlement of a wage dispute was taken at a meeting of some 4,700 members of the Street Railway Employees Union (AFL-TLC).... Nearly all the major towns in the Lethbridge district of South-western Alberta on January 3 went into their second day of isolation as drifting snow plugged the highways. Raymond, Cardston, Pincher Creek, Magrath and Picture Butte and Waterton Lakes National Park still are isolated despite efforts of snowplow crews....An honorary degree will be conferred on Governor-General Viscount Alexander February 25 by University of Montreal....Unemployment insurance payments increased in November over the corresponding period last year. The Bureau of Statistics reported today that payments during the month rose to \$5,107,000 from \$4,184,000 in November last year, while the number of unemployed days for which payment was made increased to 2,033,000 from 1,782,000....H.H. Hatfield, Progressive Conservative Member of Parliament for Victoria-Carleton, died at his home at Hartland, New Brunswick, January 3.



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Vol. 3, No. 4

Monday, January 7, 1952.

NATO Meeting At Lisbon: Ottawa, January 5 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said on January 4 that Canada has no objections to meeting the request of France for a one-week delay in the Atlantic Pact conference in Lisbon next month.

However, the views of other governments had to be considered, he said in an interview. As Chairman of the North Atlantic Treaty Organization Council of Foreign Ministers, he has asked the other member Governments of NATO to express their views on the French request.

He expects to receive replies during the week-end, and will make an announcement just as soon as the replies are in.

The meeting was scheduled to open in Lisbon February 2. France has asked for a delay until February 9 to give the French Parliament time to debate the proposal for forming a unified European army.

Series Of Appointments For Consideration: Ottawa, January 6 (CP) -- The federal Cabinet is expected to consider within the next few weeks a series of appointments to new positions established by legislation passed at the recent session of Parliament.

Top job is the Chairmanship of the St. Lawrence Seaway Authority -- the Crown company established to construct the St. Lawrence Seaway, with or without United States participation.

The authority will consist of a Chairman and two other members. R.A.C. Henry, 68, prominent Montreal engineer, is mentioned in unofficial circles as a likely choice for the Chairmanship.

Mr. Henry is now consulting engineer for Marine Industries Ltd., of Sorel.

The Cabinet is expected to meet Tuesday or Wednesday for the first time this year. It last met December 29--the day the fifth session of the 21st Parliament was prorogued.

The Prime Minister, Mr. St. Laurent, went to Quebec for New Year's and will return Monday.

Besides the seaway appointments, several others await Cabinet action. Legislation at the last session increased membership of the CBC Board of Governors to 11 from nine and of the Board of Trustees of the National Gallery to nine from five.

Mr. Claxton To Leave Tokyo January 7: Tokyo, January 6 (CP) -- The Minister of National Defence, Mr. Claxton, said tonight that he will leave for Canada 12 hours ahead of schedule so he can meet Prime Minister Churchill.

Mr. Claxton and his party, including the Minister of Veterans Affairs, Mr. Hugues Lapointe, will leave here by air tomorrow night instead of Tuesday morning.

(Mr. Churchill, now in Washington for talks with President Truman is due to arrive in Ottawa next Friday.)

The two Cabinet Ministers today met Premier Shieru Yoshida of Japan and Gen. Matthew Ridgway Supreme Allied Commander. It is believed their discussions centred around the position of Canadian troops in Japan after the Japanese peace treaty is ratified by the Canadian Government.

Later they met Brig. John M. Rockingham, Commander of the 25th Brigade, and his wife.

Canada-U.S.-Japan Fisheries Convention: Ottawa, January 7 (CP) -- A Canada-United States-Japan commission for conservation of the North Pacific fisheries would be set up under a convention recently drafted by representatives of the three countries, the Minister of Fisheries, Mr. Mayhew, said on January 4.

In a statement reporting on terms of the draft treaty, Mr. Mayhew said other provisions include:

1. Japan would abstain from fishing halibut, salmon and herring off the coasts of Canada and the U.S.
2. Canada and Japan would abstain from fishing salmon in the Bering Sea east of the 175th meridian of longitude.

The three-nation fishery conference, held in Tokyo, which ended December 14, did not sign the draft convention. However, it recommended to the three Governments that the draft be accepted. Final signing requires the prior ratification of the Japanese peace treaty itself.

St. Lawrence Seaway Project: Ottawa, January 6 (Globe and Mail) -- A new series of U.S.-Canadian discussions on the all-Canadian seaway project will be held to carry plans to the stage where quick action can be taken as soon as President Truman decides that Congress has dallied long enough to make it apparent that the joint seaway project is dead.

The talks will be carried on between seaway power project committees to be set up in Washington and Ottawa whose function it will be among other things to prepare parallel references on power and possibly seaway plans to the International Joint Commission.

Construction Total Up 50 P.C.: Toronto, January 5 (CP) -- Canadian construction contracts soared, in 1951, to a new dizzy height of \$2,295,499,200.

This is more than 50 per cent higher than 1950's \$1,525,764,700 and leaves far behind the \$1,140,116,000 of 1949, which, just two years ago, was hailed as the first year to pass the 10-figure mark. For the sixth successive year a new record was set.

The figures are from MacLean Building Reports, Ltd., and omit a large volume of construction done within companies or utilities, for which contracts are not let in the usual way.

Dr. Barton Retires: Ottawa, January 4 (CP) -- One of Canada's best known agricultural experts, both at home and abroad, went into retirement today.

He is Dr. G.S.H. Barton, 68-year-old Special Assistant to the Minister of Agriculture, Mr. Gardiner, one of the fathers of the United Nations Food and Agriculture Organization and Canadian delegate to F.A.O.

While he will be retired so far as the federal Department of Agriculture is concerned, Dr. Barton will continue his association with F.A.O. which he helped to found at Quebec in 1945, in an advisory capacity.

Across Canada: Premier Byron Johnson announced today the 1952 session of the British Columbia Legislature will open February 19....Toronto entered the fourth day of its transit strike today, January 7....A new anthem for full choir has been specially composed by Dr. Healey Willan in honour of the 100th Anniversary of Trinity College, Toronto, and will be presented for the first time during a Thanksgiving Service for the Trinity Centenary at St. James Cathedral on January 13....The U.S. dollar Saturday closed at 25/32 of 1 per cent premium to the Canadian dollar, down 1/32 from Friday's close.

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Vol. 3, No. 5

Tuesday, January 8, 1952.

Mr. Garson's UN Address: Paris, January 7 (CP) -- The Minister of Justice, Mr. Stuart Garson, today urged Russia to return to her former support of world collective security as proposed by the late Maxim Litvinoff when he was Soviet representative of the League of Nations.

Making his maiden speech at the United Nations Assembly, Mr. Garson told the Political Committee that "the symbol of the tragedy of these times is that the Soviet Government no longer speaks to the world organization with the intelligent voice of Mr. Litvinoff, but that of Mr. Vishinsky, his successor today".

Mr. Garson made a plea for wider backing of UN measures in the important debate on Western proposals for stronger UN collective measures against aggression. Emphasizing that neither the UN collective measures nor the North Atlantic Treaty Organization are aimed at ganging up on Russia, Mr. Garson said he hopes that Russia has not given up forever its former ideas of collective security.

He said Canada learned the hard way that collective strength is necessary to survival in the modern world.

He assured Mr. Vishinsky, Russia's Foreign Minister, moreover, that Canada is no satellite in Korea, NATO or the UN.

Mr. Garson termed the Western collective measures resolution a "modest and unprovocative step towards the goal of achieving collective security through the UN". "The example of UN action in Korea will stand as a milestone of the first importance on the road to our goal." Mr. Garson said the best guarantee that collective measures will not be misused is the nature of democracy.

Gold And U.S. Dollar Reserves \$1,779,000,000: Ottawa, January 7 (CP) -- Canada's official stocks of gold and United States dollars climbed \$169,000,000 to \$1,779,000,000 at December 31 from \$1,610,000,000 at September 30, it was announced today. The Finance Department reported that the reserves advanced from the September 30 figure of \$1,610,000,000 to \$1,678,000,000 at October 31, \$1,749,000,000 at November 30 and to the total of \$1,779,000,000 at December 31. The figures, made public quarterly, all are in U.S. dollars.

Government economists attached no particular significance to the gain, noting that the holdings totalled \$1,742,000,000 at December 31 a year ago and that the long-run increase for 1951 thus amounted to only \$37,000,000. The all-time high for the stockpile of gold and dollars was reached October 31, 1950, when it touched \$1,826,800,000. Nor could the economists find any tangible link between the increase and the current strength of the Canadian dollar on the New York money market, where it was up 1/16 of a cent today at a discount of 3/4 per cent in terms of U.S. funds.

The improvement in reserves generally was ascribed to a heavy inflow of American investment capital going into Canadian industry and Canadian natural resources such as the development of oil in Alberta, iron ore in Quebec and electric power for aluminum production in British Columbia. This movement of capital served to offset a \$487,000,000 trading deficit which Canada built up during the first 10 months of 1951 in trade with the U.S. Imports from the U.S. far outstripped exports to that country in the 10-month period leaving Canada with an adverse balance.

The strength of the Canadian dollar at New York has been attributed to American demand for Canadian securities.

Mr. Stanley Woodward On Seaway: Ottawa, January 7 (Journal) -- Mr. Stanley Woodward, United States Ambassador to Canada, said on January 5 that the American Government will not delay Canadian plans to go ahead with construction of the St. Lawrence Seaway and power projects.

Mr. Woodward returned from Washington where he discussed the seaway and power projects with White House and State Department officials.

A press release, issued by the American Embassy, quoted Mr. Woodward as saying that President Truman is pleased with the legislative action taken by the Canadian Parliament and with the spirit of Canada exemplified by that action.

Bell Telephone To Spend Heavily In Expansion: Ottawa, January 7 (CP) -- Bell Telephone plans to spend \$90,000,000 a year during 1952-53 in expanding facilities to meet demands for service, the company said today in seeking rate increases before the Board of Transport Commissioners.

The new rates would boost residential and business charges for about 1,800,000 phones in Ontario and Quebec, where the company said it now has a backlog of about 80,000 unfilled orders for service on hand.

Urges Better Use Of Nation's Fisheries: Ottawa, January 7 (CP) -- Dr. A.W.H. Needler, Director of the Atlantic biological station at St. Andrews, N.B., said today Canada should concentrate on obtaining better use of her fisheries.

Reporting to the annual meeting of the Fisheries Research Board of Canada, Dr. Needler said that a few of Canada's commercial fish are already intensively fished and the yield can be maintained at its most profitable level only by careful regulation. Other species were fished intensively in some areas but not in others.

Excessive fishing by foreign vessels, notably from Spain, is depleting haddock stocks on the Grand Banks of Newfoundland, Dr. W. Templeman, Director of the Newfoundland Fisheries Research Station, said yesterday.

Across Canada: Already tied up by a transit strike, Toronto is now threatened with a strike of 700 gas workers....Sept Iles, Que., Northshore St. Lawrence town, was swept by a million dollar fire early January 8....Three hundred Canadian soldiers en route to Korea arrived in Vancouver last night aboard two troop trains....The fourth session of Quebec's Legislature, which started November 7 and adjourned December 20 for the Christmas and New Year holidays, will resume January 8....The Prime Minister, Mr. St. Laurent, returned to Ottawa January 8 after spending the New Year's holiday with Mrs. St. Laurent and members of his family at his Quebec home....The Canadian Press reports that the Defence Department is expected fairly soon to name a commission to make a searching inquiry into the causes and implications of a series of fires which have caused more than \$5,000,000 damage in the last two years.



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Vol. 3, No. 6

Wednesday, January 9, 1952.

Mr. Eden To Join Mr. Churchill In Ottawa: Ottawa, January 8 (CP) -- Foreign Secretary Anthony Eden will join the Churchill party in Ottawa this weekend, rounding out a four-man British Cabinet contingent which is expected to discuss the state of the world and the Washington talks informally with Canada's Cabinet.

The Eden development gave a new fillip to Ottawa's preparation for greeting Prime Minister Churchill and his party about 5:30 p.m. EST Friday when they arrive aboard an R.C.A.F. aircraft from Washington. They depart Tuesday at 10 a.m. for Washington.

Mr. Eden is not due until Sunday and will come here from New York where he is receiving an honorary degree from Columbia University.

His presence will round out a Cabinet group headed by Mr. Churchill and including Lord Ismay, Commonwealth Secretary, and Lord Cherwell, the Cabinet's atomic expert.

Outstanding officials such as the First Sea Lord, Admiral Sir Roderick McGrigor, will complete as distinguished a British group as has come to Ottawa in years.

Whether the visit of the entire party heralds important talks here remains to be seen. Officials still say there is no agenda and no vital specific topics have been singled out for discussion. They rather expect that the occasion will be seized for a full exchange of views such as that now proceeding in Washington.

The big meeting with the Canadian Cabinet will be Monday at 11 a.m., but Mr. Churchill and Mr. St. Laurent will lunch together Sunday, and there will be other opportunities for Cabinet-level talk.

Mr. St. Laurent, backed by a 100-man R.C.A.F. guard of honour and an R.C.A.F. band, will head the official greeting. From then on the programme will be a split between rest for the 77-year-old Churchill and a smattering of events such as a reception, a half-hour broadcast address to a state dinner at 10:15 p.m. Monday, lunch with Commonwealth High Commissioners and the placing of a wreath on the National War Memorial.

Seaway Cost To Be Paid Off In Tolls: Ottawa, January 9 (CP) -- The Minister of Transport, Mr. Lionel Chevrier, said last night that Canada can and will take the St. Lawrence Seaway in stride, but the door is still open for the United States to participate in the development.

He coupled that statement with a warning that it's going to cost the U.S. money to use a completed all-Canadian seaway's facilities because they "would not be a gift to anyone, least of all to the United States."

Both initial cost of the construction of the navigation channel and the operating expense would be covered by tolls on shipping, Mr. Chevrier said in a speech prepared for delivery over the CBC's trans-Canada network.

"In other words, the expense would be borne by the users and beneficiaries of the facilities."

The joint navigation and power project offered "incalculable promise for the economic development of Canada." But Canada was "not closing the door on U.S. participation . . ."

"That participation is still the logical, the desirable choice. But it is results that count. Canada can no longer afford to rely on U.S. participation as the only choice. The Canadian Government will pursue both alternatives, that is (joint) action under the 1941 (Canada-U.S.) agreement and action for the all-Canadian seaway until it becomes clear which course would be first to produce results."

Cost of power development would be borne by Ontario and U.S. agencies, said Mr. Chevrier. The cost of adding the necessary navigation facilities to allow large ships to penetrate to the heart of the continent would "not much exceed \$250,000,000."

That cost would be paid off in time by tolls but even so it was well within Canada's resources.

Federal Aid For Universities: Ottawa, January 8 (CP) -- The Canadian Government, completing consultations with the Provinces, will shortly announce regulations under which about \$7,000,000 in federal subsidies will be distributed among Canadian universities.

This federal aid, approved by Parliament is in line with recommendations of the Massey Commission on Arts. It might have gone to the universities sooner, but for the sticky problem of defining: 1. What is a university? 2. What is a student?

These two questions took up months of consideration by federal and provincial officials. Officials disclosed today that agreement finally has been reached and that an Order-in-Council likely apportioning the payments will be passed shortly by the Government.

The new regulations likely will contain surprises for some higher schools of learning and disappointments for others.

Not all institutions which have applied for the grant will get it. Also, some junior colleges which are not considered universities in the strict sense of the word likely will have their applications approved.

The grants, recommended by the Royal Commission On Arts, to aid universities threatened by a financial crisis, will be made on the basis of 50 cents a head for total Provincial population.

Mr. Drew Says Canada On Rim Of Golden Age: Toronto, January 8 (CP) -- Canada stands on the rim of a golden age which could zoom her population to 100,000,000 over the years, Mr. George Drew said tonight in an address to the Junior Board of Trade.

But, said the Progressive Conservative Leader, Canada can only fashion that future if she makes the greatest possible use of her own natural resources --particularly iron ore--for industrial development at home rather than shipping them elsewhere, notably to the United States.

He singled out iron ore and its use in greatly-expanded steel production as the crucial factors. The U.S. should get all the Canadian iron ore she needs for common defence purposes, "but every ton of iron ore we export means the export of that much employment, population and wealth at the same time."

N.Z. Experiments With Lamb Shipments: Ottawa, January 8 (CP) -- Canada welcomes the New Zealand move to ship meat to this country and thus earn more dollars, a Trade Department official said today.

He was commenting on a Wellington dispatch in which J.J. Evans, General Manager of the New Zealand Meat Producers Board, announced today that New Zealand will ship 5,000 tons of meat, mostly lamb, to the U.S. and Canada as an experiment.

New Zealand is exploring the possibility of developing a North American market as an alternative to Britain, its main customer.

Across Canada: Saint John's new airport, costing between \$5,000,000 and \$6,000,000, was officially opened on January 8 in the scenic Loch Lomond area nine miles from the city. It replaces the airfield at Pennfield, 40 miles away...A lost art--the Gaspé art of curing light salted codfish--has been recaptured in Quebec by fishery scientists with the aid of an old-time fisherman, Dr. A. Nadeau, head of the Gaspé Fisheries Experimental Station, Grande Rivière, Que., told the annual meeting of the Fisheries Research Board of Canada on January 8.... Farm cash income reached a record total of \$2,819,400,000 in 1951, the Bureau of Statistics reported January 8.



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Vol. 3, No. 7

Thursday, January 10, 1952.

Mr. Churchill To Broadcast From Ottawa: Ottawa, January 9 (CP) -- A broadcast address to the Canadian people will highlight Prime Minister Churchill's five-day visit to Ottawa.

He will speak at 10:15 p.m. EST Monday over a CBC National Network from a state dinner at the Chateau Laurier Hotel. The speech is the only one planned for his visit.

An uncrowded schedule has been drafted for the 77-year-old Prime Minister who today travelled to New York from Washington after he concluded his talks with President Truman.

The schedule includes talks with Canadian Government officials. They are expected to be informal, in keeping with the remainder of the programme. Although no agenda has been drafted for the talks with the Cabinet, it is expected they will cover a wide range of topics.

Mr. Churchill is bringing some of his top advisers with him. Foreign Secretary Eden will arrive Sunday to join the talks with the Government.

Mr. Churchill will fly to Ottawa from New York Friday. He will be accompanied on the flight by Sir Alexander Clutterbuck, United Kingdom High Commissioner to Canada, and Norman Robertson, clerk of the Canadian Privy Council, representing the Canadian Government.

At the airport Mr. Churchill will be met by the Prime Minister, Mr. St. Laurent, the Minister of National Defence, Mr. Claxton, and Maj.-Gen. Harry Letson, representing the Governor-General, Viscount Alexander.

Canada Tightens Steel Curb: Ottawa, January 9 (CP) -- Canada tightened her control on vital steel stocks tonight with two new orders designed to prevent stockpiling and putting a further curb on the uses to which construction steel may be put.

In issuing the orders, the Defence Production Department said that they "reflect the continuing difficult supply situation in 1952."

Canada has had steel under control for a year to ensure an adequate supply for use in her big defence production programme. Coming under control is all domestic production of steel and supplies Canada is able to get on a priority basis from the United States.

One order replaces a directive made last March which prohibited acquisition of steel for use in non-essential types of construction such as for amusement purposes, office buildings, hotels and certain personal service business establishments without permission of the steel controller.

The order continues these prohibitions. No new classes of buildings are added but the order prohibits steel purchases for use in construction of buildings which are to be sold or leased or used in part for non-essential purposes unless by permit of the controller.

The other order sets inventory limits, relating the permissible steel stocks to past consumption or future needs.

Dean Of Diplomatic Corps: Ottawa, January 9 (CP) -- Sir Alexander Clutterbuck, United Kingdom High Commissioner to Canada, may soon become Dean of Ottawa's growing Diplomatic Corps.

External Affairs officials said today he will become the next Dean after Ambassador Acyr Paes of Brazil leaves Ottawa shortly for a new appointment.

It will be the first time that a High Commissioner will be named Dean. Previously, it has been the diplomatic rule that the next senior Ambassador gets the title.

However, in 1948, the decision was taken to give High Commissioners the same rank as Ambassadors, which means that High Commissioners get the same diplomatic treatment and advantages as Ambassadors.

Mr. Gardiner On Need For Immigrants: Winnipeg, January 9 (CP) -- The Minister of Agriculture, Mr. Gardiner, today said Canada "could do no better" than to exchange some of its immense food wealth for British immigrants.

In a luncheon address to the Canadian Club, Mr. Gardiner said Canada's greatest need was "people." He said British immigrants could help produce raw materials and food in Canada to help keep employed and at the same time feed those at home.

"If that kind of an exchange cannot be satisfactorily worked out to balance over 50 years, it is not dollars that are lacking, it is ideas," he said.

Quebec Revenues \$270,590,400: Quebec, January 9 (CP) -- Quebec's great industrial expansion of the past few years has boosted provincial government revenues for the fiscal year ending next March 31 to an anticipated \$270,590,400, Finance Minister Gagnon told the Legislative Assembly today.

The all-time high in revenues from taxes and all other sources was announced by Mr. Gagnon in his budget speech.

Maj.-Gen. Pearkes, V.C., M.P., On Europe: Winnipeg, January 9 (CP) -- Economic, social and moral aid to Western Europe is more important than military aid, Maj.-Gen. G.R. Pearkes, VC, Progressive Conservative Member of Parliament for Nanaimo, B.C., said yesterday.

"There is an awful feeling of frustration over there," he told a meeting of the Empire Club of Manitoba.

It was Gen. Pearkes' first public address since arriving back in Canada Saturday.

Supersonic Jet Story Denied: Toronto, January 3 (CP) -- Crawford Gordon, Jr., General Manager of the Avro Canada aircraft plant at suburban Malton, issued a statement denying reports that his company is working on developments of a new supersonic jet aircraft for the R.C.A.F.

"It so happens we are not working on such a project," he said, "but if we were I'm sure the R.C.A.F. would not publicize the fact until it was properly cleared."

(The Canadian Press in a story from Ottawa quoted a Defence Production source as saying planning and designing on a top-secret supersonic project has been going on for about a year at Avro, funds for experimentation being provided by the Government.)

Across Canada: Citizens of Toronto went through their sixth tramless day with still no signs of an early settlement on the wage dispute between 4,700 streetcar and bus operators and the Toronto Transportation Commission.... Railway unions today tried -- but without apparent success -- to enlist the Government's aid in their drive to get "interim" wage increases before their current contracts expire, the Canadian Press reports.... Bell Telephone Company proposals for financing its \$90,000,000-a-year plant-extension programme in Ontario and Quebec were questioned by the City of Toronto in opposing the company's application for a rate increase. The city contended Bell could save itself and its customers money by doing more of its financing through bonds instead of issuing stock.... The Minister of Trade and Commerce, Mr. Howe, announced that an act passed at the last session of Parliament to provide for loans to financially-harassed Western wheat farmers will come into force January 15.



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Vol. 3, No. 8

Friday, January 11, 1952.

Mr. Pearson On European Situation: Ottawa, January 10 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said today the general opinion in high Atlantic Pact circles is that the West is in a far better military position now than two years ago and that things will be even better this year. The big question mark, he told a press conference, is Russia. Nobody in the West is sure what Russia is doing, but the belief is that the disparity in armed strength between Russia and the West is being narrowed.

It is hoped, he said, that by the end of 1952, the North Atlantic Treaty Organization will have a "pretty strong military force" in Western Europe. In that force, he hoped, would be a European army in which six continental nations would pool their manpower resources in a single military formation. Beside them would be British, American and Canadian troops, not directly associated with the European army, but serving together with them under Gen. Eisenhower or his successor.

Mr. Pearson, in discussing this week-end's visit by Prime Minister Churchill, said Canada is interested in hearing about the Anglo-American discussions on such matters as atomic energy, raw materials and reorganization of the NATO Council.

Within the next five days, Canada would be forwarding to Europe her views on the report of NATO's "three wise men" committee which has presented recommendations for a redistribution and increase in the joint burden of Western defence. He didn't deny that Canada has been asked to do more in Europe, but said nothing will be made public until Canada's allies know her stand.

The Minister of Finance, Mr. Abbott, might attend the meeting, starting January 29, of the 12-nation main NATO committee which will study the reactions of the NATO member nations to the "wise men's" recommendations.

Mr. Pearson said Canada has made further representations to Red China through the Indian Embassy in Peiping about the imprisonment of Canadian nuns and missionaries, but no reply has been received.

Consumer Credit Restrictions Eased: Ottawa, January 10 (CP) -- The Government today eased consumer-credit restrictions by extending the time-to-pay period to 18 months from 12 and promised further cuts this year if inflation eases.

Some Canadian business men gave a warm greeting to this apparent attempt to pull the consumer-goods industries out of a sales slump. Others felt the changes did not go far enough. Down payments, they believed, should also have been reduced. The modifications, first since the restrictions were imposed in October, 1950, go into effect Monday next, January 14. They include:

1. Pianos, organs, saxophones and other musical instruments purchased by the general public are freed from the regulations. The list does not include radios, television sets, record players or the like.

2. Customers may rent refrigerators, vacuum cleaners, washing machines and other consumer goods for as long as 12 months and they will not be liable to the credit restrictions. Previously the limit was six months. After that the Government considered the goods as purchased and enforced credit regulations.

3. However, the regulations no longer will be applied to all goods--with the exceptions of automobiles and motorcycles -- rented for use exclusively in a business, trade or profession. Taxicabs and trucks, considered vehicles for business, were not subject to the restrictions.

Some of the major blocks to large-scale consumer purchases are still continued. The down payment on new and used passenger cars is still one-half the purchase price; on other consumer items, one-third. The minimum time payments are \$10 a month or \$2.50 a week.

The current restrictions make the Canadian regulations tougher than those imposed in the United States.

Federal Aid For Universities: Ottawa, January 10 (CP) -- Nine Provinces, all except Quebec, have reached agreement with the federal Government on terms for distributing Parliament's vote of \$7,100,000 to help Canadian universities leap financial hurdles. Quebec, apparently unsatisfied with the federal Government's definition of the type of university eligible for financial aid, has requested that a special joint commission be set up to decide which Quebec institutions will be eligible.

This was disclosed today in a statement by the Minister of Finance, Mr. Abbott, outlining the regulations under which the grants will be made. Quebec's request, he said, will be met.

In other Provinces 82 universities and colleges are considered eligible for sharing in the grant, approved by Parliament on recommendation of the Massey Commission. Agreement was reached after informal and formal consultations between the Prime Minister, Mr. St. Laurent, and the provincial Premiers.

With the exception of Quebec, the number of eligible universities in the various provinces are British Columbia, 4; Alberta, 5; Saskatchewan, 15; Manitoba, 7; Ontario, 29; New Brunswick, 6; Nova Scotia, 13; Prince Edward Island, 2; Newfoundland, 1. Payments are expected to go out within the next few weeks. Provinces will share on the basis of population at the rate of 50 cents a head.

Mr. Drew On Commonwealth: Toronto, January 10 (CP) -- Mr. George Drew, Progressive Conservative Leader, said today that Canadians in extending their partnership with other countries to preserve peace and freedom should "remember that the most effective international partnership ever created by man is the British Commonwealth of Nations."

Mr. Drew, in an address to the Empire Club of Canada, said: "Our greatest service to ourselves, our country and mankind may well be the convincing demonstration we give within this Commonwealth of the ability of nations to work together for their mutual advantage without sacrificing their sovereignty in any way."

Across Canada: The Toronto Transportation Commission has agreed to meet representatives of the striking Street Railwaymen's Union (A.F.L.-T.L.C.) to discuss any new proposals aimed at ending the strike that has tied up Toronto's publicly-owned street-car and bus services since January 4.... Living costs declined in four of nine regional cities during November, but climbed in the other five, the Bureau of Statistics reported yesterday.... Henry J. Sissons, Canada's materials co-ordinator, said yesterday there is no end in sight to a critical shortage of strategic metals, and urged that waste and unnecessary use must be reduced "to every practical extent."



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Vol. 3, No. 9

Monday, January 14, 1952.

Speculation As To Important Post For Viscount Alexander: Ottawa, January 13 (CP) --

Viscount Alexander is expected to accept a top British defence post, quite possibly as Defence Minister in the United Kingdom Government.

That, it was indicated tonight, will be one of the major results of the Ottawa visit of Prime Minister Churchill and three members of his Cabinet. Mr. Churchill, in conversation with Canadian Cabinet Ministers, already has shown that he has plans to put the Canadian Governor-General--his favourite general in the last war--back into harness.

On the other hand, Viscount Alexander is reported to have expressed a desire to go back to an active job rather than retire to his new English home on leaving Ottawa.

Just when the 60-year-old Field Marshal will leave Canada is not known. The signs are that it will cut into his extended term as Governor-General, now slated to end next fall. He and Mr. Churchill have held a number of talks here.

Speculation has had Viscount Alexander, probably the most popular Governor-General Canada has known, going to either one of two posts under Churchill. One is that of Defence Minister, a post now held by Mr. Churchill himself. The other is that of a sort of military czar or co-ordinator of an Anglo-French military front running through the Far East.

Conjecture about the latter grew out of the arrival of British Lt.-Gen. Gerald Templer on a secret mission. It is expected to culminate in Templer's appointment as High Commissioner in Malaya with the job of cleaning up the Communist terrorist campaign there.

Mr. Churchill's Visit: Ottawa, January 13 (CP) -- The Churchill-St. Laurent talks got under way here today amid indications that major developments may eventually result from the British Prime Minister's long week-end visit to this capital.

The two leaders met privately at noon for an hour-long chat at Mr. St. Laurent's official residence and later were joined for lunch by key members of their Cabinets.

The day, the third of the Churchill visit, saw these developments:

1. Foreign Secretary Anthony Eden arrived from Washington, via New York, after important talks with State Secretary Dean Acheson meeting the Canadian Cabinet with Mr. Churchill. He also is expected to confer privately with Mr. Pearson.
2. Britain and the United States are reported authoritatively to have reached an agreement in Washington for a further exchange of raw materials including American steel, Canadian aluminum and Malayan tin.
3. Lord Cherwell, Prime Minister Churchill's most trusted adviser on atomic energy, conferred today with Dr. C.J. Mackenzie, President of the National Research Council, which has charge of Canada's atomic research. They will meet again tomorrow.

The Cherwell-Mackenzie meetings are believed to stem from recent moves to a greater exchange of atomic research information between Britain, Canada and the United States.

Lt.-Gen. Simonds To Korea: Lt.-Gen. G.G. Simonds, CB, CBE, DSO, Chief of the General Staff, leaves Ottawa on January 15 by air to visit the 25th Canadian Infantry Brigade Group in Korea and its reinforcement group in Japan, Army Headquarters has announced. He will be accompanied by his military assistant, Lt.-Col. G.M. Sprung, and by the Director of Infantry Col. Don Forbes.

In Tokyo he will confer with Gen. Mathew B. Ridgway, Commander-in-Chief of the United Nations' Forces, and with Brig. A.B. Connelly, Commander of the Canadian Military Mission in Japan. Later, in Korea, in addition to inspecting units of the 25th Canadian Infantry Brigade Group and conferring with its commander, Brig. John Rockingham, he will meet Lt.-Gen. Van Fleet, commander of the Eighth Army in Korea, and Maj.-Gen. J.H. Cassells, commander of the 1st Commonwealth Division, among others.

Plan For Funneling North's Minerals Through Edmonton: Edmonton, January 13 (CP)

-- A plan to funnel the far north's uranium and other mineral wealth through Edmonton was disclosed Saturday. It would involve construction of a 500-mile railway to the Alberta capital from the southern shore of Great Slave Lake in the Northwest Territories. Uranium concentrates would be processed in plants fueled by Alberta's plentiful low-cost natural gas.

The proposal was outlined in the annual report of Leonard E. Drummond, secretary-manager of the Alberta and Northwest Chamber of Mines and Resources. Mr. Drummond mentioned no cost figures, but others at the Chamber's annual meeting here said that, together with Alberta industrial projects already under way, expenditure of a minimum of \$1,000,000,000 would be involved.

Across Canada: Neither peace nor war, but a time of taxes and troubles was the future Arthur Hays Sulzberger predicted for North America and for the world at large. The New York Times publisher spoke in Convocation Hall, Toronto, Saturday night to a joint meeting of the Royal Canadian Institute and the Empire Club....A feeling pervaded Toronto at the week-end that a "break" in the transit strike was imminent. For the first time since more than 4,700 streetcar and bus operators struck January 4 to enforce a demand for higher wages, negotiations for a settlement open January 14....Six thousand Ford workers at Windsor voted almost unanimously to reject a wage increase offer made last week by the Ford Motor Company of Canada in a contract dispute which began last spring....Three RCAF fighter squadrons fought off an "attacking bomber force" over Smiths Falls on Sunday afternoon. "Operation Balbo" was held to demonstrate the ability of the air force to provide a fast, efficient interceptor screen over the Ottawa area....Arthur H. Hinds, 65, for 38 years chief clerk of the Senate's committee branch, died in hospital following a lengthy illness. He had retired last year.



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Vol. 3, No. 10

Tuesday, January 15, 1952.

Mr. Churchill's Ottawa Address: Ottawa, January 14 (CP) -- Prime Minister Churchill tonight declared that the North Atlantic Alliance is the "surest guarantee" of victory should western hopes for peace be blasted by aggression.

All could see for themselves, he said, the strange clouds that move and gather on the horizons, as in 1939. But this time "we are all united from the beginning." "We all mean to stand by each other, here, in Canada, in the U.S., in Britain, in Western Europe, all of us are united to defend the cause of freedom with all our strength and by that strength we hope to preserve unbroken the peace which is our heart's desire."

In a speech delivered before a state dinner climaxing his five-day visit to this capital, the 77-year-old British statesman deplored the fact that peace is still not "untroubled" six years after the ending of the war.

That, he said, is "certainly not what we had hoped to find after all our enemies had surrendered unconditionally and the great world instrument of the United Nations had been set up to make sure that the wars were ended." But now the west had the North Atlantic Treaty, which was "the surest guarantee not only of the prevention of war but of victory, should our hopes be blasted.

"I claim here, in Ottawa, that tonight in our gathering here we make a valiant and, I believe, unconquerable assertion of the spirit of our combined identity and survival. We have surmounted all the perils and endured all the agonies of the past. We shall provide against and thus prevail over the dangers and problems of the future, withhold no sacrifice, grudge no toil, seek no sordid gain, fear no foe.

"All will be well. We have, I believe, within us, the life-strength and guiding light by which the tormented world around us may find its harbour of safety, after a storm - beaten voyage."

Mr. Churchill repeated his advocacy of a United Europe and the inclusion of German arms in a European Army. He said he long has been an advocate of both ideas and promised that Britain will do all in her power to help them to success. But that, he went on, "does not mean that Great Britain will become a unit a Federated Europe, nor that her army, already in line upon the Continent and to grow steadily, will be merged in such a way as to lose its identity."

Then he asserted:

"We stand with the U.S., shoulder to shoulder with the European Army and its German elements, under the supreme NATO commander to face whatever aggression may fall upon us."

He referred briefly to Britain's economic troubles, and warned that her ordeal "will be hard and will not be short." Stressing the "gravity" of the economic position, he promised that the United Kingdom will not "shrink from any measures necessary to restore confidence and maintain solvency, however unpopular these measures may be."

Turning to the Atlantic Pact, which owed much to "Canadian statesmanship and to the personal initiative" of the Prime Minister, Mr. St. Laurent, he said the defensive organization was broadening into a new concept.

"So far this solemn compact has been regarded only in its military aspect, but now we all feel, especially since our visit to Washington, that it is broadening out into the conception of the North Atlantic community of free nations, acting together not only for defence, but for the welfare and happiness and progress of all the peoples of the free world."

For this, "we need to do all in our power to promote United Europe and the design of a European Army, including Germany."

On the subject of Britain's economy, he said:

"We do not want to live on our friends and relations, but to earn our own living and pay our own way so far as the comforts and standards of the British people are concerned.

"We gave all our strength to the last ounce during the war and we are resolved to conquer our problems now that it is over."

Atlantic Naval Command: Ottawa, January 15 (CP) -- Prime Minister Churchill has been hammering at the Atlantic Naval Command argument in talks here, it was learned yesterday. This is apparently an attempt to swing Canada over to support of his contention that there should be no over-all Atlantic Pact boss in that great sea.

Canada's attitude has been that the United States and United Kingdom should fight it out themselves.

This question, it is reported reliably, appears to be uppermost in the mind of the British leader who has cherished and championed Britain's sea record and stature ever since he was head of the admiralty in the First World War.

The U.S. wants an American named to lead all Atlantic Pact naval forces, including Canada's, in the Atlantic. The U.K. view is reported to be that there should be no over-all czar at all but that the U.S., U.K., and Canada should each be allotted an area of responsibility as they were in the last war.

London Conference On German Debt: Ottawa, Jan. 14 (AP) -- Canada will send a delegation to an international conference in London next month in the hope of obtaining a settlement on some \$4,000,000 worth of pre-war German debts, finance officials said tonight.

The Canadian delegation will be made up of one or two finance department officials, and several officials from the Canadian High Commissioner's Office in London.

Across Canada: A three hour conference failed to effect any compromise in the Toronto transit strike, which on January 15 entered its 12th day....Home building slumped in Canada during the first 11 months of 1951, the Bureau of Statistics reported....Vincent Bladen, Professor of Political Economy at the University of Toronto, will head a committee to study health insurance, the Canadian Welfare Council has announced....Trinity College will celebrate its 100th anniversary on January 15.



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Vol. 3, No. 11

Wednesday, January 16, 1952.

Mr. Churchill Bids "Au Revoir": Ottawa, January 15 (CP) -- Prime Minister Churchill departed this capital for Washington today and, with tears in his eyes, bestowed on Canadians his wish for "all success and good fortune."

The 77-year-old British statesman, ending a five-day round of social activities and inter-governmental talks, made a triumphant departure to the cheers of hundreds who packed Ottawa's Union Station to see him off.

The crowd wouldn't let him go and, in one of three brief platform appearances before his train pulled away, he told the roaring throng:

"Let Canada go forward into her great future. . . .I wish you all success and good fortune."

He disappeared into his private car and the crowd sent up the chant "We Want Churchill," and he came once again to tell them: "I am not going to say goodbye. I am only going to say au revoir."

Then, a third time, he appeared again, saluting a guard of honour and raising his hand in his famed "V for Victory" sign, holding it aloft as the train rolled away into the gathering dusk.

A military band intoned the first four bars of Beethoven's Fifth Symphony, the notes which signified victory in the Second World War.

His special four-car section, hitched to the rear of the regular Ottawa-Montreal train, left at approximately 4:40 p.m. EST. The Prime Minister, Mr. St. Laurent and members of the Canadian Cabinet and the diplomatic corps turned out to see him go.

The official departure ceremony was brief. As an artillery troop thundered a 19-gun salute, Mr. Churchill inspected the R.C.A.F. guard of honour and then boarded the train after shaking hands with Mr. St. Laurent and others.

That ended a stay in which he conferred several times with the Canadian Prime Minister and his Cabinet and filled them in on the details of his talks with President Truman in Washington a week ago.

NATO To Meet In Lisbon February 16: Ottawa, January 16 (Press Release No. 1) -- The Secretary of State for External Affairs, Mr. Pearson, who is this year President of the North Atlantic Council, announced on January 16 that after consultation with the Council Deputies in London it had been decided to hold the next meeting of the North Atlantic Council in Lisbon beginning February 16.

Canada-Soviet Trade: Ottawa, January 15 (CP) -- Canadian trade officials said today that Russia, obviously, is not so interested in promoting general trade with Canada as she is in obtaining strategic supplies of scarce materials.

They were commenting on a Moscow dispatch quoting the Soviet English-language publication "News" as advocating, in an editorial, resumption of trade between Canada and the Soviet. Another editorial was devoted to promotion of Soviet-Canadian friendship.

Officials said that Canada probably would be willing to sell Russia some non-essential goods if Russia was willing to pay cash.

But they ruled out the question of trade between Canada and Russia involving the supply of any goods which may be scarce. Canada, they said, was just not interested.

Several attempts have been made in the past, they said, mainly by Soviet satellites, to get supplies of Canadian scarce goods, such as minerals and metals. These have been turned down. Exports of Canadian scarce materials are controlled through a Government export-permit system.

Soviet-Canadian trade has never been large, officials said. One reason is that Soviet trade is rigidly controlled by the Soviet Government and is concentrated mostly in Iron Curtain countries.

Maj.-Gen. Pearkes On World Situation: Ottawa, January 15 (CP) -- Canada should have sent hard-hitting armoured units to Europe rather than an infantry brigade, Maj.-Gen. G.R. Pearkes, V.C., Progressive Conservative military critic, said tonight.

Elaborating on remarks he has made about the makeup of the 27th Brigade in Germany, Gen. Pearkes, Member of Parliament for Nanaimo, said:

"Canada's offer of an infantry brigade is a remarkable case of sending coals to Newcastle."

Europe has lots of men available for infantry soldiering, he contended in a speech prepared for delivery over the CBC network. But Europe needs "highly-mobile, hard-hitting units."

He said, too, that his recent months in Europe as a delegate to the United Nations General Assembly have led to these conclusions:

1. Danger of war this year has receded, but tension is great in the economic field.
2. Despite the "depressing outward appearances" arising from U.N.'s acid debates, "I am inclined to think that a better understanding (between Russia and the West) has been reached and that results will eventually accrue . . . All nations have made it clear that their people dread war and that the armament race is imposing such burdens of taxation that no improvement in living standards can be achieved."

Corporation Profits Tax: Ottawa, January 16 (CP) -- The Minister of Finance, Mr. Abbott has asked provinces concluding new tax agreements with the federal Government not to revive a five-per-cent tax collected on corporation profits until last month.

Mr. Abbott, now attending a conference in the United Kingdom sent his request to all provinces January 10, along with an offer to boost payments under new federal-provincial tax agreements. His letter was made public yesterday by his Department.

Legislation providing for a five-per-cent corporation tax in provinces with taxation agreements expired in December. All provinces except Ontario and Quebec now have taxation agreements with the federal Government.

Across Canada: Most provinces are considering an expansion of vocational training facilities. The expansion plans were outlined on January 15 at the opening of a three-day meeting of the Vocational Training Advisory Council in Ottawa. . . . René Chaloult, member of the Quebec Legislature, urged the Quebec Government to open agencies in Paris, Rome and Brussels to "watch over Canadian immigration activities there," and to found a Government "reception organism" in Quebec. . . . Fifteen men and women, nucleus of the CBC television staff in Montreal, have started a six-month course in television subjects. The number is expected to increase to 125 by April. . . . Weekly payrolls rose to new heights in November, despite a slight decline in industrial employment, the Bureau of Statistics reported. Average weekly salaries amounted to \$51.97 compared with \$51.59 in October and \$46.29 in November last year. . . . The resignation of Murray Cotterill of Toronto as national Political Action Director for the Canadian Congress of Labour was accepted "with regret" yesterday by the Council Executive. . . . British Columbia is to have another multi-million dollar pulp mill linked with a major hydro-electric development. Plans call for the construction of a \$19,000,000 mill by Western Plywood Company in the Quesnel area in north-central B.C.



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OTTAWA - CANADA

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Vol. 3, No. 12

Thursday, January 17, 1952.

Mr. Garson's Address At UN Assembly: Paris, January 16 (CP) -- The Minister of Justice, Mr. Stuart Garson, today warned Russia that if she tries to Sovietize the rest of the free world--as she has done to much of Europe--it will prove "an exceedingly unprofitable and unhealthy venture."

In one of the most forthright speeches heard in the United Nations Political Committee, the leader of Canada's U.N. delegation denounced arguments by Soviet Foreign Minister Vishinsky as not those of an intelligent man.

Mr. Vishinsky's "fairy story" about American plans to dominate the world is a piece of "colossal impudence that insults the intelligence of every delegate in the United Nations," Mr. Garson said.

In the fourth day of debate on the Soviet "peace plan," Mr. Garson said Mr. Vishinsky's arguments had not changed his opinion that the Soviet leaders are intelligent men. He added:

"The purpose of our defence preparations is to convince this intelligence that we shall defend ourselves with unshakeable resolution against any possible Soviet aggression.

"If you want peace, good: so do we. You say you fear our aggression: well, quite frankly, we fear yours. Let us see what we can do to banish these fears on both sides."

Mr. Garson said that on the surface there is nothing new in Mr. Vishinsky's concession Saturday to western demands for atomic control to indicate that this Soviet agreement was made in good faith.

He asked Mr. Vishinsky whether he wants an effective system of international control coming into operation at the same time that the prohibition of atomic weapons comes into operation. He wanted to know whether Mr. Vishinsky would agree that the system of international control should be permanent, and would inspectors of the international control authority be able to go wherever and whenever they wished in the exercise of their functions.

Mr. Garson said he would support the western resolution to refer the Russian proposals to the newly established disarmament commission.

Three More Nations To Receive Canadian Arms: Ottawa, January 16 (CP) -- Three more European countries will receive Canadian arms and ammunition.

The Defence Department said today that shipments will be made this month to France, Norway and Denmark under the mutual-aid provisions of the North Atlantic Treaty Organization.

Eight 3.7 anti-aircraft guns together with radar, predictors and ammunition will be sent to France. Denmark will get 100 two-inch mortars and 45,000 rounds of ammunition. Norway will receive 30 artillery sighting instruments. The equipment will be shipped from Halifax.

To date, Canada has supplied military stores to Italy, Luxembourg, the Netherlands and Belgium under NATO.

Mr. Pat Conroy Labour Attaché: The Minister of Labour, Mr. Gregg, and the Secretary of State for External Affairs, Mr. Pearson, announced on January 16 that Pat Conroy of Ottawa, formerly Secretary-Treasurer of the Canadian Congress of Labour, had been appointed to the staff of the Department of Labour and will take over duties as Labour Attaché at the Canadian Embassy at Washington, D.C.

In commenting on the appointment the Minister said that in view of the growing importance of trade union activities and labour relations in the international field, the Government considered it important to make provision for closer contacts in this field of international activities.

The arrangement has accordingly been made for the appointment of Mr. Conroy as above. Mr. Conroy, as well as having a long experience in the Canadian union movement, has travelled extensively in other countries and was a ranking member of the international trade union movement.

Won't Retaliate On Travel Issue: Ottawa, January 16 (CP) -- Canada doesn't intend to retaliate against Russia for new restrictions on travel by diplomats in the Soviet Union.

External Affairs Department officials said Canada plans no action on the basis of a Moscow decree today which listed a series of locations including 22 cities, forbidden to foreigners.

Canadian policy of travel by Soviets was set down in 1950 when the Secretary of State for External Affairs, Mr. Pearson, told the House of Commons, diplomats from Russia and her satellite countries would not be permitted to enter classified areas, such as the Chalk River atomic project.

"Annexing" Canada: The Canadian Press reported, in part, as follows upon a Washington AP dispatch of January 16: "Creation of a special Congressional committee to explore the possibility of annexing Canada to the United States was proposed today by Representative Timothy Sheehan (Rep., Ill.)."

As part of the price that would have to be paid to Great Britain for giving up all rights and interests in Canada, Mr. Sheehan was quoted as saying, consideration should be given to money already granted to Britain by the United States.

Ottawa, January 16 (CP) -- Parliament Hill reacted with amazement and amusement today to the statements of Congressman Sheehan.

Mr. Sheehan's ideas about 20th Century Canada were termed "fantastic" both by a Member of Parliament and a senior official of the External Affairs Department.

Parliament Hill's rather scathing retorts were based on these three facts:

1. Canada is and has been an independent nation for a fair amount of time.
2. The day when Britain would have to be paid for giving up any rights or interests in Canada has long since passed away.
3. Fear of annexation by the U.S. was one of the big factors that helped confederate Canada in 1867. There has never been any substantial indication that annexation or union of the two countries has any marked support here.

Buying New Zealand Butter: Ottawa, January 16 (CP) -- The federal Government announced today a decision to buy another 2,500,000 pounds of butter from New Zealand, raising to 17,000,000 the amount Canada is importing during this winter season.

The Department of Agriculture said the Agricultural Products Board has been authorized to take up 2,500,000 pounds of the 5,000,000-pound option it holds with the New Zealand Dairy Products Marketing Commission. The butter will be delivered in Canada in late February or early March.

Agricultural officials said the price to be paid will be approximately 62 cents a pound laid down in this country. This means the butter will retail for about 70 cents.

Across Canada: Discussions aimed at a settlement of Toronto's 13 day old transit strike broke up last night in what delegates said was an "utter deadlock.".... Commissioner Leonard Nicholson of the R.C.M.P. yesterday decorated 40 members of the force with long service and good conduct medals....Accompanied by the Minister of National Defence and the Secretary of State for External Affairs the Prime Minister will open a new \$750,000 armoury in Sault Ste. Marie Saturday.



DAILY AIRMAIL BULLETIN

OF CANADA

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Vol. 3, No. 13

Friday, January 18, 1952.

Mr. Vishinsky Declines to Answer Mr. Garson's Questions: Paris, January 17 (CP) --

Russia's Andrei Vishinsky struck hard at the Minister of Justice, Mr. Stuart Garson today over Mr. Garson's pointed questions on the Soviet views on atomic controls.

The Soviet Foreign Minister told the UN Political Committee -- which sent his proposals to the Disarmament Commission for study -- that some of Mr. Garson's questions were pointless and senseless.

Mr. Garson yesterday urged clarification of the Soviet views immediately by Mr. Vishinsky in order to give impetus to disarmament commission meetings.

At one point, in referring to Mr. Garson's questions, Mr. Vishinsky said he did not intend to satisfy the curiosity of the leader of the Canadian Delegation. Mr. Vishinsky said he was not in school and Mr. Garson was not a teacher.

Canada, U.S., Plan Arctic Exercises: Ottawa, January 17 (CP) --

The Defence Department disclosed today it is going to throw paratroopers and airmen into an early-February exercise to learn how to deal with one more threat that would develop if war came.

The threat: Enemy seizure of an Arctic airport.

The exercise, dubbed Sundog Three, is expected to involve several hundred members of the Army's mobile striking force and the R.C.A.F. The airport is at Chimo on Ungava Bay in far Northern Quebec.

The test fits into the pattern which has been unfolding over the last few years in which the two forces have been learning how to handle various potential threats, such as the invasion from Alaska envisaged in last year's Exercise Sweetbriar.

About the same time, the U.S. Navy's ships and planes will be engaging in manoeuvres off the Canadian Atlantic coast right up to Greenland-north of Chimo -- and will use Halifax as one of its bases.

Mr. Turgeon Accredited Minister to Portugal: (Press Release No. 2, January 18) --

In the desire to strengthen the friendly relations happily existing between Portugal and Canada, and now even closer through the cooperation of the two countries in the Atlantic Pact, the Portuguese Government and the Government of Canada have decided on the exchange of diplomatic missions.

The Honourable W.F.A. Turgeon has been accredited as Minister Plenipotentiary for Canada and will act in that capacity jointly with his present functions as Canadian Ambassador in Dublin.

Dr. Luiz Esteves Fernandes has been accredited as Minister Plenipotentiary for Portugal in Ottawa and will act in that capacity jointly with his present functions as Portuguese Ambassador in Washington.

Provisionally, and by agreement between the two Governments, the Portuguese Legation in Ottawa and the Canadian Legation in Lisbon will be in charge of *Chargés d'Affaires*.

Mr. Martin On Older Workers: Montreal, January 17 (CP) --

The Minister of National Health, Mr. Paul Martin, tonight said that the attitude toward employment of older workers must be changed "if we are to prevent one of the greatest wastes in our use of manpower...."

He told the Annual Convention of the Dairy Farmers of Canada that advances in medical science and public health services since 1900 have added 20 years to the life of the average person.

This was a fundamental change in society and brought with it the need for an old age pension scheme.

Operation of Anti-Price-Fixing Law: Ottawa, January 17 (Globe and Mail) -- There will be no policing of industry by the federal authorities to enforce the new resale price maintenance legislation.

If any move be made for investigation and prosecution it will have to be initiated by private groups or individuals, for example a retailer who has been cut off by the supplier and considers himself a victim of a price fixing plan. So long as retailers and manufacturers work solidly together they are unlikely to be disturbed by the combines commissioner.

A determining factor in this policy has probably been the view that all resale price maintenance agreements became null and void on the day that the legislation became law.

Old Age Security Costs: Ottawa, January 17 (Globe and Mail) -- Estimate of old age security cheques which will be sent out at the end of the month is now between 630,000 and 640,000, make it virtually certain that the estimate of expenditures on old age security during the first full year will be substantially higher than the actual expenditure.

This estimate of \$343,000,000 was based on the supposition that by June of this year there would be 715,000 Canadians drawing old age security cheques. Allowing for late applications which would increase the net additions during the early months it looks as though this figure at most would not be higher than 670,000 and by the end of the year not more than 700,000.

U.S. Capital Aids Labrador Iron Ore Development: Hamilton, January 17 (CP) --

Canadians seem to be traditionally over-cautious, W.H. Durrell, general manager of Iron Ore Company of Canada said tonight on an address to the Hamilton branch of the Engineering Institute of Canada.

Mr. Durrell, who comes from New Liskeard, Ontario, said that at one stage in the development of Labrador iron ore, \$100,000,000 was needed in addition to the \$100,000,000 put up by the companies taking part in the venture.

"Our first step was to try to interest Canadian financial institutes in the type of investment best suited to the enterprise. All we could get in Canada was \$2,000,000.

"Therefore, we had to appeal to American business men who were willing to risk their capital in the hope of building a long-term, fair-return investment."

Among companies taking part in the Labrador development, and which formed Iron Ore Company to carry it forward, are Hollinger Consolidated Gold Mines, Ltd., big Canadian gold producers, the M.A. Hanna interests in the United States and five American steel companies.

Across Canada: Representatives of Toronto's striking streetcar and bus operators and the publicly-owned Toronto Transportation Commission yesterday failed again to reach a settlement ending the city's transit strike....Canada needs a much greater population and higher barriers to the importation of goods that can be manufactured in this country by Canadian labor, William F. Holding, President of General Steel Wares, Ltd., said yesterday....First session of the 24th legislature of Ontario will be convened on February 12, Premier Frost has announced....Premier Angus L. Macdonald announced that the Nova Scotia Legislature will open February 12.

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Vol. 3, No. 14

Monday, January 21, 1952.

Mr. St. Laurent Urges Youth To Join Armed Forces: Sault Ste. Marie, Ontario, January 20 (CP) -- The Prime Minister, Mr. St. Laurent, officially opening a million-dollar armoury in this Northern Ontario industrial city, has appealed to young Canadians to join the armed forces. He urged them to "go active" if possible, otherwise to enlist in reserve units.

The armoury, the first built in Canada since the end of the Second World War, will be headquarters for military forces guarding the steel-producing community of 32,500 persons and the great ship canal locks through which freighters loaded with wheat or iron ore pass from Lake Superior to Lake Huron.

Buildings and equipment are important in strengthening Canada's defences, Mr. St. Laurent said. In addition, men--and women, too--were required.

"Not only must we, as a member of the (North Atlantic) Alliance, devote a large proportion of our annual national production to military requirements, but we need a steady flow of young men to join the armed forces. We also need young men, who cannot serve full time, to spend part of their time for Canada in the reserve forces. Our experience in two world wars has shown the inestimable value of the reserve forces and I hope every encouragement will be given to young men of this and other communities to join a reserve unit if they cannot become members of one of the services on a full-time basis."

Canada-U.S. Atlantic Exercise: Ottawa, January 20 (CP) -- Two Canadian air squadrons are linking up with the United States Atlantic Fleet tomorrow for a three-week cold-weather exercise in which warships and planes will make mock warfare in the Northwest Atlantic. The R.C.A.F. announced today the two squadrons are Maritime squadrons, flying Lancasters, and will operate out of their base at Greenwood, Nova Scotia.

The exercise is called Micowex 52 and "is designed to increase combat readiness and familiarize personnel with operations in frigid climatic conditions." It will also, the announcement said, allow the U.S. fleet units to test their latest cold-weather weapons, equipment and clothing. The man in charge is Admiral Lynde D. McCormick, head of the U.S. Atlantic Fleet and the man rumoured likely to get the job of Atlantic Pact naval commander in the Atlantic.

North Atlantic Naval Commander: Ottawa, January 18 (CP) -- Naval officials said today Canada is "quite content" with the Churchill-Truman agreement on appointment of an American as Atlantic Pact naval commander in the North Atlantic. One effect of the decision is that in time of war it would fit Canada's major naval effort into a battle pattern directed by that man. In the last war, there was no such 'Eisenhower of the Atlantic.'

It has been indicated authoritatively that the R.C.N. will be assigned operational responsibility for a huge area of the Northwest Atlantic, possibly from the Canadian seaboard to Iceland, under the over-all command. That is, the R.C.N. would direct all operations in that area just as in the war the First Canadian Army commander directed all operations in a certain area in Western Europe under Gen. Eisenhower's over-all direction.

A high Navy official said, in commenting on the Washington announcement that the months-long Anglo-American argument over the Atlantic command has been settled, that the main thing was to get some sort of a decision in the stalemate and that had finally been achieved. For that reason alone, Canada was pleased.

Canada-U.S. Aluminum Negotiations Reported Re-Opened: Ottawa, January 18 (CP) --

The United States, in urgent need of aluminum to meet a vast expansion in defence production, has re-opened negotiations to obtain additional supplies from Canada. A year ago Canada offered a long-term contract involving 220,000 tons. The amount was in addition to what the United States normally would import. Stuart Symington, then in charge of the U.S. National Production Authority, turned it down on the ground that U.S. industry would soon be able to expand production to meet needs. However, production has fallen short of requirements. Eventually the Canadian offer was accepted by the United Kingdom.

It is not known how much additional aluminum the U.S. wants from Canada, but officials say the revived negotiations may lead to the export of "thousands of tons" during the next few years. Canada uses only a small portion of her annual production, which totalled 450,000 tons last year. About 200,000 tons went to the United Kingdom, 100,000 to the United States and smaller amounts to European and other countries.

It is understood those engaged in the renewed negotiations include Samuel Anderson, U.S. defence aluminum authority, the Minister of Defence Production, Mr. Howe, and the Aluminum Company of Canada, sole producer of the light-weight metal in Canada. Linked with the talks is the company's new Kitimat project in British Columbia with a potential output of 500,000 tons a year.

United Kingdom Of Libya: (Press Release No 3, January 21) -- The Department of External Affairs on January 21 released the texts of telegrams exchanged between Mahmoud Muntasser, Prime Minister and Foreign Minister of Libya, and the Secretary of State for External Affairs by which recognition of the United Kingdom of Libya, proclaimed on December 24 to be a free, sovereign and independent state, was accorded by the Canadian Government.

Across Canada: Toronto's striking street-car and bus operators have agreed to submit their wage demands to arbitration--but only after settlement with the Transportation Commission has been reached on certain fringe benefits....Lt.-Gen. Guy Granville Simonds, Chief of the Canadian Army general staff, left Tokyo on January 21 for a tour of inspection of Canadian forces in Korea....Premier Byron Johnson of British Columbia reshuffled the provincial Cabinet Saturday to fill the vacancies created Friday by the collapse of the Liberal-Progressive Conservative coalition....The Ontario tobacco industry, alarmed by a sharp drop in cigarette sales, announced a drive to cut the federal tax to a point where cigarettes can be sold to the consumer at 30 cents for a package of 20....Ford of Canada production workers voted at Windsor in secret ballot on January 20 to empower their union negotiating committee to call a Ford strike if it sees fit.

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Vol. 3, No. 15

Tuesday, January 22, 1952.

Mr. Pearson On Asian Perils: North Bay, January 21 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, warned last night that the situation in southeast Asia is "heavy with danger" from communist imperialism.

This condition exists, he said, "because the danger may express itself, not in open aggression where we would know where we were, but in aid and assistance to those who are already fighting against local governments."

"There may be no clear-cut breach of the peace as there was in Korea and consequently no clear-cut basis for defence," Mr. Pearson said in an address prepared for delivery at the annual dinner of the North Bay Chamber of Commerce.

Burma and Malaya had shown "how desperately difficult such situations can be."

In Europe, Mr. Pearson said, the situation seems "somewhat brighter" and the North Atlantic Alliance, making progress through its increasing strength and developing unity, has given grounds for hope in the year ahead. There is "less anxiety" about Europe than a year ago.

But here, too, there was a new danger in that the Kremlin may have replaced its plans for direct armed aggression against free Europe by a campaign "to sap our strength, weaken our resistance, undermine our resolve to get strong and keep united."

"We must defend ourselves against these tactics, and that is not going to be easy, because this is a campaign in the war of ideas. The defence must therefore be positive and constructive."

It would be folly to invite military attack by "weakness." But it also would be "unwise if we brought about economic and political weakness by trying to arm too quickly, too extensively everywhere." This was a danger in troubled and economically-unstable Europe.

While there was cause for less anxiety in Europe, there was cause for more in Asia, where the defence lines against Communist aggression were "far more extensive" than the width of the embattled Korean peninsula.

Those lines could not be held in equal military strength with the resources now available. That made it more important that Western participation in Asian defence rest on a strong political foundation and be allied with national and economic progress.

That participation should not be "saddled with the dragging weights of social injustice, racial discriminations, or political reaction."

"If Asia goes Communist, and this must be considered as at least a possibility, it will be for no love of Russia or of Marx, but because the agents of Russia and Marx were able to exploit and harness to revolution the longing for a piece of bread, a roof and the right to stand erect."

Defence Deliveries Peak In 1953, Says Mr. Howe: Toronto, January 21 (CP) -- The Minister of Defence Production, Mr. Howe, tonight advised Canadians to "avoid rocking the boat" in 1952.

Addressing the annual dinner of the Toronto Board of Trade, Mr. Howe said he could not foretell the future of the Canadian economy.

"So if you expect advice for 1952, all that I have to offer is this: Keep cool, avoid rocking the boat."

He said it is "part of the communist strategy to attempt to disrupt the economies of the free nations: Nothing delights the Communists more than to discover irrational economic behaviour based upon the fears inspired by them. Business men like yourselves can do much to keep the Canadian economy steady on a course that leads to security and a better life."

Reviewing the economic progress made by Canada in the last year, Mr. Howe said the main task was to get the programme of defence production rolling on a major scale.

"We did just that," he stated. "Most of the results are still to come in terms of deliveries of arms and equipment, and in terms of defence expenditure. But we are on our way; the groundwork has been laid. We are one year closer to the point where, in company with our allies, we can face with confidence any threat to our security."

During the nine months that followed the introduction of the federal three-year defence programme last April 1, the Defence Production Department had placed orders for defence goods and construction amounting to \$1,400,000,000. Deliveries of jet fighters and bombers, radar equipment, submarine chasers, and other weapons of defence were slow, but were coming forward in ever-increasing volume.

"Next year I expect the rate of deliveries to increase greatly. According to present plans the peak will come in 1953."

To Build Seaway By Tender System: Toronto, January 21 (CP) -- The Government's newly-created St. Lawrence Seaway Authority intends to call tenders for as much as possible of the construction of the big waterway, the Minister of Transport, Mr. Chevrier, said tonight.

"We cannot be sure yet that that will mean all its construction work, but it should mean the greater part," he told the Canadian Construction Association in an address prepared for delivery before its annual dinner.

"There is no thought of the Authority undertaking anything that can be done as well or better by private firms in the construction industry."

He estimated requirements of material, should the United States decide to join in the construction, but not including powerhouses or power development in the Lachine section, at:

70,200 tons of reinforcing steel; 108,600 tons of structural steel; 4,400 tons of copper; 7,630,000 barrels of cement, and 118,700 thousand board feet of lumber.

Employment on the project would average about 15,000 men, "assuming an accelerated construction schedule to complete the work in five years," said Mr. Chevrier. Of these, an average of about 9,500 would be employed in Canada.

Recalling the passage of the Government's seaway legislation at the last session of Parliament, he said Canada is determined to have the seaway "at the earliest possible date" and to "override the powerful minority interests that have denied it to us these 20 years and more."

Rise Of The Canadian Dollar: Windsor, January 22 (CP) -- The Canadian dollar was worth $\frac{3}{16}$ of a cent more than the American dollar in Windsor banks yesterday.

Bank officials called the exchange rate a "counter-rate." They said it included an "edge" for the protection of banks in the event the Canadian dollar rises higher.

The market opened this morning with the American dollar at $\frac{1}{8}$ -cent premium. The premium narrowed and then disappeared as million-dollar orders for Canadian money were placed in New York.

It was the first time in 20 years that Canadian money has out-priced the world's previously most valued currency.

Across Canada: The R.C.M.P. reports a big increase in its work of security screening persons for the federal services in the year ended March 31, 1951. In its annual report, the force says the number of records checked increased by 116 per cent over the previous year. The number of field investigations was reduced by 20 per cent....A new method to find oil fields may result from experiments being conducted with the airborne scintillometer, the Canadian Institute of Mining and Metallurgy was told yesterday by Hans Lundberg of Toronto, a Swedish physicist....The Canadian Association of Broadcasters urged yesterday that the Composers, Authors and Publishers Association of Canada seek a fixed amount from radio stations in 1952 for use of music in its repertoire....Even if it has to be subsidized, a pipeline should be built to bring Alberta natural gas to Ontario and Quebec, Provincial Mines Minister Gemmill said in Ottawa yesterday.

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Vol. 3, No. 16

Wednesday, January 23, 1952.

Canada At The UN: Paris, January 23 (CP) -- Canada's Delegation leaned over backwards on January 22 in its determination to carry out the moral obligation it has contracted in the United Nations.

The Canadian Delegation abstained in a Special Political Committee vote on the proposal for a new \$250,000,000 fund for relief of Arab refugees from Palestine.

R.M. Macdonnell, Minister at the Canadian Embassy in Paris, told the Committee that Canada abstained because the delegation had not received instructions from its Government but that Canada probably will vote for the resolution when it comes before the full meeting of the Assembly.

The Canadian Delegation is understood to have felt that while it supports the idea of a new refugee fund it cannot vote for the resolution without definite instructions because such a vote would morally obligate Canada to make a contribution to the fund--something the Government has not yet decided on.

Canada has, however, been one of the biggest contributors to refugee funds in the past and is expected to make a further contribution.

Mr. David Johnson Heads UN Agency: Paris, January 22 (CP) -- Canada is taking a leading role in drawing up a United Nations plan for full-scale reconstruction work in Korea when the war there ends.

David Johnson, newly-appointed head of Canada's Permanent Delegation to the U.N., has been appointed Chairman of the five-country advisory committee on the U.N. reconstruction agency which is working out plans for a one-year, \$250,000,000 reconstruction programme.

More than \$200,000,000 already has been pledged by U.N. members. Canada is the first country to make a substantial cash contribution-- more than \$7,000,000.

Viscount Alexander Speaks Of Leaving Canada: Ottawa, January 22 (CP) -- Canada's resources are in world demand to an ever-increasing degree "not only for civil needs but for the defence organization under the United Nations and the North Atlantic Treaty Organization," Viscount Alexander said tonight.

In an address to the 54th annual meeting of the Canadian Institute of Mining and Metallurgy--which may be one of his last speeches in Canada--the Governor-General noted the "vast" mining development which Canada has made since he assumed office here six years ago.

Reported to be leaving soon to become Defence Minister in the Churchill Cabinet, Viscount Alexander said he addressed the gathering "just before I leave Canada."

"And I must admit that the occasion holds a note of sadness for me. My wife and I have been very happy here in this country amongst you. My children have grown up as young Canadians and are frankly very unhappy at the thought of leaving Canada, which has become our second home."

He warned that while this development meant much to Canada in the way of wealth and opportunity, "wealth brings responsibilities together with all its troubles."

The Climb Of The Canadian Dollar: Toronto, January 22 (CP) -- In some transactions the Canadian dollar has brought a fraction of a cent more than the American; but generally, on today's markets, it was "at par" or very slightly under.

The actual touching of parity is more of a psychological boost than anything else, for the Canadian dollar has been climbing for some months and in recent weeks has been very close to par.

Foreign exchange experts are wary about speculating on what will happen now; whether Canadian currency will continue with the American; whether it may drop back a bit; or whether it may go higher.

They credit a flow of foreign investment into Canada with being the chief factor in the Canadian dollar's gain, but a variety of other factors enter into the picture.

The foreign money comes in large part from the United States, but European money is coming in too, including money from Switzerland and Belgium, and some from Britain; and this creates a heavy demand for Canadian dollars.

This money sees Canada as a relatively secure place in a troubled world; and a country embarked on vast expansion programmes which should turn out to be good investments.

Mr. Howe Urges Higher Engineering Standards: Toronto, January 22 (CP) -- The Minister of Defence Production, Mr. Howe, called for increasingly higher standards of scientific training in engineering schools to give Canada "a considerable percentage of engineering graduates who can rightly claim to be called scientists."

Mr. Howe said there is a "need for an increasingly higher standard in the scientific training of those who are to be responsible for applying science to the growth of industry." He added:

"If the engineering profession in this country hopes to meet the demands for leadership, initiative and enterprise, there must come from engineering schools a considerable percentage of engineering graduates who can rightly claim to be called scientists, and who are qualified to fill positions in research and development engineering and in advanced design."

Mr. Howe's remarks were made in an address on "The Engineer and Government" prepared for delivery as the fifth lecture of a series at the University of Toronto.

Suggests Canada Give Britain \$100,000,000 Worth Of Food: Montreal, January 22 (CP) -- A suggestion was made before the annual convention of the Canadian Federation of Agriculture today that Canada send Britain \$100,000,000 worth of food as a free gift.

Dr. E.C. Hope, federation economist, suggested that the federal Government may be well advised to lay aside \$100,000,000 for such a purpose. It not only would aid austerity-stricken Britain, but would help in disposal of huge supplies of feed grains building up in Canada.

However, H.H. Hannam, CFA, President, pointed out the fact that if such a scheme were placed into operation, it might upset international markets, and cut down other countries' chances of selling food to Britain at reasonable prices.

Across Canada: Kenneth R. Wilson, Ottawa editor of the Financial Post, was killed in the crash of an airliner at Elizabeth, N.J.....Toronto's-19-day-long transit strike ended yesterday with an agreement to submit to a one-man board of arbitration two remaining points of difference, one of which is pay....Within the lifetime of many Canadians atomic energy will be bringing primary power to the major power grids of the nation and, in addition, will enable industry to function in many areas beyond the reach of hydro, the Minister of Defence Production, Mr. Howe, said last night in Toronto.

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Vol. 3, No. 17

Thursday, January 24, 1952.

\$3,000,000,000 Industrial Investment Programme: Ottawa, January 23 (CP) -- Development of Canada's resources was placed on a par with the country's contribution in men and weapons in Korea and Northwest Europe today at the 54th annual meeting of Canadian Institute of Mining and Metallurgy.

The Deputy Minister of Defence Production, Mr. M.W. Mackenzie, placed resources development on that basis as he wound up the convention with the final speech on the meeting's main theme -- "Canada's Place in the Mineral World."

"The development of our resources is as much a part of Canada's defence effort as the building up of our direct military strength," he said. "Indeed, any comprehensive plan for strengthening the North Atlantic community of nations would not make sense unless it had regard to the development of our mineral and other strategic resources."

Against Canada's known commitments of \$5,000,000,000 for defence spending during the next three years, he matched--point for point the amount being spent on resources development.

This, he stressed, was as important as direct military strength to the North Atlantic Treaty Organization. Canada's total contribution to the NATO cause was necessarily a dual effort.

"Certainly, Canada has a greater potential resources development than any of its partners in the North Atlantic Pact."

Reviewing investment programmes in various industries, Mr. MacKenzie estimated that at least \$3,000,000,000 is being planned for expenditure on projects for completion in 1955 or sooner to increase the country's electric power, metals, chemicals, oil and gas, and pulp and paper production.

Biggest single element in the three-year, \$5,000,000,000 defence-production programme announced a year ago was the aircraft programme, costing \$1,200,000,000.

Sales To Britain To Be Reduced: Ottawa, January 23 (CP) -- The Minister of Trade and Commerce, Mr. Howe, announced today that sales from Canada to Britain this year under the United Kingdom token import scheme will be cut down 25 per cent from last year.

The annual quota will be reduced to 30 per cent of each exporter's shipments in the basic period 1936-38. In 1951, the quota's were 40 per cent with the trade valued at \$7,500,000.

The decision to reduce the scale of token imports was announced by the U.K. Government following the recent meeting of Commonwealth Finance Ministers in London, at which the sterling group decided to embark on a belt-tightening import policy. The British Government already has announced the scheme will be discontinued for other countries which previously participated in it.

Under the plan in effect for the last few years, Canada has been allowed to retain a part of her trade with Britain in manufactured goods, keeping the business alive on a token basis until the U.K.'s financial position improves.

About 70 commodities now are covered in the scheme. About 266 Canadian firms participate.

Mr. Howe said today Canadians will appreciate the decision to continue the token imports during this period of renewed difficulties for the sterling area.

"This is a tangible demonstration of the desire which exists, even in times of difficulty, to keep the channels open between Canada and the United Kingdom for as large and diversified an exchange of goods as possible," he said.

Saint John River Development: Quebec, January 23 (CP) -- Engineers today estimated \$250,000,000 could be spent on successful development of hydro-electric projects on the Saint John River, in Eastern Canada and the United States.

The figure came from the International Saint John River Engineering Work group after a two-day meeting to discuss data collected on three sites for possible hydro developments.

Three projects, with an estimated cost of \$125,000,000, would double the river's hydro output in 10 years.

The four-man international group, seconded by 46 representatives of Canadian and American Government and private interests, has other projects in mind whose cost would bring total expenditure to the quarter billion dollars mark.

The group was appointed 15 months ago by the Saint John River Engineering Board which will make an over-all report to the International Joint Commission of Canada and the United States when field studies are completed, possibly in 1½ years.

Projects discussed at the meeting included river conditions at Rankin Rapids in Maine.

Canada's Oil Outlook: Ottawa, January 24 (CP) -- Canada may never produce all the oil she uses, despite the new western oil fields, Dr. Oliver B. Hopkins, Vice-President of Imperial Oil, Ltd., stated.

In an address prepared for delivery to the Canadian Institute of Mining and Metallurgy, Dr. Hopkins, President of the Institute and Director of the Petroleum Division of the Defence Production Department, explained that Canada will become self-sufficient in oil, but self-sufficient only "on balance."

"By that I mean that it would be uneconomic to ship western oil to the Maritimes, for example, if we could balance imports there by exports elsewhere. Normally crude oil is worth more in Vancouver than it is in Halifax, so it would be advantageous to make this exchange."

For this "on balance" self-sufficiency, Canada needed to produce more than 400,000 bbls. a day. By the end of 1953, he foresaw a production of 300,000 bbls. a day.

Already Alberta oil, by replacing imports, had enabled Canada to make important savings in U.S. funds.

In 1948, the saving was \$9 million and in 1950 this figure rose to \$100 million, he told the convention. In 1951, with western oil moving to eastern refineries, it is estimated that the saving increased to \$150 million.

To Amend Annuities Act: The Government's bill to amend the Annuities Act, which was one of three left on the Order Paper when Parliament prorogued in December, will be revived next session, according to a statement by the Minister of Labour, Mr. Gregg. Last session the Industrial Relations Committee examined the bill exhaustively and heard considerable evidence. When the House rose, however, the legislation had not been considered in committee of the whole House.

"The measure is an attempt to bring Canada's annuities legislation into line with modern needs," Mr. Gregg said. "For example, the maximum annuity for which a person can subscribe at present is \$1,200 a year. The amending bill raises this maximum to \$2,400."

Across Canada: The Canadian Construction Association has asked the federal Government to recognize that an annual programme of from 100,000 to 125,000 dwelling units should normally be considered as a minimum national target during 1952.... The fourth session of Quebec's 23rd Legislature was prorogued late yesterday.... British Columbia will have a plebiscite at the next election on liquor regulations.... Ford of Canada workers will go on strike Sunday night in support of contract demands, George Burt, Canadian Director of the UAW-CIO, announced last night in Windsor, Ontario. His statement followed an announcement by the company that it could not accede to demands of the union.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
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OTTAWA - CANADA

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Vol. 3, No. 18

Friday, January 25, 1952.

Mr. Massey Appointed Governor-General: Ottawa, January 24 (CP) -- Rt. Hon. Vincent Massey has been appointed Canada's first native-born Governor-General, it was announced officially tonight.

He succeeds Viscount Alexander, relinquishing his post here January 28 to assume "other responsibilities"--presumably an appointment as Defence Minister in the United Kingdom Cabinet.

Mr. Massey's appointment and Viscount Alexander's retirement were announced tonight from Buckingham Palace in London and confirmed here in a statement by Mr. St. Laurent.

The date of Mr. Massey's assumption of office was not disclosed.

The text of the statement issued by the Prime Minister's office read:

"The Prime Minister, Mr. St. Laurent, announced that the King, on the formal recommendation of his Ministers in Canada, has acceded to the request of Field Marshal the Viscount Alexander of Tunis that he be relieved of the duties of Governor-General of Canada and that the appointment of the Right Honourable Vincent Massey to succeed him as Governor-General was being officially announced from Buckingham Palace."

Viscount and Viscountess Alexander today announced they are cancelling all their official engagements arranged to take place after January 28 and said they will sail for England from Halifax February 17, aboard the liner Franconia. They will leave Ottawa by train February 15.

The Ottawa Citizen commented this morning, in part, as follows:

"The Canadian Government has shown enterprise and boldness in its decision to depart from custom and recommend the appointment of a Canadian citizen as the Governor-General of this country. Only time will tell if as much may be said for its discretion and judgment.

"The appointment marks an abrupt break with tradition which is bound to provoke controversy from one end of Canada to the other. Those who fear a weakening of the already tenuous chain which links Canada to the crown will inevitably be dismayed. Indeed, the ground rumblings of discontent have already been heard even while the present move was still in the rumour phase. Such objections, it may be noted, do not stem from ardent imperialists alone. They are shared quite widely by Canadians who distrust an appointment which may link, however remotely, with the processes of party politics...."

Under the heading, "Opening A Way To Trouble," the Montreal Gazette editorialized, in part:

"There was no need for haste in appointing a successor to Viscount Alexander as Governor-General of Canada. But a hasty appointment has been made.

"Were the appointment made in the usual and customary way, such haste would have been less questionable. But the Government has decided upon an innovation, a new way, a break with precedent. When a change of this kind is to be made, nothing seems so necessary as a full opportunity for public opinion to express itself. This is scarcely a matter in which the public should be artfully confronted with an hastily accomplished fact.

"Some have suggested that a national referendum might be in order. At the very least, the matter ought to have been thoroughly debated in Parliament. But rumour came that Viscount Alexander would be leaving sooner than had been expected...."

"Certainly, in making its first appointment, the Government has taken care to reduce objections as far as possible. Rt. Hon. Vincent Massey is a man who has served his country well and disinterestedly through many years and in many offices. His work in London in the years of war will be gratefully remembered by many who served overseas and who found comfort and reassurance in his generous and tactful hospitality...."

"The trouble lies not in the appointment of Mr. Massey himself. It lies in the abuses to which the new procedure will be open. Unfortunately the appointment of Mr. Massey will not in itself prevent the difficulties that future years may well bring. What will the second appointment be like? Or the third? Or the fourth?...."

George Drew, Progressive Conservative Leader, criticized the Government for not first consulting Parliament before announcing a change in the office of Canada's Governor-General.

Mr. Drew's office said it had advised him at Nassau, Bahamas, where he is holidaying, of the appointment of Mr. Vincent Massey to succeed Viscount Alexander as Governor-General. It said Mr. Drew, in reply, authorized the following statement:

"There will be surprise and regret that the Government has made this very important decision without first consulting the elected representatives of the people in Parliament."

Mr. Breithaupt, M.P., Ontario Lieutenant-Governor: Ottawa, January 24 (CP) -- Louis O. Breithaupt, a leather manufacturer and legislator from Kitchener, is Ontario's new Lieutenant-Governor.

The Prime Minister, Mr. St. Laurent, today announced the appointment of the 61-year-old Liberal member of the House of Commons for Waterloo North, who will take over the office February 18 from Hon. Ray Lawson.

Mr. Breithaupt is appointed for five years. The five-year term of Mr. Lawson expired in December but it was extended briefly pending the naming of his successor.

Mr. Breithaupt, a native of Kitchener and former Mayor of that city, has been in the Commons since 1940.

His resignation, which must follow the appointment, will leave three vacancies in the 262-member House.

Restrictions To Remain On Bank Credit: Ottawa, January 24 (CP) -- Canada's chartered banks have agreed to continue application of restrictions on their lending operations, Graham Towers, Governor of the Bank of Canada, announced tonight.

The policy of cutting down on bank credit was agreed among the chartered banks and the Bank of Canada a year ago as a means of assisting in the fight against inflation.

Mr. Towers said in a statement that a meeting of the bankers had been held and agreement was reached "that it was desirable under present circumstances to continue the policies of restraint in the granting of bank credit which have been in effect since February, 1951."

He expressed the view "that the co-operation of the chartered banks in a policy of credit restraint has been an important factor helping to check domestic inflationary pressures."

As a result of the policy of restraint, bank loans and non-Government investments were no higher at the end of last December than they were at the end of last February.

Viscount Alexander Helps Fight Farmhouse Fire: Ottawa, January 24 (CP) -- Viscount Alexander, who has commanded great armies in battle, carried buckets of water at the direction of an 11-year-old country boy as he pitched in to help fight a farmhouse fire near here.

The Governor-General, soon to leave Canada, turned firefighter for 1½ hours yesterday when he came upon a chimney blaze in an old farmhouse while driving back from one of his last skiing trips to Quebec's Gatineau Hills.

Across Canada: Canada needs 2,000 young engineers to fill waiting positions in expanding industries, Dr. L. Austin Wright of Montreal, general secretary of the Engineering Institute of Canada, said in Ottawa....Mrs. Louis-Alexandre Taschereau, wife of Louis-Alexandre Taschereau, former Premier of Quebec, died in Quebec.



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Vol. 3, No. 19

Monday, January 28, 1952.

To Make Official Protest On Mr. Boyer's Death: Ottawa, January 27 (CP) -- Canada will make an official protest against rioting which led to the death of Joseph Macleod Boyer, Canadian Trade Commissioner, killed in Cairo Saturday, diplomatic officials said today.

Since Canada has no direct diplomatic link with the Egyptian Government, the protest will be made through the United Kingdom, officials said.

But outside of the protest, no other action is being planned against Egypt, though officials here were deeply moved by the report that the 54-year-old Commissioner was a victim of anti-foreign demonstrations in Cairo.

H.W. Cheney, acting Director of the Trade Commissioner Service, said the report of the death was "a tremendous shock." Officials in Cairo had expressed confidence only a short while ago that they thought they could ride through the uprising without being molested.

It was believed to be the first such killing in Canadian Trade Commissioner history. There had been other deaths in the world-wide service, but none involved the same set of circumstances which saw a Canadian become a victim in a split between two other powers.

Veteran Of Two World Wars

Mr. Boyer was a veteran of Two World Wars.

Reports from Cairo said Mr. Boyer was among three men who died when the rioting mobs burned the fashionable British Turf Club in the centre of Cairo.

The body has been identified by C.E. Butterworth, 27, of Ottawa, Assistant Trade Commissioner at Cairo. He will take over the Trade Commissioner's duties until a new appointment is made.

Mrs. Boyer was in Cairo with her husband, but is reported here as being safe.

Mr. St. Laurent On Use Of Words "Royal" and "Dominion": Ottawa, January 25 (CP) -- Mr. St. Laurent said with emphasis today that the official term "Royal" stands in no peril from his Government and added that he wouldn't object to seeing Canada called a Kingdom instead of a Dominion.

He championed the Commonwealth's monarchical-cabinet system of Government as the best yet devised, and struck back on three fronts at any suggestions that his Government is taking steps which might weaken Canada's ties with the Crown.

He said during a press conference:

1. It is beyond him how all the controversy grew up about alleged Government plans to eliminate the term, "Royal Mail". Nothing has been done, and nothing will be done to interfere with use of that term even though the Government still is trying to find out how it originated. The proper use of the term "royal" is an honour and a privilege, and it's "silly to think anyone could object to it."

2. The official name of Canada is Canada. Both the British North America Act of 1867 and the Westminster Statute of 1931 say so. In taking the term, "Dominion of Canada," from official laws and documents, the Government is simply "trying to correct an error" that has crept into official usage. But people who want to wipe out the term, Dominion entirely, are going too far.

3. Whether her people like it or not--and some Canadians think it implies inferiority, he said--Canada is a Dominion just as Ontario is a province and Ottawa a city. The Confederation law--the B.N.A. Act--specifically says the three Provinces existing in 1867 "shall form one Dominion under the name of Canada."

4. Since 1926 all self-governing countries in the Commonwealth have been fully equal in status. All but one are Dominions. The other, the United Kingdom, is a Kingdom. The one word which embraces them all is realm....

Mr. St. Laurent said a search of the records has shown that the Post Office has done nothing to interfere with the use of the term "Royal Mail".

U.S. To Co-Operate In Seaway Application: (Press Release No. 5, January 28) -- The Department of External Affairs on January 28 released the texts of an exchange of notes of January 11 between the Canadian Ambassador in Washington and the Secretary of State of the United States in which the Governments agreed to co-operate in preparing applications to the International Joint Commission for approval of the plans to construct power facilities on the St. Lawrence River in connection with the development of an all-Canadian seaway.

U.K. Immigration To Be Speeded: Winnipeg, January 25 (CP) -- The Canadian Government has made arrangements to boost the flow of immigrants from the United Kingdom by increased air and sea transportation, the Minister of Citizenship and Immigration, Mr. Harris announced tonight.

Starting next month, the British Government will charter a B.O.A.C. Stratocruiser aircraft to make one flight weekly to Canada carrying 70 immigrants each time.

"This service, although providing for only a comparatively small group will, nevertheless, be important because it will assist the speedy passage here of highly skilled technicians who are needed in our defence industries," he said.

In addition, the Canadian Government has arranged for an additional 38 sailings from United Kingdom ports to Canada this year.

174,715 Immigrants In First 11 Months Of 1951: Ottawa, January 27 (CP) -- Canada admitted 174,715 immigrants in the first 11 months of 1951, more than in any year since 1913.

The immigrants were drawn from countries in all parts of the world, but the largest increase--331 per cent--was shown in the movement from Northern Europe.

The 1951 total compared with 66,851 immigrants for the corresponding 11-month period in 1950, an increase of 161 per cent.

From the United Kingdom came 28,929 compared with 12,374; the United States 7,339 compared with 7,252; Northern Europe 65,182 compared with 15,123; other countries 73,265 compared with 32,102.

The last time the total passed the 100,000-mark was in 1948 when 125,000 immigrants were admitted. Not since 1928 has the total passed the 160,000 mark. In that year 167,000 immigrants were admitted. The record was set in 1913 when the number of new citizens totalled 400,000.

Former enemy countries and countries behind the Iron Curtain supplied many of the immigrants in 1951. From Germany came 27,844 compared with 4,900 in the corresponding 11 months of 1950. Italy sent 21,312 compared with 8,258. Only three came from Japan compared with nine the previous year. A total of 2,453 Chinese were admitted compared with 1,536.

Across Canada: Viscount Alexander has been awarded an earldom on relinquishing the post of Governor-General, it was reported by Reuters from London this morning.... The Minister of Trade and Commerce, Mr. Howe, announced a 20-cent-a-bushel boost on the initial price of Western wheat, effective February 1. The increase will mean distribution of an extra \$50,000,000 to western wheat farmers.... Leonard W. Brockington, K.C., Ottawa lawyer, will act as arbitrator in the wage-contract dispute between the Toronto Transportation Commission and the Street Railway Employees' Union (A.F.L.-T.L.C.).... The Copyright Appeal Board has concluded a nine-day hearing on copyright fees proposed by the Composers, Authors and Publishers Association of Canada for 1952. Decision was reserved.... The Minister of Justice, Mr. Garson, and the Minister of Finance, Mr. Abbott, arrived at Hanover, Germany, January 27 for a visit with the 27th Canadian Brigade.... Canada boosted the strength of her three regular armed forces by 26,500 or roughly 42 per cent in 1951, the Department of National Defence reported on January 26.



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Vol. 3, No. 20

Tuesday, January 29, 1952.

Mr. Pearson Urges Patience In World Affairs: Saint John, N.B., January 28 (CP) --

The Secretary of State for External Affairs, Mr. Pearson, advised Canadians today to settle down "for a long hard pull" in the cold war with Russia.

There is "no magic formula" available to bring about a quick and general agreement with Russia, he said in a speech to the annual meeting of Saint John Board of Trade. The only thing to do, he said, is to rearm and to have patience.

In the rearmament field, Canada had questioned some new burdens proposed for her on behalf of the Atlantic pact powers but "many others were accepted" by the Government. It was hoped a revised NATO programme could be hammered out at its Lisbon meeting next month.

Mr. Pearson, in his reference to the cold war, said: "Three of the important principles underlying foreign policy should be responsibility, steadiness and flexibility. I suggest that we will need all of these in the days ahead. "We should certainly keep on trying in every possible and honourable way to ease tensions, but we should not expect any easy way out of existing difficulties."

International Trade Fair, 1952: Canadian business and industry are backing Canada's International Trade Fair more strongly than ever. Fair officials have announced that already, with four months still to go, Canadian space bookings are well ahead of the total amount taken by Canadian exhibitors in either the 1950 or 1951 Trade Fairs. When the two-week show opens June 2, Canadian participation may be almost double what it was last year. To date, Canadians have booked 45,000 square feet of space to show products in every one of the 16 trade categories in which the Fair is divided. This is 3,000 square feet more than Canadian exhibitors occupied last year and space applications are still rolling in.

The most noticeable increase is in the section containing machinery and plant equipment. Here, Canadian manufacturers have 20,000 square feet, 3,000 more than last year, to show a diverse selection of machine tools, heavy and light machinery and equipment for almost every type of industry. Eleven of approximately 30 countries expected to exhibit have already submitted formal space applications. Denmark, exhibiting milking machines and diesel motors, is in the Fair for the first time.

Germany will exhibit in a major way for the first time, particularly in the machine tool section.

Britain, continuing her drive to establish and maintain broad Canadian markets, will again be one of the top exhibitors in almost every category. British machine tools are expected, as always, to be one of the major features, but this year machine tool makers will be showing on an individual basis rather than as an association.

The Netherlands, fourth exhibiting country last year on a basis of space taken, is returning to the Fair with another comprehensive display of Dutch goods, particularly in the household line.

Mr. Abbott Tells Mr. Adenauer He Should Now See Canada: Paris, January 28 (CP) --

The Minister of Finance, Mr. Abbott, said here today that he had given no formal invitation to West German Chancellor Konrad Adenauer while visiting in Hanover.

Mr. Abbott says that he merely suggested to Mr. Adenauer that he ought to visit Canada now that he's seen England.

Informed sources said, however, that if the Chancellor asked for a formal invitation, it would be arranged.

Mr. Abbott will represent Canada at a meeting of NATO Finance Ministers here tomorrow. Besides informal talks with West German officials at Bonn, Mr. Abbott and the Minister of Justice, Mr. Garson, inspected the Canadian brigade at Hanover.

They returned to Paris tonight after a four-day visit in Germany.

Servicemen's Wives To Receive Cheques: Ottawa, January 28 (CP) -- The Defence Department has decided to cut the pay of married servicemen into two parts and two cheques. The wife will get one cheque -- and a pretty big cheque, too, in some cases -- and the husband will get the other. This new policy starts March 1 for officers, April 1 for warrant officers and N.C.O.'s and May 1 for other ranks.

To Probe Problem Of Diminishing Salmon: Ottawa, January 28 (CP) -- Government experts and fishermen are going to get together here late in February on the problems of Eastern Canada's salmon fishery, both sporting and commercial.

Fisheries representatives of the federal Government and the five eastern seaboard provinces are to meet February 25 with the Atlantic Salmon Association, an anglers' body that has sponsored a study leading to broad recommendations for bolstering the apparently-declining stocks in the rivers and coastal waters.

The Government group is the co-ordinating Committee on Atlantic Salmon, a federal-provincial agency set up in 1949. The A.S.A. consists of anglers and fishing clubs in the Eastern Provinces, with some membership also among United States sportsmen.

Across Canada: Action by the Ontario Government to prevent strikes in public service organizations where the health and safety of the community are endangered was demanded yesterday by J. Gerald Godsoe, retiring President of the Toronto Board of Trade....The Government's housing agency has plans for a \$9,000,000 project to build houses in connection with air training developments on the Prairies....Louis O. Breithaupt, appointed last week as Lieutenant-Governor of Ontario, has resigned his seat in the House of Commons....The time lost as a result of strikes and lockouts in 1951 was the lowest for any year since 1944, the Department of Labour said yesterday.... Sales of television sets are continuing to climb in Canada, even though this country still lacks a television station of its own. Radio sales are dropping....The Toronto Board of Trade yesterday presented an honorary life membership to Ray Lawson, retiring Lieutenant-Governor of Ontario, for meritorious service to business and the community at large.



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Vol. 3, No. 21

Wednesday, January 30, 1952.

Mr. Howe Predicts Glowing Future For Canada: Vancouver, January 29 (CP) -- The Minister of Trade and Commerce, Mr. Howe, tonight predicted a glowing future for Canada's industry, even after the Western World's rearmament drive is over the hump. The Canadian productive machine, he said in a speech prepared for delivery before the Vancouver Board of Trade 65th annual meeting, "is expanding and being improved as never before in history."

"And I venture to suggest that never before has investment been directed along lines which hold promise of greater returns in terms of the things Canada and the world needs for a better life and for greater security."

By any test, said Mr. Howe, "Canada is doing well at the beginning of 1952. And yet I believe there are greater things in store for this country. In a sense we have yet to reap the fruits of our efforts." The economy was straining to produce all the demand of investment, defence and civilian needs. There were various restrictions imposed to keep competing demands from interfering with one another. But eventually, predicted Mr. Howe, "and I hope in the not-too-distant future, we, and our allies of the North Atlantic Treaty Organization, will have surmounted the hump of preparedness. In due course, too, the facilities now being created by the enormous investment programme will result in greater output."

Among indications, that Canada would maintain economic strength in the years ahead, he said, were:

1. New defence production in Canada was being geared to produce not only purely military but commercial items as well. This means that plants can be quickly converted to civilian production once defence production needs are over.
2. Canada during 1951 had plowed back into future development of natural resources no less than one-fifth of all she produced that year.
3. Canada during 1951 showed she could hold her own in world markets, by exporting \$4,000,000,000 worth of goods, the highest figure on record and \$800,000,000 higher than 1950.
4. The deficit in foreign commodity trade--\$122,000,000--in 1951 was not to be taken as any basic weakness in the Canadian economy.

How U.K. Import Cuts May Affect Canada: Ottawa, January 29 (CP) -- New austerity import slashes announced by the United Kingdom may clip the edge from Canadian exports, but the bulk of the essential shipments likely will go untouched, Canadian trade officials said today. They added that Canada wants more of Commonwealth sterling-area products, such as citrus juices, coffee, bananas, rice and copra. More dollars could be added to Britain's treasury if more of these goods could be provided.

"Canada," they said, "will show continuing sympathy with the need for assisting in all possible ways the drive by Britain to boost exports." Meanwhile, there was expectation that the U.K. import programme, announced in London, may cut into Canada's \$13,000,000 tobacco market in Britain. Canada shipped about 35,000,000 pounds of flue-cured tobacco to the U.K. in 1951, but for some time there has been doubt that Britain would be able to find sufficient dollars to renew imports in 1952.

There also is little likelihood that she would buy any Canadian apples or bacon. However, there was some hope that she may be able to negotiate a new cheese contract with Canadian producers in the spring and continue to buy wheat, flour and such essential materials as copper, zinc, lead and aluminum.

Earl Alexander Made Privy Council Member: Ottawa, January 29 (CP) -- Earl Alexander today was admitted to membership in the Canadian Privy Council -- the highest honour this country can bestow. He took his oath of office in a simple, 15-minute ceremony in the Privy Council chamber in the East Block of the Parliament Buildings, with the Prime Minister, Mr. St. Laurent, and other high state officials in attendance.

Later, the former Governor-General told reporters:

"I am very highly honoured and very deeply moved that this high honour has been given to me. It is the highest honour that Canada can give to anyone and I am naturally very proud of it. It also keeps up my contacts with Canada and I am very happy because it means I will not be severing my connections with this country."

Planes For R.C.A.F. To Cost \$1,500,000,000: Ottawa, January 29 (CP) -- The Minister of National Defence, Mr. Claxton, said tonight an important part of Canada's aircraft programme is behind schedule but the R.C.A.F. still aims to form a new fighter squadron every two months from now on.

Giving an insight into the cost of this drive to build up a fighter force, he disclosed that it will cost about \$1,500,000,000 to build the 3,000 new planes the R.C.A.F. is going to get under the three-year defence programme launched in 1951.

In an apparent reference to developments in atomic and other fields, Mr. Claxton, in a nation-wide broadcast, said Canada is building armed forces "to fight battles with weapons and under conceptions man has never before dreamt of."

Since Korea began 18 months ago, the strength of the forces has grown 90 per cent--to 90,000 from 47,000.

Chiefs In Science Visiting Washington: Ottawa, January 30 (CP) -- Three of Canada's top government figures in the atomic and scientific fields were in Washington or heading there yesterday, stirring speculation that Canada may be following up the first break in American barriers to release of atom secrets abroad. The three are Dr. C.J. MacKenzie, head of Canada's Atomic Energy Control Board; W.J. Bennett, head of the Eldorado Mining and Refining, Ltd., which produces and refines Canada's uranium and Dr. O.M. Solandt, Chairman of the Defence Research Board.

The purposes behind the visits are secret, but Mr. Bennett at least is seeing the American Atomic Energy Board and it is considered likely that Dr. MacKenzie will too. Mr. Bennett's firm has been reported anxious to hire an American firm to build a new uranium refinery, a step prevented by U.S. laws.

Across Canada: The federal Government plans to spend about \$1,000,000 on the harbour installations of Quebec city this year....The Prince Edward Island Legislature will open on Tuesday, March 11, Premier Walter Jones announced last night.... Mr. Hume Wrong, Canadian Ambassador in Washington arrived in Ottawa on January 28 from Washington for a periodic visit with officials of the External Affairs Department....Canada is arranging a \$2,000,000 contract to provide Pakistan with railway ties, Mr. Howe said last night in Vancouver.

GOVERNMENT

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Vol. 3, No. 22

Thursday, January 31, 1952.

Posting Of RCN Officers To NATO Command Headquarters: Ottawa, January 30 (CP) --

Four Canadian naval officers are expected to be posted to the headquarters of Admiral Lynde B. McCormick, named today to be Supreme Allied Naval Commander of the North Atlantic.

Canada's naval chief, Vice Admiral E.R. Mainguy, is slated to go to Washington Tuesday for discussions arising from the appointment and will likely see Admiral McCormick at that time.

Admiral McCormick, who has been directing a big U.S.-Canadian exercise off Canada's North Atlantic coast, was named today to the NATO post.

The expectation here is that he will establish a headquarters somewhere on the East Coast of the United States and that representatives of Canada and other NATO naval powers will be posted to it.

Admiral McCormick's first official act was to appoint a Briton, Vice-Admiral Sir William Andrews of the Royal Navy, as his deputy.

Canada's representatives at the new headquarters will be two commanders -- equivalent of lieutenant-colonels -- and two lieutenant-commanders.

By the time of the end of the NATO council meeting in Lisbon in mid-February, the broad picture of the new Atlantic Command should be filled in.

There is no intention that the new appointment should interfere with the day-to-day functions of the R.C.N. in the Atlantic. It will carry on almost entirely as before. From time to time, however, elements of the fleet will be assigned to Admiral McCormick for exercises. At other levels, R.C.N. officers will work with his headquarters in preparing for any outbreak of war.

Canada - U.S. Seaway Talks Near: Ottawa, January 30 (Globe) -- Within the next two weeks officials of the Canadian Government will meet a U.S. group, probably in Ottawa, to discuss concurrent applications to the International Joint Commission on development of St. Lawrence power in the international section.

As a start on the solution of complicated problems facing both countries as a result of the failure so far of the U.S. Congress to ratify the 1941 power agreement, the meeting will be of major importance. It is hoped that the talks, the primary purpose of which is to clear the decks for action if and when President Truman decides that Congress has failed to take advantage of its last opportunity to approve the seaway, will result in agreements on the type of applications which will be submitted to the commission, and on the time of the submission.

Mr. Newman Consul At New Orleans: (Press Release No. 6, January 30) -- The Department of External Affairs announced on January 30 the appointment of Mr. G.A. Newman as Canadian Consul at New Orleans, Louisiana. Mr. Newman, who is also Canadian Government Trade Commissioner in that city, will continue to perform the functions of this office in addition to his new duties.

Airfield In "Enemy" Hands: Moncton, N.B., January 30 (CP) -- Chimo Airfield in Northern Quebec is in "enemy" hands tonight, and combined Canadian and United States forces are being grouped here in preparation for an all-out operation to retake the field.

The "enemy" is made up of troops of the Royal Canadian Regiment who have taken up positions at Chimo in the opening phase of "Operation Sun Dog," a series of joint army-air force tactical exercises to train soldiers and airmen in Arctic airborne operations.

Within the next few days airborne troops of the Royal 22nd Regiment being massed here will move to forward posts in Labrador by air transport and commence the job of ousting the "invading" forces.

The exercise is under the direction of Maj.-Gen. E.C. Flou, general officer commanding Eastern Army Command. He arrived in Moncton today. A ranking officer of the United States air force's tactical air group will be Gen. Flou's deputy during the exercises.

Purchases Show Rise In Security Trade: Ottawa, January 30 (CP) -- A heavy movement of government bonds from the United States to Canada characterized security transactions during November, the Bureau of Statistics reported.

The shift in emphasis from sales to purchases, resulted in Canada's total purchases topping sales by \$23,500,000. In November, 1950, sales were higher than purchases by \$3,400,000.

During the month sales to all countries totalled \$40,800,000, compared with \$40,000,000 in November, 1950, while purchases totalled \$64,300,000, almost double the \$37,300,000 in the previous year. Sales to the U.S. eased to \$36,900,000 from \$37,600,000, while purchases climbed to \$61,600,000 from \$34,100,000.

In contrast to heavy sales and lower purchases in 1950, security transactions in the first 11 months of 1951 showed that Canadians sold \$518,300,000, compared with the record \$529,300,000 in the previous year. Purchases climbed to \$528,600,000 from \$290,000,000.

The result was a net purchase balance of \$10,300,000 compared with a net sales balance of \$239,300,000 in the 11 months of 1950.

Ask Close Check On Appeals: Ottawa, January 30 (CP) -- The Canadian Conference of National Voluntary Health and Welfare Organizations meeting in Ottawa, has recommended to its membership for approval, a two-point resolution urging more specialized and widespread use of existing legislation for supervising charitable organizations and appeals.

The conference urged provincial and federal Governments to:

1. Closely examine any charitable group "other than those having primarily religious or fraternal objects" before granting either incorporation or income tax exemption.
2. Require that all such organizations file an annual report reflecting "all pertinent information regarding operations, finances, administration, and organization."

The conference includes most national non-government health and welfare groups.

Across Canada: The Minister of Finance, Mr. Abbott, left Paris for London last night en route home to Canada, after talks with North Atlantic Treaty Organization officials and a visit to Germany. He conferred with William H. Draper, U.S. Ambassador at large to the NATO countries, for the second day in a row....Weekly wages in Canadian industry reached a new average peak of \$52.35 at December 1, the Bureau of Statistics estimated in a preliminary report....Surface scratchings in Canada since the war have exposed the presence in nearly every province of resources so extensive that they baffle the imagination, the Minister of Labour, Mr. Milton F. Gregg, said in Niagara Falls yesterday....Viscount and Viscountess Alexander of Tunis, warm-hearted and friendly, entertained for members of the Parliamentary Press Gallery and their wives yesterday.

GOVERNMENT

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Vol. 3, No. 23

Friday, February 1, 1952.

Mr. Massey Expected to Preside At Opening of Parliament: Ottawa, January 31 (CP) --

It now is expected authoritatively that Rt. Hon. Vincent Massey will preside at the opening of Parliament February 28 a few hours, perhaps even minutes, after his swearing in as Canada's first native-born Governor-General. Cabinet, which met today, has the subject of this double ceremony under active consideration at present, and decision is expected shortly on the timing of the two events.

The indications now are that Mr. Massey will take up his new office February 28 in a solemn public ritual in which Chief Justice Thibaudeau Rinfret, will swear him in the Senate.

Mr. Massey will return to Canada shortly from England and will go first to his home at Port Hope, Ont.

Mr. Chevrier On Seaway: Ottawa, January 31 (Journal) -- Canada fully intends to go

ahead with the St. Lawrence Seaway project, the Minister of Transport, Mr. Chevrier, said today. The Minister was commenting in an interview, on an editorial in today's New York Herald Tribune. The newspaper was critical of some aspects of the Canadian Government's plan for all-Canadian construction of the navigation works and joint international works for electric power from the river.

The Herald Tribune said President Truman's insistence in his annual budget statement that Congress must consider Canada has passed legislation to go ahead with the seaway alone "almost pure poppycock." "The Herald Tribune's statement is 'pure poppycock'", Mr. Chevrier replied. "We have passed legislation and we do intend to go ahead."

Dealing with the newspaper's statement that it is no part of the Canadian intention to build the seaway alone since that is physically impossible, the Minister said:

"If that refers to the navigation canal, we certainly can do it alone. If it refers to power, we have said all along it must be a joint undertaking."

He also denied a statement in the editorial that there could not be a seaway without an international dam. "Certainly the seaway could be built without a dam", he said. He described as "silly" the Herald Tribune's statement that Canadians are "not sure" whether they have the money for the project.

Mr. Lesage On Oatis Case: Mr. Jean Lesage, M.P., delegate to the United Nations, was quoted in the press this morning as having referred to the trial of William N. Oatis in Czechoslovakia as, "a travesty of justice."

Speaking in a UN committee in reference to Czech charges that Oatis was trying to secure forbidden information, Mr. Lesage said:

"When we discover uranium in Canada, you can read about it in the newspapers. It is perhaps that we do not intend to use uranium for atom bombs."

Mr. Lesage also was quoted as saying that Oatis was accused of having watched the Prague Airport "to determine when gentlemen from Russia came to give orders. I'm glad to have that confession that this is a military secret."

Mr. Abbott Reported Grounded In Iceland: Montreal, January 31 (CP) -- A Trans-Canada Airlines plane carrying the Minister of Finance, Mr. Abbott, home to Canada from Commonwealth talks in London today was reported held up by a storm at Keflavik, Iceland, by airline officials.

The plane is expected here shortly before midnight. Also aboard is Chief Scout Lord Rowellan.

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Mr. Gordon On Freight Rates: Vancouver, January 31 (CP) -- Possibility of a new application for higher freight rates by Canada's railways was seen in a comment here by Mr. Donald Gordon, President of the Canadian National Railways.

Mr. Gordon in an interview discussed the general railway situation and noted that material, labour and other costs are still rising "and there is no other way we can obtain revenue".

He said that railway freight rates have risen far less than other things in general.

"Cayuga" Again In Action: On Board HMCS Cayuga, At A UN Port In Japan (Delayed) -- Operating in a west coast area new to her, HMCS Cayuga, on her most recent patrol, again came under the fire of Communist guns and once again escaped damage, although the enemy shells landed close enough, according to witnesses, to shower her decks with salt spray.

In this new area, the Haeju River estuary, the Cayuga took over as commander of a task unit. The first such command in the area, it was created owing to increasing enemy pressure on UN-held islands whose defence the Cayuga was instrumental in organizing.

The Cayuga came under fire from enemy guns mounted on Communist-held mainland while she was bombarding in support of small South Korean craft carrying out the evacuation of refugees.

Air Raid Sirens Distributed: Ottawa, January 31 (CP) -- Canadian cities may start hearing the wail of air-raid sirens this spring, a Health Department announcement indicated today.

The Department, in charge of civil defence, announced that delivery of sirens to "certain major cities across the country," has started. An initial shipment of 200 five-horsepower, two-tone sirens, will be completed by early March.

Sirens already have been delivered to Montreal, Vancouver, Winnipeg, Victoria, Halifax and Saint John, N.B., the Department said. Other deliveries will be made during February.

Dominion Drama Festival Tests: Winnipeg, January 31 (CP) -- Winnipeg Little Theatre last night made a clean sweep of the Manitoba regional tests of the Dominion Drama Festival. British Adjudicator Pierre Lefevre awarded the group top place for their performance of "Medea", Robinson Jeffers' adapted version of the Euripides tragedy.

Across Canada: Canadian banks in 14 of the larger cities will institute a five-day week commencing February 16....First class of French-speaking recruits to attend the Royal Canadian Navy's new basic training school at Quebec City will arrive there next Monday, Naval Headquarters has announced....Ontario's farm output was worth a record of \$1,274,357,000 last year, Ontario's Minister of Agriculture, Mr. Thomas Kennedy, said yesterday. This was almost \$150,000,000 more than in 1950, when the province's farms produced \$1,126,321,000 worth of goods....Gilbert McMillan of Huntingdon, Que., President of the Dairy Farmers of Canada, said that unless something is done to check a decline in production, Canada will become a permanent importer of dairy products.

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Vol. 3, No. 24

Monday, February 4, 1952.

Increased Aid For Europe's Defence: Ottawa, February 1 (CP) -- Enlarged Canadian aid for European defence in the next fiscal year was predicted today by the Secretary of State for External Affairs, Mr. Pearson. He said it will include "many millions" for infrastructure costs--airfields, communications and the like. But both he and the Minister of Finance, Mr. Abbott, made clear it won't include free raw materials because that is "undesirable in principle."

Mr. Abbott, just back from his second trip to Europe in recent weeks, said Canada couldn't approve a high-level NATO committee's suggestion that Canada send over free raw materials and basic commodities -- copper, zinc, wheat -- because it would imperil her own trading and economic position. Canada's foreign markets have shrunk to the point where sales of those raw materials are the dollar-earners which allow Canada to balance her trade with the U.S., Mr. Abbott said. Without them, her own economy would be in jeopardy.

For that reason, the Minister of Finance, said he was in full agreement with Mr. Pearson's statement that Canadian acceptance of such a suggestion would be "undesirable in principle." Mr. Pearson made the statement at a press conference at which he announced that he will leave Wednesday for London and a round of discussions prior to the February 16 NATO Council meeting in Lisbon. The Minister of National Defence will join him in Lisbon.

It is this Lisbon meeting which is expected to bring the further-aid-for-Europe question to or towards a head on the basis of a report by high-level committees which have been studying and recommending methods for strengthening European defence. Mr. Pearson said Canada will be spending more on defence generally in the new fiscal year starting April 1--\$2,000,000,000 is the reported figure--than in this dwindling year and said that goes for Europe too. Canada's whole defence effort, he argued, is an effort on behalf of NATO.

He indicated that Canada, as a result of the NATO committee studies, is accepting one or two adjustments in her home defence programme which will boost expenditures. He didn't go into detail about the further aid to Europe other than that the infrastructure costs will run into many millions.

Infrastructure is the term used to describe supporting facilities needed for the European frontline armies and air forces. It embraces airfields, signals setups, communications and similar needs.

In the fiscal years 1950-51 and 1951-52 but mainly since the fall of 1950, Canada's mutual aid to Europe--arms shipments, air training--has run to \$325,000,000 and there are reports it will amount to more than \$220,000,000 next fiscal year in addition to the infrastructure expense.

In addition Canada has sent a brigade of troops to Germany and is building up fighter squadrons there.

Trade Deficit Cut By Record Exports: Ottawa, February 1 (CP) -- Canada pushed exports to a peak \$3,963,400,000 during 1951 to almost close the gap in the foreign trading account.

A detailed survey on exports, issued by the Bureau of Statistics today, showed that the record was achieved by a 13 per cent increase in price and a 10 per cent jump in production volume. Almost 59 per cent of total exports went to the United States. Previously, in a preliminary report, the Bureau estimated 1951 imports at a record \$4,085,200,000, leaving Canada with a relatively-small deficit of \$121,800,000 -- less than half the \$250,000,000 forecast by the Trade Department earlier in the year.

This deficit is about 1.5 per cent of the unprecedented \$8,000,000,000 foreign trade in 1951. Shipments during the year climbed by \$800,000,000 from the previous high of \$3,160,000,000 in 1950.

"The gain over 1950 was general in character," said the Bureau "with particularly large percentage increases to overseas countries in the second half of the year. The rise in exports to the United States was moderate by comparison, yet shipments to that country still constituted nearly 59 per cent of total exports, compared with 65 per cent in 1950."

Shipments were composed of \$3,914,500,000 worth of domestic exports--goods produced in Canada--and \$48,900,000 of foreign exports--goods produced for Canada in other countries and transshipped to the U.S. As usual, the U.S. was Canada's biggest customer, with domestic exports to that country climbing to \$2,297,706,000 from \$2,020,988,000 in 1950. But there was a surprising strengthening in Canada's markets in the United Kingdom, too, with domestic exports climbing to \$631,461,000 from \$469,910,000 -- a 34-per-cent jump.

Protest Slaying Of Mr. Boyer: At his press conference in Ottawa on February 1, the Secretary of State for External Affairs, Mr. L.B. Pearson, was asked whether Canada would protest to the Egyptian Government the slaying of Mr. J.M. Boyer, Canadian Government Trade Commissioner, in the Cairo riots of January 26. Mr. Pearson replied that the protest had already been made by the British Ambassador in Cairo. Immediately after the riot, he said, the Ambassador had protested to the Egyptian Government on behalf of the Canadian Government as well as the Government of the United Kingdom.

Mr. Cavell Visiting Burma, India, Ceylon, Pakistan: Ottawa, February 1 (T. & C.) -- Mr. Nik Cavell, Administrator of the International Economic and Technical Co-operation Division, Department of Trade and Commerce, left Ottawa on February 1 by air for Burma, India, Ceylon and Pakistan, where he will study at first hand the requirements of countries participating in the Colombo Plan for the Economic Development of South and South-East Asia.

Rochester U. Institutes Canadian Studies: Montreal, February 4 (Gazette) -- Two Canadian Cabinet Ministers, a University principal and the editor of a Montreal French-language newspaper will give a series of lectures on "Canada -- Rising World Power" at the University of Rochester, Rochester, N.Y., February 19 to 28.

Officials at the University announced that the Minister of Citizenship and Immigration, Mr. Harris, and the Minister of National Health and Welfare, Mr. Martin, Dr. F. Cyril James, Principal of McGill University, and Eustache Letellier de Saint Just, Editor-in-Chief of La Patrie, have accepted invitations to give the lectures.

They said the decision to invite Canadian speakers was based on the need for Americans to be better informed on Canada, its life, traditions, and history.

The lectures are expected to be the forerunner of an Institute of Canadian Studies to be conducted during the coming summer by the University of Rochester, it was stated.

Across Canada: The Prime Minister, Mr. St. Laurent will be the speaker at the spring convocation of Mount Allison University May 13. He will receive the honorary degree of Doctor of Civil Law.... Rt. Hon. Vincent Massey will be sworn in as Canada's first native-born Governor-General the morning of February 28 and will open Parliament a few hours later, it was unofficially reported by C.P..... Wheat exports for the first five months of the current crop year were 135, - 100,000 bushels compared with 87,100,000 last year.... Dr. Marcus Long, Professor of Philosophy at the University of Toronto, said Saturday night that if Great Britain's present rate of economic decline continues she will be bankrupt by September, Canadian Press reported from Toronto.

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Vol. 3, No. 25

Tuesday, February 5, 1952.

Canada's Atlantic Responsibilities: Ottawa, February 4 (CP) -- Canada's responsibility for naval and air defence in the Northwest Atlantic, something she's been assuming since the war, is expected to be formally spelled out now that an Atlantic Pact commander for that ocean has been named.

U.S. Admiral Lynde McCormick's appointment to the NATO post is expected to be followed by an agreement that Canada is responsible under NATO for the Northwest Atlantic from her own East Coast roughly to the area around Iceland, a sphere which came under her command in the last years of the Second World War.

Both the Navy and Air Force have been training with that in mind for some years but their exact area of responsibility now will be spelled-out as part of the broad NATO plan.

The key jobs will continue to be held there by Commodore R.E.S. Bidwell and Air Commodore A.D. Ross, top men of the two services on the Atlantic Coast with headquarters at Halifax.

Cost-Of-Living At Record High: Ottawa, February 4 (CP) -- The cost-of-living is at the highest point in history.

Small, scattered price climbs for meats, vegetables, dairy products, coal and a number of other items sparked a two-fifths-of-a-point jump in the index, sending it to a peak of 191.5 at January 2 from 191.1 at December 1, the Dominion Bureau of Statistics reported today. The index is based on 1935-39 prices equalling 100.

The increases outweighed small declines for eggs, fats and women's wear and wiped out the tiny one-tenth-of-a-point drop registered at December 1. That decline, from the previous high of 191.2, had been the first in 23 months. The continued climb in living costs occurred in the face of a steady drop in wholesale prices. The Bureau's wholesale price index, also based on 1935-39 prices equalling 100, dropped to 283.8 at January 4 from 284.2 at December 28, and continued to decline to 279.3 at January 26. Wholesale prices declined steadily in the latter half of 1951.

Biggest factor in the cost-of-living index advance was food.

Self-Sufficiency In Oil In Three Years: Montreal, February 5 (Gazette) -- Carl O. Nickle, Calgary M.P. and a leading Canadian oil expert, said here yesterday that Canada may be totally self-sufficient in oil production in three years' time. He told the Canadian Club of Montreal that Western Canada's oil potential is rapidly increasing and may reach 400,000 barrels daily "over the next two to three years." Present actual potential in western Canada is more than 250,000 barrels daily, he said.

A total of 120 survey crews are now hunting oil in Alberta, he said. "Alberta now ranks second among the world's oil states in terms of hunt for structures, with the state of Texas in the No. 1 spot." Mr. Nickle predicted that 10 years from now Western Canada will be turning out oil and gas with a value greater than its agricultural output which is now in the billion dollar a year bracket.

"In the past three years over \$250,000,000 has been spent to provide Alberta oil with the means of transport, refining and distribution, making possible an average daily market for 1952 of around 160,000 barrels. Over the next two years at least another \$200,000,000 will be spent on transport and refining facilities -- to provide by mid-1954 facilities and markets capable of supporting a year-round daily average production of some 280,000 barrels.

"If the great barrier of U.S. tariffs against Canadian oil can be lowered or eliminated, the 1954-55 market for our oil could be much larger than 280,000 barrels and the market could expand greatly."

Four Provinces Sign New Pension Act: Ottawa, February 4 (CP) -- Four Provinces -- British Columbia, Alberta, Saskatchewan and Quebec -- have concluded new agreements with the federal Government for sharing the cost of pensions to the needy between 65 and 70 and to blind persons 21 and over. In announcing the new agreements today, the Department of National Health and Welfare said negotiations with several other provinces are expected to be concluded shortly.

New Brunswick, for instance, has concluded an agreement covering the payment of pensions to the needy. It is anticipated that an agreement relating to the blind will be signed soon. All provinces have indicated that they will eventually sign agreements. However, officials said, if some did not it would mean no federal contribution to any 65-to-70 and blind pensions in those provinces. The agreements, retroactive to January 1, were concluded under the terms of legislation passed last year by Parliament and by various provincial legislatures.

Parliament passed one act providing for pensions of \$40 a month to all Canadians 70 and over, regardless of means, who have lived in this country for at least 20 years. The first cheques were mailed last week to more than 600,000 persons. A second act was passed authorizing the federal Government to share on a 50-50 basis with the provinces the cost of \$40-a-month pensions to the needy between 65 and 70.

A third act passed by Parliament provided for \$40-a-month pensions to blind persons 21 and over.

Canadian Handicraft Show In New York: New York, February 4 (CP) -- Canadian craftsmen, who sold \$12,000,000 worth of handicrafts to American tourists last year, put their wares on display in Rockefeller Centre today and attendants immediately had a rush of orders. The display of handicrafts from Nova Scotia, New Brunswick and Quebec opened in the South Concourse of the R.C.A. building in mid-town Manhattan. The two stores housing the exhibits, ranging from plaids and tweeds woven in Cape Breton Island to delicate wood carvings from Quebec, caught the eyes of hundreds of passers-by.

The internationally famous pottery of Kjeld and Erica Deichman of Clifton Royal, N.B., took up a good part of the exhibit. Examples of Eskimo handicraft were displayed by James Houston and his wife, the former Alma Bardon, a Halifax newspaper woman, who brought back sculptures of animals and birds carved from stone and walrus tusks from Canada's Eastern Arctic. Dr. Ivan H. Crowell, Director of Handicrafts for New Brunswick, said that during the eight-week show various craftsmen from Canada will give demonstrations of their work. A loom will be set up during the course of the show for Quebec weavers to show New Yorkers how their work is done.

The display is sponsored by Canada's Department of Trade and Commerce with handicrafts officers of each province on the organizing committee.

Across Canada: Strike votes will be taken by two Toronto printing trades unions at special meetings to be held next Sunday as the result of breakdowns in negotiations between the unions and the commercial printing trade in Toronto....Department store sales reached a new high total of \$901,940,000 in the calendar year 1951, an increase of 3.4 per cent over the preceding year's figure of \$872,-680,000....Two Canadian warships, the frigates Beacon Hill and Antigonish, have just concluded a four day visit at Lima, Peru.

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Vol. 3, No. 26

Wednesday, February 6, 1952.

Defence Estimates Before Cabinet: Ottawa, February 6 (CP) -- Cabinet took its first long, hard look yesterday at defence estimates for the next fiscal year which are expected to exceed \$2,000,000,000.

Top defence, financial and diplomatic officials, including the chiefs of staff, were present as the estimates came under review on the eve of the departure of the Secretary of State for External Affairs, Mr. Pearson, for an important meeting of the NATO Council of Ministers starting in 11 days.

Yesterday's meeting actually was a session of the Cabinet Defence Committee with other members of the Cabinet invited to sit in.

Mr. Pearson leaves late today by air for London and preliminary talks leading up to the Lisbon NATO meeting. The Minister of National Defence, Mr. Claxton, will fly to join him Monday. Mr. Pearson has already said Canada will do more in defence generally, including the defence of Europe, in the next fiscal year than in the one she is rounding off next month.

Mr. Chevrier Speaks To West On Seaway: Winnipeg, February 5 (CP) -- The St. Lawrence seaway should bring the Western farmer better grain returns and eliminate lake-shipment bottlenecks on his products, the Minister of Transport, Mr. Chevrier, said tonight in his first speech in the West on the seaway.

In an address prepared for delivery to the Winnipeg Chamber of Commerce, Mr. Chevrier said the cost of water freight between the Head of the Lakes and Montreal should be reduced by at least six cents a bushel on grain. Since the farmer bore the delivery charge, he would get a better price for his grain at country elevators.

The Minister predicted the seaway will mean "an end to the shortages of lake shipping that have occurred from time to time in the past to hinder the flow (of grain) to market." While ocean shipping would not normally load grain heavily at the Lakehead with the seaway in operation, it would be possible to supplement the inland fleet if shortages of cargo-space developed.

(One of these shortages caused a crisis in grain transport last fall. A Government controller is directing the use of transportation space for grain movement.)

Mr. Chevrier predicted reductions in grain-cargo rates in these two ways:

1. The use of large ships to take grain in a single haul from the Lakehead to Montreal should cut cargo charges to about 10 cents from 16 cents a bushel. At present, grain has to be trans-shipped to small vessels to get through the river canals.

2. Ships carrying Quebec iron ore inland could pick up grain for the return trip. Competition for the down-cargoes should lower the rates further.

Mr. Chevrier, making his first speech in the West on the seaway, said that generally the project will "mean more dollars in the Western pocket."

27Th Brigade Praised In U.S.: Ottawa, Feb. 5 (CP) -- An American newspaperman has called Canada's 27th Brigade "the most cheering sight in the otherwise drab picture of Western defence along the Rhine-Alps line."

Waldo Frank, in an article written in Hanover, and published in a recent issue of the Los Angeles Times, says that although the Canadians have been in Germany only since December, "they already present a better picture of a battle-ready fighting team than any other Allied combat unit in Europe with two exceptions--the U.S. 1st Infantry Division and the two brigades of the U.S. Armoured Cavalry."

The army distributed copies of the article today. A spokesman said there is at least one point in it the Army doesn't agree with--a statement that the British .303 Lee-Enfield rifle now in use is obsolete. He said the 25th Brigade in Korea has tried both the U.S. Garand and the .303 and likes the latter better. And, the spokesman added, the .303 isn't obsolete.

The article says: "Although they already have been caught in the deadening, bureaucratic web of the U.S.-British supply line infrastructure in Germany, those Canadians have managed to weld themselves into a remarkably co-ordinated unit with a minimum of facilities and assistance."

Canada's First C.D. Headquarters Structure: Edmonton, Feb. 5 (CP) -- Canada's first specially constructed provincial civil defence headquarters building will be officially opened tomorrow by Premier E.C. Manning. It is a two-storey, self-contained building of which $1\frac{1}{2}$ storeys are underground. It is built of reinforced concrete and is blended with new homes in the neighbourhood. It cost about \$65,000.

"It is not bomb-proof against a direct hit," said Air Vice-Marshal G.R. Howsam, Alberta's 56-year-old civil defence co-ordinator. "But it is reasonably proof against a near miss."

Service Pay-Split Reconsidered: Ottawa, February 5 (CP) -- A new plan to split the pay cheques of married servicemen and hand one cheque over to the wife, apparently has been reconsidered because of the clamour it raised among officers and men of the armed forces.

A spokesman said today that the plan, slated to go into effect for officers March 1, will either be dropped or greatly modified. The controversy it raised in the forces was such that the matter was taken under study by the Minister of National Defence, Mr. Claxton. The plan was meant to protect wives whose husbands don't support them properly. The assignment to the wives would have varied according to rank and there were to be four different categories for each rank depending on whether there were children, and where the couple were living.

Across Canada: Cape Breton County's rural and village teachers voted to remain on strike until their salary demands are met. That means until February 15 at least, unless the County Council changes its present plans. The 243 teachers, who asked a yearly salary increase of \$300, went on strike last Thursday, leaving more than 5,000 students without classes....An official of Montana Power Company, visiting Lethbridge, Alta., said the company is waiting for an order from the U.S. Federal Power Commission before importing Alberta natural gas....Dr. Doris W. Plewes, acting director of the Health Department's Physical Fitness Division, has been awarded the decoration of the Fédération Internationale de Gymnastique Ling of Stockholm....The United States and Canada are planning to start "preliminary" negotiations on problems connected with the St. Lawrence seaway about February 14 at Ottawa, it was reported from Washington.



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Vol. 3, No. 27

Thursday, February 7, 1952.

Canada Mourns; Proclaims Elizabeth Queen: Ottawa, February 6 (CP) -- A saddened Canada, plunged into deep mourning by the death of its beloved King George VI, today proclaimed Princess Elizabeth as Queen Elizabeth II.

The capital was shaken and shocked this morning by the news that the King this country had come to know better than any previous sovereign had died during the night.

The Cabinet, members wearing black ties of mourning, went into emergency session at noon to adopt a proclamation formally announcing the death of the King and declaring the accession of his daughter as Queen Elizabeth II.

The proclamation was adopted about 12.10 p.m., E.S.T., and became effective between 3.15 and 3.30 p.m., when it was signed by Chief Justice Thibaubeau Rinfret, Administrator in the absence of a Governor General.

As the sorrowing news of the King's death spread across the land, flags came down to half-mast in the capital and throughout the country in tribute to the monarch who led Canada and her sister-nations in the Commonwealth through 15 years of war and uneasy peace.

In the streets, black-bordered newspapers reported the King's death and the Queen's accession. On the air, the CBC banned all commercials until midnight tomorrow and broadcast only news bulletins and appropriate music.

Messages of sympathy were cabled to the Royal Family and tributes to the greatness, the dignity and the nobility of the King began to flood news service wires from across the country. The United Church of Canada proclaimed next Sunday a memorial day and other churches were expected to follow suit.

The official word of the King's death came to Canada in a cable to Mr. Justice Rinfret, as Administrator, from the King's private secretary in London.

The Prime Minister, Mr. St. Laurent, told reporters today that the Secretary of State for External Affairs, Mr. Pearson, who is flying to London tonight en route to an Atlantic Pact meeting in Lisbon, will attend the funeral of King George VI.

Rt. Hon. Vincent Massey, Canada's Governor General designate and a personal friend of the King, has cancelled plans to sail for Canada this Friday and also will attend the funeral.

Mr. St. Laurent expressed profound sorrow at the death of King George VI and informed Queen Elizabeth II of Canada's earnest desire to support and uphold her "in the great responsibilities you now have assumed."

Deep sympathy for the loss of the King was expressed in two separate messages sent by the Prime Minister to the new Queen and to the King's widow.

The day of the King's funeral will be proclaimed a day of national mourning for Canada, Mr. St. Laurent announced tonight in a statement.

Chief Justice Thibaubeau Rinfret pledged allegiance to Queen Elizabeth II, and paid tribute to King George VI as a "great constitutional Monarch."

Mr. Garson On Work Of UN Assembly: Paris, February 6 (CP) -- The Minister of Justice, Mr. Garson, said tonight that the United Nations is worth a longer trial than it has been given so far.

Rounding up the work of the sixth General Assembly, Mr. Garson said in a broadcast speech prepared for the CBC that if UN members would put into the organization a fraction of the effort they would otherwise put into war, "success for our efforts may not be as far off as we think."

Encouraging features of the disarmament talks in the Assembly were the setting up of the Disarmament Commission and Soviet proposals on atomic control which the Russians claimed were substantial concessions.

The establishment of the Disarmament Commission is "in itself an important step towards peace," he said.

Mr. Garson added, however, that nothing has happened which would justify any relaxation of effort towards the building of a powerful defensive force in the North Atlantic Treaty Organization.

Canada-U.S. Defence Planning: Ottawa, February 6 (CP) -- Canadian-American co-operation and planning for defence of North America has been split into two main channels.

This was pointed up today by a Defence Department announcement that the Canada-U.S. Military Co-Operation Committee met today at Camp Petawawa, Ont., to discuss "a wide variety of . . . problems of mutual interest in defence of the North American continent." Its existence has hardly ever been mentioned in public.

The Committee is composed of planners from the three services of both countries and a joint secretariat, and meets alternately in Canada and the U.S. three or four times a year. It reports to the chiefs of staff, that is to the heads of the forces.

It works in one channel of co-operation, the planning and fulfillment of broad policies laid down by higher-ups.

The second channel is occupied by the much-better-known Canada-U.S. Permanent Joint Board on Defence.

Across Canada: Nearly 800 immigrants landed at Saint John, N.B., yesterday from the Canadian Pacific ship Beaverbrae. They were mostly from West Germany.... Otto Strasser said yesterday he has permission from the Western German Government to return to Germany but he will not leave Canada until that permission is confirmed, the Canadian Press reported from Halifax.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 3, No. 28

Friday, February 8, 1952.

Artillery Salvos Hail Accession Of Queen: Ottawa, February 7 (CP) -- Canada today heralded the accession to the throne of Queen Elizabeth II with a series of thunderous 21-gun royal salutes and the raising of flags lowered yesterday in mourning for her father. The artillery salvos were sounded at noon sharp in Ottawa, in each of the 10 Provincial capitals and in Vancouver, all Army saluting bases. Where artillery guns were available elsewhere, they also fired the salute. As the first of the 21 rounds was discharged--they came at 10-second intervals--ensigns throughout the country fluttered to the top of their staffs.

This evening, at sunset, the flags came down, to be raised tomorrow only to the mourning station of half-staff. They will not be raised to full-staff again until after the burial of the King Friday, February 15.

Meantime, while acclaiming the new Queen, the country mourned the loss of its King, and preparations went forward for a national memorial ceremony at Confederation Square here the day of the funeral in London. It has been proclaimed a day of national mourning for Canada. The Government ordered the use of black-edged notepaper for its official communications, and issued a black-bordered special edition of The Canada Gazette to announce officially the death of the King and accession of the Queen.

Canada, the first to proclaim Elizabeth Queen yesterday, was the first to salute her accession today.

Queen Elizabeth today cabled Prime Minister St. Laurent a message of thanks for the sympathies he extended yesterday on behalf of the Canadian people on the death of her father.

National Income Sets Record At \$21,200,000,000: Ottawa, February 7 (CP) -- Canada's national income and the value of goods and services reached record heights in 1951. The Bureau of Statistics reported today that the gross national product--the value of current production of goods and services at prevailing prices--totalled \$21,200,000,000 compared with \$18,029,000,000 in 1950, an increase of 18 per cent. Approximately 11 per cent of the increase was due to increases in prices. About five or six per cent was attributed to a jump in the real output of goods and services.

The national income climbed to \$17,097,000,000 in 1951 from \$14,406,000,000 in 1950, an increase of 19 per cent. The jump was largely a result of increases in wages, salaries and supplementary labour income of 17 per cent, in investment income of 20 per cent and in accrued income of farm operators from farm production of 33 per cent. The 1951 figures, based on preliminary estimates, were issued as a supplement to a major report on national accounts, income and expenditures for the years from 1926 to 1950. A highlight of the bulky report was the fact that the real volume of Canada's production of goods and services has more than doubled in the last quarter century.

Another section of the report showed that Canadians consumed 38 per cent more goods and services in 1950 than in 1928, indicating a substantial gain in the material standard of living.

The gross national expenditure--the way in which the national output was absorbed--showed that major developments in 1951 were associated with the defence effort and the continued high level of investment, particularly in the field of resource development. Gross domestic investment by business in non-residential construction, machinery and equipment increased to \$3,100,000,000 from \$2,400,000,000. New residential construction remained substantially unchanged in value but declined by 14 per cent in volume.

Federal defence spending increased to \$1,152,000,000 from \$493,000,000 in 1950. For the second successive year, there was a substantial deficit on current international account. Exports of goods and services at \$5,100,000,000 fell short of imports by about \$600,000,000. However, large capital inflows kept reserves of foreign exchange and gold at a high level.

Rotation Plan For Korea: Ottawa, February 7 (CP) -- The rotation plan for 25th Brigade units in Korea will swing back into stride next month, the Army announced today. It should be completed by the end of June. The system started last fall when the 1st Battalion of the Princess Patricia's Canadian Light Infantry replaced the 2nd Battalion, Canada's originals in Korea.

The rotation plan calls for return to Canada of all soldiers who have served for 12 months in the Far East. Soldiers in the units slated for replacement who are eligible, by virtue of their service, will be returned on a man-for-man basis on completion of 12 months overseas. The 2nd Battalions of the Royal Canadian Regiment and the Royal 22nd Regiment are to be replaced by the 1st Battalions of the same units. This changeover, starting in late March, will be carried out on a company group basis and is expected to be completed during May.

Mr. McIlraith Resigns One Post: Ottawa, February 7 (CP) -- The Prime Minister, Mr. St. Laurent, announced today that he has received the resignation of Mr. George McIlraith as Parliamentary Assistant to the Minister of Defence Production, Mr. Howe.

Mr. McIlraith, 43-year-old Liberal M.P. for Ottawa East, wrote that he found the pressure of his duties as Parliamentary Assistant to two departments--he also is Assistant to the Minister of Trade and Commerce, Mr. Howe--left him no time to meet other essential obligations.

Mr. McIlraith will continue as Parliamentary Assistant for Trade and Commerce.

Trans-Canada TV Planned: Windsor, Ont., February 7 (CP) -- The Canadian Broadcasting Corporation plans eventually to extend television stations across Canada, A. Davidson Dunton, Chairman, said today. Long-term considerations are involved in the plan, he said, and no precise dates have been set. Presently-approved television stations at Toronto and Montreal, delayed because of the Korean war, were expected to be in operation by September, 1952.

Scientists Prove Two Elements: Ottawa, February 7 (CP) -- British and other scientists at Canada's Chalk River atomic project have proved that two elements which have long been assumed to exist in the table of elements actually do exist.

The National Research Council said today the new isotopes which have been identified "as a result of certain reactions" in Chalk River's reactor, or radioactive pile, are calcium-41 and actinium-229. Neither is expected to be of any use for practical purposes in industry or otherwise.

Across Canada: Ontario tobacco growers will reduce their base acreage by one-third this year the Marketing Board of the Ontario Flue-Cured Tobacco Marketing Association decided yesterday. It said later in a statement its decision was due to a decline in sales to the United Kingdom and to decreasing domestic sales as a result of what it termed "excessive taxation."The number of unemployed increased by 85,000 in the four weeks up to January 17, the Department of Labour said yesterday, but employment continued high....Beef prices in Toronto have dropped as much as 12 cents a pound for expensive cuts, and four cents on lower grades during the last week....Sir Allen Aylesworth, of Toronto, is probably the only Canadian to become a Queen's Counsel twice, the Canadian Press reports. Now, 97, in frail health, Sir Allen was first created a Queen's Counsel in 1889 under Queen Victoria.

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Vol. 3, No. 29

Monday, February 11, 1952.

Mr. Claxton And Mr. Pearson To Attend Funeral Of King George VI: Ottawa, February 10 (CP) -- The Minister of National Defence, Mr. Claxton, will leave Canada Wednesday instead of Monday for the North Atlantic Treaty Organization meeting at Lisbon and will be among Canadians attending the funeral of King George VI, February 15. Others who will attend are the Secretary of State for External Affairs, Mr. Pearson, Rt. Hon. Vincent Massey, Governor General designate, and Mr. L. Dana Wilgress, Canadian High Commissioner in England.

Mr. Pearson, Mr. Claxton and Mr. Wilgress will leave London Feb. 16 for the NATO meeting.

Canadian Aid To Europe: Ottawa, February 8 (CP) -- The Cabinet approved a substantial new boost this week in the aid Canada proposes to give Europe for defence in the fiscal year starting April 1. It is expected to bring Canada's investment in European defence close to the half-billion-dollar mark.

The investment will fall into three main classifications:

1. Mutual aid, embracing shipments of arms and equipment to Europe and training of European air crew in Canada.
2. So-called "infrastructure" costs--airfield construction, communications, signals setups and other things to back up frontline units.
3. Armed forces contributions, including maintenance of an Army brigade already in Germany and establishment of about five jet fighter squadrons in Britain or France. In addition, barracks are to be built for the brigade.

Parliament, meeting in three weeks, must approve the outlay. The figures now are secret but the indications are that they will go well beyond \$400,000,000 and approach \$500,000,000 in all the programme's ramifications.

Members of Parliament will get their first broad look at the cost when the Minister of Finance, Mr. Abbott, tables estimates, expected to include a record \$2,200,000,000 for defence of Canada and her allies.

The money for Europe will be within that total.

The Cabinet met this week to consider the defence estimates and authorized two Cabinet Ministers to go to the Lisbon meeting of the Atlantic Pact Council next week with an offer to raise Canada's existing offer of mutual aid in the next fiscal year.

The offer to date is \$228,000,000 for mutual aid alone in 1952-53. Mr. Pearson and Mr. Claxton have been authorized to say this can be boosted to a new level. It is not likely to be less than \$300,000,000.

Not all the \$300,000,000 need be included in the estimates, however, because more than \$100,000,000 voted by Parliament in the past is still available and unused.

Parliament To Open With Nation In Mourning: Ottawa, Feb. 10 (Globe and Mail) -- The short period of court mourning ordered by Queen Elizabeth is likely to have the effect of curtailing the session of Parliament which opens, Feb. 28.

In 1936, the end of the period of mourning for King George V was followed almost immediately by the coronation, and if this plan is followed again it may mean that members of the Cabinet, Speakers and others will be anxious to get overseas. Under the circumstances, there will probably be an attempt to get prorogation as soon after May 31 as possible.

At the moment the legislative budget looks light. There was an unusual cleanup of legislation last session, leaving over only one major bill, the bill to amend the Annuities Act. This will be reintroduced in different form at the coming session.

It seems almost certain that the focal point of the session will be the North Atlantic Treaty. NATO meetings have been building up to the Lisbon gathering where, unless hitches arise, decisions will be made committing Canada not only to higher expenditures in the year, but possibly to an extension of the present three-year programme.

NATO will provide the theme song for the budget, consideration of estimates, foreign affairs debate and probably any debates on external trade. It will also loom large in proceedings of the defence expenditures committee.

The Finance Department is still busy with estimates and there has been no attempt yet to get down to the real business of budget making--something which generally requires a full month of daily conferences presided over by Mr. Abbott.

On a dollar and cent basis, it does not look as though there could be any drastic change in the taxation level. The general tendency is likely to be more down than up, but with a \$2,000,000,000 defence programme, it does not look as though there is going to be much margin.

There is expectation that Mr. Abbott will do something about the excise tax on cigarettes. Contrary to some reports there has been no cut yet in total revenues as result of the higher tax. So far, the increased rate has offset the drop in sales.

The issue of redistribution should be up for its periodic going over, and the battle may be more vigorous than usual in view of the drastic cut in Western representation that will result on the basis of the census figures....

British Columbia Signs Taxation Agreement: Ottawa, February 8 (CP) -- British Columbia today became the first Province to agree to terms of a new taxation agreement with the federal Government.

Premier Johnson of British Columbia and the Minister of Finance, Mr. Abbott, announced that agreement on terms had been reached following discussions here during the last few days.

Few details were given in the announcement, but it is believed that British Columbia will receive at least \$41,202,000 in the first year of the new agreement compared with \$32,155,000 in the final year of the existing agreement.

All Provinces except Ontario and Quebec now have agreements, due to expire March 31 next. The federal Government has proposed new agreements for another five-year period.

Under the new agreements, the federal Government would again be given almost exclusive use of the personal income, corporation and inheritance tax fields. In return the Provinces would receive annual federal payments based on population and the value of national production.

Across Canada: The Minister of Agriculture, Mr. Gardiner has disclosed a plan to import United States grain driers, complete with crews, to dry out part of the West's damp grain. The rigs would enter the country much the same as combining crews move north across the border every year at harvest time. The plan would supplement a scheme announced by the Minister of Trade and Commerce, Mr. Howe, in Ottawa on February 7 for shipment of large quantities of damp grain to the United States for drying there....Progressive Conservatives gained their sixth seat in the Newfoundland Legislature as counting ended Saturday night of ballots in Thursday's by-election in St. John's West. Malcolm M. Hollett, Progressive Conservative candidate, was named the winner with 8,759 votes. His Liberal opponent, Resources Minister Arthur Johnson, received 6,364 votes....Mr. G.D. Mallory, Trade Department official, will fly February 11 to India, Pakistan and Ceylon to study their industrial requirements under the Colombo Plan for economic development of South and Southeast Asia.

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Vol. 3, No. 30

Tuesday, February 12, 1952.

Canada Plans Friday Rites: Ottawa, February 12 (CP) -- Canadians, each in his own way, will pay tribute to the late King on Friday when funeral services are held in London.

The federal Government proclaimed the day "as a public holiday to be observed as a day of general mourning" for the monarch who died February 6. But only the courts, banks and federal offices are required to close.

The Provinces were left free to issue their own proclamations, and only in British Columbia and Newfoundland will the day be observed as if it were a statutory holiday with all non-essential industries closing. Provincial Secretary W. T. Straith said of British Columbia's plans: "Everything will be closed--just like a Sunday."

A Canadian Press survey yesterday found:

Schools in all Provinces will be closed.

Leading department stores in most cities will not open.

The Motion Picture Industry Council requested its 2,000 member theatres across Canada to remain closed until 6 p.m.

The Montreal and Toronto stock exchanges, the Winnipeg Grain Exchange and commodity markets will suspend operations for the day.

The CBC will observe long periods of silence during the day, confining broadcasts to funeral events.

Canada's Population 14,009,429 In June, 1951: Ottawa, February 11 (CP) -- Canada's population passed the 14,000,000 mark in time for the June, 1951, decennial census with Ontario, Quebec and a surging British Columbia contributing 75 per cent of a record increase over 1941.

The Dominion Bureau of Statistics said final tabulations of the census show there were 14,009,429 Canadians as of June, 1951, an increase of 2,502,774 or 21.8 per cent over the figure at the time of the 1941 census.

Of the 10-year increase -- a record numerically but not in the percentage field -- Newfoundland contributed 361,416 new Canadians, but the big increases came mainly from the two big central provinces backed by B.C.

B.C. far outstripped the other Provinces in the percentage columns, adding 42.47 per cent to its 1941 population of 817,861 to become the third Province to go beyond the million-mark with 1,165,210 people.

In sheer numbers, Ontario topped the lists. She grew by 809,887 or 21.38 per cent in reaching a population of 4,597,542, compared to 3,787,655 in 1951.

Quebec reached 4,055,611 compared to 3,331,882, an increase of 723,799 or 21.72 per cent.

Among them, Ontario, Quebec and B.C. accounted for an increase of roughly 1,880,000 or three-quarters of the national increase.

Oil-rich Alberta was well down the lists with an 18 per cent increase that took her to 939,501 from 796,169. The indications were, however, that she would be the fourth Province to shoot past the 1,000,000 mark and that she might do it easily within the next few years.

And Alberta fared much better than her sister Prairie Provinces. Saskatchewan was the only Province to lose people, dropping 7.17 per cent to 831,728 from 895,992. Manitoba increased by only 6.41 per cent to 776,541 from 729,744.

The biggest jump of all, however, came in Yukon's 85.10 per cent boost to 9,096 from 4,914. Big, too, was the Northwest Territories' 33.06 per cent jump to 16,004 from 12,028.

In the Maritimes, Nova Scotia was up by 11.18 per cent to 642,584, New Brunswick up 12.75 per cent to 515,697, Prince Edward Island up 3.56 per cent to 98,429 and Newfoundland up 12.30 per cent to 361,416.

Thus Ontario remains the largest Province, followed by Quebec, B.C., Alberta, Saskatchewan, Manitoba, Nova Scotia, New Brunswick, Newfoundland and P.E.I.

Mr. Graham F. Towers On 1952 Outlook: Ottawa, February 11 (CP) -- Mr. Graham F. Towers, Governor of the Bank of Canada, indicated today the rate of personal saving will be among factors determining the trend of prices this year.

He told a press conference it is difficult to predict what will happen to prices this year. It will depend on the rate of personal savings, the effect of increased defence expenditures in North America and whether any "frightening" developments occur in the international field.

Mr. Towers held the press conference to answer questions on his 1951 report of the bank's operations, which contained a description of economic trends from the outbreak of the war in Korea in June, 1950, but gave no predictions.

He said an encouraging feature of the fight against inflation last year was the way in which personal savings increased in the last six months of the year. Another was the fact there was no increase in the wholesale price level in the last six months of the year, despite substantial increases in defence expenditures and capital investment.

Without giving the figures in dollars, the report said it was estimated that new capital investment expenditures in Canada during 1951 were 22 per cent higher in value than in 1950 and perhaps nine per cent greater in physical volume.

Across Canada: Mr. Pearson called on Mr. Anthony Eden in London yesterday, Reuters reported....With a total of \$16,128,134 the largest sum ever raised for a single hospital in Canada, the Toronto General Hospital campaign last night reached a formal close, far beyond its objective of \$14,000,000.Mr. Massey will fly back to Canada the day after the King's funeral, Canadian Press reported from London....For the first time in B.C.'s labour history, wages are playing almost second fiddle to security demands. Contract demands announced by several unions last week indicate that labour is putting more emphasis on year-round security for the worker--including his safety, health and welfare--and less on the actual dollars going into his pocket, C.P. reports from Vancouver....Prospects of averting a strike of 9,000 workers at the Windsor plant of the Ford Motor Company of Canada appeared slim last night. Negotiations between the company and the United Auto Workers of America (CIO-CCL) broke down after two weeks of talks under auspices of the Provincial Labour Department, C.P. reported from Toronto.



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Wednesday, February 13, 1952.

Five Canadians To Attend Royal Rites: Ottawa, February 12 (CP) -- Five high-ranking Canadians will attend the funeral services for King George VI in Windsor Castle Friday.

They will include two Cabinet Ministers, a general, a diplomat and the Governor General designate.

The Ministers will be the Secretary of State for External Affairs, Mr. Pearson and the Minister of National Defence, Mr. Claxton, both of whom later will go to Lisbon to attend the Atlantic Treaty Pact meetings. Mr. Pearson now is in Britain and Mr. Claxton flies there tomorrow.

Also attending will be Rt. Hon. Vincent Massey, a personal friend of the late King and soon to become Canada's first native Governor General, and L. Dana Wilgress, Canadian High Commissioner in London. They both are in the U.K.

The general attending, Gen. H.D.G. Crerar, Canada's wartime Army commander, will be at the services as one of His Majesty's aides-de-camp general. He will fly to England tomorrow with Mr. Claxton.

St. George's Chapel, the Royal chapel in which the funeral rites will be performed, has only a limited capacity and no other Canadians are expected to be able to attend.

Five Wreaths To Be Placed On National Memorial: Ottawa, February 12 (CP) -- Five wreaths will be placed at the National War Memorial here Friday during the national ceremony of mourning for the King.

The State Department, issuing details of the ceremony today, said also that it will take place at 2:45 p.m. EST and that the Canadian Legion and 12 other veterans' organizations will be represented.

The wreaths will be placed by Chief Justice Thibaudeau Rinfret, Administrator of Canada in the absence of a Governor General; Senator Elie Beaugard, Speaker of the Senate; Speaker W. Ross Macdonald of the Commons; Field Marshal Lord Alexander, on behalf of the Canadian Legion, and Mayor Charlotte Whitton of Ottawa.

The Prime Minister, Mr. St. Laurent will accompany Chief Justice Rinfret and Mr. Macdonald to the foot of the war memorial when they place their wreaths. With him when he accompanies Mr. Macdonald will be Mr. George Drew, Leader of the Opposition in the House of Commons.

Canada will observe the same period of official mourning as the United Kingdom--to Saturday, May 31--officials here said today.

Canada And Spain Reach Agreement On Debts: Ottawa, February 11 -- The Minister of Trade and Commerce, Mr. Howe announced on February 11 the conclusion of an agreement between Canada and Spain, providing for the liquidation of commercial debts owing to a number of Canadian firms. These debts have been blocked in Spain since before the outbreak of the Spanish Civil War in July, 1936.

This agreement was concluded in Madrid on January 29, 1952, by Mr. Wm. Frederick Bull, Deputy Minister of Trade and Commerce, representing the Canadian Government, and Señor Martin Artajo, Spanish Foreign Minister. Preparatory negotiations were conducted by Mr. E.H. Maguire, Canadian Trade Commissioner in Spain.

Mr. Howe said that, with the co-operation of the Spanish authorities, a satisfactory agreement had been reached, making possible the early settlement of these debts on favourable terms.

Under this agreement, the Spanish Government undertakes to release exchange up to a total of \$650,000 to cover debts owing Canadian firms, these debts having arisen out of exports to Spain or Spanish possessions prior to July 18, 1936. Exchange will be released in the currency in which the debts were originally contracted.

Spanish officials were very helpful in agreeing to liquidate most of the debts at the present official rate of exchange, which is not normally in use for commercial transactions. This rate, of 11.22 pesetas to the Canadian dollar is favourable to the Canadian creditors in view of the substantial decline in the value of the peseta since 1936, and when compared with the rates applicable at present to current trade.

Withdrawal Of Valuables From Poland: (Press Release No. 7, February 13) --

The Department of External Affairs announced on February 13 that Canadians who are owners of movables, valuables, negotiable papers, etc. deposited with institutions, banks and enterprises in Poland before May 9, 1945 have, under a Polish Government decree of September 6, 1951, six months from the date of its publication (September 8, 1951) to withdraw these items from deposit.

Failing withdrawal, the decree provides that the objects will become state property, unless claim has been filed and deposits cannot be delivered under Polish regulations. Deposits with museums are specifically excluded from the legislation.

Mr. Dunton's Term Extended 10 Years: Ottawa, February 12 (CP) -- The Prime Minister, Mr. St. Laurent, announced today that the term of Mr. A.D. Dunton, Chairman of the CBC Board of Governors, has been extended for 10 years from February 1.

Until an amendment was made to the Canadian Broadcasting Act at the last session, the CBC Chairman was re-appointed for three-year terms.

Mr. Dunton, 39, was re-appointed for a three-year term last November. The new extension brings his re-appointment into line with the amended legislation.

When the legislation was before Parliament, it was explained that the main purpose of the extension was to make it possible for the Chairman to be brought under the CBC's pension plan.

Across Canada: Ontario Hydro Chairman Robert H. Saunders said at Orillia that if power demands in the next four years continue to soar as they have for the last four years, the actual increase alone will exceed Ontario's entire share of the proposed St. Lawrence Power Development....The Ford of Canada plant will be struck at 10 p.m. Sunday, George Burt, Canadian Director of the United Automobile Workers (C.I.O.), said at Windsor last night. He also said, however, that union spokesmen will accept Labour Minister Daley's invitation to meet on Wednesday with Ford officials in a last-minute attempt to defer the strike....Col. John Thomas Connolly Thompson, son of a late Prime Minister of Canada died yesterday in his 80th year....Mr. A.D. Dunton, Chairman of the Canadian Broadcasting Corporation Board of Governors, announced that two observers will fly to London to take part in broadcasts of the funeral services Friday for King George....Some 150 officers and men of 441 (Silver Fox) Squadron, RCAF, left Montreal by train yesterday on the first leg of their journey to join North Atlantic Treaty Organization forces.



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Vo. 3, No. 32

Thursday, February 14, 1952.

Canada To Build Sabre Fighters For NATO Force: Ottawa, February 13 (CP) -- Canada is joining in a three-way arrangement with the United States and Britain to build, equip and man squadrons of F-86 Sabre jet fighters for the North Atlantic Treaty defence force.

The announcement, made simultaneously here and at Washington and London tonight, said Canada will build the planes at the big Canadair plant in Montreal, the United States will supply the engines and other equipment and the fighters will be manned by British fliers.

The announcement, made jointly here by the Minister of Defence Production, Mr. C.D. Howe, and the Minister of National Defence, Mr. Claxton, did not disclose the number or production schedules of the planes, but it is understood the arrangement will involve "some hundreds" of planes.

The Sabres manufactured under this new arrangement will be in addition to F-86 aircraft already being manufactured by Canada for R.C.A.F. squadrons designated for N.A.T.O. Up to now Canada is the only country outside the United States using the American F-86 fighter which saw its first actual combat tests in Korea against Russian-made MIG fighters.

The arrangement results from discussions which have been going on between the Ministers and service heads of the three countries and the announcement said:

"Under this arrangement Canada will build F-86 aircraft at Canadair, Limited, as part of the Canadian mutual aid programme. Engines and other equipment will be furnished by the United States and will be financed by Mutual Defence Air Pact funds. The aircraft will then be manned by R.A.F. personnel and will strengthen the North Atlantic Treaty force."

A spokesman, enlarging on the announcement, said Canada would supply the air frame for the Sabres, with all other parts, including engines, coming from the United States.

The spokesman said it was his understanding that the planes would be turned over to the R.A.F., which is short of modern, first-line jet fighters. The planes would be flown as R.A.F. fighters but would strengthen the NATO air defence force, to which Canada herself has promised to contribute 11 squadrons in the next few years.

Dr. Mackenzie To Head Crown Company Directing Atom Programme: Ottawa, February 13 (CP) -- Dr. C.J. Mackenzie is taking charge of a new Crown company to direct Canada's atomic programme with an expression of his conviction that use of the atom for power is much closer than he thought even six months ago. Formation of the Government's new "Atomic Energy of Canada Ltd." and Dr. Mackenzie's appointment came a year ahead of original plans and Prime Minister St. Laurent said the major reason is that "prospects for early and useful industrial application of atomic energy have become more promising."

The second big reason, Mr. St. Laurent said in the announcement, is that design of Chalk River's new reactor or atom-splitting nuclear furnace has progressed favourably in the last year. That is the \$30,000,000 reactor which will dwarf Chalk River's existing two, and open the way for major Canadian assaults on the problems which prevent practical use of the atom for power purposes. It won't be finished for at least two years. Chalk River, meanwhile, is making strides in the direction of power with its two existing reactors.

Dr. Mackenzie will step down as President of the National Research Council April 1. The N.R.C. job he has held for 12 years will be taken over by Dr. E.W.R. Steacie, 51, native of Westmount, one of three N.R.C. Vice Presidents and a chemist of world-wide reputation.

Speculation Concerning Mr. Pearson: Dealing with news reports that the Secretary of State for External Affairs was being prominently mentioned in European capitals as the outstanding possibility for the full-time job of Director or Secretary General of the North Atlantic Treaty Organization under a new set-up, the Canadian Press, under an Ottawa date-line this morning writes, in part, as follows:

"One strong indication that he won't take it is that he at last is really ready to run for one of the other international jobs for which he has been mentioned.

"Canada has informed other members of the United Nations that Mr. Pearson is willing to run for the Presidency of the U.N. General Assembly at the session slated to start next September.

"This was reported from Paris several weeks ago, and is confirmed by Mr. Pearson's office here. The information was passed along to other countries at a time when it was known the NATO job was coming up.

"In that U.N. job, he would be in New York for a few months, but would be able to commute to Ottawa fairly often. He would continue as Secretary of State for External Affairs.

Seaway Board Named: Ottawa, February 13 -- Appointment of a five-man Board of Engineers for the all-Canadian Seaway project is announced today by the Minister of Transport, Mr. Lionel Chevrier. Three members of the Board of Engineers are appointed by the Government of Canada and one each by the Governments of Ontario and Quebec.

The Board of Engineers consists of R.A.C. Henry, of Montreal, Executive Vice President and Director of Marine Industries Ltd. who will be Chairman; Guy A. Lindsay, of Ottawa, Director of Special Projects Branch of the Department of Transport; Norman Marr, of Ottawa, Chief of Water Resources Division of the Department of Resources and Development; R.L. Hearn, of Toronto, General Manager and Chief Engineer of the Ontario-Hydro Commission; and René Dupuis, of Montreal, Commissioner of the Quebec Hydro Commission.

The duties of the newly appointed Board of Engineers are to "co-ordinate the preparation of an application by the Province of Ontario for submission to the International Joint Commission for an Order of Approval of construction of certain works to develop the power resources of the International Rapids section of the St. Lawrence River." This construction would be undertaken by the Province of Ontario "concurrently with the construction of complementary works by an appropriate authority in the United States."

Across Canada: The Prime Minister, Mr. St. Laurent, yesterday appointed Postmaster General G. Edouard Rinfret to the Quebec Court of Queen's Bench and replaced him in the federal Cabinet by Mr. Alcide Côté, 48-year-old Liberal member of Parliament from the Quebec riding of St. Johns-Iberville-Napierville.... Senator Sir Allen Bristol Aylesworth, whose career influenced notable phases of Canada's history, died in Toronto on February 13, at the age of 97. He was the last surviving member of Sir Wilfrid Laurier's Cabinet and the last titled member and dean of the Senate.... Prospects for an agreement between Ford of Canada and the United Auto Workers (CIO-CCL) that would avert a strike set for Sunday appeared bright last night as company and union negotiators neared the end of a five-hour session.... More than 2,000 Japanese have returned to Vancouver since lifting of the wartime ban that prohibited them from living on the coast, according to an estimate by a spokesman for the Vancouver branch of the Japanese-Canadian Citizens' Association.



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INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 3, No. 33

Monday, February 18, 1952.

Viscount Alexander Says Farewell At Halifax: Halifax, February 17 (CP) -- Three ringing cheers echoed through a dockside immigration shed here today as Canada's former Governor General, Viscount Alexander of Tunis, stepped aboard the ship that will take him to England and the job of Defence Minister in the British Cabinet.

The Cunard liner Franconia was scheduled to sail at 8 p.m. EST with Lord and Lady Alexander and two of their children, Brian, 12, and Susan, 3½. Nineteen-year-old Rose will remain in Canada to complete her studies at McGill. Shane, their eldest son, is in England, at Harrow. The vice-regal family embarked today from the pier where they landed almost six years ago.

Before leaving Canada, Viscount Alexander said that his family has spent its happiest years in this country which, he added, stands on the threshold of "a golden future."

Canada said the former Governor General in a farewell broadcast over the CBC has become the second home of himself and his family "and we shall always look upon it as such."

Mr. Massey Arrives From England: Trenton, Ontario, February 17 (CP) -- Rt. Hon. Vincent Massey, Canada's Governor General designate, arrived today by plane from England and smilingly said he had a "splendid" trip. He told reporters he could not say much more than that.

"Until the 28th of this month," he said, "I will not be the occupant of my new post. And at present I am in the somewhat difficult position of being utterly unable to discuss many things that I know you are just dying to ask me about...."

"I had originally planned to return to Canada by steamship, arriving in Halifax this morning and thus meeting Viscount Alexander, the retiring Governor General, and his family for a brief farewell.

"Then tragic events intervened. It meant that I was able to experience a great and important thing. I attended the service in St. George's Chapel, a great privilege. But most important, I believe, was to have been in London immediately after the King's death. It was a most impressive thing. There was a tremendously moving atmosphere, a thing one could feel.

"One thing, especially, occurs to me as I consider it now. The flow of world news, as reported in the press, underwent an important change. Controversy was stilled. It had the most quieting effect, far more significant, I think, than we realize immediately. It could be seen in the news from remote places and from world centres.

"I think this showed more than just the world's feeling towards His Majesty as the representative of a great monarchy, though that in itself was important. Above all, the world was improved and impressed by the fact that his death brought sharply before it a simple, quiet goodness in his person...."

Canada To Produce F-86E Sabre Jets For U.S.: Ottawa, February 17 (CP) -- The Canadian Government announced tonight that Canada has received a contract to produce F-86E Sabre jet fighter aircraft for the United States Air Force.

The Minister of Defence Production, Mr. Howe, and the Minister of National Defence, Mr. Claxton, said in a joint statement that deliveries will start almost immediately out of current production at the big Canadair jet aircraft production plant at Montreal. A similar announcement was made simultaneously in Washington by Mr. Thomas K. Finletter, Secretary of the U.S. Air Force. Numbers of planes involved and value of the contract were not disclosed. Informants said, however, that the contract would mean a flow of "many millions of dollars" to Canada and was sufficiently large to help Canada "materially" in balancing her military purchases in the U.S.

The order is in addition to contracts Canadair has received to produce the front-line jet fighter for the R.C.A.F., and for the R.A.F. under a recent tri-nation North Atlantic mutual air agreement among Canada, the U.S. and the United Kingdom.

The Sabre originated in the U.S. plants of the North American Aviation Company. Reason why the U.S. is turning to Canada for the jets was not given in the official announcement, but it was understood that the U.S. Air Force is in continual need of more jets for Korean air battles and it also is understood that the U.S. plant is re-tooling to produce a modified version of the F-86. This will be known as the F-86F. Canadair produces the Sabre jet airframe and imports radar equipment, control instruments and power unit--the General Electric J-47 jet engine--from U.S. Because of a general scarcity of power units, production at the Montreal plant has been maintained at about 20 airframes a month, though the plant is capable of turning out probably four or five times that number.

9,000 Ford Workers Strike In Windsor: Windsor, Ontario, February 17 (CP) -- Nine thousand automobile workers went on strike tonight to enforce contract demands upon the Ford Motor Company of Canada. The walkout, second in three months, came as the climax of a dispute that started 11 months ago.

Negotiations on a proposed 85-clause contract continued almost until the 10 p.m. deadline for the strike.

Edmonton Mercurys Win Second Hockey Game At Oslo: Oslo, February 17 (CP) -- Canada's hockey team--the Edmonton Mercurys--breezed through to a 13-3 win tonight over Finland for their second straight victory in the nine-country round-robin Olympic tournament.

Across Canada: The Alberta Petroleum and Natural Gas Conservation Board reports that out of a total of 1,179 wells drilled during 1951, 763 resulted in oil producers, or about 64 per cent. During 1950, out of a total of only 1,009 wells drilled 752 resulted in oil producers, or 74 per cent....Canadians purchased 45,000 fewer motor vehicles in 1951 than in 1950 but paid \$53 million more for them in federal taxes, according to the latest report from the Canadian Automobile Manufacturers Research Service....Four liners will bring nearly 3,000 new Canadians to Halifax within the next few days Canadian National Railways reported at Halifax on February 16.



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Vol. 3, No. 34

Tuesday, February 19, 1952.

Canada's Trade Deficit With U.S. \$479,000,000: Ottawa, February 19 (CP) -- Canada increased purchases from the United States by almost \$700,000,000 in 1951, ending the year with a \$479,000,000 deficit in trade with her southern neighbour. The U.S. deficit was the highest since 1947.

In a final report on 1951 trade, the Dominion Bureau of Statistics estimated total purchases from the U.S. at \$2,812,900,000, up from \$2,130,500,000 in 1950. Exports lagged at \$2,333,900,000, a gain of only \$283,400,000 from \$2,050,500,000 in 1950.

The gain in imports was more than double the increase in exports and swamped the favourable surpluses built up in trade with other countries to tab Canada with a deficit in world trade of \$121,500,000.

However, this was relatively small compared to total trade which reached a record of more than \$8,000,000,000, and was countered by a heavy flow into Canada of U.S. capital for investment in Canada's expanding economy.

The result was that the deficit had little effect on Canada's official holdings of U.S. dollars and gold which, at the end of the year, totalled about \$1,600,000,000.

The Bureau noted that imports from the U.S. increased to 69 per cent of total imports from all countries, compared to 67 per cent in 1950. The \$479,000,000 deficit was about six times the \$80,000,000 unfavourable balance in 1950, but only about half the huge \$918,100,000 deficit recorded in 1947.

Brig. Bogert Succeeds Brig. Rockingham In Korea: Ottawa, February 18 (CP) -- Appointment of Brig. M.P. (Pat) Bogert, 43-year-old wartime brigade commander, to succeed Brig. John M. Rockingham, 41, as commander of the 25th Brigade in Korea in April was announced today.

Brig. Rockingham will take over Brig. Bogert's job at Army Headquarters some time after April 15, the day the latter reports for duty in the Far East.

The switch will complete the transfer home of the group of men who led the brigade and its infantry battalions through the first months of fighting. Brig. Rockingham's three original battalion commanders now are back in Canada.

Most of the original brigade manpower will be back by June.

Inquiry Into Women's Wear Marketing: Ottawa, February 18 (CP) -- The Government has sent investigators into the United States for a first-hand inquiry into claims that U.S.-made women's wear is being dumped on the Canadian market at distress prices, it was learned today.

However, officials said the investigations up to now have failed to disclose evidence that U.S. products are being dumped -- sold to Canada at less than their fair market price at home.

Anti-dumping checks were intensified following an appeal by unions to the federal Government a month ago for action to halt a flood of low-price women's clothing from the U.S. The unions contended the imports threaten the employment of 50,000 needle-trades workers, concentrated in Montreal, Toronto and Winnipeg.

Mr. Harris On Assistance For Immigrants: Toronto, February 19 (Globe and Mail) -- Federal assistance for social and welfare services for new immigrants may be in the offing for municipalities, the Minister of Immigration, Mr. Harris, told delegates to the annual convention of the Ontario Association of Rural Municipalities yesterday.

The Government is aware, he said, that many municipalities are heavily burdened by social service costs due to the influx of immigrants and DPs. He assured the convention that measures to relieve the situation are being considered.

Soviet Cancels Reception In Deference To Mourning Period: Ottawa, February 18 (CP) -- A reception at the residence of the Air Military Attaché of the Soviet Embassy, celebrating the 34th anniversary of the Soviet Army, Saturday, February 23, has been cancelled in deference to the period of official mourning for King George VI.

Embassy officials consulted the Department of External Affairs after the invitations were sent out last week, and were advised that Government officials and officers of the armed forces could not attend, because of their responsibility to observe the period of mourning.

The Military Attaché, C. Procarov and Mrs. Procarov, today announced cancellation of the reception.

Gift Of Wheat For Greece: (Press Release No. 8, February 19) -- It was announced from the Prime Minister's Office on February 19 that the Canadian Government has authorized a gift of 500,000 bushels of wheat, at a cost of approximately \$825,000, as a contribution to famine relief in Greece. The wheat will be donated in unmilled form to the Canadian Red Cross Society which has undertaken to arrange to have it milled in Western Canada and transported to Greece. It is expected that the flour will reach Greece in April. Its distribution to the most distressed areas will be supervised by the Greek Red Cross Society in collaboration with the Canadian Embassy in Athens.

Open 80,000 Acres Near Hudson Bay: Regina, February 18 (CP) -- The Saskatchewan Agriculture Department said today three blocks of land totalling nearly 80,000 acres are being opened for settlement in the Tisdale and Hudson Bay areas.

Two smaller projects are being opened near Chiceland, northwest of Nipawin, and near Big River, northwest of Prince Albert.

Canada At The Olympics: In the Winter Olympic Games in Oslo yesterday Canadian participants fared as follows:

Hockey--Canada defeated Poland 11-0; Speed Skating (1,500 metres)-- Craig MacKay, Saskatoon, placed 16th; Ralph Olin, Calgary, was 29th; Skiing (18-kilometre cross country)--Claude Richer, Ottawa, placed 49th; Jacques Corbonneau, St. Romuald, Que., placed 67th. Field: 80.

Across Canada: Ontario tobacco growers yesterday asked the Canadian Government for a tax cut of about 12 cents on a package of 20 cigarettes....The Minister of Labour, Mr. Daley met last night with union negotiators in a renewed effort to bring about the settlement of the Ford of Canada strike which began Sunday at Windsor. Company officials did not attend the meeting....Canada is expected to get an invitation to watch the first test of a British atomic weapon in Australia this year, the Canadian Press reports.The average annual income for a family of four in Canada is about \$600 more than for a similar family in the United States, Mr. George J. McIlraith, M.P. for West Ottawa and Parliamentary Assistant to the Minister of Trade and Commerce said in Ottawa yesterday.

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Vol. 3, No. 35

Wednesday, February 20, 1952.

Mr. Abbott On Nations' Finances: Ottawa, February 19 (CP) -- The Minister of Finance, Mr. Abbott, said tonight that his budgetary surplus has been "an important element in bringing inflation under control."

Rather than "a bad thing," the surplus has been "an excellent thing, not just for the Government, but for each and every one of you," he said in an address prepared for delivery over the CBC's broadcast, "The Nation's Business."

The surplus, which totalled \$721,000,000 at December 31 against last year's budget forecast that it would total only \$30,000,000 for the whole of 1951-52, had enabled the Government to meet certain cash disbursements without "invading the already tight capital market" with new bond issues.

"It has contributed greatly to the general strength and health of the Canadian economy. It has reduced the burden of the national debt, and strengthened Canada's credit in the eyes of the world -- has indeed been one of the major factors in attracting capital from abroad for Canadian development and enabling the Canadian dollar to rank as one of the strongest currencies in the world today."

He said that to date this fiscal year the Government has used \$300,000,000 of the budgetary surplus to meet non-budgetary expenditures, leaving about \$400,000,000 available for paying off some of the national debt and increasing the Government's working cash balances.

In the nine months ended December 31, the Government paid off or withdrew from the market about \$260,000,000 of the national debt and, in addition, transferred to the Bank of Canada \$70,000,000 in cash to meet bonds and interest coupons which had matured but had not yet been presented for payment. Only a few days ago, he said, it paid off another \$50,000,000 of debt in the last instalment of the first war loan issued in 1940.

"The net result of all these transactions is that on December 31 we had \$83,000,000 more in our current bank balances than we had at the beginning of the year, and this I can assure you is a very modest build-up for the heavy expenditures that lie immediately ahead."

Foreign Trade Surplus Of \$21,000,000 In January: Ottawa, February 19 (CP) -- Canada coupled climbing exports with shrinking imports to produce a surplus of almost \$21,000,000 in foreign trade during January, the Dominion Bureau of Statistics reported today.

This was a sharp reversal of the trend in January a year ago when imports outpaced exports and a deficit of \$38,400,000 resulted.

The Bureau, in a preliminary statement, estimated January's exports at \$328,300,000, a boost of \$39,500,000 from last year's \$288,800,000. It was the highest January export figure.

Imports eased, however, to \$307,400,000, down \$20,000,000 from \$327,200,000. The decline was most noticeable in purchases from the United Kingdom and other Commonwealth countries threatened by a sterling-exchange crisis.

In January, Canada sold Britain about twice as much as she purchased from that country. It was almost the same story in trade with other Commonwealth countries. But in trade with the United States, the traditional trend still prevailed. The surplus was in the United States' favour.

Sales to the U.S. inched ahead to \$191,200,000 from \$190,000,000, but purchases declined to \$229,400,000 from \$233,300,000. The deficit dropped to \$38,200,000 from \$43,000,000.

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Britain's purchases from Canada, despite dollar troubles, increased to \$43,700,000 from \$40,200,000. But imports from the U.K. swung downward to \$24,300,000 from \$33,900,000 a year ago.

Exercise "Sundog Three" Completed: Ottawa, February 19 (CP) -- Troops who will soon head for Korea hardened themselves this month in a sub-Arctic exercise designed to help defence planners learn how to handle a likely menace if war breaks out--enemy seizure of a far northern airfield.

The Defence Department, reporting on Exercise "Sundog Three", said today air squadrons flew thousands of miles to get there, and live 500-pound bombs were used in the 10-day manoeuvre not far north of Canada's vast new iron-ore development in Labrador.

The exercise was held from February 4-14 in the Ungava Bay area of far northern Quebec with the big R.C.A.F. base at Goose Bay, Labrador, as the air jumping-off point for skirmishing, which included a parachute drop, use of live bombs, and other features of simulated warfare.

The temperature dropped as low as 28 degrees below zero.

R.C.A.F. Jet Fighters For Europe: Ottawa, February 19 (CP) -- Canada's air force is aiming to start late this year to establish jet fighter squadrons in a European defence area straddling the French-German border in the vital industrial region of the Saar Valley.

Two hundred miles to the north the 27th Canadian Infantry Brigade should be in position by that time in front of an even more vital industrial area, Germany's Ruhr Valley.

The key to the arrival of the first jet squadron in Europe--it now is in England--is the availability of the first airfield, one of four that will be needed for an 11-squadron air division and which will cost Canada tens of millions of dollars to put in shape.

Canada Wins Fourth In Olympic Hockey: Oslo, February 19 (UP) -- Canada defeated the previously unbeaten Czechoslovakia, 4 to 1, tonight in the Olympic round-robin hockey tournament. The victory put Canada on top of the nine-country standing with four wins and no losses. Sweden, with a bye in the fourth round, has the same won-lost standing, but ranks second on goals for-and-against.

Across Canada: A three-day strike at Ford Motor Company's Windsor plant ended yesterday. The United Automobile Workers (C.I.O.-C.C.L.) announced that 87 per cent of its members voted to end the strike....The Ottawa Journal said yesterday Nicholas Eden, 20-year-old son of Anthony Eden, will be an aide at Government House after Rt. Hon. Vincent Massey becomes Governor General this month....Mrs. Kenneth C. McTaggart of Victoria, a former member of the staff of the National Museum of Canada, has been awarded a United Nations fellowship in musicology....The 11th Alberta Legislature opens Thursday for its fifth session possibly the last before the next provincial general election.

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Vol. 3, No. 36

Thursday, February 21, 1952.

Mr. Pearson Opens Atlantic Treaty Council: Lisbon, Portugal, February 20 (Reuters)
-- The Secretary of State for External Affairs, Mr. Pearson, told the Atlantic Treaty Council that the pact countries face a "political, military and spiritual menace" which cannot be overcome by any single country.

Mr. Pearson is Chairman of the Council, which opened its ninth session today. Delegates from Greece and Turkey attended for the first time.

While emphasizing the importance of this session, he said it was unfortunate and unfair that every time the Council meets people should expect quick and dramatic decisions.

In trying to satisfy public demand, he added, the Council might be tempted to act hastily -- "to seek for paper to cover the cracks, rather than for ways of strengthening the fabric".

"We are looking for means of developing that collective existence and collective action which we know is essential if we are to solve the new problems which face all free states today as they confront a political, military and spiritual menace which cannot be removed by any one of them alone", he said.

"In our search for good and strong solutions to new problems, a search which is impeded sometimes--as was that of the Portuguese navigators for new worlds--by old concepts, old prejudices and old fears, we will need the courage and the imagination and the perseverance that the names of Magellan, Da Gama and Diaz bring to our minds.

"Especially is this true now, because what we do or what we do not do, at this session of the Council, will have an important influence in determining whether our North Atlantic coalition is to develop into an enduring and strong association for the defence of the peace and the progress and welfare of closely-knit peoples, or whether it will become merely a fretful and uneasy alliance, held together by a feeling of common danger, without much depth or conviction beyond that incentive."

Mr. McIlraith Heading Delegation To Karachi: Ottawa, February 20 -- It was announced from the Prime Minister's Office on February 20 that Mr. George J. McIlraith, M.P., Parliamentary Assistant to the Minister of Trade and Commerce, will represent Canada at the next meeting of the Consultative Committee on the Economic Development of South and Southeast Asia (Colombo Plan). The meeting opens on March 24 and, at the invitation of the Government of Pakistan, will be held in Karachi. Mr. K.P. Kirkwood, Canadian High Commissioner in Pakistan, will attend the Consultative Committee meeting as Alternate Canadian Representative.

Other members of the Canadian Delegation are: Mr. R.G. "Nik" Cavell, Administrator of the International Economic and Technical Co-operation Division of the Department of Trade and Commerce, and Mr. G.D. Mallory, Department of Trade and Commerce, both of whom are, at present, visiting countries in the Colombo Plan area. Mr. G.S. Murray of the Office of the Canadian High Commissioner in Pakistan and Mr. Hume Wright of the Department of Finance will serve as Advisers.

The member countries of the Consultative Committee are: Australia, Burma, Cambodia, Canada, Ceylon, India, Laos, New Zealand, Pakistan, United Kingdom, United States and Viet Nam. The International Bank for Reconstruction and Development has also been invited to participate in the meeting.

The announcement from the Prime Minister's Office included the information that the Government has decided to recommend to Parliament a contribution for 1952/53 of \$25 million for economic assistance and \$400,000 for technical co-operation under the Colombo Plan.

Canada Fourth Ranking World Trader: Ottawa, February 20 (Journal) -- Canada, on the basis of individual effort, led the world in foreign trade last year. Leader in total dollar value, of course, was the United States.

The Department of Trade and Commerce, in its February 9 issue of "Foreign Trade", estimates that on a per-capita basis Canada in the 12 months ended September last achieved \$536 worth of trade for every man, woman and child in the country.

Second was Belgium, and the United States was far behind with only \$173 per capita, less than one-third of Canada's effort.

But with a population of 155,000,000 compared with Canada's 14,000,000, the U.S. led the world in actual dollar value, with total foreign trade reaching \$24,915,000,000. The U.S. maintained her lead established during the last half-century.

Despite a small population, Canada provided keen competition as one of the world's major trading nations, and even on the basis of total dollar value, ranked fourth as an exporter and importer.

The previous year, 1950, she ranked third, but France, gradually recovering from the devastation of war, slipped into the third slot last year.

An astounding fact disclosed by a comparison of trade by the world's 10 top traders is that Germany, hard hit by World War II, is making a rapid comeback. She ranked fifth in world trade, behind Canada. Before the war she ranked third.

Here is the Department's survey on exports and imports for the 12 months ended last September, with all values in U.S. dollars (in thousands of dollars):

	<u>Exports</u>	<u>Imports</u>
United States.....	\$13,974,000	\$10,941,000
United Kingdom.....	7,168,000	10,134,000
France.....	4,116,000	4,102,000
Canada.....	3,529,000	3,841,000
Germany.....	3,210,000	3,417,000
Belgium.....	2,466,000	2,471,000
Netherlands.....	1,851,000	2,525,000
Australia.....	2,228,000	1,814,000
Italy.....	1,517,000	1,928,000
Brazil.....	1,688,000	1,742,000

Canada achieved her world trading position with only three-fifths of one per cent of the world's population.

Across Canada: Various newsprint companies in Quebec Province, which provides the bulk of Canadian newsprint output, said that at this time they know of no increase contemplated in the current price which is \$116 a ton at New York.... The American dollar was at a discount in Edmonton on February 20 on the basis of trading prices. Bankers said the value of both Canadian and American dollars fluctuates from hour to hour some days. One bank reported that a U.S. cheque for \$100 would be cashed for \$99.75 on the basis of an exchange rate of one-quarter of one per cent.... Russell T. Kelley, 74, former Ontario Health Minister, died February 20.... James W. Curran, publisher of the Sault Ste. Marie Star and one of Canada's best-known newspapermen died on February 20. He was 87.

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Vol. 3, No. 37

Friday, February 22, 1952.

Training In Europe For University Cadets: Ottawa, February 21 (CP) -- In an unprecedented officer-training programme, the Canadian Army will send 74 university under-graduates to Europe next summer to train with the 27th Canadian Infantry Brigade.

Announcing the programme tonight, the Army said those selected will be drawn from three-year students about to undergo the third practical phase of officers' training. Quotas will be allotted to Army commands to permit as wide a representation as possible.

Factors affecting selection will include the cadet's military future, reports on his training and study, both academic and in the second practical phase of C.O.T.C. instruction and the recommendation of the commanding officer of his university contingent.

Tentative sailing dates have been listed for May 5, May 19, June 2 and June 30. Steps will be taken to return them to Canada in sufficient time for Fall university registrations.

In Europe, the cadets will be attached to various Canadian Army units now training in Germany, and have an opportunity of serving with the Atlantic Pact forces in Europe.

"This will be a beneficial and broadening experience which should do much to foster a better understanding of the problems, military, political and economic which confront the peoples of Europe," the Army announcement said.

Canada-U.S. Treaty For Great Lakes Safety: Ottawa, February 21 -- A treaty was signed today between Canada and the U.S., providing for a uniform system of marine radiotelephony with the object of promotion of safety of life and property on the Great Lakes and as an aid to navigation. The document was signed by the Minister of Transport, Mr. Lionel Chevrier; by the United States Ambassador to Canada, the Honourable Stanley Woodward, and by Commissioner E.M. Webster of the Federal Communications Commission, Washington.

The treaty provides for the authorized use of radiotelephony as a means of communication of distress signals for shipping on the Great Lakes. It further agrees on the need for making compulsory the carriage of radio-telephone equipment on all lake shipping of 500 gross tons and over, and on all passenger-carrying vessels over 65 feet in length.

Redistribution Held Likely This Session: Ottawa, February 21 (CP) -- A committee likely will be established at the forthcoming session of Parliament to study redistribution of representation in the House of Commons on the basis of the 1951 census.

If the redistribution is undertaken at this session it probably will mean that no general federal election will be held before 1953 or early 1954. Life of the present Parliament expires August 25, 1954.

Unless the basis of allocating seats is changed, Saskatchewan will lose five of its 20 seats in the Commons. Manitoba will lose two seats and Nova Scotia one. British Columbia will gain four, and Ontario and Quebec two each. Newfoundland, New Brunswick, Prince Edward Island, Alberta and the Yukon will remain unchanged.

Railway To Kitimat, B.C. Being Considered: Ottawa, February 21 (CP) -- The federal Government will ask Parliament this year to finance a railway line into the huge aluminum development at Kitimat, B.C., it was learned today.

The rail line will link Kitimat, where a big hydro project will produce aluminum, with Terrace on the Canadian National Railways line.

Estimates of the cost have not been completed, officials said. However, the railway running over mountainous territory is expected to cost \$5,000,000 or more.

It will be the second big railway development undertaken by the Government through the C.N.R. in a year. Last year, Parliament approved the construction of a \$14,000,000 line into the Manitoba base metal mining area of Lynn Lake.

New Stamp Series To Portray Resources: Ottawa, February 21 (CP) -- The Post Office Department announced today that the first of a series of postage stamps portraying the resources of Canada will be issued April 1.

It will be a steel-blue 20-cent stamp symbolizing the wealth of forestry products manufactured from Canada's great timber resources.

The stamp, designed by A.L. Pollock, Toronto industrial artist, shows a broad strip of wood cut on one side to form a simple coniferous tree shape and on the other curved into a curl of paper. Incorporated in the centre is a newsprint mill.

Ford Workers To Get \$1,200,000 Retroactive Pay: Windsor, Ontario, February 21 (CP) -- Some 11,500 Ford of Canada workers will receive \$1,200,000 in retroactive pay under the collective bargaining agreement which ended this week's Ford strike, company officials said today.

They said that most of the men will receive payments of approximately \$150.

Canada Wins Fifth Straight Olympic Hockey Match: Canada defeated Switzerland 11 to 2 in the Olympic Hockey tournament yesterday. It was the fifth straight victory for the undefeated Mercurys from Edmonton.

Across Canada: A further attempt to stimulate house-building will be made at this session of the Ontario Legislature which opened yesterday. The announcement was contained in the 1,500-word Speech from the Throne....Means-test pensions of \$40 a month for widows aged 60 to 65 and \$10-a-month supplementary allowances to old-age pensioners in the 65-69 age group were forecast in the Throne Speech read yesterday at the Alberta Legislature opening....Technical experts yesterday completed a conference on engineering details of the proposed causeway across the Strait of Canso between Cape Breton and the Nova Scotia mainland....At least five provinces--British Columbia, Alberta, Saskatchewan, Quebec and New Brunswick--are expected to hold general elections this year, the Canadian Press reported....The gross value of Canada's 1951 principal field crops was estimated by the Bureau of Statistics at a record \$1,977,105,000 -- an increase of more than \$100,000,000 over the preliminary estimate of \$1,856,000,000. It also was about \$100,000,000 higher than the previous record of \$1,854,500,000 for Canadian farm field-crop production in 1950....Oil at the rate of 250 barrels a day is being produced in a test of an exploratory well in Southwestern Manitoba, Mines Minister J.S. McDiarmid announced last night.

GOVERNMENT

OF CANADA

DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

(For official use only. This bulletin is intended solely for the information of Canadian Government officials stationed abroad. Its contents are not for publication or distribution.)

Vol. 3, No. 38

Monday, February 25, 1952.

Heavy Sessional Committee Work Forecast: Ottawa, February 24 (CP) -- At least a half dozen major committees are scheduled to function during the forthcoming session of Parliament.

The Speech from the Throne, to be read at the formal opening of the session Thursday next, likely will forecast plans for the formation of at least some of the committees.

The defence expenditures committee, established late in the last session, will be revived. It was assigned the task of scrutinizing current defence expenditures.

Mr. George Drew, Progressive Conservative leader, gave notice last year that he will demand a minute examination of how money voted for defence is spent.

The Minister of Veterans Affairs, Mr. Lapointe, has promised that a committee will be established to study possible changes in war veterans' allowances. The allowances, paid to veterans prematurely aged as a result of war service, were not increased last year when veterans' pensions were boosted.

The committee, made up of veterans, may recommend an increase in the allowances. It may also recommend how the allowances should be tied in with the old-age pensions programme under which \$40 a month is paid to all 70 and over, regardless of means.

There are indications the Government is planning a joint Senate-Commons committee on national health insurance. The committee, similar to one that studied old-age security programmes in 1949 and 1950, would recommend ways in which the federal Government could help the provinces to expand their free health and hospital services to the people.

A fourth committee likely will be given the problem of redistributing representation in the House of Commons on the basis of the 1951 census.

On the basis of the new census figures, this is how the 262 seats in the House of Commons will be divided in the next Parliament, with existing representation in brackets:

Newfoundland seven (seven); Prince Edward Island four (four); Nova Scotia 12 (13); New Brunswick 10 (10); Quebec 75 (73); Ontario 85 (83); Manitoba 14 (16); Saskatchewan 15 (20); Alberta 17 (17); British Columbia 22 (18); Yukon and Northwest Territories one (one).

The committee's task will be to alter the boundaries of existing constituencies, where necessary, to provide for the changes in representation....

More And Better Technicians Needed: Quebec, February 25 (CP) -- The Prime Minister, Mr. St. Laurent, said Saturday night that Canada's economic development required more and better technicians than ever before and told Canadian universities to produce them.

Mr. St. Laurent spoke at the closing banquet of a three-day convention of Laval University's Alumni Association. The meeting inaugurated centenary celebrations of the French-language university.

"We need more engineers, geologists, chemists, economists, sociologists, scientific researchers and laboratory specialists who can create and apply new processes to bring out the full value of the enormous resources at our disposal," said the Prime Minister.

"The universities will have to continue to produce these specialists, and it is important that the universities do this and thus contribute to the material development of our social environment.

"But the legitimate pursuit of a higher standard of living must not make us forget that material goods are not an end in themselves; that they must be only means to preserve and consolidate our true civilization...."

The St. Lawrence Seaway: Ottawa, February 25 (CP) -- The Canadian Government is not putting much hope in action by the United States Congress on the St. Lawrence seaway project this year.

Despite the fact a Senate committee opens seaway hearings at Washington today, authorities here say they will be greatly surprised if Congress authorizes a joint U.S.-Canada development at this session.

Plans are going right ahead for the building of all-Canadian navigation facilities and for a reference to the International Joint Commission to get authorization for Ontario and some U.S. agency to establish a 2,200,000-horsepower hydro plant on the river.

Field Crops Set New Record In Value: Ottawa, February 25 (CP) -- The gross value of Canada's 1951 principal field crops was estimated by the Dominion Bureau of Statistics at a record \$1,977,105,000--an increase of more than \$100,000,000 over the preliminary estimate of \$1,856,000,000.

It also was about \$100,000,000 higher than the previous record of \$1,854,500,000 for Canadian farm field-crop production in 1950.

The jump over the preliminary estimate, said the Bureau, results from recent increases in the initial or preliminary delivery price paid farmers for their wheat deliveries, price advances for some crops such as potatoes, and added payments to sugar-beet producers.

The latest estimate is still not the final one. It does not include any final payments which may be made to western wheat producers when the current crop year ends next July 31.

Death Of Air Marshal Edwards, C.B.: Ottawa, February 24 (CP) -- Air Marshal Harold (Gus) Edwards, C.B., 59, wartime chief of the R.C.A.F. overseas, and one of the top men in the history of the service, died Saturday night at Scottsdale, Arizona. He had retired in 1944.

At the outbreak of the Second World War he played a major role in launching the huge British commonwealth air training plan and then went overseas to take charge of the major phases of building up the R.C.A.F. in the United Kingdom.

Says Canada Lagging In Arctic: Winnipeg, February 24 (CP) -- Dr. F.K. Hare, Chairman of the Geography Department at McGill University, said yesterday in an address to the Canadian Club that Canada is lagging behind four other countries in development of Arctic territories and is making too weak an effort compared with the United States in opening up the Labrador iron ore deposits.

Canada Again Winner In Olympic Hockey: Oslo, February 24 (CP) -- Canada successfully defended its Olympic hockey championship tonight. It was a close call for the Canadian hockey team, forced to a 3-3 draw with the United States in the final game of the nine-country series, but enough to give Canada the title on seven victories and the one tie.

Across Canada: HMCS Sioux, first Canadian warship to complete two full tours of operations in the Korean war theatre, is returning to her home base at Esquimalt, B.C....Net deliveries of oil through all Canadian pipe lines in October totalled 8,740,427 barrels, the highest monthly figure recorded to date and 412,100 barrels or 4.9 per cent above the September aggregate of 8,328,327 barrels....Television is already a considerable industry in Canada, with 85,000 Canadian-made sets worth \$40,000,000 in the country, Alphonse Ouimet, Assistant General Manager of the Canadian Broadcasting Corporation, told the University of Ottawa Lecture Society, the Ottawa Citizen reported.... Arthur P. Earle, 72, a leading Canadian businessman and financier from Montreal, died in New York February 23.

N.B.: The figures attributed to Mr. McIlraith in "Across Canada" of Airmail Bulletin, February 19, came from an inaccurate newspaper report and should not be used.

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Tuesday, February 26, 1952.

Foot-And-Mouth Disease Outbreak In South Saskatchewan: Ottawa, February 23 (CP) -- Canada's thriving \$2,000,000,000 livestock industry was struck a crippling blow today with announcement of an outbreak of dreaded foot-and-mouth disease in South Saskatchewan.

The effects were immediate and widespread. The U.S., Canada's main export outlet, banned imports of Canadian cattle, hogs, sheep and goats and meat from these animals. This halted an export trade which last year totalled \$130,000,000. Canadian officials planned to ask the U.S. to ease restrictions, but there was doubt they would succeed.

Western cattle trade in Saskatchewan and Manitoba virtually came to a standstill. Alberta cattle trade slowed.

Slaughter of infected herds in Saskatchewan will start tomorrow. Farmers will be compensated for their losses.

Origin of the outbreak, centred around Regina, is not known, though official sources say it may have come from Europe, where it is a constant scourge, in settlers' effects.

Officials here said the chance of humans becoming infected with the disease is "extremely remote."

As federal and provincial forces mobilized to stem the first recorded outbreak of the disease, cattle traders predicted a drop in meat prices in Canada within the next few days.

In Ottawa the Government took the view that there may not be much change in prices, but behind the scene there were misgivings whether prices could be maintained.

A floor price for hogs already has been established. It appeared likely that if beef prices drop, the Government may also announce some support for cattle.

The Prime Minister, Mr. St. Laurent, called an emergency meeting of the Cabinet. Acting Agriculture Minister Winters and J.G. Taggart, Deputy Minister of Agriculture, told the Cabinet of the official diagnosis, completed yesterday in the Agriculture Department's Hull, Que., laboratories.

A force of about 100 provincial and federal agricultural officials, aided by expert help from the U.S., converged on Regina to begin destruction of infected animals.

Mr. Taggart was dispatched to Washington to assist Mr. Hume Wrong, Canada's Ambassador to the U.S., in explaining how Canada aimed to "protect" the U.S. against the possible spread of the disease into the U.S. It appeared likely Canadian officials would ask that the U.S. embargo -- which may run for a year -- be eased.

Canada's Arms Costs: Ottawa, February 25 (CP) -- Informed quarters now accept the fact that Canada's three-year defence programme is going to cost a lot more than the original estimate of \$5,000,000,000.

As the first of the three fiscal years draws to a close, indications are that the original estimate will be at least a half billion dollars and possibly even a full billion short--that is, at least 10 per cent and possibly 20 per cent.

Important segments of the production programme, including warships, radar and the CF100 Canuck jet fighter and Orenda engine, are behind schedule, raising the second possibility that Canada may find parts of the programme extending beyond the three-year limit.

Cabinet sources say, however, they think they can still meet on time their major targets which include a 40-squadron, 3,000-plane air force, a 100-ship navy, a total defence manpower of 115,000, including 50,000 in the army, by 1954.

The great bulk of the cost of the programme is credited to Canada under the \$300-billion defence buildup agreed upon by the Atlantic pact powers in the Lisbon meeting which concluded today. Canada's Korea costs are the one major item not credited to her for NATO purposes.

The Secretary of State for External Affairs, Mr. Pearson, and the Minister of National Defence, Mr. Claxton, are expected to fly home tomorrow to report to Cabinet on pact decisions which will help Canada's defence bill tower to record heights once more in the fiscal year starting April 1.

Parliament, meeting Thursday, will probably get a statement fairly soon after the new session starts.

Authoritative reports say the total defence bill for the fiscal year starting April 1 will be in the neighbourhood of \$2,300,000,000 -- almost half the original three-year estimate. It jolts and probably wrecks the hopes of people who have been expecting big income tax cuts this year.

Defence bills for this dying fiscal year are said to run around \$1,500,000,000. Another bill well in excess of \$2,000,000,000 is foreseen for the final fiscal year, 1953-54, indicating that the original \$5,000,000,000 estimate will be considerably short.

The St. Lawrence Seaway: Toronto, February 26 (Globe) -- If Canada should develop the power potential of the St. Lawrence project without U.S. cooperation electrical energy so produced would cost more than if the project was shared by the United States. It would still, however, be the cheapest power Ontario could generate. This was the view placed before the Ontario Municipal Electrical Association yesterday by Mr. Ross Strike, Hydro's second Vice-Chairman.

Not everyone realized, he said, that there were two other water outlets from the Great Lakes to salt water besides the St. Lawrence--the Erie Canal and the Chicago drainage canal. Proponents of the Canadian project would do well to keep in mind that a part of the U.S. opposition to the seaway and power project came from the areas served by these two canals.

Canada's Role In Free World: Ottawa, February 25 (CP) -- Barbara Ward, British economist, writer and historian, today urged Canada to play cupid in seeking a long-term partnership of the U.S. and the United Kingdom. Australia, she said, had a similar role as the Canada of the Pacific.

She addressed an overflow male luncheon audience which included the Prime Minister, Mr. St. Laurent, and Mr. George Drew and a few women.

Her main argument was that unless the Western powers mold a long-term partnership that will outlast current rearmament and the transience of immediate crisis, they will yield the world to another partnership, the partnership of Communist slavery.

Across Canada: The Secretary of State for External Affairs, Mr. Pearson, left for home last night aboard a four-engine RCAF plane, the Canadian Press reported from Lisbon.... Officials of the Department of External Affairs said yesterday the Canadian Consulate at Frankfurt, has been shifted to Bonn to become part of the Canadian Embassy there in an administrative move.... The Public Accounts, tabled yesterday in the Ontario Legislature, showed a surplus of \$37,182,032, of which \$21,698,349 was turned into the sinking fund.... Dropping for the sixth straight month in a row, general wholesale prices fell in January to their lowest point in a year, the Dominion Bureau of Statistics reported. The general index number of wholesale prices declined to 236.8 from 237.6 in December. Though at its lowest in 12 months, the index still was 4.5 points above the January, 1951, reading of 232.3.



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Wednesday, February 27, 1952.

Canada Increases NATO Air Contribution: Ottawa, February 26 (CP) -- The Minister of National Defence, Mr. Claxton, disclosed today that Canada has increased her promised air contribution for European defence to 12 from 11 jet fighter squadrons and said they will be overseas by 1954. Two already are in England.

Mr. Claxton and the Secretary of State for External Affairs, Mr. Pearson flew back to Ottawa together from the Lisbon meeting of the North Atlantic Council and joined in hailing it as a "meeting of decisions" which make NATO "a going concern."

The disclosure about the increase in air plans came when Mr. Claxton said 12 squadrons will be ready before enough airfields in Europe are ready for all of them although negotiations for the first airfield in France now are going on with the French Government.

When reporters later asked whether 12 was the figure Mr. Claxton intended to use, a Defence Department spokesman said it was, that the increase of one squadron was agreed on before the Lisbon meeting but had not previously been announced.

The 12 squadrons will form a so-called air division. The spokesman said there is no particular significance to the increase; that NATO wanted all the airpower it could get and Canada felt she could offer one more squadron.

Mr. Claxton described as "a miracle" the fact that the Lisbon meeting managed in four days to reach agreement on a joint sharing of costs for airfields, communications, combat headquarters and other rear-area factors which NATO lumps together under the heading "infrastructure."

It will mean, he said, that the cost of airfields--Canada is expected to have four on the Continent for the air division--will be split two ways. Out of NATO's own funds will come the money to build all airfields up to a certain minimum standard of operational sufficiency. Once that standard is reached it will be up to the country which uses the individual field to outfit it with such things as barracks, messhalls and offices.

Government To Take Extraordinary Steps In Cattle Disease Situation: Ottawa, February 26 (CP) -- Canada faced a crisis tonight as an international meat-and-livestock embargo, resulting from an outbreak of foot-and-mouth disease, extended to trade between provinces.

An official said the Government likely will take "extraordinary" steps to cope with the situation and there is every likelihood the measures will include price support for beef.

"This is serious and a crisis," the official said, "and the Government has emergency powers which it can take if the situation calls for any drastic action."

He did not believe the situation as it now shapes up will call for anything more than to reassure cattle ranchers who may face heavy losses that they will be "properly reimbursed."

The scourge, which has infected livestock in South Saskatchewan, brought these developments today:

1. British Columbia and Ontario announced borders will be closed to shipments of cattle from the Prairies.
2. The United States, clarifying its emergency embargo order yesterday, extended it from livestock and meats to include hay, straw and animal by-products.

3. The federal Government enlarged its rigidly-enforced, nine-municipality South Saskatchewan quarantine to a 10th municipality--Elmsthorpe.
4. An immigrant, reported to be a German displaced person, who may possibly have carried the disease into Canada, was located at Port Arthur, Ont., and plans made to bring him to nearby Hull, Que., for laboratory tests.

The inter-provincial embargo, first in Canadian history, would mean a virtual freeze on the movements of cattle out of Alberta, federal officers said that the livestock industry has appealed to the Government for some form of a price support to ward off the possibility of a collapse in the beef market and this now may be granted.

The United States Embassy today said in a statement on the U.S. embargo resulting from the outbreak of the disease that U.S. Government officials "are co-operating, and will co-operate with Canadian Government officials to the fullest extent to re-establish normal trade conditions as soon as possible."

Plans For Installation Of Mr. Massey: Ottawa, February 26 (CP) -- Rt. Hon. Vincent Massey will be sworn in Thursday as Canada's first native-born Governor-General with all the traditional ceremony that surrounds the installation of the Sovereign's personal representative.

The Government, disclosing the details of the ceremony today, issued an official programme which closely parallels that of the installation in 1946 of Mr. Massey's predecessor, Field Marshal Lord Alexander.

The ceremony will take place at 11 a.m. EST Thursday in the stately, gold-roofed chamber of the Senate, with high representatives of State and Judiciary in attendance.

There, Mr. Massey will take three oaths, receive the Great Seal of Canada and issue his personal proclamation that he has taken office. Later in the day, he will preside at the opening of the 1952 session of Parliament, reading the traditional Speech from the Throne.

A guard of honour will be drawn up before the Parliament Buildings and a royal 21-gun artillery salute sounded.

Preliminary steps towards the formal installation were taken tonight when State Secretary Bradley and other Government officials left the capital aboard a special train for Port Hope, Ont., where Mr. Massey now is at his private residence. They will escort him to Ottawa as Governor-General designate.

194,391 New Settlers In 1951: Ottawa, February 26 (CP) -- Canada brought in 194,391 new settlers during 1951 in her biggest immigration flow in 38 years.

The influx, $1\frac{1}{2}$ per cent of the population, was the heaviest since 400,000 arrivals were admitted in 1913. It far outstripped the 73,912 of 1950 and was well above the previous post-war mark of 125,414 in 1948.

The Minister of Citizenship and Immigration, Mr. Harris, disclosing the 1951 figures to the National Advisory Council on Manpower, indicated a high rate of immigration would be continued for the next few months at least.

He expressed belief, according to an Immigration Department report of the closed council meeting, that the rate of arrivals could be based on an expectation of continued buoyant economic conditions for Canada.

The 1951 total of immigrants was made up of 114,786 workers--adding about two per cent to the working force--and 79,605 dependents.

Across Canada: Reports to the National Advisory Council on Manpower yesterday indicated the probability of continued layoffs in consumer-goods industries accompanied by shifts of labour into defence production, resulting in spots of unemployment. There is not likely to be any serious shortage of manpower in the country this year, the Council was told in reports from the Labour Department's Economics and Research Branch....The federal Cabinet held two sessions yesterday, meeting morning and afternoon, and was reported to have devoted most of its discussions to the Government's legislation programme for the forthcoming session of Parliament....Striking rural and village teachers in Cape Breton County decided yesterday to return to their desks today, ending Nova Scotia's first school strike.

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Thursday, February 28, 1952.

Canada-U.S. Sign Military Procurement Agreement: Ottawa, February 27 (CP) -- Canada has signed a new military procurement agreement with the armed forces of the United States to facilitate the placing of more and bigger U.S. orders in this country.

The agreement, similar to one which existed during the Second World War, provides for the placing of all U.S. military orders through a central Crown agency in Canada, contains provisions governing profit limitations and provides for mutual inspection.

It is seen here as a possible prelude to placement in Canada of more U.S. military orders, which for the first nine months of the 1951-52 fiscal year up to the end of December last totalled about \$139,000,000. U.S. orders for the 1950-51 fiscal year totalled \$44,000,000.

A defence production spokesman said the agreement would facilitate the placing of U.S. orders by making certain guarantees and eliminating all the "fine print" details which until now had to be negotiated in each separate contract.

Under the agreement all orders for equipment placed in Canada by the U.S. Navy, Army or Air Force will be done through Canadian Commercial Corporation, a Crown company. The corporation will parcel out the contracts to Canadian industry and each will be governed by terms in the agreement.

The agreement contains provisions for a variable rate of profit consistent with the risk involved in the individual contract. The aggregate profit of all contracts is limited to 10 per cent.

The agreement furthers the "statement of principles" signed between Canada and the U.S. in 1950 providing for a pooling of resources for defence purposes. It is similar in content to one which existed during the Second World War between War Supplies Limited, the counterpart of the Canadian Commercial Corporation, and the U.S. military forces.

Military planes, their engines and components make up the greatest part of the \$139,000,000 worth of orders placed in Canada by U.S. forces up to December last. But the U.S. also has ordered naval guns and electronics equipment.

Sir Oliver Franks Declines NATO Post: Ottawa, February 27 (NATO Press Release)

-- Sir Oliver Franks, the United Kingdom Ambassador in Washington, has informed Mr. Lester B. Pearson, Secretary of State for External Affairs of Canada, and Chairman of the North Atlantic Council, that it will not be possible for him to accept the invitation extended by the Council on Monday last from Lisbon, to become the Secretary-General of the North Atlantic Treaty Organization.

In his message to Mr. Pearson, Sir Oliver said that he was greatly moved by the evidence of confidence and trust reposed in him by the members of the North Atlantic Council, but that after giving most serious consideration to the invitation, he was sorry that he could not see his way to accept it. He asked Mr. Pearson to convey to the members of the North Atlantic Council his high appreciation of their invitation.

Mr. Pearson is asking the North Atlantic Deputies in London to meet as soon as possible to give further consideration to the question of the appointment of a Secretary-General.

Services' Strength Rises 3,000 In January: Ottawa, February 27 (CP) -- Strength of Canada's regular armed forces rose by more than 3,000 in January and now is well toward the 100,000-mark official figures disclosed today.

January was the biggest recruiting month since thousands of men were flooding the recruiting offices last May and June to fill the ranks of the 27th Brigade, now in Germany.

The strength at the end of January was 91,262 compared to 88,257 at the end of December. It indicated that the 100,000-mark should be passed some time this Summer. The target of the three-year programme ending in 1954 is 115,000.

The January recruiting brought 2,103 newcomers into the Army, 1,501 into the Air Force and 292 into the Navy. At the end of the month the Army had 47,479 men compared to 45,986 at the end of December; the Air Force 30,860 compared to 29,552; the Navy 12,923 compared to 12,719.

With the exception of last May and June when the 27th Brigade recruited nearly 10,000 men, the January totals were the highest in the last 12 months.

Guinea-Pig Warship: Ottawa, February 27 (CP) -- The navy has been secretly rebuilding an eight-year-old destroyer so it can try out this year radical new equipment for fighting submarines. This was learned today after the security cloak was lifted.

The result is that a year before the first of her unique anti-sub escort vessels is built and ready for duty Canada will be experimenting with a guinea-pig warship incorporating many of their radical features.

One big test might come in an Atlantic Pact exercise this year.

The ship involved is the Fleet "V" class destroyer Algonquin which went into the Yarrows shipyard at Victoria months ago and will emerge this summer as the first of the new line of escort vessels, the ships Canada hopes will keep her in the forefront of anti-sub techniques.

The hull will still be that of a destroyer but the superstructure, with the exception of the funnel and mast, will be the low-slung, stripped-down superstructure of the new-type escort craft.

Seek Immigrant As Possible Cattle Disease Carrier: Ottawa, February 27 (CP) -- The R.C.M.P. today launched a hunt for a German immigrant, suspected of carrying the dreaded foot-and-mouth disease into Western Canada.

Police searched two provinces -- Ontario and Quebec -- for Willi Bruntjen, a displaced person known to have worked on the Saskatchewan farm where the disease was first spotted.

There is no criminal charge against him. Police, fearing possible spread of the disease, want to get Bruntjen into a laboratory where he can be thoroughly examined.

Piles of burning coal and wood today thawed frozen ground on the Konstantin Haun farm just outside Regina so that a burial pit can be dug for cattle stricken with foot-and-mouth disease. Shooting of diseased animals may start on Thursday.

Across Canada: A moderate shift in the pattern of Canada's immigration programme is planned for this year. It is said there will be a change in emphasis in the direction of bringing more skilled, rather than unskilled, workers into the country....Amendment of Ontario liquor laws to recognize liquor advertising but keep it under strict control will be considered by the Government, Premier Frost told a delegation from the Ontario Temperance Federation.... The prospect that rent controls may be lifted in areas of Ontario where housing is not in short supply is contained in rental regulations presented to the Legislature on Wednesday....Edward R. Hopkins, 44, Deputy Clerk of the House of Commons, has been appointed Secretary of the Board of Transport Commissioners....A federal official said further restrictions likely will be placed soon on a buffer zone surrounding the 11 rural municipalities adjacent to Regina already tightly quarantined following the outbreak of foot-and-mouth disease, the Canadian Press reported.

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Friday, February 29, 1952.

Parliament Opened, Mr. Massey Sworn In: Ottawa, February 28 (CP) -- Amid historic pomp and ceremony, Rt. Hon. Vincent Massey today was sworn in as Canada's first native-born Governor-General. One of his first official acts was to preside at the opening of the sixth session of the 21st Parliament.

The ceremonies, tempered because of the mourning for the King, were centred in the stately Senate Chamber where Mr. Massey took three oaths of office and later read the traditional Speech from the Throne to open Parliament.

The Speech, outlining some of the legislation planned by the Government, contained no surprises. It noted the Government's continued concern over the international situation and listed a series of measures previously forecast.

The 1,300-word Speech paid tribute to the late King and pledged Canada's loyalty to the new Queen.

At a brief sitting following the formal opening, the House of Commons rose and sang "God Save The Queen." Messages of loyalty to Queen Elizabeth II and of sympathy to the Queen Mother were adopted unanimously.

"The situation throughout the world," said the Speech from the Throne, "continues to cause concern and to require my Ministers to devote a great deal of attention to our external affairs."

"The Government remains convinced that the nations of the free world must continue to increase their combined strength, in order to ensure lasting peace and security by the effective discouragement of aggression."

Amendments to legislation relating to the armed forces were forecast. The peace treaty with Japan will be submitted for ratification and approval will be sought for a second \$25,000,000 contribution to the Colombo plan for technical assistance to South and Southeast Asia.

Amendments will be made to the War Veterans Allowance Act and to the Veterans Benefit Act. Some expect the allowances, paid to veterans prematurely aged as a result of war service, will be increased.

A hint that no general election will be held this year was read into an announcement that legislation will provide for redistribution of representation in the Commons on the basis of the 1951 census. Life of the present Parliament expires in August, 1954.

The Government will seek authority to renew taxation agreements with the provinces. Existing agreements with all provinces except Ontario and Quebec are due to expire March 31.

Without elaborating, the Speech forecast revision of the criminal code and amendments to the Immigration Act, the Citizenship Act, the Aeronautics Act, the Radio Act, the Unemployment Insurance Act, the Canada Shipping Act and a series of minor measures.

Foot-And-Mouth Cattle Disease Outbreak: Ottawa, February 28 (CP) -- Hope of early relaxation of the rigid U.S. embargo on Canadian livestock and animal products collapsed today with official indication that Congress will bar such a move.

The Department of Agriculture said its latest information is that the embargo will be enforced at all points until the outbreak of foot-and-mouth disease in Western Canada is eliminated.

To add to the general discouragement there were disclosures of another strange disease in Canadian cattle--a variety of trypanosomiasis, or blood disease, which destroys the red blood cells and weakens the animal's chances of survival.

This disease, found among the cattle of Wallace Heron on a farm near Thamesford, Ont., is prevalent in Africa and other tropical countries. It never before was reported in Canada.

Federal veterinarians said the disease dies with the infected animal. It is not contagious but can be spread from animal to animal by ticks or blood-sucking insects. Veterinarians ordering destruction of the last of the 45 beef cattle infected said there is not the remotest chance of the disease spreading to other farms.

Other developments:

1. Willi Bruntjen, 29-year-old German immigrant, object of an RCMP search in Ontario and Quebec, turned up in Vancouver. Suspected of having innocently carried foot-and-mouth disease into Canada, the surprised farm worker, who speaks no English, readily agreed to co-operate to determine through laboratory tests if the virus is on his clothes or personal effects. He is being flown to Ottawa.

2. Alberta protested to the B.C. and federal Governments the ban on Alberta livestock. Ottawa officials are not likely to take any action to order B.C. to remove its ban.

3. Frost-hardened ground in the Regina area where the disease was discovered continued to hamper pit digging and slaughter of infected herds.

4. Ontario veterinary teams arrived in Regina to help stamp out the disease and were assigned to inspection duties in the quarantine area. The RCMP patrolled highways and infected premises. A disinfection centre for trucks, established in Regina, will begin operation tomorrow.

The Quebec Government today decreed an embargo on livestock from Canada's three Prairie Provinces.

St. Lawrence Development Bills: Toronto, February 29 (Globe) -- Two bills respecting hydro development on the St. Lawrence River were introduced in the Legislature yesterday by Premier Frost and Mr. George H. Challies, Vice-Chairman of the Ontario Hydro Commission.

One bill provides for legislative approval of the agreement entered into by the Canadian Government and the Ontario Government for power development on the St. Lawrence. The second bill assigns all of the rights that are now vested in the Province, to the Ontario Hydro Commission so that it may perform the necessary works once approval for the project is granted by the necessary authorities.

"This is a historic measure which will fundamentally affect our problems and our country," Premier Frost said in introducing the bill which seeks approval of the federal-provincial agreement.

Mr. Challies said both bills constituted evidence of the sincerity of the federal and provincial Governments to proceed with the St. Lawrence power development.

Finnish Minister Declines China Post: Ottawa, February 28 (CP) -- Finland's envoy to Canada has declined a posting to Red China and is staying in Canada for an indefinite period on holiday.

Despite his decision, the Finns are going ahead with a cut in the diplomatic status of their representation here even though official Ottawa is disappointed at the step.

Across Canada: The Minister of National Health and Welfare, Mr. Martin, told the University of Rochester's Institute on Canadian Affairs yesterday that Canadian Governments and voluntary agencies will spend \$1,330,000,000 on social security during 1952. In 1913, the same costs totalled \$15,000,000, he said....Reduction in the time lag between an employee's layoff and the time he collects unemployment insurance will be provided in a Government bill at this session of Parliament, the Canadian Press said it had learned yesterday. The waiting period will be reduced to five from the present nine days for any given year. The reduction is in line with persistent requests by labour during the last few years.... The Senate conducted a brief business session yesterday. It then adjourned until Tuesday evening....The Minister of Labour, Mr. Gregg, said yesterday there would be work this year for all college graduates.

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Vol. 3, No. 43

Monday, March 3, 1952.

U.S. Import Restrictions On Dairy Products: Replying to a question by Mr. P.E. Wright, (CCF-Melfort) the Minister of Trade and Commerce, Mr. Howe, said in the House of Commons on February 29, that, "in the present circumstances it has been decided not to resort to measures of commercial retaliation against the United States" for its restrictions on imports of Canadian dairy products.

Mr. Wright had asked if the Minister would state whether newspaper and press reports, emanating from Geneva, that Canada was placing an embargo on the importation of certain agricultural products from the U.S. because of U.S. restrictions on the export of certain dairy products to that country, "was correct.

Mr. Howe replied, in part:

"...Because the question involved is a delicate one, I have read with much concern the newspaper dispatches from Geneva and have listened to radio reports based thereon to which he referred. Because of the Government's concern for the welfare of our dairy industry, the United States import restrictions on certain dairy products have of course been under continuous review. Among the products affected, skimmed milk products and cheddar cheese are of particular interest to Canada. In the present circumstances, however, it has been decided not to resort to measures of commercial retaliation against the United States. As a matter of fact the Government has not authorized any new statement of policy to be made on this subject. The situation has not developed to the point where retaliatory measures would be either appropriate or effective. I should like to assure hon. members therefore that the dispatch in question is erroneous and does not reflect the views of the Canadian Government.

"Legislation is now pending in the United States to amend the Defence Production Act by repealing section 104, commonly known as the Andresen amendment. This is the section which provides for import controls on certain fats, oils and dairy products. The Banking and Currency Committee of the United States Senate gave further consideration to the remedial legislation this week. It is understood that the Committee renewed its favourable support for the bill in question. In referring the bill back to the United States Senate the Committee did not consider it necessary to arrange any further public hearings. This is a very encouraging development.

"These import restrictions on the part of the United States Government have given rise to problems for Canada. The Canadian Government deplores the fact that, by introducing these new import controls, the United States Government has taken action in direct contravention of her trade agreement with Canada. The trade agreement provides clearly that quantitative import restrictions of this kind shall not be imposed. Through these controls upon imports, furthermore, the United States Government has seriously impaired the value of certain tariff concessions which were negotiated with Canada at Geneva in 1947 and at Torquay in 1951.

"We have taken note, however, of the efforts made by the United States administration to clear up this situation. We have been greatly encouraged by the support which has evidently been given in the United States Congress to the bill to repeal section 104 of the Defence Production Act. Our relations with the United States are cordial on both

sides, and the Canadian Government did not consider it appropriate to threaten retaliation, as reported, on a subject which is at present receiving the constructive consideration of the United States Senate. For this reason the Government particularly regrets the unfounded press and radio dispatches to which the hon. member has referred."

Quebec Embargo On Livestock From All Provinces: Quebec, February 29 (CP) -- Quebec province today imposed an immediate embargo on livestock, and meat from all provinces.

The embargo follows an outbreak of foot-and-mouth disease among cattle in Saskatchewan.

Western Canada, from which Quebec imports about 80 per cent of its beef, will be hardest hit. Government officials estimate imports from Western Provinces will be cut 58 per cent.

There was no immediate explanation why all provinces come under the embargo.

Imports of meats and animal skins will be permitted only by certificate from Quebec's veterinary-in-chief or his appointee. No difficulty is expected in obtaining certificates for smokes, frozen and canned meats.

The Order-in-Council decreasing the embargo was adopted yesterday (February 28) by the Quebec Cabinet, signed February 29 by the Lieutenant-Governor and announced by Premier Duplessis at a press conference.

The embargo applies to horses, cattle, sheep, goats and hogs -- and skins of these animals.

Livestock of meats lacking the proper certificate are subject to seizure by police.

Hopes For New National Gallery Building: Ottawa, March 1 (CP) -- Trustees of the National Gallery of Canada hope that "if conditions permit" it will be possible to begin construction of a new Ottawa building to house its possessions within a year or two, said the annual report tabled in the House of Commons on February 29. The report was signed by Mr. Vincent Massey, Chairman of the Board, now Governor General.

Expansion of activities in 1950-51 continued to be severely restricted by the limitations of space in the present Victoria Museum temporary quarters. A possible site for the new building has been chosen by the Gallery in conjunction with the National Capital Planning Service.

There had been a 50 per cent rise over 1949-50 in the volume of reproductions of Canadian art distributed.

From the appropriation of \$338,954 for the Gallery, \$173,253 went for the purchase of works of art. Major additions were made to the collection of French painting, a field which had been neglected due to insufficient funds. "The Adoration of the Magi", by Tiepolo, an 18th Century Venetian painter, had been bought, and two portraits by the contemporary English painter, Augustus John.

Army Post Considered For Mr. Eden's Son: Ottawa, March 2 (CP) -- Nicholas Eden, British Foreign Secretary Anthony Eden's son, may be commissioned in the Canadian Army when he becomes an aide-de-camp to the Governor General, Rt. Hon. Vincent Massey, shortly.

The Defence Department said today that the question is under consideration, but no final decision has yet been reached.

The 20-year-old Nicholas is due in Canada in about two weeks, Government House reported.

Across Canada: Ottawa's Saturday Players took top honours at the Eastern Ontario Drama Festival in Peterborough Saturday night and drew a host of accolades for individual effort from Adjudicator Pierre LeFèvre. "The Enchanted," by Jean Giradoux, directed by Julia Murphy, was awarded the Senator Rupert Davies Cup for the best presentation of a full-length play....Expansion of the Canadian aircraft industry is expected to continue until 1953, the Department of Labour said in a statement. It said the working forces of the industry has increased to 23,000 from 9,000 in August 1950. Several main plants were still to go into production.... Col. James Albert Cross, CMG, DSO, QC, former Chairman of the Board of Transport Commissioners, died Saturday at his home in Ottawa.

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Vol. 3, No. 44

Tuesday, March 4, 1952.

Livestock And Meat Imports Banned: Ottawa, March 3 (CP) -- The Canadian Government, moving to ease a serious disruption in marketing resulting from foot-and-mouth disease, today imposed rigid import controls on livestock and meats and virtually told the provinces that they either buy from Canadian producers or go without.

The ban also appeared to be an attempt to break restrictions established by British Columbia and Quebec against livestock and meats from other provinces. Neither province made any immediate step to remove barriers, but British Columbia said it is possible some compromise may be reached....

All meats, except canned meat, are included in the ban, but Mr. Gardiner indicated in a 2,500-word CBC broadcast that permits may be issued fairly freely for lamb and mutton, a scarce item in Canada.

Under control will be all cattle and calves, sheep and lambs, and other ruminants and swine, as well as beef and veal, pork and pork products, either fresh, frozen, or chilled, smoked, cured, pickled or otherwise preserved.

The Minister of Agriculture for Ontario, Mr. Kennedy, said in Toronto that he approved of the ban. Packers, stockmen and retailers at Winnipeg also approved, but at Vancouver meat dealers said it would lead to a meat shortage in that city within 10 days. The next move was up to the province.

The controls, said Mr. Gardiner, will likely remain as long as the U.S. embargo on Canadian livestock and meats is continued or until such time as Canada finds a market for her surplus products. So far no markets have been found, but the Government will keep looking.

Mr. Gardiner also announced plans to boost payments to farmers suffering losses because of cattle, fodder, barns and equipment which may be destroyed to stamp out the disease. A three-man board was set up in Regina to pass on all payments and legislation was introduced in the Commons to cover any amount considered "fair and reasonable."

Other plans announced by Mr. Gardiner to cope with the first outbreak of foot-and-mouth disease in Canadian history:

1. A buffer zone--second line of defence against the scourge--will be erected to ban shipment of livestock from any point within 50 miles of the 10-municipality South Saskatchewan quarantine area around Regina. Animals within the buffer zone may be slaughtered only at the nearest packing plant.

2. In an effort to prevent pile-up of surplus livestock and meats on Canadian markets, Mr. Gardiner urged farmers to keep more of their animals on the farm as long as possible.

Halt Immigration From Overseas Areas With Foot-and-Mouth Disease: Ottawa, March 3 (CP) -- The Government tonight announced a halt in immigration of farm workers from areas in countries where foot-and-mouth disease is known to exist.

This emergency move likely will result in a sharp drop in the number of farmer immigrants Canada expected to get this year. About 25,000 farm workers entered Canada last year, mostly from European countries.

The announcement was made in the House of Commons by the Minister of Citizenship and Immigration, Mr. Harris. He said that any such workers now en route to Canada will not be allowed to go on Canadian farms until they and their effects are thoroughly disinfected.

A boatload of European immigrants is expected at Halifax in a few days, he added in an interview later. Those who are farm workers will be sent to a decontamination station at Montreal operated by the Federal Agriculture Department.

Parliamentary Probe Into Delay In Diagnosing Disease: Ottawa, March 3 (CP) -- Amid charges of "gross negligence," Opposition parties in the House of Commons today demanded -- and won Government consent -- a parliamentary inquiry into the delays in diagnosing the Western outbreak of foot-and-mouth disease.

A day-long debate on the issue was capped tonight with a charge by Mr. George Drew, that it was "sheer unadulterated nonsense" for the Minister of Agriculture to suggest that it takes three months to diagnose the disease, which has struck Saskatchewan's Regina district.

St. Lawrence Development Discussions: (Press Release No. 10, March 4) -- The Department of External Affairs announced on March 4 that a group of United States officials, headed by Mr. Jack Gorrie, Chairman of the National Security Resources Board will come to Ottawa on March 6 for the purpose of making an exploratory examination of subjects relating to the references of applications to the International Joint Commission for approval of the St. Lawrence project. The U.S. officials are members of an Interagency Committee established to consider with the Canadian Interdepartmental Committee on the St. Lawrence Seaway and Power Project the steps to be taken in proceeding with the reference of applications to the Commission, in connection with the all-Canadian seaway, should that be necessary. Mr. N.A. Robertson, Secretary to the Cabinet, is Chairman of the Canadian Committee.

Says Canada Could Make Atomic Bomb: Vancouver, March 3 (CP) -- Canada has never tried to make an A-bomb, but quickly could make one if necessary, Dr. David A. Keys, Vice-President of the National Research Council, said here today in an interview.

Dr. Keys, in charge of atomic energy developments at Chalk River, said: "We have in Canada the most powerful source of neutrons known and we are producing isotopes, including plutonium, a nuclear fuel of which bombs may be made.

"But we have never tried to make a bomb and we are not interested in atomic energy as a war weapon."

Dr. Keys expects that within 10 years some of Canada's electric power will be generated from atomic energy.

Across Canada: The National Library Advisory Committee in a progress report recommended that a national library be established without delay. The committee proposed an architect should be appointed to design a national library building which it recommended be on the banks of the Ottawa River immediately west of Parliament Hill....Canadian labour income rose by more than \$1,250,000,000 in the first 11 months of 1951, compared with the previous year. The jump to \$8,804,000,000 from \$7,533,000,000 was an increase of 17 per cent, the Dominion Bureau of Statistics reported.

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Vol. 3, No. 45

Wednesday, March 5, 1952.

Federal-Provincial Conference Contemplated: Ottawa, March 4 (CP) -- The Minister of Agriculture, Mr. Gardiner, indicated in the House of Commons today a federal-provincial conference will be called to plot uniform action on the outbreak of foot-and-mouth disease among livestock in Southern Saskatchewan.

He spoke after Mr. John Diefenbaker (PC--Lake Centre) said the provinces should be brought together as early as possible so they could agree on a course of action which could be carried out as federal policy.

Every effort, said Mr. Diefenbaker, must be made to prevent the Balkanization of Canada as a result of the outbreak. He had no criticism of various provinces for banning imports of meat and livestock from Saskatchewan and Alberta. Somebody had to act, and they had simply acted, at least partly, to protect themselves against delays by the federal authorities.

But a continuation of embargoes by the provinces contained the elements of national disaster, he said.

The discussion came as the Commons, setting aside regular business for a second day, dealt with legislation to compensate farmers for livestock, buildings, grain or equipment destroyed to stem the outbreak.

Mr. Diefenbaker gave notice of two amendments. One would make it clear that farmers are to receive the "economic value" of their animals at the time of the outbreak. The other would make it clear that the compensation would be in addition to that already provided for in the Contagious Diseases Act.

British Columbia, Manitoba and Quebec all have restrictions on imports of western livestock and meat.

It was reported from Winnipeg that about one-third of the workers in Greater Winnipeg's three big packing plants will be laid off within the next few days as a result of Manitoba's embargo against livestock shipments from Western Canada.

The embargo was announced last night by the Manitoba Government.

Report Of Department Of External Affairs: Ottawa, March 4 (CP) -- Failure of the UN General Assembly to achieve "any substantial accomplishments" in terms of "its basic purposes and functions" was commented on by the Secretary of State for External Affairs, Mr. Pearson, in the foreword to the annual report of his Department for 1951.

The report tabled today in the House of Commons, showed a total of \$12,602,552 contributed to the UN in the calendar year.

The report dealt largely with the UN and with Canada's participation in the North Atlantic Treaty Organization, which Mr. Pearson described as "at present the principal instrument for defence of the free world."

Of the General Assembly, to which Mr. Pearson was a delegation leader, he said:

"(It) exists primarily to further the cause of peace and security, to promote the general welfare and to resolve international problems and differences.

"It is a meeting place where we hope to relieve the tension between the free world and the Soviet bloc and to reach satisfactory political settlements of differences by conciliation and peaceful negotiations.

"In terms of these basic purposes and functions it cannot be said that the Assembly has any substantial accomplishments to its credit for 1951."

Canada's Help To People Of Asia: Ottawa, March 4 (CP) -- With money and trained men, under the Colombo Plan and through the United Nations, Canada is helping the starving people of South and Southeast Asia to help themselves, the Secretary of State for External Affairs, Mr. Pearson, said today.

In an address to the Co-operative Union of Canada Annual Congress here, Mr. Pearson said the Asian problem was not concerned with increasing living standards, but "how to maintain life itself."

Canada's foreign policy was primarily concerned with national security, he said, but the plight of the teeming masses in Asia was a subject of major concern to all the Western democracies.

"Never have so many subsisted on so little," he said. "Nearly a thousand million Asians are trying to exist on a diet amounting to only 80 per cent of the pre-war level--the level of 'the hungry East.'"

Canada had embarked along with other Western countries and members of the British Commonwealth on two "new and unique" measures of help to Asia--the United Nations expanded technical assistance programme, and the so-called Commonwealth "Colombo Plan."

Under the former Canada had contributed \$850,000 for the first 18 months' operation and promised as much for the succeeding 12 month period, depending on contributions from other countries toward a \$20,000,000 total.

Since the start of the programme in July, 1950, Canada had received 46 United Nations fellows for special technical training. Arrangements are complete for another 27.

In addition, Canadian experts in several fields have been sent on loan to a number of Asian governments to organize technical training.

Canada has contributed \$25,000,000 under the Colombo Plan for the year 1951-52 and will ask Parliament for the same amount for 1952-53. It is a six-year programme of technical aid and development in South and Southeast Asia.

More than 50 native trainees have come to Canada under this plan and a number of technical missions have been received from India, Pakistan and Ceylon. Other high level missions have been invited here to study technical advancement and methods.

January Living Costs Down: Ottawa, March 4 (CP) -- Living costs dropped in January for the second time in three months. The decrease--seven-tenths of a point--was the biggest monthly point decline in nine years.

Over-balanced by lower prices for some food items as well as home furnishings and clothing, the cost-of-living index on February 1 declined to 190.8 from its peak of 191.5 on January 2, the Dominion Bureau of Statistics reported today. The index is based on 1935-39 prices equalling 100.

Last November, for the first time in 23 months, the index showed signs of weakening but the drop was only a tiny one-tenth of a point--the smallest the index can register. It slipped to 191.1 on December 1 from 191.2 on November 1. In December it rose by two-fifths of a point.

Across Canada: The Minister of Defence Production, Mr. Howe, told the House of Commons on March 4 that an "abrasive material" had been placed in 15 of 56 diesel engines from Britain which Canada rejected as defective last month....Mr. Gordon Graydon, (PC--Peel), in a broadcast over the CBC network, reiterated his call for a national development and production board to help steer Canada through the long haul of preparedness....A record budget of \$142,000,000 for the fiscal year ending March 31, 1953 -- \$24,000,000 bigger than the previous year -- was brought down in the British Columbia Legislature on March 4 by Premier Byron Johnson. No new taxes were announced.

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Vol. 3, No. 46

Thursday, March 6, 1952.

Premier Frost Asks U.S. Not To Stand In Way Of Seaway Project: Toronto, March 6 (Globe & Mail) -- Premier Frost of Ontario yesterday hit out sharply at failure of the United States to agree on joint development of the St. Lawrence Seaway and power projects.

Speaking in the Legislature at second reading of bills dealing with Ontario's role in the undertakings, the Premier told the U.S. to apply its own good neighbour policy to the situation, "and if they feel they should not come in as partners, then not to stand in our way."

One of the bills seeks ratification of the agreement entered into by Ottawa and Queen's Park for development of the Canadian power rights of the international waters. The other bill transfers certain powers from the Province to the Ontario Hydro Commission.

"Some of our American friends don't seem to realize that the canal is already here," the Premier said. "It needs modernizing. They make much of the fact that the St. Lawrence Canal is frozen for as much as five months of the year. That is merely an incident. Next week we are going to have a visit from Governor Williams of Michigan, and we will be glad to welcome him. Perhaps we should invite Senator Thomas Connally to Ontario. He is a great American and no doubt knows much of his own country, but he apparently knows very little about Ontario."

"Perhaps we should ask the editor of the Saturday Evening Post to come here as well," continued the Premier. "He doesn't seem to know much about this country...."

"May I point out to the Saturday Evening Post, and to any others who may be interested, that we have never asked for or received anything from the U.S. except the occasional embargo. We do not ask for anything now. We value the people of the U.S. as partners. They are a great people, and as partners we would like them to come into the project. But from the canal standpoint, that is not necessary. We can do it ourselves."

"I may point out," continued the Premier, "that Canada has contributed more per capita to the re-establishment of a war-torn world than has the U.S., and we have not talked half as much about it. The strength of this country is shown by the millions of dollars of investment capital which is pouring into Canada from the U.S. That is proof of how well our economy is regarded. We have need for power and we have engineering ability second to none in the world. And we have the courage and the vision and the confidence to carry out this project without outside assistance. I just mention these things for the benefit of our friends across the line."

Canada-U.S. Aluminum Agreement: Ottawa, March 5 (CP) -- The Minister of Defence Production, Mr. Howe, today gave his official blessing to Canadian-American negotiations covering increased supplies of aluminum for the United States and said he hopes the negotiations will be consummated soon.

At Montreal, the Aluminum Co. of Canada said the value of the long range contract, if completed, would be about \$700,000,000 at current market prices.

Mr. Howe said the agreement will allow the company to complete a part of the huge Kitimat project in British Columbia which otherwise would be left untouched. The first stage of the gigantic project likely will be completed next year at a cost of about \$160,000,000.

Initial production at the new development may run about 83,000 tons a year, but eventually, when it is entirely completed, output may be stepped up to about 550,000 tons annually.

Mr. Howe was commenting on a Washington dispatch reporting that the U.S. Government has opened discussions with U.S. aluminum producers to step up production at home and proposing to sign a seven-year agreement with Canadian producers. This would call for deliveries up to 250,000 tons of ingots from Canada annually. Canada shipped only about one-half that amount to the U.S. last year.

Though the U.S. is a big purchaser of Canadian aluminum, Mr. Howe said there never before has been a formal agreement between the U.S. and the Canadian industry.

Bill To Compensate South Saskatchewan Farmers: Ottawa, March 5 (CP) -- The House of Commons today adopted an emergency bill to compensate farmers for losses resulting from the outbreak of foot-and-mouth disease in Southern Saskatchewan.

The bill -- it now goes to the Senate for three readings -- was given third reading in the Commons after the Progressive Conservative and C.C.F. parties had attempted unsuccessfully to have the compensation increased and extended.

The legislation provides for "fair and reasonable" compensation to farmers whose livestock, buildings and crops are destroyed in efforts to eradicate the disease. The compensation will apply only to farmers in the 50-square-mile quarantined-area around Regina.

The Progressive Conservatives attempted to change the legislation so that compensation would be based on the "economic value" of the cattle destroyed rather than on the "nebulous" fair-and-reasonable provision proposed by the Government.

Mr. Pearson Not A Candidate: Ottawa, March 5 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, confirmed today that he is not a candidate for the job of NATO Secretary-General, and could not take it if it were offered to him.

He told a reporter: "I am not a candidate for this high and responsible position, and regret that I could not accept it if I were asked to do so."

His statement confirmed reports that he intends to stay in the Canadian Cabinet, despite persistent rumours that he might take over the No. 1 executive post with the Atlantic Alliance.

Mr. Pearson said the choice of a man for the job is under active consideration.

Canada's Partnership In Commonwealth: Ottawa, March 5 (CP) -- A French-speaking Senator from Quebec today championed Canada's ties with the Crown, and said her "partnership in the Commonwealth is a guarantee of our freedom, it is not a form of disguised vassalage."

A constitutional expert, Senator L.M. Gouin (L--Quebec) struck out at European misconceptions of Canada's relationship to the United Kingdom, and said the U.K. has neither pre-eminence nor suzerainty over the independent members of the Commonwealth, including Canada.

He was seconding the Address in Reply to the Speech from the Throne.

Across Canada: Senator W.D. Euler (L., Ontario) moved in the Senate a bill to amend the Canada Dairy Products Act to allow the free movement of margarine in or out of any province....The Governor General, has accepted the appointment of Chief Scout for Canada, the Boy Scouts Association announced yesterday....Savings from the production of hydro-electric power through the harnessing of the St. Lawrence River will pay for Ontario's share of the project in less than 10 years, Hydro Commissioner George H. Challies said yesterday in the Ontario Legislature....Plans to advance the training of Canada's expanding air cadet movement will be discussed March 12-13 when the Air Cadet League of Canada holds its 11th annual meeting at the Seigniory Club, Montebello, Que. The two-day session will bring together league and R.C.A.F. delegates from across Canada, as well as representatives from the United States and United Kingdom.



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Friday, March 7, 1952.

Mr. St. Laurent On Taxation Outlook: Ottawa, March 7 (CP) -- The House of Commons, voting shortly after the Prime Minister, Mr. St. Laurent, warned that Canadians can expect no substantial tax reductions this year, last night defeated two Opposition motions of non-confidence in the Government.

Mr. St. Laurent said the 1952-53 budget may very well contain some tax adjustments.

Then he added:

"But so long as the world situation continues as it is, I cannot hold out any hope to the Canadian people of any substantial reduction in the scale of the rate of taxation in this country."

At the same time, he indicated that taxes will go no higher.

He said:

"I think that most Canadian taxpayers feel that under semi-peaceful conditions, even under conditions of a cold war, taxation has just about reached as high limits as it is proper for them to bear at the same time."

The CCF motion was sponsored by Mr. M.J. Coldwell, who said that the Liberal party has been promising national health insurance since 1919.

Mr. Solon Low, Social Credit leader, also criticized government policies, particularly in the field of taxation.

Members voted 88 to 44 on a Progressive Conservative motion which charged that the Government continues to impose excessive burdensome and unjust taxation; refuses to eliminate waste and extravagance and to cut down the cost of Government; and fails to take adequate steps to deal effectively with inflation and the high cost of living.

By a vote of 90 to 45, members defeated a CCF motion criticizing the government for having failed to inaugurate a national health-insurance programme with provision for participation by the provinces.

The three opposition groups voted solidly for the Progressive Conservative motion. W.D. Wylie (SC--Medicine Hat) voted with the Liberals against the CCF motion. It was supported by the CCF, Progressive Conservative and other Social Credit members.

Mr. Coldwell On NATO Policies: Ottawa, March 6 (CP) -- Mr. M.J. Coldwell, CCF Leader, said tonight his party feels that the North Atlantic Treaty Organization has fallen too completely under the military and has adopted "unrealistic" military policies.

He told the House of Commons that he was present last week-end when the National Council of the CCF had adopted a statement criticizing the military decisions taken by NATO at its recent Lisbon meeting. The CCF statement was criticized by George Drew, Progressive Conservative leader.

Mr. Coldwell said that at Lisbon NATO had decided to provide approximately 50 divisions in Western Europe by the end of this year. There were an estimated 25 divisions now in existence. The meeting also planned to provide 90 to 100 divisions by the end of 1954 at a total cost of \$300,000,000,000.

"It seems to us that Canada should take a realistic attitude and when necessary vigorously criticize, in this instance criticize the armament goal set at Lisbon because it is unrealistic," said Mr. Coldwell.

Livestock Producers Seek Price Support: Ottawa, March 7 (CP) -- The Government has received a new request for price support on beef and lamb and a suggestion that the economic burden resulting from the outbreak of foot-and-mouth disease be placed on the shoulders of all Canadians.

In its appeal for the new support programme, the Canadian Federation of Agriculture, spokesman for Canada's organized farmers, said Thursday

that the outbreak and its economic consequences were in the nature of a "national calamity."

It would be "unfair" to ask livestock producers to bear the full brunt of it alone, the Federation said in a brief presented to the Cabinet. If meat prices fell "drastically," it would mean consumers were profiting by a "tragedy" which had befallen the producers.

The Federation urged that the Government support the beef-and-lamb market at prices prevailing a week before the outbreak was announced.

"Met" Opera To Perform In Montreal: Montreal, March 7 (CP) -- The Metropolitan Opera Company of New York will be in Montreal for three performances, May 30-31, it was announced last night.

This will be the Company's first visit to Montreal in more than 40 years, and the operas to be given are "Aida," "Carmen," and "La Traviata."

Principal roles will be taken by famous Metropolitan stars, including Zinka Milanov, Blanche Thebom, Kurt Baum, Robert Merrill, Rise Stevens, Richard Tucker, Jan Peerce and Licia Albanese.

Fritz Reiner will conduct "Carmen" and Fausto Cleva the other two operas.

Governor General To Open Legion Convention: Ottawa, March 6 (CP) -- The Governor General, Mr. Massey, will open the 14th Dominion Convention of the Canadian Legion in Montreal May 18, it was announced today.

The five-day convention is expected to be attended by more than 1,000 delegates from the 10 provincial commands and five legion commands in the United States. Topics to be discussed are national preparedness and compulsory training for the reserve forces, civil defence, housing, Communism, and veterans' allowance and welfare problems.

Mr. St. Laurent, Mr. Pearson, Mr. Shotwell Nominated For Peace Prize: Oslo, Norway, March 6 (CP) -- Three Canadians -- the Prime Minister, Mr. St. Laurent; the Secretary of State for External Affairs, Mr. Pearson, and Historian James Thomson Shotwell -- are among 27 individuals nominated for the 1952 Nobel Peace Prize. The Norwegian Nobel Committee announced their names today.

Across Canada: The Government is making inquiries of Washington regarding reports that 60 Canadians were kept in a grounded TCA plane for four hours on Tuesday at the Buffalo Airport....More than 100,000 Canadians, men and women of working age, who suffer from physical disabilities that prevent them at present from earning their own living, can be rehabilitated to the social and economic advantage of Canada, the Minister of Labour, Mr. Gregg told the Montreal Kiwanis Club yesterday....A new two-part pension for employees of the Canadian National Railways was announced yesterday by Mr. Donald Gordon, President and Chairman. The plan is effective as of January 1 this year. One part of the plan liberalizes the existing plan and the other is for employees agreeing to compulsory contributions in return for higher pensions.

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Vol. 3, No. 48

Monday, March 10, 1952.

Mr. Pearson's New York Speech: New York, March 7 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said tonight that the Western Powers, should tell Red China's rulers "they must expect Communist aggression to be met by collective resistance." But, he added, Peiping should also be told the Western Powers do not intend to try to overthrow by force the Communist regime in China itself.

At a time when western capitals fear that China may launch or support aggressions in Southeast Asia, Mr. Pearson pleaded for a common U.S.-Commonwealth policy -- he said there is "real danger" of a rift -- and crystallized Canada's position in these paragraphs:

"...We should let the Peiping Government know that they must expect Communist aggression to be met by collective resistance; that no Government in Peiping committing such aggression can hope to be accepted into the community of nations; that, on the other hand, we ourselves did not intervene in Korea or, indeed, in Formosa, in order to overthrow by force the Government in Peiping.

"I think also that we should make it clear that while Formosa cannot be allowed to fall into Chinese Communist hands while aggressive war is going on in Korea, we do not intend to use our own forces to restore to China the regime which is now in Formosa after being driven off the mainland."

His statement came in a speech to the Canadian Society of New York.

It was an appeal to the U.S. to avoid the "great tragedy" of a rift with Britain over Far Eastern policies, and it was also an indication that Canada herself is ready to back collective action against new aggressions as she has in Korea.

Mr. Pearson contrasted the "basic unity of purpose" among the Western Powers in defence of Western Europe with "the real danger of divergence of policy among the free states" in Asia.

He continued:

"I should acknowledge at once the tremendous burden which the United States is bearing in Korea.

"...There is no difference in viewpoint between the governments with forces in Korea as to the desirability of bringing that war to an end -- as soon as possible -- but on honorable terms which do not betray the purpose that we had in intervening in the first place. That purpose was -- and remains -- to defeat aggression, nothing more.

"The Canadian Government supports as a possible step to peace the armistice negotiations now being carried on.... We realize that if these negotiations fail, or if an armistice is successfully concluded and then a further aggression is committed by the Communists, a new and dangerous situation will arise.

"I said publicly on April 26 last that if there were massive air attacks from Manchurian bases, retaliatory action might be required against those bases in order to safeguard the U.N. forces in Korea. I went on to say that the decision to authorize such action would, as we see it, have to balance very carefully local military considerations against the risk of precipitating a further extension of the war, with all its incalculable consequences.

"We are not convinced, for instance that general retaliatory measures such as the blockading of the Chinese coast would be as effective in ending the war in Korea as they would be likely to extend it to China. We feel this way because the best advice we can get leads us to believe that such measures might bring us to the position where, as General Bradley has put it, we would find ourselves fighting the wrong war at the wrong place at the wrong time, and with the wrong enemy.

"We also think that U.N. policies should be designed to end an aggression in North Korea and not to overthrow by force a Communist regime in Peking. Like other democratic Governments, the Canadian Government, and the Canadian people, detest Communism in Asia or any place else.

"We will do what we can, and should, to eliminate it from our own country and to protect ourselves from its aggressive and subversive designs from abroad. When it shows itself in other countries in the form of military aggression, as it did in Korea, we must oppose it. As a doctrine we should expose it as reactionary and as the instrument of Russian imperialism.

"But we should not forget that in Asia it has managed to attach itself to forces of nationalism and social reform.... As a doctrine, Communism in Asia will not be destroyed by guns, though guns have to be used when Communist violence and banditry occurs. It will be destroyed by Asians themselves when its true character is unmasked. Western countries, however, can help in this destruction by encouraging and assisting genuinely democratic national governments in Asia, by economic and technical assistance to such governments and by showing through their own experience and their own achievements that free parliamentary government can do more for the people than reactionary Russian Communism can ever hope to do...."

International Physiological Congress at Montreal: Montreal, March 9 (CP) -- The 19th International Physiological Congress will be held here August 31 to September 4.

Dr. C.H. Best of Toronto, co-discoverer of insulin, President of the Congress, said it will be the biggest and most important scientific gathering in Canada's history.

"The fact that Canada has been chosen as the meeting place means that we have come of age from a scientific viewpoint," added Dr. Best, head of the University of Toronto's physiology department.

More than 3,000 delegates from many parts of the world, including Russia and eastern European countries, are expected to meet here to listen to a total of 900 scientific papers.

At the Congress the world's top scientists, including many Nobel prize winners, will discuss developments in research concerned with the functioning of the human body.

St. Lawrence Development Discussions: Ottawa, March 7, (CP) -- A group of United States experts today concluded a two-day meeting with Canadian officials on the St. Lawrence seaway, and the two groups will meet again in Washington "in the near future" the External Affairs Department announced today.

The U.S. group, headed by Jack Gorrie, chairman of the U.S. National Security Resources Board, met with a Canadian committee headed by N.A. Robertson, Secretary to the Canadian Cabinet. They discussed applications to be made to the International Joint Commission for approval for plans to develop the St. Lawrence seaway and power project.

No Immediate Support For Beef Prices: Regina, March 7, (CP) -- The federal Government is not ready to support beef prices against any slump from the foot-and-mouth disease outbreak but may have to do something later, the Minister of Agriculture, Mr. Gardiner, said today.

For the present the Minister indicated a more pressing interest of the Canadian Government is to get provincial administrations to break down a variety of embargoes against the movement of Western livestock and meats within Canada.

Across Canada: The Minister of Finance, Mr. Abbott, has announced that the 1952-53 Budget will be brought down on April 8 at 8 p.m. EST...Nicholas Eden, son of Britain's Foreign Secretary, arrived in Ottawa on Sunday as an aide to the Governor-General, Rt. Hon. Vincent Massey...Notice has been given on the Parliamentary order paper that the Government will bring in a bill to provide for redistribution...The Queen has approved the wearing by qualified Canadian servicemen of the Korea Medal, a Commonwealth decoration originally approved by the late King George VI, it was announced in Ottawa on March 7...A debating team from St. Dunstan's University, Charlottetown, won the Canadian debating championship in Ottawa Saturday night, beating a team from Ottawa's St. Patrick's College in the finals...Gen. Aldo Urbani, chief of the Italian air staff, arrived in Ottawa Sunday to start a tour of Canadian air stations.

GOVERNMENT

OF CANADA

DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 3, No. 49

Tuesday, March 11, 1952.

Foreign Policy Discussion: Ottawa, March 10 (CP) — Prime Minister St. Laurent said today, by implication, that the making of foreign policy is the business of the Cabinet, not Parliament.

But, he added, no foreign undertaking by Canada will become a commitment until Parliament has approved.

Mr. George Drew and Mr. St. Laurent clashed in the House of Commons over the tell-China-where-we-stand speech of the Secretary of State for External Affairs, Mr. Pearson, in New York last Friday, and the prospects of a special debate on foreign policy.

The Opposition Leader protested that Mr. Pearson had made four positive and important declarations of policy on Asia in his speech at New York without first consulting Parliament.

Mr. St. Laurent replied that he found nothing particularly new or startling in the speech, and that Mr. Pearson had wanted to make it in the House last week, but couldn't, because of debate on other matters -- foot-and-mouth disease. He added, by implication, that the making of foreign policy is the business of the Cabinet, not of Parliament.

He said he takes "a quite divergent" view from that of Mr. Drew about constitutional practices and that it is not the practice of the Government "to ask Parliament to approve of the responsibility it exercises in advising the Governor-General as to administrative government."

Parliament was informed of Cabinet decisions and Parliament, if it were dissatisfied, could overthrow the Cabinet which made those decisions.

"With respect to external affairs," said Mr. St. Laurent, "if any new commitment is to be made or to be recommended by the Government it will be declared to the House and will not become a commitment until the House has had an opportunity of saying whether or not it has confidence in a Government that is prepared to make that kind of a commitment."

Curb On Movements Of Russian Diplomats Reported Impending: Ottawa, March 10 (CP) --

Most of the North Atlantic Allies clamped strict curbs today on travel by Soviet officials, countering Moscow in an eye-for-eye move.

Canada will impose a ban on unrestricted movements of Russian diplomats within the next 48 hours.

Leonid Teplov, Chargé d'Affaires of the Soviet Embassy, will be informed that members of his staff and their families are not to go outside the general Ottawa area without first obtaining permission of the External Affairs Department.

Canada's ban is not expected to apply to the other two Iron Curtain Embassies here, those of Czechoslovakia and Poland, because they have not followed Russia in tightening regulations for diplomats in Prague and Warsaw.

The official diplomatic list shows 14 members of the Russian Embassy staff have diplomatic status. This number includes four military attachés.

Mr. Howe On Trade Outlook: Montreal, March 11 (CP) — Canada must avoid development of uneconomic enterprises and "hothouse protectionism" if she is to grow in importance as a world exporter, the Minister of Trade and Commerce, Mr. C.D. Howe, said here yesterday.

"Our objective," he told the Canadian Club, "should be to expand our production, wherever and whenever we can meet the test of low unit costs.

"Just as we must combat the inflation of our currency, so we must guard against the development of uneconomic enterprises and hothouse protectionism, all of which would weaken us in the long run."

The speech ranged over internal and external trade and the trouble spots in sterling area sales. But the Trade Minister noted that Canada was becoming more and more competitive in her trade and this was leading her to increased sales.

Mr. Pearson's Washington Press Conference: Washington, March 11 (Reuters) --

The Secretary of State for External Affairs, Mr. Pearson, said Monday that optimistic reports about the North-Atlantic Council meeting in Lisbon last month are not an exaggeration.

He was questioned at a press conference about charges that the Lisbon meeting had been "oversold." Mr. Pearson said it was "a very effective and encouraging meeting" although delegates were very conscious of the fact that it was one thing to make decisions and quite another for the Parliaments concerned to carry them out.

"We hope that will be done," he said.

"I don't think an optimistic report on Lisbon is an exaggeration."

No Livestock May Move Into Infected Area: Regina, March 10 (CP) -- The federal Government today threw a new wall around the Saskatchewan area affected by foot-and-mouth disease.

The Minister of Agriculture, Mr. Gardiner, announced that no livestock or fresh meat may be brought into the quarantine area around Regina which already had been barred from shipping out livestock and meat.

The Minister's announcement came as federal and provincial officials struggled to hold in check an outbreak that was pointing a threat at Canada's livestock industry. Precautions, he said, are being tightened up sharply.

Main purpose of the ban against incoming livestock and meats, Mr. Gardiner said, is to keep the disease from moving out of the area through a grower bringing a herd in and perhaps taking out with him the foot-and-mouth virus.

Dr. Stefansson On Arctic Living: Toronto, March 10 (CP) -- Dr. Vilhjalmur Stefansson told the Canadian Club today that North Americans could well follow thinking of the Russians in their conception of the Arctic.

"North Americans think they are taking their life in their hands when they go into the Arctic," said the famed Arctic explorer. "The Russians, who by government policy only hear about the good things and success stories, think of it as a land of opportunity."

He urged Canadians to assume the same attitude to the north as they once assumed toward the Canadian west -- a land of the pioneer.

Dr. Stefansson said that in Alaska, Greenland and Canada north of Edmonton, there only are 200,000 persons. In the Soviet, where the climate is 10 degrees colder, there are 100,000,000 living north of the latitude of Edmonton. Moscow with a population of 6,000,000, is 150 miles north of Edmonton.

Across Canada: John Lesage, Parliamentary Assistant to the Secretary of State for External Affairs, said in the House of Commons that approximately 160 Canadians still are in Red China, compared with about 400 a year ago. Mr. Lesage said the Government has done everything it can to protest against the ill-treatment of Canadian missionaries still in China and described the situation as one of "great delicacy."...The national executive of the Air Cadet League of Canada today approved plans for exchanging 58 air cadets with the United States, Britain and four continental countries this summer. Exchanges to and from the U.S. and U.K. will be on a basis of 25 cadets while two cadets will be interchanged with Norway, Sweden, Holland and Denmark.... Major General George Pearkes, V.C., yesterday told members of the Dominion of Canada Rifle Association at their annual luncheon that Germany is the key to the European situation and that Canadians must keep their eyes on any developments there.



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Vol. 3, No. 50

Wednesday, March 12, 1952

Mr. Pearson On NATO Rearmament Targets: Ottawa, March 11, (CP) -- The Secretary of State for External Affairs, Mr. Pearson, tonight accused the C.C.F. of giving comfort to Russia by "irresponsibly" advocating cutbacks in North Atlantic Treaty rearmament targets. Such an attitude, he said, could lead to disaster.

"The fragile fact is that, though the feeling of tension arising from the menace of Russian military aggression, has to some extent eased in recent months, the situation remains explosive and full of danger," Mr. Pearson said in a speech prepared for delivery.

Present rearmament goals are an absolute minimum, he declared.

"It would be foolish--and worse--to slacken in our determination now to carry out the policy of collective defence which is beginning to make an impression inside the Kremlin walls."

In a CBC broadcast, Mr. Pearson, Chairman of NATO's Council, singled out in particular statements by the C.C.F. National Council that NATO has become dominated by military leadership which has set targets which are "disastrous and irresponsible." In particular the C.C.F. deprecated the aim to have 50 divisions in being this year, said the figure is impossible to attain and that the effort may wreck the economies of Western European powers.

Mr. Pearson said it is "sad" that the C.C.F. seems to be moving towards the Communist position which holds that the Atlantic alliance of 14 countries is an aggressive coalition. The phrases used by the C.C.F. represented "exactly how the Kremlin would describe" NATO's goals of 50 divisions this year, 90-100 by 1954.

By implication he refused the C.C.F.'s call for Canada to urge a cutback in those goals.

"In fact," he said, "those goals do not represent increases but decreases over those set a year ago and which the C.C.F. approved. They are the bare minimum necessary to provide the only kind of deterrent to aggression that Soviet Russia with its 175 divisions understands.

"...To say now that our defence effort is too great and is becoming aggressive is not serving the cause of peace. On the contrary, it encourages those who would destroy peace and rightly realize that NATO is the greatest obstacle in their way."

Mr. Pearson hailed the recent Lisbon meeting of the Atlantic Council "as the best we have had" and stressed the importance of the decision to link the European defence community, including Germany, with NATO. It was inevitable that Germany will again become strong. This way her strength would be linked with that of the West.

"NATO in various ways, politically, militarily, administratively, is getting stronger but its strength remains solely for defence and its purpose solely for peace."

Canada echoed particularly the NATO sentiment which looked forward to the day when the member nations can place less emphasis on defence and more on other fields of co-operation. The great problem was to reconcile military security with economic health.

If NATO ever showed signs of becoming militaristic, not only Canada but other countries would strongly oppose the tendency.

To Seek Export Outlets In Latin America: Ottawa, March 11, (CP) -- Canadian trade and financial officials said today that the new austerity handed to Britons in the United Kingdom Government's budget shows encouraging signs that Britain is driving hard to get back on her economic feet.

But they expressed concern over the new import slashes, which may affect Canada's exports of manufactured goods. The £100,000,000 import cut brings to £600,000,000 total import reductions imposed by the U.K. Government in the last few months.

"Exporters of such essential goods as metals, minerals, lumber and wheat will not suffer, because Britain needs these items to survive," one expert said. "But it will be tougher for Canadians to sell non-essential goods. Canada will have to look elsewhere for markets."

Canada will train more of her big export guns on expanding Latin-American markets to reduce the impact of widened import restrictions by Commonwealth countries, trade officials said.

Already they added, the South American Continent is showing signs of becoming the best outlet in the world for Canadian manufactured goods - items which will be hit by new import restrictions set by the United Kingdom, New Zealand and Australia.

Embassy of The U.S.S.R.: (Press Release No. 12, March 11) -- The Embassy of the U.S.S.R. has been informed that it must henceforth notify the Department of External Affairs in advance of any trip more than 25 miles from Ottawa taken by a member of the Embassy staff. This notification must be received at least 48 hours before the proposed time of departure from Ottawa. It must include the names of the Embassy staff members who intend to travel, as well as full details of the proposed itinerary, the times of arrival and departure for each point of the journey at which a stop-over is to be made, and the means of transport to be employed at each stage of the trip.

In Moscow, the Canadian Embassy is similarly required to notify the Soviet authorities in advance of any trip beyond a radius of 40 kilometres from Moscow taken by a member of the Embassy staff. In addition to this members of the Canadian Embassy staff in Moscow are prohibited from visiting a great many cities and areas of the U.S.S.R., including a good many areas within the limit of 40 kilometres from Moscow. The Soviet Government has recently made substantial additions to this list of prohibited places.

Textile Workers' Representations: Ottawa, March 11 (CP) -- The federal Government was urged today to take steps to aid Canada's vast textile industry.

A 22-man delegation of the Textile Workers' Union of America (C.C.L.) told four Government ministers that employment in the primary textile industry has dropped 10,000 from the 104,000 employed last April. Some mills have closed, and others have run out of work. The living standards of workers in the industry--the largest single employer among Canadian manufacturing industries--is being seriously affected, it was said.

The Delegation recommended the Government immediately consider easing consumer-credit restrictions on textile products, take steps to control the cost of living, put further control on imports and help develop merchandising practices in the industry.

The recommendations were presented to the Ministers of Finance, Labour, Defence Production and Transport, who promised consideration of the recommendations.

Minister To Denmark: (Press Release No. 13, March 12) -- The Department of External Affairs announced on March 12 the appointment of Mr. E. D'Arcy McGreer as Canadian Minister to Denmark.

Cultural Advance Plan In Alberta: Edmonton, March 11 (CP) -- An Alberta academy, modelled in some ways after the Academie Française, is planned by Alberta's Social Credit Government.

A bill introduced in the Legislature says the academy is "to encourage cultural development in Alberta by (giving) honor and recognition to creative achievement in the arts and humanities."

Across Canada: Richard Porter Butrick, 57, Director-General of Foreign Service for the State Department in Washington, has been appointed U.S. Consul-General in Montreal. He is expected there April 1, the Montreal Gazette reported today....W.J. Henderson, Liberal member of Parliament for Kingston City, criticized the system under which young Canadian hockey players are signed up and then told that they "shall or shall not play on this team, or that...."Prime Minister St. Laurent has announced the appointment of Mr. H.S. Southam, Publisher of the Ottawa Citizen, as Chairman of the National Gallery Board of Trustees. This is Mr. Southam's second term.



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Vol. 3, No. 51

Thursday, March 13, 1952

To Deliberate Canada-U.S. Meat Bans: Ottawa, March 13 (CP) -- Canada-United States bans on movement of livestock and most meats across the international border may be clarified and possibly eased slightly as a result of a confidential meeting which is to open in Washington Thursday.

Though no announcement was made on the talks informants in Ottawa disclosed that three Canadian trade and marketing experts were dispatched to the American capital to meet with American officials on the embargoes which have caused concern on both sides of the border.

Informants said officials at the meeting would explain administrative details of the bans imposed as a result of the outbreak of foot-and-mouth disease in South Saskatchewan.

But in explaining and interpreting the regulations, there was good reason to hope, informants said, that some of the rigidity of the bans might be lifted slightly.

For example, Canada wanted to know whether the American embargo would permit movement of meats in bond through American territory for consumption in some other country. The Americans questioned whether the Canadian restrictions would affect shipments of American meats to American troops stationed in Newfoundland.

"These are the type of details which will be ironed out at the meeting," informants said.

NATO Rearmament Targets: Ottawa, March 12 (CP) -- Mr. M.J. Coldwell, C.C.F. leader, charged today that the Secretary of State for External Affairs, Mr. Pearson, had stooped to "deliberate smears" and "slander" against him and the C.C.F. in a broadcast speech last night.

He took exception in the House of Commons to a free-time political broadcast in which Mr. Pearson accused the C.C.F. of giving comfort to Russia by "irresponsibly" advocating cut-backs in North Atlantic Treaty rearmament targets.

Mr. Coldwell said he had long been an opponent of Communism and did not need to "defend myself against the charge of Communism." The Minister's "inference" was something Mr. Pearson himself "must know to be untrue." Later, he told Mr. Pearson, seated across the House from him:

"I deeply resent the slanders that went over the air last night from the mouth of the Secretary of State for External Affairs."

Mr. Pearson did not immediately reply to Mr. Coldwell's charges.

Mr. Coldwell recalled that when he had criticized the recent Lisbon Conference of NATO in the Commons last week, he had said he had no doubt his remarks would be "misrepresented and misconstrued."

"It has become apparent on this continent that constructive criticism demanded by the military leaders of NATO is invariably criticized as Communist propaganda."

He said the view that the new NATO program was "irresponsible" and "disastrous" is not alone his or that of the C.C.F. He quoted the Times of London, the London Economist and the London Spectator as organs which had criticized the NATO targets.

He said Mr. Pearson had said NATO's goal of 50 divisions this year and 90 to 100 by 1954 were decreases, not increases. A statement by NATO itself Mr. Coldwell recalled, had said the Lisbon meeting agreed to "increase" the defensive power in Europe.

At this point, Mr. Pearson interjected that his reference had been to decreases in goals set a year ago....

Canada-U.S. Air Agreement: Ottawa, March 13 (CP) -- Canadian and United States air authorities have completed a reciprocal agreement to facilitate the movement of commercial charter planes making cross-border flights at irregular intervals.

The agreement, announced today by the Transport Department, becomes effective April 12. It provides that air companies offering charter flights in both countries may obtain permits effective for a three-year period covering the operation of casual, occasional or infrequent flights across the border.

In the case of Canadian air companies the Department said it will mean they will be able to obtain foreign air carrier permits from U.S. authorities to carry out flights at irregular intervals without the necessity of obtaining specific authorities for each flight.

The procedure involved in the issue of such foreign air carrier permits have been "reduced to the absolute minimum permitted by United States law," the Department said. "For isolated flights specific authorization will still be required but these procedures have also been simplified."

Commonwealth Parliamentary Association: Ottawa, March 12 (CP) -- Canada will be host next August to the biennial conference of the Commonwealth Parliamentary Association. About 100 members of the Parliaments of the United Kingdom and other countries of the Commonwealth are expected to attend.

The business sessions will be held in Ottawa. After that the overseas delegates will be taken on a tour of Canada, visiting all the main cities and points of interest.

Across Canada: The Minister of Finance, Mr. Abbott, told the House of Commons he plans, at Mr. Massey's request, to bring in a budgetary amendment abolishing the tax exemption the Governor-General now enjoys on his personal income by virtue of his office. The effect will be that only his official income of \$48,667. will remain tax-free....Seventy per cent of the 10,500 men who enlisted in the Army's Special Force in 1950 still are in uniform, the Defence Department reported yesterday....The Veterans Department has cut war veterans allowances paid to 6,743 Canadians as a result of the payment of an old-age pension to all at the age of 70, the House of Commons was informed yesterday....The Immigration Department informed the House of Commons yesterday that 75 foreigners entered Canada illegally as a result of irregularities in the immigration service.



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Vol. 3, No. 52

Friday, March 14, 1952.

Mr. Pearson On NATO Programme: Ottawa, March 13 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, today in the House of Commons denied an assertion by the C.C.F. Party that the North Atlantic Treaty Organization now is dominated by the military.

If there was any such tendency, he told the Chamber during the Throne Speech debate, Canada and other member states of the defensive alliance would vigorously oppose it.

Mr. Pearson also denied that he had accused either Mr. Coldwell or the C.C.F. of being Communist.

He said the "real danger" is that the C.C.F. statement, which criticized the NATO military program as being "irresponsible" and "disastrous," would play into the hands of Communist propagandists.

He noted that Mr. Coldwell had challenged his broadcast statement that the new NATO goals of 50 divisions in being by the end of 1952 and 90 to 100 by the end of 1953 was a decrease in the NATO program. Mr. Coldwell held that NATO itself had said it was increasing Europe's defensive power.

Mr. Pearson said the goals represented a decrease in that they are lower than those--still secret--of a year ago. This, he held, was not inconsistent with the statement that Europe's defensive power is being increased over a year ago.

Mr. Winters On Canadian Development: The Minister of Resources and Development, Mr. Winters, said tonight the story of Canadian engineering development up to now is like a prologue--the play is just beginning.

Canada is growing fast and every part of the country will feel the new growth, he said in a speech to the Montreal branch of the Engineering Institute of Canada. In the more remote regions of the inland wilderness and the Northland, "the growth may well be spectacular."

New canals are planned, railways are being built, roads are being improved and extended and the network of airways is spreading beyond all previously considered limits of distance and conditions.

"Agriculture, fisheries, water power, mining and forestry all are facing new expansion. Some of them, notably mining and water power, will be marked by new developments that will surpass anything seen so far."

If the major projects of aluminum, iron ore and petroleum are carried through--and there is no reason why they should not be--and when the St. Lawrence seaway is constructed, the Canso causeway and the Trans-Canada Highway built, the great reclamation and irrigation projects completed, then Canadians might look back and review "what will surely be an even more impressive picture of the role of the engineer in the development of Canada's natural resources," the Minister said.

U.K. Atomic Expert Visiting Ottawa, Washington: Ottawa, March 13 (CP) -- Sir John Jockcroft, Britain's top atomic expert, said in an interview today that Canada's atomic pile at Chalk River "is far and away the best in the world and is likely to be for several years to come."

Sir John, the Director of Britain's atomic energy research establishment at Harwell, was interviewed briefly as he passed through the Canadian capital on his way to Chalk River to inspect the latest developments at the atomic plant there.

While here, he talked with Dr. C.J. Mackenzie, Director of Canada's atomic energy program and President of the newly formed Crown company, Atomic Energy of Canada, Ltd.

Following his inspection of the Chalk River plant, he will go to Washington for talks with members of the Atomic Energy Commission.

He thought atomic development will go ahead faster if there is a freer exchange of information between Canada, the United States and Britain. His Washington talks may touch on this matter.

Dairymen See Critical Marketing Situation: Ottawa, March 14 (CP) -- A critical marketing situation is shaping up for Canadian dairymen.

The National Dairy Council estimated Thursday that about 500,000,000 pounds of milk will "back up on the Canadian market this year as a result of United States restrictions on livestock and dairy imports.

This takes in the fact that under the U.S. ban on Canadian livestock, resulting from foot-and-mouth disease in South Saskatchewan, dairy cattle which normally might have been shipped to the U.S. will remain in Canada and be milked.

It also takes in the fact that under U.S. defence production regulations, imports of dairy products, including cheese, from Canada and other countries are restricted and there are no indications that the restrictions will be lifted soon.

The Council spokesman for Canada's dairy industry, said the 500,000,000-pound milk pile-up is equivalent to 50,000,000 pounds of cheese or 25,000,000 pounds of butter.

Ambassador Of Yugoslavia: (Press Release No. 14, March 13) -- The Department of External Affairs announced on March 13 that Dr. Rajko Djermanovic had presented to His Excellency the Governor General at Government House his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of Yugoslavia to Canada.

Across Canada: Gen. Aldo Urbani, Chief of Staff of the Italian Air Force, was a guest yesterday at the Western Ontario flying training school of the R.C.A.F. at Centralia. He is touring most of Canada's principal air bases....Gen. Robert E. Wood, Chairman of Sears Roebuck, told Canadians yesterday that from a material viewpoint, "your prospects in Canada are unlimited"....Addressing the Empire Club, the United States department store executive said that with modern science, modern technology and immense resources, "the standard of living of every class of the Canadian population should rise continuously for the next 20 years"....Dr. Pierre F. Gauthier (L--Portneuf) suggested in the House of Commons that Quebec should establish its own immigration bureaus abroad so that it can select the immigrants that it needs....A detachment of the 1st battalion of the Royal 22nd regiment entrained at 11 p.m., EST, last night for western Canada, en route to action in Korea... A major international auto-smuggling ring has been smashed with the arrest of five Ontario men and recovery by the R.C.M.P. of 40 cars stolen in the United States and then smuggled into Canada and sold. R.C.M.P. headquarters announced a two-year investigation in co-operation with Federal Bureau of Investigation officers in the U.S. ended with arrest of the five.



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Vol. 3, No. 53

Monday, March 17, 1952

Mr. St. Laurent Warns Against False Sense of Security: Toronto, March 16 (CP) --

Prime Minister St. Laurent spoke out tonight both against any people who advocate preventive war on Russia and against those who feel "a false sense of security" about Western defence.

It is true, he said, that "never before has there been a tyranny more ruthless, more perversive, better endowed with resources which can be employed for destructive ends or more resolute to extirpate all traces of freedom of mind and soul" than that of Russia.

Canada was sharing in the building of enough armed strength to balance that threat but, the Prime Minister added, "none but the blindest would consider the folly of trying by force to destroy the Soviet state because we know too much else would be destroyed in the universal holocaust."

He addressed the centenary dinner of St. Michael's College. In a speech prepared for delivery, he said most Canadians realize that armed strength is an "indispensable bulwark behind which the free nations can hope to preserve a way of life in which there remains scope for the development of the free spirit of men."

He continued:

"The foundations of combined strength we have already laid in the free world have given us a greater sense of security and grounds for hope that the war all decent people dread can be prevented.

"I regret to say the precautions we have taken seem to have lulled some honest souls in our midst in to a false sense of security, and to have induced them to join in agitation against the sacrifices and deprivations without which we cannot have any security.

"As our hopes of keeping the peace rise, as our sense of security grows, we in the free world, are facing the greatest test of our understanding, our resolution and our patience. It is so easy to forget why we feel more secure and so easy to forget to pay the premiums on the insurance or even to ask ourselves whether we still need it.

"I myself am convinced that if we are not to lose the security now coming within our grasp, we must be ready to keep up the insurance, much as I hope we may never have the fire.

"...Armed strength alone is not enough to give us the security and lasting peace people yearn for....We need as well all those resources of the spirit which, I believe, are the hallmark of the superiority of our free way of life in the eyes of God as well as of man.

"This so-called cold war is not just an armament race or a test of material strength. It is also a struggle for men's minds. We must certainly rearm, but we must cherish and develop all those resources of the spirit which derive from our classical and our Christian heritage.

"We must deepen our convictions of the true worth of our way of life and our conviction that we are really on the side of human progress.

Military Production Expenditures \$900,000,000 This Fiscal Year: Ottawa, March 14,

(CP) -- The Minister of Defence Production, Mr. Howe, said today that Canada may have been a bit over-ambitious in mapping her rearmament program and announced that defence production spending has not kept up with planning.

Expenditures for military production will reach \$900,000,000 for the current fiscal year which ends March 31--short by \$200,000,000 of the \$1,100,000,000 goal set at the beginning of the year.

But this, he told the House of Commons in an hour-long speech during the Throne Speech debate, is no deliberate "slow-down" in the pace of preparedness.

By the time Canada completes the three-year, \$5,000,000,000 program, she will produce all that she was expected to produce—and perhaps a lot more—"for we have taken on additional commitments in the meantime."

This apparently was a reference to the fact that Canada has promised additional aid to North Atlantic countries, including the production of Sabre jet airframes for the United Kingdom. This is expected to boost final figures substantially.

His Department, said Mr. Howe, set out by trying to complete and pay for one year of the three-year program in one year. This was an "ambitious program, perhaps too ambitious, but sights were set high "deliberately, so that there would be continuing pressure to do better."

The defence - production effort never has been relaxed, even though extensive preparations and tooling-up were required before production actually could be started.

Mr. Chevrier On Constitutional Changes: Montreal, March 17 (Gazette) -- Canada can eliminate the last vestiges of colonialism without affecting her position in the Commonwealth or her allegiance to the Crown, the Minister of Transport, Mr. Lionel Chevrier, said here Saturday.

Addressing the Montreal Reform Club Mr. Chevrier said it was wrong for sections of the public to accuse the federal Government of trying to destroy the ties that bind Canada to Britain. These now are stronger than ever.

Some of the constitutional changes made in the last few years were essential to Canada's development from colony to nation.

Four Canadians Given Grants By Foundation: New York, March 17, (CP) -- Four Canadians are among the 21 young scientists named as Scholars in Medical Science by the John and Mary R. Markle Foundation, it was announced Saturday.

The four, who will carry on their work at Canadian universities under grants from the foundation, are:

John B. Armstrong, Assistant Professor of Physiology at University of Manitoba Faculty of Medicine and a graduate of University of Toronto. Grant to University of Manitoba.

Roger Guillemin, Assistant Professor in Experimental Medicine, University of Montreal Faculty of Medicine. Grant to University of Montreal.

James Donald Hatcher, Instructor in Medicine, Boston University School of Medicine and a graduate of University of Western Ontario. Grant to Queen's University.

Cameron Wallace, Instructor in Pathology, School of Medicine, Yale University, and graduate of University of Western Ontario. Grant to University of Western Ontario.

All grants are made direct to the medical schools at the rate of \$6,000 annually for five years, and are earmarked for support of a specific scholar and his research.

Air Chief Marshall Breadner Dies: Ottawa, March 16, (CP) -- The two men who led the overseas RCAF in the Second World War have died within three weeks of one another, both in the United States.

Second to die was Air Chief Marshall Lloyd S. Breadner, 58 who commanded the RCAF at home from 1940 to 1943, built up the Commonwealth air training scheme, then went overseas to direct the force through two years in which it grew to its greatest strength.

He died Friday night in a Boston hospital, three weeks after the death of Air Marshal Harold (Gus) Edwards, 59 in Arizona.

Across Canada: Despite a new rash of import restrictions by the Sterling Area, Canada is likely to increase exports to the United Kingdom by between \$75,000,000 and \$100,000,000 in 1952, Trade Minister Howe said on March 14.... The Queen's birthday will be celebrated in Canada Monday, June 9, State Secretary Bradley told the House of Commons on March 14.... A broad inquiry into the structure of corporations in society and the laws affecting them is the role set out for a select committee formed on March 14 by the Ontario Legislature.... Canada, striving to overcome a hydro-electric power shortage, harnessed another 881,250 horsepower during 1951, at a cost of about \$270,000,000 it was announced March 14.

GOVERNMENT

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Vol. 3, No. 54

Tuesday, March 18, 1952.

Admiral Lynde D. McCormick's Visit: Ottawa, March 17 (CP) -- Admiral Lynde D. McCormick, the Eisenhower of the Atlantic, is due here tomorrow to discuss Canada's place within his new NATO naval command.

Under his control, Canada is expected to be assigned operational direction of the sea and air defence of a huge area of the Northwest Atlantic, ranging roughly from the East Coast to the approaches to Iceland. Halifax is likely to become in some ways a virtual NATO naval sub-command.

Admiral McCormick, named Supreme Allied Commander, Atlantic--nicknamed Saclant--a couple of months ago, comes here to round off a trip to Atlantic Pact capitals.

He will arrive by air for two days of conferences including talks with the Prime Minister, Mr. St. Laurent, the Minister of National Defence, Mr. Claxton, the Chiefs of Staff and the senior officers of the Navy, now in annual conference here.

With him will be Britain's Vice-Admiral Sir William G. Andrewes, his deputy, and an American staff. They will be greeted with all the trimmings of formality in the same way that Gen. Eisenhower was greeted here more than a year ago--by Mr. Claxton, diplomats, the Chiefs of Staff, a military guard and the salute of roaring guns.

Admiral McCormick is expected to use his time both to get acquainted and to talk business. Business will include plans for a two-week September exercise in the Northeast Atlantic in which he will get a first chance to see what he has to work with, including elements of the R.C.N.

It will also likely include discussions about just how Canada will fit into the NATO naval picture with her small, able Atlantic fleet which consists of the aircraft carrier Magnificent, the cruiser Quebec which is on its way there from the West Coast, three destroyers and a fourth in Korea, a couple of frigates and numbers of smaller craft. There are more warships in reserve.

In addition, Canada has a fleet air arm consisting of two fighter and two anti-submarine squadrons and an RCAF maritime or coastal command wing also dedicated to learning how to fight submarines.

No detailed public statement has yet been made about where Canada fits into the broad NATO picture but it is expected to shape up something like this:

From time to time in peacetime elements of the Atlantic Fleet will be placed under direct NATO command for exercises, but generally speaking the day-to-day routine of the R.C.N. won't be jarred by the new developments.

The R.C.N. and R.C.A.F. are expected to be assigned responsibility for directing any defence of the Northwest Atlantic. Their senior officers at Halifax would thus be given formally jobs they now pretty well assume.

If war came, Canada would direct the fight in that ocean area. If warships or planes of other nations were assigned there to help out, they would come under Canadian command. This is the way it was pretty well in the last war.

Provincial Livestock Embargoes: Ottawa, March 18 (CP) -- The Minister of Agriculture, Mr. Gardiner, held out some hope in the House of Commons yesterday for an early lifting of provincial embargoes on livestock movements, imposed since the outbreak of foot-and-mouth disease in Saskatchewan.

He told Mr. Solon Low, Social Credit Leader, that though he has no "definite statement" he can make at present, all discussions held with the embargo provinces so far "would suggest that there will be an early relief. . ."

The Minister's disclosure came shortly after Premier Campbell of Manitoba told a reporter in Ottawa he has held further conferences with Mr. Gardiner on the foot-and-mouth situation.

He said his Government has "no desire to rock the boat" but lifting of Manitoba's embargo against livestock shipments east would depend on assurances from agricultural experts that the disease is at an end and the danger of it spreading eliminated.

The Ming Sung Ships: Ottawa, March 17 (CP) -- The Minister of Finance, Mr. Abbott, said today the Government's hopes of collecting the \$12,000,000 owing on the seven controversial Ming Sung ships are "somewhat remote."

But, he told Mr. George Drew that the Government has not cancelled the Order-in-Council under which the Ming Sung firm was given permission to fly the Canadian ensign on the craft.

The issue was revived in the House of Commons by Mr. Drew over news of the death of Lu-tso Fu, the wealthy Chinese who headed the Ming Sung empire which bought the seven ships in Canada after the war.

The ships now are at Canton, inside Communist China and outside Canada's reach.

Ask Controls On Dairy Imports: Seignior Club, Que., March 18 (CP) -- Mr. Gilbert McMillan intimated that a break in Canadian dairy prices may develop if the Canadian Government declines to impose controls on dairy imports.

The President of the Dairy Farmers of Canada told the annual meeting of the National Dairy Council not to be too surprised if many of Canada's cheese factories remained closed in the spring.

"If this is allowed to happen and a break in prices occurs, it may give the public some temporary benefit but it will be fatal for the dairy farmers and eventually for our whole economy."

Says Credit Restrictions Circumvented: Ottawa, March 17 (CP) -- A Saskatchewan hardware merchant tonight told the House of Commons that the trade-in allowances granted by some stores in large centres are making a farce of the Government's credit restrictions.

Mr. Ross Thatcher (CCF--Moose Jaw) said the practice may not be dishonest, but it is unethical. Many retailers are concerned. He believed the Government should require that a purchaser make a down payment of at least 20 per cent.

Across Canada: The Health Department issued a statement yesterday saying that fears that foot-and-mouth disease can spread to persons eating meat or dairy products is "groundless."....Mr. Armand Cloutier (L.--Drummond-Arthabaska) said last night in the House of Commons that Canada should not be left any longer without a flag of her own....A new strike threat has been raised at Hollinger Gold Mines over failure of the parties to expand into a full-fledged agreement the settlement terms that ended a two-month strike last summer, the Globe and Mail reported....Premier E.C. Manning said yesterday the reason more Canadian capital is not invested in Alberta's natural resources is that Eastern Canadian capital is over-cautious and ultra-conservative.

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Vol. 3, No. 55

Wednesday, March 19, 1952.

Mr. Heeney Ambassador To NATO: Ottawa, March 19 (Official) -- The Prime Minister, Mr. St. Laurent, announced on March 19 the following appointments:

Mr. A.D.P. Heeney, Q.C., Under-Secretary of State for External Affairs, to be Ambassador and Permanent Representative of Canada to the North Atlantic Council, effective April 15;

Mr. L. Dana Wilgress, High Commissioner for Canada in the United Kingdom, to be Under-Secretary of State for External Affairs, effective June 1;

Mr. Norman A. Robertson, Clerk of the Privy Council and Secretary to the Cabinet, to be High Commissioner for Canada in the United Kingdom, effective June 1;

Mr. J.W. Pickersgill, Special Assistant to the Prime Minister, to be Clerk of the Privy Council and Secretary to the Cabinet, effective June 1;

Mr. Pierre Dupuy, Canadian Ambassador to The Netherlands, to be Canadian Ambassador to Italy, effective May 1.

The appointment of a Permanent Representative of Canada to the North Atlantic Council follows upon the reorganization of NATO, approved recently when the Council met at Lisbon. It was then agreed that the Council would be established in permanent session with headquarters in Paris and that each member country would appoint a Mission accredited to the Council and headed by a Permanent Representative of senior rank. It is expected that the civilian headquarters of NATO will be transferred to Paris about April 15.

Mr. Wilgress became High Commissioner for Canada in the United Kingdom in 1949 after being head of the Canadian Mission in Moscow, and has also served as the Canadian representative on the Council of Deputies of NATO.

Mr. Robertson agreed to interrupt his career in the External Affairs service early in 1949 at the express request of the Prime Minister and it was understood at the time that he would return to that service in two or three years. He was High Commissioner in the United Kingdom at the time and is returning to the same post.

Mr. Pickersgill entered the External Affairs service by competitive examination in October 1937, and two months later was seconded for service in the Prime Minister's secretariat, of which he has been the principal officer since June 1945.

Canada's Naval Role In NATO: Ottawa, March 18 (CP) -- Admiral Lynde D. McCormick, Supreme Allied Commander, Atlantic, said today that the Pact powers haven't got enough warships to face up to the "very serious" threats confronting them.

Completing a tour of 10 capitals, Admiral McCormick told a press conference that Canada, in the event of war, will turn over part of her fleet to his command and keep part of it under direct Canadian command for home defence.

Canada plans a 100-ship navy by 1954, including cruisers, destroyers, frigates, minesweepers and harbour craft. She now has one aircraft carrier, two cruisers, 12 destroyers, some frigates, minesweepers and other craft.

Canada, he said, will be given responsibility for directing defence of a large sub-area of the western Atlantic with Halifax as headquarters. The Halifax sub-command would prepare in peace for wartime tasks.

In peacetime he will have no warships under his direct control but will be in charge of planning for war and for exercises to test the ships and men that would fight a naval war. His headquarters at Norfolk, Va., should be operating by April 10.

Talking to reporters a few hours after arriving for two days of conferences, Admiral McCormick said the Halifax headquarters in peacetime will do the same sort of planning and preparing for any war that he does himself. Canada would continue to control her own fleet fully until any war came along.

He would imagine that U.S. liaison officers would be posted to Halifax, but otherwise, he indicated, the Canadian Naval and Air Headquarters there will carry on virtually as at present.

Admiral McCormick didn't go into details about how big a fleet he thinks he could have, but he said he'd like to see a larger navy in every country he has visited. Any idea that NATO has enough naval forces would be mistaken.

The "potential enemy" could make the greatest threat through submarines in many places but there also would be "very serious" threats from mines, surface raiders and aircraft.

Admiral McCormick indicated his orders don't restrict him to the defence area publicly outlined by the pact powers.

He said his terms of reference mean that he would not only be allowed but might be required to take action south of the Tropic of Cancer -- the southern boundary of the pact powers' defence area.

Atomic Energy Directors Named: Ottawa, March 18 (CP) -- The Government today named nine directors for the new Crown company that will direct Canada's atomic programme and significantly included four representatives of firms interested in the production of power.

This was seen as a sign that outside interests are to be kept in contact with and to have a say about the drive to harness the atom for power purposes in Canada. The four directors from power firms represent the Ontario and Quebec Hydro Commissions, Calgary Power Limited and the Shawinigan Water and Power Co.

The new company, Atomic Energy of Canada, Limited, will be headed by Dr. C.J. Mackenzie, President of the Atomic Energy Control Board, the advisory body which maps atomic policy for the Government.

Other members of the new company:

Mr. W.J. Bennett, member of the Atomic Energy Control Board and President of Eldorado Mining and Refining (1944) Limited, Ottawa.

Mr. E.R. Birchard, Vice-President National Research Council, Ottawa.

Mr. René Dupuis, Commissioner of the Quebec Hydro-Electric Commission, Montreal.

Mr. G.A. Gaherty, President of Calgary Power Limited, Calgary.

Dr. A.R. Gordon, head of the Department of Chemistry, University of Toronto.

Mr. R.L. Hearn, General Manager and Chief Engineer of the Hydro-Electric Power Commission of Ontario, Toronto.

Mr. Huet Massue, engineer economist with the Shawinigan Water and Power Company, Montreal.

Mr. V.W. Scully, member of the Atomic Energy Control Board and Comptroller of the Steel Company of Canada, Ltd., Hamilton.

Throne Speech Debate Ended: Ottawa, March 18 (CP) -- The House of Commons tonight ended the Throne Speech debate by rejecting the last of four Opposition motions of non-confidence in the Government.

By a count of 139 to 57, the Chamber disposed of a Social Credit motion which criticized the Government for "failure" to provide "adequate" inducements for the expansion of food production and economic and orderly distribution of food surpluses.

Across Canada: The Export Credits Insurance Corporation insured \$49,277,409 worth of Canadian export sales in 1951 and made a profit of \$582,077.... With warmer weather turning up new jobs, the Labour Department reported the months-long increase in seasonal winter unemployment has come almost to a stop.... Canada's net sales of securities to other countries in 1951 totalled \$17,700,000, compared with \$238,400,000 in 1950, the Bureau of Statistics reported.

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Vol. 3, No. 56

Wednesday, March 20, 1952.

Estimates Near \$5 Billion, \$2,160,000,000 For Defence: Ottawa, March 19 (CP) --

The Minister of Finance, Mr. Abbott, announced today that the Government's expenditures for 1952-53 now are estimated at a record peacetime total of \$4,335,796,809. He indicated they may top \$5,000,000,000 before the year ends March 31, 1953.

He tabled in the House of Commons the annual estimates of expenditures for various departments and said \$2,160,000,000 of the grand total is earmarked for unprecedented outlays on defence.

The defence expenditures, setting a new top for peacetime, were 23 per cent higher than the estimated expenditures of \$1,728,000,000 for the current year ending March 31.

Mr. Abbott said the total estimates for 1952-53 are not strictly comparable with the estimates of \$3,730,587,837 for the current year. The latter total will be boosted this month when additional supplementary estimates are submitted for approval.

The 1952-53 estimates contained no provision for payments to provinces concluding new taxation agreements with the federal Government. If all provinces sign agreements another \$425,000,000 will be tacked to the estimates.

Supplementary estimates will be introduced later to cover such things as expenditures resulting from the outbreak of foot-and-mouth disease in Saskatchewan. Mr. Abbott said provision may also be made to continue payment of assistance on the movement of feed grains from the Prairies to Eastern Canada and to the Pacific Coast.

The Government also would provide for grants to universities when negotiations with the provinces have been completed.

After provision is made for all items the 1952-53 expenditures may not be far below their all-time peak of \$5,332,253,505 in 1944. In 1939--the first year before the outbreak of the Second World War--the Government's expenditures totalled \$553,063,097.

Trade Balance Favourable For Fifth Successive Month: Ottawa, March 19 (CP) --

For the fifth month in a row, Canada reported a favourable balance of trade in January, with exports exceeding imports by \$21,000,000.

This compared with an unfavourable balance of \$38,400,000 in January last year.

Exports--excluding gold--during the month gained both in volume and value to hit a record \$323,700,000. Imports were down 6 per cent from the high January, 1951 value, at \$307,100,000.

The Dominion Bureau of Statistics reported that the prices of exports advanced 7.6 per cent, compared with a year ago, while the volume increased 5.5 per cent. In contrast, import prices were slightly lower than a year earlier, with the volume down 6.3 per cent.

Rounding out the trade picture, foreign exports--goods imported for re-export--were valued at \$4,400,000, compared with \$3,700,000 in January, 1951.

Trade with the United States produced an import surplus of \$37,600,000 in January, compared with \$43,000,000 a year earlier. There was an export balance of \$19,300,000 in trade with the United Kingdom, with imports at \$24,300,000 and exports at \$43,300,000. This balance was three times as large as last year's corresponding total of \$6,200,000.

Sub. Mine Defences For Merchant Vessels: Ottawa, March 19 (CP) -- All Canadian deep-sea and coastal ships will be equipped to combat underwater mines and to carry defensive guns, it was learned tonight.

The approximately 150 vessels in these trades will be rigged with wartime "degaussing" gear against magnetic mines and strengthened to carry gun platforms, at the expense of the Federal Treasury.

Disclosure of the new policy -- first such move since end of the Second World War -- came in the estimates of the Minister of Finance for the 1952-53 year, tabled in the House of Commons today. They listed \$500,000 for "degaussing and strengthening" seagoing merchant ships during the current year.

Government officials said later it has been decided to adopt the defensive measures for all Canadian vessels in the coastal and deep-sea trades, largely to get the jump on an enemy making a sneak magnetic-mine attack such as hit hard at Allied merchant shipping during the Second World War.

The degaussing gear--named after its inventor, Degause--consists of cables running around the outside of a ship's hull and neutralizing the steel hull's magnetism that would normally touch off a magnetic mine close to it.

The strengthening of the ships for gun platforms, it was understood, will be largely confined to bolstering their sub-deck structure to enable them to take up the shock of gunfire. No gun platforms will be installed for now.

Housing Aid In Ontario: Toronto, March 20 (Globe) -- Legislation aimed at aiding private enterprise to ease the rural as well as the urban housing problem throughout the Province was introduced in the Legislature yesterday.

Embodied in four bills, the legislation aims "a several-pronged attack on the problems of providing sufficient and satisfactory housing."

The bills include:

1. Setting up a Crown corporation with \$10,000,000 at its disposal to aid young farmers in getting established. It covers construction or acquisition of buildings, land, livestock and equipment.
2. Taking over of the present municipal responsibility for 7½ per cent of cost of low-rental programme embarked on by the three levels of government.

Across Canada: Command of the 1st Battalion, PPCLI, is changing hands in Korea.

The army announced that Lt.-Col. Norman Wilson-Smith, 35, formerly of Winnipeg, is leaving the Patricias to become the No. 1 staff officer at headquarters of the Commonwealth Division in Korea. His job will be taken by Lt.-Col. John Ralph Cameron, 37, a former Halifax barrister now commanding the 25th Brigade's reinforcement group in Japan....Premier Frost introduced in the Ontario Legislature a bill providing for an increase from \$2,000 to \$2,600 a year in the indemnity paid to each member, an increase of expenses from \$1,000 to \$1,300 and a mileage allowance for four trips each year, instead of the one trip now permitted....Lifting of the B.C. livestock embargo was announced by Agriculture Minister Bowman....Union officers said a strike may be called among employees of the Chateau Laurier Hotel in downtown Ottawa over the issue of wages and hours of work, Canadian Press reported....The Ottawa Music Festival has closed a record week of competition with the announcement by President J.G. Sutherland that its increasing size would force it to expand in the future. Its day-time sessions ran in four halls.

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Vol. 3, No. 57

Friday, March 21, 1952.

Chiefs Of Staff To Attend NATO Conference: Ottawa, March 20 (CP) -- The three Canadian Chiefs of Staff will go to Paris shortly for a general Atlantic Pact conference and exercise with Gen. Eisenhower. It is the first gathering of the military chiefs of the member nations since the Eisenhower headquarters were established.

Lt.-Gen. G.G. Simonds, Chief of the General Staff left today for New York to sail for Europe with two of his senior generals. He has been presiding over an annual meeting of Army officers here this week.

Air Marshal W.A. Curtis, Air Chief, and Vice Admiral E. R. Mainguy, Navy Chief, will leave together by air within the next week or so.

The purpose of the Paris meeting was said to be a command exercise, one in which Gen. Eisenhower is expected to discuss with military figures of the Atlantic Pact powers the sort of situation and problems that would arise if war came to Europe. It will not involve any troops or air units.

Gen. Simonds took with him both Maj.-Gen. Chris Vokes, his senior general, and Maj.-Gen. S. F. (Finn) Clarke, Quartermaster-General and an expert on NATO matters. Gen. Vokes now commands the Western regional command with headquarters in Edmonton.

They are expected to visit the 27th Brigade in Germany before returning here..

This marks the first time in some years that the three Chiefs of Staff have attended an international meeting together and it is expected to give them a chance to bring themselves up to date on the current situation in Europe.

NATO Naval Discussions With Admiral McCormick: Ottawa, March 20 (CP) -- The Atlantic Pact's first naval chief left here today with the word that Canada will have little to spare this year for the first test of his international fleet, reported slated for the early Fall.

The Canadian contribution may consist entirely of the aircraft carrier *Magnificent*. Unless the Korea War ends, no destroyers are likely to be available.

The reason is that the expanding Canadian Navy is too tied up in Korea and with the training of recruits and officers and non-commissioned officers to spare much from its small fleet for NATO at this stage.

The upshot is that Admiral Lynde D. McCormick undoubtedly left for his Norfolk, Va., headquarters still convinced that the naval forces available to him from Canada and her allies are at the present far from adequate. He made that statement on arrival here from Europe this week.

If war comes, he was told, Canada will turn over to him all ships she does not need for the protection of the Atlantic and Pacific coasts. Any ocean fighting beyond coastal protection will be in the Atlantic command.

Just how many ships Canada will need for coastal protection would depend on the tactical situation at any given time. But indications are that virtually all the larger ships, that is the one aircraft carrier, two cruisers, destroyers and escort vessels -- when they are ready -- are tentatively earmarked for NATO if war should come.

Surplus In Trade Keeps Climbing: Ottawa, March 20 (CP) -- Exports raced ahead of imports in February to give Canada a \$31,300,000 surplus in her foreign trade account, the sixth monthly surplus in a row.

With the world clamoring for Canada's strategic materials, exports climbed \$76,000,000 in February to \$313,400,000 from \$236,800,000 a year ago, the Dominion Bureau of Statistics said today in a preliminary statement on international trade.

Imports also were higher, to \$282,100,000 from \$274,200,000, but the amount of the climb--\$7,900,000--was only about a quarter of the boost in exports.

Thus Canada appeared heading for a year of favourable balances to shift out of the deficit of about \$122,000,000 recorded in 1951.

The brief preliminary statement, to be followed by a more detailed analysis in a few weeks, showed these other trends in February:

1. In spite of Britain's import restrictions exports to that country continued to climb, probably more because of price increases than increased volume.

2. The Commonwealth sterling area countries were in a more favourable balance in trade with Canada a year ago than they were last month.

3. Canada still cannot shake off the deficit in trade with the U.S.

Shipments to the United Kingdom in February climbed \$10,200,000 to \$43,900,000 from \$33,700,000 last year but imports slipped to \$21,200,000 from \$27,800,000.

Canada thereby chalked up a \$22,700,000 surplus, up \$16,800,000 from the \$5,900,000 favourable balance a year ago.

Parliament To Recess April 9-21: Ottawa, March 20 (CP) -- Parliament will recess from Wednesday, April 9, to Monday, April 21, for Easter.

The Prime Minister, Mr. St. Laurent, told the House of Commons today he will propose that period for a recess. It means the Commons will adjourn the day after the Minister of Finance, Mr. Abbott, brings down the Budget.

In the Senate, Senator Wishart Robertson, Government leader, said the Senate would take either a 20 or a 25-day holiday at Easter, depending on the pressure of business.

Manitoba Partially Lifts Embargo: Winnipeg, March 20 (CP) -- Manitoba's embargo on shipment of sheep and swine from Saskatchewan and Alberta will be lifted at midnight Saturday but the ban on cattle, raw hides, wool, skin and bones will remain in effect, Agriculture Minister F.C. Bell announced today in the Legislature.

Mr. Bell said today the Cabinet has been considering the situation from day to day and decided to ease the embargo in light of the following facts:

1. The only cases of foot-and-mouth disease were among cattle.
2. The last reported case was March 7, and the period of incubation for the disease is from two to seven days.
3. The federal Government had placed a 50-mile "buffer" zone around the quarantine area restricting slaughter of cattle within the area.

Ontario Municipalities May Tax Government Business: Toronto, March 20 (CP) --

Ontario municipalities will have a new source of income--taxation on the business and administrative offices of the Provincial Government and the Hydro-Electric Power Commission--Premier Frost announced today in his Budget Speech in the Ontario Legislature.

The Premier, who is also Provincial Treasurer, estimated \$4,000,000 will be paid to municipalities through such taxes--\$2,000,000 each from the Province and the Ontario and local power commissions.

Across Canada: A firing range for Canadian and American jet and other planes has been mapped out in the Canadian section of Lake Erie, the House of Commons was told yesterday...Mr. Howe told the Commons yesterday Canada's prairie grain crop this year may turn out to be the most profitable ever grown....Andrew Thomson, O.B.E., of Toronto, Controller of the Meteorological Division of the Transport Department, has been awarded the 1952 Gold Medal of the Professional Institute of the Public Service of Canada.

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Vol. 3, No. 58

Monday, March 24, 1952.

External Affairs Debate: Ottawa, March 21 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said today the Atlantic Pact has not fallen under military control but that progress so far in non-military co-operation has been disappointing.

The statement, launching a foreign policy debate in the House of Commons, still did not end Opposition contentions that there is confusion among Canadians concerning Canada's commitments to the Treaty Organization.

Mr. Gordon Graydon (PC--Peel) issued a three-point call for a "clear and understandable" statement both on what Canada has been asked to do in Europe and what she has agreed to do.

At the same time, Mr. Pearson and Mr. Graydon debated the question of Canada's position on Formosa.

The Government's stand was that it should not be returned while China waged aggressive war in Korea but that once that war was over then Formosa's future should be discussed as part of general Far Eastern settlement.

The Minister said the Progressive Conservatives take the stand that the Far Eastern island should not be returned to Red China at any time and called this an unwise position.

Mr. Graydon replied that Mr. Pearson's statement made him wonder whether the Government does not intend that Formosa should go to Red China once a Korean truce comes. If so, that was a dangerous policy.

Mr. Pearson said Canada has committed herself to \$324,000,000 in mutual aid--arms and air training--for Europe in the fiscal year starting April 1; that she will spend \$27,500,000 on military costs in Europe itself in that year; that her three-year air contribution has been boosted from 11 to 12 fighter squadrons and that she stands by her contribution of one army brigade. That, he said, is her military commitment.

Both Mr. Graydon and Mr. Pearson opposed an earlier suggestion by the C.C.F. for Canada to urge a new political approach to truce talks in Korea.

Mr. Coldwell, third man to speak, said that the formal statement after the Lisbon meeting of the Pact Council was "deliberately designed" to mislead people into thinking 50 divisions would be available this year in Europe.

He criticized Mr. Pearson, as Council Chairman, and others for being "tardy" in clearing up the fact that many of the divisions would be reserve units.

He said, too, that the only long-range way to win peace is by feeding the hungry of the world.

The debate brought from Mr. Pearson a denial of press reports that the Atlantic Pact powers will spend \$300,000,000,000 in the next three years. It is impossible, he said, to say how much they will spend but no such figure as that had been considered.

Mr. Coldwell welcomed this because he had been "thunder-struck" on reading the press estimate.

The Minister spoke mainly on the Atlantic Pact and the Far East and in doing so denied that he had laid down any new Asiatic policy in a speech at New York March 7 for which he was criticized by Mr. Drew.

Mr. Pearson argued that Canada's position on Korea, Formosa and Red China is unchanged.... The Government would not support any policy which would extend the Korean war to China "without assurance that such policy would end it in Korea."

As for Korea, it was impossible to be either optimistic or pessimistic about the truce talks. But he rejected the C.C.F. suggestion for political intervention by U.N. powers because it might lay Canada open to the criticism that she was trying to "submerge the problems of a military armistice into the larger problems of a political conference."

The armistice must precede political talks....

Mr. Mackenzie Resigns, Mr. Brophy Succeeds: Ottawa, March 21 (Official) -- The Prime Minister, Mr. St. Laurent, announced on March 21 that Mr. Maxwell W. Mackenzie, C.M.G., Deputy Minister of Defence Production, has submitted his resignation to be effective May 1, 1952, in order that he may accept a position in private industry, and that Mr. Reginald M. Brophy, presently Co-ordinator of Defence Production, has been appointed Deputy Minister of Defence Production, also effective May 1, 1952.

Mr. Brophy, a Montreal born industrialist, came to Ottawa in October, 1951, as a dollar-a-year man to assume the position of Co-ordinator of Production. Mr. Brophy is Chairman of the Board and President of Rogers Majestic Electronics Limited, and has had wide experience in industry.

Representations To Hungary: Ottawa, March 21 (CP) -- The Canadian Government has made representations to Hungary requesting prompt and adequate compensation for Canadian claimants whose property in Hungary has been nationalized.

The External Affairs Department said the representations were made to Hungary in association with the Government of the United Kingdom and the Hungarian Government was told both countries reserve the rights of their citizens with respect to nationalization of property.

The Hungarian Government passed the nationalization decree last February. It affects rented property such as dwelling houses, apartments, villas, business premises, factory buildings, workshop and warehouses.

Newfoundland Premier's Reply To Col. McCormick: Chicago, March 21 (CP) -- Col. Robert R. McCormick, Chicago publisher, called Canadian customs officers "moronic" and Newfoundlanders "half-witted" after he was delayed at Newfoundland's Gander airport yesterday. But his newspaper, the Chicago Tribune, indicated the delay resulted from a switch in Col. McCormick's flight plan.

Col. McCormick's outburst provoked only a mild reaction from Newfoundland's Premier Joseph E. Smallwood, who expressed regret that "a distinguished citizen of the U.S.A. was inconvenienced." Mr. Smallwood expressed hope Col. McCormick would return to Newfoundland and "see Newfoundlanders under happier circumstances."

The 72-year-old publisher landed at Gander at 3 a.m. Thursday after a 20,000-mile flight in his personal plane to South Africa, Africa and Europe.

Across Canada: Army Headquarters has announced that Korean veterans who volunteer will be accepted for a second year's service in the Far-East battle area. Under the rotation plan, soldiers in Korea are eligible for return to Canada after 12 months' service. Those who wish to remain beyond the 12-month period can do so at the discretion of the Commander of the 25th Brigade....Last of the Canadian Protestant missionaries in Red China were expected to reach free Hong Kong last weekend. Three United Church missionary families--believed the last Canadian Protestants in Communist China--left Chengtu in West China, March 7 for the coast, C.P. reported from Toronto....Chicoutimi, 140 miles east of Quebec City, has been picked as the site of a projected \$14,000,000 zinc refinery, Premier Duplessis announced on March 21....Premier Duplessis has announced a \$5 monthly increase in the rate of Provincial Government assistance to needy mothers....The Minister of Finance, Mr. Abbott, said on March 21 the federal Government will not permit municipalities to tax its offices and buildings.

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Vol. 3, No. 59

Tuesday, March 25, 1952.

Mr. Pearson On Goal Of NATO: Cleveland, March 24 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said tonight the United States is rightly the "first among equals" in the North Atlantic Treaty Organization.

This, said Mr. Pearson, is because of U.S. pre-eminence in material power and authority.

In a speech at the annual Newton D. Baker Memorial lecture, he added, however, that all partners in the alliance will have to exercise "restraint, comprehension and tolerance."

Canada's special role, he continued, is that of easing relations within the alliance, which he emphasized was formed "not primarily to win a war but prevent one."

NATO's real test is how to use its growing strength.

Mr. Pearson said NATO has a more far-reaching goal than war prevention: establishment of a community structure which will cultivate and strengthen its traditions and move forward to new achievements in science, philosophy and religion.

"The goal of such a society," he said, "strong, varied and secure but not self-centred or exclusive, anxious to profit by contact with other civilizations, is an ideal which can support and encourage us through all the difficulties of the present time."

Mr. Pearson also said that, "operation of a coalition in wartime, as all history teaches, is difficult enough.

"It is more difficult in peacetime when the absence of external danger accentuates the importance of smaller conflicts of interest and advantage between the various allies.

"It is possibly most difficult of all in a time such as the present, of partial or phony peace, when the threat to security is present but when the willingness to strive and sacrifice which accompanies an all-out armed struggle for survival can be maintained only with great effort.

"If we wait until war actually breaks out before we organize military plans--not to prevent it because it will be too late then--but to win it, we have denied the real purpose of our coalition, which is to maintain peace.

"Yet, if we try to build up our armed strength urgently and at once . . . we may get ahead of a public opinion not yet convinced of the necessity for this action or we may yield to exaggerated military counsels and try to do too much too soon.

"There may be consequent dangers to economic and social stability, which in their turn can weaken and even destroy the alliance."

Says Seaway Would Save \$200,000,000 Annually On Steel Bills: Detroit, March 24 (CP) -- The Minister of Transport, Mr. Chevrier, said today North America's steel bill alone will soar \$200,000,000 a year if the St. Lawrence Seaway isn't built.

In a criticism of the "powerful minority groups in the United States" which, he said, have blocked joint U.S.-Canadian development of the seaway and power project, Mr. Chevrier said the increase in steel costs alone would in a few years outweigh the whole cost of the project.

The seaway would eliminate the impending prospect of a \$200,000,000 a year increase in the cost of raw material for steel mills and an even greater increase in the price of final steel products. The reason was that it would make available Labrador iron ore in volume to all Great Lakes districts without such an increase in cost.

Mr. Chevrier listed asseaway saving the \$30,000,000 a year which would not have to be spent in transshipment of grain and other commodities because large ships would be able to penetrate the Great Lakes, a thing they could not now do.

He urged U.S. participation.

T.C.A. Profit At \$3,890,857 Sets Record: Ottawa, March 24 (CP) -- Trans-Canada Air Lines, cashing in on the rapid growth of air transportation made a profit of nearly \$4,000,000 last year in operations covering a 17,000-mile system circling half the globe.

The profit, biggest in the 10-year history of the Government-owned air line, will be used to expand its 47-plane fleet with seven new planes of the conventional piston-engine type at a total outlay of \$11,000,000.

The air line's engineers continue to watch developments in the jet transport field but there are as yet no plans to buy jet aircraft.

The annual report of the air line, tabled in the House of Commons today by the Minister of Trade and Commerce, Mr. Howe, showed a profit of \$3,890,957. This compared with a deficit of \$1,325,206 in 1950.

For the first time in its history T.C.A. made a profit on Atlantic operations, making \$47,231 last year where in 1950 it went \$1,526,412 in the red. The North American profit was \$3,843,726 compared with a profit of \$201,206 in 1950.

The report showed passenger traffic up 20 per cent over 1950, air cargo and air express up 13 per cent and mail by 11 per cent.

G.R. McGregor, company President, said even bigger business is expected this year.

Colombo Plan Discussions At Karachi: Karachi, Pakistan, March 25 (CP) -- The Consultative Committee of the British Commonwealth's Colombo Plan for aiding South and Southeast Asia approved an agenda Monday for its eight-day session here and adopted rules for the conduct of future sessions.

At the opening meeting Monday, Mr. George J. McIlraith, Parliamentary Assistant to the Minister of Trade and Commerce, told delegates the different problems peculiar to Southeast Asia call for a careful selection of co-operative undertakings.

He said Canada's economy at present is "stretched to an extent that the problem of availability of supplies is a stubborn reality which must be faced at every turn."

Canada hopes arrangements can be made for cultural exchange which would prove a "strong factor in bringing about an ever-increasing understanding between our peoples," he added.

Seven New "Bombs" To Fight Cancer: Ottawa, March 24 (CP) -- The Government's Eldorado Mining and Refining Ltd. is going into the cancer-fighting business in a big way.

Officials said today they are building in Ottawa seven more of the \$48,000 cobalt-60 beam-therapy units like one in London, Ontario.

The equipment, nicknamed the cobalt bomb, is assured of markets in Canada, the United States and elsewhere and more will be produced when the current seven are finished. The bomb is being built and sold on a commercial basis by the Crown firm which produces and refines Canada's uranium.

Across Canada: Mr. John Diefenbaker's annual motion for a Canadian bill of rights won support yesterday from members of the Liberal and the C.C.F. parties in the House of Commons....A select committee of the Ontario Legislature may be named to study the entire problem of Great Lakes' water levels and lakeshore erosion with a view to preparing a brief for submission to the proper authority, Premier Frost said yesterday....The present-day submarine is a far more dangerous enemy than the Uboat of the Second World War, chief of the naval staff, Vice-Admiral Mainguy said in Toronto last night....A budget for record expenditures on ordinary account of \$49,099,000 in the coming fiscal year and a surplus of almost \$500,000 were announced in the Manitoba Legislature....Professor Norman John Berrill of McGill University, and John Hubert Craigie, Associate Director of Canada's Department of Agriculture, have been elected Fellows of the Royal Society, Britain's oldest scientific group.

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Vol. 3, No. 60

Wednesday, March 26, 1952.

External Affairs Debate Ottawa, March 25 (CP) -- The C.C.F. broke up the House of Commons' all-party solidarity on foreign affairs today by moving non-confidence in the Government concerning handling of the economic aid under the North Atlantic Treaty.

The surprise motion asked the House to censure the Government for "failure to take effective steps" to implement the treaty article calling for economic collaboration among NATO countries.

The motion contained no criticism of the defence pact itself. Nor was it critical of the military side of Canadian participation.

It was a follow-up to sharp criticism of Canada's part in economic collaboration under NATO voiced in the last fortnight by C.C.F. spokesmen. That criticism came under return fire in the House a few days ago from Mr. Pearson.

The non-confidence motion, first any Opposition group has brought against the Government involving the North Atlantic Treaty, was proposed by Mr. Percy Wright (C.C.F.--Melfort) during a continuing foreign-affairs debate.

Mr. Wright, calling economic aid to the Western European countries as important as military help in combating Russian expansion, said Canada has made only a "miserable contribution."

He was critical specifically of the Government's disinclination to give raw materials to the treaty countries. Other countries such as France and England had lowered their living standards by using their raw materials against communist aggression, while Canada followed a "cash-on-the-barrelhead" policy.

Earlier, Mr. Jean Lesage, Parliamentary Assistant to Mr. Pearson, reported on the recent United Nations General Assembly meeting in Paris and called for continued "full support to the U.N."

Mr. Howard Green (PC--Vancouver-Quadra) renewed his appeal for Canadian participation in a Pacific defence pact similar to the Atlantic Treaty. It could be a matter of life or death for Canadians on the Pacific Coast.

Mr. Victor Quelch (SC--Acadia) was critical of the way the Korean U.N. intervention has operated, saying the "simple expedient of destroying a people to liberate them . . . cannot be justified."

In moving his non-confidence motion with the backing of his party generally, Mr. Wright said military defence under NATO is not enough, and economic aid must be an important part of the defence of free society.

How, he asked, could the European partners in the treaty carry out their share of military defence without raw materials?

To build a military machine at the expense of economic stability, Mr. Wright said, would be "playing directly into the hands of the enemy."

It was necessary to take out both economic and military insurance against Russian aggression.

"The Government has failed to take out an insurance policy on the economic front," Mr. Wright said. "That is our objection--that it is putting all the eggs in the basket of military defence."

Mr. Pearson On NATO Programme: Toronto, March 26 (Globe) -- The Secretary of State for External Affairs, Mr. Pearson, said yesterday that the military and economic programme drafted at the recent NATO Council meeting in Lisbon was the very minimum needed to strengthen the West against aggression.

At the same time he warned that criticism of the alliance, coming from member nations, must be tempered with a regard for NATO's strongest weapon--its unity.

He told a luncheon meeting of Osgoode Hall students that those who publicly criticize NATO without a full regard to the facts or the necessity of keeping the alliance together, were doing their country and NATO a disservice.

Reviewing the military build-up planned at Lisbon, he said: "Fifty divisions by the end of 1952 doesn't seem to be a very exorbitant demand on the economies of the countries involved in the face of the Russian military might which can express itself immediately."

It was vital, he said, to maintain a proper balance between economic and military commitments, particularly in Europe, and for all North Atlantic nations to take stock regularly of their ability to pay.

Supplementary Estimates \$246,563,813: Ottawa, March 25 (CP) -- Supplementary estimates totalling \$246,563,813 were tabled today in the House of Commons by the Minister of Finance, Mr. Abbott.

The figure brought the total estimated expenditure for the current fiscal year to \$3,977,151,650. The year ends March 31. Preliminary estimates, tabled last week, set 1952-53 expenditures at \$4,335,796,809.

The supplementaries, covering expenditures unforeseen when the main estimates were made more than a year ago, included \$1,500,000 in assistance for Canadian apple growers.

Bulk of the amount -- \$1,200,000 -- will go to apple growers of British Columbia. The remaining \$300,000 will go to Nova Scotia.

The Government asked Parliament for \$15,031,996 to cover the 1951 deficit of the Government-owned Canadian National Railways.

A vote of \$48,000 also appears to defray the initial cost of producing and distributing the National Film Board's film story of the Royal tour. The total cost is expected to be recovered from revenue.

A total of \$665,000 was marked to provide compensation to farmers for animals slaughtered as a result of the outbreak of foot-and-mouth disease in Southern Saskatchewan.

The largest items listed covered Government contributions to the civil service superannuation fund. The amounts, totalling \$102,943,977, were to put the fund on a sound accounting basis.

A sum of \$57,000,000 was earmarked for transfer to the old-age security fund. It represented the amount that old-age security payments of \$40 a month to all 70 and over have exceeded contributions to the fund.

The deficit was anticipated since collections from social-security taxes are not expected to hit their stride until the middle of this year.

Under External Affairs, was an amount of \$825,000 to provide for a gift of wheat to ease famine in Greece.

A sum of \$1,000,000 was marked for additional work on the atomic project at Chalk River, Ontario.

Meat Price Plan Readied: Ottawa, March 25 (CP) -- A federal plan to stabilize beef as well as pork prices will be disclosed before provincial Agriculture Ministers or their representatives in a federal-provincial conference to open here April 2.

The Minister of Agriculture, Mr. Gardiner, told a joint meeting of three Ottawa Kiwanis Clubs today that the federal plan now is under preparation for submission to the provincial representatives at that time. No details were disclosed.

He said also that he hopes to "assure everyone" in 10 days' time that Canada has become free of foot-and-mouth disease, but added that he will not press the United States to remove its embargo on Canadian livestock and meats until another two or three months of "cleaning process" have gone by.

Across Canada: In the first of the National Hockey League play-off games for the Stanley Cup last night, Montreal Canadiens defeated Boston Bruins in Montreal by a score of 5 to 1, while Detroit Red Wings defeated Toronto Maple Leafs 3 to 0 at Detroit....A new attack on Parliament's granting of divorces was launched in the House of Commons last night by the C.C.F. party. Members held up passage through the Commons of the first sessional batch of divorces from Quebec and Newfoundland....Mr. H. Rupert Bain, 54, President of the National Life Assurance Company of Canada and millionaire Toronto financier, died yesterday in Mexico.

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Vol. 3, No. 61

Thursday, March 27, 1952.

Hope For End Of U.S. Embargo By September: Ottawa, March 26 (CP) -- The Canadian Government will probably ask the United States to lift its embargo on Canadian livestock and meats by September 1 next, providing there are no further outbreaks of foot-and-mouth disease before that date, it was learned today.

This information is expected to be passed along to provincial Agriculture Ministers when they meet here on April 2 to study a federal plan to stabilize meat prices, probably under a federal surplus-purchasing system.

The U.S. already has agreed to lift its embargo against Mexican livestock on that date, providing that there are no further outbreaks of the disease in Mexico before that date, and Canadian officials feel confident the U.S. will do the same for Canada.

Under the U.S. tariff law, the U.S. Secretary of Agriculture can lift the embargo 60 days after he feels certain that the disease has been eradicated.

Mr. Claxton On UN Role In Korea: Toronto, March 26 (CP) -- The Minister of National Defence, Mr. Claxton, said tonight the action taken by the United Nations in Korea is in the truest sense police action to stop international gangsterism.

Canadian and all other UN forces fighting there, he said, are "international police charged by the free nations of the world with the job of stopping these armed gangsters."

"Just like city police, they have set back gangsterism in Korea and everywhere else. Had the step not been taken, gangsterism would have advanced in Korea and everywhere else."

The Minister made the statement in a speech prepared for delivery to a Canadian Red Cross Society dinner given for a team of eight women Red Cross welfare workers soon to leave for Japan.

Mr. Claxton urged all Canadians to donate blood to the Canadian Red Cross blood drive.

Trades And Labour Congress Submissions: Ottawa, March 26 (CP) -- The Trades and Labour Congress of Canada asked the Government today for a wide series of measures to combat unemployment and advance labour's interests in the social and economic fields.

The Prime Minister, Mr. St. Laurent, replying to the annual legislative submission of the Congress at a meeting of the Cabinet and T.L.C. officers, made no specific commitment on any of the 28 points advanced by spokesmen for the 500,000-member labour body.

The Prime Minister indicated there will be no implementation--at least for the present--on such Congress demands as a national health-insurance scheme, higher pensions at a lower age, subsidized low-rental housing, a Canadian bill of rights and federal aid to primary and secondary education.

Other recommendations were:

1. Immediate and substantial use of the Government "on the shelf" programme of public works to take up the slack of unemployment.

2. Cutting off of immigration in the winter unemployment season and generally tailoring immigration to employment opportunities.

3. Tighter restrictions on the "dumping" of cheap foreign goods, claimed by unions to have created unemployment in the needle and textile trades.

4. Reimposition of price control, with the Congress claiming other Government measures pointed at inflation -- such as credit restrictions -- had resulted in throwing people out of work.

Pensions Increase For Veterans: Ottawa, March 26 (CP) -- The biggest overhaul of war veterans allowances--the so-called burnt-out pensions--since the war is due for parliamentary study shortly.

The Minister of Veterans Affairs, Mr. Lapointe, gave notice on the House of Commons order paper today that he has a bill ready which will make at least four changes in the current set-up.

1. Increase the allowance rates which now have maximums of \$40 and \$70 a month for single and married recipients, respectively. He didn't say what the boost will be but it is understood they will put the ceilings in the neighbourhood of \$55 and \$90.

2. Increase permissible income. Single recipients now are allowed a total income of \$610, including the \$480 allowance, before the allowance is cut. The married maximum is \$1,100. Both totals will go up.

3. Assist veterans "who may be employable to some degree." This looks like a fairly-important departure to avoid penalizing veterans who can pick up seasonal jobs but still need help otherwise.

4. Increase the pay of the six members of the Allowance Board.

Interprovincial Livestock Embargoes; Ottawa, March 27 (CP) -- A legal dispute over interprovincial livestock embargoes is threatening between at least two provinces and may encompass others, but the federal Government is staying clear of the issue and likely won't take active part.

Alberta, angered by British Columbia's reluctance to lift its embargo against Alberta meats and Southern livestock, indicated Wednesday it will seek a quick court test of the embargoes imposed as a result of foot-and-mouth disease in South Saskatchewan.

A provincial Government spokesman at Edmonton intimated that the Government may send a test shipment of cattle into B.C. without first obtaining a B.C. import permit. The Pacific province either would have to prosecute the shipper or waive enforcement of its embargo.

At Victoria, Mr. Harry Bowman, British Columbia's Agriculture Minister, indicated that Alberta will have a fight on its hands. He said any challenge by the Alberta Government will not bring any change in B.C. Government policy.

Across Canada: The Government was urged in the House of Commons yesterday by Mr. Herridge to call a federal-provincial conference on conservation with a view to establishment of a national policy on soil, forest and water conservation and land use in Canada....The Air Force has adopted new fire-fighting equipment which an expert says will give airmen a considerably-better chance of being rescued from crashed and burning planes....A new chapter of Canadian history was revealed at the Canadian Club yesterday. Dr. Viljalmur Stefansson, noted Arctic explorer revealed how Canada once owned strategic Wrangell Island off Soviet Siberia. Dr. Stefansson, told of a secret Canadian Naval expedition to the far north to establish Canada's claim to Arctic islands. Among those occupied was Wrangell Island, the Ottawa Citizen reported Mr. Stefansson as saying.

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Vol. 3, No. 62

Friday, March 28, 1952.

External Affairs Debate: Ottawa, March 27 (CP) -- Mr. George Drew, Progressive Conservative Leader, said tonight in the House of Commons that Canada should take no part in any secret arrangement to hand over Formosa to the Chinese Reds once settlement in Korea is reached.

Joining a lengthening foreign policy debate, he protested that any such arrangement would be the same as the "appeasement" policy of Munich, when the German Sudetenland was given to Hitler.

"The principle is the same," Mr. Drew suggested.

He said that Mr. Pearson earlier in the debate left the "implied" suggestion that the Canadian Government might be prepared to consider such a Formosan arrangement.

The Minister did that, Mr. Drew suggested, when "he made it clear that he did not believe that any consideration should be given to the possibility of handing over the island of Formosa to the Communist Government while it is continuing aggression in Asia."

Mr. Drew suggested the Minister left the impression that the Canadian Government would be ready to consider turning Formosa over to the Reds once the aggression ended.

"This is not a situation that has anything to do with support of Chiang Kai-shek," said Mr. Drew.

It had to do with the 8,000,000 people living on Formosa before Chiang fled to the island.

The suggestion made by Mr. Pearson could be "most evil and dangerous."

Mr. Drew also said that his party will not support a C.C.F. motion of non-confidence in the Government on its handling of economic aid under the North Atlantic Treaty.

While he criticized some foreign affairs matters, he said the C.C.F. motion could be interpreted outside Canada as meaning the House is not fully behind a policy of collective action to maintain peace by strengthening the treaty nations.

His party could not be placed in the position of supporting such an amendment, Mr. Drew said, though he did not go along with a suggestion from government supporters that C.C.F. policy was skirting the communist line.

A Progressive Conservative today suggested that the Canadian Government press for full German partnership in the North Atlantic Treaty Organization.

Mr. Rodney Adamson (PC--York West), who visited Germany and other European nations last year, said:

"If we have to fight, we had better have people on our side who know how to fight."

If Canada had an overseas policy, it must be to ally herself with those nations which had had experience with Soviet aggression and would be willing to fight the Communists.

Exports Increase \$77,000,000 In February: Ottawa, March 27 (CP) -- Sparked by a big revival in automobile sales, Canada's exports jumped \$77,000,000 during February to \$313,400,000--the 10th successive month in which values exceeded the \$300,000,000 mark.

Automobile sales soared to \$16,651,000, up \$15,800,000 from \$863,000 in February last year to help boost total exports by more than 30 per cent from \$235,800,000 a year ago, the Bureau of Statistics reported today.

The big boost in vehicle sales, second in two months, pushed total automobile exports for the January-February period to \$32,658,000 -- a tremendous advance from \$1,612,000 in the same period last year.

But automobiles were not alone in big export strides made by Canada, in spite of a rash of import restrictions imposed by many of her world customers.

Wheat climbed \$13,000,000; newsprint almost \$9,000,000; nickel, \$6,000,000; zinc, \$7,600,000; farm implements, \$5,000,000.

Ambassador Of Peru: (Press Release No. 17, March 27) -- The Department of External Affairs announced on March 27 that Mr. German Fernandez-Concha had presented to His Excellency the Governor General at Government House his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of Peru to Canada.

Canadian Congress Of Labour Submission: Ottawa, March 27 (CP) -- Improvements in social welfare will continue in Canada regardless of what party comes to power in future, the Prime Minister, Mr. St. Laurent, told the Canadian Congress of Labour today.

However, the Prime Minister rejected a request for higher old-age pensions at a lower age. While that is desirable, he said, Canada cannot afford it in this period of high defence spending.

The Prime Minister was addressing a big delegation from the 360,000-member Congress making its annual legislative submission to the Government. Yesterday, the Trades and Labour Congress of Canada presented its brief.

As in his reply to the T.L.C., Mr. St. Laurent was generally non-committal on the wide series of requests for Government measures made by the C.C.L.

He did, though, reject a call for reimposition of direct price controls and subsidies as a means to hold down living costs.

Mr. St. Laurent said the Cabinet does not believe in price controls at this time and cannot do what it does not believe in. He said other countries envy Canada's prosperity, and this country's people are as well off as any in the world.

Another Polish Note Regarding Relics: Ottawa, March 27 (CP) -- The Department of External Affairs said today that Communist Poland has delivered another note about Canada's possession of the Polish relics.

Mr. Pearson's reaction was "no comment." An official source said the note will be "looked into" and answered in due time, probably with a reiteration of Canada's stand that the federal Government is not responsible for the national treasures brought here early in the last war for safe-keeping.

The Government's position is that Poland is free to take action in the Canadian courts in an attempt to recover the priceless and ancient relics.

The Poles, in a note delivered to the Canadian Embassy in Warsaw, rejected this stand with "indignation" and demanded immediate return of the treasures. They also contended again that they are being moved about and deprived of proper care.

Across Canada: In the Stanley Cup hockey playoffs last night, Detroit defeated Toronto at Detroit 1 to 0, while Canadiens defeated Boston at Montreal 4 to 0....A Saskatchewan legislative bill to "ensure fair remuneration to female employes" was printed yesterday. It provides that female employes must be paid at least as much as male workers if the work is of a comparable nature and done in the same establishment....Mr. John G. Diefenbaker, (PC-Lake Centre) suggested a \$100,000,000 gift to Britain as part of a three-point programme to strengthen Britain and the Commonwealth. He told the Empire Club of Toronto: "This is not charity but business, not charity but common sense."

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Monday, March 31, 1952.

International Wheat Council Delegates: Ottawa, March 28 (CP) -- A three-man Government task force, bolstered by five Prairie farm representatives, will leave for London shortly to negotiate a new international wheat agreement, the Trade Department announced today.

The delegation will meet with officials of some 40 countries at a meeting of the International Wheat Council which opens in London April 17. The Canadian group likely will leave Canada April 9.

Heading the Canadian negotiators, which are expected to demand a higher price for Canadian wheat, will be Mr. M.W. Sharp, Associate Deputy Minister of Trade.

Alternative delegates will be Mr. W.C. McNamara, Assistant Chief Commissioner of the Canadian Wheat Board, and Mr. C.F. Wilson, Director of the Trade Department's Wheat and Grain division.

These five wheat-producer representatives will serve as advisers: Mr. J.E. Brownlee, President of United Grain Growers, Limited; Mr. Wes Coates, a director of the Saskatchewan Farmers' Union; Mr. W.J. Parker, President of the Manitoba Wheat Pool; Mr. Ben Plumer, Chairman of the Alberta Wheat Pool; and Mr. J.H. Wesson, President of the Saskatchewan Wheat Pool.

The International Wheat Agreement, under which Canada exports most of its wheat, does not expire until July 31, 1953, but member countries meet a year before expiry to negotiate terms for extension and renewal of the four-year pact.

25th Believed In Tough Fighting: Ottawa, March 28 (CP) -- Canada's 25th Brigade is believed engaged in the toughest Korean fighting encountered in at least the last three months.

Army Headquarters here agreed with that interpretation of a rash of casualty lists, but a spokesman said Headquarters could shed no light publicly on what is going on.

The basis for the belief was the Army's 99th casualty list of the Korean War, issued today, and the fact that it was the third in three consecutive days.

In those three days Headquarters reported 35 casualties, nine men killed, 25 wounded and one injured in action. The spokesman said that indicates action tougher than anything since December.

Minister Of Cuba: (Press Release No. 18, March 28) -- The Department of External Affairs announced on March 28 that Mr. Delfin H. Pupo y Proenza had presented to His Excellency the Governor General at Government House his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of Cuba to Canada.

Quebec Power Development: Quebec, March 28 (CP) -- One of Quebec's great St. Lawrence north shore rivers--the Bersimis--will be harnessed to supply electric power to Gaspé Peninsula's young mining development.

Premier Duplessis told his regular press conference today that the Quebec Government has leased the 1,000,000 horsepower potential of the 175-mile river, which flows into the St. Lawrence roughly 40 miles west of Baie Comeau, to the Quebec Hydro-Electric Commission.

Under terms of the lease the Commission must survey the river's hydro-electric water potential and pick a site for a dam and power plant in the next two years.

Construction of the dam and power plant must begin after the survey is complete. Between 150,000 and 200,000 horsepower will be produced to start with.

Four underwater power supply cables will be laid across the St. Lawrence River -- 40 miles wide at that point -- to Gaspé Peninsula.

The cables will be laid from the mouth of Outardes River, 10 miles from Baie Comeau, to Les Boules, east of Matane.

Highway Transport Control: Ottawa, March 28 (CP) -- Federal Cabinet Ministers today expressed doubt that the Government will assume control of any phase of highway transport.

The Minister of Trade and Commerce, Mr. Howe, and the Minister of Transport, Mr. Chevrier, gave this view on the issue, under controversy for a long time among rail interests, the highway-transport industry and some of the provincial governments.

They suggested it might be impracticable to take control of inter-provincial and international highway trucking, even though the Supreme Court of Canada ruled last year these were in federal jurisdiction and the Royal Commission on Transportation recommended this control.

The Ministers were talking to the Dominion Joint Legislative Committee of the Railway Transportation Brotherhoods.

Mr. Duplessis On Natural Gas Supply: Quebec, March 28 (CP) -- Premier Duplessis said today a Texas firm and an Alberta firm want to export natural gas to this Province, but Quebec has decided that if any is to be imported, it will come from Alberta.

The Premier told his weekly press conference that representatives of the U.S. and Canadian pipeline construction firms had been in touch with him.

He said nothing had been decided yet on whether pipelines will be built into Quebec.

But he said Quebec preferred to import gas from Alberta because it would support a Canadian industry.

Immigration In Winter: Ottawa, March 28 (CP) -- The Minister of Citizenship and Immigration, Mr. Harris, said today experience has shown it is not possible or desirable to stop all immigration to Canada in winter.

Anyone, he told the House of Commons, could argue that the flow of immigrants should be stopped from October until April, the months of peak unemployment in Canada.

But farmers, for instance, wanted help available in April that had to be brought in during winter.

Across Canada: In the Stanley Cup hockey playoffs, Detroit defeated Toronto 6 to 2 in Toronto on Saturday to take a 3 to 0 lead in their best-of-seven semi-finals, while Boston defeated Montreal 4 to 1 in Montreal on Sunday, leaving Montreal leading in their series two wins to one loss....Mr. Ross Thatcher (CCF--Moose Jaw) said in the House of Commons the federal Government should take immediate steps to test the validity of provincial embargoes against western livestock....A special session of the Red Deer, Alta., City Council Saturday endorsed the general plan whereby International Resources Ltd. of Seattle will proceed with initial steps to construct a \$13,000,000 pulp plant....Alberta Government officials said a \$3,000,000 steel mill will be built in Alberta, the start of what is hoped will be a growing iron and steel industry in the Province....Lt.-Cmdr. J.H. Bovey, R.C.N., of Montreal, has been appointed to command the destroyer H.M.C.S. Crusader.

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Vol. 3, No. 64

Tuesday, April 1, 1952.

1952 Investment Programme \$5 Billion: Ottawa, March 31 (CP) -- Canada's 1952 investment programme is shaping into a peak \$5,003,000,000 prosperity - making project with greater emphasis on federal Government spending.

The Minister of Trade and Commerce, Mr. Howe, tabling his annual forecast for public and private investment in the House of Commons today, estimated that the programme--key to prosperity -- will be boosted by \$422,000,000 from the previous high of \$4,581,000,000 in 1951.

The 44-page report forecast a \$227,000,000 increase in federal Government expenditures, compared with a rise only of \$171,000,000 by private business.

Provincial governments plan to boost their capital investment programmes by about \$12,000,000 and municipal governments by \$11,000,000.

The forecast contained an indication of these trends:

1. A big part of the increase for capital investment is not for consumer goods but for defence and defence-supporting industry.
2. Spending for new housing construction is expected to be down 10 per cent from 1951.
3. The total sum to be spent by the manufacturing industry for expansion is expected to be slightly higher, but this is mostly because of higher prices. Outlays for manufacturing in most of the big cities, with the exception of Victoria, Toronto, Hamilton and Saint John, N.B., are expected to decline.

Total investment by private business is forecast at \$3,545,000,000, up from \$3,373,000,000 last year. Investment by all governments -- federal, provincial and municipal -- is expected to increase to \$1,458,000,000 from \$1,208,000,000.

In addition, some \$2,000,000,000 will be spent for repairs and maintenance of machinery and buildings owned by industry and governments.

The forecast of a \$5,003,000,000 capital - investment programme is exclusive of any spending by the Defence Department on military equipment. If realized, it will exceed last year's total by nine per cent, but only about one-half of this will be in volume expansion.

Atomic Energy Possibilities: Ottawa, March 31 (Globe) -- Two optimistic forecasts for the industrial application of atomic energy were related in the House of Commons today by the Minister of Trade and Commerce, Mr. Howe.

They were:

1. Dividends from the isotopes field alone may well repay all the money spent for atomic energy.
2. The first atomic energy power plants in commercial use may be operating in Canada, the United States and Britain within 10 years.

Mr. Howe spoke about the transfer of the assets of the Chalk River atomic energy establishment to a new Crown company called Atomic Energy of Canada Ltd.

\$27,000,000 Of Enemy Property Held: Ottawa, March 31 (CP) -- Canada's custodian of enemy alien property is speeding settlements, but still holds assets with an estimated market value of \$27,000,000.

The assets, belonging to former enemy countries and individuals, include cash, bonds and securities, gold and real estate. A total of \$8,000,000 of these assets was settled during 1951.

The report of the office of the custodian was tabled today in the House of Commons.

Farmers Receive \$311,449 For Cattle Slaughtered: Ottawa, March 31 (CP) -- The Minister of Agriculture, Mr. Gardiner, said tonight the federal Government has authorized the payment of \$311,449 to Saskatchewan farmers for animals slaughtered since the outbreak of foot-and-mouth disease.

He told the House of Commons that the Cabinet has approved the recommendations of a board established in Regina to fix compensation to farmers whose animals were slaughtered.

The amount covers compensation for 1,061 cattle, 127 swine, 97 sheep, one goat, a number of hens and 13,000 eggs, all destroyed since the foot-and-mouth outbreak.

Prairie Farmers To Sow More Wheat: Ottawa, April 1 (CP) -- Preparations for spring planting are under way although in most parts of Canada it still is too early for farmers to get on the land.

A Canadian Press survey today showed farmers and agricultural experts generally optimistic about the outlook. The season's activities will be launched about as early as usual in most regions.

Both Alberta and Saskatchewan Agriculture Department spokesmen predict that Prairie farmers will sow more wheat this year than last, perhaps five per cent more in Saskatchewan.

Across Canada: More than 14,000 immigrants arrived in Halifax from Europe during March, totalling 31,600 since January 1, the Canadian National Railways reported yesterday....Flood waters still ravaged low-lying areas of Medicine Hat, Alberta, as civic authorities said that the repair bill will probably be about \$50,000 to \$100,000. Officials reported that "the worst is yet to come."....The federal Government predicted yesterday that an improvement in Canada's building material supplies this year will permit completion of "practically all" planned construction....While gross revenues of Canadian Pacific Railway Co. were 13 per cent greater than in 1950 at a record total of \$429 million in 1951, the ratio of net to gross earnings at 6.3 per cent was the lowest in 27 of the past 29 years and the rate of return earned on investment dropped to 2.4 per cent from 3.5 per cent in 1950. These facts are cited in the 71st annual report of the railway to shareholders....By a standing committee vote of 81 to 8, the Commons defeated a C.C.F. move to reduce to \$1 a Government appropriation of \$21,000 to reimburse Lieutenant-Governors for their costs of travelling and hospitality....Dr. Lotta Hitschmanova, executive director of the Unitarian Service Committee of Canada, announced that 500,000 pounds of Canadian flour will leave New York for Greece April 5.

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Vol. 3, No. 65

Wednesday, April 2, 1952.

Mr. Pearson On NATO Objectives: Ottawa, April 1 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said today that the North Atlantic Treaty Organization is aiming to build up enough armed strength by the end of 1954 to halt an invasion of Europe.

He indicated that the defensive alliance expects by that time to have a land force of 110 to 115 divisions. The goal of 50 divisions by the end of this year is "firm;" goals for 1953 and 1954 are subject to review.

In a 95-minute House of Commons speech devoted largely to replying to Opposition questions put to him earlier in a lingering foreign-policy debate, the Minister made these other points:

1. For the next three years, Canada has no further military commitments to NATO beyond the already-announced intention of supplying an Army brigade and 12 squadrons of R.C.A.F. fighters.

2. Canada has no new or additional commitments in Korea, where the United Nations still hopes to repel aggression to prove to the aggressor that it does not pay.

3. Canada has no secret "under-the-table" diplomatic deals with regard to Formosa or any other country.

4. The question of whether or not Formosa should be handed to Red China should be left open until steps are taken to settle Asian problems.

5. Since 1945, Canada has extended \$2,430,000,000 of foreign aid to other countries.

6. The time has not yet arrived to consider the establishment of a Pacific pact.

Mr. Pearson spoke after Stanley Knowles (CCF -- Winnipeg North Centre) defended a CCF motion of non-confidence urging the Government to place greater stress on NATO provisions for non-military economic co-operation.

Reporting on the Lisbon meeting of NATO, the Minister said the security alliance is approaching the "most difficult period" in its build-up of strength, a time when the burdens were becoming heavy on its member states.

It was the period "when the sense of immediate crisis has eased somewhat in Europe and when the economic and financial burden of the collective security programme which has brought about this easing, is becoming heavier."

Mr. Pearson said he should not be expected to disclose the order of battle of every division to be put up by other NATO countries. Nor, he felt, should he be asked to disclose the cost of the NATO programme. The programme for 1952 was firm, but the proposals for 1953 and 1954 were subject to review. It would be impossible to give the "wildest" guess of the cost during the next few years.

As for targets, NATO plans, as announced, to have 25 divisions in active service by the end of this year with another 25 capable of being put into service within three to 30 days after mobilization.

As for Canada's commitment, it remained at a brigade group, 12 R.C.A.F. squadrons and some naval forces--all by the end of 1954. She had been asked for no further commitment. In addition, she was extending \$325,000,000 of mutual aid this year.

Mr. Pearson On Aid To NATO Allies: Ottawa, April 1 (CP) -- Canada was asked to contribute \$475,000,000 in mutual aid to the North Atlantic Treaty Organization in 1952-53, but the Canadian Government decided to reduce the amount to \$325,000,000.

Mr. Pearson said today in the House of Commons that a committee of "Three Wise Men" established by NATO had suggested that Canada contribute \$475,000,000 in mutual aid.

"The Government considered these proposals of the Three Wise Men," said Mr. Pearson, "and decided that in the present circumstances the amount was too high; too high in relation to our balance of payments, which is already supported by borrowing abroad at a rate in excess of \$600,000,000 a year, and indeed too high in relation to the United States itself."

Mr. Pearson added in part:

"Indeed those figures might have meant that Canada would have been budgeting for foreign aid in larger proportion than other great national bodies such as the United States, and this despite the far greater per capita wealth, the stronger trading position of the United States, and despite its responsibility as a creditor nation and as the leader of our coalition...."

Living Cost Under Control, Says Mr. Howe: Ottawa, April 1 (CP) -- The Minister of Trade and Commerce, Mr. Howe said tonight that Canada at last appears to have inflation "under control," but he feared the demands of organized labour "may upset the applecart."

He urged delegates to the National Federation of Liberal Women to carry the message back to labour in their various regions "not to rock the boat" and produce another wave of climbing prices by excessive wage demands.

Mr. Howe said that the next report of the cost-of-living index will show another decline which will push back prices to where they were last August.

Queen Juliana In America: Gander Airport, Nfld., April 1 (CP) -- Queen Juliana of The Netherlands landed here at 6:40 p.m., A.S.T., today, her first stop on this side of the Atlantic in a combined trip to the United States and Canada.

Travelling with her are her husband, Prince Bernhard, Dutch Foreign Minister Dirk U. Stikker, and 11 others.

A main purpose of her trip is to say "thank you" for American aid to The Netherlands since the war.

In Washington, where she will make a three-day state visit, the Queen will be the first guest of President and Mrs. Truman in the rebuilt White House.

Her programme there includes a speech to Congress, visits to Mt. Vernon and Arlington National Cemetery, three receptions and two state dinners--one given her by the President, the other her bread-and-butter party for the Trumans.

After three weeks in the U.S., Queen Juliana is to spend a week's private visit in Canada.

Across Canada: Mr. A.R. Mosher, President of Canadian Brotherhood of Railway Employees (CCL), yesterday brought suit for unstated damages for libel against Mr. James E. McGuire, expelled Secretary-Treasurer of the big railway union, the Canadian Press reported from Ottawa....Detroit Red Wings defeated Toronto Maple Leafs 3 to 1, for their fourth straight victory in the Stanley Cup hockey semi-finals in Toronto last night, eliminating the Toronto club.

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Vol. 3, No. 66

Thursday, April 3, 1952.

External Affairs Debate: Ottawa, April 2 (CP) -- By a vote of 172 to 21, the House of Commons today defeated a C.C.F. move for formal censure of the Government concerning the handling of economic aid to the countries of the North Atlantic Pact.

The count was taken on a surprise non-confidence motion, injected into a foreign-policy debate last week by Percy Wright (CCF--Melfort), calling for censure of the Government for "failure to take effective steps" to implement Atlantic Pact provisions for economic collaboration.

The C.C.F. drew support only from the Social Credit group and two Quebec independents, Dr. Raoul Poulin (Beauce) and Mr. P.E. Gagnon (Chicoutimi).

The Progressive Conservatives, whose leaders joined the Secretary of State for External Affairs, Mr. Pearson, in criticizing the C.C.F. for taking a step which might indicate parliamentary cleavage on the basic principle of North Atlantic defence, voted with the Government.

Before the vote was taken Mr. John Diefenbaker (PC--Lake Centre) urged the Government to convene a Commonwealth conference on raw materials and trade with the twin aims of strengthening the Commonwealth and bolstering defences against Communist infiltration.

He also suggested that Canada divert some of its orders for defence materials from the United States to the United Kingdom, and, by way of payment, make badly-needed Canadian food supplies available to the British people.

He said a conference such as he envisaged would give the Commonwealth a chance to take an inventory of raw materials, some of which were running out in parts of the world.

It also might revive the normal channels of Commonwealth trade and give Canada markets for primary products.

Mr. Pearson On NATO: Montreal, April 3 (Gazette) -- Russia fears unity of western powers more than their strength, the Secretary of State for External Affairs, Mr. Pearson, said here yesterday.

Russia has displayed this fear, he told Women's Canadian Club, by trying to undermine the efforts of NATO.

"Safety and only possible safety for the west as far as material strength is concerned is through collective action," said Mr. Pearson.

"Our first aim should be to get strong collectively. The United Nations is the ultimate machinery for collective action, but many hopes for the U.N. have diminished to discouragement and disillusionment.

"It has become the battlefield for the cold war and we can't expect it to guarantee our freedom, although its charter should remain the guiding light of our foreign policy. But as long as it is a battle ground we can't expect it to provide immediate security."

"No country has more to gain through NATO's development or more to lose through its failure than Canada," the Minister said.

There is a strong feeling of improved conditions in Europe, he said. "Some of the feeling of panic has disappeared and the reason for that improvement is greater collective safety."

This collective "coalition," according to Mr. Pearson, "is a very strong weapon toward obtaining and preserving peace and we would be very unwise to cast it aside."

In three years, when NATO's programme is complete and a strong force protects Europe, "no one will dare attack us," he said.

2
Canada's Wheat Sales Almost Doubled: Ottawa, April 2 (CP) -- Canada's wheat sales this year are almost double what they were a year ago.

The Bureau of Statistics reported today that Canada exported 152,700,000 bushels of wheat as grain in the first seven months of the current crop year which opened August 1 last.

This was about 70 per cent higher than the 90,300,000 bushels sold in the same period a year ago, and sales are mounting.

With the International Wheat Council reporting "heavy" sales during March, total purchases by all importing members of the 46-country International Wheat Agreement climbed to 523,200,000 bushels in the period August 1 to mid-March. That was more than 90 per cent of the total wheat they promised to buy in the whole crop year which still has four months to run.

Canada Leading Commonwealth Oil Producer: Edmonton, April 2 (CP) -- The Alberta oil boom, which hit its peak in its fifth year, and Saskatchewan's fast-growing oil industry made Canada the British Commonwealth's leading oil producer in 1951 for the first time.

Canada replaced British Borneo as the top producer. The Petroleum Information Bureau in London, England, today reported Canada's output last year totalled 6,500,000 tons, compared with Borneo's 5,000,000 tons.

The \$90,000,000 interprovincial pipeline, stretching like a great serpent 1,150 miles across the prairies from Edmonton to Superior, Wis., enjoyed its first full year of operation in 1951. That made the big difference.

The Governor General's First Official Visit To Quebec: Quebec, April 2 (CP) -- Governor-General Vincent Massey told Quebecers today that "if Quebec should lose its character, Canadian civilization would lose its significance and prestige."

The new Canadian-born Governor-General made the statement at City Hall during his first official visit here since his appointment.

The one-day visit ended tonight when he left by train for Montreal after a state dinner at Bois de Coulonge, residence of Lieutenant-Governor Gaspard Fauteux of Quebec.

Rigorous Training Period For 27th: Hanover, April 2 (AP) -- More than 6,000 officers and men of the 27th Canadian Infantry Brigade move into the field this week for four weeks of rigorous training.

They are bound for Bunsterlager, training area 60 miles north of Hanover, and will live in the field during the next month.

The 27th, Canada's contribution to North Atlantic Treaty Organization forces will work closely with armoured units, a phase of training they have not yet stressed in Germany.

Across Canada: Canada has virtually completed work on a basic air raid warning system and it will be ready for tests "almost immediately," the Government disclosed in the House of Commons yesterday....The first batch of F86 Sabre jet fighters produced in Canada cost more than \$318,000 apiece, but the price is going down, the Defence Production Department reported yesterday for Mr. M.J. Coldwell, C.C.F. Leader, in a Commons' reply.

NOTE: (The April 2 Daily Airmail Bulletin carried a C.P. report of Mr. Pearson's speech in the House, of which Paragraph 2 was erroneous. What Mr. Pearson said was: "Mr. Speaker, I do not want to give these figures that have not been given yet by other governments and in other capitals; but as everybody knows we have been talking of a plan to be achieved by the end of 1954 which will result in having enough defensive armed strength to halt an invasion, and estimates for that purpose vary between 80, or 110 and 115 divisions. I do not think I can go any further than that.")

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Vol. 3, No. 67

Friday, April 4, 1952.

Defence Debate In House Of Commons: Ottawa, April 3 (CP) -- The official Opposition's military spokesman contended today that Canada's 27th Brigade is ill-equipped to play the role assigned to it in Europe and suggested that the Army may be organized along out-dated lines.

He also argued that it is time Canada had two modern naval aircraft carriers instead of one which can't handle jet planes and said arms standardization appears to have misfired badly.

Those assertions came from Maj.-Gen. G.R. Pearkes, V.C., (PC--Nanaimo) as he answered a 90-minute speech by the Minister of National Defence, Mr. Claxton, in a tranquil opening of the first big defence debate of this Parliamentary session.

Mr. Claxton reported that Canada's forces have doubled their strength in the 20 months since Korea started, gave a breakdown of commitments for the Atlantic Pact forces this year and reported that Canada's military construction and equipment programme should hit the full planned rate about the end of this year.

The Minister climaxed his speech by criticizing the "cautious tribe of yes-but" men who, he said, are starting to qualify their approval of Canada's overseas efforts by all sorts of hindsight decisions.

The Atlantic Pact insurance premium had bought three years of peace--tomorrow is the 3rd anniversary of the treaty signing--but as the West gained time people became less inclined to pay the price.

Gen. Pearkes' suggestion that the Army may be organized along obsolete lines came as he renewed his contention that Canada should have sent a primarily-armoured rather than an infantry brigade to Europe.

Mr. Claxton made these points:

1. Canada is considering boosting the number of British air trainees coming here without increasing air-training facilities. (Most of the 1,400 NATO places in the air training scheme's first year were allotted to the R.A.F.)
2. The forces had 95,300 men at the end of March compared to 47,000 when Korea started. More than 14,000 Canadians now have served in the Far East as a result of the Korean war.
3. Canada's commitments to the Atlantic Pact this year are 24 naval ships, the 27th brigade and four fighter squadrons. The brigade is in Germany. The ships are ready and the only thing that would hold up the air commitment is shortage of airfields.
4. By 1954, Canada will have about 52 warships for NATO, that is about half her fleet.
5. Gave a breakdown of Canada's costs in Germany and Korea.
6. Confirmed that Canadian airfields in Europe will be in both France and Germany around the area of Metz, France, and in the general region of the Saar industrial valley. There will be two in each country and "this means the building of airstrips, the construction of hangars, the providing of maintenance facilities, living quarters, headquarters and communications."
7. Since Korea started, the Navy has commissioned nine ships and launched six, has 27 more on order and 40 awaiting refitting; the Army has built up two new brigades and reinforcements for them; the Air Force has increased the number of squadrons to 24 and is heading for 40 by 1954. Nearly 500 aircraft and 1,300 air crew have been added to the Air Force.

C.N.R. Net Deficit \$15,031,000: Ottawa, April 3 (CP) -- The Canadian National Railways broke records for revenues in 1951, and came up with a \$44,683,000 operating surplus, but its big debt structure forced it into its sixth straight income deficit.

The Government-owned system's net deficit after interest requirements was \$15,031,000, it was shown in the annual report tabled in the House of Commons today by the Minister of Transport, Mr. Chevrier. The deficit was \$3,261,000 in 1950.

The record-setting gross was \$624,834,000, up about \$71,000,000 from the previous top of \$553,831,000 the previous year. But at the same time operating expenses jumped \$86,000,000, going to \$580,150,000 from \$493,997,000.

The net operating surplus of \$44,683,000, based largely on the highest freight-traffic volume in the company's history, was down from the \$59,834,000 of the previous year. The report attributed this in large measure to a wage-bill increase of more than \$33,000,000.

Adaskin Work Olympic Entry: Saskatoon, April 4 (CP) -- The University of Saskatchewan announced Wednesday that "Ballet Symphony," an original composition by Murray Adaskin of Toronto, has been selected as Canada's entry in the Olympic music competitions.

Mr. Adaskin recently was appointed Professor of Music at the University. His composition was selected from entries submitted from all parts of Canada.

Tourist Dollar-Account Deficit: Ottawa, April 3 (CP) -- Canadian tourists' spending abroad last year, cut Canada's tourist-dollar account to a deficit of \$9,000,000 -- the first deficit in a quarter-century or more.

With Canadians showing greater enthusiasm for United States bright lights, clothing, radios and automobile gadgets and parts, spending abroad -- mostly in the U.S. -- climbed to a peak \$280,000,000, the Bureau of Statistics reported today.

While spending in foreign lands jumped \$34,000,000 from \$226,000,000 in 1950, visitors from countries to Canada cut their total spending to \$271,000,000, down \$4,000,000 from \$275,000,000 in the previous year.

The deficit, though small, compares with surpluses in the last quarter-century, ranging from a minimum of \$45,000,000 in 1933 to a maximum of \$145,000,000 in 1948.

Pakistan Officials To Study In Canada: Ottawa, April 3 (CP) -- Twelve junior officers of Pakistan's Civil Service are coming to Canada this month to spend five months' training in public administration, the Trade Department announced today.

The group will take training in the federal, provincial and municipal fields in this country under provision of the Colombo Plan for economic development of South and Southeast Asia. They will also study various aspects of Canada's agricultural industrial and social life.

The party will arrive in Quebec from Calcutta and Karachi via London, April 20.

Across Canada: Premier Angus L. Macdonald announced in the Nova Scotia Legislature that tenders had been called for the \$23,000,000 Strait of Canso cause-way which will join Cape Breton to the Nova Scotia mainland.... The Provinces have tentatively agreed to remove livestock-and-meat embargoes on assurance that federal Government will issue beef price-support within the next few days, informants said according to C.P..... Boston Bruins defeated Montreal Canadiens 1 to 0 in Montreal in the Stanley Cup semi-finals, and lead the best-of-seven series 3 to 2.

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Vol. 3, No. 68

Monday, April 7, 1952.

Mr. Pearson On NATO Birthday: Ottawa, April 4 (AP) -- The Atlantic Pact, in its first three years, has ended the feeling of dismay in the Western world, the Secretary of State for External Affairs, Mr. Pearson, said tonight.

In a CBC broadcast on the Pact's third birthday, the Chairman of the North Atlantic Council looked forward to the day when the West's growing strength would enable it to negotiate settlements with Russia which would ease world tension and lead to disarmament.

He recalled the high hopes of 1945 and the bitter disappointments which led to the signing of the Pact in 1949.

He added in part:

"Three years ago we anxiously faced a world in which bad faith, and the threat or the reality of violence seemed likely to take advantage of what was then our weakness. Now, although we are not free from anxiety, and although our strength must still be increased, we know that, while we and the free peoples with whom we are allied, are still anxious for the future, we are, however, no longer dismayed.

"...It should be clear to all that the forces of NATO will never be used for any aggressive action, and are being built up solely for defensive purposes.

"We sincerely hope that these forces will never have to be employed, and that from our growing strength, we may be able to negotiate political settlements which will relieve the world tension, and lead eventually to agreement for the general reduction of armaments...."

Tuesday Budget Day: Ottawa, April 6 (CP) -- The Minister of Finance, Mr. Abbott, will start reading his Budget speech to the House of Commons at 8 p.m., E.S.T. Tuesday. It will take him possibly an hour to reach the portion of his speech dealing with the taxation program for the year, running from April 1 last to next March 31.

In a departure from customary procedure, Mr. Abbott will table, on Monday, his annual White Paper containing an economic review of the last fiscal year. Ordinarily the White Paper is tabled during his Budget speech.

Atomic Information Release: Ottawa, April 6 (CP) -- Further releases to the public of hitherto secret atomic information have been agreed upon by Canada, the United States and United Kingdom, it was announced today.

It is part of the gradual process of making public atomic information which the three countries no longer feel has to be kept secret for security reasons.

An official said it doesn't represent any significant lowering by the U.S. of the rigid barriers around its atomic secrets. Both Britain and Canada have been negotiating for freer exchange of secret information between the U.S. and themselves.

The new declassification agreed upon last September at one of a regular series of meetings, principally affects data on the nuclear properties of uranium which is necessary in the development and understanding of low-power nuclear reactors or atom-splitting furnaces.

Such reactors can't be used either for atomic weapons or for power.

Living Cost Drop Biggest In Nine Years: Ottawa, April 4 (CP) -- Meat prices, which helped propel living costs to unprecedented levels last year, tapered off sharply during February, pushing the cost-of-living index down 1.7 points, the biggest monthly point drop in nine years, the Bureau of Statistics reported today.

A five-cent-a-pound drop in beef, coupled with other declines in pork and bacon, provided the main forces to override boosts in rents, fuel, furniture and other items, the Bureau said.

This second consecutive monthly decline dropped the index to 189.1 from 190.8 in January and from 191.5 last December, when the index was at the highest point in history. The index is based on 1935-39 prices equal 100.

This was the first two-month-in-a-row drop since 1949, when the index slipped to 161.5 during November and declined again to 161.0 the following month.

The February decline, pushing the living-cost score-board back to where it was last August, was recently forecast by the Minister of Trade and Commerce, Mr. Howe, who also predicted another drop when the March index is completed in about a month's time. The index on September 1 last stood at 189.8, up from 188.9 on August 1.

Curtail N.Z. Cheese Shipments: Ottawa, April 4 (CP) -- The Minister of Trade and Commerce, Mr. Howe, today announced that arrangements have been completed to pare down shipments of New Zealand cheese into Canada.

He said that New Zealand exporters and Canadian importers have voluntarily agreed to cancel shipments of most of the cheese which was ordered from the Pacific island some months ago.

"Out of 1,200 long tons of cheese yet to arrive in Canada, 800 long tons have been cancelled," Mr. Howe said in a statement. A long ton is 2,200 pounds.

The Canadian Government is "grateful" for the co-operation of the New Zealand Dairy Products Marketing Commission and the Canadian trade for the action taken, said Mr. Howe.

Maintenance Of Troops In Germany: Ottawa, April 4 (CP) -- Mr. Leon Balcer (PC-Three Rivers) said today he feels it is unfair for Canada to pay for the maintenance of her troops in Germany.

Speaking in a defence debate in the House of Commons, the Navy veteran of the Second World War said that the United Kingdom, the United States and France all have troops in Germany at the expense of the Germans.

In fact, he said, Canada is the only member of the North Atlantic Treaty Organization which "maintains troops, in any number, at her own expense, outside her own territories."

Across Canada: The North York plant and property of de Havilland Aircraft of Canada Ltd. has been purchased for \$5,000,000 by the federal Government. Announcement of the transaction was made Saturday in Ottawa by Mr. Howe.... A federal-provincial conference the end of April will launch Canada's civil defence program on an advanced phase, it was disclosed here Saturday by Major-General F. F. Worthington.... Montreal Canadians defeated Boston Bruins 3-2 Sunday in a sudden-death overtime in Boston and deadlocked the best-of-seven semi-final Stanley Cup playoff at three-all.



DAILY AIRMAIL BULLETIN

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OTTAWA - CANADA

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Vol. 3, No. 69

Tuesday, April 2, 1952.

Record Budget Surplus Of \$355,737,000: Ottawa, April 7 (CP) -- Budgetary surplus of \$355,737,000 for the 1951-52 fiscal year was reported today by the Minister of Finance, Mr. Abbott. The surplus, sixth in a row for the federal Government since the end of the Second World War, compared with \$211,294,000 in the previous year.

Revenues for the year ended March 31 last, setting an all-time record, totalled \$4,003,111,000 and expenditures \$3,647,374,000. In the previous year revenues were \$3,112,536,000 and expenditures \$2,901,242,000.

The surplus reduced the country's net debt to \$11,077,600,000, a decrease of \$2,343,800,000 from its peak of \$13,421,400,000 in 1946.

The figures were included in the Government's annual White Paper containing an economic review of the last fiscal year. Mr. Abbott, due to present his Budget to the House of Commons at 8 p.m. EST tomorrow, set a precedent by tabling the White Paper a day in advance of his Budget Speech.

In his Budget Speech a year ago, Mr. Abbott forecast a surplus of only \$30,000,000 for 1951-52. Last fall, he revised his forecast and said he believed he would end the year with a surplus of between \$200,000,000 and \$300,000,000.

At the end of nine months of the fiscal year, the surplus had climbed to \$721,000,000. The White Paper did not list the expenditures month-by-month and did not explain what expenses had reduced the surplus from its peak to \$355,000,000 at the end of the year.

A detailed explanation was given for the wide margin between the original forecast of a \$30,000,000 surplus and the actual experience.

Revenues were \$292,000,000 greater than anticipated and defence expenditures were some \$260,000,000 less than estimated.

The original revenue forecast was based on the expectation that the gross national product--the value of Canadian production--would reach \$20,000,000,000. It actually reached \$21,200,000,000. Profits, incomes and imports were all higher than anticipated.

Other points in the 85-page White Paper:

1. Personal income tax yielded an estimated \$980,000,000 in 1951-52, an increase of \$327,700,000 or 50.2 per cent over the previous year.

2. Corporation income tax, again the largest single source of Government revenue, yielded \$1,134,000,000, an increase of \$334,800,000 or 42 per cent over the previous year.

3. Revenue from taxes on cigars, cigarettes and tobacco was \$24,800,000 higher, although the yield from excise duties on tobacco products and alcoholic beverages was \$19,000,000 lower due to reduced sales.

4. Inflationary pressures have been brought under control but international events "could bring about a renewal of direct inflationary pressures that might seriously test our economic defences."

5. Prospects for 1952 indicate "continued high levels of employment and general business activity, without any renewal of overt inflation, and with most of the increased output occurring in defence and defence-supporting sections of the economy."

The year's highest yield from indirect or "hidden" taxes came from the 10-per-cent sales tax. It brought in \$596,000,000, an increase of \$125,400,000 over the previous year.

The sales tax was among the levies which yielded more than was forecast in the budget a year ago. Mr. Abbott obtained \$110,000,000 more than anticipated from personal income tax; \$158,000,000 from corporation income

tax; \$38,000,000 from customs import duties; \$2,000,000 from the sales tax; and \$2,200,000 from settlement of accounts on the excess profits tax, repealed several years ago.

Revenue from excise duties was \$23,000,000 less than forecast in the last Budget. The yield from excise taxes was \$11,000,000 lower and the amount obtained from succession duties was \$2,000,000 lower than expected.

The forecast of revenue from personal income tax was based on an anticipated increase of about 12 per cent in salary and wages during the year. Salaries and wages increased by approximately 17 per cent. Estimates of corporate profits proved to be about 12 per cent too low.

"The actual revenue from excise duties in 1951-52 fell well below the Budget forecast because of a short fall of 24 per cent in the revenue from matured spirits and of 14 per cent in the revenue from the tax on cigarettes," said the White Paper.

Referring to the \$11,000,000-drop in excise taxes, it said:

"This was more than accounted for by the fact that additional revenue from the increased tax on tobacco products was about \$10,000,000 less than expected, and that the revenue from the new tax on stoves, washing machines and refrigerators was also \$5,000,000 short of the \$16,000,000 expected at the time of the budget."

The White Paper reported that Canadians earned \$15,818,000,000 last year and put \$641,000,000 of it into personal savings, boosting total personal savings to \$1,740,000,000.

Criminal Code Changes Proposed: Ottawa, April 7 (CP) -- Abolition of the death penalty for rape and of minimum sentences for all crimes has been recommended by a Royal Commission on revision of the Criminal Code.

In a 10,000-word report, tabled tonight in the House of Commons by the Minister of Justice, Mr. Garson, the Commission recommended that the Code list only maximum penalties for crimes. This would leave it to the court to fit the punishment to the crime. At present, the Code lists maximum and minimum penalties.

The report of the Commission, headed by Chief Justice W.M. Martin of Saskatchewan, contained a lengthy list of other recommendations aimed at eliminating inconsistencies, legal anomalies or defects in the code.

In a draft bill, submitted along with the report, the Commission suggested that the maximum penalty for rape be life imprisonment and the lash.

No change was suggested in sections of the code providing for lashings. However, the Commission urged that such penalties be carried out under regulations passed by the Federal Cabinet.

Among other recommendations was one that all charges be based on the Criminal Code or Canadian Statute. At present charges can be laid under the Common Law of England and under old English statutes.

Ambassador Of Italy: (Press Release No. 19, April 7) -- The Department of External Affairs announced on April 7 that Mr. Corrado Baldoni had presented to His Excellency the Governor General at Government House his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of Italy to Canada.

Across Canada: Canadian Chamber of Commerce, through 700 member Boards of Trade and Chambers of Commerce and 2,300 company members, on Monday launched a "hands across the border" programme to dispel misconceptions about Canada and build good-will. Retailers and others will ask to be scrupulously fair in exchanging U.S. currency....The Minister of Justice, Mr. Garson, said yesterday an investigation will be made into what an opposition member termed the "high-handed actions" of an American airline. Ellen Fairclough (PC--Hamilton West) asked what the Government intends to do about the action of American Airlines in having eight Canadian employees taken to Buffalo, N.Y., for lie-detector tests in connection with a \$75 robbery at the line's Toronto office. Mr. Garson said "the matter will be investigated."



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Vol. 3, No. 70

Wednesday, April 9, 1952.

The Budget: Ottawa, April 8 -- The following are the main points in the 1952-3 Budget Speech delivered tonight in the House of Commons by the Minister of Finance, Mr. Abbott:

Personal income taxes drop an average of six per cent July 1 next, but social-security tax eliminates benefit.

Present 20 per cent defence surtax incorporated in new personal income tax schedule; basic exemptions unchanged.

Ceilings on amount of deductible medical expenses raised, but four per cent floor remains.

Cigarette tax reduced by three cents on package of 20--back to rate before last budget--effective immediately.

Tax on raw leaf tobacco cut by three-quarters of a cent an ounce--back to previous rate--effective immediately.

Special 25 per cent tax on motor cars and other luxuries cut to 15 per cent--effective immediately.

Special 15 per cent excise tax on household washing machines, stoves and refrigerators repealed--effective immediately.

Special excise tax on soft drinks cut to 15 per cent from 30 per cent on soft drinks and to 25 cents a pound from 50 cents on carbonic acid--effective immediately.

Excise tax of 15 per cent levied on dry-powder drinks competitive with soft drinks--effective immediately.

Surplus for 1952-53 expected to be \$9,000,000 compared with \$355,737,000 for 1951-52.

Revenues in 1952-53 estimated at \$4,279,000,000 compared with \$4,003,111,000 in 1951-52, an all-time record.

Expenditures for 1952-53 estimated at \$4,270,000,000 compared with \$3,647,374,000 in 1951-52.

Corporation tax on companies generating electricity, steam or gas is limited to maximum 43 per cent, compared with general company-tax maximum of 50 per cent.

Crown companies in competition with private industry, previously tax-exempt, to pay normal corporation tax.

Tax deductions for exploration costs of petroleum, natural gas and mining industries extended an additional year.

Three-year tax exemption for new mines extended to mines starting production in 1955.

Tariff amendments provide some reductions, some modifications and some additions, effective immediately.

In the proposed personal income tax changes the present 20 per cent defence surtax is dropped and a new rate schedule proposed involving a tax reduction of approximately 6 per cent on the average. Tax deductions under the new schedule will commence July 1, 1952, concurrently with the commencement of deduction of the old age security tax. The income tax liability for the full year 1952 will be determined in accordance with a special schedule of rates which will, in effect, represent the average of the rates now in force and the rates under the new schedule.

The existing maximum limits on the amount of medical expenses that may be deducted are increased. For a taxpayer with single status the maximum is increased from \$750 to \$1,500; for a taxpayer with married status the maximum is increased from \$1,000 to \$2,000; the additional amount allowed when a taxpayer has dependents is increased from \$250 for each dependent to

\$500. Medical expenses must still exceed 4 per cent of taxpayer's income to be deductible.

The requirement that medical expenses must be both "paid and incurred" in a twelve-month period is rescinded. Medical expenses will in future be recognized when paid no matter when incurred.

Technical changes will be made in the system for collecting income tax from the armed forces and in the law governing pension plans.

The present rates of corporation income tax of 15 per cent on the first \$10,000 and 45.6 per cent on profits over \$10,000 (which include the defence surtax) are changed to 20 per cent on the first \$10,000 and 50 per cent on profits over \$10,000. This incorporates the 5 per cent corporation income tax formerly collected in provinces which entered a tax agreement. A 5 per cent tax credit will be given against the federal tax in respect of profits earned in Ontario and Quebec if these provinces continue to levy a corporation income tax. The net change in the tax burden for all corporations will be a reduction of .6 per cent in the rate on profits over \$10,000.

In addition, all corporate profits continue to bear an additional 2 per cent old age security tax.

"We can look back upon the past year with a considerable degree of satisfaction," Mr. Abbott said. "It has not been an easy year, but it has been a year of solid achievement. We have passed through one critical period, but equally serious dangers still lie ahead. Although we and our friends of the free world are now somewhat better prepared to meet them, there is no room for complacency. We still have the more costly part of our defence programme immediately ahead of us. However, if we are equally resolute, energetic and fortunate during this year and the next, there is good prospect of achieving in the not too distant future, perhaps not a world of genuine peace and goodwill, but at least a position of reasonable confidence and security that can be maintained at a somewhat lower cost than we are now compelled to carry."

Mr. J. M. Macdonnell's Opening Criticism: Ottawa, April 8 (CP) -- Mr. J.M. Macdonnell (PC--Toronto Greenwood), Progressive Conservative financial critic, said tonight that the Minister of Finance has made the people of Canada "tax-angry."

Replying to Mr. Abbott's Budget Speech, Mr. Macdonnell said the Budget showed "certain signs of repentance." But high taxes and the high cost of living were still the main concern of the people....

Across Canada: In a CBC broadcast tonight, Mr. M.J. Coldwell, C.C.F. Leader, argued that Canada is defeating her own objectives in Europe by sending all military and no economic aid to her allies...Montreal Canadiens eliminated Boston Bruins from the Stanley Cup Hockey play-offs with a 3 to 1 victory over the Bruins in Montreal last night, and now meet Detroit in the finals.



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Vol. 3, No. 71

Thursday, April 10, 1952.

Balance of Payments Deficit: Ottawa, April 9 (CP) -- The big Canadian development boom has sparked the second deficit in Canada's balance of payments in more than a decade--a peak \$524,000,000 in 1951--the Bureau of Statistics reported today.

An increase of almost \$200,000,000 from \$329,000,000 in 1950, it compared with surpluses of \$187,000,000 in 1949 and \$452,000,000 in 1948.

The balance of payments measures earnings in foreign trade, tourist business, shipping and dividends against Canadian expenditures in foreign lands.

Normally, the swelling deficit would be viewed pessimistically by Ottawa officials, but they feel that it no more than reflects the pace of Canadian development, requiring huge amounts of imported goods to keep the boom going full speed.

In time, they said, the tide will turn and huge developments in oil and minerals will mean increased production and more goods to sell abroad and less to import.

A deficit in balance of payments sometimes requires floating of foreign loans to cover the unfavourable balance, but in Canada's case, it was accompanied by a flood of foreign capital seeking to cash in on the development boom by long-term investment.

This move actually boosted Canada's official reserves of dollars and gold to \$1,778,600,000 on December 31, 1951, from \$1,741,500,000 in the previous year.

The flow of foreign capital into Canada pushed the total at the end of the year to a peak \$9,424,000,000 -- an increase of \$700,000,000 over 1950.

United States investment increased to \$7,235,000,000 in 1951 from \$6,565,000,000 in 1950. Investment from British sources rose to \$1,772,000,000 from \$1,723,000,000.

25-Cent-A-Pound Price Support For Beef: Ottawa, April 9 (CP) -- The federal Government today announced a 25-cent-a-pound price-support programme for beef and a spokesman said the provinces have agreed to relinquish livestock-marketing responsibility.

The federal floor, basis delivery of "good" quality steers at Toronto, is expected to stabilize beef at approximately current prices, from producer to consumer. The floor fluctuates on grades and at different points across Canada.

The federal Government move, announced in the Commons by Robert McCubbin, Parliamentary Assistant to the Minister of Agriculture, Mr. Gardiner, virtually signalled an end to market-crippling provincial livestock embargoes imposed following announcement February 25 of an outbreak of foot-and-mouth disease in South Saskatchewan.

House To Decide Redistribution: Ottawa, April 9 (CP) -- The Prime Minister, Mr. St. Laurent, said today the majority of members of Parliament regardless of party affiliations, will decide how representation in the House of Commons should be redistributed on the basis of the 1951 census.

He made the statement in launching a redistribution debate, to be resumed when members return from the Easter recess Monday, April 21.

Under terms of a redistribution bill now before the Commons, Saskatchewan would lose five of 20 seats and Manitoba two of 16 seats. Nova Scotia would lose one seat. British Columbia would gain four, and Ontario and Quebec two each. Other provinces would remain unchanged.

An all-party Committee will be established to recommend how the redistribution, to take effect with the next federal election, should be effected.

Mr. St. Laurent introduced a resolution asking the Committee to study whether steps should be taken to prevent a province from losing more than 15 per cent of its seats at any time. The same resolution made it clear that a province with a population of 800,000 could not have more seats than a province with 850,000.

By-Elections May 26; Mr. Dion To Bench: Ottawa, April 9 (CP) -- A miniature federal election will be held May 26.

By-elections will be held on that date in six of seven vacancies in the House of Commons. The by-elections, one resulting from a new judicial appointment, were announced today by the office of the Prime Minister, Mr. St. Laurent.

In the House of Commons, Speaker Ross Macdonald announced the resignation of Mr. J.A. Dion (L--Roberval), Deputy Speaker, appointed a judge of the Quebec Superior Court. Mr. Dion will succeed Mr. Justice Valmore Bienvenue of Quebec who died in February while addressing a murder-trial jury at Hull.

Mr. Dion, 55-year-old lawyer from Roberval, Que., and a member of the Commons since 1945, will be succeeded as Deputy Speaker by René Beaudoin (L--Vaudreuil-Soulanges), 39, also a lawyer and member of the Commons since 1945.

Budget Praised, Criticized: Ottawa, April 10 (CP) -- The 1952-53 budget was alternately praised and criticized as Canadians studied the effect of tax changes.

Motor-car manufacturers described the Tuesday Budget as a "step in the right direction" and predicted immediate price reductions of from \$100 to \$440 on new vehicles.

In Toronto, Mr. Hugh Crombie, President of the Canadian Manufacturers' Association, said he welcomes the reductions in taxes on luxury and semi-luxury goods. He regretted continued heavy taxation on personal incomes and corporations.

In Montreal, Mr. R.B. Perrault, President of the Canadian Chamber of Commerce, described the budget as "disappointing."

Retailers in various parts of the country promised to pass on to consumers immediately the benefit of most of the tax reductions.

Taxation And C.N.R. Recapitalization: Ottawa, April 9 (CP) -- A federal Government decision to start taxing the Canadian National Railways has thrown a big complication into proposals for revising the capital structure of the \$2,500,000,000 national rail system.

Informed quarters said today the Crown-company tax system laid down in Mr. Abbott's budget last night is not likely to take any dollars away from the C.N.R., but it will add many complexities to the working out of the multi-million-dollar capital revision plan that has been in the making for a year.

Mr. Carter To Warsaw: (Press Release No. 20, April 10) -- The Department of External Affairs announced on April 10 the appointment of Thomas LeMesurier Carter, M.C., as Chargé d'Affaires a.i., at the Canadian Legation in Warsaw, to succeed Mr. D'Arcy McGreer, who was recently appointed Minister to Denmark.

Across Canada: Sir Ernest MacMillan conducted last evening in Toronto for the 29th successive time the St. Matthew Passion by J.S. Bach....The Minister of Justice, Mr. Garson, said yesterday in the House of Commons that the American Air Lines Company has apologized to employees in Toronto for submitting them to a lie-detector test.

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Vol. 3, No. 72

Tuesday, April 15, 1952.

White House Seaway Conference: Washington, April 15 (CP) -- A White House conference Monday cleared the way for immediate submission to the International Joint Commission of Canadian plans for developing the St. Lawrence seaway and power project.

The power end of the project will involve a joint effort by Ontario and an agency to be named by President Truman. It is generally assumed that this agency will be the power authority of New York State.

Two Canadian Cabinet Ministers, the Secretary of State for External Affairs, Mr. Pearson, and the Minister of Transport, Mr. Chevrier, spent an hour with the President and said afterward that Mr. Truman had "agreed to institute immediately" the steps necessary to join the Canadian Government in the submission to the Joint Commission.

This carries a step further the decision reached here last fall when the Prime Minister, Mr. St. Laurent, called on Mr. Truman and told him of Canada's desire to proceed alone with the long-planned seaway project.

Gen. Eisenhower's Successor: Ottawa, April 12 (Journal) -- Canada agreed today to go along with the United States in its choice of a successor to Gen. Dwight D. Eisenhower as Supreme Commander of North Atlantic Treaty forces.

A top official said in the absence of Mr. Pearson that the Canadian Government would be sorry to see Gen. Eisenhower leave his command that includes a Canadian Army brigade near Hanover, Germany, and Air Force squadrons now in England.

But he said that the appointment of any of three potential American successors to the supreme commander had been discussed here. They include Gen. Alfred Gruenther, Eisenhower's chief of staff; Gen. Omar S. Bradley, U.S. chief of combined staffs; and Gen. Matthew B. Ridgway, Allied Commander in Korea.

"Any of the three would be acceptable and probably is admirably suited to the job", the official said.

Tribute To Gen. Eisenhower: Ottawa, April 11 (CP) -- Mr. Howe, Acting Prime Minister, tonight said Canada is sorry to hear that Gen. Eisenhower will be leaving his European post.

"He has done a magnificent job over there as Supreme Allied Commander in Europe," Mr. Howe said. "We are sorry to see him go. His loss will be a great one to the North Atlantic Treaty Organization."

Hope Cattle Disease Ended: Regina, April 13 (CP) -- First compensation cheques are in the mails for Regina area farmers whose cattle were slaughtered in the foot-and-mouth disease outbreak.

And on the 31 infected and suspected farms and other premises federal veterinarians are pressing their clean-up campaign.

The last case of foot-and-mouth disease was reported March 8. Officials now are hopeful the outbreak is licked.

Counter-activities have not been slowed down, however. In fact federal officials are stepping up the tempo of the preventive campaign.

Says Americans Tremendously Interested In Canada: Montreal, April 14 (Gazette)

-- America may soon have to "put up fences" to keep adventure-loving U.S. youngsters from emigrating to Canada, Mr. Erd N. Brandt, Associate Editor of the Saturday Evening Post, said here.

Mr. Brandt, who passed through Montreal on a cross-Canada tour to meet Post writers and line up articles and stories, said:

"Americans are tremendously interested in Canada and want to read more about it. We feel that the whole impetus of development is up here now. Canada is the new land of adventure."

National Accounts "Most Exciting" Book: Toronto, April 15 (CP) -- Gilbert Jackson, Toronto economist, says the "most exciting" book published in Canada this year is one by the Bureau of Statistics, called "National Accounts and Expenditures."

He says it is exciting because it tells Canadians how well they have been doing--that, in fact, they have created a record for all recorded history.

Even the book itself, he says, is a "world record," because no other country has as yet managed to get itself so well recorded in statistics.

The statistics, unless expressed in very long figures, may not sound impressive; unless, again, you are told that no one has even equalled them.

They boil down to this -- that from 1927 to 1950 (and apparently the process continues) Canadians each year have produced three per cent more than they produced each preceding year; and that means, compounded, that in 23 years they have about doubled their production.

It means, too, that each individual Canadian has increased his output per hour by two per cent.

Across Canada: In the Stanley Cup hockey finals Detroit took the second and third games from Montreal in Montreal and Detroit respectively Saturday and Sunday nights by scores of 2 to 1 and 3 to 0 and need only one more win to take the championship....Although taxes are unusually high for a peace-time budget, people of Canada never were better off, and prosperity is at the highest peak, the Minister of National Health and Welfare, Mr. Martin, said in London, Ontario, on April 14....Mayor Allan Lamport of Toronto has asked the federal Government to remove Gut Dam in the St. Lawrence River below Ogdensburg, N.Y., to lower Lake Ontario's level.

GOVERNMENT



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Vol. 3, No. 73

Wednesday, April 16, 1952.

Mr. Pearson At Princeton University: Princeton, N.J., April 15 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said tonight some form of "federalism" may ultimately be necessary to safeguard democracy, but meanwhile the West should work with the regional organizations which now exist.

It was surprising that so much had been done in the field of international organization, he said. Yet there were those who were impatient. Some said European unity was "too late" and that there must be an Atlantic federation or union if the West is to prosper or even survive.

But he believed it better to organize for international action "on a piece-meal and functional basis, each step taken after the previous one has been proven to be of value to our peoples, rather than to attempt to implement, in one great leap, some grandiose blueprint for federation."

In an address at Princeton University, Mr. Pearson termed the North Atlantic Treaty Organization, of which he is council chairman, the most important international instrument existing today for Western defence and for peace. He took a verbal swipe at non-co-operation by Russia in the United Nations and said the United States now faces special responsibilities and special opportunities.

"Under United States leadership," he said, "and with the whole-hearted and effective co-operation of the other free countries of the world, we have the right to hope that one day we will secure a world where the weak will at least be safe, because the strong will have learned to be righteous."

Dr. Solandt On Germ Warfare: Ottawa, April 15 (CP) -- Canada's chief military scientist said today he thinks the prospects of large-scale use of germ warfare are just the opposite of "extremely heartening."

Dr. O.M. Solandt, Chairman of the Defence Research Board gave his views in an interview when told that Dr. James Endicott of Toronto, Chairman of the leftist Canadian Peace Congress, had raised the possibility that Canada is aiding alleged United Nations' germ warfare on China.

Dr. Solandt categorically denied that any bacterial agents are being shipped out of Canada to any country. He said it is common knowledge that Canada is doing research in that field.

Dr. Endicott, at a press conference in Mukden, China, accused Dr. Solandt of saying in a newspaper article that the prospects for mass deaths by bacterial warfare are "extremely heartening."

Dr. Solandt believes this is a quote of a Russian misquote. Some time ago, he said, he expressed satisfaction with the progress of the various aspects of D.R.B.'s work, including bacterial warfare. This was apparently twisted by the Russians into a quotation that he felt the prospects for mass deaths were heartening, and Dr. Endicott, has in turn, quoted that.

"As a matter of fact," Dr. Solandt said today, "I am one of those who is sceptical about the prospects of large-scale use of B.W. weapons...."

To Speed St. Lawrence Power Application: Ottawa, April 15 (CP) -- The Minister of Transport, Mr. Chevrier, today promised quick follow-up measures to the United States administration's decision to join Canada in a new move to get the St. Lawrence Seaway-power project rolling.

An hour after returning from a White House conference with President Truman at Washington, he said in an interview the Government plans all speed in getting before the International Joint Commission an application to clear the way for the undertaking.

President Truman yesterday agreed to have his Government join Canada in the application for permission to build joint Canada-U.S. power facilities on the river.

Mr. Chevrier said the Canadian part of the application is "pretty nearly ready" and the whole submission will go to the Commission as soon as the Canadian and U.S. phases are correlated.

It will ask the Commission's authorization for the Ontario Government and a U.S. agency--to be designated by the administration--to establish a 2,200,000-horsepower hydro development on the International Rapids section of the St. Lawrence River. Canada already has decided to go ahead alone with navigation works for deep-draught ships as part of the project.

Canada's Premium Dollar; Montreal, April 16 (Gazette) -- "We, as Canadians, should refrain from flaunting our swollen and appreciated dollar in the faces of our American friends," John A. Marsh, General Manager of Canadian Exporters' Association, said here yesterday.

"We still need their tourist business which brought us "250,000,000 good American dollars last year and we value them as our best customers," he told Montreal Rotary Club.

Mr. Marsh said the meteoric rise of the Canadian dollar among world currencies has made it harder for Canadian goods to compete on foreign markets.

He cautioned Canadians, who might wish to get back at their United States friends after years of having these people treat Canadian currency as "funny money," not to indulge in this practice.

The rise of the Canadian dollar has "publicized Canada's sound economy abroad and has added a new dignity to our national stature. I rather think that in the long run it will help us more than it will hurt us."

Mr. Marsh said many Canadian businessmen who had Canada's two-way trade at heart were beginning to doubt the wisdom of Canada's acceptance of the general agreement on trade and tariffs and the Geneva agreements....

Dr. Phillip Child On Massey Report; Toronto, April 15 (CP) -- When the Massey Report says Canadians ought to be interested in Canadian literature, it's like telling a young man to dance with a wallflower because she's a nice girl.

Dr. Phillip Child of Trinity College made the analogy today in an address to English and History teachers at the Ontario Educational Association's annual convention.

Dr. Child, author of four novels, one of them a Governor-General's award winner, said he feels the Massey Report has done a grave injustice to Canadian literature by insinuating that what has been produced so far is merely an exhibition of potential talent.

Canadian writers must learn to touch Canadian hearts and make the Canadian public want a literature of its own, he said. He felt the Massey Report statement would only make Canadians antagonistic toward Canadian writing.

Across Canada: Detroit Red Wings made hockey history when they defeated Montreal Canadiens 3 to 0 in Detroit in their fourth straight victory of the finals and captured the Stanley Cup. Previously Detroit had eliminated Toronto with four consecutive victories, eight straight Stanley Cup wins in all....Professions varying from farmers to sailors are represented among 847 Netherlands emigrants who left Rotterdam for Canada on April 15 on the Dutch ship Waterman....The Dominion Drama Festival, Canada's only national playhouse, is running out of funds and faces financial collapse, Richard MacDonald, festival secretary, disclosed in an interview. At the same time, it was learned that D. Park Jamieson of Sarnia, Ont., festival chairman, has decided to resign, the Canadian Press reported....A delegation of the National Committee of Catholic Action in Quebec Province presented Premier Duplessis with a petition signed by 796,626 persons asking for strict enforcement of liquor laws and a reduction in the number of licensed establishments.

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Vol. 3, No. 74

Thursday, April 17, 1952.

Canadian-Japanese Diplomatic Relations: Ottawa, April 16 (CP) -- Canada and Japan will place their resumed diplomatic relations on embassy status as soon as the peace treaty becomes effective April 28, officials said today.

Before the war with Japan started in 1941, the two countries exchanged Ministries, a notch below the embassy level. At present, Canada has a "Mission" in Tokyo, while Japan has an "Agent" here.

Immediately after the treaty takes effect, these will be changed to Embassies. At the start, officials said, they will be headed by Chargé d'Affaires. Within a few months, Ambassadors will be appointed.

No reason was ascribed officially for the proposed change in the diplomats' standing from Minister to Ambassador. However, it would be in line with Canada's practice of the last several years in exchanging Ambassadors with major countries.

First acting head--Chargé d'Affaires--of the new Canadian Embassy in Tokyo will be Mr. Arthur Menzies, 36, China-born and Japanese-educated head of the Canadian liaison Mission there since 1950.

Mr. Menzies, with the External Affairs Department since 1941, has served with the Department in Ottawa and Havana. Before going to Tokyo, he was head of the Department's American and Far-Eastern Division. The Government has not yet made a choice for its first Ambassador.

Japan's first Embassy chief as Chargé d'Affaires will be Katsushiro, 48, now head of the Japanese Government Overseas Agency here, which has a staff of six.

Up to now, the Agency has dealt almost exclusively with trade matters, though lately it has conducted negotiations with the Canadian Government on other problems and also has handled some consular work.

Canada At London Wheat Negotiations: Ottawa, April 16 (CP) -- Crucial international wheat negotiations will open tomorrow in London.

Canada will seek two main benefits--higher wheat prices and long-term markets--as representatives meet with 45 other countries to discuss a new wheat agreement.

Pressing for similar aims will be two other major wheat producers, the United States and Australia. However, 42 importing countries, most of them in the Sterling Area, likely will attempt to keep wheat prices at the current rate. Another wheat exporter, France, has so little wheat to sell that she may drop out of the tough, close-chested bargaining altogether.

Russia is not a member of the pact; neither is the Argentine, one of the world's largest wheat exporters.

Report Checks On "Dumping": Ottawa, April 16 (Globe and Mail) -- Steps are being taken to tighten the Government's checks on attempts to dump foreign goods onto the Canadian market at cut-rate prices.

At the same time, it is denied that laxity has permitted the current depression in the textile industry to be aggravated by American manufacturers dumping their surpluses here. It is admitted that American textiles have been imported into Canada at reduced prices, but such imports, it is claimed, did not constitute dumping as it is defined in the customs law.

Seek To Replace N.Z. Car Market: Ottawa, April 16 (CP) -- Canada's market for passenger cars in New Zealand has been flattened by the sterling area's financial crisis, trade officials said today.

As a result of recently-imposed austerity restrictions on imports, New Zealand has banned imports of automobiles not only from Canada but the United States as well.

Canada, last year, shipped almost 2,000 passenger cars to the Pacific island, about \$2,000,000 worth of business.

With the New Zealand market temporarily shut and no indication of when it may be reopened, Canada is scouting other markets and it appeared likely, officials said, that increased sales may be made to Latin-American countries to absorb at least part of the loss.

Sees Need For 400 to 500 Experts: Ottawa, April 16 (CP) -- Dr. Hugh Keenleyside, Director-General of the United Nations Technical Assistance Administration, said today that under-developed countries urgently need from 400 to 500 experts, all of them hard to find.

Requests for expert assistance have come from Asia, the Middle East, Latin America and other countries, said Dr. Keenleyside in an interview. A former Deputy Minister in the Canadian Department of Resources, he is visiting his brother here until Friday.

"Our requirements are for experts in public administration, social welfare and economic development," he said.

"It is very difficult indeed to get good men for this work at a time when countries like Canada, the United States, the United Kingdom and France all have so many opportunities in their own territories for engineers and others we need."

Principality Of Monaco: (Press Release No. 21, April 15) -- The Department of External Affairs announced on April 15 that, as a result of an agreement just concluded between Canada and the Principality of Monaco, on and after April 15, 1952, Canadian citizens who are bona fide non-immigrants and who are in possession of valid national passports, may, without previously obtaining a visa, visit the Principality for periods each not exceeding three consecutive months.

Across Canada: Sir Frank Spencer Spriggs, Managing Director of the Hawker Siddeley Group of the aircraft manufacturers, left Southampton, England, yesterday for important talks with the Canadian Government about a new high-speed aircraft, Reuters reported.... The cattle town of Eastend, Sask., 200 miles west of Regina, practically deserted yesterday after the onrush of Frenchman's Creek left three feet of water on its streets, is facing the fresh danger of a new two-foot flood crest sweeping down from the snow-choked Cypress Hills.... An electronic "brain" weighing six tons is on its way to the University of Toronto from Manchester, England. The computing machine -- which can do in minutes problems human beings would require months to solve will be erected in the McLennan laboratory at the University and will be operated by the Computation Centre. It will be used for all types of computations, including nuclear physics formulae, engineering, geophysics, biology and astronomy calculations.... Professor A.R.M. Lower, of Queen's University, told an audience of teachers that most members of their profession are "emasculated citizens" who are not capable of teaching citizenship to their students. Most teachers, he said, "are so busy learning how to teach that they seldom have time to find out what they are talking about."



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 3, No. 75

Friday, April 18, 1952.

February Foreign Trade Balance: Ottawa, (CP) -- Aided by a spectacular 25 per cent increase in domestic exports and the rise of the Canadian dollar, Canada marked up a \$31,400,000 favorable foreign trade balance in February for the sixth month in a row.

The Dominion Bureau of Statistics reported total imports in February had a value of \$282,000,000 compared with \$274,200,000 in February last year. Against this domestic exports rose to \$309,700,000 from \$233,900,000 while foreign exports increased to \$3,700,000 from \$2,900,000.

The \$31,400,000 favorable February balance compared with an import surplus of \$37,300,000 in February last year. The credit balance in January was \$21,000,000, bringing the total for the first two months of the year to \$52,400,000 as compared with a debit of \$75,700,000 in foreign trading a year earlier.

A 25 per cent expansion in domestic exports in February was a feature of the trade picture. Export prices advanced six per cent and the over-all result was a rise of 32 per cent in the value of Canadian goods shipped abroad during the month.

In comparison, the volume of imports was about six per cent higher but prices were down almost four per cent with the total value increasing only about three per cent. The average price of the things Canada imports was less in February than in any month last year.

The Bureau said this change was influenced "by the appreciation in the Canadian dollar" which, since it was freed, has risen to a premium of two per cent over American currency.

Imports from the United States were up in value in February to \$211,800,000 from \$199,000,000 a year ago, while domestic exports increased to \$168,700,000 from \$152,400,000. Foreign exports to the U.S. were worth \$2,900,000 as against \$2,500,000.

Imports from the United Kingdom fell off to \$21,300,000 from \$27,800,000 while domestic exports to Britain increased to \$43,600,000 from \$33,600,000 and foreign exports to \$300,000 as against \$100,000.

Japanese Peace Treaty: (Press Release No. 22, April 17) -- The Department of External Affairs announced on April 17 that the Canadian Instrument of Ratification of the Japanese Peace Treaty was deposited on that date with the Government of the United States of America. Unanimous approval was given to the Peace Treaty in the Senate on April 2 and in the House of Commons on April 9. Article 23 of the Japanese Peace Treaty provides that the Treaty shall come into force when a majority of the countries listed in that article, including the United States, have deposited their instruments of ratification. It is expected that the date on which the treaty will come into force will be April 28.

Queen Juliana's Visit: Ottawa, April 17 (CP) -- Queen Juliana of The Netherlands next week will pay a "sentimental" visit to Canada, a country she considers a second home.

Originally, the Queen, who spent most of the Second World War in Ottawa, was scheduled to make a formal state visit to Canada following a similar visit to the United States. Later, plans were changed when Canada decreed a period of mourning following the death of King George VI.

The External Affairs Department today issued arrangements for her "unofficial" one-week visit. The program sets out details for the first three days, starting Monday. No functions are listed for Thursday, Friday and Saturday.

A department official said the Queen had expressed a desire to be alone for a few days and to be "just another human being."

"This is a great gift which a country can give a reigning queen," said the official.

During her "free" time she may visit some of the nearby spots with which she became familiar during her wartime stay.

She will conclude her two-week visit to the United States Monday. At 8 o'clock EST that evening she will be met at Detroit's Willow Run airport by the Secretary of State for External Affairs, Mr. Pearson. The party will fly immediately to Ottawa in an R.C.A.F. plane - the C5 - which carried Queen Elizabeth and the Duke of Edinburgh on part of their tour of Canada last year.

Canada's Place In Jet Age Picture: Winnipeg, April 17 (CP) -- Canada likely will set a new speed record for jet aircraft, Crawford Gordon Jr., President and General Manager of A.V. Roe Canada Ltd., said today.

He told a luncheon meeting of the Winnipeg Chamber of Commerce that the new Orenda jet engine will be placed in an F-86 Sabre jet, which already has set one speed record at 670 miles an hour.

"That plane used an engine less powerful than the Orenda," he said. "What can we expect from the F-86 Sabre when it is powered with an Orenda?"

Security prevented him revealing how powerful the Orenda engine was, he said.

Turning to Avro's own jet fighter--the CF-100--he said it could make the trip from Toronto to Winnipeg "during your lunch hour with time enough for the pilot to enjoy a sightseeing trip over Winnipeg, if you take a second cup of coffee."

Canada, he said, "is smack in the forefront" of the jet age picture.

For the first time, the Canadian aircraft industry is self-sufficient and a huge network of suppliers and sub-contractors stand ready for any emergency, even for "total war."

Mr. Woodward On Canada-U.S. Relations: Windsor, April 17 (CP) -- United States Ambassador Stanley Woodward said today that the only problems of relationship facing the United States and Canada were administrative ones which could be ironed out.

He listed those of common defence, participation in the North Atlantic Treaty Alliance, control of foot-and-mouth disease and trucking in bond. They did not mar the "abundant and fruitful relationship" which had grown up between the U.S. and Canada.

He made the statements in an interview following an address to the Windsor Chamber of Commerce during which he outlined the bases of U.S. foreign policy.

The U.S. was trying to attain for the world "peace with security -- and not a phony peace," he said.

Across Canada: Mr. T. Norbert Beaupré has been appointed Assistant Deputy Minister of defence production....Scientists of the National Research Council have come up with a timing device that splits a second into 10,000,000 parts... Toronto building trades unions have set their sights on substantial wage increases, ranging from 25 cents to 50 cents an hour, in the 1952 agreements now being negotiated with the Toronto Builders' Exchange the Globe and Mail reports....Governor-General Vincent Massey returned last night to the University of Toronto for what may be one of his last visits as Chancellor. In a speech marking the centennial celebrations of Trinity College, he held that universities are the most important field in human life where a distinction must be made between bigness and greatness.

STATEMENTS AND SPEECHES

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
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Vol. 3, No. 76

Monday, April 21, 1952

Commons Reassembles Today: Ottawa, April 20, (CP) -- Members of the House of Commons return Monday from the Easter recess and will launch almost immediately into debate on two major controversial matters.

The first day of their return will be devoted to debate on redistribution of representation in the Commons on the basis of the 1951 census. Prime Minister St. Laurent will conclude a speech started shortly before the Chamber adjourned for the Easter recess April 9.

If the debate is not concluded in one day, it will be adjourned to permit members to start a debate Tuesday on the Budget, presented April 8 by the Minister of Finance, Mr. Abbott. Mr. J.M. MacDonnell (PC--Toronto Greenwood), chief financial critic for the Opposition, will be lead-off man in that debate. Mr. Coldwell and Mr. Low will follow.

The Senate adjourned April 3 to April 29.

U.S., U.K., Civil Defence Experts Here For Conference: Ottawa, April 20, (CP) --

Canadian civil defence men begin week-long operations tomorrow to hammer out a single municipal civil defence blueprint which can be used by almost any Canadian city hit by atomic attack.

Maj.-Gen. F.F. Worthington, federal Civil Defence Co-Ordinator, disclosed today that some 75 C.D. experts, including every provincial C.D. director and those representing every large Canadian city, will take part in the big job.

They will be assisted by two United Kingdom experts - Wing-Cmdr. Sir John Hodson, Director-General of British civil defence training, and Rt. Hon. H.U. Willingk, U.K. Health Minister during the Second War, who was responsible for the care and rehabilitation of London's bomb victims.

Both of these officials arrived by air from London today. They will meet with the Canadian C.D. men at nearby Hull, Que., armories tomorrow. Observers from the United States also are expected to attend.

"For months we have been concentrating on training," said Gen. Worthington in an interview. "Now, we will begin, for the first time, the job of preparing an operational plan which can be used in an emergency by any Canadian city. Of course, the plan will be general, and each municipality may have to add or change parts of it to make it fit to local conditions...."

Queen Juliana Arriving Today: Los Angeles, April 20, (CP) -- Queen Juliana of The Netherlands will leave here by plane tomorrow to visit Ottawa where she lived during the Second World War.

The Queen, ending her three-week United States tour, is leaving tomorrow by plane for Detroit where she will be met by the Secretary of State for External Affairs, Mr. Pearson, Mr. Lionel Massey, Secretary to the Governor-General and Mr. A.H.J. Livink, Netherlands Ambassador to Canada.

She then will fly in a Canadian Government aircraft to Ottawa where she will be welcomed by Governor-General Vincent Massey, Prime Minister St. Laurent and Mrs. St. Laurent.

Her visit will have a private character. Her husband, Prince Bernhard, will fly to New York. Later in the week he will join the Queen in Ottawa for the return home by a special Dutch KLM plane April 27.

Guggenheim Fellowships To Canadians: New York, April 21, (CP) -- Four Canadians - an impressionistic painter, a chemist, a writer and an economist - were named Sunday as winners of fellowships by the John Simon Guggenheim Memorial Foundation of New York.

The 1952 Canadian fellow are:

Wilfred Roloff Beny, Lethbridge, Alta., artist; Dr. Karel Wiesner, Professor of Chemistry at University of New Brunswick, Fredericton; André Giroux, Quebec Department of Trade and Commerce; and George Alexander Elliott, Professor of Political Economy at University of Toronto.

Rockefeller Foundation Grants: New York, April 21, (CP) -- The Rockefeller Foundation announced Sunday it has granted \$12,000 to McGill University at Montreal for use by the Institute of International Air Law.

The money will cover the travel and living expenses of two European students during each of the academic years 1952-53 and 1953-54.

The Foundation has also granted the University of Manitoba \$10,000 to help in developing teaching and research services in connection with emotional needs of babies and children.

The Humanities Research Council of Canada has received \$2,000 toward travel expenses of those taking part in the National Conference of Teachers of English in Canada.

A grant of \$1,500 has been made to McMaster University for the research of Professor S. Kirkwood in the Department of Chemistry.

Mr. Cloutier To Aid Mexico's Printing Bureau: Ottawa, April 21, (CITIZEN) --

At the request of Dr. H.L. Keenleyside, Director-General of the Technical Assistance Administration of the United Nations, New York, Mr. Edmond Cloutier, Queen's Printer and Controller of Stationery for the Government of Canada, has accepted an invitation from the Mexican Government to collaborate in matters pertaining to the organization of the National Printing Bureau in Mexico.

Across Canada: Forestry experts from 26 Commonwealth countries will come to Ottawa for the sixth British Commonwealth Forestry Conference opening in August and lasting well into September....Through a \$100,000 memorial to its 1920-43 Chancellor, McGill University will be able to bring distinguished scholars and scientists from England, Europe or the U.S. here each year. The Sir Edward Beatty Memorial Lectures have been founded by a donation from Dr. Henry A. Beatty, a brother of the late Chancellor....Viscount Trenchard, Marshal of the R.A.F., has been made an honorary life member of the R.C.A.F. Association....British Columbians will accept or reject the sale of liquor by the glass on a local option basis at the June 12 provincial elections. Attorney-General Gordon Wismer released the wording of two plebiscites which will be put before the electorate at the election.



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Tuesday, April 22, 1952

Quebec Priest's Death In Red China Protested: Ottawa, April 21, (CP) -- Prime

Minister St. Laurent, expressing shock and regret, said today Red Chinese neglect or maltreatment may have caused the death of a Canadian missionary.

He told the House of Commons the death February 8 of Father Joseph Léon Arcand, of Champlain County, Quebec, at Chefoo was the "first case which has come to our attention in which there is some reason to believe that the death of a Canadian missionary has been caused or at least hastened by serious neglect or maltreatment on the part of the Chinese Communist authorities."

Mr. St. Laurent said Red China appears bent on driving out all Western missionaries, and pledged the Canadian Government to do all possible to help the 100 Canadian missionaries still there "until they can get out."

The Arcand death was prominently mentioned, he said, in a new note of protest handed Red China today about the treatment of Westerners.

Previously, although seven other Canadian missionaries now are in prison in China, there has been no sign of physical maltreatment, he said.

Canada joined the United States, United Kingdom and Australia in sponsoring the note presented to the Red China Government's Foreign Ministry at Peiping by the Chargé d'Affaires of the British Embassy.

The note asked for information about 55 imprisoned Westerners, their alleged offences and sentences, whereabouts and welfare and had also asked for facilities to enable the British envoy to communicate with them. It backed previous notes which have expressed "grave concern" concerning treatment of Westerners, including widespread arrests, detentions incommunicado, and hardships confronting those who want to leave the country.

Queen Juliana Welcomed: Ottawa, April 21, (CP) -- Queen Juliana of The Netherlands received a warm welcome tonight as she arrived for a six-day unofficial visit to her "second home"--Ottawa.

The R.C.A.F. C-5 luxury airliner touched down punctually at 10:30 p.m., EST, at Rockcliffe Airport.

A small but enthusiastic crowd cheered and applauded as the Queen returning to the locale of her wartime stay, stepped from the aircraft.

The Queen appeared extremely pleased with the welcome. She smiled happily as she shook hands with Rt. Hon. Vincent Massey, Governor-General.

Mr. Massey, in turn, introduced Queen Juliana to Prime Minister St. Laurent and to other Canadian officials.

Canada To Send Arms To Three NATO Countries: Ottawa, April 21, (CP) -- Canada will send arms shipments this month to France, Italy and The Netherlands under the North Atlantic Treaty Organization mutual aid plan, the Defence Department announced today.

The shipment to France will include four generators and more than 16,000 infantry anti-tank bombs.

Italy will get arms including 22 range-finders, two generators, 22 lathes and 458 compasses. The Netherlands Army will receive 35 Vickers machine guns with maintenance stores. The three shipments will leave Montreal towards the end of April and will be landed at Cherbourg, Naples and Rotterdam.

Earlier this year, Canada shipped 60 anti-aircraft guns with radar, predictors and ammunition to the French Army. Other military stores have gone to Italy, The Netherlands, Luxembourg and Belgium under NATO arrangements.

Redistribution Discussion: Ottawa, April 21, (CP) -- Prime Minister St. Laurent today rejected a Progressive Conservative request for consultation with the provinces on plans for redistribution of representation in the House of Commons.

Mr. George Drew, Progressive Conservative leader, said a federal provincial conference should be called to obtain the views of the provinces before the decennial redistribution is made on the basis of the 1951 census. A motion by Mr. Drew suggesting such a conference was ruled out of order on technical grounds.

Mr. St. Laurent said his party has always held the view that representation in the House of Commons is something which concerns Parliament alone and not Parliament and the provinces.

Three New Infantry Battalions: Ottawa, April 21, (CP) -- The Army announced today it is forming three new infantry battalions and a new artillery regiment, main ingredients of a brigade, for training purposes.

This will be done by bringing together for the first time the main replacement units for the 27th Brigade, now in Germany. The sub-units for the replacement units have been stationed across Canada since they were recruited a year ago under the plan to rotate the men now in Germany, single men in two years, married men in one.

Investigate "Irregularities" At Petawawa: Ottawa, April 21, (CP) -- The Minister of National Defence, Mr. Claxton, said today he has appointed a special investigator to inquire into thefts, security and accounting procedures at the Army's big Petawawa, Ontario, camp and elsewhere.

Mr. George S. Currie, Montreal chartered accountant and former Deputy Minister of National Defence, has been named to handle the job.

Mr. Currie's powers and terms of reference "have no restrictions whatever," the Minister said. Everything possible will be done to get to the bottom of irregularities at Petawawa which have resulted in the arrest of four civilians and an Army captain.

Mr. N.R. Danielian On Seaway: Toronto, April 22, (Globe & Mail) -- Eastern U.S. railroads, fearing the St. Lawrence development will hurt their business, will likely take legal action to block all Canadian construction of the seaway and power project, Mr. N.R. Danielian, Vice-President of the Great Lakes-St. Lawrence Association, said in Toronto yesterday.

Mr. Danielian, who has been campaigning in the U.S. for 10 years to promote the project, told a joint luncheon of the Canadian Club and the Board of Trade that Canada's plans to build the seaway alone if the U.S. holds back would meet strong opposition.

The railways, he said, would probably attempt to restrain the International Joint Commission from giving Canada the go-ahead for the construction of the U.S. part of the powerhouse in New York State.

However, he added, competent legal authority, in government and private practice, was convinced that the project could not be thwarted in the courts. But valuable time could be lost.

Across Canada: Trans-Canada Air Lines officials in Montreal have announced that service between Montreal and Dusseldorf and Hamburg, West Germany, will be inaugurated about November 1. The service, an extension of the present route to the United Kingdom, will require route licences from appropriate Canadian and British authorities. Plans are for intermediate stops at Gander, Newfoundland; Goose Bay, Labrador; Keflavik, Iceland; Shannon, Eire; Prestwick, Scotland; London and Paris....The Canadian National Railways looks for the highest gross revenues in its history this year but expects to finish with a net deficit. The annual budget of the Government-owned line, tabled in the Commons, forecast an over-all deficit of \$18,025,000 for 1952--up from the \$15,031,000 deficit of last year....The Minister of Justice, Mr. Garson, told the Commons he is expecting a report from the R.C.M.P. on statements concerning germ warfare attributed to Dr. James Endicott of Toronto, head of the left-wing Canadian Peace Congress.



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Wednesday, April 23, 1952.

Budget Debate Commences: Ottawa, April 22 (CP) — Spokesmen for Opposition parties in the House of Commons, demanding lower taxes for the Canadian people, today called for defeat of the Government because of taxation policies.

As members launched a debate on the 1952-53 Budget, motions of non-confidence in the Government were sponsored by the Progressive Conservative and C.C.F. parties, Solon Low, Social Credit leader, was prevented by rules from sponsoring a similar motion at this stage.

He said, however, there is only one way to describe the Budget presented to the House of Commons Tuesday, April 8--it "stinks."

Mr. J.M. Macdonnell (PC-Toronto Greenwood), chief financial critic for the Opposition, said in his non-confidence motion that the Budget proposals are "unsatisfactory because they would continue to levy excessive and unjust taxation instead of assuring substantial tax reductions."

The motion added:

"This House condemns the Government for taxing far beyond actual requirements and for its waste and extravagance.

"And this House regrets the failure of the Government to assure efficient administration in all departments of the public service."

Mr. M.J. Coldwell, C.C.F. Leader, accepted that motion and added to it:

"This House further regrets that the Government has ignored the wish of this House as expressed by a unanimous vote on March 26, that the four-per-cent floor under medical expenses deductible for income tax purposes should be abolished."

Mr. Macdonnell said, in part:

"Federal taxes dip deep into the pockets of all. Let us face the reality of the situation--we are drifting into a position where the Government as in wartime dominates our economy more and more, where Government becomes more and more a source of business, and where, of course, Government is able to strengthen itself greatly by the persuasive power of this huge spending.

"We surely can see in retrospect that in wartime we had many of the features of a total state and how easily it could come again even in a lukewarm war.

"Those who profit from Government contracts, and they are many, will be very complaisant, but there will be critical voices here as well as in the United States, who will point out that virtual socialism could be brought on by increased taxes just as surely as by Government taking over industry. Indeed it is obvious that if the Government taxes enough of the taxpayers' money, there is no limit to its control."

Commons Defence Committee At Work: Ottawa, April 22 (CP) -- The House of Commons Defence Committee, buckling down to its probe of billion-dollar military spending, learned today that it has cost Canada about \$100,000,000 to date for Korea.

The total included \$73,800,000 to train, feed, equip, pay, transport and maintain the Army's 25th Brigade and supporting units; \$10,900,000 for the airlift, about half for the R.C.A.F. and half for Canadian Pacific Air Lines; and \$7,700,000 for the Navy.

The Committee also learned from a pile of tabled figures that:

1. Bills for the 27th Brigade, now in Germany, amounted to nearly \$15,000,000 up to the end of January.

(over)

2. About \$60,000,000 worth of guns and ammunition Canada has offered for shipment to Europe under the Atlantic Pact mutual-aid program has not yet been allocated to her Allies by Pact Commanders.
3. Of the \$361,000,000 set aside by Parliament for mutual aid--arms shipments and air training--up to the end of January, only \$227,700,000 had been expended.

Queen Juliana Speaks To Canada: Ottawa, April 22 (CP) -- Queen Juliana of The Netherlands tonight praised Canadians for their hospitality and sense of responsibility and said they have earned the respect and trust of people around the world.

"There will not be much difficulty for your people and ours," she said, "to build together in mutual respect, for a better world."

The Queen, making an informal six-day visit to this capital that was her home during the Second World War, spoke to Canadians over the trans-Canada network of the CBC. The broadcast followed a busy round of community visits.

Most of the speech was delivered in English. Other parts were in Dutch, a special message to Dutch immigrants who have made their home in Canada, and in French, in praise of the spirit of French-speaking Canadians.

Dr. Stikker Confers With Mr. Pearson: Ottawa, April 22 (CP) -- Dr. Dirk Stikker, The Netherlands Foreign Minister, said today he believes plans for an integrated European Defence Community may become a reality next month.

Dr. Stikker conferred with the Secretary of State for External Affairs, Mr. Pearson, for two hours and later spoke to the Governor-General, Rt. Hon. Vincent Massey, and conferred with other Canadian Cabinet Ministers.

Delegation To WHO Assembly: (Press Release No. 24, April 23) -- The Department of External Affairs announced on April 23 that Dr. O.J. Leroux, Assistant Director, Indian Health Services, Department of National Health and Welfare, will head the Canadian Delegation to the Fifth World Health Assembly, which opens in Geneva on Monday, May 5.

Dr. W.H. McMillan, Member of Parliament for Welland, and Dr. J.T. Phair, Deputy Minister of Health, Province of Ontario, will be Alternate Canadian Delegates. In addition, Dr. T.C. Routley, General Secretary, Canadian Medical Association, will be Special Adviser to the Canadian Delegation, and Mr. Bruce Williams, Canadian Permanent Delegation to the United Nations, Geneva, will serve as Adviser and Secretary.

New Case Of Foot And Mouth Disease: Ottawa, April 22 (CP) -- A new outbreak of foot-and-mouth disease was announced today, shattering Canada's hopes of an early end to the United States embargo on Canadian livestock and meats.

The announcement was made in the House of Commons by the Minister of Agriculture, Mr. Gardiner.

The new outbreak will result in the slaughtering of another 23 animals, including cattle and at least one hog or more. It was uncovered on a farm a few miles southeast of Ormiston, about 100 miles southwest of Regina and about five miles outside the 11-municipality South Saskatchewan quarantine area.

However, it is well within the 50-mile buffer zone erected to prevent the disease from spreading.

Across Canada: The House of Commons voted 101 to 37 against a C.C.F. Bill aimed at transferring to the Exchequer Court from Parliament jurisdiction over Quebec and Newfoundland divorce cases....A "better than 50 per cent chance" of the St. Lawrence seaway project passing the United States Senate was foreseen yesterday by Dr. N.R. Danelian, Executive Vice-President of the Great Lakes-St. Lawrence Seaway Association. He spoke to Montreal Rotary Club members and, expressing qualified optimism regarding Senate passage for the project, he warned "the matter may be more difficult when it reaches the House of Representatives."....Members of a top-level Canadian business delegation to the United States on Tuesday night left Montreal and Toronto for White Sulphur Springs, W. Va., for a two-day meeting with leading United States businessmen.



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Thursday, April 24, 1952.

The Budget Debate: Ottawa, April 23 (CP) -- Mr. James Sinclair, Parliamentary-Assistant to the Minister of Finance, today asked critics of the federal Government's budget to name any country with a sounder economic position.

Speaking as debate on the Budget moved through its second day, Mr. Sinclair concluded his speech with this question:

"Where, in the world today, is there any country whatsoever with a sounder economic position, a better fiscal policy, better development or a higher level of employment than this country of Canada under the present Liberal administration?"

Mr. Donald Fleming (PC--Toronto Eglinton) followed with a charge that the 1952-53 budget, presented to the House of Commons April 8, was a budget with a "false face." It "should have been presented on Hallowe'en."

When the mask of the budget was ripped away, the people found they would be subjected to heavier taxation than in 1951.

Mr. Stanley Knowles (CCF--Winnipeg North Centre) said the Canadian people felt they had been "tricked." The Commons had unanimously adopted a motion calling for removal of the four-per-cent floor on medical deductions from income tax. The Government had declined to accept the views of the Chamber.

Mr. Sinclair dealt particularly with a speech made yesterday by Mr. J.M. Macdonnell (PC-Toronto-Greenwood), chief financial critic for the Opposition. Mr. Macdonnell had made eight references to an Atlantic Monthly article, critical of Canada's financial policies.

"I know the Atlantic Monthly; it is a magazine devoted to literature, poetry and the arts," said Mr. Sinclair. "I have never heard the Atlantic Monthly regarded as a journal of standing in the economic, financial and business worlds."

There were many businesses and American newspapers, such as the New York Times, the New York Herald Tribune, the Daily Mirror, the Wall Street Journal and the Journal of Commerce which carried "laudatory editorials and comments."

The New York Daily Mirror whimsically suggested that three American Cabinet Ministers be traded for Mr. Abbott.

Mr. Sinclair said the only way to reduce the debt, piled up largely as a result of the last war, was to follow the policies set out by Mr. Abbott. Since the end of the war Canada had reduced by \$2,300,000,000 the principal of its debt and \$62,000,000 a year off the interest.

Trade Balance Rises In March: Ottawa, April 23 (CP) -- Canada's trade balance continued to boom in March.

In a preliminary statement, the Bureau of Statistics today estimated total domestic exports during the month increased to \$352,400,000 from \$290,200,000 in March last year. Imports dropped to \$327,500,000 from \$342,500,000.

Exports to the United States declined in value to \$185,200,000 from \$190,200,000 while exports to the United Kingdom rose to \$67,800,000 from \$39,700,000 in March last year. Imports from the U.S. increased to \$254,100,000 from \$245,700,000 while those from the U.K. were down to \$22,800,000 from \$30,400,000.

Trade Commissioner In Ciudad Trujillo: Ottawa, April 23 (CP) -- Canada will seek to increase trade with the Dominican Republic, Haiti and Puerto Rico by the establishment of a Trade Commissioner at Ciudad Trujillo, Dominican Republic, it was announced today.

The office will be headed by Mr. Raineau E. Gravel of Gravelbourg, Sask., who has been commercial secretary in Lima, Peru, since September, 1949. He is expected to take up his new appointment next September following a tour of Canada.

The move is in line with a policy of exploring trade opportunities in some of the smaller markets of the world which have been overlooked during the period of relatively free movement of commodities. A recent survey had indicated the West Indian markets offered Canadian exporters an outlet for some of their products now excluded from the sterling area.

Queen Juliana Visits NRC Laboratories: Ottawa, April 23 (CP) -- Queen Juliana popped scores of questions at scientists and technicians today as she ended her planned tour of Ottawa with a peek at Canada's industrial might.

Quick trips were made to six National Research Council laboratories, some of them filled with military secrets.

Tomorrow, on the third day of a six-day informal Ottawa trip, the reigning sovereign of The Netherlands becomes "incognito." Plans for further visits and travels have been kept highly secret.

Simpson's Ltd. And Sears, Roebuck and Co.: Toronto, April 23 (CP) -- Negotiations between Simpsons Ltd. and Sears, Roebuck and Co., for the formation of a new company to establish a number of retail stores throughout Canada are continuing, it was announced today.

Mr. E.G. Burton, President of Simpsons, said the discussions aim at "joint future development in Canada." The new company would be owned equally by Sears and Simpsons.

The proposals will not affect the operation, management or control of Simpson's department stores in five Canadian cities. No sale of any shares of Simpsons was involved, he added.

Sickness Report On Troops In Korea: Ottawa, April 23 (CP) -- About 45 per cent of the 12,500 Canadian soldiers who have served in Korea have reported sick.

A Defence Department reply tabled today in the House of Commons gave the number who have been sick as 5,565 and said this is made up of the number of admittances of non-battle casualties of the 12,500 soldiers who have been in Korea.

Of this total, 4,450 returned to their units, 909 were sent home for medical reasons and 206 still are in hospital.

The reply, tabled for Mr. E.D. Fulton (PC--Kamloops) said rotation brought 982 Canadians home up to the end of March and that total army strength in the Far East at that time was 7,646.

The Case Of Kurt Meyer: Ottawa, April 23 (Globe) -- The Government is making strong efforts to ensure that Canada will not be shut out of any clemency proceedings which may be initiated on behalf of Maj.-Gen. Kurt Meyer after the western powers sign a peace agreement with Western Germany. But officials are not too hopeful of the result....

Across Canada: The Minister of Resources and Development, Mr. Winters, said at Sault Ste. Marie on Wednesday that "very great strides" are being taken to develop Canada's natural resources, "and to manage them with prudence." He told the Chamber of Commerce that "there is no lack of a general policy for conservation and resources development," and that there is frequent and cordial co-operation between the federal and provincial Governments, and with industry in this field.... Two male officials have resigned and one woman has been dismissed, the Government disclosed in new information about the investigation of Canadian immigration irregularities. They are in addition to the three immigration officials dismissed in the first stages of an investigation which, a Government reply tabled in the Commons showed, still is continuing.... Representatives from all parts of Quebec gathered at the Chateau Frontenac in Quebec City last night in a history-making banquet demonstration honouring Premier Maurice L. Duplessis, on the 25th anniversary of his entry into politics.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
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OTTAWA - CANADA

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Vol. 3, No. 80

Friday, April 25, 1952.

Extensive Armed Force In East Germany: Ottawa, April 24 (CP) -- Existence of an "extensive" armed force in Eastern Germany under communist control is known to the Western Allies.

The Secretary of State for External Affairs, Mr. Pearson, today gave this information to a House of Commons committee, but added that he could not give the size as estimated by the North Atlantic Treaty Organization.

The so-called East German "police" force was really the nucleus of an army which could be quickly built into a powerful force.

Rearming of Western Germany is "one of the most important problems in the world today," said Mr. Pearson. Existence of the skeleton, at least, of a strong armed force in the Russian controlled area, must be considered.

Present plans of the Western European Defence Organization and NATO proposed the contribution of at least a division of Western German forces to aid in the unified defence of Western Europe. They would not permit a revival of German militarism.

Canada had been kept advised step by step of all decisions reached by the occupying powers in Western Germany and had made representations when such were indicated. Those representations had been well received.

Under questioning by committee members, Mr. Pearson touched on several other aspects of Canada's foreign policy.

Regarding cease-fire talks in Korea, Mr. Pearson said there is no basis for reports in some sections of the U.S. press that Canada is putting pressure on the United States to agree to forced repatriation of prisoners of war.

It would be an "immoral and impossible position" for Canada to take. The reports had been used in Communist propaganda in an effort to prove a split in U.N. ranks. There was no truth in them.

Justice Department Studying Endicott Matter: Ottawa, April 24 (CP) -- The Minister of Justice, Mr. Garson, and his law officers are studying the statutes for possible methods to deal with reported utterances of Dr. James Endicott, Toronto cleric, implicating Canada in alleged germ warfare in Korea.

Because the statements attributed to him were made in communist China, the difficulty will be to prove them.

The Secretary of State for External Affairs, Mr. Pearson, today told a House of Commons committee that Dr. Endicott would be questioned after he returns to Canada on reports of his statements in China.

"What will you do if Dr. Endicott says the reports are correct?" Mr. Pearson was asked by Mr. Gordon Graydon.

"He is a Canadian citizen and has the responsibility of citizenship," Mr. Pearson replied. "If the law has been broken he must suffer the consequences."

Mr. Pearson said he was not qualified to say whether or not there was a specific statute under which Dr. Endicott could be prosecuted for statements made abroad which could damage his own country. He said he hoped there was.

Mr. Garson said in an interview that his law officers are preparing an opinion on the Endicott reports. When it is ready he will make a statement in the House.

He said the reports had been the subject of study before the matter was raised in the Commons Monday by Mr. John Diefenbaker (PC-Lake Centre).

The uttering of treason in a country in which Canada has no diplomatic or other representation and no means of obtaining evidence is difficult to punish by any legal means under existing statutes.

No matter how wide the definitions of treason or sedition or utterances designed to endanger the peace or welfare of the country, the necessity remains of making and proving the charge.

Any action in this case could also involve the media by which the reported statements of Dr. Endicott in China were published in Canada.

Thus the dilemma of the law officers would seem to be how to get at fellow travellers who may make treasonable statements abroad and still protect the freedom of the press which publishes what it believes to be competent reports of what is said.

Peace Congress Statement: Toronto, April 24 (CP) -- The Canadian Peace Congress, leftist body of which Dr. James G. Endicott is chairman, said today Dr. Endicott "will fully defend any statements he has made" about germ warfare and "will tell Canadians about his investigations" on his return from Communist China.

The Budget Debate: Ottawa, April 25 (CP) -- Mr. Ross Thatcher (CCF--Moose Jaw) suggested last night in the House of Commons that federal Government expenditures this year be reduced by \$315,000,000, including a \$225,000,000 cut in defence spending.

In a speech marked by interruptions from members in various parts of the chamber, including some in his own party, Mr. Thatcher said there must be a reduction in the \$4,500,000,000 the federal Government plans to spend in the current fiscal year.

The expenditure programme will mean that the federal Government will take 21 cents in taxes out of every dollar earned; it will mean that every man, woman and child will pay an average of \$320 in taxes to the federal Government.

"Our peacetime taxes are far too high," he said.

Earlier Mrs. Ellen Fairclough (PC--Hamilton West) said that if the Government plans to use taxes to reduce the national debt it should inform the Canadian people.

Warnings Against Communist Propaganda: Montreal, April 25 (Gazette) -- The Canadian Chamber of Commerce warned Canadians yesterday to be on the alert for a communist "whispering" campaign aimed at dividing Canada and the United States.

In a preview of an article appearing in the May issue of its news letter, the Chamber said a communist-sponsored organization identified as "Demiform" already is spreading rumours designed to confuse western nations.

Ambassador To Argentina: (Press Release No. 25, April 25) -- The Department of External Affairs announced on April 25 the appointment of Major-General L. R. LaFlèche, D.S.O., as Canadian Ambassador to Argentina.

Across Canada: Trans-Canada Air Lines forecast a 1952 surplus of \$1,000,000 in the company's annual budget tabled in the House of Commons. The system said it expects to make \$2,325,000 on its North American services and lose \$1,325,000 on its transatlantic services....Queen Juliana made a gruelling tour of Dutch settlements in the Hamilton, Ont., area and told reporters later that she is completely satisfied that "my people are happy here.".... Canadians invest more in the U.S. on a per capita basis than Americans do in Canada, Mr. Harold Keller, Commissioner of the New York State Department of Commerce, told Kiwanis Club of Montreal, the Gazette reported. He said, more than \$7,000,000,000 in private American funds are invested in Canada--three-fourths of the total foreign capital invested in this country. Mr. Keller came with Albany Kiwanis Club for an inter-club meeting marking U.S.-Canada Goodwill Week....A war of the future might well be decided over the skies of Canada, the Empire Club was told in Toronto yesterday. Sir Roy Dobson, Chairman of the Board of Avro Canada, warned that a glance at a world map makes clear that "Canada is exactly athwart the shortest air routes between the Soviet Union and the United States."



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Vol. 3, No. 81

Monday, April 28, 1952.

Mr. St. Laurent Sees "Golden Age" Possible: Montreal, April 28 (CP) -- The Prime Minister, Mr. St. Laurent, held out the hope Saturday night that it will not be long before the world is free to go on building the "golden age" which he said loomed in 1945 but has been postponed by the cold war.

Predicting that atomic energy will be for this century what steam power was for the last, he told an audience of engineers:

"We hope that the day will not be too long in coming when engineers will no longer be 'soldiers' but will be able to devote all their efforts to the service of humanity's welfare and that there will be, if not a second industrial revolution, at least a long period of peace which will permit us and our children to profit fully and without fear of aggression from the riches which have been showered upon us. . ."

In a speech prepared for delivery to the Corporation of Professional Engineers of Quebec, Mr. St. Laurent lauded the part engineers have played in Canada's wars and in transforming Canada from a colony to a rising world power.

He listed the St. Lawrence Seaway among immediate objectives and added, "soon we hope the seaway will be open to most of the great ships that ply the ocean."

"We have shown that what can serve to defend our freedom at a time of crisis can serve equally well to rebuild what has been destroyed and to better the lot of all in peace. And that is what we want to keep on showing in pursuing our research for applying atomic energy, for example, to peaceful ends.

"It does not seem presumptuous to predict that atomic energy will be for the 20th century what steam was for the 19th. Our efforts in this field are second to those of no other country."

Canada-Japan Diplomatic Relations: Ottawa, April 25 (CP) -- Japan will raise its diplomatic representation here to the rank of an Embassy next week and Canada will do the same with its mission in Tokyo.

Mr. K. Narita, Japanese government overseas representative here, announced today that when the Japanese peace treaty comes into effect Monday the first Japanese Embassy will come into being here. Before the war Japan had a legation, lower in status, in Ottawa.

Canada is expected to reciprocate by raising its liaison mission in Tokyo to Embassy status too.

Mr. Narita also told reporters that a Consulate will be established in Vancouver.

Mr. Narita, in a chat with reporters, said he hopes Canada will accord Japan most-favoured-nation trade status soon so that Japan will be able to do something about redressing the balance of trade with Canada.

Canada Invited To Watch A-Test: Ottawa, April 25 (CP) -- For the first time since 1946, Canada has been invited to send observers to an American atomic explosion.

But it apparently doesn't make it possible for the Defence Department to do what it would like to do--go right in with the American military men who get closest to the explosion and see its effects.

The Minister of National Health and Welfare, Mr. Martin, disclosed today that Canada has been invited to send observers to an explosion later this year and said he thinks Canada will accept the offer. He didn't elaborate.

This test may be held outside the U.S. and is believed to be the first of the nuclear explosions to be aimed mainly at giving civil defence experts a chance to study the weapon.

It is through civil defence channels that Canada's invitation came.

Mr. Martin said he thinks civil defence authorities from Canada will go and that some military men might attend too.

Royal Conservatory Reorganization: Toronto, April 28 (CP) -- A sweeping reorganization is in prospect for Toronto's 8,000-student Royal Conservatory of Music, Sir Ernest MacMillan said last night.

Sir Ernest, Dean of Music at the University of Toronto, said in a statement that the plan would abolish the present faculty of music at the University and create at the Conservatory a faculty of music handling degree and advanced diploma courses. The plan would also set up a school of music dealing with all other activities of the Conservatory.

As a result Sir Ernest is relinquishing the Deanship of the University faculty and Ettore Mazzoleni has threatened to resign as Conservatory principal if the reorganization continues its present course.

An internal dispute was reported to have developed, also involving Dr. Edward Johnson, Chairman of the Conservatory's Board of Directors, Dr. Arnold Walter, Director of the Conservatory's senior school and Dr. Sidney Smith, President of the University.

The Budget Debate: Ottawa, April 25 (CP) -- Representatives of two farming communities, one in Ontario and the other in Saskatchewan, said today in the House of Commons that the situation in the Canadian dairy industry now constitutes a national emergency.

Dr. W.G. Blair (PC-Lanark), suggesting immediate establishment of a floor price for cheese, said the dairy industry has been hit by the outbreak of foot-and-mouth disease in Saskatchewan, by the loss of British and American markets, by cheese imports from New Zealand and by competition from margarine.

Mr. Hazen Argue (CCF--Assiniboia), a Saskatchewan wheat farmer, agreed that a floor price for cheese should be established. But, he said, the law should be revised to prevent packing houses and others from making a "complete sham" of floor prices.

Across Canada: A Canadian jet fighter squadron will fly the Atlantic early this summer. It will be on its way to service under the Atlantic Pact. Hopping by stages to Labrador, Greenland, Iceland, and Scotland, No. 439 Squadron from Ottawa's Uplands Airport will fly to North Luffenham, England, to round out a three-squadron wing. The wing is the first main instalment on Canada's promise to have a 12-squadron air division in Europe by 1954.... Premier Duplessis announced on April 25 that a long-idle pulp and paper plant at Chicoutimi may be converted into a \$15,000,000 zinc refinery.... The House of Commons, after considering the matter for two sessions, has agreed that Queen Victoria's birthday should always be celebrated on a Monday, rather than on whatever day May 24 happens to fall.... Margaret Kerr, a Toronto mezzo-soprano, and Jonathan Vickers, a tenor from Prince Albert, Sask., were announced by the CBC as winners of the French network's fourth singing contest, Our Future Stars. There were 141 singers auditioned for this year's contest, 40 of them heard on the air during the programmes. The two winners will be auditioned in Montreal on May 31 by Rudolf Bing, General Manager of the Metropolitan Opera Company.... Fort Frances Canadians defeated Stratford Indians 6-5 for a one-game lead in their battle for the Allan Cup and Canadian senior hockey title. The win gave Canadians a 2-1 lead in their best-of-seven series. They won the first game 9-5 and dropped the second 3-0.



CANADA

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Vol. 3, No. 82

Tuesday, April 29, 1952.

Discuss Closer Co-Operation In NATO: Ottawa, April 28 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said today that it is desirable for nations to pool their sovereignty in the interests of security and possibly survival.

He made the statement in the House of Commons after Mr. Alistair Stewart (CCF--Winnipeg) sponsored a resolution urging acceptance of any invitation to meet with parliamentary representatives of North Atlantic countries to discuss closer co-operation.

Mr. Stewart said he wanted to see the countries which sponsored the Atlantic Pact adopt common policies on defence, foreign affairs, currency, trade and citizenship. If war comes, that sort of union must come "for the preservation of our own freedom." It would be better to bring such a union about in peacetime.

The House later endorsed Mr. Stewart's resolution.

Mr. Pearson said he noted the resolution asked the Government to consider acceptance of an invitation addressed to Parliament. He did not think it would be appropriate for the Government to deal with an invitation addressed to Parliament.

If it did, the Progressive Conservative Opposition probably would charge the Government with interfering with the rights of Parliament.

Mr. Pearson said the Government could not pledge acceptance of any invitation. The Government would have to know the source of the invitation and to study the terms in which it was couched.

If the invitation came from a responsible governmental body and was couched in terms that did not commit delegates to any formal agreement, it should be considered. Any serious proposal that would increase the co-operation among North Atlantic Treaty nations should commend itself to Parliament and to the Government.

He recalled that NATO already had discussed ways to bring the organization closer to representatives of the people. The matter will be discussed further by the recently-appointed Permanent Council of NATO.

Mr. Stewart said that he is not in any way hostile to the United Nations. He would like to see the U.N. made stronger through a stronger NATO.

He said that later this week a delegation from the United States, headed by Senator Guy Gillette (D., Iowa), will visit Ottawa to discuss with Canadian parliamentarians the possibility of establishing a North Atlantic Assembly. The Assembly would be a move toward establishment of Atlantic Union.

Japanese Peace Treaty: (Press Release No. 26, April 28) -- The Department of External Affairs announced on April 28 that, with the coming into force of the Japanese Peace Treaty that morning, full diplomatic relations have been resumed between Canada and Japan.

The Canadian Liaison Mission, which was established in Tokyo in 1946, will now have the status of an Embassy. Pending the appointment of an Ambassador, Mr. A.R. Menzies, who has been Head of the Canadian Liaison Mission since December 1950, will be the Chargé d'Affaires ad interim.

Messages of goodwill were exchanged by the Prime Ministers of the two nations.

Monday Precedence For Government Bills: Ottawa, April 28 (CP) -- Angry charges were exchanged in the House of Commons today between the Prime Minister, Mr. St. Laurent, and Mr. George Drew, Progressive Conservative Leader.

During a debate on procedure Mr. St. Laurent said that, with six federal by-elections in the offing, Mr. Drew was trying to lecture the Government in a style reminiscent of his "outbursts before the election of 1949."

Mr. Drew charged the Government was trying to curtail the rights of private members. He said the question of "dictatorship" was raised whenever any one questioned the course followed by the Government.

The debate occurred on a motion--adopted by a vote of 103 to 42--to give Government bills precedence over private members' business every Monday until the end of the session, expected in July.

Mr. Drew criticized Mr. Abbott for going to the United States, while debate on the 1952-53 Budget is still going on.

Royal Conservatory Directors To Meet: Toronto, April 28 (CP) -- A strike is threatened by the teachers and some of the 8,000 pupils of the Royal Conservatory of Music unless Dr. Ettore Mazzoleni is reinstated as Principal.

Conservatory directors will meet Wednesday night to consider the resignations, arising from a shakeup proposal, of Dr. Mazzoleni and his brother-in-law, Sir Ernest MacMillan, who has been Dean. Three teachers also have quit.

The resignations stem from a proposed reorganization plan which it is reported, would put Dr. Mazzoleni in a lesser position to that of the present Assistant Principal, Dr. Arnold Walter.

Also said to be a factor is a difference of opinion over Canadian and European talent.

Sir Ernest and Dr. Mazzoleni are considered supporters of a belief that Canada can promote and support her own musical talent. Dr. Walter and Dr. Nicolas Goldschmidt, Conservatory associates who came to Canada from Czechoslovakia, and Dr. Edward Johnson, a Director and former General Manager of the Metropolitan Opera Company, New York, are said to favour introduction of more European talent in Canadian entertainment, and to give opera training a more important role in conservatory training.

Foot-And-Mouth Disease Case: Regina, April 28 (CP) -- Federal Health of Animals officials today reported another outbreak of foot-and-mouth disease in Southern Saskatchewan--on a farm about 75 miles southeast of Regina.

The new outbreak is on a farm five miles northeast of Weyburn, and is 28 miles outside the quarantine area.

Federal Government veterinarians said the quarantine area will be widened immediately.

The farm was the 26th infected since February 25.

The infected herd includes 41 animals, a mixed herd of dairy and beef cattle. Dr. Kenneth Wells, Chief Veterinarian from Ottawa, said that so far they have no leads as to how the infection could have spread to the district, at least 50 miles from the previous outbreak.

Ten federal veterinarians were immediately dispatched to the Weyburn area.

No More Steam Locomotives For CNR: Ottawa, April 28 (CP) -- The Canadian National Railways will never buy another steam locomotive, President Donald Gordon today told the House of Commons special railway committee.

Giving his annual accounting to Parliament, the head of the Government-owned system said the CNR now has a \$95,000,000 five-year programme under way for conversion to diesels and expects to be completely changed to that motive power in 15 or 20 years.

Some committee members expressed doubts about various aspects of the change-over.

Across Canada: It was announced from London this morning that Canada's representatives on Her Majesty's Coronation Commission will be the Prime Minister, Mr. St. Laurent; the Canadian High Commissioner to the U.K., and Mr. Frederic Hudd, official secretary of Canada House in London....Cpl. George Clark, in charge of the Rockcliffe detachment of the Ontario Provincial Police, was honoured by Queen Juliana prior to her departure for home Sunday, when he was presented with a pair of sterling silver cufflinks....The Minister of Labour, Mr. Gregg, said he believes, that for the immediate future, wages have reached their peak.



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Vol. 3, No. 83

Wednesday, April 30, 1952.

To Increase War Veterans' Allowances: Ottawa, April 29 (CP) -- The federal Government proposed today to boost war veterans allowances by 25 per cent or more and to drive a big loophole through the rule that puts a ceiling on outside income for recipients.

The Minister of Veterans' Affairs, Mr. Lapointe, after rejecting the perennial Opposition bid for a permanent House of Commons committee on veterans' affairs, introduced a bill to amend the Veterans' Allowances Act to do these things:

1. Boost to \$50 a month from \$40 the maximum allowance payable to a single veteran or widow; to \$90 from \$70 the maximum for a married recipient.

2. Establish a new basis for outside income under which a recipient can earn as much as possible on a monthly basis without hurting his allowance. In effect, it could eliminate the ceiling on outside income for many needy veterans.

3. For those to whom officials decide they still apply, the ceilings on outside income actually will be smaller. Under the existing setup, a single recipient can earn an extra \$125 a year, a married recipient \$250 before his allowance is cut. The new amounts would be \$120 for both.

The allowances are paid to aged and needy overseas veterans and widows and orphans of veterans. A total of 40,000 Canadians receive them.

The Minister earlier hinted at possible future changes in the Veterans' Land Act when he said he has officials "looking into the whole question" of V.L.A., the statute under which veterans are settled on farms and small holdings.

20-Ton U.S. Tanks For Canadian Army: Ottawa, April 29 (CP) -- Canada is buying a 20-ton, so-called light tank from the United States to help equip her armoured forces, the House of Commons Defence Committee was told today. It has a 75 millimetre gun.

Mr. C.M. Drury, Deputy Defence Minister, said the Defence Department has bought nine of those tanks, called the Chaffey, at a cost of \$1,070,000, and said it is the current choice for a standard light tank.

The Committee also learned that the original \$88,000 estimate for the cost of the medium 56-ton Centurion tanks Canada is buying from Britain was considerably short of the actual cost.

Official figures showed that, delivered in Montreal, and equipped with spares, the Centurion costs about \$135,000--including \$12,000 in Canadian sales tax.

Canada paid \$125,000 apiece for 20 Second World War type U.S. Sherman tanks for the 25th Brigade in Korea. They have been improved since the war.

Mr. Gordon Before Railway Committee: Ottawa, April 29 (CP) -- The Canadian National Railways looks for about the same traffic volume in 1952 as its record 1951 figure, President Donald Gordon today told the House of Commons' special Railway Committee.

Mr. Gordon was giving evidence as the Committee concluded a two-day annual study of the Government-owned system's 1951 operations and its budget for the current year. The Committee approved the reports of the C.N.R. and the Canadian National (West Indies) Steamships, Ltd.

The 1951 budget, showing all-time peak operating revenues of \$663,000,000 and operating expenses of \$613,000,000, forecast a deficit of \$18,025,000 after interest charges.

Mr. Gordon explained the figures do not take into account either a proposed capital revision plan for the company--which would reduce its deficit-- or a higher wage bill from expected employee demands this year.

Foot-And-Mouth Disease: The Minister of Agriculture, Mr. Gardiner, today described as the "worst" yet a new outbreak of foot-and-mouth disease in South Saskatchewan.

Since the disease first was diagnosed in February 1,000 head of livestock have been destroyed. The latest outbreak involves 123 cattle which will be killed. There may be others.

The new attack of the virus assumed an ominous tone when it was learned that 24 head of cattle from the infected herd, near Weyburn 75 miles south-east of Regina, had been sent to a community pasture. If they show symptoms of the disease, cattle with which they have been in contact also may be destroyed.

In Victoria, Mr. Harry Bowman, British Columbia's Agriculture Minister said the Province will take "action" if the disease "appears to get out of control." He did not amplify, but it appeared likely B.C. would reimpose an embargo against Alberta cattle and meats.

11-Government Civil Defence Conference: Ottawa, April 29 (CP) -- An official communiqué said today the federal and provincial Governments have reached general agreement on methods for meeting the dangers of wartime disaster.

Issued at the end of a new federal-provincial civil defence conference, it said the 11 governments also reached agreement on the basis for dividing up \$1,400,000 worth of federal grants for specific provincial C.D. projects. (It was reported to be roughly 10 cents a head for each province.)

The communiqué touched only lightly on the question of dividing up financial responsibilities, one over which seven provinces yesterday expressed some degree of dissatisfaction. It said discussion centred around that question but didn't say what happened.

It said the meeting laid the foundation for further progress in the C.D. field.

Across Canada: The fourth session of New Brunswick's 41st Legislature was prorogued yesterday amid reports of an impending provincial election.... The federal Government's recent grants to universities were described by Solicitor-General Rivard yesterday as "a very dangerous invasion of provincial autonomy," the Montreal Gazette reported. But he said it had been made clear that the grants were only for one year, so no precedent had been set....A crack 100-man contingent from Canada's 27th Canadian Infantry Brigade joined more than 1,000 men of the British forces at Minden, Germany, Monday in a farewell parade for General Eisenhower....Fort Frances Canadians came from behind in the third period Monday night to score four goals and defeat Stratford Indians 5-3. The victory gave Canadians a 3-1 lead in the best-of-seven series for the Canadian senior hockey title.

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Vol. 3, No. 84

Thursday, May 1, 1952.

\$1,000,000,000 Exports In First Quarter Of 1952: Ottawa, April 30 (CP) -- Canadian exports did a \$1,000,000,000 business in foreign markets in the first quarter of 1952. It was marked by fairly sharp increases in buying by Britain, including a 70-per-cent jump in March over March 1951.

Export figures both for March and for the first three months of the year outstripped comparative totals for 1951 by better than 20 per cent. March kept up the pace despite a drop in American buying from Canada partly because of foot-and-mouth disease.

The Dominion Bureau of Statistics also reported today that for all three months Canadian exports outstripped imports whereas imports outstripped exports in all the first three months of 1951.

Here are the figures:

1. In March Canada sold \$353,800,000 worth of goods abroad, 21 per cent above March 1951. The three-month total of \$987,200,000 was 22 per cent above the same 1951 period. Added to this was \$12,800,000 worth of foreign-made goods which Canada bought and sold, raising the three-month export total to \$1,000,000,000 even.

2. Estimated imports for the same three months totalled \$916,600,000. Thus Canada had a favourable balance of trade in the first three months of \$84,000,000 compared to an unfavourable balance of \$124,000,000 in the first three months of 1951.

Notable in the export figures for March were a drop in Canadian buying by the U.S. and a rise in Canadian buying by the United Kingdom despite her financial difficulties and restrictions.

Exports to the U.S. decreased to \$185,000,000 from \$190,000,000 with a sharp reduction in the animal and animal products group as the main reason.

However, the U.S. buying made up more than half of all Canada's selling--52.3 per cent. In March, 1951, the U.S. bought 65.5 per cent of all Canada sold.

Exports to the U.K. climbed to \$67,757,000 from \$39,655,000.

Mr. Abbott's Washington Speech: Washington, April 30 (CP) -- The Minister of Finance, Mr. Abbott, today warned Americans against revival of "protectionism" through the raising of tariff walls and other barriers to trade in the free world.

He spoke at the closing sessions of the 40th annual meeting of the United States Chamber of Commerce.

Voicing the concern of Canadian producers over signs of a "resurgence of protectionism" south of the border, Mr. Abbott told the delegates that it would be the height of folly for the United States to appear to reverse the movement for freedom of commerce which it has led since the war.

"Mutual trust and confidence cannot be based solely on military and political considerations," Mr. Abbott said.

"A healthy alliance, capable of resisting communist aggression, must have a sound economic foundation.

Brig. Rockingham Returns May 16: Ottawa, April 30 (CP) -- Brig. John M. (Rocky) Rockingham is due in Canada May 16 with an assignment to Britain's high-ranking Imperial Defence College and a new award coming up.

No promotion is in sight, however, for the man who has just left the brigade he organized, trained and fought with in Korea. He is fairly junior among the Army's brigadiers.

He is slated to go late this year to London to attend the I.D.C., a stepping stone to bigger things. In the meantime, he will become Director-General of Military Training at Army Headquarters.

The Defence Department is pondering what honour it can bestow on him as a fitting reward for his superb work in organizing and commanding the 25th Brigade. He already has won the Distinguished Service Order twice for gallant leadership in Europe and is a Commander of the Order of the British Empire.

Mr. Dunton Announces TV Rates: Toronto, April 30 (CP) -- Basic television advertising rates in Toronto will be \$1,600 an hour and, in Montreal, \$500 an hour, Mr. A.D. Dunton, Chairman of the Board of the Canadian Broadcasting Corporation, announced today.

Mr. Dunton gave these figures in an address to the Association of Canadian Advertisers. In Toronto, the rates would work down to about \$960 for a half hour and \$640 for a quarter hour. In Montreal they would be \$300 for a half hour, and so on down.

The basic charge would cover station time, production facilities and use of the organization associated with the programme. It wouldn't cover talent costs and incidental out-of-pocket expenses.

The higher Toronto rates, Mr. Dunton said, are due to the much larger number of sets here, where there has been relatively good reception of American stations for some time. The rates, especially those for Montreal, were "starting rates" and might be expected to increase as the number of sets increase.

Urges NATO Interparliamentary Body: Ottawa, May 1 (CP) -- United States Senator Guy M. Gillette (Dem.--Iowa) suggested last night the establishment of an interparliamentary consultative body among the North Atlantic powers as a step toward Atlantic Union. Canada should lead the way by calling a NATO conference.

In a speech prepared for delivery to a dinner given in honour of a U.S. delegation here to discuss the possibilities of Atlantic Union with Canadian parliamentarians, he said the primary aim of NATO -- military security -- now must depend on the approval of the legislatures of the 16 NATO countries.

Across Canada: Mr. St. Laurent yesterday told 32 High School students from Newton, Mass., that the West's defence build-up was the only possible course under present circumstances....The House of Commons Agriculture Committee commenced its inquiry into foot-and-mouth disease handling....The Jean-Louis Barrault Theatrical Company--one of the best in France--will tour Canada and the United States late this fall, Reuters reports....In the Allan Cup hockey final at Fort Frances last night Stratford defeated Fort Frances 2 to 1 to stay in the running....Guelph Biltmores trounced Regina Pats in Toronto last night, 8-2, for their third straight triumph in the Memorial Cup hockey final.



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Vol. 3, No. 85

Friday, May 2, 1952.

Atlantic Union Discussions: Ottawa, May 2 (CP) -- Canadian-United States proponents of Atlantic union believe that unification of the 16 North Atlantic treaty powers might be started through a consolidation in the spheres of foreign policy and defence.

The belief was expressed Wednesday at a closed meeting of a United States group visiting Ottawa to explore with Canadian Parliamentaries the possibilities of Atlantic union beyond the present military field.

The U.S. group, including Senator Guy Gillette (D--Iowa), Congressman Leroy Johnson (R--Calif.) and Mr. Owen Roberts, former Justice of the U.S. Supreme Court, met behind closed doors with members of the joint Senate-Commons External Affairs Committee.

A statement issued yesterday on the meetings said Canada was mentioned as an appropriate country to call a conference to explore the possibilities of a North Atlantic consultative assembly which would have no executive or legislative power.

The statement said it was recognized the greatest difficulty facing Atlantic union is the reluctance to give up national sovereignty.

"It was recognized that some delegation of sovereignty was necessary for the achievement of any real union," the statement continued. "The idea was put forward that sovereignty could be delegated progressively in limited spheres, the union being formed first by a consolidation of foreign policy and defence, in which fields there is now a large measure of agreement.

"This proposal was made as an alternative to the functional development of union such as that being undertaken in NATO and by other groups which, in the mind of the speaker, was too slow a development.

"Difficulties created by tariff barriers, the protection of minority rights and the granting of common citizenship were real but could be met gradually and would, in one speaker's opinion, become less difficult as the concept of Atlantic union became familiar."

The statement did not identify the speakers putting forth these ideas.

Defence Expenditures Committee: Ottawa, May 1 (CP) -- An Opposition member, Major E.D. Fulton, (PC--Kamloops), suggested today that Canada may be getting some inferior weapons by adopting United States arms, but Mr. C.M. Drury, Deputy Defence Minister, said he knows of none which fall in that category.

Mr. Drury told the Defence Expenditures Committee of the House of Commons that the Army's long-range aim still is to arm itself completely with U.S. weapons even though the Anglo-American rifle dispute has forced suspension of any change in small-arms.

Currently, he said, the Army is in a transition stage with some U.S. and some British weapons and with a halt called in further deliveries of U.S. small-arms until the two major countries can agree on a standard rifle of the future.

Cattle Disease Concern: Regina, May 2 (CP) -- Three Western Provinces and Parliament were disturbed yesterday by reports of a new foot-and-mouth outbreak in the Weyburn area outside the Southern Saskatchewan quarantine zone.

British Columbia cattlemen asked Agriculture Minister Harry Bowman to reimpose a ban on cattle from Alberta and Saskatchewan.

Edmonton livestock dealers described as a "God-send" a new federal Government decision to buy surplus cattle carcasses dressed and weighing 600 pounds.

Saskatchewan disease control workers started digging a mass grave for the 67 cattle and 18 hogs about to be shot as having, or being in contact with, foot-and-mouth disease. Federal veterinarians meanwhile sought to find out how the disease had spread to the new area.

Dominion Drama Festival: Saint John, N.B., May 2 (Ottawa Citizen) -- The proud Saturday Players of the Ottawa Little Theater last night strutted off the stage with the biggest bouquet handed out so far this week in the Dominion Drama Festival by Adjudicator Michel Saint-Denis.

The director of the famous Old Vic Theater School in London, Eng., back in Canada to adjudicate his third Dominion Drama Festival, had been disappointed by some of the productions earlier in the week and had said so.

Last night, for the first time, he was rather pleased. He said: "Tonight, I believe we have seen the best play since the week opened. Not only was it a good play, by a real writer and poet, but it also was a difficult play to perform." The correct spirit of the play had been captured by the company from Ottawa in a remarkable fashion.

It was the highest praise he had given any play since the festival opened here Monday night.

Senate Welcomes U.S. Congressmen: Ottawa, May 1 (CP) -- For the first time in the 85-year history of Canada's Senate, two members of the U.S. Congress were given places of honour on its floor today and heard themselves lauded for efforts to bring about creation of an Atlantic assembly in the cause of peace.

Senator Guy M. Gillette (D--Iowa) and Representative Leroy Johnson (R--Calif.), along with Owen J. Roberts, former U.S. Supreme Court Justice, were seated to the right of Speaker Elie Beaugard as the Red Chamber went into session.

Across Canada: Canadian Navy men are going to study blimps. Two of the big bags of helium belonging to the United States Navy will visit the Shearwater Naval Air Station at Dartmouth, N.S., May 5-13, it was announced on May 1.... The International Wheat Council has reduced Australia's export quota for the current crop year from 2,414,000 metric tons to 1,959,500 tons. Of this cut of 454,500 tons, 150,000 tons has been allotted as an increase in Canada's export quota, raising it from 6,341,000 to 6,491,000 tons, it was reported from London.



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Vol. 3, No. 86

Monday, May 5, 1952.

Mr. Pearson Sends Congratulations To Gen. Ridgway: Ottawa, May 4 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, President of the North Atlantic Council, has sent congratulations to Gen. Matthew Ridgway, appointed Supreme Allied Commander in Europe. He succeeds Gen. Eisenhower.

Gen. Ridgway, in his reply, asked Mr. Pearson to convey to the Council his gratitude "for their confidence in me."

Mr. Pearson's message read:

"As President of the North Atlantic Council, I wish to send you cordial greetings and a warm welcome on your appointment as Supreme Allied Commander, Europe. In appointing you the Council have recognized that your long and successful military experience, both in the direct service of your own country and as a commander of international forces, is eloquent testimony of your qualifications for the great responsibilities of your new command.

"Your new duties will bring you into close touch with NATO governments, and I know that you will have, from their political as well as from their military leaders, the greatest goodwill and co-operation in carrying out your vital and complex task.

"This support, which is so necessary, reflects both the resolve for peace which underlies our combined efforts in NATO and the confidence we have in your leadership."

C.C.F. Non-Confidence Motion Defeated: Ottawa, May 2 (CP) -- The Government won its first House of Commons test on the 1952-53 Budget today, beating down a C.C.F. non-confidence motion on its income-tax policy.

A thin, end-of-the-week vote of 89 to 42 defeated the C.C.F. motion expressing regret that the Budget had not exempted medical expenses entirely from income tax.

All three Opposition groups united against the Government majority. They were joined by one Independent -- Mr. P.E. Gagnon (Chicoutimi). Mr. J.L. Gibson (Ind--Comox-Alberni) voted with the Government.

The C.C.F.'s non-confidence motion said the Government in the Budget "ignored" the wish of the Commons as expressed in a unanimous resolution March 26 calling for removal of the four-per-cent floor on medical expenses deductible from taxable income. The Budget lifted the ceiling on deductible medical expenses but left four per cent subject to tax.

Another non-confidence motion, proposed by the Progressive Conservative party, still remained before the House. It criticizes the Government for "levying excessive and unjust taxation," for "waste and extravagance" and for "failure" to assure efficient administration of the public service.

Mr. Abbott Discusses Visit To U.S.: Ottawa, May 2 (CP) -- The Minister of Finance, Mr. Abbott, said today he will leave it for members to decide whether the House of Commons suffered as a result of his recent trip to the United States.

Mr. Abbott said Mr. George Drew, Progressive Conservative leader, and Mr. Donald Fleming (PC--Toronto Eglinton) both criticized him for going to the United States while debate on the 1952-53 Budget was still in progress.

Some two or three months ago, said Mr. Abbott, he received an invitation from the United States Chamber of Commerce to address its 40th annual meeting. Thinking it would be a good opportunity to express views which he felt should be brought to the attention of the United States, he accepted the invitation on condition that his parliamentary duties would permit the trip.

Dominion Drama Festival Awards: Saint John, May 4 (CP) -- Ontario took six of the 10 awards announced last night at conclusion of the Dominion Drama Festival after the most successful week in its 20-year history. Two went to Regina and the other two to St. John's players -- Newfoundland's first representatives in the competition.

The Saturday Players of Ottawa won the Bessborough Trophy for their production of "The Enchanted" by Jean Giraudoux.

The Saturday Players won two other awards. Mrs. Julia Murphy received the Louis Jouvel Trophy for the best director and Glesson Goodhue was judged the best supporting male actor.

The Festival Plaque for the best presentation in English, excluding the winner of the Bessborough Trophy, went to the Regina Little Theatre Society, which presented "Tomorrow The World," by James Gow and Arnaud D'Usseau. Mary McNeill, Regina, won the best supporting female award.

The Martha Allen Challenge Trophy for the best visual presentation (design, execution of scenery, costumes and lighting) was won by the St. John's Players Workshop group with "Ladies in Retirement," by Edward Percy. Carmel Kemp, of this group, took the Nella Jefferies Challenge Trophy for the best performance by a woman.

E.M. Margolese of the Actors Company, Toronto, was awarded the Henry Osborne Challenge Trophy, for the best performance by a man. The Company presented Clifford Odet's "Golden Boy."

Robertson Davies, editor of the Peterborough (Ont.) Examiner, won the Festival Committee prize of \$100 to the author of the best play, judged as a dramatic composition, written by a Canadian and presented in any regional festival. His "Voice of the People" was presented by the Belleville (Ont.) Theatre Guild.

The Sir Barry Jackson Challenge Trophy for the best presentation in regional festivals of a play written by a Canadian went to St. Mary's Theatre, St. Mary's, Ont., for "Sit Ye Doon," by William Digby, 20, London, Ontario.

Next year's final festival will be held in Victoria.

Across Canada: The financial crisis which threatened existence of the Dominion Drama Festival was reported "apparently solved." Mr. D. Park Jamieson, honorary Chairman of Canada's 20-year-old National Playhouse, said after the annual general court of the governors that an offer of Calvert Distillers, Ltd., for an annual \$15,000 grant had been accepted....Commander Paul D. Taylor, 41, of Victoria, has been appointed to Washington, D.C., as Chief of Staff to the Naval Member of the Canadian Joint Staff, Assistant Naval Attaché and executive officer of HMCS Niagara....Trucks and other vehicles and materials from the South Saskatchewan quarantine area will be banned from Canada's national parks in Western Canada to prevent the possible spread of foot-and-mouth disease, James Smart, director of National Parks, said Saturday....The Quebec Government's contribution to hospital costs of mental patients has been increased by \$2,000,000 annually, Premier Duplessis announced....The Prime Minister, Mr. St. Laurent, on May 3 met the group of junior officers of the Pakistan Civil Service who are studying public administration in Canada....The Royal Architectural Institute of Canada announced a two-stage competition to determine "the selection of an architect for the proposed National Gallery at Ottawa."....Fort Frances Canadians on Friday night won the Allan Cup, emblematic of Canadian senior hockey championship, by defeating Stratford Indians 4-1 in Fort Frances. The Canadians took the best-of-seven series four games to one.



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Vol. 3, No. 87

Tuesday, May 6, 1952.

Lift Credit Curbs As Living Cost Drops: Ottawa, May 5 (CP) -- The Government today removed consumer credit restrictions as the Bureau of Statistics announced the third consecutive monthly decline in living costs.

The cost-of-living index during March eased by four-tenths of a point to 188.7 from 189.1, following further reductions in prices of foods as well as in clothing and home furnishings.

The index is based on 1935-39 prices equalling 100.

This decline was lower, however, than the 1.7-point drop during February and seven-tenths of a point during January. However, it helped to bring the total three-month drop to 2.8 points from the peak of 191.5 last December.

Suspension of the credit curbs, effective tomorrow, follows a promise by the Minister of Finance, Mr. Abbott, last January when he relaxed the time-to-pay to 18 from 12 months. He said he would make further cuts after he was convinced Canada was winning the battle against inflation.

Apparently the latest drop in the cost-of-living index was the deflation indication that Mr. Abbott sought.

His announcement in the House of Commons followed by a few minutes publication of the index.

The credit curbs, first imposed in November, 1950, called for a minimum down-payment of 50 per cent of the purchase price for automobiles and one-third down in other consumer goods, such as furniture, electric stoves and washing machines. The maximum time-to-pay was 18 months.

Mr. Abbott said he believed conditions were such that the Government could "safely" suspend operation of the restrictions, but he warned he would not hesitate to reimpose them immediately if required.

For that reason and "in view of existing uncertainties," he gave notice that he will seek renewal of the credit legislation which otherwise would expire July 31 next. Officials said that renewal likely will be for one year until July 31, 1953.

Committee On External Affairs: Ottawa, May 5 (CP) -- The ever-swelling volume of secret material handled by Canadian Embassies abroad is prompting new security steps beyond the current very stringent regulations, the House of Commons Committee on External Affairs was told today.

The Committee also learned that a bomb-proof basement will be built in Canada House, Canada's diplomatic headquarters in London.

Its members rejected suggestions that they should call Dr. James Endicott of Toronto to testify about his germ warfare statements in China. The rejection was unanimous and based mainly on the feeling that the publicity would only help Dr. Endicott, regardless of what he said.

It was suggested that Dr. O.M. Solandt, the Defence Department's No. 1 man in the germ warfare field, might wish to make a statement at his convenience. This will be discussed with him.

With Mr. H.O. Moran, Assistant Under-Secretary for External Affairs, on the stand, the Committee continued its study of the Department's estimates by ranging over a wide field.

Mr. Moran reported that 30 safes of the best type Canada can buy are being sent overseas to help protect the ever-increasing flow of secret material.

Security provisions now went to the extent of having some one stay behind to keep an eye on the charwomen when they clean up. Only Canadians were allowed to handle classified material.

Three special security guards were being sent to Paris for the new Canadian mission at Atlantic Pact headquarters. They will provide a 24-hours-a-day guard.

The Committee was also told:

1. The visit of French President Auriol last year doubled the normal \$20,000 cost of entertaining foreign dignitaries.
2. Europe still is the great international ground. Of 146 conferences attended by Canada in 1951, some 94 were held in Europe. Six were in Canada.
3. The doors Canada will contribute to UN headquarters will be made of a nickel alloy consisting mainly of bronze. A maple leaf will be part of the design.

Budget Debate Concluded: Ottawa, May 5 (CP) -- The House of Commons tonight defeated by a vote of 102 to 45 a Progressive Conservative motion of non-confidence in the federal Government because of its taxation policies.

The motion, moved during debate on the 1952-53 Budget, charged that Government policies led to "excessive and unjust taxation" and to "waste and extravagance." It added that the Government had "failed" to assure "efficient administration in all departments of the public service."

All three Opposition groups united against the Government majority. J.L. Gibson (Ind.--Comox-Alberni) voted with the Liberals against the motion.

Marketing Authority Test: Ottawa, May 5 (CP) -- A legal battle involving Canada's constitution and the powers of Parliament opens tomorrow before the Supreme Court of Canada.

The question is whether under the Canadian constitution, Parliament has the right to delegate interprovincial and international marketing authority to provincial agencies.

The test case is an appeal from the Prince Edward Island Supreme Court which ruled that the Federal Agricultural Products Marketing Act of 1949 is ultra vires.

International Rubber Study Group: (Press Release No. 31, May 5) -- The ninth meeting of the International Rubber Study Group opened here today with representatives from Australia, Belgium, British Colonial and dependent territories, Burma, Canada, Ceylon, Denmark, Federal Republic of Germany, France, Italy, Indonesia, Japan, Liberia, the Netherlands, Thailand, United Kingdom, United States and Viet-Nam.

The following organizations are represented by observers: Interim Co-ordinating Committee for International Commodity Arrangements of the United Nations, Food and Agriculture Organization, Organization for European Economic Co-operation, Organization of American States and the International Rubber Development Committee.

Mr. A.F.W. Plumptre, Head of the Economic Division, Department of External Affairs, was elected Chairman of the meeting, and the following were elected Vice-Chairmen: Dr. R. Blankenfeld, Head of the Delegation of the Federal Republic of Germany, and M.C. Lakshnakara Kashemsanta, Head of the Delegation of Thailand.

Across Canada: Massey-Harris Co. in the United States has received a contract from the United States army which triples its original \$55,000,000 order in 1950 to build tanks, C.P. reported....About 2½ inches of snow fell in the Edmonton district Monday, and Alberta agriculture officials reported that precipitation greatly improved crop conditions....Trans-Canada Air Lines is not going into the field of jet planes yet, President G.R. McGregor told the Commons' special Railway Committee. Mr. McGregor said T.C.A. feels the question of operating-cost efficiency of jets has not been answered in sufficient detail to warrant purchase of that type of plane.



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Vol. 3, No. 88

Wednesday, May 7, 1952.

War Veterans' Allowances Increase: Ottawa, May 6 (CP) -- Spokesmen for Opposition groups in the House of Commons said today the Canadian Government is not going far enough in proposing a 25 per cent increase in war veterans' allowances.

Mr. Clarence Gillis (CCF--Cape Breton South), an Army captain in the First World War, said that unless the Government agrees to a larger increase "we will be sitting . . . until Christmas wrangling over it."

The debate occurred after the Minister of Veterans' Affairs, Mr. Lapointe, called for second reading--approval in principle--of a bill to boost to \$50 a month from \$40 the maximum allowance payable to a single veteran or widow; to \$90 from \$70 the maximum for a married recipient.

Col. A.J. Brooks (PC--Royal) said the allowances should be increased to \$60 for single veterans and to \$120 for married. Those were the amounts requested by the Canadian Legion.

Mr. Joseph Noseworthy (CCF--York South) said he, too, wished to support the demands of the Canadian Legion.

Mr. Ray Thomas (SC--Wetaskiwin), a Navy veteran of the last war, said his party feels the allowances should be increased to bring them into line with the cost of living.

Canada And West Germany: Ottawa, May 6 (CP) -- Parliament will be asked to ratify a guarantee that any attack on West Germany, henceforth will be treated as an attack on Canada herself.

A North Atlantic Treaty protocol in effect containing that guarantee is the one document Parliament here must approve as a result of the prolonged and difficult negotiations that have been and still are going on as a prelude to West German sovereignty.

The guarantee would extend to 14 the number of foreign countries to which Canada binds herself in this way. The others are her 13 partners in the North Atlantic Alliance, ranging from Turkey in the Middle East to Iceland in the North Atlantic.

Those countries also agree to consider any attack on Canada an attack on themselves.

The NATO protocol actually binds members of the Atlantic Pact to come to the support of any members of the European Defence Community in case of attack.

It is expected that the E.D.C. treaty will be signed late this month along with the contract under which West Germany regains virtual sovereignty. It will be some months before either takes full effect. Neither treaty nor contract will be submitted to Parliament here for approval although both have important implications for Canada.

Negotiations still are going on, for instance, to straighten out the sort of financial relations Canada will have with West Germany with regards to the 27th Brigade.

The Government takes the position that Canada should maintain the brigade and pay all its day-to-day costs but should not be asked to make capital investments in Germany, mainly for barracks.

Newsprint For Europe: Montreal, May 7 (Gazette) -- Mr. R.M. Fowler, Canada's Newsprint Administrator, said yesterday any increase in newsprint supplies for Europe would depend upon a number of factors.

Mr. Fowler was commenting on a Geneva dispatch which said the Timber Division of the United Nations Economic Commission for Europe announced there would be greater supplies, because of increased production stimulated by scarcities.

Canada and Finland were named especially as having expanded their pulp-wood industries.

Mr. Fowler said it is a basic fact there has been increased production, but disposition of larger supplies, so far as Canada is concerned, is something else.

Disposition would depend on such factors as contract commitments, company policies and availability of dollars to purchase supplies. If a company is under contract to sell its supply to North American concerns, for instance, none could be sent to Europe.

Alberta Livestock Movements Hit: Edmonton, May 6 (CP) -- Shipping restrictions today halted practically all livestock movements in and out of Alberta's three stockyards in what was termed the worst confusion to hit the industry since the February announcement of the foot-and-mouth disease outbreak in Saskatchewan.

Under the new regulations only livestock from approved Alberta feed lots is allowed into British Columbia.

The federal order meets the B.C. Government's terms to avoid a second outright B.C. embargo on all meats and livestock from Alberta. The order followed new outbreaks of foot-and-mouth in Saskatchewan.

It has the effect of prohibiting shipment of livestock to B.C. through stockyards at Edmonton, Calgary and Lethbridge. With packing plant yards and freezer space stocked to capacity, the stockyards had no place to ship their livestock.

Ontario Health Survey Committee Report: Toronto, May 7 (CP) -- A ceiling on hospital charges for public ward accommodation is to be set in Ontario, the Ontario Minister of Health, Dr. Phillips, announced yesterday as the Ontario Health Survey Committee report was made public in Toronto and in Ottawa.

The ceiling probably will be set at about \$7 a day. However, the Minister made no mention of controls on charges for "extra services" in hospitals. The report suggested that measures be taken to prevent over-charging of patients for these extras.

The report was tabled in the House of Commons by the federal Minister of Health, Mr. Martin. The three-volume report represented the work of the Committee appointed in 1948.

Dr. Phillips said 50 of the report's 90 recommendations are already being implemented.

Across Canada: Battle of the Atlantic Sunday, commemorating the roles of the Royal Canadian Navy and Canada's Merchant Navy in the Second World War, will be observed Sunday, May 18....The Minister of Agriculture, Mr. Gardiner, said he is prepared to recommend to the federal Cabinet that a floor price for cheese be established if certain details can be settled with producers....Dr. Ettore Mazzoleni has withdrawn his resignation from the Royal Conservatory of Music and will continue with the institution as principal of the newly-formed School of Music....Delegates from more than 100 branches of the Victorian Order of Nurses across Canada will meet in Ottawa on May 13 and 14 to discuss home nursing and public health problems. The delegates will be in Ottawa to attend the 54th annual general meeting of the Board of Governors of the Order....Senator James Doone (L--New Brunswick) last night gave notice that he will ask for a special Senate committee to investigate the sale and distribution of indecent literature.



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Vol. 3, No. 89

Thursday, May 8, 1952.

Mr. Pearson On Korean Armistice Terms: Ottawa, May 7 (CP) -- Canada publicly accepted today the position that communist prisoners in Korea should not be forced to go home.

The Secretary of State for External Affairs, Mr. Pearson, reporting to the House of Commons that 62,000 of the 132,000 Red prisoners have said they don't want to go home, said it would be unthinkable to force them to go.

At the same time, he said in a statement that the Korean armistice terms the Communists have just rejected represent the utmost limits to which the UN powers can go.

But, he added, there is no need for resumption of full-scale fighting, and if it does break out again it will be the responsibility of the Communists. He hoped the Reds will reconsider their position.

Mr. Pearson's statement came a few weeks after Canada reminded Washington that any refusal to return prisoners would violate the Geneva convention. That stand was interpreted in some quarters as Canadian policy, but officials said today it was not policy, that it was simply a reminder of a fact, one of a large number of facts which the Government weighed in reaching the decision the Minister announced in the House.

One other fact considered was the possibility that in any major war, Russia might refuse to repatriate prisoners on the grounds that the Russians said the prisoners didn't want to go home.

Mr. Pearson didn't mention these background factors today.

He did express the hope that the Communists will reconsider their rejection of the three-point "package" terms under which the UN offered to exchange the 70,000 Red prisoners who do want to go home for 12,000 UN prisoners; refused to accept Russia on a "neutral" armistice supervisory commission, and withdrew objections to construction of airfields in North Korea. He said the terms were fair and would not have jeopardized the UN Charter.

The Minister said the only concession the UN can allow on repatriation of prisoners is to allow the 62,000 men to be interviewed by a neutral body or by joint Red Cross teams representing both sides. This had already been offered.

The withdrawal of objections to airfield construction during an armistice was agreed on by the UN powers "only after considerable heart-searching . . . and is proof-positive of the genuineness of the desire for an armistice."

B.C. \$100,000,000 Rail Line Approved: Ottawa, May 7 (CP) -- British Columbia's unprecedented industrial development was mentioned today in the House of Commons while members debated legislation to extend and improve the Province's transportation facilities.

Members gave second reading -- approval in principle -- to a bill authorizing the publicly-owned Canadian National Railways to build a 46-mile, \$100,000,000 branch line from Terrace, B.C., to Kitimat, B.C. The line will serve a \$500,000,000 aluminum development now under construction at Kitimat.

The legislation was endorsed by all parties after the Minister of Transport, Mr. Chevrier, said "the building of the line is so plainly in the national interest that this bill should commend itself to all members of this House."

Also endorsed was a measure authorizing a loan of \$1,250,000 to the Harbour Commission of New Westminster, B.C.

Seek Correction Of Anti-Dumping Laws: Ottawa, May 7 (CP) -- The federal Government has received representations from Canadian manufacturers to withdraw a 1948 customs law amendment which allegedly weakens Canada's anti-dumping laws, informed quarters disclosed today.

They were commenting on a Montreal report quoting Mr. J.A. Calder, Chairman of the Quebec Division of Canadian Manufacturers' Association, as saying Canadian law allows foreign goods to enter this country "at prices below the cost of production in the country of origin."

Informants said that actually is the case. The amendment was made in 1948 because of complaints of some member countries of the General Agreement on Tariffs and Trade that Canada's anti-dumping laws were too rigid.

Under the amendment Canada considers the fair market value of an item as the market price of that article in the country of origin, even if that price is below production cost.

Mr. Gardiner On Cattle Disease: Ottawa, May 7 (CP) -- The Minister of Agriculture, Mr. Gardiner, said today Canada's economic difficulties may deteriorate further if the parliamentary probe on the Government's handling of the foot-and-mouth disease is not ended soon.

The difficulties, he hinted before the House of Commons Agricultural Committee, will develop through a prolonged United States embargo on Canadian livestock.

"Unless we get the committee closed up at an early stage," he told the members, "we are going to experience such economic difficulties that anything we have experienced to date would look mild."

The difficulties would not be because of a spread of the disease in South Saskatchewan, "but because we are being shut back behind our boundary lines."

Publicity given the committee's hearings was not helping in attempts to overcome livestock marketing problems and in fighting the disease "the way it ought to be fought."

Across Canada: Some justices of the Supreme Court of Canada yesterday expressed doubts over various aspects of a Prince Edward Island Supreme Court decision holding 1949 farm marketing legislation invalid....The Minister of Citizenship and Immigration, Mr. Harris, said there was "no incompetence" by Canadian immigration officers in dealing with the case of Walter Harris, 30, of Buffalo, N.Y., convicted to 15 days at Hamilton for drunk driving and then held another 54 days. The Minister told John Diefenbaker (PC--Lake Centre) in the House of Commons he personally had investigated Harris' case. Procedures followed in such cases had been followed in this....The Minister of National Defence, Mr. Claxton, indicated that a recreation centre will be established in Tokyo for use of Canadian troops on leave from Korea. He told the Commons that Brig. W.J. Lawson, Adjutant General, had recommended the establishment of such a centre in Tokyo....Mr. J.J. Stuart, President of the Ontario Chamber of Commerce, said that Ontario wants American visitors and their goodwill, and urged that all possible steps be taken to inform them of the exchange situation regarding the American and Canadian dollars....A Saskatchewan general election for June 11 was announced yesterday.



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Vol. 3, No. 90

Friday, May 9, 1952.

With Seaway, Canada May Expand Steel Industry: Quebec, May 8 (CP) -- The federal Government is keeping in mind the possibility of an expanded Canadian steel industry through use of Quebec-Labrador iron ore, the Minister of Transport, Mr. Chevrier, said tonight.

However, he said it is still too early to make any positive prediction on the subject.

In an address, to the Quebec City Chamber of Commerce, Mr. Chevrier evidently was referring to statements in some quarters that the new iron ore resources, now largely destined for United States mills, should be used to enlarge Canadian steel production.

Speaking on the St. Lawrence Seaway project, he said one of its greatest benefits to Quebec Province would be the stimulus it would give to development of the iron ore fields in the Ungava area.

Without the waterway, not more than 10,000,000 tons a year of this ore would reach market. Completion of the Seaway "would at least double these prospective sales by giving access to the great interior markets where about 75 to 80 per cent of all steel production in the U.S. is located."

"The exploitation of iron ore as well as the increase in our exports to the United States," he added, "does not prevent us from envisaging the development of our own steel industry. However, it is too soon to hazard a definite prediction on this subject."

Would Compel Business To Pass On Tax Cuts: Ottawa, May 8 (CP) -- Parliament should make manufacturers pass on tax reductions through lower prices, Mr. C.E. Johnston (SC--Bow River), suggested today in the House of Commons.

A government spokesman--Mr. James Sinclair, Parliamentary Assistant to the Minister of Finance--promptly made it clear there is no chance of that.

As members considered budget tax resolutions, they heard requests for a variety of tax cuts and for rebates to those who in the last year paid the special excise tax--now being repealed--on stoves, washing machines and refrigerators.

They received no commitments on any of the points from Mr. Sinclair, piloting the budget resolutions through the House. In asking that tax decreases be passed to the consumer, Mr. Johnston said the Government has a legal responsibility to see that this is done. No company, he said, should be allowed to "make a profit" out of a tax reduction.

He singled out automobile and cigarette manufacturers for reference. So far as he could see, automobile prices had not come down by the full amount of the 10 per cent excise tax cut in the budget.

Asked if the Government had any understanding with car manufacturers that tax savings were to be passed on by them, Mr. Sinclair replied the Government does not make any such agreements on taxes and does not set automobile prices.

67-Per-Cent Gain In Wheat Exports: Ottawa, May 8 (CP) -- Canada boosted her wheat exports to 169,800,000 bushels in the first eight months of the current crop year, a 67-per-cent gain over the 101,400,000 bushels in the same period a year ago, the Dominion Bureau of Statistics reported.

The big gain in exports, with about one third of the total going to Britain, was sparked partly by shrinking world supplies at a time when Canada's own stocks were bountiful.

Total stocks by the four major wheat-exporting countries--Canada, the United States, the Argentine and Australia--amounted to 818,000,000 bushels on April 1, down almost 19 per cent from the 1,006,000,000 bushels at the same time last year.

Canada was the only country with more wheat on her hands than a year ago. Her supplies on April 1 totalled 402,000,000 bushels, sharply higher than last year's 294,000,000.

The world outlook for new crops was bright. Canada's Prairie wheat-seeding weather was ideal in April. The U.S. forecast total American winter and spring crops at about 1,200,000,000 bushels, a jump from last year's 988,000,000 and the 1940-49 average of 1,071,000,000.

Building Trades Press For Higher Wages: Toronto, May 9 (Globe) -- Contract negotiations in Toronto's building trades are running a rocky course this year, with the Toronto Builders Exchange attempting to put a brake on wages, and the unions pressing for higher rates.

The AFL Carpenters Union--one of the largest of the group--has rejected an offer of a 10-cent-an-hour increase. The offer would have brought the rate to \$2.10 an hour. The union had asked for \$2.25.

Similarly, the AFL Painters Union has asked for conciliation in its dispute with the employers over union demands for a 25-cent-an-hour increase.

Other unions in the trade are still negotiating, but progress is reported as slow.

Across Canada: The Veterans' Committee of the House of Commons was told that proposed changes in the War Veterans' Allowances Act will help older veterans to obtain employment and will assure them of compensation when they are unemployed....General H.D.G. Crerar, one of Canada's most distinguished military leaders, has been appointed aide-de-camp general to Queen Elizabeth, Mr. Claxton announced last night....The biggest reunion of wartime Army officers since 1945 took over Toronto's Royal York Hotel last night to fête Gen. H.D.G. Crerar.

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Vol. 3, No. 91

Monday, May 12, 1952.

North Pacific Fisheries Treaty Signed: The North Pacific fisheries treaty, negotiated last fall in Tokyo between Canada, the United States, and Japan, has been officially signed in Tokyo. The signing took place on Friday, May 9.

Signing for Canada was Mr. A.R. Menzies, Chargé d'Affaires, Canadian Embassy, Japan. The American Ambassador to Tokyo, Mr. Robert Murphy, signed for the United States and Foreign Minister Katsuo Okazaki and Agriculture Minister Kozen Kirokawa signed on behalf of Japan.

The treaty now goes before the Parliaments of all three countries for ratification. If ratified a Commission will be set up composed of representatives of the three countries. The Commission will be known as the International North Pacific Fisheries Commission.

Mr. Garson On Bill Of Rights: Ottawa, May 11 (CP) -- The Minister of Justice, Mr. Garson, said Saturday he still isn't sold on the idea Canada needs a bill of rights to guarantee basic freedoms for her people.

Further, he indicated the Government would not consider such a bill until it is possible to amend the Constitution in this country rather than through the British Parliament.

Mr. Garson, addressing Ottawa's University of Manitoba Alumni Association, argued that the basic freedoms are as safe in Canada today as in any other country with the possible exception of the United Kingdom.

"The choice is between placing our faith in the sovereignty of Parliament and in the good sense of the people who elect the Parliament on the one hand, or in constitutional provisions as interpreted by the courts on the other."

Russia, he said, is one country whose constitution contains ample written guarantees of freedom.

Cost-Of-Living Declines: Ottawa, May 9 (CP) -- The cost-of-living in six of nine major cities declined between March 1 and April 1, the Bureau of Statistics reported today.

The index at Toronto rose 0.4 points to 184.8, and at Vancouver advanced 0.1 points to 192.3. Halifax remained unchanged at 177.8.

Index for Montreal, St. John's, Saint John, Winnipeg, Saskatoon and Edmonton dropped.

The index for St. John's Nfld., is based on June, 1951, equalling 100, and the others on August, 1939, equalling 100.

The advance in the index at Toronto mainly reflected higher newspaper rates which outweighed slightly lower food prices.

Canada-U.S. Civil Defence Talks: Montreal, May 12 (Gazette) -- Canadian and American specialists in civil defence will meet at Montreal Technical School Wednesday and Thursday to discuss co-operation which may be achieved in the event of an attack against Canada and the United States.

Specialists from Washington and States along the border will attend. The Canadian delegation will be headed by Hon. Paul Sauvé, Quebec Civil Defence Co-ordinator.

Atomic Travel Seen By C.P.R. Official: Vancouver, May 9 (CP) -- Possible atomic developments in the field of transportation were seen tonight by Mr. N.R. Crump of Montreal, Vice-President of the Canadian Pacific Railway.

"It is quite within the realm of possibility that within our time atomic engines may prove practicable and economical for commercial transportation," Mr. Crump said in an address to the 66th annual meeting of the Engineering Institute of Canada.

Dr. Endicott's Letter: Toronto, May 9 (CP) -- Dr. James G. Endicott has refused to tell the External Affairs Department whether Moscow radio quoted him correctly concerning his charges that United States forces are using germ warfare in Northwest China.

In a letter made public today, the Chairman of the left-wing Canadian Peace Congress told Mr. Pearson that he "must decline to submit to cross-examination from your officials" until it is demonstrated the Department has legal authority to question Canadian citizens on such matters.

The External Affairs Department asked Dr. Endicott in a letter upon his return recently from North Korea, China and Russia, whether he has given interviews suggesting Canada is producing germs which he said U.S. forces are using against the Communists.

Peace Delegates Stopped At Border: Ottawa, May 9 (CP) -- Mr. C.E.S. Smith, Director of Immigration, today said two persons bound for a Leftist rally in Toronto were ordered back to the United States for refusing to undergo examination.

He said Dr. and Mrs. W.E.B. du Bois flew to Toronto from New York without notice. Facilities were not immediately available to examine them. Dr. Du Bois declined to undergo one at a later date.

They left on the following flight for New York, he said.

Tax Change Resolutions: Ottawa, May 9 (CP) -- Mr. James Sinclair, Parliamentary Assistant to the Minister of Finance, said today that in the future the federal Government will not accept resolutions of private members calling for tax changes in the Budget.

He said the decision resulted from the interpretation Opposition groups had placed on acceptance of a C.C.F. tax resolution prior to presentation of the 1952-53 Budget.

Across Canada: Queen Elizabeth has expressed a wish to continue as Colonel-in-Chief of the Argyle and Sutherland Highlanders of Hamilton, the Chaudiere Regiment of Ste. Marie de Beauce, Que., and the 48th Highlanders of Toronto. She was Colonel-in-Chief of those regiments and visited them last year as a Princess....The Army said on May 9 any Canadian correspondent who has spent 30 days covering the Korean war is entitled to wear the blue-and-yellow ribbon of the Korea medal, now worn by thousands of veterans of the 25th Brigade, the Navy and Air Force....Lancasters from the R.C.A.F.'s 404 Maritime Squadron at Greenwood, N.S., will fly to the United Kingdom during May and June as part of their routine training programme, Air Force Headquarters announced Saturday....Fourteen candidates have been named to contest six federal by-elections May 26. Nominations close Monday.



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Vol. 3, No. 92

Tuesday, May 13, 1952.

Mr. Pearson Condemns "Germ Warfare" Charges: Ottawa, May 13 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, by implication yesterday described Dr. James Endicott of Toronto as one who thinks he is a fisherman for peace but who is in reality "bait on a red hook," a dupe of Moscow.

Mr. George Drew, Progressive Conservative leader, went further and suggested that Dr. Endicott be charged with subversive activities under the Criminal Code for his charges about use of germ warfare by the United States against China.

Mr. Pearson, in a House of Commons Statement saying the Russians' germ warfare allegations are a fantastic fraud and a "clumsy hoax," said any breach of the law can be punished but suggested "we be careful not to make martyrs of them in a way which would only make them more dangerous to us and more useful to the Communists."

The Minister of Justice, Mr. Garson, told Mr. Drew he expects "very shortly" an opinion from law officers as to whether it is possible to lay charges against Dr. Endicott.

Mr. Pearson didn't name Dr. Endicott because "some of these persons have a passion for publicity and I do not wish to minister to that passion by referring to them by name."

But Mr. Drew named him and suggested that a 1951 amendment to the Criminal Code should cover statements such as those in which Dr. Endicott has accused the United States of engaging in large-scale germ warfare in North China.

Mr. Garson later quoted the section and said its use is getting serious consideration. It opens a Canadian to charge for "assisting, while in or out of Canada, any enemy at war with Canada or any armed forces against whom Canadian forces are engaged in hostilities whether or not a state of war exists between Canada and the country whose forces they are."

But, the Minister said, it still must be shown that the Endicott statements have assisted the enemy.

The House of Commons discussion followed Sunday night's statement in Toronto in which Dr. Endicott reiterated his charge against the U.S. but denied that he had implicated Canada in his germ warfare allegations in China.

Mr. Drew Proposes Royal Commission: Ottawa, May 12 (CP) -- Mr. George Drew today proposed establishment of a Royal Commission to investigate federal Government expenditures which he said have reached "proportions that could conceivably be very dangerous."

Spending of every Government department is rising, he said. High taxes and federal annexation of certain tax fields were impairing the ability of the provinces to raise money. Danger signs already were flying and members of Parliament should heed them.

The proposal was defeated by a vote of 107 to 29 at the night sitting of the House of Commons. The Progressive Conservatives were supported by Social Credit members and Ross Thatcher (CCF--Moose Jaw) who split with his party. The Liberals and the C.C.F. joined to defeat the suggestion.

Mr. Drew moved this motion:

"Consideration should be given to the matter of appointing a Royal Commission for the purpose of examining and making recommendations for:

- "1. Improving the organization and general efficiency of Government administration.

2. "Co-ordinating all public services and departmental activities of a similar nature.
3. "Assuring to all members of the civil service full recognition of their responsibilities.

"The Commission to make findings and recommendations and report the same to Parliament."

It was rejected by Mr. Howe and Mr. M.J. Coldwell, C.C.F. Leader, but won support from Mr. Solon Low, Social Credit Leader.

Colombo Plan Guests From India: Ottawa, May 12 -- Five top ranking public health administrators from India arrived here later today to begin an eight weeks' study of public health services in Canada. They will be joined later by two officials from Ceylon and one from Pakistan. The mission, first of its kind in the health field, is being brought to Canada under the technical co-operation section of the Colombo Plan.

Across Canada: His Excellency the Governor General today starts out on his third visit to various Eastern Canadian cities since his appointment. Government House announced that he will visit Toronto, Aurora and Hamilton, Ontario, and Montreal between May 14-18....The Navy recalled that this year's Battle of the Atlantic Sunday falls just a decade after the start of "The St. Lawrence campaign" when Canadian sailors fought and died within sight of their homeland for the first time....Unemployment in Ontario has declined steadily in the past three months, but there are still about 40,000 more jobless in the Province than there were a year ago, the Globe reports.



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Wednesday, May 14, 1952.

Broaden Treason Laws: Ottawa, May 13 (Globe and Mail) -- A new, tighter definition of treason, obviously born of recent years' experience in this and other countries, will bring within the penalties of death or life imprisonment what might be called subtler forms of offence against the state.

A bill for the revision of the Criminal Code today was offered for second reading--that is, approval in principle--in the Senate. The Minister of Justice, Mr. Garson, was invited from the House of Commons to the Upper-House to explain the bill.

He drew attention to the new definition of treason, and observed: "The effect of this revision is, in my view, to place greater emphasis on those phases of this subject which relate to the security of the state."

The new section, for instance, sets out as treason a conspiracy "with an agent of a state other than Canada to communicate information or to do an act that is likely to be prejudicial to the safety or interests of Canada."

It provides as well that one commits treason who forms an intention and manifests that intention by an overt act--to do this, or any one of four other stated acts.

The new definition also takes stock of the fact that war today is not always a thing of formal declaration. For example, a person commits treason who "assists an enemy at war with Canada, or any armed forces against whom Canadian forces are engaged in hostilities, whether or not a state of war exists between Canada and the country whose forces they are."

Other portions of the definition are what might be regarded as standard. Every one commits treason who kills or attempts to kill Her Majesty; levies war against Canada or does any act preparatory thereto; uses force or violence for the purpose of overthrowing the Government of Canada or a province.

In so far as acts against the safety of the state are concerned, treason, as defined in the present code, deals more with what is direct. It is treasonous, for instance, to conspire to levy war against the Crown, to instigate an outsider to invade, to assist "any public enemy at war with Her Majesty in such war by any means whatsoever."

Under the new code it will be treasonable as well--and open to the same maximum punishment--to conspire with the agent of another state to peddle information "likely to be prejudicial to the safety or interests of Canada."

Mr. Garson detailed a number of the changes which it is proposed to make in the new code.

50 Canadian Girls To See Coronation: Toronto, May 13 (CP) -- Fifty Canadian girls will see the Coronation procession in London next year during an all-expense-paid trip to the United Kingdom.

The five-week trip will be the fourth Weston Youth Tour sponsored by Mr. W. Garfield Weston, Canadian-born industrialist, to foster closer international understanding and to develop leadership in young persons.

Mr. Weston told a press conference today the girls will have "a ringside seat" for the Coronation procession. They will spend two weeks in London.

At the same time, 50 girls will be brought from Britain to tour Canada.

Mr. Weston suggested that the Canadian girls perhaps might invite Queen Elizabeth and Prince Philip to make Canada their second home, visiting here for two months of each year.

Bigger Role In World Affairs: Winnipeg, May 13 (CP) -- Canadians will have to take a greater interest in international affairs because their country will soon be forced to increase its assistance to the world as a whole, Maj.-Gen. N. E. Rodger, said last night.

Addressing the 42nd annual meeting of the United Services Institute of Manitoba, the general officer commanding Prairie Command said stationing abroad Canadian soldiers is "partly the effect and partly the cause" of increased Canadian interest in world affairs.

Prime Minister Honoured: Sackville, N.B. May 14 (CP) -- The Prime Minister, Mr. St. Laurent, yesterday received an honorary degree of doctor of civil laws at the annual convocation of Mount Allison University here.

Mr. Charles Bruce, General Superintendent of the Canadian Press received an honorary degree of doctor of literature.

Other honorary degrees, all doctor of laws, were received by Rt. Rev. C.M. Nicholson, Halifax, Principal of Pine Hill Divinity Hall and Moderator of the United Church of Canada; Mr. Richard E. Hartz, Montreal, President of the Shawinigan Engineering Co., and Dr. David Stanley Likely, New York.

To Take Over Surplus Cattle: Ottawa, May 13 (CP) -- The federal Government is setting up an arrangement for disposing of surplus Saskatchewan cattle blocked from markets by embargoes, the Minister of Agriculture, Mr. Gardiner, announced today in the House of Commons.

He disclosed a tentative plan whereby the Government will take over cattle which farmers must sell but cannot market elsewhere. Those that could not be slaughtered immediately would be put out on Government pasture-land in the Province.

Mr. Gardiner said that Mr. A.M. Shaw, Chairman of the Agricultural Prices Support Board, and Robert McCubbin, his Parliamentary Assistant, are going to Saskatchewan immediately to set up the organization.

Seek Higher Veterans' Allowances: Ottawa, May 13 (CP) -- A second major veterans' organization said today that federal proposals to boost war veterans' allowances don't go far enough.

The National Council of Veterans' Associations--actually an alliance of five former servicemen's groups--backed the Canadian Legion in its call for higher allowances than those now proposed in a Government bill before Parliament.

The National Council and the Legion between them represent more than half a million veterans.

Across Canada: Members of the Western Ontario Cheese Exchange again refused to sell cheese, the second time within a week, when they met in Stratford, Ont., yesterday for a boarding and heard a top bid of 25 3/16 a pound. At last Thursday's exchange the top bid here was 23 cents....Mr. H.W. Herridge (CCF--Kootenay West) said last night his party believes such key industries as telephones, electric power, primary iron and steel, meat-packing and farm implements "should ultimately be publicly owned."....A special Senate Committee yesterday started an investigation into publication and distribution of indecent books and pictures.



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Vol. 3, No. 94

Thursday, May 15, 1952.

Mr. Abbott On National Finances, Tariffs: Winnipeg, May 14 (CP) -- The Minister of Finance, Mr. Abbott, said today the Government is cutting administration costs wherever it can, but this will not lead to any substantial reduction in taxes.

The only way in which Canadians can expect tax cuts, he said in a speech before the Winnipeg Canadian Club, is through a reduction in defence spending and restraint "in the constant and growing demands on the Government for new and expanded services."

In another part of his speech, which ranged from the budget to foreign trade, Mr. Abbott expressed concern over the growing demands by some Canadian producers for increased tariff protection against imports, and said the Government has rejected these demands.

Canada depended on her export trade for a large portion of her prosperity. How could Canadian producers expect to get tariff cuts from other countries, if they, themselves demanded increased tariff protection?

"High protectionism is a weapon which can easily back-fire," he said. "We in Canada have the most to lose if the erection of new trade barriers becomes general."

Turning to the question of taxes, Mr. Abbott noted there have been cries for economies in Government administration as a means of reducing the tax burden. These economies were being pursued.

Many projects desirable in themselves were being postponed. Others already under way are being curtailed. The size of the Civil Service in non-defence activities is being held down wherever possible.

But Canadians should not "delude" themselves into believing that economies could substantially alter the size of the budget--\$4,500,000,000 this year--or the weight of the tax burden.

The general administration bill, in real terms, actually was lower than the one in 1947, but in the same period defence needs had soared to a peacetime peak.

The administration bill, this year, was estimated at \$670,000,000. In 1947 it was \$589,000,000, but since then prices and wages have climbed.

"When adjusted for the much higher prices and wages which prevail today, it is apparent that in real terms there has been an actual decline. In terms of the gross national produce, the proportion today is three per cent as compared to 4½ per cent in 1947."

The "inexorable logic of our present position is this," Mr. Abbott added. "As long as we must set aside over \$2,000,000,000 for defence, over \$1,000,000,000 for social security, \$600,000,000 for interest on the national debt and payments to provinces and still carry on the general administration and other varied activities of the Government, we must be prepared to foot a tax bill of not much less than \$4,500,000,000."

"We must, of course, endeavour to achieve every possible economy in all these fields, but I think it is clear from what I have said that the possibility for a substantial reduction in taxation is dependent very largely on whether events will permit a reduced provision for defence."

Urges Free Gold Market: Ottawa, May 14 (CP) -- An opposition mining expert today suggested establishment of a free gold market to prevent "extinction" of Canada's vast gold mining industry and to stimulate international trade.

Mr. Rodney Adamson (PC--York West), a mining engineer, said in the House of Commons that the gold mining industry, is in a sorry state and Government assistance is merely a "palliative, not a cure."

"If the present trend continues," he said, "there will not be one straight gold mine in production five years from now."

The International Monetary Fund had been a "costly failure" and Canada should withdraw or help make it an instrument for the promotion of trade. Establishment of a free market would help the mines, promote trade and make Canada "one of the greatest international banking centres of the world."

Mr. Adamson spoke in renewed House of Commons' debate on legislation which will extend federal assistance to gold mines through this year and next.

Three-Day Education Conference: Ottawa, May 14 (CP) -- A three-day federal-provincial conference on educational statistics was launched here today, aimed at speeding up and expanding the collection of facts and figures on Canada's educational system.

Meeting under the chairmanship of the Dominion Statistician, Mr. Herbert Marshall, the delegates will be asked to consider three annual reports proposed by the Bureau of Statistics:

1. A fall report on the teacher situation and preliminary enrolment to provide information by the middle of the school year.
2. Another fall report on withdrawal and destination of pupils.
3. A year-end report on enrolment and attendance and the general operation of the school.

Canada-U.S. Civil Defence: Montreal, May 15 (Gazette) -- Representatives of four of the United States and two Canadian provinces are meeting here to discuss phases of civil defence at the state and provincial level. They were welcomed yesterday by Hon. Paul Sauvé. A statement will be issued after the trial session today.

To be discussed are recognition of licensed personnel from adjoining states or provinces, recognition of truck and other vehicles from adjoining states and provinces, provision of health and welfare services, provision for the interchange of personnel and equipment, customs and other regulations.

Maj.-Gen. F.F. Worthington, Canada's civil defence co-ordinator, is attending.

Delegates include: Joseph Hennessy, New York; Milton Alpert, New York; E.G. Moses, New Hampshire; N.M. Haskell, Maine; Walter L. Mazan, Vermont; Clarence Jennison, Vermont; Hubert Gallagher, S.H. Sabin, and A.D. O'Connor, of the Federal Civil Defence Agency of the U.S.; J.A. Patterson, of New Brunswick, and Hon. A. Welsh, of Ontario.

RCAF Squadrons Going To France: Ottawa, May 15 (CP) -- Canadian fighter squadrons will be based in France this fall, the Minister of National Defence, Mr. Claxton, announced yesterday.

He told the House of Commons Canada and the French Government have concluded an agreement allotting Canada an airfield in the region of Metz, in northeast France south of the industrial Saar valley.

Mr. Claxton said the first squadrons to go to France--probably those now in England--will become part of "the North Atlantic tactical air forces of central Europe."

Across Canada: A total of 108 new industries have been established in Ontario by foreign industrialists in the last two years, more than in any other Province. A return tabled in the Commons yesterday for Gordon Higgins (PC--St. John's East) also showed that foreign industrialists have established 71 industries in Quebec, five in Newfoundland, three in Alberta, three in British Columbia, two in Nova Scotia and one in New Brunswick.... Measures to prevent "dumping" of glass products on the Canadian market and imports from Iron Curtain countries are being studied by the federal Government, the Minister of Finance, Mr. Abbott, assured a delegation of Canadian Glass-workers Association, Inc., Monday, according to members of the delegation.... Government plans for helping in the disposal of surplus Saskatchewan cattle do not extend to the areas designated as buffer and quarantine zones because of foot-and-mouth disease, the Minister of Agriculture, Mr. Gardiner said.



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Vol. 3, No. 95

Friday, May 16, 1952.

Mr. Howe Sees Rising Canadian Development: Ottawa, May 15 (CP) -- The Minister of Trade and Commerce, Mr. Howe, said today that Canada is in the midst of rising employment, income and production and there is no reason to anticipate either inflation or depression.

The Minister painted a bright picture in the House of Commons of record world trade, rising Canadian development and a further fall in the cost of living.

In a general statement as the House began consideration of estimates of \$16,400,132 for his Department in 1952-53, he said the cost of living now is back "to about where it was last August" and "a further substantial drop in the cost-of-living index is in sight for the month of May."

Canada, he said, is emerging from a period of initial adjustment to a defence programme to a period where supply and demand are in better balance with a consequent easing of the pressure on prices.

In the home market demand remains strong. In foreign trade there "are indications that even where currency difficulties exist, many of Canada's basic export commodities are too urgently needed to be dispensed with."

"The outlook therefore, is for a further rise in the level of employment, income and output."

Mr. M.J. Coldwell, C.C.F. Leader, and Mr. John Charlton (PC--Brant-Wentworth) both said Canada is relying too much on one market--the United States. At one point Mr. Howe clashed sharply with Mr. Charlton concerning statements about Canada's trade with Britain which Mr. Charlton claimed had fallen below 1938 in more than a dozen Canadian farm products.

Mr. Howe, declaring exports to Britain were up 37 per cent for the first quarter of this year, said Canada has markets for everything she produces and at the best prices.

Mr. John Blackmore (SC--Lethbridge) proposed that Canada strengthen her export trade position by lending \$1,000,000,000 a year to the United Kingdom for five years so the U.K. could buy Canadian goods. Canada could "create" the money under authority of the British North America Act.

Mr. Blackmore also urged that Canada denounce the "pernicious" most-favoured-nation clause in tariff agreements, which he said is being used by the U.S. to advance its own interests. Mr. Blackmore demanded, too, that Canada withdraw from international monetary commitments under the Bretton Woods Agreement.

Mr. St. Laurent Announces National Library Plan: Ottawa, May 15 (CP) -- The Prime Minister, Mr. St. Laurent, placed on the House of Commons order paper today notice of a resolution for introduction of a bill to establish a National Library, equip it with a staff and furnish it with funds to buy books.

Officials said it will be several years before construction actually starts on the library itself in Ottawa. But the St. Laurent disclosure was greeted with elation in library and scholastic circles because it means that the green light has finally been given and important preparatory work can be started.

Establishment of a National Library "at once" was one of the recommendations of the Royal Commission on the Arts, Letters and Sciences--the Massey Commission--last year. But pressures for such a step preceded the Massey Commission by a good number of years.

Actually a considerable amount of spadework for a library has already been done through establishment in 1948 of a bibliographic centre at the National Archives under Dr. W. Kaye Lamb, the Archivist, who may well be assigned the job of being the first national librarian.

That centre, conceived as the nucleus of a national library, has been building up an index of books in Ottawa and other libraries as well as publishing monthly lists of publications in and about Canada.

Parliament's approval of the step proposed today would mean a start on cataloguing the tens of thousands of books now available for a National Library, notably from the Parliamentary Library which will unburden itself of a large fraction of its more than 750,000 books.

The Parliamentary Library, with thousands of surplus books stored under the Senate and in the Supreme Court Building, looks forward to the day when it can assume its original role, that of serving Parliament.

Mr. Gardiner Explains 3-Way Meat Deal: Ottawa, May 15 (CP) -- Canada's meat shipments to the United Kingdom, to start next week, will be even higher than originally anticipated under a new financial arrangement requiring extra outlays of sterling by Britain.

The amount of the extra shipments will be linked directly with the amount of profits resulting from the sale of frozen New Zealand beef in the United States market under the tripartite Canada-Britain-New Zealand meat agreement.

Details of the complicated new financial arrangement were announced in the House of Commons today by the Minister of Agriculture, Mr. Gardiner.

Under the original agreement, Canada was to ship a minimum of about 40,000,000 pounds of meat, mostly beef, to Britain to replace a similar amount of frozen beef, part of Britain's order under a long-term agreement with New Zealand.

In theory, Britain will pay Canada with New Zealand beef. In practice, New Zealand will sell the frozen beef in the United States market, closed to Canadian meat and cattle because of foot-and-mouth disease.

Through the U.S. proceeds, Canada would get for her fresh beef an amount in dollars equal to the U.K. price for New Zealand frozen beef. Any additional amounts realized in U.S. sales would be split between Canada and New Zealand.

Under the new financial step New Zealand actually has agreed to take her share of the profits in Canadian meat, which Britain will purchase, paying New Zealand in sterling.

"All three Governments will benefit," said Mr. Gardiner. "New Zealand will derive higher returns for her meat. The U.K. will obtain more meat, and Canada is getting an enlarged market for her surplus meat."

Strategic Exports Law Tightened: Ottawa, May 15 (CP) -- The House of Commons today gave final passage to legislation stiffening the penalties for breaches of regulations requiring a Government permit for shipment of strategic materials out of the country.

The legislation, amending the Export-Import Permits Act, increases the maximum penalty in all cases to \$5,000 from \$500 and lengthens the period allowed for initiation of proceedings.

The measure already has been endorsed by the Senate and now needs only Royal Assent to become law.

Across Canada: Canada's Eastern Provinces and four American States now are laying plans to implement the "no-border" civil defence policy in case of atomic attack. Two top Canadian and American civil defence officials said in Montreal yesterday they feel confident the Canadian-American agreement will soon be reached....Canada's oil wells soon will meet its rising petroleum needs, a meeting of several hundred petroleum chemists and technologists in Montreal East was told last night by John Fairlie, of Toronto, Manager of Imperial Oil, Ltd.'s, co-ordination and economics department....Alberta's Mines Minister, Mr. N.E. Tanner, announced that the Swedish Shale Oil Co. intends to go ahead with experiments for a new process in extracting oil from the tar sands deposits 250 miles northeast of Edmonton.



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Vol. 3, No. 96

Monday, May 19, 1952.

Mr. Lesage Heads New York Delegation: (Press Release No. 33, May 19) -- The Department of External Affairs announced on May 19 that Mr. Jean Lesage, M.P., Parliamentary Assistant to the Secretary of State for External Affairs, will head the Canadian Delegation to the Fourteenth Session of the United Nations Economic and Social Council which will meet in New York on May 20.

Alternate Representatives will be Mr. D.M. Johnson, Permanent Canadian Representative at the United Nations, New York, and Dr. F.G. Robertson, M.P., for Northumberland. Mr. James Sinclair, M.P., Parliamentary Assistant to the Minister of Finance, and Dr. G.F. Davidson, Deputy Minister of Welfare, will also attend the session for short periods as alternate representatives.

Advisers from the Department of External Affairs and the Department of Finance will accompany the Delegation.

Canada-U.S. Radio Convention: (Press Release No. 32, May 16) -- The Department of External Affairs announced on May 16 that on May 15, 1952, the Ambassador of Canada to the United States, Mr. Hume Wrong, and the Secretary of State of the United States, Mr. Dean Acheson, exchanged the instruments of ratification concerning the convention between Canada and the United States, signed at Ottawa on February 8, 1951, on the operation by citizens of either country of certain radio equipment or stations in the other country. By this act the convention was brought into force.

The convention is designed to eliminate certain difficulties which have arisen in recent years because the citizens of each country who operate certain types of radio equipment in that country have been precluded by the laws of the other country from operating similar equipment in the other country.

Three classes of persons will derive direct benefit from the provisions of the convention. Pilots who are qualified as radio operators in one of the countries will be permitted to operate the transmitters installed in civilian aircraft of the other country's registry. Operators of certain mobile radio transmitters installed in vehicles used for public service or for commercial purposes in border areas, and individuals who have radio telephone installations in their cars, will be able to obtain permission to use such equipment while in the territory of the other country. Amateur wireless operators will be permitted, subject to certain conditions, to use their wireless sets while visiting the other country.

Newsprint Prices: Ottawa, May 16 (CP) -- A new Canada-United States newsprint controversy appeared in the making today with indications of a strong American protest against a proposed increase of \$10 a ton in the price of Canadian newsprint for export.

A federal spokesman disclosed today that Canadian newsprint producers informed the Government they intended to make the boost before July 1 next to offset exchange losses. The Government decided not to interfere, though it could do so under emergency powers.

Mr. Duplessis On Newsprint: Quebec, May 16 (CP) -- Premier Duplessis today reiterated that his Government will not tolerate Quebec's timber resources --sources of newsprint--to be used to ruin Quebec newspaper publishers.

The Government leader made the statement at his weekly press conference after being informed that the Canadian Government has given the green light to Canadian newsprint manufacturers to increase by \$10--to \$126 a ton--the price of newsprint to United States buyers.

No increase has been announced for Canadian buyers although a rumour to this effect has been going the rounds for several weeks.

Influence On Society, University Aim: Kingston, May 18 (CP) -- Dr. E.W.R. Steacie, President of the National Research Council, said Saturday that the less a university lets itself be influenced by society, the better.

"Ivory tower" universities are the only foundation on which a firm modern society can be built, he said at the art convocation of Queen's University. "I feel the less the university lets itself be influenced by society and the more it tries to influence society, the better."

Dr. Steacie received an honorary degree from the University. Other honorary degrees were awarded to Ernest Gordon Gowling, Ottawa; Thomas Hilliard Wholton, Principal of Galt (Ont.) Collegiate; Dr. Healey Willan, Toronto, dean of Canadian composers and musicians; Rev. Herbert Elymor Dickson Ashford, Charlottetown, and Rev. Albert Michie Jack Gray, Ottawa.

10,000 Greet Troops' Return: Vancouver, May 19 (CP) -- A throng of more than 10,000 packed the sunlit streets of downtown Vancouver yesterday to welcome home 1,157 Canadian soldiers from Korea.

The United States Navy transport Pvt. Sadao S. Munemori docked one hour behind schedule after a 15-day voyage from Kure, Japan. The gang-plank was shot across at 11 a.m. and three hours later the first troop train pulled out for Montreal. Two others followed at half-hour intervals for Toronto and Ottawa.

It was the biggest movement of troops by ship in Vancouver since 1918 when the Empress of Russia brought back Canadians from the battlefields of France through the Panama Canal.

Across Canada: The Navy has announced that the first of 42 Avenger aircraft is being delivered to H.M.C.S. Shearwater, the naval air station near Dartmouth, N.S. The aircrafts were recently purchased from the United States Government for anti-submarine squadrons of the R.C.N.....The federal Government has agreed to set a guarantee of 24 cents a pound for Ontario cheese. Producers promptly made plans to negotiate a selling price with the trade Monday....Nova Scotia has signed an agreement with the federal Government for construction of the Trans-Canada Highway through that Province, Resources Minister Winters announced in the House of Commons.... The problems of Canada's Eskimos will be discussed this week at a private round-table conference of agencies concerned with Eskimo welfare....The Royal Muskoka Hotel -- one of the biggest in Northern Ontario--was destroyed by fire May 18.

GOVERNMENT

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Vol. 3, No. 97

Tuesday, May 20, 1952.

Lift Bank Credit Restrictions: Ottawa, May 19 (CP) -- Canada today eliminated all special bank credit restrictions with the exception of loans on stock and there were indications that another of the few remaining inflation controls, deferred depreciation, may be suspended within a month.

With prices pointing down, the Bank of Canada announced it has informed all chartered banks that the special policies on credit restraint, imposed 15 months ago, now could be suspended. Restrictions on loans with corporation stock as collateral remain unchanged.

The bank gave no explanation of this latter move, but there were indications that brokers' loans are running at a peak even with the restriction allowing loans only up to 50 per cent of the value of the stock. For that reason it appeared the bank felt there was no need to ease the corporation stock regulation.

But the special curbs on all types of loans were completely removed. These included bans on large capital loans running for a year or more and on purchase by the banks of corporate securities which have a year or more to run before they come due.

The lid also is off on the volume of loans with instalment finance paper as collateral. The margins had been increased and the volume pinned to a ceiling.

Brig. Rockingham On Truce Talks: Ottawa, May 19 (CP) -- A "personal opinion" that the communist negotiators have no desire to sign a truce in Korea was expressed today by Brig. J.M. Rockingham, just back in Canada after 13 months in command of Canadian forces fighting there.

Communist forces had been suffering exceptionally heavy losses and these had been cut down "while this sort of nonsense has been going on," he told a press conference while replying to questions about truce talks.

He said he had no actual knowledge but was convinced the communist forces had been heavily built up during truce talks of the past year and the enemy would be in good position to launch an offensive if desired.

Brig. Rockingham reported today to National Defence Headquarters and tomorrow morning he will address the Canadian Legion convention in Montreal on the Korean campaign. He leaves for Vancouver tomorrow night for 30 days' leave. He then will take up a new appointment as Director of Military Training.

The former commander of the 25th brigade said the Korean campaign taught many things to the armed forces and the democratic world in general. Canadian soldiers had increased the stature of this country's fighting forces, "if that were needed, which it isn't." Their morale was exceptionally high considering circumstances.

Canadians had never failed to take an objective they were ordered to take or to hold a position they were ordered to hold. There were only four missing, one known to be a prisoner and one believed certain to have been killed. The other two may be prisoners.

Judicial Defence Probe Asked: Ottawa, May 19 (CP) -- The House of Commons tonight defeated by a vote of 92 to 42 an Opposition motion requesting a judicial inquiry into the organization of the Defence Department with particular reference to thefts, fraud and fires at defence establishments. The motion was moved by Mr. Drew.

The C.C.F. and Social Credit parties joined with the official Opposition in supporting the motion, described by the Government spokesmen as unnecessary. Mr. J.L. Gibson (Ind--Comox-Alberni) joined the Government in opposing the motion.

Mr. Drew's motion sparked a general debate on irregularities at defence establishments. The Opposition leader said a judicial inquiry was necessary because continuing reports of thefts and fraud suggested a "complete breakdown of administrative supervision within the defence department.

Exports Set New Record: Ottawa, May 19 (CP) -- Canada's exports, maintaining unprecedented buoyancy, jumped to \$358,500,000 in March, pushing the total for the first three months of 1952 to a peak of \$1,000,000,000, the Bureau of Statistics reported today.

With imports lagging behind the big exports push, Canada scored a \$31,500,000 credit balance during March and built up a total three-month favourable balance of \$83,900,000, compared with a deficit of \$124,200,000 in the same period a year ago.

Exports during March increased by \$64,500,000 from \$294,000,000 a year ago and in the three-month period swelled by \$80,000,000 from \$819,600,000.

Though the United States was still Canada's top customer, the report indicated that Canada obtained her trade surplus only through favourable balances with countries other than the U.S.

Canada chalked up surpluses in trade with her second biggest customer, the United Kingdom. The surplus jumped to \$45,500,000 during March from \$9,300,000 and to \$87,400,000 in the three months, almost four times the \$21,400,000 favourable balance last year.

Mr. Abbott On Stability Of Gold: Ottawa, May 20 (CP) -- The Minister of Finance, Mr. Abbott, said last night the stability of gold as a medium of international exchange depends on the willingness of the United States treasury to buy it at the fixed price of \$35 an ounce.

Mr. Abbott said if the U.S. treasury ever stops buying gold, Canada's gold-mining industry would be in a much worse position than today.

He made the statement when he stepped briefly into a debate on a government measure to extend the Government's gold-mine assistance programme until 1953. The assistance is given marginal mines under a complicated formula which last year worked out to an average of about \$2.50 an ounce for eligible mines.

Mines Minister Prudham also entered the debate. In reply to questions he said he believes Canada's gold-mining industry "will survive." The mining industry was a wasting industry. But there were new mines coming into production.

Across Canada: Mid-July is being discussed as the possible time for prorogation of Parliament, Canadian Press reports....The Minister of Agriculture, Mr. Gardiner, said that he is "cautiously optimistic" that the worst of the foot-and-mouth disease outbreak in Saskatchewan is over. "We now have gone three weeks without any new cases and I have every hope the disease has been licked," he said in an interview....Canada must train more skilled workers to keep production up to the demands of industrial expansion, the first national conference on apprenticeship training heard yesterday....A number of resolutions reflecting anxiety about Canada's defence position went before the Canadian Legion's national convention yesterday, the Canadian Press reported....The Carnegie Corporation of New York has granted \$50,000 to establish a centre for the study of comparative law in the University of Toronto School of Law, Dr. Sidney Smith, U. of T. President, announced.



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Vol. 3, No. 98

Wednesday, May 21, 1952.

Military Programme On Schedule, Says Mr. Claxton: Montreal, May 20 (CP) -- The Minister of National Defence, Mr. Claxton, told the Canadian Legion today that Canada will be adequately protected by 1954 and, he implied, she can and will do it without conscription.

With the Legion's National Convention heading toward debate on a conscription resolution, the Minister stepped in to say people involved in the defence effort and their dependents already comprise more than one-tenth the population and that there aren't enough barracks to absorb many more troops.

The three-year military programme will finish on schedule by 1954, he predicted--with, he said, his fingers crossed.

The army's hitting power had nearly quadrupled since Korea. The air force had boosted fighter strength 50 per cent. The Navy was forging ahead steadily. And no western capital thinks there is going to be war in the near future.

An estimated 65,000 qualified, healthy Canadians came of military age annually, said the Minister. Last year the forces recruited 39,000 new men--a "very good average"--of available manpower. In addition, Canada was training per capita more than some countries with conscription. Barracks are being built as fast as possible, he said, but if the 25th Brigade were brought home from Korea its men would have to be put up in hotels.

\$10 Rise In Price Of Export Newsprint: Toronto, May 20 (CP) -- Canadian newsprint today, headed towards a \$10-a-ton increase in price to all but Canadian users.

Three big producers, Abitibi Power and Paper Co., Ltd., Consolidated Paper Corporation, Ltd., and Anglo-Canadian Pulp and Paper Mills, Ltd., advised their export customers, chiefly in the United States, that the \$10 jump will go into effect June 15.

If followed by other companies, this will bring the price at New York to \$126 a ton. The Canadian base price will remain at \$112, plus a 10-per-cent sales tax, which leaves cost to Canadian users at around \$122.

Abitibi, in advising its American customers of the increase, said in part:

"We have no alternative to this step in view of the fact that the net return to us from the sale of newsprint has been reduced by about \$20 a ton, due to increased costs of labour, materials, pulpwood and freight, and the depreciation in value of the American dollar."

About half the \$20-decrease in return, referred to by the Abitibi statement, is accounted for by the change in relative values of the Canadian and American dollars.

When newsprint was raised last July 1 by \$10 a ton to \$116 at New York, the Canadian dollar was at a discount to the American, and Canadian newsprint producers collected the equivalent of about \$123 in Canadian funds. With the Canadian dollar at its present premium they collect around \$113, Canadian currency.

Producers recently advised the Canadian Government of the planned increase, giving their reasons for it. The Government decided not to intervene.

The Canadian Government advised United States authorities of its decision, and Ellis Arnall, U.S. Price Stabilizer, protested against the proposed increase, terming it "shocking and alarming."

National Library Plan: Ottawa, May 20 (CP) -- The Prime Minister, Mr. St. Laurent, launching legislation for a National Library, said today that the federal Government has no estimate of what the project will cost and does not know when construction may start.

While the Government is anxious for an early start, he said, defence requirements will make immediate construction of a new building impracticable. However, it should have a high priority among civilian activities.

Meanwhile, Mr. St. Laurent told the House of Commons, it is planned to push ahead with preliminary work such as cataloguing books for the library.

The Prime Minister outlined plans for the library in speaking on a resolution preliminary to a bill empowering the Government to establish the cultural centre.

Leaders of all groups spoke in support of the resolution and, after its adoption, the library bill was introduced.

Mr. St. Laurent said it is proposed that the National Library will work in close-co-operation with other government libraries, such as that of Parliament, and with many of the country's public libraries.

Persons in different parts of Canada wishing to obtain material from it will do so through local libraries. In the case of rare and valuable books, material would be sent through microfilms.

One of the projects in connection with the library, the Prime Minister said, is a "union catalogue" combining the individual catalogues of many libraries into a single alphabetical system.

He announced that the first National Librarian will be Dr. W. Kaye Lamb, Dominion Archivist and Chairman of the National Library Advisory Committee. His chief assistant will be French-speaking.

Willing To Pay For Security, Says Mr. St. Laurent: Ottawa, May 20 (CP) --

The Prime Minister, Mr. St. Laurent, said tonight that Canadians are willing to pay the price for security and freedom.

Canada must do her share to prevent another war, he said. The prevention of war is the most important task of the Government. That is why Canada is a partner in the joint police action in Korea. That is why she is doing her full share as a member of the North Atlantic Treaty Organization.

Canada is not a military country, said Mr. St. Laurent in a speech prepared for delivery over the CBC's national-network political series entitled "The Nation's Business." Canadians do not like their forces in Korea. They do not like them in Europe. They do not like to use wealth and energies to make armaments.

"But we are willing to pay this price to help make it possible for Canadians of our own and of future generations to live their lives in peace and freedom.

"That is why we are devoting half of the revenues of the Government--half of our budget--to the building up of our defence forces.

"That is the premium we are paying for our national insurance against war. Though the premium is high, the cost is small indeed compared with what the cost of another war would be."

Across Canada: Changes in North Atlantic flight schedules were announced by

Trans-Canada Air Lines as a further effort to conserve fuel supplies

"jeopardized by curtailment of oil production in the United States."....

Mr. M.J. Coldwell, CCF Leader, yesterday criticized the way Canada censors books. He told the House of Commons he is sometimes alarmed at Canadian censorship, particularly the banning of books that might be useful in helping protect the Canadian way of life....The age-old demand for territorial rights will be renewed by Indians in British Columbia. The chief and tribesmen, who claim millions of dollars are owing them for lands taken by white men a century ago, yesterday prepared their case.



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Vol. 3, No. 99

Thursday, May 22, 1952.

U.N. Genocide Convention Ratified: Ottawa, May 21 (CP) -- The House of Commons, ratifying a United Nations convention outlawing genocide, heard hopes today that it will help eliminate this mass murder.

But the Secretary of State for External Affairs, Mr. Pearson, said that genocide is still being practised, "especially in those countries behind the Iron Curtain."

Mr. Pearson said the convention -- signed by Canada in 1949 -- is perhaps the most important new source of international law to develop since the Second World War.

By approving it, Canada was taking a step to protect minorities. She was proclaiming that genocide is a "monstrous crime." And she was making it more difficult to commit.

The House of Commons gave unanimous approval to the pact, though some speakers said its provisions should be stiffer.

In a busy half day, the House also gave approval in principle to a measure to give statutory effect to the Japanese Peace Treaty and final reading to a bill to advance the date of the opening of the Supreme Court of Canada from the first Tuesday in February to the fourth Tuesday in January.

Mr. Pearson, speaking on the Japanese Peace Treaty legislation, said it will give the Government authority to carry out Canada's obligations under the Treaty. The measure was sent to a committee for further study.

Foreign Trade To New Record: Ottawa, May 21 (CP) -- Canada scored another big credit balance in her foreign trade during April as imports sagged while export continued to ride on a boom which may turn 1952 into the biggest exports year in history.

Shipments to all countries climbed by \$50,000,000 to \$350,600,000 during April, up from \$300,200,000 last year, the Bureau of Statistics reported in a preliminary statement today. Sales to the United Kingdom more than made up for a small decline to the United States.

Imports, on the other hand, dropped by \$67,800,000 to \$325,200,000 from \$393,000,000, mainly because of reduced purchases from the U.S. and Britain.

Thus Canada scored a favourable monthly balance of \$25,400,000 and brought the total credit balance for the four months of 1952 to \$109,300,000, compared with a deficit of \$117,000,000 in the same period last year.

The surplus in trade will help Canada meet her balance-of-payments problems. Last year she ran into a total deficit of some \$500,000,000. She found dollars to make up the difference through a big inflow of capital. Otherwise she might have had to dig into her reserves of gold and dollars or float new loans in the United States to meet the deficit.

The exports boost during April pushed total exports for the four months to a peak of \$1,350,600,000 from \$1,119,200,000 in the same period last year. If exports continue at this rate, Canada will break the record of almost \$4,000,000,000 achieved for 1951.

With imports for April down, total purchases for the four months slipped to \$1,241,300,000 from \$1,336,900,000 last year. Imports last year reached a record of slightly more than \$4,000,000,000. Imports now are tapering off from that high level.

The preliminary figures for April showed exports to the United States down slightly to \$184,000,000 from \$186,100,000. But there were far larger cuts in imports from the U.S. which dropped to \$247,500,000 from \$278,300,000.

Senate Committee On Cost Of Envoys: Ottawa, May 21 (CP) -- An External Affairs Department financial expert today said Canada is spending more this year to house and provide offices for her diplomats abroad than she spent in three years from 1948-51.

Mr. S.D. Hemsley, Head of the Department's Finance Division, told the Senate Finance Committee Canada will spend \$1,654,500 for this purpose because holdings of blocked currencies are dwindling in value.

He said in reply to Senator Thomas Crerar (L, Manitoba) that for the fiscal years 1948-49 to 1950-51 Canada spent a total of about \$1,411,000 for the same purpose.

One major item this year was about \$880,000 for renovating and furnishing a new residence and office for Canada's Ambassador to France. Eventually Canada hoped also to house its new Embassy to the North Atlantic Treaty Organization in the same building.

Money for this project came from francs held by Canada and which could not be removed from France under French law. As the franc declined in value, Canada lost money so it was decided to use the money for the new residence and Chancellory.

Canada was in the same position with regard to holdings in Italy and The Netherlands. A new Chancellory was planned for The Hague and a new residence and Chancellory in Rome.

Senator John T. Haig (PC, Manitoba) said he was "dead opposed to all this iron curtain representation" during the discussion of the estimates for salaries to Canada's representatives. He said spending large sums for men in Russia, Czechoslovakia and Poland wasn't doing any good.

Senator Norman P. Lambert (L, Ontario) said that to cut out diplomatic missions to those countries would be equivalent to breaking off diplomatic relations with the countries. It would be regarded as an unfriendly act.

"It's no different than closing out our offices in China," Senator Haig said.

Mr. Hemsley said Canada's Embassy in Russia is expected to cost \$259,764 this year compared with \$244,817 last year. Of this \$31,500 was for rent of offices and residence. Canada was at a disadvantage there because some of her dollars had to be exchanged at the official Russian rate of four roubles for \$1.

Across Canada: Mr. Robert Schuman, French Foreign Minister, will lead a delegation from France to Laval University's Centenary celebrations in September....Canada's copper producers likely will get higher prices for their exports as a result of a United States move to relax price ceilings on imports, production officials said....Canadian farmers are speeding their springtime task of planting their crops, helped in most part by an early season and warm sunshine. A Canadian Press survey shows seeding operations well advanced over last year in all but a few sections where cold weather has delayed the work....Too much publicity is given to poliomyelitis, the committee on public health suggested yesterday to a meeting of the Ontario Medical Association Council at the association's 72nd convention in Hamilton....Mr. Phillip C. Garratt of Toronto, 58-year-old manager of the de Havilland Aircraft Company of Canada, has been awarded the McKee Trans-Canada Trophy for 1951, Defence Headquarters announced.



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Vol. 3, No. 100

Friday, May 23, 1952.

Gold Mines Aid Bill Approved: Ottawa, May 22 (CP) -- Canada's gold-mining industry will emerge stronger as a result of a current tussle with high production costs, the Minister of Mines, Mr. Prudham, said today in the House of Commons.

Mr. Prudham, declining to agree with an Opposition claim that the industry is "dying," said present difficulties eventually will produce some benefit.

The Minister spoke as members approved in principle--second reading-- a bill to extend through 1953 the formula under which the federal Treasury subsidizes high-cost gold mines. The aid averages about \$2.50 an ounce for those mines getting it.

During clause-by-clause study discussion bogged down through a series of procedural scraps. Several Ministers objected to Progressive Conservative members attempting to question the Government on monetary policies dealing with gold.

Ruled out of order after Cabinet members contended his questions were irrelevant to the measure, Mr. Donald Fleming (PC--Toronto Eglinton) accused them of "fending off" the queries.

He wanted to know:

1. Has Canada made any representations recently to the United States to get it to raise the buying price of \$35 an ounce, U.S. funds, for monetary gold?
2. What steps does it contemplate towards getting a free market for Canada's gold.

Mr. Prudham and Mr. Abbott both declined to reply to the questions on the ground the gold-aid bill deals only with mining production and not with monetary policy.

To Bar Alien Fishing Boats: Ottawa, May 22 (CP) -- An old regulation passed in 1894, which bars foreign fishing boats from Canadian ports, will be strictly enforced after July 1, a Fisheries Department spokesman said today.

The enforcement, following a war-born relaxation, is designed to protect Canadian fishermen of the three Maritime provinces. It may work some hardship on Maritime storekeepers who have profited from supplying the foreign ships.

Canadian fishermen had complained that foreign trawlers, from Portugal, Spain, France and possibly Italy, were getting inside the three-mile off-shore limit of Canada's territorial waters. While fisheries officials have not been able to substantiate this, it was found that the Customs and Fisheries Protection Act of 1894, has been "getting out of hand."

Under wartime emergency powers the enforcement of the act was relaxed, and since the war a number of ships have been calling at Canadian ports for supplies. The act was originally designed to prevent foreign trawlers from using Canadian ports as a base of operations. It does not bar entry in emergency cases.

Nova Scotia, New Brunswick and Prince Edward Island are the only provinces affected. Newfoundland, which traditionally has supplied foreign ships, made it one of the terms of union with Canada that she be exempted from this provision of the act. British Columbia has no comparable problem. Her only foreign fishermen callers are U.S. vessels, and Canada has a reciprocal agreement with the U.S. covering this.

Federal authorities postponed enforcement of the act until July 1 to give Maritime storekeepers an opportunity to curtail their ship's stores.

150,000 To Man C.D. Facilities: Montreal, May 22 (CP) -- Maj.-Gen. F.F. Worthington said today Canada's civil defence facilities will be manned by 150,000 trained volunteers and equipped with an early warning system by the end of March, 1953.

There already are 52,000 volunteer workers, the federal Government's civil defence co-ordinator told the Canadian Legion's national convention, but the training programme will be broadened this year to create teams of workers where now there are just individuals able to teach others.

He listed these objectives:

1. Strengthening of the central cadre of skilled instructors, of whom 2,000 have already been trained. Projection of training into the team and collective training stage.
2. A start on further specialist training such as tactics, damage control, transport.
3. Commence operational planning at local levels.
4. Test the warning system which now is virtually complete and hold exercises for workers in various parts of the country.

Maj.-Gen. Worthington said most of the C.D. responsibilities suggested by the federal Government have been accepted by the provinces. Enough equipment for C.D. training was available to meet most of the demands across Canada and "much-more is being procured".

Conference On Eskimo Affairs: Ottawa, May 22 (Globe and Mail) -- Knowing that there is always government aid to fall back on, the Eskimo in some parts of the north has lost a certain amount of his interest in hunting and fishing for a living.

This was brought out at a two-day conference here on Eskimo affairs. The participants, representing government departments, the church missions serving the Far North, the Hudson's Bay Co. and the RCMP among others, went into problems of the Eskimos' health, means of livelihood and schooling.

With family allowances, old age and blind pensions, and other forms of government assistance, the Eskimo has become aware of the fact that he has two sources of income, it was stated.

As a consequence his interest in pursuing the wily fox and the ponderous polar bear has waned.

New Income Tax Schedules: Ottawa, May 22 (CP) -- New schedules of tax deductions for persons paying income tax at source now are in the hands of Canadian employers, who will start using them July 1, a Revenue Department spokesman said today.

The schedules incorporate changes in personal income tax of the last budget, which provided for a decrease of about 6 per cent in income tax and at the same time more than wiped out the increase with an old-age pension levy.

The resulting schedules--used by the employer to determine how much to deduct from each employee's weekly or monthly pay--are in most cases slightly higher than the ones now in force.

Across Canada: After a debate hot and unhappy with memories of the battlefield, the Canadian Legion's national convention in Montreal called on the Government yesterday to keep Kurt Meyer in prison for life. It narrowly rejected a proposal that he be returned to a Canadian prison from Germany... The Netherlands Minister for Economic Affairs, Prof. J.R.M. Van den Brink, sailed for Canada from Southampton yesterday to open the International Trade Fair at Toronto... Between 200 and 250 stores will be haled into a Montreal Court for staying open yesterday--Ascension Thursday--in contravention of a city bylaw, Captain Marius Belec, head of the city policy commercial squad, estimated last night... The fifth annual post-war Canadian-American contract bridge tournament started last night with 33 tables in Montreal. There are six events on the programme, scheduled to finish Sunday night.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 3, No. 101

Monday, May 26, 1952.

Hopeful Of Joint Action On Seaway: Ottawa, May 23 (CP) -- The Cabinet is hopeful that Canada and the United States will make a joint move soon to get the decks cleared for the St. Lawrence seaway, the Minister of Transport, Mr. Chevrier, today told the House of Commons.

The Minister said he expects the two countries will shortly file an application with the International Joint Commission for authority to change St. Lawrence River water levels for the 2,200,000-horsepower hydro phase of the giant power-navigation project.

Approval of that application by the body controlling boundary waters would enable Canada and the U.S. to launch the electricity development jointly, leaping the hurdle of U.S. Congressional action on a 1941 treaty on the seaway.

Mr. Chevrier, speaking during consideration of his Department's annual estimates, said there are still difficulties to be ironed out before the case goes to the International Commission. But he added that "remarkably good" progress is being made.

Canada already has done "a large part of the work" in connection with the 27-foot navigation works which will run from the upper St. Lawrence River into Lake Erie, Mr. Chevrier said. Test borings are under way in the areas where new canals will be built.

The canal plans are in such shape, he said, that they can be completed "in a fairly short period" after the International Commission gives its decision.

U.S. Ambassador On Newsprint: Ottawa, May 26 (CP) -- Mr. Stanley Woodward, United States Ambassador to Canada, Saturday night said careful consideration should be given to the implications of a dual price system.

He referred in an address to visiting members of the Syracuse Chamber of Commerce to the proposed price increase to U.S. buyers of \$10 a ton for Canadian newsprint.

The increase effective June 15 would bring the price to \$126 a ton in New York. Canadian buyers pay \$112 a ton plus a 10 per cent sales tax.

"Suppose for instance that Canada builds the St. Lawrence Seaway alone. We should expect the same tolls to be charged U.S. shipping as Canadian shipping," said Mr. Woodward.

"It so happens that about 80 per cent of Canadian newsprint is sold to U.S. consumers and that about 80 per cent of the freight passing through the seaway is expected to be for U.S. consumers.

"Will there be a double standard for shipping, as has been announced for newsprint?"

Property In Japan: (Press Release No. 34, May 26) -- The Department of External Affairs announced on May 26 that under Article 15(a) of the Treaty of Peace with Japan, which came into force on April 28, Japan will return tangible and intangible property of nationals of Allied Powers which was within Japan at any time between December 7, 1941 and September 2, 1945. The Treaty also requires the Japanese Government to pay compensation in cases where such property was in Japan on December 7, 1941, and cannot be returned or has been damaged as a result of the war.

Jurisdiction Over Kurt Meyer: Ottawa, May 23 (CP) -- The Prime Minister, Mr. St. Laurent, said today the draft treaty of peace with West Germany will make no change in Canadian jurisdiction over Canada's two German prisoners of war.

However, he told the House of Commons there might be "some change" later in the present arrangement by which both former Maj.-Gen. Kurt Meyer and German Army Sgt.-Maj. Johann Neitz are serving sentences under the custodianship of British authorities in West Germany.

Relax Aviation Gas Controls: Ottawa, May 23 (CP) -- The federal Government today relaxed more of its aviation gasoline controls, boosting quotas by about 40 per cent, effective immediately.

Dr. H.H. Saunderson, Canada's materials co-ordinator, announced that quotas are being increased to about 90 per cent of what aircraft operators used in April, up from the previous quota of 65 per cent.

The increase is made possible, he said, through greater supplies from the U.S. Production there is slowly returning to normal, following completion of work agreements by individual companies with striking oil workers.

Expects Soon To Be Free Of Cattle Disease: Regina, May 23 (CP) -- Federal Veterinary Director-General Dr. Thomas Childs said today he expects Canada will soon be declared free of foot-and-mouth disease.

In an interview he said that following the declaration that the country is free of the disease the next step will be to convince the U.S. of the fact.

"When that is done," he said, "resumption of normal trade relations in connection with livestock and livestock products should not be unduly delayed."

Meanwhile, 16 disinfecting stations are being set up surrounding the foot-and-mouth quarantine area around Regina. At present about 11 stations are operating.

New Settlement For Gaspé Miners: Quebec, May 23 (CP) -- A mining village will be founded in barren Holland Township in Gaspé peninsula where Gaspé Copper Mines Limited expect to mine ore by 1954.

Premier Duplessis made the announcement at his regular press conference today during which he also announced that Jules R. Timmins, Ontario mine-owner who represents Canadian interests in iron ore developments in Ungava, has made a \$30,000-gift to Laval University.

The money will be used to further research on use of minerals found in the 311,000 square miles of wilderness which form the northeastern section of Quebec province.

Establishment of the Gaspé settlement for miners was authorized by the Government last Wednesday.

Across Canada: Communist prisoners, shouting, singing and waving defiant banners and Red flags from behind barbed-wire stockades, gave an unruly greeting to about 500 Canadian and British troops on their arrival on May 25, A.P. reported from Koje Island, Korea....Tourist and game officials in New Brunswick and British Columbia--two of Canada's big-game provinces--foresee a threat to their tourist income in the cloven-hoof ban announced May 20 by the United States Fish and Wildlife Service....Progressive Conservative members on May 23 sponsored a motion to have the federal Government reconsider the amount of a proposed increase in war veterans' allowances....The week-long strike of 900 Ford of Canada office workers which has made the company's 11,000 production men idle continued through the week-end without any sign of break....By-elections are being held today to fill six of the seven vacancies in the House of Commons. The voting will be in the constituencies of Ontario and Waterloo North in Ontario; Roberval and Brome-Missisquoi in Quebec, and Victoria-Carleton and Gloucester in New Brunswick. Five seats were held by Liberals and one -- Victoria-Carleton -- by the Progressive Conservatives.



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Vol. 3, No. 102

Tuesday, May 27, 1952.

Canada's Note To The United States: Ottawa, May 26 (CP) -- Canada has protested to the United States for sending a Canadian paratroop company to Koje Island without consulting Ottawa first.

The Secretary of State for External Affairs, Mr. Pearson, disclosed in the House of Commons today that the Government has expressed "concern"--a strong word saved for unusual circumstances in relations between the two countries--in a note sent to the State Department. The note said Canada wants to be consulted before her overseas units are split up.

It asked reassurance that the step will not be repeated without prior consultation with Ottawa and urged that the company be reunited with the rest of the 25th Brigade "as soon as possible."

It struck particularly at the angle that Canada by tradition doesn't like her overseas units broken up and placed under foreign command except in military emergencies.

The Minister said the company, drawn from the 1st Battalion, Royal Canadian Regiment, already was en route to Koje to help guard trouble-making Communist prisoners when the Government here learned about it. The first inkling of the move came in a cable from the 25th's Commander, Brig. M.P. (Pat) Bogert to the chief of the General Staff last Thursday.

A check in Washington then showed that the orders had been given, and that the transfer of the troops--probably about 150 of them--already was under way.

Mr. Pearson said today the Government feels "it is essential that the Canadian policy in respect of the breaking up of the Canadian Brigade for miscellaneous duties in Korea should be made clear" and accordingly the note was sent.

P.C.'s Win 4 of 6 Federal By-Elections: Ottawa, May 26 (CP) -- The Progressive Conservatives tonight won four of six federal by-elections, gaining three seats from the Liberals and retaining a seat held continuously since 1940. The Liberals retained two seats. Two of the by-elections were in New Brunswick, two in Ontario and two in Quebec.

The boxscore:

Quebec -- Brome-Missisquoi -- Joseph L. Deslieries, Liberal, defeated Henri Demers, Progressive Conservative, and Philip Borgan, C.C.F. -- unchanged.

Roberval--Paul Spence, Progressive Conservative, defeated Cyrille Potvin, Liberal, and Adjutor Bélanger, Independent Liberal--gain from Liberals.

New Brunswick -- Victoria Carleton--Gage W. Montgomery, Progressive Conservative, defeated Hugh Tait, Liberal -- unchanged.

Gloucester -- Albany M. Robichaud, Progressive Conservative, defeated H.J. Robichaud, Liberal--gain from Liberals.

Ontario -- Ontario--Mayor Michael Starr of Oshawa, Progressive Conservative, defeated John L. Lay, Liberal, and Herbert Roy Scott, C.C.F. -- gain from Liberals.

Waterloo North -- Norman C. Schneider, Liberal, defeated Elizabeth Janzen, Progressive Conservative, and Leonard Schroeder, C.C.F.--unchanged.

The new House of Commons standing:

Liberals 183; Progressive Conservative 49; C.C.F. 13; Social Credit 10; Independent four; Independent Liberal two; vacant one; total 262.

Decontrol Of Lead, Zinc, Cadmium: Ottawa, May 26 (CP) -- The Minister of Defence Production, Mr. Howe, today announced immediate decontrol of lead, zinc and cadmium.

Control measures were invoked last July to prevent excessive stockpiling and regulate the flow of these once scarce metals to commercial industry and defence factories.

"With the general easing in the supply of lead, zinc and cadmium and in line with recent decontrol measures in the United States, it has been decided to revoke the orders controlling these metals," Mr. Howe said in a statement.

Mr. Winters On Pleasing U.S. Tourists: Windsor, May 26 (CP) -- The Minister of Resources and Development, Mr. Winters, suggested today that Canadians fly their flag more often as a means of attracting more United States tourist dollars.

"They like its stirring reminder that they have indeed come on foreign soil," he said in a speech before Essex County Tourist Association.

But flying the flag was only one way of getting more Americans to come to Canada. The tourist industry, said Mr. Winters, had to consider the whole flavour of a Canadian vacation, to make it more distinctive, to make it different from life in the United States.

The tourist industry, he said, is big business, running about \$250,000,000 a year, yet many Canadians "have nursed a misconception about tourists' likes and dislikes."

"Too many times they have tried to provide our visitors with replicas and fascimiles of what our friends had expected to leave behind them.

International Court May Hear Meyer Case: Ottawa, May 26 (CP) -- Reference of the Kurt Meyer case to an international court with a Canadian on it now appears certain.

It is understood that the three occupying powers -- the United States, United Kingdom and France -- and West Germany have agreed that Canada should have representation on any clemency or advisory board which considers the two war crimes cases involving Canada.

In the months ahead Canada is expected to refer the Meyer and Neitz cases to such a court and to accept its ruling if it is unanimous. Every war criminal now held by the Allied powers will go before such a court.

Under the peace contract restoring West Germany's sovereignty which was signed in Bonn today, there is provision for six-man clemency courts or advisory boards to hear all war-crimes cases and consider appeals for release.

The six would be three Germans and one judge from each of the three occupying powers. In Canada's case, a Canadian is expected to take the place of the British representative.

Across Canada: The Minister of Trade and Commerce, Mr. Howe, said yesterday that importing and exporting members of the 46-country international wheat agreement are divided on the proposal to boost the price of wheat under a renewed pact. But no country, he told the Commons, has indicated that it wants to back out of the agreement, which terminates July 31, 1953.... A committee established by the Nova Scotia Government to survey the Province's health and medical need has recommended against immediate establishment of a compulsory health insurance plan.... Canadian unemployment has dropped by more than 100,000 from the seasonal peak of early April, the Labour Department reported yesterday.



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Vol. 3, No. 103

Wednesday, May 28, 1952.

Mr. Pearson Seeks Immediate Debate On German Pact: Ottawa, May 27 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said today he hopes this session of Parliament will debate the series of treaties signed within the last 24 hours to restore West Germany's sovereignty and make her one of the Western Allies.

Only one of the three documents signed will be submitted to the Canadian Parliament, Mr. Pearson told the House of Commons, because it is the only one she signed.

It is the protocol under which Canada and her 13 Atlantic Pact allies project their guarantees of mutual support to embrace the six members of the European Defence Community. The real effect is to tie Germany into the Western defence lineup and extend the guarantees to her.

It means that Canada pledges herself to consider an attack on West Germany an attack on herself and vice versa.

Exports Reach New Peak In April: Ottawa, May 27 (CP) -- Canada's exports hit another high mark during April, jumping \$50,000,000 to \$350,600,000, pushed ahead mainly by a big boost in sales to dollar-short United Kingdom.

The rise from last year's \$300,000,000 increased total exports for the first four months of 1952 to a peak of \$1,350,600,000, up from \$1,119,400,000 in the same period last year, the Bureau of Statistics reported today.

In a previous preliminary statement, the Bureau noted that the big exports boom, outpacing sagging imports, gave Canada a \$25,400,000 favourable balance during the month. This brought the four-month credit balance for 1952 to \$109,300,000, a turnaround from the \$117,000,000 deficit in the first four months of last year.

The preliminary statement reported imports during April at \$325,200,000, down from \$393,000,000, cutting purchases for the four months to \$1,241,300,000 from \$1,336,900,000.

Canada's climb in exports, achieved mostly by an increase in volume rather than in price, was scored in spite of the foot-and-mouth disease.

With Canada's main cattle market in the United States blocked by the U.S. embargo, total exports to that country slipped slightly to \$184,018,000 during April from \$186,061,000.

Exports to the U.K., on the other hand, climbed \$30,000,000 during April to \$71,300,000 from \$41,822,000, and swelled to \$226,985,000 during the four months, a jump of \$71,500,000 from \$155,412,000 last year.

With shipments to Latin America almost doubled, exports to all countries other than the U.K. and the U.S. increased \$25,000,000 during April to \$95,200,000 from \$72,200,000. During the four-month period, they climbed to \$386,700,000, up \$147,000,000 from \$239,400,000.

C.C.L. Seeks Fair Employment Act: Ottawa, May 27 (CP) -- The Canadian Congress of Labour today charged that many employers practice racial and religious discrimination in hiring workers and urged the Government to penalize them for destroying "faith in Canadian democracy."

A delegation called on the Minister of Labour, proposing the establishment by the Government of a fair employment practices act and a fair employment policy.

The fair employment practices act would provide protection to a worker against any employer who declined to "employ or discriminated against anyone because of race, creed, colour, ancestry or origin." Penalties would be provided for violations.

Claim Delay In Payment Of War Claims: Ottawa, May 27 (CP) -- Delay in cleaning up Canadians' damage claims from the Second World War was questioned today by Progressive Conservative members of the House of Commons Public Accounts Committee.

The complaints came from Maj.-Gen. G.R. Pearkes, V.C. (PC--Nanaimo) and Mr. Douglas Harkness (PC--Calgary East), who said they have heard of dissatisfaction from claimants.

Gen. Pearkes said there has been "considerable delay" in handling cases of property and physical damage. Mr. Harkness said he has heard of dissatisfaction over slowness in making settlements.

Mr. Chevrier Addresses ICAO: Montreal, May 28 (CP) -- The Minister of Transport, Mr. Chevrier, told the International Civil Aviation Organization yesterday the Canadian Government will help the U.N. agency reduce expenses, but some delegates to its general assembly said they still would like to seek a cheaper site.

Mr. Chevrier said the Canadian Government will increase its total contribution to ICAO to almost \$200,000, reducing the organization's rental costs to less than \$100,000.

National Library Bill Passed: Ottawa, May 28 (Citizen) -- The House of Commons last night gave third reading to a bill establishing a National Library, probably in Ottawa.

The Prime Minister, Mr. St. Laurent, who piloted the bill through the House, said the Library would be under the Secretary of State's Department to begin with, but that at a later date another Minister may be put in charge of it and like activities.

Dr. W. Kaye Lamb, Dominion Archivist, will be librarian and will be assisted by a French-speaking assistant librarian.

In answer to a question by Mr. Drew, Mr. St. Laurent said that political books at present banned in Canada would be included in the Library for special study although they would not be distributed generally in the country.

The legislation requires that the publisher of any book in Canada send two copies of the book to the National Library at his own expense.

Mr. St. Laurent said regulations would be passed outlining the type of publications that need not be produced.

For Free Exchange Of Information: Ottawa, May 28 (Citizen) -- A free exchange of information is essential for the development of science and technology, the Minister of Trade and Commerce, Mr. Howe, told a group of 19 visiting European research scientists and administrators yesterday.

The mission, representing nine Marshall Plan countries, is making a two-month tour of Canada and the U.S. studying industrial research administration methods. The group began a three-day tour of Ottawa today and were addressed by Mr. Howe at a luncheon in the Chateau Laurier.

In officially welcoming the mission to Canada, Mr. Howe said that while present world conditions made the exchange of information difficult, every effort should be made to maintain the traditions of scientific freedom of information.

Across Canada: Alberta is expected to be a source of coal and petroleum coke for the multi-million dollar aluminum project at Kitimat, B.C., an executive of the Aluminum Company of Canada told the Senate Transport Committee. Mr. A.W. Whitaker, Vice-President and General Manager of the Aluminum Company, said that was one reason the company wanted the Canadian National Railways to build a 46-mile rail line from Terrace, B.C. to Kitimat....Brazilian laws are most liberal as far as investments of Canadian capital are concerned, Mr. Heitor Lyra, Brazilian Ambassador to Canada, said last night. He spoke at the Toronto Club, at a dinner given by Mr. Henry Borden, President of Brazilian Traction, Light and Power Co., Ltd.....Air Cadet sharpshooters of No. 237 Squadron, Lamont, Alta., have won the Dominion Challenge Trophy, awarded annually to Canada's top air cadet rifle team, for the third time in four years, Air Cadet Headquarters announced.



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Thursday, May 29, 1952.

To Pay Travelling, Hospitality Expenses Of Lieutenant-Governors: Ottawa, May 28 (CP) -- The Prime Minister, Mr. St. Laurent, said today that in the past the Government had experienced difficulty in obtaining suitable candidates to accept appointments as provincial Lieutenant-Governors because "they couldn't afford it."

It was for that reason, the Prime Minister told the House of Commons, that the Government decided to institute a formula for payment of travelling and hospitality expenses for Lieutenant-Governors. The payments became effective this year.

It cost the Lieutenant-Governors more than the salary received to carry on responsibilities of office. In one case, Mr. St. Laurent said, he had been told it cost the incumbent \$40,000 a year--and that "wasn't in Quebec or Ontario."

He spoke as he moved in the House the formula under which Lieutenant-Governors' expenses will be paid. It provides that in provinces with populations under 500,000 the maximum payable in expenses shall be \$5,000 a year. In provinces with more than 500,000 population, the maximum payments shall be increased by \$1,000 for every 100,000 of population in excess of 500,000. Maximum allowance will be \$12,000 a year.

A total of \$86,000 is provided in the estimates for payment of the travelling and hospitality expenses of Canada's 10 Lieutenant-Governors.

Mr. Stanley Knowles (CCF, Winnipeg North Centre), speaking for the CCF Party, reiterated his group's opposition to the proposal. He said if the Lieutenant-Governors needed more money, salaries should be increased. The principle of putting the Lieutenant-Governors in the position of submitting expense accounts was wrong.

Mr. St. Laurent said the payment of expenses was decided upon because it felt that making Lieutenant-Governors' salaries--which range from \$8,000 to \$10,000 a year--exempt from income tax would not be right. It might prove embarrassing to succeeding Finance Ministers that the principle of exemption had been started.

U. Of T. To Honour Seven Canadians: Toronto, May 29 (CP) -- Seven Canadians will receive honorary degrees from the University of Toronto June 6 for advancing the welfare of Canada and the concept of Canadian citizenship.

Receiving honorary doctorates of law are: Dr. E.W. Bradwin, Principal of Frontier College, Toronto; Dr. Donald Dickie, whose book, "The Great Adventure," an illustrated history of Canada for children, won the Governor-General's award last year; Premier Frost of Ontario; the Minister of Defence Production, Mr. Howe; J.T. Jenkins, Principal of Jarvis Collegiate, Toronto, and Rev. Georges-Henri Lévesque, Dean of Social Sciences at Laval University, Quebec. Mr. R.L. Hearn, Chief Engineer of the Ontario Hydro-Electric Power Commission will receive an honorary doctorate of engineering.

New Chancellor For McGill: Montreal, May 29 (CP) -- With his successor at his elbow, Chief Justice O.S. Tyndale, retiring Chancellor of McGill University, yesterday afternoon laid the cornerstone of the new extension to the Redpath Library. He declared the act "the most personally gratifying to which I have been assigned."

With Mr. B.C. Gardiner, the new Chancellor, on the specially-built platform were: Rt. Hon. Vincent Massey, Governor-General of Canada; Dr. F. Cyril James, Principal and Vice-Chancellor; Mimi Pickering, President of the Women's Union; Jacques Tetrault, President of the Students Executive Council; and Mr. J.O. Asselin, Chairman of the city's executive committee.

The \$1,250,000 for the extension was a gift from the City of Montreal during McGill's 1948 fund drive. The completed building will house over 1,000,000 volumes.

ICAO Assembly: Montreal, May 29 (Gazette) -- Montreal may have to wait a week to find out whether it's still the headquarters of an international organization or simply a city with a number of empty conference rooms for rent.

Delegates to the ICAO Assembly session were mum yesterday on Mr. Chevrier's offer to slash the rent on the 57-nation Dorchester street headquarters in an effort to keep Canada's only U.N. organization headquarters from moving to cheaper parts of the world.

No comment was made on Mr. Chevrier's offer to bring the federal Government contribution up past the \$200,000-a year mark.

Instead the delegates passed on to other business in a busy schedule of closed meetings.

Trained R.C.M.P. Squads Combat Smuggling: Ottawa, May 28 (CP) -- The Minister of Justice, Mr. Garson, said today that specially trained squads of the R.C.M.P. have been concentrated at strategic border points to combat smuggling of cigarettes and other items.

"On the whole, I think the force has been very successful," he told the House of Commons during study of R.C.M.P. estimates for 1952-53.

R.C.M.P. prosecutions launched under federal statutes, which covered smuggling, were 42.5 per cent higher than in the previous year.

He promised to make available as soon as possible the number of persons arrested, together with the number of cigarettes seized.

Across Canada: A "hospital sweepstakes" was proposed to Ontario's mayors in Ottawa yesterday as one way of easing the growing financial burden on cities and towns, but the proposal was promptly attacked by Ontario's Minister of Municipal Affairs, Mr. Dunbar....The Dionne quintuplets yesterday celebrated their 18th birthday--privately. The day served as a combination birthday and graduation-day....Premier Duplessis announced a Quebec general election will be held Wednesday, July 16. Campaigning by Liberals and the Premier's own Union Nationale Party has been under way since early spring. The Premier said nominations will close July 9 in all but Quebec's four least-accessible electoral districts.



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Vol. 3, No. 105

Friday, May 30, 1952.

New Three-Man Combines Commission: Ottawa, May 29 (CP) -- The Minister of Justice, Mr. Garson, took parliamentary action today to create a new three-man combines commission, accepting the major recommendation of the MacQuarrie Committee on combines legislation.

He gave notice on the House of Commons order paper of legislation, to be introduced shortly, which will remould and expand the Government organization aimed at elimination of monopolies, cartels and illegal combinations of industries to fix prices and restrict competition.

The new Government organ, to act as a buffer between the combines investigator and the Minister of Justice, will be known as the Restrictive Trade Practices Commission.

It will take over some of the duties of Combines Commissioner Mr. T.D. MacDonald, act as a judge on his reports of combines activity and decide whether a report should be made to the Minister. Currently, reporting to the Minister is part of Mr. MacDonald's work.

Mr. MacDonald's duties will be retailored. Instead of the Combines Commissioner, he will be known as the Director of Investigation and Research with research into monopolistic practices likely being the most important part of his work.

That was a recommendation of the MacQuarrie committee and Mr. Garson indicated he has accepted it by including the creation of a Director of Investigation and Research in his notice of legislation.

Canada's Contribution To U.N.: Ottawa, May 29 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, today said Canada's contribution to the United Nations about equalled in value three jet fighters, but really was worth more as a war preventive.

He told the Senate Finance Committee that Canada paid about 3.3 per cent of the U.N. budget. Canada felt that was high and was working to have its \$1,463,000 share reduced.

Canada also felt that Russia, who paid about 11 per cent of the budget, should pay more. He agreed with Senator Thomas Reid (L--British Columbia) that if the assessment was based on money spent for defence, Russia would pay considerably more than at present.

Dairy Act Change Proposed: Ottawa, May 29 (CP) -- A Senate Committee today approved deleting a section of the Canada Dairy Products Act under which the federal Government could prohibit interprovincial movement of dairy products.

The Commerce Committee accepted a suggestion from the Minister of Agriculture, Mr. Gardiner, that the section be struck out instead of amended as proposed by Senator W.D. Euler (L--Ontario).

The suggestion was one of two made by Mr. Gardiner who appeared a second time to give his views of Senator Euler's proposals. Mr. Gardiner said he was prepared to support repeal of the section on grounds that it dealt with something not a dairy product in a bill framed to cover dairy products.

He first suggested that the amendment specify what substitutes the Government could prohibit from moving between provinces. The original section gave the Government power to declare by order-in-council what dairy product substitutes should not pass between provinces.

Aviation Gas Restrictions End: Ottawa, May 29 (CP) -- The Minister of Defence Production, Mr. Howe, today announced the end of aviation gasoline restrictions, effective Tuesday next, and the R.C.A.F. and Air Transport Board said all special curbs on flying will be eliminated.

In Montreal, Trans-Canada Air Lines announced that domestic flights temporarily curtailed by the restrictions also will be resumed Tuesday.

Mr. Howe told the House of Commons that restoration of normal distribution and sale of aviation fuel is made possible by the gradual improvement in United States production, following termination of the U.S. oil-industry strike.

Diesels To Speed Freight Services: Toronto, May 29 (CP) -- A full day may be saved in the movement of freight between East and West, when sufficient diesel locomotives are in use on Canadian railways, A.J. Lomas, Vice-President, Canadian National Railways, said today.

Addressing the annual meeting of the Canadian Manufacturers' Association, he stated:

"A complete study of our schedules has been undertaken, and as the adoption of diesel locomotives becomes more prevalent, we confidently look forward to the day when we can speed our fast freight trains and save 24 hours between Montreal and Toronto and Western Canada."

"Met." Draws Big Toronto Audiences: May 30 (CP) -- Rudolf Bing, General Manager of the Metropolitan Opera, said yesterday he is happy about presenting Grand Opera in a hockey rink. He hopes to bring his company to Toronto another year.

Since Monday the Metropolitan, on its first visit to Canada, has played on an improvised stage in Maple Leaf Gardens, home of Toronto's National Hockey League team.

It has staged "Aida," "La Boheme" and "Carmen." Last night before moving to Montreal's Forum, it was to present "Rigoletto."

The crowds have been the largest in the Metropolitan's 69 years.

Across Canada: Under the chairmanship of Labour Minister Daley of Ontario, wage contract talks between Ford of Canada and the union which represents the company's striking office workers re-opened in Windsor yesterday....Because of its great success with "Royal Journey," the National Film Board should make its own film on the coronation of Queen Elizabeth II in London on June 2 next year, Mr. Charles Henry (Lib--Rosedale-Toronto) suggested at the House of Commons' Film Board Committee yesterday....Three North Star transports have landed in England with the first group of 439 Squadron ground crew the RCAF announced yesterday.



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Vol. 3, No. 106

Monday, June 2, 1952.

Arms Plant Near Production Stage: Ottawa, May 30 (CP) -- Canada's \$3,500,000,000 arms programme has hurdled the tooling-up stage and a mass flow of planes, guns and ships soon will come from assembly lines, Mr. Howe said today.

He opened a debate in the Commons on defence production estimates with a 6,000-word statement. He disclosed that F-86E Sabre jet production has doubled over original planning and will double again before the end of the year.

The United States, he said, is buying Canadian Sabres, produced at Canadair Limited, Montreal, and likely will buy more next year. The U.S. also has indicated it intends to place a new contract in Canada for a trainer plane.

Mr. Howe gave no details, but it was learned the plane may be the U.S. T-34 to be produced at the Fort William plant of the Canadian Car and Foundry Company.

New \$12 Million Zinc Refining Plant: Quebec, May 30 (CP) -- The American Zinc Refinery Company will soon start work on a \$12,000,000 plant in the industrial region of Lake St. John, 140 miles north-east of Quebec.

Site of the electric-refining plant will be the long-idle Quebec Pulp and Paper Company mills at Chicoutimi.

Mr. Duplessis said establishment of two or three other refineries is possible in the future.

Establishment of the refinery involves reconversion of the property, purchased at a cost of \$1,500,000 by the Quebec Government in 1949.

Two-thirds of the expense involved concerns the development of hydro-electric power on the Chicoutimi River. Between 30,000 and 40,000 horse-power will be developed.

Extension Of Current Beef Floor: Ottawa, May 30 (CP) -- The Canadian Government today announced a two-month extension in the current floor price for beef and indicated that Canada's meat shipments to the United Kingdom may almost double original estimates.

Originally, the floor price on beef -- was scheduled to come under review before June 1 and possibly changed July 1. However, Mr. Gardiner said that developments in the marketing of cattle and sale of meat have been so favourable that it was decided to keep the support price firm until September 1.

Plan To Overhaul CNR Set-Up: Ottawa, June 1 (CP) -- The Cabinet announced Saturday that it is ready to ask Parliament to approve a sweeping revision of the controversial financial structure of the Canadian National Railways. It is expected to take the CNR out of the red ink and into the black.

The Minister of Transport, Mr. Chevrier, placed on the Commons order paper notice that he will introduce at this session a bill that will lift from the CNR's shoulders a husky portion of the huge debt which keeps it in the red financially.

A full explanation of the measure will come when Mr. Chevrier launches the legislation in the House. Meanwhile the notice gave these hints:

1. The Government will release the CNR from debts owing the Government -- in exchange for preferred stock of the company.

2. It will release the line from certain other claims in exchange for an obligation of the company in respect of which interest shall not be payable for a period of 10 years commencing January 1, 1952.

3. The Government will from time to time purchase CNR stock to help build additions and improvements for the line.

4. The Government will transfer to the CNR all its shares of the CNR securities trust held by the Government in exchange for no par value shares of the CNR.

The legislation has been in preparation for months as government officials laboured to put into effect changes recommended by the Royal Commission on Transportation.

The CNR incurred the debts in taking over a web of debt-ridden railways built up in the early days of confederation.

Gaps In Senate Likely To Stay: Ottawa, June 1 (CP) -- There are 18 vacancies in Canada's Senate but there appears little likelihood they will be filled in the near future.

Gossip around Parliamentary corridors prior to the six federal by-elections May 26 was that the Prime Minister, Mr. St. Laurent, might make some appointments if the Government made a good showing. However, the Progressive Conservatives picked up three Liberal seats.

As a result gossip now is that Mr. St. Laurent would be reluctant at this time to create more vacancies in the Commons -- and thus necessitate further by-elections--by making Senate appointments. Selections for the Senate usually come from among Commons membership.

The Senate vacancies have been growing steadily during the last two years. The present standing in the 102-seat Upper House is 76 Liberals and eight Progressive Conservatives.

Six of the vacancies are in Quebec; four in Ontario; four in New Brunswick and one each in the provinces of British Columbia, Manitoba, Prince Edward Island and Newfoundland.

The Newfoundland gap in that province's four-seat Senate quota is the latest vacancy. It was caused by the death this spring of Senator H.W. Quinton at the age of 65.

Any move by the Prime Minister to fill the Senate may also be tied up with a possible shuffle of his Cabinet. At least three Cabinet Ministers have been mentioned as possible Senators and successors for their portfolios must be found.

The three are Fisheries Minister Mayhew who could fill the vacant B.C. seat; Revenue Minister McCann who would be eligible for an Ontario Senate seat and State Secretary Bradley who could fill the Newfoundland vacancy.

Also mentioned as a probable future Senate appointee is W.G. Weir (L--Portage-Neepawa). He was elected to the Commons in 1930 and has been Liberal whip for some years.

Canadian Appointed To PICMME: (Press Release No. 35, May 30) -- The Department announced today, that Mr. Leslie Godwin Chance, is being granted leave of absence to take up the position of Chief of the Department of Administration in the Provisional Intergovernmental Committee for the Movement of Migrants from Europe (PICMME), with headquarters at Geneva.

Across Canada: The Air Force hopes to unveil the first station in its multi-million dollar radar network next month in time for the biggest Canadian - U.S. air defence manoeuvres to date....The RCN has announced an apprenticeship training scheme under which it will enrol students between the ages of 16 and 19 years for a 39-month course and promote successful candidates to the rank of petty officer second class....The CCF will be represented by some 25 candidates in Quebec's 92 ridings in the provincial general elections to be held July 16....The Canadian Legion went to Prime Minister St. Laurent Saturday with the argument that the reserve forces are actually much weaker than even their weak paper strength indicates and that situation merits investigation by a Royal Commission.


 DAILY AIRMAIL BULLETIN

 INFORMATION DIVISION
 DEPARTMENT OF EXTERNAL AFFAIRS
 OTTAWA - CANADA

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Vol. 3, No. 107

Tuesday, June 3, 1952.

Rubber Companies Charged In Combines Probe Report: Ottawa, June 2 (CP) -- Nineteen rubber companies and the Rubber Association of Canada were named today in a massive Combines Commission report alleging that six price-fixing combines have been operating in more than 90 per cent of Canada's \$250,000,000 rubber industry.

The Minister of Justice, Mr. Garson tabled the 700-page, 300,000-word document in the Commons and immediately sought legal advice as to whether the evidence, produced by Combines Commissioner T.D. MacDonald, warrants prosecution. It may take weeks or months before a decision is reached.

Meanwhile, Mr. MacDonald is busy preparing reports on seven other undisclosed industries and reports on these will probably be made this summer before the Combines Commission is reshuffled to make way for a new three-man agency to sit in judgment on Mr. MacDonald's investigations.

All major rubber manufacturers in Canada, located in Ontario and Quebec and some of them controlled by United States and United Kingdom capital, were named in the report resulting from an investigation initiated 4½ years ago by the former Combines Commissioner F.A. McGregor.

The inquiry, sparked by federal complaints that tenders for rubber goods by several firms bore identical prices, spread into six divisions of the industry. In each of them Mr. MacDonald allegedly found agreements by manufacturers to fix prices and reduce competition.

The companies had argued that some of the arrangements helped keep prices to the consumer down, but Mr. MacDonald considered that gave the manufacturers no right to fix prices under the Combines Investigation Act.

He alleged that combines existed among manufacturers of mechanical rubber goods, such as conveyor belts, garden and fire hose; tires and tubes; accessories and repair materials, such as fan belts, radiator hose, car mats; heels and soles; rubber footwear; and vulcanized rubber clothing, such as used by fishermen and firemen.

New Combines Law Outlined: Ottawa, June 2 (CP) -- The Minister of Justice, Mr. Garson, tonight outlined in the Commons legislation to revamp Canada's Combines Commission.

It will establish a three-man combines commission as recommended by the MacQuarrie Committee on combines legislation.

The new organ to serve as a buffer between the combines investigator and the Minister of Justice, will be known as the Restrictive Trade Practices Commission. It will take over some of the duties of Combines Commissioner T.D. MacDonald.

The commission will act as a judge on Mr. MacDonald's reports and decide whether a report should be made to the Minister. Mr. MacDonald now reports directly to the Minister.

Mr. Garson said that now, in effect, Mr. MacDonald is both prosecutor and judge. It was important that reports on alleged combines be fair, unbiased and impartial. He was sure that has been so, but it was necessary that the public be convinced that the reports are fair and unbiased.

That was one of reasons the MacQuarrie Commission recommended that Mr. MacDonald's duties be divided.

Under the new set-up Mr. MacDonald will still act as prosecutor, rounding up the evidence, but he must argue the case before the commission, along with the industry charged. After hearing all the evidence, it will be up to the commission to decide whether the case should be thrown out or passed to the Minister.

Work Lined Up For Commons Final Weeks: Ottawa, June 3 (Citizen Parliamentary Writer) -- Practically all government legislation is now on the Commons order paper as Parliament began its final four weeks before prorogation.

The Government has not yet decided whether legislation will be brought forward this session for extensive revision of the Civil Service Superannuation Act. Important changes in the existing act now being considered by the Minister of Finance, Mr. Abbott, embrace bringing "temporary" government employes under the act, larger benefits for widows and young children of former civil servants and retiring leave for temporary employes in line with that granted permanent employes.

The Government will decide soon whether a contributory pension system for MPs will be introduced at the current session.

The supplementary estimates for 1952-53 will include an item of \$7,100,000 to continue federal grants to Canadian universities and colleges begun last year. Such grants were recommended by the Massey Royal Commission on National Development in the Arts, Letters and Sciences.

The Government is delaying, for another year, action on establishment of a national system of university scholarships, fellowships and bursaries, also as recommended by the Massey Commission.

Action is being delayed by the Government on establishment of the St. Lawrence Seaway Authority until the International Joint Commission disposes of a joint Canadian-American application on power development angles of the seaway and until the United States Federal Power Commission has designated an appropriate American body to co-operate on the power angle of the project.

Government Assistance For Gold Mines: Ottawa, June 3 (CP) -- Legislation to extend government assistance to Marginal Gold Mines through 1953 was approved yesterday in the Commons. It now goes to the Senate.

Government assistance is given gold mines hard-hit by increased production costs through complicated formula of payment on production. Last year compensation averaged \$2.50 an ounce.

Rodney Adamson (PC, York West) said there will be no real relief for the gold mining industry until there is an increase in the price of gold. He reiterated a plea for a free gold market.

Donald Fleming (PC, Toronto Eglinton) said he regrets that the Government is dealing with such a big problem on a "temporary stopgap basis." The Government should seek to have the United States increase the \$35-an-ounce fixed price on gold and should seek to free Canada from some of the "shackles" of the International Monetary Fund.

New Appointments: Ottawa, June 3 (Citizen) -- George Malcolm Grant, director of the electronics division of the Department of Defence Production, has been named a director of the Canadian Commercial Corporation. Mr. Grant replaces Reginald McLaren Brophy, recently named Deputy Minister of Defence Production. Norman Marr of the Department of Resources and Development has been named a member of the Northwest Territories Power Commission. Maurice Georges Archer, consulting engineer, Quebec City, has been named vice-chairman of the National Harbours Board for a ten-year term commencing July 1.

Possible Shortage Of Steel: Ottawa, June 2 (CP) -- Canada may face a critical shortage of certain types of steel within 30 days if the U.S. steel strike continues that long, Dr. H.H. Saunderson, Canada's materials co-ordinator, said today.

Dr. Saunderson said that most plants in Canada probably have sufficient stockpiles to continue operation from 30 to 45 days. If the strike continues for a month, the whole Canadian economy may suffer.



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Wednesday, June 4, 1952.

Convertible Dollar-Pound Asked By Drew: Ottawa, June 3 (CP) -- George Drew, Progressive Conservative Leader, today proposed that the Government take steps to make the dollar and pound convertible and to bolster Canadian trade within the Commonwealth. Spokesmen for two other parties lined up behind him.

He carried his argument to a formal motion urging the Government to consider calling a Commonwealth conference to study these two problems partly because, he said, Canada is in danger of putting all her trading eggs in one basket in concentrating on the U.S. market.

The Minister of Trade and Commerce, Mr. Howe promptly rejected the want-of-confidence move with the argument that Canada already is making every effort to do business not only with the Commonwealth, but with the whole world, and that the trade picture is "much more reassuring" than six months ago.

If, he added, Mr. Drew has the solution to the convertibility headache, he would love to hear it, and Winston Churchill would gladly relinquish to him "his exalted position" as British Prime Minister.

To that, the Minister of Finance, Mr. Abbott coupled the statement that the Commonwealth countries, including Canada, discuss the convertibility question annually at a time laid down by Britain, the banker for the sterling area. It would not be appropriate for Canada to initiate a conference to determine when and how the currencies of other countries should be made convertible.

C.C.F. and Social Credit spokesmen backed the Drew motion, an amendment to a Government motion to go into supply to vote money for the affairs of state.

Mr. Drew said Canada's trade with Britain actually is slumping steadily despite figures whose inflated dollar values indicate otherwise. The main reason the figures stayed as high as they were was the shipment of raw materials for defence:

Canada also was faced with the skilled and reviving industries of Germany, Japan and Italy. These and other factors indicated a need for a full-scale examination of her trade position.

Canada should export only those raw materials which are essential for the defence of her allies and she should greatly increase the volume of her manufactured exports.

The sooner the world got back to a footing where trade could flourish through the enterprise of individuals the better it would be. But there could be no lasting economic stability and no real military security until the pound and dollar were made convertible. It was particularly vital to Canada that this question be solved because of her extraordinary reliance on trade.

Mr. Howe said Canada was one of the world's greatest markets for heavy equipment. She imported \$500,000,000 worth a year and it was discouraging that the U.K. could not supply more of it.

Last year Canada needed \$80,000,000 worth of machine tools for defence. She placed a buying team in Britain but the most they could get there was \$6,000,000 worth and the Government wound up by placing a \$64,000,000 order in the U.S. Canada could not be blamed for that.

"In spite of other people's tariffs, dollar shortages, import restrictions, exchange controls, customs formalities, bilateral trade agreements, export subsidies, cut-throat competition and our own domestic problems, our exports during the first four months of 1952 have been up 20 per cent, our imports down seven per cent and our balance of trade

looks about \$326,000,000 better than it did in the banner year 1951."

Exports in those four months exceeded imports by \$100,000,000.

The trade picture was not more alarming than last year. It was just the reverse. The situation was more reassuring than at the start of the year.

Canada's post-war trade with Britain had fallen for two main reasons. The U.K. had found it better to buy food cheaper elsewhere and Canada had found in U.S. a nearer, more available, much more lucrative market.

Film Board Scores Quebec Government: Ottawa, June 3 (CP) -- The people of Quebec want National Film Board films, but the Quebec Government has declined to co-operate in their distribution, a special Commons committee was told today.

W. Arthur Irwin, government film commissioner, told the committee studying the Board's work that most provincial governments assist in distribution of the Board's productions, but the Duplessis Government was an exception.

It had given no reason for its attitude. However, the people of Quebec were being served through two regional N.F.B. distribution centres at Montreal and Quebec City, and the volume of N.F.B. film use in Quebec was increasing. He made these other points:

1. The Film Board eventually will move from Ottawa to Montreal, partly because Ottawa is a small community and does not naturally attract the type of talent needed in film production.

2. The film, "Royal Journey," documenting the Canadian visit of Queen Elizabeth and Prince Philip last year, will be distributed to film councils across the country for non-theatrical showings next November 1. The film, made by the Board, was having tremendous success in the United States and the United Kingdom and other parts of the world.

Mr. Irwin, elaborating on the intended removal of the Film Board to Montreal, said that in many cases film talent needed on a temporary basis has to be imported into Ottawa and the Board felt obliged to give imported personnel permanent employment.

In a large community such as Montreal there likely would be plenty of talented people around and the Board could pick them up on a temporary contract basis and release them for other appointments after a project was completed.

Another advantage was that skilled technicians from large commercial plants would be nearby, and still another was the location of some of the CBC's stage talent at Montreal.

Cultural Strength Of French Canada Said Nation's Boon: Quebec, June 3 (CP) -- B.K. Sandwell, editor emeritus of Saturday Night Magazine, said today French Canada, because of its language, has the greatest fortification of any group in Canada against the influence of "Americanism."

Speaking during a symposium on the Massey Commission Report at the Royal Society of Canada convention, Mr. Sandwell said he was opposed to Americanism in Canadian thought and writing only because it was not Canadian.

He added that if Canada was to develop a culture of its own, as the Report on National Development on Arts, Letters and Sciences suggested, French-Canadian culture would play the largest part.

French-speaking writer Guy Sylvestre of Ottawa gave the writer's point of view. Speaking in French, he said the report furnished writers with a broader view of the Canadian scene and he foresaw better writing.

"But, if the report contributed to the dawn of a distinct Canadian literature, it could not create this literature."

Jean Chauvin, Montreal weekly magazine editor, agreed with Mr. Sylvestre that recommendations of the Commission could not be implemented by new libraries and university grants. He said, however, every cultural advancement in this country would reflect the work of the Commission.

Mr. Chauvin called on the society, as the country's leading cultural group, to lend support to all recommendations of the Commission.



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Thursday, June 5, 1952.

Drop In Cost Of Living Index: Ottawa, June 4 (Globe and Mail) -- In its biggest monthly percentage drop in more than nine years, the cost of living index declined by two points during April to stand at 186.7 points on May 1.

It was the fourth successive monthly lowering of the index which began to recede in January.

The Dominion Bureau of Statistics reported price cuts during April in butter, beef, bacon, veal, lard shortening and oranges. Fresh vegetable prices, however, were higher, with potatoes showing a substantial advance, the Bureau said.

Price reductions were also noted in such diverse goods and services as electrical goods, furnishings, cleaning supplies, shoes, men's wear, auto tires, soap, magazines, gasoline and coal and coke. Lower tobacco and cigarette prices following the tax reductions announced in April were also reflected in the index.

Increases in prices were fewer, the Bureau reporting such in theatre admissions, barbers' fees and street car fares in scattered areas across Canada.

For the first time since last July, the Canadian index was lower than the United States index, on a basis of price change. The American index increased slightly to 188.7 on April 15.

Bill Would Cut Debt Of C.N.R.: Ottawa, June 4 (CP) -- The Minister of Transport, Mr. Chevrier, introduced a bill to make sweeping changes in the capital structure of the government-owned line, mainly by halving the huge and historic debt which he gave as \$1,472,770,809.

Opposition and Liberal members hadn't seen the details of the bill when they praised the step in principle and they reserved the right to criticize later the government's methods of doing the job.

But the Liberal, Progressive Conservative and C.C.F. members left no doubt that they think the time has come to revise the C.N.R.'s financial structure in some way to reduce the debt load built largely in taking over debt-ridden railroads in the government's name.

The line still will pay interest on the roughly \$650,000,000 owing to individuals and groups other than the government but the \$800,000,000 owing the government is virtually eliminated.

The measure will:

1. Relieve the C.N.R. of capital and interest payments on \$736,385,000 owing the government, that is 50 per cent of its total indebtedness. In turn the line gives the government that amount of four-per-cent preferred stock shares. Interest on those, however, is only to be paid when the company has enough profit to pay it. In the past, the interest had to be paid regardless.

2. Relieve the C.N.R. from interest for 10 years, and principal payments for 20 years on another \$100,000,000 of the debt owing the government in return for more preferred stock. Mr. Chevrier compared this step with the Turgeon Commission's recommendations about reimbursing the C.N.R. for losses incurred in taking over the Newfoundland railway, but said there is no direct connection with that railway in the bill.

3. Allow the government to build a special account to be used for improvements and additions to the C.N.R. by buying preferred C.N.R. stock of a value up to three per cent of the line's gross revenues in any one year.

Unemployment Insurance Payments Increased: Ottawa, June 4 (CP) -- An increase of \$3 a week in unemployment insurance payments is to be made by the Government under legislation outlined today by the Minister of Labour, Mr. Gregg, in the Commons.

He said amendments to the Unemployment Insurance Act will make these changes:

1. The present maximum payment of \$21 a week for an unemployed person with one dependent will be raised to \$24 a week. Comparable increases are being made for other classes of unemployed.

2. The waiting period required before payment of unemployment insurance begins is being shortened to five days from eight.

3. The Unemployment Insurance Commission, in cases where the applicant is still unemployed at expiration of the first payment period, may waive a second waiting period before a new period of payments begins.

Mr. Gregg said a section regarding racial and other rights is being written into the new legislation. It stipulates that the National Unemployment Service will make no distinction as to race, colour or creed of an applicant applying for a job.

Mr. Gregg said the increase in payments will make no difference in the contributions now being made by either employees or employers to the unemployment insurance fund.

Seat Division In West Still Commons Problem: Ottawa, June 4 (CP) -- The all-party committee established to redistribute representation in the Commons on the basis of the 1951 census is making slow progress.

Agreement has been reached on boundary lines of most constituencies in four provinces--Quebec, Newfoundland, New Brunswick and Alberta. It also has been agreed that the Yukon and Northwest Territories should have two members instead of one in the Commons.

But still to be decided are the most contentious problems--the division of seats in Saskatchewan, Manitoba and British Columbia.

When the work of the committee is completed, membership in the Commons in the next Parliament is expected to be divided as follows, with existing representation in brackets:

Newfoundland 7 (7); New Brunswick 10 (10); Nova Scotia 12 (13); Prince Edward Island 4 (4); Quebec 75 (73); Ontario 85 (83); Manitoba 14 (16); Saskatchewan 17 (20); Alberta 17 (17); British Columbia 22 (18); Yukon-Mackenzie River 2 (1); total 265 (262).

At a meeting today, the committee agreed that one of Quebec's two new constituencies should be established in Longueuil, a city across the St. Lawrence River from Montreal.

The move will split the existing constituency of Chambly-Rouville--represented by Roch Pinard (Liberal)--into one rural and one urban riding.

The new Longueuil constituency will include the cities of Longueuil and St. Lambert and the towns of Montreal South, Jacques Cartier, Greenfield Park and Lemoyne.

Other sections of Chambly County and most of Rouville County will form the new rural constituency of Chambly-Rouville.

The committee, due to meet Friday, is expected to recommend that Quebec's second new constituency be placed on the Island of Montreal.

The committee agreed that the vast Yukon-Mackenzie River constituency, now represented by J.A. Simmons (Liberal), should be split in two. In future, if the committee's recommendation is accepted, one member will be elected for the Yukon and another for the Northwest Territories.

Canadians On Queen's Honours List: Ottawa, June 5 (CP) -- Seventeen Canadian soldiers and airmen were included in a special Korean section of the Queen's birthday honours list released here last night.

Ten have been awarded decorations ranging from Commander of the Order of the British Empire to the Air Force Medal and British Empire Medal. Seven have received the Queen's commendation for valuable services in the air.



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Friday, June 6, 1952.

\$3 Million Worth Of Rifles Gather Dust: Ottawa, June 5 (Journal Staff) -- The Commons Defence Expenditures committee was told today discussions on small arms standardization continue, but outside the committee room it was learned \$3,000,000 worth of semi-automatic Garand rifles gather dust in storage while Canadians on duty overseas carry the old bolt-action Lee Enfield.

C.M. Drury, Deputy Minister of National Defence, could give the committee no indication of when the United States using .300 calibre small arms, and the United Kingdom using .303 and proposing a .280 new automatic rifle, would come to agreement.

It was learned that the 27th Infantry Brigade now in Europe started to train with the new Garands, 20,000 having been bought in the United States, it being anticipated that under the U.S.-Canadian standardization programme this type of rifle would be standard Canadian equipment.

Then the United Kingdom produced its new .280 and negotiations for standardization seemed to reach a stalemate. The British still carry the .303 in Korea and Western Europe, and the Canadians use British supply lines. Before the brigade left for Europe, .303s were issued again.

The Garands now in store in Canada are sufficient for a division.

Rodney Adamson, Progressive Conservative member for York West, asked in the committee today whether Canadian arms experts had expressed an opinion on the British .280 and favoured it in comparison with United States .300 weapon.

David Croll, Liberal member for Toronto Spadina and committee chairman, said this involved a question of policy which should be dealt with by the Minister of National Defence, Mr. Claxton, not Mr. Drury as Deputy Minister.

Mr. Adamson said he appreciated this position but the Deputy Minister might wish to make a statement.

Mr. Drury made no comment.

Earlier the Deputy Minister said the "major project" in arms standardization now concerned hand weapons. The United Kingdom had recognized there must be a new small arm and that the Lee Enfield rifle no longer was adequate in the event of a future war. The whole family of .303 weapons was the subject of intensive examination.

Lumber Firms Ask For Housing Aid: Ottawa, June 5 (CP) -- The Canadian lumber trade has proposed to the Government that it help lumbermen create a \$100,000,000 company to finance new housing, the Minister of Resources and Development, Mr. Winters, disclosed today.

He said the proposal is under government consideration, but there were certain objectionable features to it. One was the request that the Government guarantee mortgages and the other was the issuing of tax-free bonds.

The proposal was made by the National Retail Lumbermen's Council, Mr. Winters told the Commons Banking Committee he has been in touch with the lumbermen, but no final decision has been reached.

The lumbermen's proposal, he said, was to raise \$100,000,000 by selling 25-year bonds carrying four per cent interest and floating, if allowed, $3\frac{1}{2}$ -per-cent tax-free bonds to maintain operations.

The credit company would undertake to buy a house for a prospective home-owner on a 20-per-cent down payment, with the company financing the first mortgage for the remainder.

The most "offensive" feature, said Mr. Winters, was the tax-free bond proposal, enabling wealthy people to buy bonds and avoid taxation and violating the democratic principle of tax-burden distribution.

He had doubts also on the "propriety" of government guarantees on mortgages. It would be difficult for the Government to extend guarantees to one organization and deny them to another.

Touching on Government housing policy, Mr. Winters said:

1. Changes may be made to the National Housing Act to encourage slum clearance. It was learned outside the committee that this may be done at the next session of Parliament.

2. The Government would like to see greater use made of all sections of the housing legislation. Housing starts this year likely will run to about 60,000 units. Canada could boost that number by 10,000 without fear of inflation. Last year Canada made starts on 72,000

3. Houses actually completed may total about 73,000 this year, down from 84,800 in 1951. Mr. Winters agreed with J.W. Noseworthy (CCF--York South) that it would be beneficial to have 100,000 completed, but said this number might spark inflation.

If a municipality wants a federal slum-clearance grant, it must undertake to sell the cleared land to a life insurance or limited-dividend company for N.H.A. housing.

Mr. Winters indicated the section may be amended allowing sale of such land by a municipality to joint federal-provincial housing schemes. Amendment also may be made to allow new housing projects to be located at some point other than the slum-cleared area. The act specifies the new project must be located on the old site.

U.S. Steel Seeks Iron Ore In Simcoe Area: Ottawa, May 5 (Globe and Mail) -- A multi-million dollar gamble in search of iron ore will be carried out in the Simcoe area by United States Steel Corp., it was announced yesterday.

The announcement removed the cloak of mystery from the buying of land options covering 5,400 acres of valuable tobacco land south of Simcoe the past year. The 10 per cent option payment total is estimated in the neighbourhood of \$500,000.

In a move which may produce a vital link in the North American defence mechanism, drills will cut through from 3,000 to 5,000 feet of limestone in an effort to find the vital ore.

Drilling operations at Simcoe will be carried out by the E.J. Longyear Co. of Minneapolis, with assistance from the Canadian Longyear Co. of North Bay. It will be under the direction of the Oliver Iron Mining Co., a U.S. Steel Corp. subsidiary.

Drilling is expected to start shortly, but it may be many months before the quality and quantity of iron ore is ascertained.

Bethlehem Steel Co. picked the Marmora site off an aerial survey map. The ore there is only 300 feet below the surface. The quiet village of Marmora will likely be invaded by 250 to 300 year-round workers in the mine.

No comparable figures for the Simcoe project are available. On the map, the Marmora deposit looks like a giant thumb-print covering roughly a square mile.

The Simcoe radiations cover roughly eight times the area of the Marmora whorls, but provincial experts warn that no direct conclusion can be drawn from that comparison.

The Oliver Iron Mining Co. has until March, 1954, to pick up the option it now holds on 35 to 40 farms.

To the Ontario Government success of the mine will not mean much in direct revenue for some time. The government taxes only profits of iron mines. The first \$10,000 profit is tax free; up to \$1,000,000, 6 per cent is taken; to \$5,000,000, 8 per cent, and on profits over \$5,000,000, a 9 per cent tax is levied.



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Vol. 3, No. 111

Tuesday, June 10, 1952.

More Tense Cold War -- Pearson: Quebec, June 9 (CP) -- The Secretary of State for External Affairs, Mr. Pearson Saturday night predicted an "intensification" of the cold war during the coming months, until West Germany is ratified as a member of the European defence community.

He was speaking at a banquet during the convention of the Canadian Institute of International Affairs, which is discussing Canada's stand in the North Atlantic Treaty Organization.

Mr. Pearson, Chairman of the North Atlantic Council, said it is essential to the stability of NATO that Germany be included in the defence setup.

But the plan has only been signed by the various governments concerned and remains to be ratified.

"Until it is ratified," Mr. Pearson continued, "the Kremlin will do its utmost to crush the project. . .going to almost any length.

"The months ahead will call for strong nerves and steady judgment on the part of western peoples. And we must not get panicky over the fire-crackers or be falsely impressed by the rockets that explode in the form of doves," Mr. Pearson added.

He said the threat of the free world was still so great as to require that we place as our primary concern the military strength of NATO.

It is necessary, he said, that Germany be included in the European defence community. He admitted she had a lot of blood on her hands in recent decades and the risks from her inclusion are great.

But, he added, the risks of keeping her out are even bigger.

"In the military sense, the first line of defence of Western Europe must be kept as far east of the Rhine as possible," Mr. Pearson said.

U.S. Reminded Canadian Resources A Bulwark: Cambridge, Mass., June 9 (CP) -- The Minister of Resources and Development, Mr. Winters, said tonight that Canadian production has become a "bulwark in the defence of a free world."

"The United States has particular cause to be grateful for the wealth of Canada's natural resources and their availability," said Mr. Winters. "The products of our mines, fields and forests contribute not only to your standard of living but to the strength of your defences.

"You need our nickel and asbestos. Eighty-five per cent of your newsprint comes from Canadian wood. We supply you with uranium.

"In those anxious 1950's, Canada's resources have become a bulwark in the defence of a free world whose need for them has grown with its preparations to defend itself."

Mr. Winters spoke to the Alumni Association of the Massachusetts Institute of Technology. He is a graduate of the Institute.

The development of Canadian resources, he said, may be reckoned as a real contribution "to our joint defence preparedness."

"It is partly a joint undertaking of both our countries because a great influx of capital from the United States is providing the means and the stimulus for bringing into production several of the most impressive discoveries of mineral wealth made in Canada in a long while. But. . .let me state that we in Canada are financing over 80 per cent of our development. Foreign financing represents less than 20 per cent."

Mr. Winters referred to developments of iron ore in Quebec, nickel and copper in Manitoba, oil in Alberta, aluminum in British Columbia and a variety of resources in the Far North.

"Just as during the war and in the years after, Canada is paying her own way, and has no occasion to seek out or receive financial assistance from other countries. Many editorial writers in the United States overlook this fact.

"The United States and Canada have also shared the objective of helping to restore the war-torn economies of Europe and Asia and of raising the standards of living in underdeveloped countries. . . on our side, Canada made available, in various forms, a total of \$2,700,000,000 in economic assistance to other countries in the years 1945 to 1950. Related to national income this contribution was not exceeded by any other country."

U.S. Urged To Learn Financing Of Canada: New York, June 10 (CP) -- The New York Daily News suggests in an editorial today that President Truman send a commission to Ottawa to find out how Canada manages her finances.

"This would involve a feat of pride-pocketing," The News says, "but it would also dig up a barrel of useful tips and information which the people of the United States badly need."

Noting the Canadian dollar is worth more than its U.S. counterpart, The News says this "humiliating upset is only a dramatic part of a larger picture."

"That picture includes Canadian Government encouragement of private enterprise, farming out of government powers to provincial officials instead of hogging them in the Dominion Capital City of Ottawa, firing useless public payrollers and in various other ways firmly refusing to imitate the U.S. . . ."

Filibuster On Pipeline: Ottawa, June 8 (Globe and Mail) -- A little-publicized filibuster is now entering its sixth week in the Commons. This political blockade has been put up jointly by members of the three opposition parties, the Conservatives, the CCF and the Social Crediters. It is rarely that all three agree on anything but they are now united in a fight against the incorporation of the Boundary Pipeline Corporation.

Incorporation of this company by act of Parliament is sought by a group of Regina men who are understood to command important financial backing in Winnipeg and Toronto. They propose to build a pipeline to move natural gas from the Medicine Hat area to Winnipeg, a distance of 631 miles. The incorporating bill is sponsored by Fred H. Larson (L., Kindersley).

The bill is being opposed on the ground that the market for natural gas along its length and in Winnipeg is too small to make such a pipeline a profitable operation. It is alleged that the real object of the promoters is ultimately to extend their line south from Winnipeg and sell gas in the American northwest, where a much bigger market exists.

History Will Be Made In Canadian Parliament: Ottawa, June 10 (Citizen Staff) -- History is to be made shortly whereby Parliament will approve its first amendment to the Canadian constitution without reference of any kind to the United Kingdom Parliament.

The subject of the amendment, to be passed under the authority of the BNA Act No. 2, 1949, will concern representation in the House of Commons, which is being changed this session following the decennial census in 1951.

A separate Representation Act, outlining in detail the boundaries of 265 ridings in Canada for the 22nd Parliament, also will be passed.

The 1949 BNA enactment, mentioned above, transferred from the U.K. Parliament to the Canadian Parliament full authority in future to amend the BNA Act in field of jurisdiction where Parliament had had exclusive authority since 1867, with certain exceptions as to language, religious education, etc.

The Commons redistribution committee, will today consider recommending to Parliament that two bills be enacted--one amending the BNA Act for changed Commons representation and a separate bill to be known as the Representation Act, 1952.



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Vol. 3, No. 112

Wednesday, June 11, 1952.

New C.N.R. Plan 'Satisfactory': Ottawa, June 10 (CP) -- Donald Gordon, president of the Canadian National Railways, said today he is satisfied that government legislation to revise the C.N.R. capital structure will help the company keep in the black.

Appearing as a witness before the Commons railways committee which approved the Government bill after a three-hour study, Mr. Gordon said the legislation also will:

1. Help boost the morale of C.N.R. officers and employees--"something which is bound to be reflected in the operating results of the property."
2. Enable the company to produce an annual financial statement "comprehensible to the public." One criticism of the old structure was that it gave a distorted picture of the company's actual financial position.
3. Meet the essential recommendations of the Turgeon Commission which was set up in 1948 to examine the C.N.R.'s financial set-up and the views of the C.N.R. "in a practical, simple and workable fashion."

The legislation now goes back to the Commons for third and final reading before being sent to the Senate.

Workers Shortage Sets Off Raiding: Ottawa, June 10 (CP) -- A shortage of trained construction men has sparked a raiding war between the building trade and the government's housing agency, the Commons banking committee was told today.

D.B. Mansur, president of the government's Central Mortgage and Housing Corporation, said the situation has become so bad that the commercial industry has grown "merciless" in "purloining" good men from the corporation through boosted salaries.

But the corporation also has been doing a little pilfering of its own. It had grabbed an engineer from a Canadian community. Details of that, he said, were off-the-record.

The committee, completing study of C.M.H.C. estimates, approved of some \$10,000,000 in votes to cover C.M.H.C. administration and housing projects.

Sums approved included:

1. \$4,600,000 to cover a veterans' housing project at Fraserview in Vancouver.
2. Another \$1,300,000 for landscaping on houses for defence workers.
3. \$1,070,000 to cover housing construction for Chalk River, Ontario, atomic workers, living at nearby Deep River.
4. \$1,000,000 to launch a new housing programme at Newfoundland's international airport at Gander. Mr. Mansur said the money would be used to build about 100 housing units. Air lines and oil companies with staff at the airport likely will build another 50. Construction is to start this summer.

50,000 Workers Involved In B.C. Labour Disputes: Vancouver, June 10 (CP) -- Shadows of impending strikes lengthened today over B.C.'s vast lumber and construction industries. Nearly 50,000 workers are involved.

The 32,000-member International Woodworkers of America (CIO-CCL) prepared to quit the woods and sawmills Saturday midnight unless their demands for pay increases are met.

The union was conducting its own strike vote today and asked the Provincial Labour Relations Board for a government-supervised strike vote on Friday.

The Woodworkers are asking 35 cents an hour more than the current basic wage of \$1.29 $\frac{1}{2}$. The 163 operators have proposed a 10 per cent wage cut in most classifications. A conciliation board failed to reach any agreement.

Labour disputes also affect carpenters, painters, fishermen, oil, shipyard and telephone workers, truck drivers and watchmakers.

Carpenters on three major construction jobs here say they will quit tomorrow to back up their demands for a 50-cents-an-hour wage increase. Current wage is \$2 an hour. A conciliation board's majority report recommended no increase.

Nearly 500 carpenters are already on strike on Vancouver Island, halting construction on homes, schools and commercial projects.

About 4,000 more carpenters, in the Vancouver and Victoria areas are also prepared to walk out.

Negotiations were still in progress between respective employers and 6,000 salmon fishermen, 500 Vancouver Painters, 250 Imperial Oil employees, 4,000 telephone workers, 1,300 Victoria shipyard workers, hundreds of Vancouver truck drivers and 35 watchmakers. Conciliation boards are at work trying to reach agreements in nearly all cases.

Trade And Commerce Re-Shuffle: Ottawa, June 10 (CP) -- The Minister of Trade and Commerce, Mr. Howe, today announced a re-shuffle of the Department's wheat and grain division and a transfer of Dr. C.F. Wilson, division head, to a post in Rome.

Dr. Wilson is appointed agricultural counsellor of the Canadian Embassy in Rome. He will concentrate on development of Canadian food markets in Europe's Mediterranean area.

The wheat and grain division now becomes a segment of the Department's agricultural and fisheries branch.

G.N. Vogel, 34, of Winnipeg, one of Dr. Wilson's assistants, becomes an assistant director of the branch dealing with wheat and grain.

Mr. Howe gave no reason for the shuffle.

Across Canada: The \$60,000,000 power development station was opened yesterday at Mattawa. The station is a major link in a province-wide interconnection of power from Shipshaw on the Saguenay River to within a few miles of the Ontario-Manitoba border and south to the United States....Ottawa's Mayor Whitton told Board of Control yesterday that financial aid for the establishment of a 60-bed mental hospital in Ottawa will be provided by federal and provincial authorities....At least nine persons were injured and thousands of dollars damage resulted yesterday afternoon as winds gusting up to 55 miles an hour struck Ottawa and district.



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Vol. 3, No. 113

Thursday, June 12, 1952.

Douglas Ministry Returned: Regina, June 12 (CP) -- The CCF rolled back into power in Saskatchewan yesterday, gaining strength in the legislature.

Canada's only Socialist government moved into office for the third time, slashing into the Liberal opposition in the House and shutting out bids by other parties.

Premier T.C. Douglas and his whole ministry were returned by the electors of this big rural province, who gave them another four or five years of administration at the end of an eight-year tenure.

Former Liberal seats toppled as returns from 53 seats through the night showed the Douglas forces swelling their representation over the 31 they held at dissolution. Incomplete returns indicated more than 40 seats for the CCF.

Liberal Leader Walter A. Tucker got back into the House, but the provincial chiefs of other major Canadian parties--Progressive Conservative and Social Credit--fell. Neither had been in the last House.

The Canadian Press trend analysis indicated the re-election of the government one hour and 24 minutes after the polls closed.

Senate Gives Tax Approval: Ottawa, June 11 (CP) -- The Senate today completed parliamentary approval of a bill implementing the 1952-53 budget tax policies after protests from several Liberal and Progressive Conservative Senators.

Senator John T. Haig, Opposition Leader, withdrew a request for a recorded vote on a motion that the legislation be sent back to a Senate committee for further study.

Senator Haig sparked a debate on a provision of the income tax legislation that gives tax reductions to privately-owned gas, electric and steam companies but not privately-owned telephone firms.

He said he agrees with a statement of the Minister of Finance, Mr. Abbott, that excluding the telephone companies is discriminatory and illogical. He asked the Senate to vote on the matter in the interests of private enterprise as opposed to Socialism.

Senators W.D. Euler (L--Ontario) and Thomas Crerar (L--Manitoba) said they were disposed to support Senator Haig but could see no practical gain in sending the legislation back to committee.

Senator Iva Fallis (PC--Ontario) said she supported Senator Haig on the grounds that the Senate must dictate the course it will follow and not Mr. Abbott. She noted that Mr. Abbott had said he would accept no amendment to the bill.

For a time it appeared as if Senator Haig would force the first division -- recorded vote -- of this session. However, at the last minute he said he would not press for one because he had achieved his purpose in threatening to call for it.

New Division Of Defence Research Board: Ottawa, June 11 (CP) -- A new division of the Defence Department's Research Board designed mainly to study the human problems that arise from defence and war was announced today.

It is headed by a distinguished psychologist, Dr. Nelson Whitman Morton, 52, a native of Prince Albert, Saskatchewan, who has been doing work in the same field for the board since 1949 but now is placed in charge of a division of his own.

His group of doctors, psychologists, mathematicians, physicists and other scientists is responsible for "defence operational and medical research programmes and activities in the fields of human resources and environmental protection."

The main job, is to explore those "areas of research where human beings are the main thing involved" -- such things as how to make a piece of equipment better for a man to fight with, how to protect a man from sub-Arctic mosquitos and the rigours of the north, studies of selection, training, leadership and morale of servicemen, or how to make the best use of the human resources available to the nation, how to help men cope with the stresses of battle.

Environmental protection is a term used in the trade to embrace studies involving protection of a man against the physical, biological and operational factors around him--for example, Arctic cold.

Urge Trade Fair Woo U.S. Buyers To Annual Show: Ottawa, June 12 (Globe & Mail)

-- Representatives of six countries exhibiting at the Canadian International Trade Fair urged yesterday that Canada's trade officials make a bigger publicity play to woo American buyers to the two-week exhibition.

They said American interest, compared with that of other countries, was notably lacking this year.

Two U.S. delegates in turn told a press conference that the fair is held too often and lasts too long to warrant much attention every year.

It was a British exhibitor, Sir Holland Goddard, who first urged CITF officials to promote the fair more in the United States. This was endorsed by exhibitors from Finland, Italy, Holland, Norway and Sweden.

Olov Ternstrom, assistant commercial secretary at the Swedish legation in Ottawa, said the fair had been well publicized in his native land, but that promotion in Canada and the United States was disappointing.

"You have put Toronto on the map in Sweden," he said, "but you aren't doing the same thing here."

Said a Dutch exhibitor: "This is the only truly international trade fair on the North American continent, and you must sell it to Americans."

Other representatives said the big fair was well publicized among potential exhibitors but that more would have to be done to attract buyers. Most of the buying that is done as a result of the fair is done by Canadians and Americans.

C.T. Burke of the American Society of Tool Engineers, Detroit, which sponsors smaller trade shows in the United States, said developments in new machinery were not frequent enough to maintain interest in a big show every year.

H.R. Hansen, a U.S. equipment company advertising executive, added that the fair lasts too long. This year it runs for 11 days, winding up tomorrow.

Schools For Seamanship Will Be Set Up: Montreal, June 12 (Gazette),-- The Minister of Transport, Mr. Chevrier, said here last night that schools of practical seamanship will be established in Montreal and Halifax to train seamen for examinations they must pass before signing on Canadian ships to sail abroad.

He told a dinner meeting of National Council of Seamen's Agencies Inc. that the step will be taken "in anticipation of the coming into force in Canada of an International Labour Organization convention requiring the certification of able seamen."

The convention says seamen who have had three years at sea are eligible for certificates immediately, but others must pass an examination.

"The new schools will provide the necessary instruction and conduct the examinations," said Mr. Chevrier.

Across Canada: Air Marshal W.A. Curtis, is expected to retire this year as Chief of the Air Staff. A likely choice as successor is said to be Air Vice Marshal Roy Slemmon...Montrealers will see the largest mass flight of jet aircraft on Saturday, Air Force Day...Rt. Rev. Kenneth Charles Evans, formerly of Montreal, yesterday was consecrated as sixth bishop of the Anglican Diocese of Ontario.



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Friday, June 13, 1952.

P.C.s Ask Parley On Redistribution: Ottawa, June 12 (CP) -- The Progressive Conservative party today demanded that the provinces be consulted before representation in the Commons is readjusted on the basis of the 1951 census.

Donald Fleming (PC--Toronto Eglinton) formally moved that the readjustment be delayed until the views of the provinces have been obtained.

The Prime Minister, Mr. St. Laurent and spokesmen for the C.C.F. and Social Credit parties immediately indicated they will oppose the motion.

Mr. St. Laurent and front-rank Cabinet Ministers pressed Mr. Fleming for clarification of what the Progressive Conservatives mean by consultation with the provinces. They asked if the Progressive Conservatives believe unanimous consent of the provinces should be obtained before any redistribution.

Mr. Fleming, who spoke in both French and English, insisted there should be consultation with the provinces. If disagreement developed, then the situation should be considered in the light of the circumstances.

Mr. St. Laurent said that "in our view, if we consulted the provinces, that implies that we will not go ahead unless we get the consent of every one of them; and we are not prepared to take that risk."

Mr. Fleming: "I say that there is no such implication whatever in consultation with the provinces...."

Mr. St. Laurent: "Then, what is the purpose of consultation? Is it just a smokescreen or camouflage, or a political dodge? If it does not mean that we recognize their right of veto, it is purposeless to call them together."

Mr. Fleming: "The Prime Minister has chosen to suggest that consultation with the provinces would be nothing more than a smokescreen. Let me say to him and to all who support him that, in the view of the official opposition, consultation with the provinces is something very much more important than any smokescreen...."

George Drew, Progressive Conservative Leader, joined the discussion and said it has always been recognized that the provinces should be consulted on changes in the constitution. It was not up to the opposition to state what the Government should do in the event of disagreement among the provinces.

Stanley Knowles (CCF--Winnipeg North Centre) said he agrees with the government that Parliament can alter representation in the Commons without consulting the provinces. The provinces had not been consulted in the past and they had not asked to be consulted.

Robert Fair (SC--Battle River) said his party opposes Mr. Fleming's motion. The federal Parliament had its exclusive responsibilities and redistribution was one of them.

The debate was launched by the Minister of Citizenship and Immigration, Mr. Harris, when he called for second reading--approval in principle--of a bill amending section 51 of the British North America Act. The section fixes the number of members each province elects to the Commons.

Succession Tax End Suggested: Ottawa, June 12 (CP) -- Senator C.B. Howard (L--Quebec) today suggested in the Senate that the Federal Government abolish succession duties.

He said the Federal Government should drop the duties, negotiate with the provinces not to enter the vacated tax field and levy income tax on corporations without discrimination.

Senator Howard said that succession duties now yield the smallest revenue from taxes to the federal treasury. He suggested that in dropping them the Government levy corporation income tax on publicly-owned as well as privately-owned companies.

He gave no figure but the 1952-53 budget estimates that revenue from succession duties will be \$38,000,000.

Senator W. Rupert Davies (L--Ontario) said he does not think this is the time to drop succession duties.

He recalled a recent speech by the Minister of National Health and Welfare, Mr. Martin in which the Minister said that after defence measures and social security are paid only 17 per cent of the government revenue is left to run the country.

In view of that, Senator Davies said he does not think succession duties should be dropped. However, he said the Government should look carefully at cases of double taxation.

Senator Thomas Crerar (L--Manitoba) said Senator Howard's idea is a good one but the possibility of it being accepted is remote. Succession duties will ultimately achieve a redistribution of wealth in Canada as they did in the United Kingdom.

He suggested that the Government amend its succession duties legislation to provide that the first \$50,000 of a man's estate be exempt. At present, an estate of \$49,000 pays no Federal Succession duties but one of \$51,000 does.

Secrecy Snags Defence Study: Ottawa, June 12 (CP) -- The Commons Defence Committee ran into a stone wall today when the time came to discuss the R.C.A.F.'s two types of jet fighters, core of the country's defences.

Slated to finish its long investigation of defence spending at a second meeting later today, the committee was told this morning that details of \$668,000,000 worth of aircraft orders are secret.

They included contracts for the F-86 Sabre and the CF-100 Canuck, the R.C.A.F.'s two jet fighters, as well as for two navy air arm planes, the Avenger and the Seafury.

C.M. Drury, Deputy Minister of Defence told committee members the figure could not be broken down because that would help foreign intelligence services decide just how many of each type of plane have been ordered.

"These planes are being produced for the active defence of Canada," he said. "Their numbers, rates of production and quantities all are classified."

Earlier the committee was told that there is a "very substantial" difference in the price Canada has paid the U.S. for another jet--the T-33A trainer--and the price paid the Canadair aircraft firm in Montreal to produce the same plane.

Canada bought 20 of the trainers from the U.S. to help get her air training programme going. They cost about \$100,000 apiece. Later she ordered 576 of them from Canadair and will pay, in all, about \$230,000 apiece for them.

E.V. Ripplingille, director of the aircraft division of the Defence Production Department, testified that the two figures are not really comparable because the U.S. planes came off an assembly line that had been in production a long time while the Canadian cost included the cost of tooling up and getting into production.

He and other officials said Canada can produce planes as cheaply as the U.S. as long as her factories get large enough orders.

As for the T-33A, no further orders were in prospect yet. But Canada had to build them because they weren't available in the U.S.

Tax Cut Unlikely In Near Future: Montreal, June 12 (Gazette) -- In an informal talk before the Westward Rotary Club, Mr. Abbott made it clear that any cut in income tax will come only from the following sources, singly or combined:

1. A cut in defence expenditures.
2. An increase in the Canadian efficiency of production and in the gross national product.

So long as these remained unchanged it was "wishful thinking" for the Canadian people to expect any tax reduction, he said.



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Vol. 3, No. 115

Monday, June 16, 1952

St. Laurent Warns Enemy Canada All Out For Peace: Sorel, June 15 (Gazette) --

Prime Minister Louis St. Laurent issued a solemn warning Saturday to would-be aggressor nations that Canada will "neglect nothing" to ensure peace and progress.

The warning came in an address to some 25,000 persons who attended the formal christening of two Royal Canadian Navy ships and the official presentation of the first Canadian-built three-inch naval and 120 millimetre guns to the United States Navy, the U.S. Army and the R.C.N.

"We firmly maintain that these guns which Sorel Industries are presenting today to the Canadian and American military authorities are strictly defensive weapons," the Prime Minister stated.

"We emphasize that we desire peace and that to maintain peace we are ready to impose every sacrifice upon ourselves.

"We proved during the last war as we are proving now in Korea--and as we will always be ready to prove--that we are prepared to make our contribution to the defence of freedom.

"If all peoples were as willing as we are to keep peace in the world, to improve the standard of all, to eliminate the barriers which separate us instead of setting up new ones, what an era of plenty, of progress and of happiness the technical advances and genius of this century would assure us.

"I hope that these ceremonies which are taking place today will have echoes which will penetrate every frontier and will carry this message of goodwill and understanding which we are extending to all nations.

"But to those who are not impressed by messages of goodwill, let this message then be a solemn warning that we will neglect nothing in the precautions which they are forcing us to take to guarantee that peace and progress which we so earnestly and ardently desire and which we intend to obtain."

The naval guns, U.S.-designed three-inch, 50 calibre weapons, are described as the most complicated pieces of mechanism ever to be turned out in Canada. They each contain more than 28,000 parts, involving some 30,000 machine operations.

Their presentation, and that of 120-mm, anti-aircraft guns to the U.S. Army, marked the first delivery of major armament from Canada to the United States since the end of the Second World War.

St. Laurent Cites Social Work Need: Quebec, June 15 (Gazette) -- Prime Minister St. Laurent said tonight Canada's government expenditures on social welfare have multiplied a hundredfold in 40 years but the job of ensuring adequate standards in that field is far from finished.

In a lengthy statement on the federal Government's stand, he told the Canadian Conference of Social Workers there must be steady movement forward toward full social justice for all Canadians.

All three levels of government as well as private agencies must share in the advance. There were two limits to the pace--the national income of a sparsely-settled land and the willingness of individuals to give up other things.

In his speech, he noted that all government spending in this field in Canada in 1913 amounted to \$15,000,000 and compared this with the \$1,500,000,000 anticipated this year.

"We still have much to accomplish before we shall have attained our common objective--a national standard of social security and welfare which will assure the greatest possible measure of social justice that is in our power to provide to all Canadians," he said.

Natural Gas Pipeline Backed Conditionally: Ottawa, June 15 (CP) -- The Board of Transport Commissioners Saturday gave conditional approval to the Canadian section of a proposed \$111,240,000 pipeline to carry the first natural gas into southern British Columbia and the U.S. Pacific Northwest.

Final approval of the application by the Westcoast Transmission Co. Ltd., of Calgary depends on an independent check by the board of the adequacy of the company's available gas reserves in the Peace River areas of B.C. and Alberta.

The board also dismissed applications of three companies to build natural gas pipelines in Western Canada and shelved indefinitely the applications of two others.

A hearing will open Monday before the U.S. Federal Power Commission in Washington on Westcoast Transmission's application to build the U.S. end of its 960-mile line into Washington and Oregon states--the only major U.S. market still not served with natural gas.

Woods Strike By 32,000 Men Paralyzes B.C.: Vancouver, June 15, (Gazette) -- A paralyzing strike by 32,000 members of the International Woodworkers of America (CIO-CCL) started today in British Columbia's coastal forests and sawmills.

The union struck on schedule at midnight Saturday--expiry date of its 1951 contract--when it and the operators failed to reach a wage agreement. An 11th-hour conference called by the provincial Labor Relations Board got nowhere.

Walter Allen, secretary of the union's negotiating committee, said the I.W.A. had tried for 60 days to reach agreement but the operators had refused to "bargain in good faith."

John M. Billings, spokesman for the 163 coast operators, said the strike was "illegal" and that management could not bargain while threatened with a strike.

New Asbestos Mine In Eastern Townships: St. Adrien de Ham, Que., June , 15 (Gazette)

Quebec Minister of Mines Charles French turned the first sod of the construction of a new mining plant and processing mill Saturday near this Eastern Townships village. It is a Dominion Asbestos Mines Ltd., project.

Mr. French predicted the site "will grow rapidly into a prosperous community" when mine and mill are in operation later this year.

Mining will be an open pit operation, with trucks hauling the rock to the mill, which will have a capacity of 2,200 tons daily. The plant is expected to substantially boost Quebec's production of asbestos, already 75 per cent of world output.

Power shovels and a fleet of trucks are already at work stripping off earth covering the asbestos ore body. Concrete foundations of the mill and machine shops have been laid.

Milling tests indicate profit of \$3.27 a ton of ore and the company anticipates \$3,500,000 annual profit. Officials claim ore reserves are good for a half century.

Construction contracts for \$1,250,000 have been issued on 1,300 acres. Another 2,300 acres are being held in reserve.

No Federal Ties, Duplessis Pleads: Three Rivers, Que., June 15 (Globe & Mail) --

Premier Duplessis today officially opened the Union Nationale Party campaign in the July 16 provincial elections and told a hometown audience Quebec needed government free of all ties with any federal party

Mr. Duplessis, cheered for several minutes, launched his campaign on the theme of provincial rights which has characterized all his previous electoral campaigns.

The Union Nationale chief referred to the reorganized Liberal party, now headed by Georges Lapalme, as a party of "inexperienced men" and "unquestionably linked with a federal party."

Across Canada: David Donaldson Savage Claxton, 22 year old son of Hon. Bruce Claxton was drowned Saturday while fishing in Guy's River near the Ungava iron ore shipping Center of Knob Lake.



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Vol. 3 No. 116

Tuesday, June 17, 1952.

Howe Rejects Limiting Raw Materials Export: Ottawa, June 16 (Gazette) --

Mr. Howe today rejected a suggestion that Canada should limit exports of raw materials.

"When we establish our policy with respect to the exporting of raw materials it is well to realize the dependence of Canada on the raw materials of other countries," said Mr. Howe.

He spoke in the Commons after George Drew sponsored a motion urging that a national policy be devised under a system of free enterprise to develop resources for the benefit of Canadians.

Motion called for expanded use of raw materials as a means to provide greater employment opportunities for Canadians.

M. J. Coldwell promptly moved an amendment, eliminating the reference to private enterprise from Mr. Drew's motion.

Mr. Coldwell said he agrees with the desire to develop resources for the benefit of Canadians, but he does not agree that the development should be left to free enterprise.

Solon Low said he supported Mr. Drew's motion as long as it did not suggest that large slices of Canada's resources be given, as in the past, to private companies or individuals.

Mr. Howe said both the motion and the amendment called for votes of non-confidence in the Government. He urged Government supporters to oppose them.

The policies suggested by the Opposition, he said, have been and are being carried out by the Government as never before.

In the main debate Mr. Drew said Canada is using her raw materials extensively and is increasing industrial production, but "there is a great deal more we can do."

He added:

"By all means let us send the last pound of raw materials that is needed for the production of those things required in this period of emergency in the common cause of the defence of freedom. If it can be used outside Canada in this period of emergency, let it be sent to the places where it can best be used.

"But we should not encourage the export of a single pound of raw materials which is not necessary for that purpose or for the maintenance of the continued production of essential requirements in another country."

Mr. Howe said:

"I think we can be a little more generous than that."

"Canada," added the Minister, "has been and still is dependent on other countries for metals that are vital to this country, and other countries do not limit us to the amount that we need for defence or for the normal purposes of this country. They give us what this country needs."

Mr. Howe said he wondered what effect Mr. Drew's policies would have on a country such as the United Kingdom where the people made their living by turning imported raw materials into manufactured products.

The policy of the present government is to give the United Kingdom priority on delivery of raw materials.

Mr. Coldwell said one has only to look at some of the former timber areas of the country to see monuments to the effort of free enterprise in the development of resources. Companies had depleted the forests without any thought of future generations.

For years the Government had encouraged industry to expand through use of the country's resources. It had protected them with tariffs but now things had changed and that could no longer be done. Mr. Drew wanted

private enterprise to do the job, but they had not taken advantage of opportunities already offered.

Mr. Drew interjected that he had made it clear that he wanted "government supervision" but not government ownership.

Mr. Coldwell said conservation and development must be done on a plan. To have a plan the government must be able to exercise control. There was a place for private enterprise, but he did not think it should be left wholly to them.

Mr. Low said provincial governments should retain ownership of natural resources, but allow private enterprise to develop and exploit them under contract. Only in this way could the Government enforce proper conservation and development policies. The resources should not be given away to private firms or individuals to exploit in any way they wished.

Gordon Graydon said a commission or board should be established to survey Canada's natural resources and their availability in the light of current demands. Such a board, composed of representatives of the federal and provincial governments, labor and industry, could determine how demands and obligations could best be met.

Rail Workers To Set Wage Demands: Ottawa, June 16, (CP) -- Union leaders representing about 125,000 rail workers meet this week to set wage demands for presentation to the railways.

The unions' proposals will be given the railways about July 2, touching off Canada's biggest set of labor-management negotiations since the wage-hour dispute that culminated in the general rail strike of 1950.

In the union talks opening Thursday at Montreal, a dozen international brotherhoods and two all-Canadian unions will get together on a set of demands covering the railway's non-operating employees, those who do not actually work on the trains.

The non-operating employees will be seeking concessions for new contracts to replace two-year agreements that run out September 1.

Under those contracts the bulk of the rail workers got a 40-hour work week without loss of pay from their longer week, plus a seven-cents-an-hour straight increase.

Inquiry Ended In Virus Fight: Ottawa, June 16, (CP) -- Parliament's foot-and-mouth investigation ended today.

Obtaining the support of Social Credit members, the Liberal majority in the Commons Agricultural Committee voted 28 to 9 to halt the inquiry into the government's handling of the outbreak and present a report to the Commons.

Liberal and Social Credit forces combined also to defeat by 23 to 9 a CCF attempt to delve further into the outbreak by calling at least four more witnesses, including Dr. L.L. Hewitt, Regina veterinarian, who had been critical of the federal diagnosis of the disease.

Canadian Beef for Korea Aim: Ottawa, June 16, (CP) -- Minister of National Defence Claxton flew to Washington yesterday for a round of talks with United States defence officials and an effort to get Canadian beef flowing to Korea.

The Claxton talks are slated to cover such subjects as small-arms standardizations and the situation in Korea and Europe as well as the meat situation.

Canadian farms are producing more beef than Canadians can absorb now that the United States market has been closed because of the foot-and-mouth outbreak.

The government's aim in the Washington talks is believed to be to sell as much of the surplus as possible to the U.S. Army for use in Korea. The Buy-American Act may prevent the U.S. from purchasing Canadian meat for American troops, but it is Canada's hope that some arrangement can be made to get it used at least for non-American troops.

Canada now pays the U.S. so much a day to feed 8,000 Canadian troops in the Far East. The U.S. provides the food. Canada does it this way to prevent the tremendous cost of establishing her own supply pipeline.

However, she may be able to strike a bargain to cut costs by paying for them through beef shipments.



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INFORMATION DIVISION
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OTTAWA - CANADA

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Vol. 3, No. 117

Wednesday, June 18, 1952.

Ottawa Ratifies Law For Western Germany: Ottawa, June 17 (CP) -- The Commons, with the 10-member Social Credit group dissenting, today agreed to add Western Germany to the growing list of countries Canada is committed to defend against Soviet aggression.

Members ratified and sent to the Senate legislation extending the defence guarantees of the North Atlantic Treaty to Western Germany.

Spokesmen for the Government, the Progressive Conservative and C.C.F. parties supported the move while stressing that risks are involved in a re-armed Germany.

Solon Low, Social Credit leader, said he could not support the move until he knows more about what is involved. However, he did not call for a recorded vote on the legislation.

...In asking for ratification of the legislation, External Affairs Minister Pearson said:

"It is, I am sure, clear to us all that over the Continent of Europe today hangs the threat of aggression the driving force of which is a compound of Russian imperialism and Communist ideology."

In that kind of Europe Germany is the key to many problems and her participation in collective security arrangements is considered essential, despite the "calculated risks" involved.

"I am not bind -- nor do I think are any of us -- to the danger of a restored and a rearmed Germany but I believe that within the European Defence Community this restoration and this rearmament can be brought to serve not the ends of totalitarian aggression ... but the ends of peace of Europe and of the world"

Third French Language Congress: Quebec, June 17, (CP) -- More than 4,000 French-speaking Canadians meet tomorrow for a seven-day stock-taking of French traditions and culture called the Third French Language Congress.

Most of the speeches will be made by Roman Catholic Church, University, cultural and government leaders. Participating will be groups from the New England states, Louisiana and every Canadian province but Newfoundland.

The Committee for French Survival, promoter of the congress, describes it as "an inventory of our cultural heritage." It is, in effect, a test of the hold this heritage has on men, women and children coming from across the country to renew their ties with French thought and language.

New Jet Squadron: Ottawa, June 17. -- Planned formation of another Regular Force jet fighter squadron by the RCAF late this summer was announced today by Air Force Headquarters. The squadron will be 427, and will form at RCAF Station St. Hubert, P.Q., outside Montreal. It will fly F-86 Sabre jets, being turned out of the Canadair Ltd Plant as the RCAF's standard day fighter.

The new squadron will bear the designation of the wartime 427 "Lion" Squadron, which flew heavy bombers over Europe during the Second World War, operating from No. 6 (Canadian) Bomber Group.

Name of the officer who will command the new squadron when it is formed will be announced later.

New Immigrant Group: Ottawa, June 17 (CP) -- The largest group of United Kingdom immigrants to arrive in Canada since the days of the war brides will dock at Halifax Thursday aboard the SS Georgic, an Immigration Department spokesman said today. Of the 739 aboard, 654 embarked at Southampton and 85 sailed from Cove, Southern Ireland.

Canadian Wood Display: New York, (CP) -- A display of Canadian wood and wood products opened here yesterday at Rockefeller Center.

The exhibit, which will continue through June and July is sponsored by Canadian industrial firms, their respective associations and the Department of Trade and Commerce.

Articles range from toothpicks to furniture.

Wheat Farmer Bonus By Tax Out Says Howe: Ottawa, June 17 (CP) -- Trade Minister Howe said tonight the Canadian Government will not tax the consumer to provide a bonus for Western wheat farmers.

Moreover, if the Western farmer did not like selling wheat at a fixed price he, as Minister in charge of government wheat policy, would be the first to welcome any move to return to the open market.

Mr. Howe made this reply before the Commons Agricultural Committee to criticisms by Prairie farmer unions of government agricultural policies and proposals for changes.

J. L. Phelps, President of the Interprovincial Farmers Union Council, suggested to the Committee that the Government divorce the domestic price of wheat from the international price and link the domestic price to the farmer's cost of living and production costs.

RCAF Reception Centre: Ottawa, June 17. -- The formation of a new RCAF unit, No. 1 Personnel Reception Centre at RCAF Station Lachine, near Montreal, Que. was announced today by RCAF Headquarters.

The unit has been formed to ensure that the increasing numbers of RCAF officers and airmen headed for Europe have all the details necessary for their trip completed....

A feature of the Centre will be a series of short lectures on how personnel headed for overseas will fit into the NATO picture, and on customs and conditions at the points where they will be stationed. The new unit is to begin operations this month.



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Vol. 3, No. 118

Thursday, June 19, 1952

Alexander On Korea: Ottawa, June 18, (CP) -- The Canadian Cabinet, concerned about several phases of the Korean situation, will get an on-the-spot report from British Defence Minister Earl Alexander within the next 48 hours.

Edmonton, (CP) -- Earl Alexander, fresh from a tour of the Korean battle-fronts, said here last night that he was impressed with United Nations teamwork there.

Yugoslavia May Ask Extradition Of Former Chetnik: Ottawa, June 18, (CP) --

The Yugoslav Embassy said today it is considering taking action to extradite a former Chetnik leader now in Canada for war crimes in Yugoslavia.

An Embassy spokesman said the Embassy has information that Dobrasov Jevdevic, alleged to have collaborated with Mussolini's Italian Fascists during war, entered Canada legally from Italy a few weeks ago. One crime against him in Yugoslavia is "mass murder."

Canada To Build Seaway: Ottawa, June 18, (CP) -- Plans for all-Canadian navigation facilities on the St. Lawrence Seaway-Power Project pushed ahead today despite the United States Senate's shelving of legislation for a joint Canada-U.S. job.

Right after the Senate setback to full U.S. participation, official quarters here predicted a start on the \$650,000,000 undertaking by next spring if a go-ahead is received in time from the International Joint Commission.

The U.S. Government is continuing its co-operation with Canada in an application before the Commission for permission to change river levels for the power scheme. Under that alternative plan, Ontario and some authority designated by the U.S. Administration would create the power project. The Canadian Government alone would build the navigation works but will not proceed unless the power phase can be constructed concurrently.

Transport Minister Chevrier said today he expects the Senate move will not interfere with that. He told the Commons the application to the Commission -- which regulates boundary waters -- will be made "forthwith."

War Claims Fund: Ottawa, June 18, (CP) -- The Canadian Government shortly will set up a \$10,000,000 war claims fund to pay partial compensation to Canadians who suffered losses or damage by enemy action during the Second World War. The money will come out of German and Japanese assets held in Canada.

Prime Minister St. Laurent said today in the Commons that the Government will move speedily to establish the fund. He made the statement after he tabled the 60,000-word report of Chief Justice J. L. Ilseley of the Nova Scotia Supreme Court recommending methods to deal with the claims.

Canadian Beef To Korea: (CP) -- Canada, after weeks of negotiations, has finally obtained United States agreement to allow surplus Canadian beef into Korea. The flow will be about 100,000 pounds a month.

Canada Studies Standard Bullet: Ottawa, June 18, (CP) -- Defence Minister Claxton disclosed tonight that Canada is intervening directly in the Anglo-American rifle dispute by launching a search for a bullet acceptable to both of them.

He said on his return from Washington that U.S. officials were happy to learn that Canada is putting a team of experts to work on the problem of finding a standard bullet for the Western powers.

Petawawa Trial Nears End: Pembroke, Ont., June 18, (CP) -- The last evidence was given today in the trial of S. Sgt. J.M. Young, 40, of Fredericton, on a charge of conspiracy in connection with large-scale thefts at nearby Petawawa military camp.

Judge A. G. McDougall of Ottawa will deliver his charge to the jury tomorrow following addresses by defence and prosecuting counsel.

Four witnesses today told of the shipment of 16,850 pounds of steel rails from the camp last October.

The Crown contends that the rails were part of a railway spur into the camp which was torn up and spirited out by Young and others.

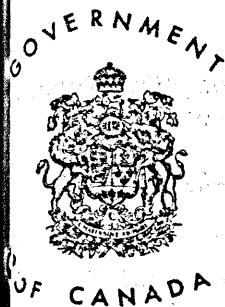
Six others also face trial: Capt. Donald W. Baldock of Brandon, Man.; David C. Mawhinney, Amos Durant and Jack Jacobson, all of Brockville, Ont., and Harry and Morris Eisen of Pembroke.

Government Asked To Name Indian To Senate: Ottawa, June 18, (CP) -- A band of Indians descended on Parliament Hill today but there were no war whoops and only the odd feather here and there.

The delegation from the North American Indian Brotherhood, presented a strictly modern front as it came to make requests to the Government.

TV Soon In Montreal: Montreal, June 18 (CP) -- CBC tonight announced plans to transmit the first of its trial television programs in the Montreal area July 25 -- telecasts of Montreal Royals' International League Baseball games.

Big Gas Well Completed: Calgary, (CP) -- One of the largest gas wells in Western Canada, Federated United Nevis 15 miles west of the Stettler field in Central Alberta, has been completed with an estimated open-flown potential of more than 150,000,000 cubic feet daily.



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Friday, June 20, 1952

Canadians To Leave Koje: Ottawa, June 19 (CP) -- Canadian troops will be withdrawn from strife-torn Koje Island within a few weeks, it was indicated authoritatively today.

This indication came as Koje made news on two fronts in the Canadian capital:

1. External Affairs Minister Pearson reported receipt of a "quite acceptable" United States reply to Canada's protest over the troops being sent to Koje without Canadian approval. Text of the reply was not made public.

2. Earl Alexander, United Kingdom Defence Minister, arrived from Korea to report optimistically that the Koje prisoner troubles are well in hand and will be nothing but a memory "very shortly."

Mr. Pearson told the Commons that, in effect, the U.S. Government has said it will consult Canada, if possible, before again detaching part of the 25th Brigade for special duty, but that the military situation may make such prior consultations impossible in some circumstances.

The Minister said the Canadian Government finds this "quite acceptable."

Earl Alexander, former Governor-General, said the prisoner island now is under an "excellent" soldier in U.S. Brig.-Gen. Haydon L. Boatner, that he has taken a firm grip on the situation, and that "in a very short time the situation will be put right, and we'll never hear of it again."

Alexander On Korea: Ottawa, June 19 (CP) -- In Ottawa for the first time without vice-regal trappings, Earl Alexander said today this is no time to seek British representation in the Korean truce talks because it is possible that an armistice is near.

The former Governor-General flew into Ottawa, "my old home," to tell the Canadian Cabinet about what he and his fact-finding British Cabinet mission found in Korea and, he said, to ask Canadian advice on matters he didn't publicly disclose.

It is his first visit to Ottawa since he retired as Governor-General to become British Defence Minister March 1. His formal talks with the Cabinet begin tomorrow.

Frost Hails Decision On Seaway: Toronto, (CP) -- Decision of the United States Senate to shelve U.S. participation in the St. Lawrence Seaway was welcomed by Premier Leslie Frost yesterday on the ground that "it cleared the air" and paved the way for Canada to proceed immediately on the basis of a national undertaking.

"I am certainly pleased and relieved the U.S. Senate has finally come to a conclusion," said the Premier at a press conference. "While we would like the United States as a partner, I do not think that anyone in Canada would want an unwilling partner."

The Premier said there are many good reasons why Canada should do the job herself.

"It will mean much to Canadian labor that we run our own show. The Ontario government will certainly support to the fullest extent the Dominion government's application before the International Joint Waterways Commission."

Mr. Frost said he expects no difficulty in obtaining the necessary authority from the International Joint Commission.

Toronto, (CP) -- A former member of the United States House of Representatives said in an interview yesterday that the U.S. is "neglecting its basic welfare" in deciding against taking part in building the St. Lawrence Seaway.

Jerry Voorhis, for 10 years representative for East Los Angeles, California, now is executive secretary of the Co-operative League, which represent a number of co-operatives in the U.S.

The league, with headquarters in Chicago, endorses joint U.S.-Canadian participation in the project.

Mr. Voorhis said:

"We are putting Canada in as absurd a position as if a dam were needed across the Straits of Gibraltar and Italy were left to do the job alone."

Let Court Examine Combines Law Says C. of C.: Ottawa, June 19 (CP) -- The Canadian Chamber of Commerce today urged the Government to send certain parts of its new anti-combines legislation to the Supreme Court for a ruling on their constitutionality.

The anti-combines legislation, already passed by the Commons, now is before a Senate committee. The committee had been expected to deal with it today but the meeting was postponed until tomorrow because of a late sitting of the Senate...

The basis for the Chamber's suggestion that these sections go to the courts first was that combines laws always had been considered criminal legislation. But "the three sections in question do not appear to be criminal law or in any way ancillary to the creation of a crime and a provision of a penalty therefor."

The legislation also would set up a three-man combines commission separate from a director of investigation whose job it would be to conduct research into business operations.

First Sentence in Petawawa Case: Pembroke, Ont., June 19 (CP) -- A 40-year-old Fredericton soldier was sentenced today to two years in Kingston Penitentiary by Judge A. G. McDougall on a charge of conspiracy in connection with large-scale thefts from nearby Petawawa Military Camp.

Ps. Sgt. J.M. Young was convicted by a jury after an hour's deliberation following a nine-day trial.

Six others also face trial. They are: Capt. Donald W. Baldack, of Brandon, Man.; David C. Mawhinney, Amos Durant and Jack Jacobson, all of Brockville, Ont. and Harry and Morris Eisen, of Pembroke. Their cases were put over to the Fall Assizes in September.

Magnificent In Exercise: London, June 19 (CP) -- Planes from the Canadian aircraft carrier Magnificent went into action today against "raiding" submarines in the Atlantic Powers' naval exercise in Western European waters.

The Canadian ship is participating in the large-scale "Exercise Castanets" with maritime and air units of nine other Allied nations.

Despite fog which enveloped the operational area for long periods during the day, the Canadian aircraft carried out their special role successfully and were credited with dispersing or knocking out several "enemy" reconnaissance planes.

Railway Unions Will Ask Increase: Montreal, (CP) Union leaders representing approximately 125,000 railway workers will meet here today to work out wage demands for presentation to the railroads.

The unions' proposals, to be placed before the railways July 2, will touch off Canada's biggest set of labor-management negotiations since the wage-hour dispute which led to the general railstrike of 1950.

B.C. Labor Dispute Still Deadlocked: Vancouver, (CP) -- Labor disputes remained deadlocked in British Columbia last night

More than 35,000 workers are on strike and another 15,000 to 20,000 threaten walkouts unless demands for increased wages are met.

B.C.'s biggest payroll industry - lumber - has 32,000 workers on strike seeking pay boosts of 35-cents-an-hour to bring the basic rate to \$1.64 $\frac{1}{2}$.

Nearly 1,000 painters are on strike in Greater Vancouver, others have voted strike action in Victoria, and in the construction industry 3,500 men are idle.

Premier Byron Johnson has declined to intervene. He started on a holiday yesterday after announcing he had made no plans to become a mediator in the labor disputes.



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Vol. 3, No. 120

Monday, June 23, 1952

Mr. Menzies' Visit: Ottawa, June 23 (CP) -- Prime Minister R.G. Menzies of Australia arrived by RCAF plane from Washington yesterday for a four-day visit and discussions with Canadian Government leaders.

The Prime Minister, with Mrs. Menzies and a small party of Australian Government officials, was met at Rockcliffe Airport by the Minister of Trade and Commerce, Mr. Howe, the Secretary of State for External Affairs, Mr. Pearson, and the Australian High Commissioner, Mr. Francis Forde.

Talks with Prime Minister St. Laurent and top Cabinet Ministers are scheduled Monday and Tuesday. Mr. Menzies will speak at a luncheon Wednesday and leave Thursday for New York.

There has been no announcement of the purpose of Mr. Menzies' visit. A press conference is to be held this morning.

Visits to Prime Minister St. Laurent, and the Ministers of National Defence, Finance and External Affairs have been scheduled for later in the day, prior to a late afternoon reception at the Australian High Commissioner's home.

Tuesday he is scheduled to continue his talks with federal Cabinet Ministers, which will be broken by a luncheon with the Leader of the Opposition, Mr. Drew, and continued in the afternoon until time for a dinner party at the residence of Rt. Hon. Francis Forde, Australian High Commissioner to Canada.

On Wednesday he will address the Canadian Club at the Chateau, and in the evening will be guest of Prime Minister St. Laurent for dinner at 24 Sussex Street.

Atlantic Pact Air Training: Ottawa, June 22 (CP) -- An official R.C.A.F. publication has disclosed that Canada has been asked to expand her Atlantic Pact air training program to help Europe meet its preparedness target date by the end of 1954.

The publication, *The Roundel*, says in its June issue, circulated to the press Saturday, that the request to train more air crew is under consideration.

Under the present arrangement, the annual influx of foreign trainees is to be 1,700 of whom an estimated 1,400 will actually graduate.

Canada herself is supposed to train another 1,700 of her own pilots and navigators, but has been having trouble getting enough young men to volunteer.

The Roundel, in an article on the air program, says, "Canada has made an offer to the standing group - NATO's top military body - to train a substantial number of pilots between July, 1952, and July, 1953."

An R.C.A.F. spokesman said this actually refers to the present program itself and not to an increase.

The article, prepared by air force intelligence officers goes on:

"A temporary training committee, composed of representatives of the United States, Canadian, British and French air forces, met in Washington in January to study NATO air crew requirements and to ascertain if frontline commitments could be met by December 1954 - and, if they could not be met, to recommend methods by which they could be.

"As a result of this study, Canada has been requested to undertake the training of additional pilots. This request now is being considered but under the present policy any additional training will be done with existing planned resources and facilities."

Canada's Two Languages Enriching: Quebec, June 22 (CP) -- The Prime Minister, Mr. St. Laurent, tonight said that where French is spoken the existence of two languages in Canada is no longer considered a force of disunity but rather a contribution to enrichment of Canadian life.

He said unity had its roots in the hearts of citizens and the language differences guarded against this unity turning into uniformity.

Premier Duplessis said the survival of French culture in America is contingent upon the existence of a French province, such as Quebec, fully autonomous and respecting the rights of others.

The Premier received a University Doctorate, Saturday, highest the 100-year-old university can bestow. It was presented by Archbishop Roy of Quebec, Chancellor of Laval.

Prime Minister St. Laurent addressed delegates from France, Belgium, Turkey, Romania, Haiti and the United States during the fourth day of the third French-Language Congress Saturday.

Mr. St. Laurent reviewed his youth in Compton, Que., where daily affairs required a knowledge of both French and English.

He said there were some disadvantages in this since a young man couldn't concentrate all his efforts on mastering one language.

This however was compensated by his training in studying words and idioms and the acquired ability to think with the same speed both in French and English.

He said this experience helped him both as a lawyer and in Parliament.

"Canada's laws are the product of two great great juridical traditions; those of France and England. Law projects in Parliament are influenced by the presence of many French-speaking members of Parliament trained in French legal practices.

"French appears to me as the most accurate instrument for the exchange of ideas and for diplomatic negotiation."

He said the Canadian Government was contributing as much as it could towards presenting French language and culture to French Canadians in all parts of the country.

Famed "Wop" May Dies: Calgary, June 22 (CP) -- One of Canada's most famous northern bush pilots and an aviation pioneer in the West, Capt. Wilfred Reid (Wop) May, 57, died Saturday of a heart attack at Timpanogos National Park near Provo, Utah.

His son, Denny, 17, was with him at the time. They were climbing a hill near the Timpanogos Cave when the elder May collapsed.

May's flying career began in the Royal Flying Corps during the First World War. He gained his first fame because he was the unintentional decoy in the last flight of Baron von Richtofen, German ace.

May was being chased by the "Red Knight" when Capt. Roy Brown, noticed the action. Richtofen was brought down by Brown. May returned to Canada with the Distinguished Flying Cross, and organized Edmonton's first air line.

He was awarded the McKee Trophy in 1929.

Across Canada: British Columbia's 32,000 striking woodworkers decided Saturday night to stay on strike and 6,000 fishermen who had threatened to quit on June 22 instead decided to postpone their walkout at least until July 19.... Officers of H.M.C.S. Quebec last night estimated at 10,000 the number of Montrealers who "swarmed all over" the 9,500-ton cruiser and two American destroyer escorts berthed at Laurier Pier on Sunday. Hundreds of sailors on liberty from the three ships spent the weekend taking in the sights of Montreal. The two 1,600-ton American ships - U.S.S. Cross and U.S.S. Johnnie Hutchins - are due to end their three-day visit here Monday.... Top Government officials, including Prime Minister St. Laurent and members of his Cabinet, attended funeral service for David Claxton, 22-year-old son of the Minister of National Defence, who was drowned at Knob Lake, Que., June 14.

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Vol. 3, No. 121

Tuesday, June 24, 1952

Mr. Menzies In Ottawa: Ottawa, June 23, (CP) -- Prime Minister Menzies of Australia conferred with four Canadian Cabinet Ministers today after telling a press conference he favors a Commonwealth conference on trade and financial matters as soon as possible.

Mr. Menzies put in a busy day calling on the Prime Minister, the Minister of National Defence, the Minister of Finance and the Secretary of State for External Affairs.

In addition, he placed a wreath on Canada's National War Memorial, was guest at a reception at the home of Australian High Commissioner, Mr. Francis Forde, and attended a formal dinner at Government House.

At his press conference, Mr. Menzies gave little inkling of any major missions he may have in Ottawa.

He did say, however, that he thinks the time has come for a Commonwealth trade-financial conference.

Mr. Menzies said the subject might crop up in his discussions here.

He parried questions about Canadian association with plans for defence of the Pacific. He would only say that when the U.S.-New Zealand-Australia Defence Pact Council has its first meeting shortly, he would like to see it discuss the question of closer contact with other countries such as Canada.

He indicated that he intends to discuss the broad question of defence pacts while here.

Mr. Menzies said he feels there should be some close arrangement between his country and the Atlantic Pact, some way in which Australia can make her voice heard in any matters involving herself.

House Passes Immigration Bill: Ottawa, June 23, (CP) -- The House of Commons tonight passed the Government's 74-clause bill establishing a new Immigration Act.

The measure amends and consolidates the old act, chiefly making a large number of administrative changes. It also strengthens the Government's hand in barring from Canada or deporting persons found to have engaged in subversive activities.

It gives the Minister of Immigration some additional discretion in dealing with deportation cases.

The measure got third and final reading after members gave it committee-of-the-whole approval in an hour.

Previously, it had been studied by a House committee and members said that accounted for the speed of clause-by-clause passage in the Commons itself.

It still came in for some criticism tonight from Donald Fleming (PC-Toronto Eglinton), largely on claims that the act's provisions for deportation and for the disbarment of immigrants from Canada remained too wide.

Mr. Fleming asked for a closer definition of the "moral turpitude" ground under which immigrants may be banned from Canada or deported. He said it covered virtually everything in the criminal code. He also criticized another clause requiring municipal officials to report on court convictions of immigrants who have not attained five-year domicile.

Most Of Canada's Sabre Jets For Foreign Service: Ottawa, June 23, (CP) --

Canada will ship virtually her entire output of F-86 Sabre jet fighters abroad, mainly to Europe, because they don't fit into plans for home defence.

A government White Paper recently tabled in Parliament gave the first official indication that not a single Sabre squadron is destined for Canadian defence under existing plans, that the production lines of Montreal's huge Canadair factory are turning out planes to serve elsewhere.

It makes quite clear that Canadian fighter defence will be entrusted exclusively to the all-Canadian CF-100 Canuck which has been delayed in getting into production and now is starting to roll off the assembly lines.

The first squadron of Canucks will be formed around the end of the year. There are a number of R.C.A.F. Sabre squadrons in existence, three in Britain and others in Canada and destined for Europe. The Sabre has been in production for some time.

The White Paper puts the two-way split this way:

"Fighter defence in Canada, both regular and reserve, is being built up. At present the fighter squadrons for this purpose are equipped with Vampire and Mustang aircraft. These will be replaced by CF-100's as they become available. In addition, there are a number of squadrons equipped with F-86's and designated for the NATO Air Force in Europe. In the meantime they are available for the defence of this continent."

This means the Sabre squadrons still here are available for Canadian defence while here but are due to go to Europe to join the Atlantic Pact forces. By 1954, Canada has promised 12 squadrons for duty there and the Minister of Defence Production recently indicated that nine will fly Sabres and three will fly Canucks.

Indications Of Uranium Ore In Northern Alberta: Edmonton, June 24, (CP) --

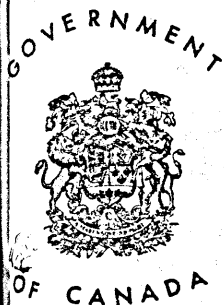
Discovery for the first time of indications of uranium ore in northern Alberta was reported here yesterday.

The report said the find has been made by a party of Edmonton prospectors operating in an undisclosed area north of Lake Athabasca, about 450 miles north of Edmonton. In the group are Sydney Thibeault, Melton Johnson and Henry Drever.

Samples obtained in the area have been forwarded to the Atomic Energy Control Board in Ottawa and reports of tests are expected shortly.

Across Canada: The Government's uranium-refining company expects to produce six more radioactive cobalt "bombs" for the treatment of cancer this year, it was reported today to the House of Commons.... Social-welfare measures are necessary to ensure Canada's prosperity, the Minister of National Health and Welfare said last night in an address prepared for delivery before the Ontario Urban and Rural School Trustees' Association at Bigwin Inn, Ont.... Deliveries of oil by pipeline in Canada in March totalled 6,802,317 barrels, an increase of 167,698 over February, and an advance of 1,347,900 over March last year, the Bureau of Statistics reported.

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DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 3, No. 122

Wednesday, June 25, 1952.

Armed Forces Target Increased To 120,000: Ottawa, June 24 (CP) -- The Minister of National Defence, Mr. Claxton, announced today that Canada is boosting the armed forces manpower target of the three-year defence programme to 120,000 as a further precaution against war risks which, he said, have not lessened in the last two years.

He also said in launching a House of Commons debate on the \$2,000,000,000 estimates for his Department that the United States and Britain are much closer to agreement on small-arms standardization than a year ago. The Minister said the rotation plan for troops in Europe will eventually be modified and that a third brigade now is training to go to Korea.

The first Opposition speaker, Maj.-Gen. G.R. Pearkes, V.C. (PC--Nanaimo) charged that the Government allowed the Canadian forces to fall into a perilous state before Korea and now may well be adhering to outdated principles in building up the Army.

Gen. Pearkes said he does not quarrel with sending an air contribution to Europe but "one sometimes wonders whether the stationing of 12 Canadian air squadrons in Europe is essential."

He could see the advantage of having certain squadrons immediately available in Europe "but we are placing practically all our eggs in one basket...."

Mr. Claxton's announcement about the new manpower target was coupled with a statement that "widespread support" will be necessary to meet it...."

Mr. Claxton said the manpower figure "now is set at approximately 120,000 from 1954 on," re-emphasizing the hope that the forces can be tapered off after that time.

The risks of war today are no less than they have been since Korea started, he said. There was more optimism now among some people but "I can see no fact, no event, no development which would justify this more optimistic outlook."

"No one I know in a position of responsibility believes that a war is likely in the near future but no one knows there will not be a war and nothing has occurred to make the danger less than it was two years ago except perhaps the very fact that we have been successful in avoiding war over a difficult period."

\$110,000,000 To Be Spent To Help Defence Contracts: Ottawa, June 24 (CP) -- The Canadian Government plans to spend \$110,000,000 this year to help industries handle defence contracts.

The Minister of Defence Production, Mr. Howe, said today in the House of Commons that the money will be used to provide capital assistance to both privately and publicly-owned industries engaged in defence production. He spoke during consideration of the 1952-53 estimates of the Defence Production Department.

Some of the money also will be used to encourage industries in the United Kingdom and Europe to establish in Canada plants needed in Canada's defence programme.

"If the full production of a plant is required for war production we bring it--and we have brought several plants here," said Mr. Howe.

"One is the Sperry plant which makes a special line of instruments never before made in Canada. SKF make special roller bearings used

in aircraft work. Lucas Rotex of the United Kingdom make electrical systems not only for aircraft built in Canada but also for aircraft built in the United States. That is a big industry.

"Steel Improvement make blades for the turbines in airplane jet engines. Peacock Brothers make special equipment used in the naval escort vessel programme.

"One very large capital expenditure is being made to bring out the turbine production of English Electric. We had a small turbine production here and that is to be expanded very considerably. The turbine designed by English Electric in the United Kingdom is to be built here in quantities sufficient to supply the turbines for the escort vessel programme."

Mr. Howe gave the information in reply to questions of Mr. Howard Green (PC--Vancouver-Quadra) who said that for security purposes it would be wise to transplant industries from the United Kingdom and Europe to Canada.

During the discussion Mr. Howe made these other points:

1. Once the steel strike ends in the United States the Canadian Government will be able to decide when it can repeal regulations on deferred depreciation. The 1951 budget, as an anti-inflationary measure, restricted non-essential industries from claiming tax credits for depreciation of new buildings and equipment.

2. If there is any industry in the Maritimes that is ambitious to undertake a defence contract, every encouragement will be given and capital assistance granted.

3. The Canadian-designed and built Orenda jet engine will be in full production by the end of this year and the cost will compare favourably with any comparable engine produced elsewhere.

4. Canada should produce those things that she can produce most economically and furnish a market to other Allied countries for the things that they produce in surplus, hoping that they will continue to furnish a market for the things Canada produces in surplus.

Senate Committee Urges Economy Conference: Ottawa, June 24 (CP) -- A Dominion-Provincial conference to study ways to make governmental economies was recommended today in the Senate.

A report by the Senate Finance Committee was tabled by Senator Thomas Crerar (L--Manitoba). It said such a conference could produce great benefit to the Governments concerned and to the taxpayer.

The result of a seven-week investigation into the effect of government spending on taxation and of taxes on various income groups, the report also recommended:

1. That federal Government departments stop bypassing the Public Works Department to build their own works. The report said this should be handled by the Public Works Department as the law intended.

2. That all departments budget for their postage, and that franking privileges (free postal service) be restricted to the personal mail of members of Parliament while Parliament is in session.

Escort Vessel Costs Soar: Ottawa, June 24 (CP) -- The cost of Canada's radical new escort vessel, main key to her future naval plans, still is soaring.

The original estimate was \$8,000,000. Then it was raised to \$11,000,000. Tonight in the House of Commons the Minister of National Defence, Mr. Claxton, said the cost may go up to \$15,000,000.

He indicated none of the 14 ships will be in service by the end of this year.

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Vol. 3, No. 123

Thursday, June 26, 1952.

Highways Urged As Defence Aid: Ottawa, June 25 (CP) -- The Government was urged in the House of Commons today to share in the development of highways for defence purposes.

Western members -- including some Liberals -- said more and better highways are needed for defence, and the federal Government should consult with the provinces on the possibility of joint projects.

The Minister of National Defence, Mr. Claxton, said his Department is interested in anything to improve communication but that it has neither the responsibility nor the money for building military roads. Highways were the responsibility of the provinces and the municipalities.

While the federal Government had contributed towards the Trans-Canada Highway, that road had national significance. The Alaska Highway -- a military road -- was maintained because it had no civilian significance.

Apart from the highway-defence debate, there were these developments during discussion of Mr. Claxton's estimates:

1. The Minister said Canada may contribute some minesweepers -- possibly first -- to the North Atlantic Treaty Allies. It would be this country's first naval contribution.
2. Lt.-Col. Douglas Harkness (PC -- Calgary East) suggested more energetic recruiting of the three reserve forces, declaring they are a "weakness" in Canada's defence set-up.
3. Mr. Claxton said it is intended to open the proposed French-speaking defence college at St. John's, Que., within a year. An estimated 100 students would be enrolled at the start.
4. Mr. Claxton said the Government does not intend at present to increase the air-training programme beyond the 32 training stations now operating.

Senator Haig On Criticisms Of U.S.: Ottawa, June 25 (CP) -- Senator John Haig (PC -- Manitoba), today said in the Senate he doesn't like to hear of countries protesting to the United States about not being consulted on Korean strategy.

"We should stop challenging U.S. strategy in Korea unless we are prepared to match the U.S. soldier for soldier in contributions to UN defence forces," he said.

"I do not like all the criticism on the part of some free nations of the United States in her major attack on North Korea and the demand on the part of these nations that they be consulted.

"As a Canadian, I say that we should stop sniping at the United States."

Senate Divorce Committee Report: Ottawa, June 25 (CP) -- The Senate Divorce Committee today renewed its plea that Parliament find some other way to dissolve marriages contracted in Quebec and Newfoundland than by act of Parliament.

The Committee's final report, tabled by Senator W.M. Aseltine (PC -- Saskatchewan), said 313 divorce petitions were recommended for parliamentary approval -- the second highest number recommended at one session and the second time since the war Parliament has been asked to approve more than 300 divorces.

House Pension Plan: Ottawa, June 25 (CP) -- The House of Commons today took the first legislative step to provide pensions up to a maximum of \$3,000 yearly for long-service members after hearing criticism by two Progressive Conservatives from British Columbia.

A bill to implement the scheme was introduced by the Prime Minister, Mr. St. Laurent, and given first reading. He said he took the responsibility to sponsor the measure after he had the "assurance that the leaders of all parties of the House objectively felt that it was a good thing and in the public interest."

Mr. Menzies' Address: Ottawa, June 25 (CP) -- An appeal for a joint Commonwealth approach to fundamental problems of trade, finance and development came today from Prime Minister Menzies of Australia.

Combined or concerted action is necessary, he told the Canadian Club, "if we are not, as the British Commonwealth, to be economically divided and conquered."

Through concerted action by Britain, Canada, Australia and the other member nations, Mr. Menzies saw the creation not of an isolated Commonwealth economy but greater strength for the whole free world and the emergence of a second great area of power to rank with and bolster the United States.

He urged that a conference of Commonwealth Prime Ministers be called as soon as possible to tackle as a whole the various problems of trade, finance, economics and development.

Commission To Report On Lake Ontario Levels: (Press Release No. 39, June 26)

-- The Department of External Affairs announced on June 26 that a Reference has been made to the International Joint Commission, under Article IX of the Boundary Waters Treaty of 1909, concerning the water levels of Lake Ontario. It has been agreed that consideration of this Reference shall not delay action by the Commission with respect to the development of power on the St. Lawrence River.

Across Canada: The Government will not prosecute Dr. James Endicott of Toronto because it believes prosecution would offer a mantle of martyrdom, just what is wanted by "the ringleaders of the Communist conspiracy" in Canada, Mr. Garson announced in the House of Commons....The Canadian Manufacturers Association has opposed proposed changes in anti-combines laws which would allow continuing investigation into monopolistic situations in Canadian industry. Representatives of the Association appeared before a Senate committee studying the proposed changes....The Minister of Resources and Development, Mr. Winters, said that Canada's known oil reserves "now place us among the top few of the world suppliers of oil. It has been suggested that Canada may eventually lead the parade," he said in a radio broadcast.

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Friday, June 27, 1952.

Exports To U.K. Up In Record May Total: Ottawa, June 27 (CP) -- Accompanied by an historic shift in the pattern of foreign trade, Canada's exports during May jumped to an all-time monthly high of \$385,200,000, an 18 - percent, \$58,200,000 climb from \$327,000,000 last year, the Bureau of Statistics reported Thursday.

The boost was accomplished mainly by an expansion in volume of shipments to the United Kingdom and other overseas countries, overcoming a drop in sales to the United States.

As a result, the proportion of total exports going to the U.S. market dropped to 52.2 percent during May from 64.5 percent in the same month last year.

The change in trade patterns, placing new emphasis and importance on Canada's overseas markets, was reflected not only in the month's exports but in shipments for the first five months of the year.

Exports jumped \$289,000,000 to \$1,735,900,000 from \$1,446,700,000, but the proportion absorbed by the U.S. dropped to 53.8 percent from 64.5 percent in the same period last year.

This was a sharp reversal of the trend in the last decade which saw Canada lean more and more on the American market as her chief export outlet. For example, the U.S. absorbed 41 percent of Canada's exports in 1939, but took more than 64 percent in 1950 and 1951.

A major factor in the 1952 shift undoubtedly was foot-and-mouth disease which cut Canada's meat and cattle shipments to the U.S., but there also was a decline during May in the value of shipments of such items as wood, paper, fibers, textiles and chemicals.

In a previous preliminary statement, the Bureau estimated Canada's imports during May at \$387,900,000, down from \$405,100,000 last year, but still ahead of exports. This caused a \$2,600,000 monthly deficit, the first of the year.

Currency Legislation: Ottawa, June 26 (CP) -- The Minister of Finance, Mr. Abbott said today in the House of Commons that the time might come when Canada's dollar, now finding its own level in the free market, would again be controlled and a par value established.

He told Mr. J.M. Macdonnell (PC, Toronto Greenwood) that this conclusion might be drawn from a bill that among other things retains the Government's right to issue gold coinage under conditions of a controlled dollar.

The measure, given final approval, consolidates legislation respecting currency, coinage and the Royal Canadian Mint.

It gives the Government authority to change the composition of Canadian coins where necessary to save strategic minerals such as nickel. Previously, the Government asked Parliament to make such changes.

The bill also repeals the Foreign Exchange Control Board Act, which has not operated since Canada freed the dollar.

To maintain the power to control and protect the external value of the dollar if that again becomes necessary, the essential provisions of the Exchange Fund Act of 1935 are being re-enacted.

The measure was generally approved by Mr. Macdonnell and Mr. John Blackmore (SC, Lethbridge). Mr. Blackmore described it as a step in the right direction.

Conference On Tax Plan Urged In Senate: Ottawa, June 26 (CP) -- The Senate today approved new Dominion-Provincial tax agreements after objections from Government and Opposition supporters.

Senator John T. Haig, Progressive Conservative leader, said he disapproves of the agreements on principle. The federal Government should call a conference of municipal, provincial and federal authorities to decide the basis of fields of taxation.

Under the new agreements, the provinces agree to refrain from income, corporation and succession duties taxation for a five-year period. In exchange, they receive a subsidy from the federal Government based on population and gross national production.

Quebec and Ontario are the only provinces which have not agreed with the federal Government on tax rentals.

Anti-Combines Legislation: Ottawa, June 26 (CP) -- A Senate committee today voted to modify disputed sections of the Government's proposed anti-combines legislation which provide for court injunctions against the operation of a monopoly.

The committee voted with the approval of the Minister of Justice to insert a three-year time limit in clauses dealing with injunctions. This would set three years as the limit for obtaining an injunction against a company convicted of operating a combine and suspected of continuing the operation after conviction.

Israeli Minister In Ottawa: Ottawa, June 26 (CP) -- Foreign Minister Moshe Sharett of Israel said today the Jewish state is anxious to strengthen its defenses, but its prime need is new capital to build up an economy weakened by inflation.

The 56-year-old minister arrived from Toronto to confer with Canadian officials. He was received by Governor-General Massey and later conferred with the Secretary of State for External Affairs, Mr. Pearson, and Prime Minister St. Laurent.

Across Canada: The Newsprint Association of Canada has announced that Charles A. McL. Vining has resigned as an officer of the association after 18 years of service...A protracted United States steel strike may cause a big shortage in iron ore for Canada's steel mills, Transport Controller R.W. Milner said yesterday, according to the Canadian Press...Six new federal constituencies will be established in Ontario as a result of a readjustment of representation in the Commons. An all-party committee of the Commons, studying redistribution of representation on the basis of the 1951 census, has recommended establishment of the new constituencies...Ontario Highways Minister Doucett announced yesterday that the Government will allow U.S. trucks bound for American cities to use Ontario highways as short cuts, for a per trip fee of \$7. The concession applies chiefly to hauls between Detroit and Buffalo, for which the Ontario route is 106 miles shorter than an all-American run.

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Vol. 3, No. 125

Monday, June 30, 1952.

Parliament To Adjourn Until November 20: Ottawa, June 27, (CP) -- Prime Minister St. Laurent said today the international situation has reached a point where "it is possible that momentous decisions may have to be taken at an early date."

He made the statement in the House of Commons before announcing that the next session of Parliament will open November 20. The current session, after work is completed either tomorrow or early next week, will be adjourned until November 20.

His announcement was interpreted by political observers as meaning there will be no federal election before the fall of 1953. Life of the present Parliament does not expire until the summer of 1954, but governments seldom wait to the last minute before going to the people.

Mr. St. Laurent asked that the current session be adjourned rather than prorogued, because international developments might make it necessary for Parliament to meet before November 20,...

The session starting in November will be the regular one for 1953. An effort will be made to conclude the work by late April or early May so that members can attend the coronation of Queen Elizabeth June 2....

Mr. St. Laurent said:

"I should not like the public to get the impression from the fact that there is to be an adjournment, that members of Parliament consider the situation to be graver than it really is.

"I think the public will understand that there have been some important developments in quite recent days and that there might be other important developments of such a character as to warrant early consideration by Parliament....

"The Korean war has been going on for two years, and negotiations for an armistice have been going on for one year. Recently there have been quite substantial changes in the attitude of those who are engaged in the negotiations. If they are brought to a successful conclusion and result in an armistice then I think all of us will be very happy at that result.

"But if they do not -- and they do not look as though they were going to go on much longer with no tangible results -- that might bring about an activation in other forms and might require to be dealt with by Parliament."

Mr. St. Laurent said the next session will be something in the nature of an experiment. A regular session will be started in the fall and adjourned or prorogued in the early summer. Members possibly would find such a schedule a "great convenience."

He indicated that sitting hours will be changed at the next session in line with a recommendation of a committee, headed by Speaker Ross Macdonald.

The Committee recommended that the House of Commons meet from 2.30 p.m. to 6 p.m. and from 8 p.m. to 10 p.m. Monday, Tuesday, Thursday and Friday. On Wednesday it would sit from 2.30 p.m. to 6 p.m. Normally the House of Commons sits from 3 p.m. to 6 p.m. and from 8 p.m. to 11 p.m. Monday, Tuesday, Thursday and Friday. The hours Wednesday are 3 p.m. to 6 p.m.

Scientists Refute Dr. Endicott Allegations: Ottawa, June 27, (CP) -- The Minister of Justice, Mr. Garson, tabled in the House of Commons tonight a scientific report that he called a "convincing rebuttal" to charges of Dr. James Endicott that the United States has engaged in bacteriological warfare in the Korean War.

The report, by three Ontario and Quebec scientists, said Dr. Endicott -- head of the Canadian Peace Congress -- has shown an "almost unbelievable credulity" in accepting reports from Communist areas and has drawn conclusions contrary to those a trained biologist would reach.

It said "none of the evidence submitted" on behalf of the claim of bacteriological warfare can be accepted as scientific proof.

The report was produced voluntarily, Mr. Garson said, by Dr. W. H. Brittain, Vice-Principal of McGill University's Macdonald College; Dr. A. W. Baker, head of the Department of Entomology and Zoology at the University of Western Ontario, London, Ontario; and Dr. C. E. Atwood, Professor of Zoology at the University of Toronto.

In tabling the 2,500-word report of the scientists, Mr. Garson renewed his statement of two days ago that the charges of Dr. Endicott -- a Toronto clergyman -- are "libellous and false."

The statement of the three entomologists took issue not only with statements of Dr. Endicott but also with those of Mr. Jacob Malik, Russian Delegate to the U.N., concerning germ warfare.

Looking into speeches of the Toronto clergyman and literature distributed by his Congress, the report said much of Dr. Endicott's alleged information came from "honest old farmers" and "bright-eyed children" in Communist territory.

The report said Dr. Endicott, arriving in Northeast China some weeks after the U.S. forces were alleged to have dropped insects, "accepts the evidence of small boys with respect to something they claimed to have seen some time before."

The scientists said that "what might be referred to as the scientific type of evidence" is that appearing in a Peace Congress pamphlet called "documentation of bacteriological warfare" and a story in the Peiping People's Journal of March 15.

Identification of the insects was "very vague" from the scientific point of view. There was no evidence they were not native to the region.

Concerning a picture of bacteria in the Peiping Journal, the scientists said that Dr. Rene Dubos, a bacteriologist of the Rockefeller Institute, had called it an amateurish attempt at "scientific fakery." None of the bacteria they were supposed to be could be carried by insects.

In conclusion, the report said, "none of the evidence submitted could be accepted as scientific proof since in no cases, apparently, were tests made of insects or materials known to be of local origin to determine if they carried disease germs."

The report said that in Korea and Northeast China -- where Communists allege the United Nations have used germ warfare through insects -- there are more than 50,000 species of insects. Statements by farmers or children that new ones have appeared meant nothing, since even an entomologist could know only a fraction of them.

In a Peiping radio broadcast April 12, Dr. Endicott was quoted as saying he had seen "germ-laden insects," and caught some himself.

"It is obvious," the scientists said, "that he could not know the insects which he caught, nor decide whether or not they were 'germ-laden'...."

Across Canada: Air Vice-Marshal C.R. Slemon, Air Officer Commanding the R.C.A.F.'s training command with headquarters at Trenton, Ontario, has been assigned temporarily to the staff of Lt.-Gen. Lauris Norstad, Chief of the Allied Air Force in Central Europe....The Government's ammunition-producing organization, Canadian Arsenals Limited, is undergoing rapid expansion to help gird Canada against the possibility of a "national crisis," the Commons was told today. The company's annual report, tabled in the House, showed also that the six-plant armament group is playing a dual role, producing arms itself and assisting private industry in maintaining armament-producing capacity....Prime Minister St. Laurent Saturday night told the Commons the Government will go ahead with the South Saskatchewan River irrigation project if investigation shows it is a sound investment....The federal Government has contributed \$2,250,000 towards the purchase of new equipment for Quebec maple syrup producers.

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Vol. 3, No. 126

Wednesday, July 2, 1952

St. Lawrence Power Application: (Press Release No. 40, June 30) -- The Prime Minister, Mr. St. Laurent, announced on June 30 that an application has been submitted by the Government of Canada to the International Joint Commission for an order of approval of the construction of works for the development of power in the International Rapids Section of the St. Lawrence River. The United States Government has also submitted a concurrent application in Washington for approval of the works which will be undertaken by entities to be designated by Canada and the United States.

Agreement was reached on the final details of the applications by the two Governments at a meeting in Washington on June 30 between the Minister of Transport, Mr. Lionel Chevrier, and the Acting Secretary of State of the United States, Mr. David K.E. Bruce. At the meeting in Washington, the Canadian Ambassador, Mr. H.H. Wrong, and the Acting Secretary of State exchanged notes in which Mr. Wrong reiterated the undertaking of the Canadian Government to construct the St. Lawrence Seaway when arrangements have been completed for the development of power in the International Rapids Section of the St. Lawrence River. The Canadian note outlines the arrangements under which navigation facilities for a deep waterway from Montreal to the Great Lakes will be undertaken by Canada alone. These navigation facilities, which will be constructed as early as possible concurrently with the power development, do not require the approval of the International Joint Commission.

Leaders Approve St. Lawrence Plans: Ottawa, July 1, (CP) -- The Prime Minister, Mr. St. Laurent, said today in the House of Commons that it is unlikely opponents of the St. Lawrence Seaway-Power Project will be able to block the work.

The Prime Minister spoke as he told the House of a joint application made by the Canadian and United States Governments to the International Joint Commission yesterday for authority to construct the \$400,000,000 power phase of the seaway.

Spokesmen for all opposition parties in the House gave approval to the power application and to Mr. St. Laurent's reiteration of the Canadian Government's intention of building the \$300,000,000 navigation part of the seaway without financial participation by the U.S.

They expressed confidence in Canada's ability to finance the job and carry it out, despite what was described as some doubts in the U.S. that Canada was prepared to do this.

The Prime Minister, asked about the possibility of the long-delayed project being blocked by opponents in the U.S., said the Government's information is that under U.S. law the approval of the application by the Commission is binding on that country under the Boundary-Waters Treaty that set up the Commission.

It was possible that treaty could be repudiated, but it was unlikely.

Some U.S. entity has to be designed by the administration to carry out the U.S. end of the power works, the Prime Minister said, but no action was needed from Congress.

Congress could pass legislation to prevent that, but again it was unlikely.

The U.S. entity must be licensed by the semi-judicial Federal Power Commission. It had been suggested opponents might seek to have the courts pass on the regularity of this procedure and on the jurisdiction of the F.P.C.

But he added that the Canadian Government's information from legal experts is that "what is being done is regular and within the jurisdiction of the Federal Power Commission."

The Prime Minister, tabling the seaway documents as the House met on Canada's 85th birthday, said it was fitting that on this Dominion Day he could announce a major step towards a goal sought by many for a half century.

Mr. Pearson's Houston, Tex., Address: Houston, Tex., June 30, (CP) -- The Secretary of State for External Affairs, Mr. Pearson, tonight said Canada's contribution to Western defence justifies "an objection once in a while if we don't like the tune that has been called."

He said in an address to a conference of State Governors that the Western world must apply the principle of free consultation and co-operation to international affairs.

To reconcile legitimate national interest with necessary international action "will require the patience of a Job, the understanding of a Solomon, the resources of a Houdini and the persistence of a Robert the Bruce.

He said that "while we must have confidence in each other's intentions and resolve, as well as understanding of each other's special problems, we should at the same time tell each other what we are doing or not doing in this collective effort to establish and preserve the peace."

"In this great task, we work together, and being free countries we will have our differences as we work and we will argue about them. In any coalition there are bound to be honest differences and unless they are examined and discussed honestly they may fester under the surface and poison the partnership....

"We seem to be moving again into a very trying period. There is a natural tendency now to place the whole emphasis on immediate military needs and to slacken in our efforts to liberate and expand international trade.

"Yet only by continuing to reduce the obstacles to trade can we broaden the base supporting our heavy defence programs and thus ease the strain on our national economies which otherwise might impair good relations among us.

"Economic assistance and defence support, or mutual aid, can never in the long run be any substitute for wise and farsighted trade policies."

A large part of the responsibility for positive measures rested with the United States. The adoption of a course of action urged by the U.S. on its friends "requires the greatest possible freedom in trade between you and those friends."

Mr. St. Laurent Speaks To U.S., Canada: New York, July 1, (CP) -- The price of freedom will continue high so long as organized Communist tyranny dominates some of the world, and threatens the rest, the Prime Minister, Mr. St. Laurent, said tonight.

Mr. St. Laurent spoke to the United States people by recording in a special Dominion Day program staged by the Columbia Broadcasting System and carried in Canada by the CBC.

Americans and Canadians have the same objectives, the Prime Minister said.

"Despite constitutional and political differences," he said, "we share the same broad political outlook.

"We both have a deep and abiding faith in the rule of law. This respect for the authority of law and for its safeguards is one of the fundamentals which we share and is a part of our cherished civilization which I believe Canadians and Americans are resolved to preserve at whatever the cost may be...

"Although we have followed different paths, both our nations reached the same conclusion, namely that a people which cannot control - and, on occasion, dismiss - its government is not free...."

Across Canada: Canadians must guard their national character in order to play their full part in "this new Elizabethan age," Rt. Hon. Vincent Massey, Governor-General, said in a Dominion Day message which was broadcast throughout the nation.... It was announced from Tokyo July 1 that Canadian troops assigned to guard duty at the U.N. prisoner of war camp on Kojima Island will rejoin the British Commonwealth Division on the Korean front in mid-July....

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Thursday, July 3, 1952

Mr. Pearson's Calgary Speech: Calgary, July 2, (CP) -- The Secretary of State for External Affairs, Mr. Pearson, warned tonight that the free nations would make their biggest mistake by yielding to the temptation now to cut down on defence spending.

"The danger remains great and pressing," he said in an address before the Canadian Federation of Mayors and Municipalities.

"As our collective strength grows," Mr. Pearson said, "we should recover a sense of security. I would warn you, however, that there is no occasion whatever for relaxing our efforts or for any form of complacency. This is no time to lean on our oars.

"The armed forces and equipment of the Soviet Union are mighty and are increasing. The disproportion between their forces and those readily available to the West remains serious. No gap has yet been closed. . . .

"It is true....that we are making headway towards security and should before long reach the point where our defences will have reached the required level and where the free world will not have to rely on atom bombs as its main protection against aggression.

"But this, I want to emphasize again, will not easily be achieved. Nor will we likely be able to say at any particular moment that we have reached the point of relative safety at which we can relax our effort."

"We have certainly not reached that point yet." Mr. Pearson added. The West had escaped the fire up to now, but there was still much inflammable material lying around.

That should be remembered as the bills for fire protection — taxes — came in. There would be a temptation to cut down on the cost of defence.

"We could make no greater mistake than to yield to such a temptation," the Minister said.

The North Atlantic Treaty Organization was getting stronger but was not yet strong enough.

"So let us," Mr. Pearson said, "finish this job of collective protection — it may not take too long — and then we can direct more of our resources and energies to the constructive purposes of civilian and national development."

Redistribution Bill: Ottawa, July 2 (CP) -- The House of Commons tonight completed detailed study of changes in the boundaries of federal constituencies and neared the end of one of the most prolonged and concentrated debates of the session.

Members passed through Committee of the Whole a bulky bill increasing membership in the House of Commons to 265 from 262 and making changes in the boundaries of 125 constituencies.

The measure, opposed by the Progressive Conservatives for four successive days, will be called for third and final reading tomorrow. It then will go to the Senate for three readings and Royal assent.

Adoption of the bill and consideration of the 1952-53 estimates of a few departments will complete the work of the session. Adjournment is expected either tomorrow or Friday.

The Redistribution Bill reshapes the boundaries of constituencies in line with the population shifts recorded in the 1951 census.

The Progressive Conservatives, charging that some of their members were gerrymandered out of constituencies, proposed that redistribution be conducted by an independent commission. The House rejected the proposal.

The Opposition tried unsuccessfully to change some of the recommendations of the all-party committee, which proposed the alterations in boundaries. The

majority of members on the committee were supporters of the Government.

As a result of the Redistribution Bill, this is how membership in the House of Commons will be divided in the next Parliament, with the existing division in brackets:

Newfoundland seven (seven); Prince Edward Island four (four); Nova Scotia 12 (13); New Brunswick 10 (10); Quebec 75 (73); Ontario 85 (83); Manitoba 14 (16); Saskatchewan 17 (20); Alberta 17 (17); British Columbia 22 (18); Yukon-Mackenzie River two (one) total 265 (262).

Rail Wage Demands May Total \$80,000,000: Ottawa, July 2 (CP) -- Wage demands to be placed before the railways tomorrow by their non-operating unions will total more than \$80,000,000 a year, it was learned today.

Authoritative union informants said these will be the main points in the new-contract submissions of unions representing 125,000 rail workers:

1. A general wage increase of more than 30 cents an hour.
2. The "union shop," under which employees in specified jobs must become union members to stay at work.
3. The checkoff, whereby the companies would collect dues for the unions from their members.

The contract proposals will be laid before the railways tomorrow at Montreal.

Oil, Mining Prospects May Double Territories' Population: Ottawa, July 2 (CP) --

The rulers of the vast Northwest Territories were told today the north may soon bolster Canada's oil boom and that its mining prospects could easily double the population there in 10 years.

The predictions came from Maj.-Gen. H. A. Young, Commissioner of the Territories, as the Territories Council came together in Ottawa, a little Parliament composed of five senior civil servants and three men elected by the northerners themselves under a revised set-up adopted in 1951.

Across Canada: John Murray Gibbon, 77, Canadian novelist, historian and musician died in Montreal yesterday after a short illness. He had been with the Canadian Pacific Railway for 38 years....Australia may boost purchases of Canadian goods through funds provided by the International Bank, the Canadian Press reports. The Australian Government has applied for a loan from the 41-country bank located in Washington and it is believed here that part of that loan may be granted in Canadian dollars for spending in Canada....The Canadian Government has adopted a "hands-off" policy on the Canadian dollar, Finance Minister Abbott said yesterday, according to the Canadian Press. The dollar, he said in an interview, is freely convertible and the Government intends that it remain that way. "The dollar is perfectly free and completely convertible," he said. "The Government has no plans to reimpose controls."

(This Bulletin is based largely on press reports; these have not been verified by the Department, which can take no responsibility for them.)



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DEPARTMENT OF EXTERNAL AFFAIRS

OTTAWA - CANADA

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Vol. 3, No. 128. Friday, July 4, 1952.

Redistribution Bill Passed: Ottawa, July 3, (CP) -- The bill reshuffling representation in the House of Commons received final reading in that House today after an 11th-hour attempt by the Progressive Conservatives to postpone final action until fall.

The last flurry came after 4½ days of debate, when Mr. George Drew moved that it be given the six-months hoist instead of third reading.

The Liberals linked up with the Social Credit Party to defeat the deferment by a vote of 90 to 27. The C.C.F. joined with the Progressive Conservatives, except Mr. Claire Gillis (CCF-Cape Breton South), who voted against the hoist.

After that vote following a 1½ hour final debate, the House quickly gave the bill third-reading "on division" -- without a recorded vote -- and without further discussion.

The measure -- increasing House membership to 265 from 262 on the basis of the 1951 census, and revising the boundaries of 125 ridings -- will be effective in time for the next election.

After dealing finally with the redistribution measure, the House later proceeded to the last stage of its sessional business -- detailed consideration of 1952-53 estimates of several government departments.

British Columbia Election Results: Vancouver, July 4, (CP) -- An onrush of alternative votes favoring Social Credit last night wiped out British Columbia's Liberal administration as new counts in the Province's June 12 election came in slowly.

Premier Byron Johnson went down to defeat before the CCF's Rae Eddie in New Westminster. With him went Health Minister Douglas Turnbull, administrator of the Province's compulsory hospital insurance scheme. Also defeated was Agriculture Minister Harry Bowman. Social Credit candidates were successful in both cases, Rossland-Trail and Fort George, respectively.

Social Credit took seven seats from the Liberals and two from the Progressive Conservatives. But no party appeared able to muster a majority of seats.

Mr. Eddie was trailing Mr. Johnson on the second count but on the third and final count, Social Credit threw their alternative choices to the CCF, more than enough to elect Mr. Eddie.

It was turn-about between Social Credit and CCF in some other ridings. The CCF gave their second choices to Social Credit in Yale and Social Credit passed the Liberal candidate on the last count. Roughly the same thing happened in Fort George, Rossland-Trail, Columbia, Kamloops and Peace River, all won by Social Credit.

The Progressive Conservatives upset the leading CCF candidate in Nanaimo and won the seat with the help of Liberal second choices. On the other hand, the CCF took Revelstoke away from the Conservatives.

The figures at press time showed the following party standings:

Elected		Leading	
SC -----	9	CCF -----	13
CCF -----	7	SC -----	8
Liberal -----	1	Liberal -----	5
PC -----	1	PC -----	3
Labor -----	1	Total -----	48

Report Rail Unions Seek 45-Cent Increase: Montreal, July 4, (Gazette) -- Wage demands received yesterday by Canada's railways from their non-operating unions asked for a 45-cent-an-hour increase, The Gazette learned last night.

The 125,000 rail workers represented by the unions also seek a one-cent-an-hour escalator clause based on every point the cost of living rises after the present contracts expire at the end of August.

Based on earlier Canadian Press announcements that the unions' demands for a 30 to 35-cent-an-hour increase, would cost the railways more than \$80,000,000 a year, the new demands would reach a figure of more than \$125,000,000.

The unions have also asked for the union shop, under which workers in specified jobs must join the unions after a certain length of time, and the checkoff, whereby the companies would collect union dues and turn them over with no cost to the unions.

The new contract proposals reached the companies yesterday by registered mail. They are now being studied by railway officials and a meeting will probably be arranged soon between company officials and union representatives.

The agreements, when reached, will replace a set of contracts dictated by a federal arbitrator at the end of the general strike in 1950.

Across Canada: The North Atlantic will be criss-crossed by research vessels during the next several months, it was indicated yesterday to the Inter-national Commission for the Northwest Atlantic Fisheries at St. Andrews, N.B....To the applause of the whole House of Commons, Mr. St. Laurent said yesterday he'd like to go to India at some convenient time. But, he added, he has no plans at this stage to go at an early date. Mr. Gordon Graydon (PC-Peel) prompted the statement by asking about a press report that Mr. St. Laurent might visit India, Pakistan and Ceylon this fall.

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Vol. 3, No. 129

Monday, July 7, 1952.

\$241,100,000 Surplus In Two Months: Ottawa, July 4, (CP) -- The Minister of Finance, Mr. Abbott, reported today in a statement that revenue surpassed expenditures by \$241,100,000 in the first two months of this fiscal year, starting April 1. He stated that the figures didn't really mean much because federal expenditures are heavily loaded in the second six months of the year.

At the same time, he said the Finance Department was trying to give a truer picture of the Government's financial position month by month by spreading over the year certain charges which in the past have been concentrated toward the end. Interest payments on the public debt were cited as the major example.

Despite this distribution, the Minister's statement showed that budgetary revenues for April and May exceeded expenditures by \$241,100,000 compared to \$233,900,000 for the corresponding months of 1951. The latter figures included the charges the Department now is spreading over the year.

May's surplus was below that of May 1951 by \$11,500,000 but the surplus made the two-month total higher than in 1951.

Mr. Abbott ended 1951-52 with a surplus of \$355,000,000 compared to the \$30,000,000 surplus for which he budgeted. At one time during the year it soared to \$700,000,000 and brought opposition complaints that the Government was overtaxing the people.

The Minister is budgeting for a \$9,000,000 surplus this year.

Revenue for April and May totalled \$667,500,000, compared to \$571,300,000 for the corresponding months of 1951. Collections of income tax were up to \$248,300,000, the \$57,200,000 boost reflecting "higher levels of personal incomes and higher tax rates."

Spending was \$426,400,000 compared to \$337,400,000, a boost of \$60,600,000 mainly caused by soaring defence spending.

But, Mr. Abbott said, defence spending is still well below the peak it should hit this year. Of the \$2,125,000,000 due to be spent in that field, only \$167,500,000 was spent in the first two months.

Holdings of U.S. Dollars And Gold At Peak: Ottawa, July 4 (CP) -- The Government appears to be using a huge and expanding foreign-exchange fund to put the brakes on any spectacular climb by the Canadian dollar above its current high perch.

The Minister of Finance, Mr. Abbott, announced today that Canada's official holdings of U.S. dollars and gold rose to a peak of \$1,828,000,000 on June 30, a jump of almost \$150,000,000 from last year's \$1,683,000,000.

Informants said that even though the U.S. dollar is depreciating in terms of the Canadian dollar, the fund is continuing to invest in U.S. funds as a means of making more Canadian funds available in foreign money markets.

One of the reasons why the Canadian dollar has climbed to a point where it is more than three cents above par in comparison with the U.S. dollar, they said, is the fact that world demand for Canadian funds has been growing, sparked by heavy foreign investment in Canadian economic developments.

This has caused, in effect, a scarcity of Canadian funds in other countries and the ensuing scramble among buyers has jacked up the dollar's exchange value.

Informants said that if the fund stopped shelling out Canadian dollars for U.S. currency, the scarcity might become tougher with the exchange value climbing to higher ground, possibly pricing Canadian exports out of foreign markets.

Some exporters already have expressed the hope that the dollar would become deflated slightly, otherwise they might have to cut prices or take a cut on returns on commodities sold.

For example, on a comparison of dollar values only, a foreign buyer currently would find it cheaper to buy in the United States than in Canada.

Rail Demands' Probable Cost \$150,000,000: Montreal, July 4. -- The cost of wage demands submitted today to the railways by union representatives of 125,000 railway workers was estimated by the CPR and CNR at \$150,000,000 a year.

The unions are asking for a 45 cent an hour wage increase, which the companies estimate as the equivalent of a 35 per cent pay boost.

In a joint statement, the two railways said that, if non-union groups are included, as in the past, the cost would be \$167,000,000.

The workers concerned are members of the non-operating groups, consisting of 17 international and two Canadian unions. The last series of negotiations that stretched for 14 months ended in a nine-day strike in August, 1950. The existing agreement expires August 31.

The unions are also after a union shop, a check-off of union dues and a cost of living clause providing one cent for every one-point increase in the cost of living index.

Negotiations between the unions and the railways will begin Monday.

B.C. Election Results: Vancouver, July 6 (CP) -- British Columbia's marathon count pushed ahead slowly during the weekend with the C.C.F. and Social Credit still battling to obtain the largest group in the 48-member Legislature.

Three more seats were decided Saturday night, bringing the total to 38. All went to the beaten Liberal Party. This was the standing until counting resumed Monday:

Elected: SC., 15; CCF., 14; Lib., 6; PC., 2; Lab., 1.

Leading: CCF., 6; SC., 2; PC., 2. Total, 48.

Across Canada: Parliament adjourned Friday evening, July 4, to re-assemble Thursday, November 20....Louis Alexandre Taschereau, 85, Premier of Quebec from 1920 to 1936, and a key figure in Quebec's modern political history, died at Quebec July 6....Frank Squire Welsman, 79, organizer of the original Toronto Symphony Orchestra, died Wednesday at his summer home on Lake Joseph, in the Muskoka district....

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Vol. 3, No. 130

Tuesday, July 8, 1952.

St. Lawrence Hearings In Fall Suggested: Ottawa, July 7 (CP) -- The International Joint Commission has started up its machinery for dealing with the long-delayed St. Lawrence Seaway-power project. Indications are public hearings will not start until fall.

A week ago today, the Commission was handed the hydro-power side of the controversial issue by the Canadian and United States Governments, and since then it has got the ball rolling towards hearings on the case.

The Canadian section of the six-man body here has asked the U.S. section in Washington to designate the earliest dates that will be available to it for sittings. Word was still awaited from Washington today.

The Commission has been asked by the two Governments to let them change the water level of the river's International Rapids section for a \$400,000,000 hydro project to produce 2,200,000 horsepower of electricity. Once that is granted—and an eventual favorable decision is considered a certainty—Canada can proceed alone with the accompanying \$300,000,000 deep waterway between Montreal and Lake Erie.

Information here is that it is unlikely the power hearings can start for several weeks, under regulations of the Commission controlling the use of Canada-U.S. boundary waters.

First, there is a 30-day period for receiving submissions from those opposing an application or wishing to make other representations on it. The Board can extend this period.

After that, another 30 days are allowed for the original applicants to reply to the counter-submissions. That would bring it down to about the end of August....

Search For Shrapnel Resistant Cloth: Ottawa, July 7 (CP) -- The Defence Department is experimenting with types of cloth they think might save a lot of soldiers' lives in the future.

The typical reticence of scientists engaged in a study they fear might go nowhere surrounds the project at this stage. All that is being said is that the Department is trying out various materials, including nylon, which might be found useful is throwing a new protective armor around the body of the soldier.

It would not be a bullet-proof vest in the true sense because experts apparently know of no such material capable of strengths that could resist a direct bullet, at least in quantities whose weight a soldier would willingly bear.

What they are after is a material capable of fending off shrapnel and other fragments from shells and mortars and the like, in other words a protective shield that wouldn't halt direct fire but would save the soldier from many of the indirect hazards of battle.

In doing this work, Canada is getting into a search also being pressed by the United States and United Kingdom.

Tax Accord With British Guiana, St. Lucia: (Press Release No. 41, July 8.) -- The Canada-United Kingdom Tax Agreement, which has been in force since 1946, was extended on July 8 to cover the Governments of British Guiana and St. Lucia. This was formally effected by an exchange of notes between the Canadian and United Kingdom Governments under the provisions of the existing Agreement. This extension raises to twenty-three the number of colonial territories of the United Kingdom now covered by the Agreement.

Rail Wage Negotiations: Montreal, July 7 (CP) -- Union representatives of 125,000 railway workers and officials of four Canadian railways opened negotiations here today on a new collective agreement to become effective September 1 next.

Mr. Frank Hall, chairman of the negotiating committee of 17 unions, made up of railway workers in groups not operating trains, led the labour delegation.

The employers' panel included Mr. D.I. McNeill, personnel Vice-President, Canadian Pacific Railway; Mr. W.H. Hobbs, personnel Vice-President, Canadian National Railways, and representatives of the Toronto, Hamilton and Buffalo Railway and the Ontario Northland Railway.

Across Canada: Senator J. Gordon Fogo, 55, Vice-President of Algoma Steel Corporation and President of the National Liberal Federation, died at Murray Bay on July 6....A trend toward discounting the American dollar at current rates was reported to be developing in a number of centres, spurred by the decline in the value of the American dollar in relation to Canadian currency. The Canadian dollar was reported from New York to have reached \$1.041/8 yesterday....A French National Defense Institute team, in Canada to observe industrial mobilization, the armed forces, and defense production, spent the first leg of a six-day tour in Toronto yesterday, the Globe and Mail reported. The 77 team members consist of top flight government, military and industrial representatives who have recently completed courses at the French Institute of Advanced Studies for National Defense, which is similar to Canada's National Defense College at Kingston.

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Vol. 3, No. 131

Wednesday, July 9, 1952.

B.C. Election Count: Vancouver, July 8 (CP) -- British Columbia's election count moved toward the home stretch today with the outcome of the June 12 contest still hanging on the eight doubtful seats in the Vancouver area.

This was the latest standing:

	Elected	Leading
Social Credit	16	2
CCF	15	4
Liberal	6	0
Prog. Conservative	2	2
Labor	1	0
Totals	40	8

It may take another week to determine whether the CCF or Social Credit will form the next -- and minority -- government. The Liberals, ousted from office, will hold the balance of power in the 48-member legislature.

The eight remaining seats to be decided are (current leader in brackets): Vancouver-Burrard, ballot A (SC); Vancouver-Burrard, ballot B (CCF); Vancouver Centre, ballot A (CCF); Vancouver Centre, ballot B (CCF); Vancouver East, ballot A (CCF); Vancouver-Point, grey ballot A (PC); Vancouver-Point, grey ballot B (PC); Vancouver-Point, grey ballot C (SC).

Based on the analysis of vote transfers in other ridings, the CCF would probably win both Vancouver Centre seats and Vancouver East. They also had a good chance to hang onto the second seat in Burrard. This would give them 19 members in the House.

Social Credit would probably win the third Point Grey seat and ballot A in Burrard, giving them 18 seats. But they had a good chance of taking the other two Point Grey seats and a fair chance of taking the second Burrard seat.

If they picked up only one of these, they would tie the CCF at 18-18. If they won two or three, Social Credit would form the next government.

Rev. E.G. Hansell, Social Credit Member of Parliament for Macleod, who managed the party's B.C. election campaign, arrived here today from Calgary and announced that under no circumstances would he become B.C.'s next Premier. Earlier, he had hinted there was a remote possibility he might become Premier.

Two Vacancies In House Of Commons: Ottawa, July 9, (Citizen) -- As of last Saturday, there are now two vacancies in the 262-member House of Commons for the current 21st Parliament.

Mr. Gerard Cournoyer, QC, Liberal member for Richelieu-Vercheres, resigned as of last Saturday, to run as a Liberal candidate in the current Quebec provincial election campaign, which ends with voting on July 16.

The earlier vacancy (Outremont-St. Jean) was occasioned by the resignation of former Postmaster General Edouard Rinfret on Feb. 13 last when he was named to the Quebec superior court bench.

Awards For Gallantry: Ottawa, July 8 (CP) -- The determination of Canadian soldiers in Korea to keep their comrades from falling into enemy hands is shown in the citations for four immediate gallantry awards announced today by army headquarters.

One MC and three MM's were awarded. Two of the MM's were given to soldiers who showed bravery in bringing back wounded comrades to their own lines.

Lieut. David Alexander Middleton, 28, of Moose Jaw, and 108 Bertmount St. Toronto, with the 1st Battalion, PPCLI, was awarded the Military Cross.

Thanksgiving Day Second Monday In October: Ottawa, July 9 (CP) -- The Secretary of State on Tuesday announced the Government's decision that Thanksgiving Day this year be celebrated on the second Monday in October and he added that the usual proclamation to that effect would be issued shortly.

Across Canada: Nearly 1,000 members of Canada's 25th Infantry Brigade arrived at Seattle, Washington, yesterday from Korea aboard the U.S. Navy Transport, Gen. Hugh J. Gaffrey, the Canadian Press reported. Before nightfall they were on their way to homes in Eastern and Western Canada, travelling by special trains....Governor-General Vincent Massey will visit New Brunswick next month, Lieutenant-Governor D. L. MacLaren announced yesterday....One of Canada's widely known public figures, former Senator Colonel Henry Alfred Mullins, 90, died yesterday at Toronto.

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Vol. 3, No. 132

Thursday, July 10, 1952.

New Aircraft Carrier Being Built For RCN: Ottawa, July 9 (CP) -- A new aircraft carrier designed to fit into the jet-aviation age is being built for the Royal Canadian Navy in a Belfast, Northern Ireland, shipyard.

She will cost more than \$20,000,000 and is scheduled to replace the Navy's one carrier, the *Magnificent*, in the next two or three years. Her construction actually was started a few years ago for the British and never completed.

The newcomer, yet unnamed, will be thoroughly modern and capable of handling jet aircraft with an important new British device nicknamed the "steam slingshot" which hurls them into action.

One big difference will be that Canada will own her outright while she has had the *Magnificent*—biggest ship in the fleet—on a loan basis from the British for several years. The *Maggie* was launched late in the war and commissioned in 1948.

Canada is buying the new carrier so she can incorporate in her certain American and Canadian developments which the R.C.N. would like to have for its small, four-squadron air arm. She will be heavy with radar and submarine detecting gear. Canadian officers will go to Belfast to help supervise construction.

The new ship will be a so-called light carrier of about the same tonnage as the *Magnificent*. She will become the queen of the 100-ship navy Canada plans to have by 1954, a fleet consisting of two cruisers, 25 destroyers and escort vessels and other smaller craft.

High Commissioner In India: (Press Release No. 42, July 10.) -- The Department of External Affairs announced on July 10 the appointment of Mr. Escott Reid, Deputy Under-Secretary of State for External Affairs, as High Commissioner for Canada in India to succeed Mr. Warwick Chipman, P.C. Mr. Chipman is retiring this autumn after ten years' service first as Minister and later as Ambassador to Chile (1942-45), as Ambassador to Argentina (1945-49) and as High Commissioner in India (1949-52).

British Columbia Election Count: Vancouver, July 9 (CP) -- Election of a Social Credit minority government in British Columbia was indicated today from the slow flow of returns from counting of alternative choices.

The latest standing was:

	Elected	Leading
S.C.	16	3
C.C.F.	16	2
Lib.	6	0
P.C.	2	2
Lab.	1	0
<hr/>		
Totals	41	7

Social Credit, which never before has elected a member to the 48-seat legislature, went ahead of the C.C.F. in the vital second seat in Vancouver-Burrard to forge into the over-all lead with seven seats still to be definitely decided.

If current leadings hold up through final counts, Social Credit would take 19 seats in the legislature compared to 18 for the C.C.F.

U.S. Dollar Acceptance Left to Hotel-keepers: Quebec, July 9 (CP) -- The executive of the Province of Quebec Hotel-keepers' Association has recommended that its members decide for themselves whether to accept United States money at par.

In a statement the executives said today it has reversed a recommendation last April that U.S. funds be accepted at par by hotelkeepers and others doing business with American tourists. It said conditions have changed since April with the value of Canadian money in relation to American money increasing.

Quebec Election: Quebec, July 9 (CP) -- A predominantly two-party fight in the July 16 Quebec election shaped up today as 240 candidates took out official nomination papers.

The Liberals emerged with the biggest list of candidates—one in each of the 92 ridings—to support their bid for a return to the power they lost in 1944.

The governing National Union Party, seeking re-election on its record of eight years in office, put up 91 candidates, the same number as when it clinched 82 of the 92 Legislature seats four years ago.

The C.C.F. fielded 23, against seven in 1948, and concentrated most of them in Montreal.

The Labor - Progressive Party entered four candidates, compared with one last time, and ran them all in Montreal.

The remaining 30 candidates are running under a variety of banners, including one who calls his affiliation "Liberal Union" and another who listed himself as "unofficial National Union."

Nominations closed today in 88 of the 92 ridings. The lists closed earlier in the other four ridings — Abitibi East, Abitibi West, Saguenay and Magdalen Islands — because of their out-of-the-way location made for slow communications.

Testing On McMurray Tar Sands: Edmonton, (CP) Alberta Government officials reported that testing operations on the McMurray tar sands deposits, 280 miles northeast of Edmonton, are under way.

A contracting firm representing nine companies which have exploration rights on 450,000 acres began core-testing last weekend and are expected to continue through the summer.

The nine companies, each of which holds a 50,000-acre reservation on the deposits which contain the world's largest known reserve of oil, are carrying out joint development.

Industries Minister Dr. J. L. Robinson said he has received word from the Swedish Shale Oil Co. that representatives of that company "definitely" are coming to Alberta this summer.

Across Canada: Crop prospects throughout the Prairie Provinces are good to excellent according to a crop report issued by the Dominion Bureau of Statistics. Recent rains improved the condition of crops in areas threatened with drought. However, further rain is needed for thick stands of grain.... Crude oil production in Alberta during the first four months of 1952 was 42 percent greater than the output for the corresponding period last year. The Petroleum and Natural Gas Conservation Board, in its April report, said that production for the four-month period this year totalled 14,232,768 barrels, compared with 10,026,344 for the same period in 1951.... Dr. Augustin Frigon, 64, Director of Planning and Research for the CBC died suddenly on July 8 at Sixteen Islands Lake, Que.

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Vol. 3, No. 133

Friday, July 11, 1952.

U.S. Army Head Greeted At Montreal; Montreal, July 10 (CP) -- Mr. Frank Pace, Jr., U.S. Secretary of the Army, arrived at St. Hubert airport today and said he is satisfied Canada, the United States and other Atlantic pact countries will soon solve the problem of arms standardization.

Mr. Pace will spend three days inspecting defence establishments in Montreal, Toronto and Kingston areas.

The Army Secretary and his wife arrived in a United States air force Dakota from Boston. They were greeted by Air Vice-Marshal A. L. James, head of the Air Defense Command.

The party visited the Longue Pointe ordnance depot where they were met by the Minister of National Defence, Mr. Claxton, and Maj.-Gen. J. P. E. Bernatchez, Officer Commanding Quebec Army Command.

Talking with newspapermen, Mr. Pace said great strides toward standardization have been made not only on the rifle question but on other weapons. The reference to rifles concerned controversy over the American semi-automatic .30-calibre rifle and the British semi-automatic .280-calibre gun.

He said that despite effects of the steel strike in the United States, forces in Korea have been receiving full equipment.

At Kingston tomorrow Mr. Pace will address the National Defense College. On Saturday he will visit Fort Henry, the Royal Canadian Electrical and Mechanical Engineers' School at Barriefield, Ont., and the Royal Canadian Corps of Signals School at Vimy barracks.

In Toronto he will visit the RCAF station at Downsview and the naval barracks, HMCS York.

"Socreds" Held Likely Winners In BC; Vancouver, July 10 (CP) -- The Social Credit Party today laid plans for a meeting next Tuesday at which it will choose a Legislature leader who, in all likelihood, will be the next premier of British Columbia.

As results of counting alternative choices in the province's June 12 election continued to dribble in, Social Credit moved steadily toward victory.

The party, which never before had elected a member to the 48-seat Legislature, took the lead away from the Progressive Conservatives in one of the three Vancouver-Point Grey seats but lost it on the third and final count. However, it continued to hold the margin over the C.C.F. in the two vital Vancouver-Burrard seats.

When counting ended tonight, this was the standing:

	Elected	Leading
S.C.	16	3
C.C.F.	16	2
Lib.	6	0
P.C.	3	1
Lab.	1	0
	—	—
Totals	42	6

This lineup in the next Legislature was indicated: Social Credit 19; C.C.F. 18; Liberal 6; Progressive Conservative 4; Labor 1.

Standing in the last Legislature was Liberals 26; Progressive Conservative 11; C.C.F. 8; Independent 2; Labor 1.

None of B.C.'s political leaders doubted but that Social Credit would form a minority government. It would not be able to command the 25 seats necessary for a working majority.

Living Costs Increase In May: Ottawa, July 10 (CP) -- The cost of living in five of the nine major cities in Canada increased during May, the Bureau of Statistics reported today.

The index at St. John's, Nfld., declined two-fifths of a point to 102.7, Saskatoon dropped one-tenth of a point to 180.9 and Edmonton decreased three-tenths to 177.5. Vancouver was unchanged at 190.6.

Indexes for cities showing increases with April figures in brackets: Halifax 179.2 (177.4); Saint John, 185.6 (184.2); Montreal 192.5 (191.0); Toronto 184.4 (182.9); Winnipeg 180.6 (180.5).

The index for St. John's is based on June, 1951, equalling 100, and the others on August, 1939.

The index for all Canada during May, based on 1935-39 prices equalling 100, rose three-fifths of a point to 187.3 from 186.7.

Ontario To Lift Ban On Western Livestock: Winnipeg, July 10 (CP) -- All

Ontario embargoes on Western Canada livestock will be lifted Monday night.

Mr. W. P. Watson, Ontario livestock commissioner, made the announcement today in a wire to Elia Trepel, president of the Winnipeg Livestock Exchange. The embargoes were imposed after the outbreak of foot-and-mouth disease in South Saskatchewan.

Across Canada: The Minister of National Revenue said in an interview at Renfrew, Ont., that government policy on licence fees for television sets probably will be announced late next month, the Canadian Press reported....Crop prospects throughout the Prairie Provinces are generally good to excellent, the Bureau of Statistics reported on July 9. Timely rains have improved conditions in many areas where the threat of drought was present. Further rains will be needed, however, in much of the West to satisfy heavy moisture requirements of the thick stands of grain.

(This Bulletin is based largely on press reports; these have not been verified by the Department, which can take no responsibility for them.)

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Vol. 3, No. 134

Monday, July 14, 1952.

Aid To Ceylon Under Colombo Plan: (Press Release No. 43, July 12.) -- The Department of External Affairs announced on July 12 that the Governments of Canada and Ceylon have agreed on a Statement of Principles for the co-operative economic development of Ceylon under the Colombo Plan.

The principles were confirmed by an exchange of notes in Colombo on July 11. The text of the Statement of Principles was attached to the press release.

As part of its programme of economic aid to Ceylon, Canada will undertake this year a fisheries development and research project. The Government of Ceylon rates this project as of the highest priority and the detailed plan has been worked out by a Canadian fisheries expert, Mr. D.M. Haywood, who has himself been serving in Ceylon for the past year, under the Colombo Technical Co-operation Programme, as consultant to the Minister of Fisheries. The project will entail the provision of fishing boats and equipment and small demonstration plants for ice-making, cold storage, canning and drying, as well as the services of experienced Canadian fishermen and technicians who will be needed to train Ceylonese personnel. This will be an all-Canadian project, designed to develop the fishing resources of Ceylon and thus increase its food production.

Other economic development projects for Ceylon are under consideration.

Social Credit Probable Winner In B.C.: Vancouver, July 13 (CP) -- The Social Credit Party will form the next -- and minority -- government in British Columbia.

It won the vital 19th seat Saturday 29 days, 18 hours and 43 minutes after polls closed at 8 p.m. June 12 in the Province's general election. Final standing:

	1952	1949
Social Credit	19	0
C.C.F.	18	7
Liberal	6	26
Prog. Conservative	4	13
Labor	1	1
Independent	0	1
Totals	48	48

Mrs. Tillie Rolston, who quit Progressive Conservative ranks to join Social Credit, Saturday won the third seat in Vancouver-Point Grey, the last riding to be decided in the marathon count.

It is possible the final 19-18 result for Social Credit over the C.C.F. may be upset as re-counts will be held in at least five ridings. Social Credit nosed out the C.C.F. in two of these -- Similkameen and Vancouver-Burrard.

Because Social Credit will not be able to command 25 seats in the next legislature, necessary for a bare majority, the beaten Liberals will hold the balance of power with their six seats.

Observers say the field for premier comprises three possible choices: Mr. Lyle Wicks, president of the B.C. Social Credit League, Mr. W.A. Bennett, Kelowna hardware merchant, and Mr. R.E. Sommers, school principal.

U.S. Steel Strike And Canadian Industry: Ottawa, July 14 (CP) -- The six-weeks-long United States steel strike has begun to bite deeply into Canadian industry and the effects are widening with each day the strike continues.

A Canadian Press survey indicates that the industrially-rich area of Central Canada has been hardest hit. Steel and automobile plants have curtailed production and let out some workers. The construction industry is feeling the pinch, particularly in structural parts and materials which can only be imported from the United States.

At Montreal, an official of Algoma Company said many smaller Canadian steel plants will be forced to close if iron-ore shipments from the United States continue to be interrupted.

Layoffs can also be expected, the official said, in the country's largest steel mills within four or five weeks if no settlement is reached.

On Friday, Mr. C.H. Millard, National Director of the United Steelworkers of America (CIO-CCL), urged the Defence Production Department's steel controller, Mr. K.S. Harris, to divert iron-ore from Steep Rock, Ont., to Canadian steel mills.

Toronto Plans Ocean Vessel Harbor Set-Up: Toronto, July 14 (CP) -- Plans have been made for future harbor accommodation here of 30 to 40 ocean-going vessels at a time.

Based on the best available information, new transit sheds will be constructed to handle the estimated increase in water freight officials expect will come from the St. Lawrence Seaway development. A 30-foot dockside draught for at least 12 ships is provided and additional expansion prepared for.

The plans were described by Mr. E.B. Griffith, general manager of the Toronto Harbor Commission.

Across Canada: At least two federal by-elections probably will be held before the next session of Parliament opens Nov. 20, the Canadian Press reports. Two Quebec seats — Outremont-St. Jean and Richelieu-Vercheres — now are vacant... The famed model of the St. Lawrence seaway and power project, prepared by the Ontario Hydro Commission, will be shown at the Ottawa Exhibition, August 18 to 23, it was announced.... Federal Government deposits increased \$38,303,000 to \$59,573,000 during the week ended July 9, the Bank of Canada reported in its weekly financial statement. Chartered bank deposits increased \$11,865,000 to \$610,541,000, while notes in circulation rose \$9,547,000 to \$1,455,494,000.

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Vol. 3, No. 135

Tuesday, July 15, 1952.

Mr. MacNamara Named Rail Conciliator: Ottawa, July 14 (CP) -- The Government today named its top labour expert to conciliate stalled contract negotiations between Canada's railways and 17 unions who seek pay boosts aggregating \$150,000,000 a year.

Mr. Arthur MacNamara, 68, veteran of many a labour smoothout since he became Deputy Minister in 1943, was appointed to sit in with railway and union representatives.

The disputants said last Friday they could not reach agreement and asked appointment of a federal conciliator.

The naming of the Deputy Minister was seen here as pointing up the importance Labour Minister Gregg puts on quick settlement of the rail dispute.

Last time contract negotiations came up they dragged out for $1\frac{1}{2}$ years and ended in a general rail strike in 1950 which took a special session of Parliament to settle.

Mr. MacNamara will be aided by Mr. M.M. Maclean, Director of Industrial Relations for the Labour Department, and other departmental officers. His job will be to try to keep negotiations going and to solve the main stumbling block—the unions' demand for a 45-cent-an-hour wage increase for their 125,000 members of the non-operating trades.

Beside the 45-cent increase across the board, the unions seek a cost-of-living bonus pegged to the official cost-of-living index, a checkoff of union dues and a union shop.

The railways have estimated that the granting of the wage demand alone would cost at least \$150,000,000 a year.

Negotiations began a week ago today and broke down four days later. They are expected to begin again within the next few days in Montreal with Mr. MacNamara present.

Quebec Election: Quebec, July 14 (CP) -- The contest for 92 Legislature seats at stake in Wednesday's Quebec election drove into its final stages tonight with some of the hottest campaigning — and in some of the hottest weather — in Quebec's electoral history.

As temperatures rose — they reached into the 90's in some centres today — so did tempers. Flurries of charges and counter-charges peppered the record as party leaders and their supporters embarked on a series of whirlwind meetings.

They have approximately 24 hours of speech-making left. Provincial law requires that campaigning end at midnight Tuesday night. Broadcast speeches ended at midnight Sunday night.

Advance voting, for those who spend most of their business time away from home, began today in 22 centres scattered across the province. The advance stations are open from 2 p.m. to 10 p.m. EDT today and tomorrow.

Balloting Wednesday, with approximately 2,250,000 voters registered begins at 9 a.m. EDT, and continues to 6:30 p.m., when ballot boxes will be opened, and the counting of votes started.

Canada - U.S. Air Defence Exercise: Montreal, July 15 (Gazette) -- The R.C.A.F. announced yesterday that "Exercise Signpost," "controlled training exercise which will put the air defence commands of Canada and the United States on an operational basis for one week" has been set for July 19-27.

The announcement was made from the R.C.A.F. station at nearby St. Hubert by Air Vice-Marshal A. L. James, air officer commanding the R.C.A.F.'s Air Defence Command.

The joint exercise will include the auxiliary and army anti-aircraft command and is timed to take place when the auxiliary units normally go to summer camp for training.

Other commands participating in the Canadian phase of the exercise are the U.S. Strategic Air Command, R.C.A.F. Training and Transport Commands and Maritime groups. All operations in Canada will be co-ordinated by Air Defence Command headquarters at St. Hubert.

The announcement said "the purpose of A.D.C. is to provide maximum air defence for Canada."

N.B. Election Heralded: Fredericton, July 15 (CP) -- Premier J. B. McNair announced last night that at a Government meeting today he will recommend immediate dissolution of the New Brunswick Legislature and issuance of writs for an "early" election.

Gallantry Awards: Ottawa, July 14 (CP) -- A Montreal lieutenant and a Milltown, N.B. corporal of the 1st Battalion, Royal Canadian Regiment, have won gallantry awards for action during a patrol sortie in Korea, the Army announced tonight. Lieut. Allan Angus Sloss Peterson, 30, of Montreal and Petawawa, won the Military Cross.

Cpl. Arthur Irvine Stinson, 21, second-in-command on the patrol last May 31, won the Military Medal. He was wounded in the action.

Across Canada: Three Canadian warships paid a Bastille Day visit to the port of Dieppe Monday, where Canadians landed in the famous raid of 1942. The 41 officers, 135 cadets and 345 men of the frigates La Hulloise and Swansea and the destroyer Crescent marched through the streets to a ceremony at the Victory Memorial....The closing of several automobile manufacturing plants in Ontario because of the United States steel strike has caused a shortage of cars in Toronto. "The situation is as black as it has ever been since 1945," one company spokesman said....Premier Byron Johnson of British Columbia reported today that the B.C. net debt has been reduced by \$15,486,878 to a total of \$178,604,960 since Feb. 14....Temperatures in Toronto and Ottawa reached 91 degrees yesterday.

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Wednesday, July 16, 1952.

Railways Ask Fourth-Round Rate Increases: Ottawa, July 15 (CP) -- A fourth post-war round of freight-rate increases—this one to cost more than \$80,000,000 a year—was sought by the railways today.

They asked the Board of Transport Commissioners to authorize separate increases of seven and nine per cent, which would bring the boosts of the last few years up to a cumulative 97 per cent. The increases are effective on about half the railways' \$900,000,000-a-year freight business.

Besides applying for the general increases, the railways also called on the Board of Transport Commissioners to let them hoist the rates on grain and grain products moving in the West for domestic consumption, which have not been increased since 1921, and have been specifically exempted by the Board from the post-war increases.

The grain proposal would not touch the statutory low "Crow's Nest Pass" tolls on the West's export grain movement.

In their application the railways said the request for higher rates is based on their financial position up to now and does not take into account the possibility of a higher wage bill resulting from current negotiations with unions representing 125,000 employees.

If those negotiations result in higher wages, the companies said, they will ask for any further rate increases that may be necessary.

Main demand of the non-operating employees — those who do not actually run the trains — is for a wage increase of 45 cents an hour. The companies have estimated this would cost them at least \$150,000,000 a year.

Preliminary St. Lawrence Hearings: Ottawa, July 15 (CP) -- The International Joint Commission will hold a series of preliminary public hearings next week in a new step toward clearing the way for a start on the vast St. Lawrence Seaway and power project.

The Commission's preliminary hearings will be on application by the Governments of Canada and the United States for approval of the construction and operation of hydro-electric power works on the International Rapids section of the St. Lawrence, and on the reference from the two Governments relative to the levels of Lake Ontario.

The hearings will be to decide on the scope of the investigation which the Commission will make into the two joint applications. The main hearings on the application will not start until the fall.

Mr. W.A.C. Bennett Leads B.C. "Socreds": Vancouver, July 16 (CP) -- Mr. W.A.C. Bennett last night was chosen Social Credit leader in British Columbia and will become the Province's next Premier.

Mr. Bennett, 51, was first elected to the British Columbia Legislature as a Progressive Conservative in 1941. He failed twice in efforts to wrest the Conservative leadership in B.C. from Mr. Herbert Anscomb.

He quit the Progressive Conservative Party about two years ago and had sat in the last two Legislatures as an independent. Early this year he announced he had joined the Social Credit movement.

He was chosen as leader last night by his 18 fellow Social Credit members-elect. The 19 Social Creditors will form the next—and minority—government in B.C. following the party's narrow victory over the CCF in the June 12 Provincial general election and the defeat of the Liberal administration.

He was chosen by secret ballot at a closed meeting. A party spokesman said the vote was unanimous.

Six Nations In Air Cadet Exchange Plans: Ottawa, July 15 (CP) -- Britain, the United States, Norway, Sweden, Holland and Denmark will participate with Canada this year in exchange tours of air cadets.

The scheme, announced today by the Air Cadet League, is sponsored by the league and the R.C.A.F. It will bring 59 cadets to this country while a similar number of Canadian cadets will tour the U.S., Britain and the continent. Previously, only Britain and the U.S. have participated with Canada in the exchange.

Army Training Base Heralded In N.B.: Ottawa, July 15 (CP) -- A huge army training base, the first in Canada capable of handling the manoeuvres of a full division, will be built in New Brunswick.

It is expected to be larger than any of the camps the army now has—Wainwright, Petawawa, Borden and the others—and to be the first big base capable of training large formations all year around.

The cost is expected to be well up in the millions of dollars by the time the thousands of acres of land have been purchased or expropriated and the clearing and construction work completed.

Crop Report: Ottawa, July 16 (CP) -- Canadian spring wheat condition as of June 30 was 125 of average, compared with 109 at June 30, 1951, according to the Bureau of Statistics in its report of field crop conditions. The statement uses 100 as the long-term average. All wheat was 124, against 109, and spring rye 101 compared with 97.

Across Canada: A new offence—"prison insurrection"—may go into the Canadian criminal code as a result of the July 5-6 riot at the Ontario Reformatory at Guelph. Reform Institutions Minister Mr. John W. Foote announced the Ontario Government will ask the Federal Government to amend the criminal code to provide a charge to deal with prison rioters.... Climaxing a vigorous, month-long election campaign, Quebec voters go to the polls today to determine the make-up of a Quebec Provincial Assembly in which the governing National Union party commanded a majority of 71 members at dissolution May 28 last.... Wage increases ranging from $7\frac{1}{2}$ cents to $10\frac{1}{2}$ cents an hour for 16,000 employees of International Nickel Co. plants at Sudbury and at Port Colborne have been negotiated in a settlement of the union dispute with Inco.

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Miss Hamilton

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Vol. 3, No. 137

Thursday, July 17, 1952.

Union Nationale Government Re-Elected In Quebec: Quebec, July 17 (CP) -- The Union Nationale Government last night was re-elected for its third consecutive term with its record-breaking 1948 majority of 72 in the 92 seat Legislature reduced by 28.

The Liberals, winners of only eight seats in 1948, almost tripled their strength by electing 23 members. They gained 15 seats from the Union Nationale and one from a Nationalist candidate but lost a seat — Gaspé North — to the Union Nationale.

Premier Duplessis, who at 62 is celebrating 25 years in politics, won 68 seats compared with 82 in 1948.

Mr. Duplessis and all but three of his 20 cabinet ministers were re-elected. Defeated by Liberals were three ministers without portfolio — Hon. Patrice Tardif in Frontenac; Hon. J.H. Delisle in Montreal St. Henry and Hon. Marc Trudel in St. Maurice.

Liberal Leader Georges Lapalme was defeated in his home constituency of Joliette in his first bid for a seat in the Legislature.

Final party standing:

	1948	1952
UN	82	68
Lib	8	23
Ind	1	1
Nat	1	0
Total	92	92

Quebec party vote early this morning, according to C.P., (9,508 of 10,627 polls) compared with vote in last two elections (percentages of total vote bracketed):

	1952	1948	1944
UN	726,860 (50.2)	773,746 (51)	507,804 (38)
Lib	662,703 (45.8)	552,359 (36.5)	531,972 (40)
UE	— ()	140,050 (9.5)	16,542 (1)
CCF	15,177 (1.1)	9,126 (0.5)	37,001 (3)
BP	—	—	191,720 (15)
Others	42,031 (2.9)	34,690 (2.5)	45,020 (3)
Totals	1,446,771	1,509,971	1,330,059

Canada Fourth Largest Trader: Ottawa, July 16 (CP) -- Canada was the world's fourth largest trading nation in 1951, ranking behind the United States, the United Kingdom and France, and ahead of the Federal Republic of Germany, states the annual review of Canada's foreign trade released today by the Dominion Bureau of Statistics. In relation to population, however, Canada's trade was greater than that of the other world trade leaders, although less than that of Hong Kong and New Zealand.

Statistics published by the International Monetary Fund and adjusted for international differences in valuation methods show the United States first with exports of U.S. \$15,034 million and imports of U.S. \$12,439 million, the United Kingdom second with exports of U.S. \$7,580 million and imports of U.S. \$10,954 million, and France third with exports of U.S. \$4,225 million and imports of U.S. \$4,591 million. Canada's exports were U.S. \$4,045 million and her imports U.S. \$4,240 million, the Federal Republic of Germany following with exports of U.S. \$3,473 million and imports of U.S. \$3,506 million.

In earlier postwar years Canada ranked third in world trade, but as economic recovery in Europe has progressed the share of France and Germany has steadily increased.

Canada And The U.N.: United Nations, N.Y., July 16 -- The chances for a special session of the UN General Assembly on the Tunisian case just about vanished today when two more countries—Canada and Cuba—announced their opposition.

Their replies brought to 23 the number of countries that have signified opposition to the request of the Asian-Arab group for a special session. The same number of countries have replied in the affirmative.

Jasper Park Lodge Destroyed By Fire: Jasper, Alta., July 16 (CP) -- Jasper Park Lodge, Rocky Mountain playground centre, burned to the ground last night in a mass of orange flames silhouetted against the mountain peaks.

A hotel employee was severely burned and flown to Edmonton, 225 miles to the east, in critical condition. But the 500 guests and 500 other hotel employees escaped injury.

Destruction of the lodge, reputed to be the world's largest log building, brought a loss of from \$1,000,000 to \$2,000,000 to Canadian National Railways, operators of the luxury resort, unofficial sources estimated.

Across Canada: Henri Grouix, 63, member of the Quebec Legislature since 1939, died suddenly in his home last night an hour after he was the first in the Province to learn he had been officially re-elected as Liberal member for Montreal-Outremont....The Bureau of Statistics reported yesterday that with minor exceptions, crop prospects throughout the Prairie Provinces "remain very favourable." In the fifth of a series of eight telegraphic crop reports covering conditions across Canada, the Bureau said there has been some hail damage in scattered areas, but insect infestation has been generally light.... Premier John B. McNair announced yesterday that the New Brunswick provincial general election will be held Monday, Sept. 22.

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Friday, July 18, 1952.

Two Departmental Transfers: (Press Release No. 44, July 17.) The Secretary of State for External Affairs, Mr. Pearson, announced on July 17 the appointment of Mr. W.D. Matthews, Canadian Minister in Washington, to be Minister to Sweden and Finland, and the appointment of Mr. T.A. Stone, Canadian Minister to Sweden and Finland to be Ambassador to the Netherlands. The former Canadian Ambassador to the Netherlands, Mr. Pierre Dupuy, was transferred as Ambassador to Italy on May 1.

Railway Freight Rates: Ottawa, July 17 (CP) -- The railways are planning an overhaul of a large group of their freight rates in Eastern Canada. Increases would outweigh reductions.

The shuffle is planned for the so-called "schedule A" rates, which apply on a considerable volume of traffic between specified communities. These are concentrated most heavily in Ontario and Quebec, but some extend into the Maritimes.

There has not been a basic rearrangement of these charges since 1907, though individually they have been subject to the post-war series of general increases.

The railways, it was learned today, have asked the Board of Transport Commissioners to rescind its 1907 order setting up the schedule. If that is done, the carriers will be able to revise the rates by filing new tariffs with the Board.

The job will take between a year and 18 months, railway officials estimated, because of the many rates involved.

Chief effects of the move, from the standpoint of the freight-payer, would be that generally the "schedule A" charges for short hauls would be reduced while those for medium and long hauls would be increased.

Purpose of the plan is to give the railways more revenue from these particular rates and so ease the pressure for general rate increases to meet revenue requirements.

Radar Network Test: Ottawa, July 18 (CP) -- Canada's radar network will launch its career in the joint Canadian-American air-defence exercise "Signpost", beginning Saturday.

At least one and probably more of the stations in the network will figure in the week-long test in which the air defences of the two countries will be tried out.

No reporters will, however, be allowed to visit the stations and their locations are being kept secret. They are manned by both men and women of the regular and reserve RCAF.

Meanwhile, it was learned, too, that the date for arrival of the first American air force men to man U.S. radar stations in Canada has been set back from this month to September because of delays in completing the stations.

Cancer Bomb Queries From All 48 States: London, Ont., July 17 (CP) -- Fifty cancer patients are being treated daily with the cobalt bomb at Victoria Hospital here.

Dr. Ivan Smith, director of the clinic, said extra staff were hired to keep the \$50,000 bomb operating 16 hours a day.

Inquiries have been received from all Canadian provinces except Saskatchewan, where Canada's second C-bomb is located, all 48 of the United States, Mexico, South America and the West Indies.

Dr. Smith in an interview cautioned against over-optimism and said use of the bomb is restricted. More than 1,000 victims have been turned away because their conditions were unsuitable for treatment.

Quebec Election Recounts: Quebec, July 17, (CP) -- Political party strategists tonight surveyed results of provincial election voting that put Quebec's National Union Government back in power with a reduced majority and a strengthened Liberal opposition.

It appeared likely official recounts might be sought in several constituencies where the margin of votes between victor and vanquished was close.

Canada At The Olympics: Helsinki, July 17 (CP) -- Canada emerged undefeated from the qualifying round of Olympic basketball competition today as Bill Coulthard, six-foot 175-pound guard, scored 17 points to lead the team to a 63-57 victory over Egypt.

The win was the third straight in the preliminary round-robin tournament and qualified Canada for the regular Olympic tournament.

Across Canada: Canada's retail trade reached an estimated total of \$1,053,488,000 in May, a 13 per cent jump over the May, 1951, figure of \$931,116,000.... A 27-year-old Canadian soldier who twice went back into a burning building to save companions, has become the first Canadian to win the George Medal in Korea, and the 13th to win the medal since it was instituted by the late King George VI.

The army announced yesterday that L/Cpl. Stirling Lloyd Simmott of Saint John, N.B., had been awarded the medal....Federal officials will begin meetings with the railways and unions at Montreal Tuesday in an effort to help their stalled wage negotiations.

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Monday, July 21, 1952.

B.C. Fishing Industry Faces Major Strike: Vancouver, July 20 (CP) -- Another major British Columbia industry has been tied up by a worker-management dispute.

The United Fishermen and Allied Workers Union (A.F.L.) announced today 6,000 coastal fishermen rejected an undisclosed operators' price offer in a week-end vote.

Alec Gordon, union spokesman, said the union has ordered fishermen to hang up their nets and not to fish. Gillnetters and seiners are affected.

The Province's major industry, lumber, has been tied up for more than a month, with 32,000 members of the International Woodworkers of America (C.I.O.-C.C.L.) on strike against coastal lumber operators for higher wages.

Gordon said union members and members of the Native Brotherhood of B.C. voted in Vancouver and other B.C. coastal points to reject the operators' offer on pink salmon.

The "no fish" order is effective at midnight tonight.

Originally the fishermen demanded a cent-a-pound more for sockeye salmon, half-a-cent a pound for pinks and last year's prices for coho and chums.

The operators countered with a proposed reduction in prices for all varieties except sockeye which would be the same as last year.

U.S., R.C.A.F. Planes "Bomb" Eastern Canada: St. Hubert, Que., July 20 (CP) --

Eastern Canada suffered nine bombing raids in the first 24 hours of the mock-war involving more than 800 R.C.A.F. and United States Air Force planes, headquarters of the R.C.A.F. Air Defence Command announced today.

The week-long operations, called exercise "Signpost" are designed to test the vulnerability of Eastern Canada and the United States to long-range bombing attacks.

R.C.A.F. officials said the first raid came three-quarters of an hour after the exercise officially opened, as twin-engined Mitchells entered the Eastern Canada defence system. The eight following bombing runs were spaced throughout the day.

A security blanket covered all other aspects of this exercise.

It is believed the raids were made by R.C.A.F. Mitchells from the Trenton Training Command and Lancasters from the Maritime group as well as by aircraft of the United States Strategic Command with headquarters in Omaha, Neb.

Watching for the bombers at observation posts throughout Canada are radar stations and anti-aircraft units of the Army. As the attackers come within range of fighter command bases they are engaged by Sabre jets of the regular R.C.A.F. squadrons and Vampire jets and Mustangs of the auxiliary squadrons.

Defenders on both sides of the border are co-operating in reporting the progress and flight lines of 'enemy' aircraft.

The exercise is the largest of its kind to be held in Canada since the end of the Second World War.

Saskatchewan CCF On Foreign Policy: Saskatoon, July 21 (CP) -- The Saskatchewan CCF has asked that an impartial committee be set up to investigate charges that germ warfare has been used in Korea.

The provincial convention here also passed a resolution condemning the production and use of all bacteriological, chemical, napalm, hydrogen and atomic weapons.

The resolution said those who used or planned to use such weapons were "war criminals."

Contained in the same resolution was a request to the Federal Government to urge all nations to sign the Geneva protocol prohibiting the use of bacteriological warfare. Scientists were called upon to refrain from "activities relating to preparation of such instruments of annihilation."

The war weapons resolution was among 74 "foreign policy" motions passed by the convention.

Other resolutions favored continuation of Korean truce negotiations by political instead of military representatives of the participating nations. The recent bombing of North Korean power plants on the Yalu River by U.N. planes was condemned.

The delegates advocated admission of the Chinese Communist Government to the United Nations and urged that plans to re-arm Western Germany be scrapped.

One motion favored reduction of defence spending in favor of expenditures for "useful government services."

The national CCF party was requested to set up a "peace policy" committee with Provincial associations participating. The committee would study all foreign policy matters and help to form a definite CCF platform on foreign affairs.

Hold Union Members Broke Combines Act: Ottawa, July 18 (CP) -- Union members have been held guilty, for the first time in Canada, of being involved in an illegal combine. Combines Commissioner, T.D. MacDonald, reporting to Justice Minister Garson today, charged 13 members of a Winnipeg union with breaking the Combines Act by conspiring to hold up bread prices. The Commissioner's finding set up a precedent in Canadian law. Under the Combines Act union members are allowed to take measures for "reasonable protection" of their earnings.

Air Cadets To Visit President Truman: Ottawa, July 18 (CP) -- A personal visit with President Truman at the White House will highlight a two-week air tour of the United States by 26 Royal Canadian Air Cadets under the international air cadet "get acquainted" plan.

The honour cadets, selected on a merit basis from all parts of Canada, will leave Montreal in a U.S. Air Force plane July 28 for Washington, first stop on their tour as guests of the U.S. Civil Air Patrol.

After two days in the U.S. capital they will spend 10 days in Florida and then go to New York to join forces with cadets from several other countries in a three-day program.

Across Canada: Mr. Nathan E. Tanner, Alberta Minister of Mines and Minerals, will become President and Managing Director of Merrill Petroleum Ltd. when he retires from public life following the Aug. 5 Alberta election, the Canadian Press reported from Calgary.... Federal Agriculture Minister Gardiner said today at Lemberg, Sask., that no one could forecast when the United States embargo on Canadian meat would be lifted....

(This Bulletin is based largely on press reports; these have not been verified by the Department, which can take no responsibility for them.)

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Vol. 3, No. 140

Tuesday, July 22, 1952.

Population Increases To 14,430,000: Ottawa, July 21 (CP) -- Canada's population increased an estimated 421,000 in the year ended June 1, bringing the total to 14,430,000.

If the rate of increase could be maintained — indications are that it won't be — Canada's population would hit the 15,000,000-mark by late 1953.

The estimate of the increase in population was made today by the Bureau of Statistics. It took the population total of 14,009,426 recorded June 1, 1951, in the decennial census. It added births and immigration and subtracted deaths and an estimate of emigration.

The increase of 421,000 compared with a gain of 297,000 in the previous 12 months, of 265,000 between June 1, 1949, and June 1, 1950, and of 279,000 between June 1, 1948 and 1949. The 1949 figure did not include the 345,000 population gained by Newfoundland's entry into Confederation.

The Bureau said that the increase this year was due to a high level of births and to the arrival of 216,000 immigrants between June 1, 1951, and the corresponding date this year.

All provinces shared in the population increase. Largest increase was 168,000 for Ontario followed by 118,000 for Quebec, 33,000 for British Columbia, 31,000 for Alberta, 22,000 for Manitoba, 13,000 for Newfoundland and 111 for Saskatchewan.

Nova Scotia and New Brunswick each gained 10,000 and Prince Edward Island 5,000.

A decrease in the number of immigrants this year is expected to slow the rate of increase.

Population estimates for the provinces, with 1951 figures in brackets:

Newfoundland 374,000 (361,000); Prince Edward Island 103,000 (98,000); Nova Scotia 653,000 (643,000); New Brunswick 526,000 (516,000); Quebec 4,174,000 (4,056,000); Ontario 4,766,000 (4,598,000); Manitoba 798,000 (776,000); Saskatchewan 843,000 (832,000); Alberta 970,000 (939,000); British Columbia 1,198,000 (1,165,000).

Simpsons Ltd., Sears-Roebuck Merge: Toronto, July 21 (CP) -- A development unique in Canadian merchandising was announced today in the formation of a new company to buy the mail order office business of Simpsons, Ltd. on Jan. 7, 1953.

The new company, to be called Simpsons-Sears, Ltd., will bring into the Canadian retail field for the first time the giant United States mail order house of Sears, Roebuck and Co. of Chicago.

Simpson-Sears, to be owned 50 per cent by Simpsons, Ltd., and 50 per cent by Sears, Roebuck, will expand the present mail order business and also operate a chain of retail stores across Canada. Locations of the new stores were not announced.

Five department stores owned by Simpsons, Ltd., at Toronto, Montreal, London, Regina and Halifax, are not affected in the deal which will be submitted to the company's shareholders as soon as documents are drawn up.

The announcement, made jointly in a statement by Mr. C.L. Burton, chairman of the board of Simpsons and Gen. R. Wood, chairman of the board of Sears, Roebuck, brought to an end months of speculation on the deal since it was first disclosed in March that the two merchandising giants were in negotiation.

Today's announcement said the management and personnel of Simpson-Sears, Ltd. will be distinctively Canadian, with Mr. E.G. Burton, President of Simpsons Limited, its President and chief executive officer.

The new company will offer employment to many Canadians in the cities in which stores are established and more than 85 per cent of the goods it sells will be made in Canada. There will be the "closest relationship" between the new company and its parent organizations.

Mr. D.C. Cromie Heads Drama Festival: Toronto, July 22 (Globe and Mail) -- Mr. Donald Cameron Cromie, publisher of the Vancouver Sun, is the third man to head the Dominion Drama Festival. Choice of the 37-year old publisher to head the National Theatre Organization was announced yesterday by Mr. David J. Ongley, Vice-President.

Ambassador Of Greece: (Press Release No. 45, July 21.) -- The Department of External Affairs announced on July 21 that Mr. Raoul Bibica Rosetti had presented to the Deputy Governor, Hon. Mr. Justice P. Kerwin, at the Supreme Court of Canada Building his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of Greece to Canada.

Ambassador To Turkey: (Press Release No. 47, July 22.) -- The Secretary of State for External Affairs announced on July 22 the appointment of Mr. Herbert O. Moran, Assistant Under-Secretary of State for External Affairs, as Canadian Ambassador to Turkey. Mr. Moran (43) of Toronto will succeed Major General Victor W. Odlum, C.C., C.M.G., D.S.O., V.D. Major General Odlum is retiring this summer after eleven years of service, as High Commissioner to Australia (1941-42), as Minister and later Ambassador to China (1942-46) and Ambassador to Turkey (1947-1952). Mr. Moran will leave for Ankara in October.

Red Cross Conference Delegation: (Press Release No. 46, July 22.) -- The Department of External Affairs announced on July 22 that the Canadian Government has appointed a delegation of observers to the XVIIIth International Red Cross Conference in Toronto which will consist of:

Dr. G.D.W. Cameron, Deputy Minister of National Health; Mr. S. Morley Scott, Department of External Affairs; Lieut. Col. J.C.A. Campbell, Judge Advocate General's Branch, Department of National Defence; Dr. K.C. Charron, Department of National Health and Welfare, and Mr. S.A. Freifeld, Department of External Affairs.

Across Canada: Thirty-three teen-aged Air Cadets who will tour the United Kingdom and continental Europe next month will take off from Montreal Airport on July 28 and arrive in London early the following afternoon, it was announced in Montreal yesterday by Air Cadet League Headquarters....Examination and slaughter of test animals, running for the last month on premises from which animals infected with foot-and-mouth disease were destroyed, began yesterday, the Canadian Press reported from Regina.

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Vol. 3, No. 141

Wednesday, July 23, 1952.

May Declare Canada Free Of Cattle Disease Next Month: Regina, July 22 (CP) -- Canada may be declared free of foot-and-mouth disease Aug. 19, the Minister of Agriculture, Mr. Gardiner, announced in a statement released here today.

Mr. Gardiner said that provided no new signs of the disease are discovered, Canada will be declared free of the disease and quarantine regulations on the quarantined and buffer zone areas surrounding Regina will be lifted Aug. 19.

He said animals now may be brought onto individual quarantined premises for the purpose of re-stocking under permit. The animals would be kept under observations by federal veterinarians until Aug. 19.

Then, "in the absence of any indication of disease either among such animals or elsewhere in the controlled areas, all controls and restrictions, including the operation of disinfection stations on highways leading from controlled areas, will be discontinued and Canada will be declared free of foot-and-mouth disease," Mr. Gardiner said.

No indication of foot-and-mouth disease has been found within the area of close quarantine or the area of modified quarantine surrounding it since May 3. On that date the last infected and suspected animals were slaughtered and buried.

R.C.M.P. Investigating R.C.A.F. Plane Incidents: Halifax, July 23 (CP) -- The RCAF said last night that rags and metal waste were found in the engines of nine Lancaster bombers at Greenwood, N.S., last week after one of the planes was forced back to base with one engine dead.

There was no mention of sabotage in the official statement on the incident. but RCMP officers were called in under orders to make a "thorough investigation."

Cobalt Bomb For New York: Ottawa, July 23 - (Citizen) -- First radio-active cobalt bomb ever to be shipped out of Canada is scheduled to be sent to New York within a month or six weeks, it was learned last night.

It will go to the Montefiore Hospital in New York where it will be used in the war on cancer.

At the same time, another bomb is about to be shipped to Canada's west coast for installation at the Vancouver Cancer Institute. Operation of the bomb at Vancouver will bring to three the number of these machines in use in Canada. The other two are in London and Saskatoon.

An official of the Eldorado Mining Refining Company said that the bombs for New York and Vancouver would be ready for shipment in about a month.

Two more will be ready late this year with one going to Winnipeg and the other possibly to Chicago.

British Columbia Strike Situation: Vancouver, July 22 (CP) -- About one British Columbian in every 24 is not working today because of labour-management disputes.

In other words, strikes, union-ordered work stoppages and employer-closed operations have put about 50,000 of the Province's estimated population of 1,198,000 out of work.

Announcements last night painted this multi-million dollar picture.

Six thousand coast fishermen received orders to fish and a recommendation not to strike.

One hundred packinghouse workers in Chilliwack voted to strike today.

One hundred electrical winding shop employees voted to strike if employers do not accept a conciliation board recommendation.

A meeting, called by the Labour Relations Board, between the contractors and striking carpenters is scheduled for Thursday.

Three thousand carpenters' have been on strike for 41 days and 5,000 members are unemployed because of it.

Admiral Mainguy On Sub Threat: Montreal, July 23 - (Gazette) -- The greatest potential threats to the Canadian Navy are Russian submarines and mines, Vice-Admiral E.R. Mainguy, Chief of Naval Staff, said here yesterday.

Russia is probably aiming for a fleet of 1,000 submarines, Admiral Mainguy told the weekly luncheon meeting of the Montreal Rotary Club.

New submarines, improved versions of the deadly German U-boats of the Second World War, can travel submerged across the ocean and deposit mines in any of our harbours, he said. These mines would be difficult to detect and sweep.

"To combat this danger Canada will build 14 anti-sub vessels," the Admiral said. "Seven of these craft are under construction. The naval building program will cost over \$150,000,000. We believe that, when completed, these will be the finest ships of their type in the world."

Across Canada: The second of five gate vessels—small ships that patrol harbour approaches—being built for the Royal Canadian Navy as part of Canada's contribution to the North Atlantic Treaty Organization was launched last night, C.P. reported from Lauzon, Que....Mr. Ditlef Knudsen, Norwegian Consul in New York, has been appointed Consul in Montreal, succeeding Acting Consul-General Knut Orre, according to the Montreal Gazette....The United States steel strike has made idle 62 drilling rigs in western Canada, according to a survey taken by the Canadian Association of Oil Well Drilling Contractors, the Montreal Gazette reports in a special article from Edmonton. The rigs are all shut down because of a lack of tubular goods, a direct result of the steel shortage. There now are less than 200 rigs active in western Canada, according to the association.

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Thursday, July 24, 1952.

St. Lawrence Power Application: Toronto, July 24 (CP) -- The Canadian Government yesterday made a formal application to the International Joint Commission for a hydro-electric power development on the St. Lawrence River. The project would produce 2,200,000 horsepower for Ontario and New York State.

Canada mentioned in her application her intention to build a Canadian St. Lawrence Seaway to allow ocean-going vessels to operate on the Great Lakes. The United States Congress has consistently turned down joint proposals for the seaway.

Mr. D.W. Mundell, counsel for the Canadian Government, told the Commission that Canada's primary concern in the hydro project was that it did not affect sanitation and navigation facilities along the river.

"I am authorized to state that if this application is granted, the Government of Canada will go ahead at the same time with the navigation aspect of the seaway plan," he said.

The seaway project in Canadian territory would not need authorization by the Commission.

The international body also heard submissions today on the high water level of Lake Ontario which has damaged many lakefront properties. The one-day hearings now move on to Ogdensburg, N.Y.

International Red Cross Conference: Toronto, July 24 - (Globe and Mail) -- At the first International Red Cross conference meeting ever held in Canada, members of the standing finance commission of the League of Red Cross Societies learned yesterday that certain nations of the International Red Cross organizations were lagging in contributions. The problem of foreign exchange was one of the reasons of failure to meet the ever-increasing cost of the League's work.

Although this was not a too happy start for the Red Cross talks—the first International Red Cross conference in North America for 40 years—delegates were heartened by the fact that the Russian and Chinese Communist societies had already paid their assessments for the current year. This, and an earlier statement by Russia's No. 2 delegate, Prof. Boris Pashkov, are an indication that the Communist bloc countries wish the International Red Cross organization to continue, and have lessened the fears of certain western delegations who thought that the Toronto meeting could well be the last International Red Cross conference....

Steel Outlook: Montreal, July 24 - (Gazette) -- Canada's steel stockpile will be irreplaceably gone within the next few months, unless the U.S. steel strike ends "very shortly," a prominent Montreal steelman told The Gazette yesterday.

"The most serious factor facing the steel business in Canada is the dwindling supply of ore," Russel Thomen, General Manager of Canadian Vickers, said. And unless there is quick settlement of the strike, Canadian production lines will be blocked by slowdown or complete shutdown this winter.

"With the lake navigation season closing in November, Canadian steel producers may be faced with no supply with which to continue throughout the year," Mr. Thomen said.

Steel Projects Under Way: Toronto, July 24 - (Globe and Mail) -- Large-scale projects under way, planned or contemplated, are bringing about a tremendous expansion in Canada's steel industry which, when contemplated, will advance the country from eighth to sixth place among the world's steel producers, bypassing

Belgium and Japan. Completion of these major programs and their full integration into the nation's growing economy, it is felt, will stimulate further industrial expansion which will be accompanied by added demands for steel.

In its editorial, "We're Closing the Steel Gap," Canadian Metals writes that imported steel will be required for some time to come in the light of the expanding economy, but states that the trend toward self-sufficiency in steel supplies is evident. This trend, it adds, will strengthen as our requirements for all types of steel continue to mount.

Across Canada: Yesterday was the hottest July 22 ever recorded in Montreal. McGill Observatory's thermometer registered 90.4 degrees—highest July 22 recording in its 77-year history, the Gazette reported....Security measures were tightened at the R.C.A.F. base at Greenwood, N.S., last night as R.C.M.P. officials continued to probe the attempted sabotage of nine Lancaster bombers. All persons entering and leaving the station were under a strict screening and there were reports that more stringent regulations will be enforced at all R.C.A.F. stations in the future....The International Rescue Committee, an organization to aid European immigrants, has shifted from New York to Toronto. William Krehm, secretary of the committee's Canadian branch, said in an interview today the decision was made because of restrictive immigration regulations in the United States, according to the Canadian Press.

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Friday, July 25, 1952.

Effects Of U.S. Steel Strike Settlement: Toronto, July 25 (Globe and Mail) -- Settlement of the steel strike in the United States is big news for Canadian industry and unions.

The end of the 53-day strike means that the Canadian motor car industry, which had practically shut down because of steel shortages, can look forward to a resumption of supplies.

Even more directly, the settlement can be expected to act as a spur to an agreement between the United Steelworkers of America (CIO-CCL) and the Canadian steel industry.

Negotiations between the union and Steel Co. of Canada for a pattern-setting agreement are to resume Monday, with every prospect of a settlement.

CBC News For Troops In Korea: Montreal, July 25 (Gazette) -- The CBC said here yesterday daily news broadcasts will be transmitted to Canberra, Australia, starting Monday for re-broadcast to Canadian troops in Korea and Japan.

A ten-minute daily broadcast, to be made up almost entirely of Canadian news, will be sent out from Sackville, N.B., central overseas broadcasting point for the CBC, to Canberra for relay via Radio Australia.

Previous attempts at beaming programs directly to Korea across the North Pole had met with little success because of strong magnetic pull.

Regular CBC broadcasts are recorded and shipped to Tokyo for rebroadcast. These will continue as supplements to the news programs.

At Ottawa, defence officials said that if the experiment is successful, it is planned to send the troops in the Far East the same daily newscast that now is beamed to Canada's 27th Brigade in Germany.

This is a 10-minute broadcast made up of domestic news and major sports scores. It is prepared by the CBC and sent over the CBC's short-wave transmitter at Sackville.

Wholesale Price Index Moves Up: Ottawa, July 24 (CP) -- Canada's wholesale price index in June moved upward for the first time in a year.

The Dominion Bureau of Statistics said today the general increase was caused mainly by higher prices for animal, textile and wood products. Increases in the three groups outweighed decreases in the sub-indexes for the vegetable, iron, non-ferrous metals, non-metallic minerals and chemical products groups.

The general wholesale index, based on 1935-39 equalling 100, advanced 1.7 points, or 0.8 per cent in June, to 226.5 from 224.8 in May. At the new standing it remained below the April figure of 226.9 and was 16.5 points, or 6.8 per cent lower than the figure of 243.0 for June last year.

High point for the index was 243.7 for July a year ago.

Maritimes' Record Tourist Season: Ottawa, July 24 (CP) -- The Maritimes, heading for a record season, are already reaping fabulous dividends from an intense post-war advertising campaign that has turned the tourist trade into a top-ranking industry.

Nova Scotia's \$25,000,000 trade last year placed the industry in fifth spot, above agriculture, and only \$7,000,000 out of third-place fisheries. Revenues totalling \$15,000,000 in New Brunswick put it in fifth place, above mining, tourists in Prince Edward Island spent \$4,200,000 last year to boost it to third position, above fisheries.

And tourists are rolling into the Maritimes this season like never before..

1951 Investment In Housing \$1,000,000,000: Ottawa, July 24 (CP) -- Canadians invested nearly \$1,000,000,000 in new housing in 1951.

Despite higher costs, higher interest rate and increased difficulties in obtaining mortgages, housing investments totalled \$844,000,000 compared with \$836,000,000 in 1950.

The figures were contained in a report issued today by the Crown-owned Central Mortgage and Housing Corporation. The report contained an annual review of mortgage lending in Canada.

Across Canada: The recent census is expected to cost about \$7,000,000, an anticipated saving of \$2,000,000 over the original estimate, C.P. reports....The Government's supply ship --the C.D. Howe--will cut 25 days off her stay in northern waters this year. The ship sailed from Montreal yesterday on a delayed trip to northern waters to resupply Canada's outposts in the Eastern Arctic....The last in a series of preliminary inquiries of the International Joint Commission dealing with the power phase applications of Canada and the United States in connection with the St. Lawrence Seaway scheme opened in Cornwall today.



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Vol. 3. No. 144.

Monday, July 28, 1952.

Three Months' Surplus \$262,475,000: Ottawa, July 25 (CP) -- The Federal Government's budgetary surplus for the first three months of the current fiscal year totalled \$262,475,000—almost 30 times more than the surplus forecast for the year.

In his budget speech last April, the Minister of Finance, Mr. Abbott, forecast a surplus of \$9,000,000 for the year ending March 31, 1953. He had forecast a surplus of \$30,000,000 for the 1951-52 fiscal year, and ended with \$355,000,000.

For the three months ended June 30, revenues amounted to \$996,379,000, and expenditures to \$733,904,000. In the corresponding period of last year, revenues totalled \$866,744,000, and expenditures \$583,702,000, leaving a surplus of \$283,042,000.

In a statement accompanying the Treasury report, the Finance Department said that in June the budgetary surplus amounted to \$21,300,000 compared with \$141,500,000 in May, and \$49,100,000 in June, 1951.

"Revenues for the first quarter of the fiscal year were \$996,400,000, which was almost exactly the total forecast by the Department of Finance at the time of the budget," said the statement.

"On the other hand expenditures were reflecting the usual trend whereby expenditures in the early months of the year run considerably below the outlays in the latter months. For the first three months of the year, they amounted to \$733,900,000, or only about 17 per cent of the total of \$4,270,000,000 forecast in the budget for the fiscal year as a whole.

"Expenditures of the Departments of National Defence and Defence Production do not yet reflect the full magnitude of the defence program. For April, May and June they amounted to only \$306,000,000, or an average of \$102,000,000 per month compared with estimates of \$2,215,000,000 for the fiscal year as a whole."

The Department noted, too, that so far the expenditures have shown no payments to the provinces under tax-rental agreements.

Revenues generally were ahead of those in the previous year. Personal income and corporation taxes were again the big money producers.

Personal income tax yielded \$320,347,000 in the three-month period compared with \$256,763,000 in 1951-52, an increase of \$63,584,000.

Corporation taxes produced \$295,505,000 compared with \$230,745,000.

Employment Improves: Ottawa, July 25 (CP) -- Canada's employment picture has a dark spot here and there but shows general improvement on the crest of a seasonal upswing, increasing defence production and a buoyant economy.

The Labour Department reported today that unemployment decreased by 16,000 during June. However, most of the decrease came in the first three weeks of the month. After that it levelled off because of the heavy registration of students and rapid deterioration of the labour market on the strike-ridden Pacific Coast.

Job applicants registered at National Employment Service offices at July 3 totalled 196,200 compared with 212,600 at June 5. The latest figure is still about 55,000 greater than the comparative 1951 level and 1,000 higher than at the beginning of July, 1950.

St. Lawrence Development: Cornwall, July 26 (CP) -- Gen. A.G.L. McNaughton told residents of this area they will be properly compensated for any property loss during construction of the St. Lawrence Seaway and Power Project.

General McNaughton, Canadian Chairman of the International Joint Commission, was answering residents along the International Rapids section of the river.

They expressed fears to a sitting of the Joint Commission regarding property loss when a dam is erected three miles from here to tap the vast power potential of the river for New York State and Ontario.

N.B.'s Projected Big Training Camp: Ottawa, July 25 (CP) -- The Army's huge new training camp in New Brunswick is expected to be a \$30,000,000 proposition, one of the biggest single outlays in the whole defence program of the next 12 to 18 months.

Roughly \$5,000,000 of that is expected to be used to buy 600 square miles of land, enough to make it the largest Army camp Canada has ever had, and one capable of expansion to handle a full division if emergency makes that necessary.

The remainder would go into clearing the thinly-settled area and building barracks, offices and living quarters. The homes of about 600 families will be affected.

The area chosen is between Gagetown and Destfield, a suburb of Saint John, in Southern New Brunswick.

Work is expected to begin this fall, and the aim is to start using the camp about September, 1953.

It will be the first Army base in Canada capable of training a brigade all-year round.

Mr. Ritchie's Appointment: (Press Release No. 48, July 25.) The Department of External Affairs announced on July 25 the appointment of Mr. Charles S.A. Ritchie, as Acting Deputy Under-Secretary of State for External Affairs.

Across Canada: More than 600 delegates from 50 countries will be in Montreal at the end of August to attend the twenty-second world congress of Pax Romana, an intellectual organization of university students and of Catholic intellectual and cultural leaders, the Gazette reports....A report compiled for presentation in September to the General Synod of the Church of England in Canada recommends that church union discussions with the United Church of Canada be continued. The Church Union Committee also expressed hope that conversations with the Presbyterian Church in Canada and the Baptist Churches in Canada will be resumed....Quebec Liquor Commission inspectors have ruled that television shows in establishments selling alcoholic beverages are forbidden, unless permission is obtained from the Commission.

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Tuesday, July 29, 1952.

International Red Cross Conference: Toronto, July 28, (CP) -- The International Red Cross conference late today voted down a Soviet Bloc objection to the seating at the conference sessions of representatives of the Nationalist Chinese from Formosa.

The vote came after two plenary sessions of wrangling over a protest raised Saturday by Red China that the Formosan Chinese should have no status at the conference.

When no conclusion could be reached, conference heads adjourned briefly and came back asking for a motion that the invitations to the conference, as issued by the standing committee of the conference, be approved.

The subsequent motion moved by Ecuador and seconded by Canada, was carried by a vote of 58 to 25, with five voting delegates abstaining. Some of the 71 countries present at the conference have two votes, others one vote and still others are here with the status only of observers.

Both Red and Nationalist delegates voted against the motion, since each opposed the other's presence here. Others opposing it were Russia, Poland, Hungary, Romania, Czechoslovakia, North Korea, Byelorussia and the Ukraine. Yugoslavia and South Korea abstained.

Dr. S. Heng Liu of the Formosan Chinese charged the Red Chinese with attempting to "make mockery of the conference and use it as a stage of vicious propaganda."

More than a dozen countries took part in the debate, Russia, Czechoslovakia and Romania supporting Red China's claim that the Nationalist Chinese should have no status at the conference.

Civilian Labour Force Grows: Ottawa, July 29 (CP) -- Canada's civilian labour force continues to grow.

The Bureau of Statistics reported yesterday that in the year ended May 31 the civilian labour force increased to 5,329,000 from 5,255,000 at the corresponding date of 1951, an increase of 74,000.

The number with jobs increased by 50,000 at 5,222,000 against 5,172,000. The number without jobs was 24,000 higher at 107,000 compared with 83,000.

Those not in the labour force increased to 4,581,000 from 4,459,000. This reflected an increase of 94,000 in the number keeping house and 60,000 in the number going to school.

Stockpile Of Pork Being Marketed: Ottawa, July 28 (CP) -- Anxious to rid itself of a climbing surplus, the Federal Government today began moving into the wholesale market its huge stockpile of 40,000,000 pounds of canned pork, offering to sell it to dealers at about 30 per cent less than it paid for it.

With packers acting as agents, the pork accumulation, caused by the outbreak of foot-and-mouth disease in Canada, went on the market at about 40 cents a pound, delivered to grocery stores in Ontario and Quebec, with fluctuating prices at other centres across the country.

Officials said the cut-rate price will allow grocery men to reduce the retail price of canned pork to between 36 and 42 cents from about 50 or 55 cents.

2,000-Year Old Indian Townsites: Peterborough, July 28 (Globe & Mail) -- A prelude to existing Canadian history books is being written by a party of Royal Ontario Museum archeologists working along the north shore of Rice Lake, 15 miles southeast of here.

Traces of what appears to be the earliest highly developed group of Indians inhabiting Canada have been dug out of the ground on the rocky, sloping shore. Evidence indicates the red men were paddling the water highways of Southern Ontario trading their wares when Caesar sailed the English Channel.

Archeologist Russel Harper, in charge of the party, rates the find as one of the most important in Canadian pre-history. He estimates the four townsites along the shore-line to be 2,000 years old. Pottery turned up on the shore yesterday by the scientists was made when Christ walked the earth. Mr. Harper, the museum's chief cataloguer, is an authority on Canada's earliest history.

Across Canada: Alberta crude oil output for the week ended July 21 increased 5,702 barrels daily over the preceding week, according to the Province's Conservation Board. Daily average for the week was 205,953 barrels compared with 200,231 barrels during the similar week last year....A conservation program of importance to all Canada is being carried out on the eastern slopes of the Rocky Mountains. The program, under the management of the Dominion-Provincial Eastern Rockies Forest Conservation Board, is aimed at protecting the watersheds of the great rivers that flow eastward across the prairies. The Board, set up four years ago, has made long strides toward assuring the 9,000-square-mile area under its jurisdiction will stay green, C.P. reports from Winnipeg....The cruiser Quebec, the destroyer Crescent and the frigates La Hulloise and Swansea, will return to Halifax Saturday. The Quebec has completed a cruise to the United Kingdom and the other three ships have been on a training cruise to European ports.



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DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 3, No. 146

Wednesday, July 30, 1952.

5-Month Trade Surplus \$109,800,000: Ottawa, July 29 (CP) -- Canada scored a \$109,800,000 foreign trade surplus in the first five months of the year, a sharp reversal of the trend toward a heavy deficit a year ago, the Bureau of Statistics reported today.

Even though Canada had a tiny deficit in May, the first in nine months, record-making exports for the five-month period reversed last year's trend when there was a \$295,200,000 deficit during January-May.

Exports for the five months climbed to a peak \$1,735,900,000, up \$300,000,000 from \$1,446,700,000 in the comparative period last year while imports slipped to \$1,626,100,000 from \$1,742,000,000.

Even the May deficit showed a sharp change from last year. It amounted to a mere \$700,000, only a tiny fraction of the \$78,100,000 deficit during May, 1951.

Exports during May climbed to a record \$385,200,000, up \$60,000,000 from last year's \$327,000,000. Imports eased to \$386,000,000 from \$405,100,000.

The five-month trade showed two distinct trends:

1. A difficulty to boost exports to the United States beyond last year's level.
2. A sharp increase in sales to the United Kingdom in spite of that country's great dollar shortage.

Sales to the U.S. for the five months totalled \$937,600,000, compared with \$936,000,000 last year, but exports to the U.K. jumped by more than \$100,000,000 to \$313,100,000 from \$206,600,000.

At the same time Canada's purchases from Britain eased by more than \$50,000,000 to \$129,900,000 from \$184,600,000, but imports from the U.S. dropped by only \$7,000,000 to \$1,222,500,000 from \$1,229,600,000.

As a result, Canada realized a big \$183,300,000 surplus in U.K. trade—about 10 times the \$18,100,000 surplus in U.K. trade in the five months of 1951.

The chronic deficit in trade with the U.S. continued to be reflected in the five-month period to the extent of \$284,800,000.

The Dominion Bureau of Statistics, under the heading "Imports By Countries," reports that imports from Commonwealth countries other than the United Kingdom were lower in May than a year earlier, as in preceding months this year, declining to \$20,189,000 from \$32,048,000 in May last year. For the five months ended May, the cumulative total fell to \$74,949,000 from \$116,104,000 in the same period of 1951.

Imports from the Federation of Malaya fell in the month to \$1,654,000 from \$7,320,000 in May last year, and from Australia to \$1,334,000 from \$6,194,000, values last year being exceptionally large owing to high prices for rubber and wool. Imports also were substantially lower from Barbados, Jamaica, Trinidad and Tobago, and British East Africa. Against these decreases were gains in purchases from New Zealand, British Guiana, and India.

Total purchases from Latin American countries were nearly unchanged in value at \$27,029,000 in May as against \$27,116,000 in May, 1951, but moderately higher in the five months at \$113,671,000 compared to \$110,789,000. Imports were higher in May than last year from Colombia, Cuba and Mexico, and lower from Argentina, Brazil and Peru.

Imports from European countries as a group declined in the month to \$15,575,000 from \$18,638,000 last year, the five-month total decreasing to \$59,647,000 from \$63,569,000. Except for small increases for France and the Netherlands, declines were general in May in imports from the principal sources of supply.

International Red Cross Conference: Toronto, July 29 (CP) -- Delegates to the 18th International Red Cross conference today successfully fended off a Soviet-backed attempt to discredit the International Committee of the Red Cross.

The I.C.R.C., the original Red Cross body which is composed of 25 Swiss citizens, was violently attacked by the Russians in morning and afternoon sessions—as it has been attacked by Red countries before—on the ground that it is not neutral and not impartial.

It was evident that after nearly a week of meetings here, the Russians have been successful in making the Conference little more than a propaganda machine for their charges against United Nations action in Korea. Defeated soundly on every vote, they have managed nevertheless to monopolize the floor while conference leaders, fearing a Soviet-block walkout which they believe would cut off the last non-diplomatic link between East and West, have leaned over backwards to give them a "fair" hearing.

Although the General Commission—main body of four conducting the business of the conference—ran into a stumbing block, some important progress in Red Cross business was made by the Relief Commission.

After two years of efforts of the Red Cross federation to confer with North Korea on relief shipments to that country, a start was made when North Korean Red Cross officials met with leaders of the League of Red Cross Societies.

The Relief Commission also discussed efforts to improve and speed shipments to South Korea.

Supt. Leopold Retiring From R.C.M.P.: Ottawa, July 29 (CP) -- Superintendent John Leopold, in the first interview granted after 34 years of open and underground vigil over communism, said today Canadian communism now is probably stronger than ever and that he has no intention of dropping his vigil when he retires shortly.

R.C.M.P. headquarters announced that pre-retirement leave will start Aug. 1 for the stocky Bohemian who came to Canada 40 years ago and became probably the most famous Mountie of them all as well as the force's top expert on Reds. He is 62.

The man who sent eight Red leaders to prison in 1931 with evidence accumulated in seven years as a secret Mountie agent in Communist ranks said the Communist movement in Canada now has stripped down to a hard core of men and women who ask no questions and are full-time devotees of Moscow.

"If the Commies think they're finished with me now because I'm retiring, they're wrong," he said.

Tim Buck, Labour-Progressive Party leader, he said, is only the nominal Red head. The real leaders of the Canadian Red movement are unknown to the average Canadian. He declined to name them.

Across Canada: Canada's farmers planted 25,994,000 acres to wheat this year, up from last year's 25,254,000 when Canada produced a near-record 562,000,000-bushel wheat crop, the Bureau of Statistics estimated yesterday. Of the total, 25,345,000 acres were sown to spring wheat, a gain of about 800,000 acres from 24,551,000 last year. The remainder was sown to fall wheat....Sqdn. Ldr. William Waterton, a native of Edmonton, was awarded the George Medal yesterday for saving vital information by crash-landing a secret British jet fighter instead of bailing out. Waterton, a Battle of Britain veteran, recently was testing the GA-5, a flying triangle, when trouble developed in the controls, Reuters reports from London....Final settlement of the British Columbia lumber strike tripped on a snag yesterday when the union announced it could not accept the operators' conditions for a return to work. The operators had asked that the International Woodworkers of America (C.I.O.-C.C.L.) call off their pickets immediately and for the 32,000 workers to be on call for an immediate return to work.

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Vol. 3, No. 147

Thursday, July 31, 1952.

\$54,400,000 Favorable Trade Balance In June: Ottawa, July 30 (CP) -- Canada's exports, bedrock of its economic strength, leaped ahead of imports during June, climbing by more than \$60,000,000 to set the biggest monthly trade surplus of the first half-year.

With sales to the United Kingdom sharply higher and with increases noted in almost all foreign markets, Canada's exports climbed to \$378,800,000 from \$315,800,000 in June last year, the Bureau of Statistics reported today.

Imports lagged, however, down \$36,000,000 to \$324,400,000 from \$360,400,000, giving Canada a favorable balance of \$54,400,000 for the month, compared with a deficit of \$44,600,000 for June, 1951.

The surplus was the biggest since the postwar monthly record of \$112,000,000 was posted last December, and brought the total surplus for the half-year of 1952 to \$164,200,000—a sharp contrast to the \$339,800,000 deficit in the corresponding period last year.

The gain in exports was most prominent in trade with the United Kingdom, which, in spite of its lack of dollars, boosted purchases from Canada during June to \$83,100,000, an increase of more than \$31,000,000 from \$51,400,000 last year.

Exports to the United Kingdom, Canada's top customer, increased only slightly to \$194,400,000 from \$190,900,000, indicating a possibility that the saturation point may have been reached in Canada's drive to expand the U.S. market for Canadian goods.

However, during June as in previous months since February, Canada has been barred by the U.S. from shipping livestock and meats to the American market because of foot-and-mouth disease in Saskatchewan.

Once this market is re-opened, exports to the U.S. may show sharper gains. In the past, Canada had a market in the U.S. for more than \$100,000,000 worth of livestock and meat a year.

Northern Radar Network: Ottawa, July 30 (CP) -- Canada has the first stations in her radar network operating now, their screens probing semi-northern skies, and Americans will be coming into this country shortly to man stations of their own.

So far nothing approaching a network is in action and it will be months yet before the chain really is in operation in a big way. But there never will be anything like the vast screen across the far Arctic wastes which has so often been reported. This joint network will cover certain vital areas and will be much farther south than the Arctic Circle.

Exercise Signpost, finished last week, gave the first few Canadian stations their initial test and another, bigger joint Canadian-U.S. exercise is coming up this winter.

It will, however, be a year yet before Canada's air defences—the radar stations are the outer rim—are in the shape officials envisage. Even the stations now partly operating are not completed.

The U.S. stations—they actually are going to be more numerous than Canadian stations—are being built to supplement the Canadian group to provide added protection for certain American cities.

Original plans were for the first U.S. Air Force station crews to come to Canada in July, but officials say this has been put off until September, because of delays in getting the stations ready....

It was decided long ago not to try to blanket Canada's northern horizon with radar stations, that they must try to throw guards around certain key areas, and let it go at that, because of the prohibitive cost of doing more. Thus there are bound to be gaps.

A second is that the network will be nowhere near as far north as the Arctic Circle. It will be far nearer Canadian centres of population than that, but still generally north of the fringe of settlement.

Just what the total cost will be has never been made public but will undoubtedly be up in the hundreds of millions of dollars. The cost of a single station with all its modern equipment has been listed as \$3,000,000 to \$6,000,000....

International Red Cross Conference: Toronto, July 31 (Globe & Mail) -- Iron Curtain countries, which have so far dominated the International Red Cross conference here with political charges against the West, were told bluntly yesterday that they must take the blame if the Red Cross is weakened or destroyed.

Mr. James T. Nicholson, head of the U.S. delegation, wound up a one-sided debate on germ warfare and Korean War atrocities with a warning that the Red Cross has been put on trial before the world. It was the United States' first reply to a week-long barrage of charges from Communists.

Later, Mr. C.B. Marshall, chief of the U.S. Government's observer group, said at a press conference what the Americans, chief targets of the Reds, have refrained from saying from the rostrum: that the Communist delegations are out to wreck the conference.

On the subject of germ warfare, he told the Chinese Reds and North Koreans, in effect, to put up or shut up—to let the International Committee of the Red Cross or some other neutral body investigate charges of bacterial warfare being waged by UN forces or stop shouting them from every platform.

Canada's Defence Programme: Ottawa, July 30 (CP) -- Canada is not likely to follow Britain in altering the broad original pattern of her three-year defence programme by deliberate Cabinet decision. But circumstances obviously are working changes in it.

What was originally conceived as a three-year \$5,000,000,000 programme now is expected to extend into a fourth year in some respects and to cost closer to \$6,000,000,000.

These changes are due, however, to production delays, to rising costs and to new decisions—such as the raising of the 27th Brigade—reached after the programme was announced in February, 1951.

Across Canada: Four Canadian warships, headed by the 8,000 ton cruiser, Quebec, are en route home from Europe via the Azores and are due at Halifax Saturday, the Navy said today. Through with training in European waters, the Quebec is coming home with the destroyer Crescent and the frigates La Hullose and Swansea.... Production of gold bullion by the mines of Ontario amounted to 1,229,729 ounces plus 203,243 ounces of silver, it was announced by the Ontario Department of Mines yesterday. Production was valued at \$43,339,859.



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Friday, August 1, 1952.

International Red Cross Conference: Toronto, August 1 (CP) -- A plea for serious consideration of Soviet charges that the United Nations have committed "atrocities" in Korea was made yesterday by India.

India's High Commissioner to Canada, Shri R.R. Saksena, took the rostrum at the General Commission of the International Red Cross Conference to inject a note of mediation between East and West in a battle which has turned the Conference into a political forum.

Mr. Saksena urged the Conference not to brush off the Soviet bloc's charges. In an earnest address, he confessed he was confused by conference meetings which so far have consisted mainly of communist charges and hastily-passed votes ignoring them.

He proposed that the Conference adopt the attitude of the Belgian delegation, which Wednesday drafted a resolution urging the Conference to bring East and West together to form an impartial body to investigate Russia's charges.

The charges have occupied at least 75 per cent of the Conference's time since it opened July 23. Russia has violently opposed the International Committee of the Red Cross—a group of 25 Swiss citizens and the original nucleus of the Red Cross—as being too "partial and non-neutral" to investigate its charges of U.N. atrocities.

Highlight of yesterday's meeting was the walkout of the Chinese Nationalist Republic, which was represented here by a six-man delegation headed by Dr. J. Heng Liu.

Dr. Liu moved out of the Conference informally. He told a press conference he was leaving because the Red Chinese delegation had been seated and because of its attitude since it arrived.

B.C. Court Refuses C.C.F. Appeal: Victoria, August 1 (CP) -- A court appeal which appeared to be blocking the formation of a Social Credit Government in British Columbia was quashed here last night.

Chief Justice Gordon Sloan dismissed a CCF appeal from a county court decision which ruled against the CCF's request for a recount in the vital Vancouver-Burrard riding.

Mr. Justice Sloan ruled that the B.C. Court of Appeals had no jurisdiction under the Elections Act to hear the CCF appeal.

The party standing in the B.C. Legislature is: Social Credit 19, CCF 18, Liberals seven, Progressive Conservatives three and Labour one.

If the CCF had been successful in demands for a recount and then won the Vancouver-Burrard seat, they would have had the largest group in the Legislature with 19 members

Lake Superior Water Levels Eased: Ottawa, July 31 (CP) -- Gen. A.G.L. McNaughton said today dam gates controlling the movement of waters of Lake Superior to lower lakes were ordered opened because the waters of the lake had reached dangerously high levels.

The Canadian Chairman of the International Joint Commission said the Commission sanctioned opening 15 to 16 gates controlling the lake waters after Lake Superior levels climbed to a few hundredths of a foot below the maximum height allowed under a Canada-United States agreement.

If the waters had been allowed to continue to rise, they would have threatened shore communities and transportation facilities in the Lake Superior area.

Gen. McNaughton was commenting on a Sault Ste. Marie, Ont., report that the gates in the compensating dam across St. Mary's River at the Sault Canal had been opened.

Mild Price Upturn Reported Possible: Ottawa, July 31 (CP) -- Canadian economists predicted today that Canada may experience a mild wave of inflation during the next six months, bringing a gradual swell in the price structure.

However, they said they do not believe this will cause any new rash of Government credit and monetary restrictions such as were implemented after fighting broke out in Korea to help stem a severe inflationary trend. Most of these restrictions now have been eliminated.

An indication of the gradual increase in prices likely will be given tomorrow when the cost-of-living index for June is made public.

With prices for some food items particularly eggs, stiffening, it appeared likely that the index may climb again, following a three-fifth-of-a-point boost during May, the first rise since last December.

The index, based on 1935-39 prices equalling 100, now stands at 187.3, up from 186.7 during April.

Across Canada: Some British Columbia lumbermen yesterday cabled a last-minute plea to the British Timber Control for more time to complete shipments to Britain. Shipments were delayed by the 45-day woodworkers' strike which ended Wednesday....The unofficial count of poliomyelitis victims in Western Canada rose to 316 today with four of the latest cases reported in Alberta. Thirteen have died from the disease in the four western provinces—five in Saskatchewan and four in each of Alberta and Manitoba, the Canadian Press reported from Edmonton....The United Nations said yesterday Canada has pledged \$618,000 for the relief of Palestine refugees, the Canadian Press reported from New York.

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Tuesday, August 5, 1952.

Top Fighter Wing Remaining In U.K.: Ottawa, August 4 (CP) -- Canada has agreed to keep its most experienced fighter wing—three squadrons—in Britain to bolster British air defenses until they can be brought up to something closer to adequate strength.

This means that in 1953 the RCAF will have Sabre-jet squadrons in three overseas countries, Britain, France and Germany.

It will be No. 2 Wing—not No. 1 Wing, now at North Luffenham, England—that will be the first to go to France to join the Atlantic Pact air force, flying directly from Canada.

The second wing is due to go to the Metz area of Eastern France this fall, possibly in a big transatlantic flight to dramatize the arrival of Canadian air power.

The third wing is expected to go to a base near Zweibrucken, Germany, about 50 miles east of Metz, in 1953.

Canada has promised the Atlantic Pact allies that it will have 12 squadrons—one division of four wings—in Europe by 1954.

No. 1 Wing at North Luffenham is considered part of the divisional commitment and the hope here is that it will eventually join the other three wings on the Continent.

S.C. Government Sworn In B.C.: Victoria, August 2 (CP) -- A Social Credit Government was sworn into office in British Columbia on August 1, and Premier W.A.C. Bennett immediately named a Cabinet.

Two of the Cabinet members named by Mr. Bennett are not members of the Legislature—the Attorney-General and Finance Minister—and seats will have to be found for them.

Following are the members of the new Cabinet:

Attorney-General—Robert W. Bonner, Vancouver lawyer.

Minister of Mines, Lands and Forests—R.E. Sommers, Rossland-Trail, school principal.

Minister of Finance—Einar Gunderson, Vancouver, chartered accountant.

Minister of Agriculture—Kenneth Kiernan, Chilliwack, operator of a garage and service station in the Fraser Valley.

Minister of Public Works—Rev. P.A. Gagliardi, Kamloops, minister of the New Calvary Temple.

Minister of Railways, Trade, Industry and Fisheries—Ralph Chetwynd, Cariboo.

Minister of Labour—Lyle Wicks, Dowdney, President of the Social Credit League of B.C.

Minister of Health and Welfare—Eric Martin, Vancouver-Burrard, chartered accountant and Vice-President of the Social Credit League of B.C.

Minister of Education—Mrs. Tilly Rolston, Point Grey, 65.

Provincial Secretary and Municipal Affairs Minister—W.D. Black, Nelson-Creston, a school teacher at Creston, B.C.

Parliamentary Library Damaged By Fire: Ottawa, Aug. 4 (CP) -- A dogged, difficult fire brought extensive water damage today to the vast collection of books in the Library of Parliament, and sent three firemen to hospital in a dramatic fight against the outbreak.

Water from firemen's hoses did the bulk of the damage but it was still the worst fire on Parliament Hill since the famous conflagration of 1916 wiped out the old Parliament Building and left only the present library standing.

After 12 hours, Ottawa Fire Chief Gray Burnett reported the end of what he called the most stubborn fire he has ever seen, one that got into the cone-shaped dome of the library 140 feet above the ground and defied hours of effort to extinguish it.

It never got down into the main body of the library and it didn't threaten the Parliament Building itself.

From outside the spire still gives the same outline to Parliament Hill. Inside, the building is a wreck. It may not be possible to restore it by the time Parliament reopens in November.

Many of the damaged books are supposed eventually to find their way into the new National Library authorized by Parliament last session.

One last danger lingering after the blaze was that it may have undermined the dome so badly that a 15-foot-high weather vane at the peak might plunge down.

Inauguration Of President Of Iceland: (Press Release No. 50, Aug. 1.) -- The Secretary of State for External Affairs announced on August 1, the appointment of Mr. William Moore Benidickson, M.P. for Kehora-Rainy River and Parliamentary Assistant to the Minister of Transport, as Special Representative of the Government of Canada to the celebrations for the inauguration of the President of Iceland. These ceremonies are to take place at Reykjavik, Iceland, on August 1. Mr. Benidickson will transmit to the new President of Iceland, Mr. Asgeir Asgeirsson, a message of congratulation from the Acting Prime Minister, Mr. Alphonse Fournier.

Across Canada: Alberta's Social Credit Government seeks a fifth consecutive term of office in Tuesday's provincial election. Sunny weather, with the thermometer around 75, is predicted for the 540,000 voters eligible to mark ballots, the Canadian Press reports from Edmonton....The Minister of Labour, Mr. Gregg, has announced that a conciliation board is being named in an effort to settle the multi-million-dollar wage-labour negotiations affecting 125,000 non-operating railway workers....Lorne Main and Brendan Macken made it a 5-0 Davis Cup tie sweep over Mexico in Montreal, at the week-end with two more singles victories. After Saturday's doubles victory by Main and Henri Rochon over Mario Llamas and Manuel Galeana had assured Canada of victory, Main took on Llamas in a singles battle which lasted two hours and 20 minutes. Main won the marathon 6-4, 3-6, 6-8, 6-4, 6-1.



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Wednesday, August 6, 1952.

Social Credit Government Re-Elected In Alberta: Edmonton, August 5 (CP) --

The Social Credit party tonight swept back into power in Alberta, winning its fifth straight election since 1935.

Return of the government party headed by 43-year-old Ernest C. Manning was reported by The Canadian Press at 7.19 p.m. MST, (10.19 p.m. EDT) 19 minutes after the close of all polls.

The re-election of the party which gained its first foothold in Canada in 1935 under the leadership of the late William Aberhart was assured early by returns from rural constituencies.

Following is the Canadian Press party standing at 11.40 p.m., MST.:

	1952	1948
SC	41	51
Lib.	1	2
CCF	1	2
Ind.-SC	1	1
Ind.		1
Doubtful	17	
Total	<u>61</u>	<u>57</u>

International Red Cross Conference: Toronto, August 6 - (Globe & Mail) --

The endless tirade of communist attacks against the International Committee of the Red Cross came to a sudden stop yesterday when Swiss Minister to Canada, Dr. Victor Nef told the plenary session of the Red Cross conference that no other body could have fulfilled the committee's task in a better way.

In a clear, concise statement, Dr. Nef rebuffed the Red charges, explained the International Committee's neutrality and international status, and also its relations with the Swiss Government.

Dr. Nef, who said he was speaking as the Swiss Government delegate to the Red Cross meetings, was answering Gen. Nikolai Slavin, leader of Russia's Red Cross delegation.

Gen. Slavin had called the ICRC "an absurdity which infringes the rights of the League of Red Cross Societies as it puts the committee above the League." He launched yesterday's criticism of the ICRC during discussion on a motion to adopt the amended statutes of the International Red Cross. These had previously been approved in the legal sub-commission, the General Commission and by the Council Delegates and Board of Governors.

In each case Russia and other communist delegations opposed them, but the West had outvoted the communists every time.

Uranium Hunt: Ottawa, August 5 (CP) --

The great urgency of demand arising from the U.S. atomic bomb program is spurring Canada's intensive and varied efforts to increase her uranium production sharply and to find more and more of the vital mineral in the north. The efforts are already paying off.

Production at the Government's first mine has been boosted substantially this year by a spectacular construction programme. A second mine is due to start producing next April. By then Canada hopes to be producing at least twice as much uranium as she is now.

Behind these and other phases of the hunt for more uranium and better ways to get it out is what officials describe as urgency of paramount importance. Canada they say, is in no position to produce bombs herself but this only makes it all the more important that she help the Americans who can and do.

The direct link is seldom mentioned publicly but the records indicate the big majority of Canada's uranium goes into U.S. bomb production.

For instance, Mr. W.J. Bennett, head of the Government's uranium-mining Eldorado Mining and Refining (1944) Ltd., has said Canadian uranium now "is associated almost exclusively with an instrument of war."

Without mentioning U.S. needs, the latest annual report of the Eldorado firm emphasizes and re-emphasizes the "great urgency" of the demand for uranium and the "paramount importance" of getting new production facilities into stride as swiftly as possible....

Fire May Speed National Library: Ottawa, August 5 - (Globe & Mail) -- The date of the building of a national library probably was advanced by Monday's fire in the tower of the library of Parliament and the water damage which resulted to a still indefinite number of books.

The Parliamentary Library and a national library are different things, but the former houses a large number of books which more properly might be located in a national library.

At the recent session of Parliament, provision was made for the establishment of a national library, but no date was set for the construction of the building which should house it.

Now it is reported the library may become a top priority subject. A cabinet decision on a site is expected to be made within a few weeks, and provision may be made in the estimates at the fall session for a start next year on the building.

Immigrant Figures Up In Six Months: Ottawa, August 5 (CP) -- Canada admitted more immigrants in the first six months of this year than she did in 1946, 1947, 1949, 1950.

The Immigration Department announced today that a total of 98,057 new citizens entered the country in the six-month period compared with 79,785 in the corresponding period of 1951, an increase of 18,272.

Arrivals in May were down two per cent from the corresponding month of 1951. In June they were down 18 per cent.

A total of 194,391 were admitted in 1951—the largest number for any year back to 1913 when approximately 500,000 entered Canada.

Since the end of the Second World War Canada has admitted 722,837 immigrants about one third of them British. There were 73,912 arrivals in 1950; 95,217 in 1949; 125,414 in 1948; 64,127 in 1947; and 71,719 in 1946.

Highlight of the report for the first six months of this year was an increase of 63 per cent in the number of British immigrants. They exceeded by about 8,000 the total from any other country.

The number of French immigrants increased slightly to 2,767 compared with 2,272 last year. Newcomers from all Northern European countries totalled 38,478 compared with 27,427, an increase of 40 per cent.

Arrivals from the United States totalled 3,931 compared with 3,688, an increase of seven per cent.

Canadians returning from the United States also increased by about 33 per cent with 2,494 returning in the first six months compared with 1,825.

Across Canada: Prime Minister St. Laurent will make a two-week trip to the West early this fall, visiting Vancouver and possibly other western points. He will leave late this month or early in September, the Canadian Press reports. Main purpose of the trip is to attend the Vancouver meeting of the Canadian Bar Association of which he is Honorary Life President. He will also lay a cornerstone for a new building at the University of British Columbia while in Vancouver....George McCullagh, 47, Publisher of the Toronto Globe and Mail and the Toronto Telegram, died yesterday of a heart seizure.

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Thursday, August 7, 1952.

Commonwealth Parliamentary Association To Meet Here: Ottawa, Aug. 6 (CP) -- The Commonwealth Parliamentary Association will meet in Canada this year for the first time since 1927.

Some 80 delegates will arrive at Dorval Airport, Montreal, Aug. 29, for a tour of Canada which will include formal meetings in the Canadian Senate September 8 to 14.

They will represent 27 different countries, and, in addition, the Republic of Ireland has been invited to send four delegates and the United States will send eight.

Mr. Leon J. Raymond, Clerk of the Canadian House of Commons, is Secretary-Treasurer of the Association.

The delegates will visit every Province in Canada except Newfoundland. On their arrival, they will be welcomed by Mayor Houde of Montreal, and visit Laurentides National Park, and the Aluminum plant at Arvida, and then be welcomed to Quebec City by Premier Duplessis.

International Red Cross Conference: Toronto, Aug. 6 (CP) -- A verbal battle between Mme. Li Teh Chuan, head of the Chinese Communist delegation, and Chairman John A. MacAulay, of Winnipeg, highlighted today's plenary session of the 18th International Red Cross Conference.

Mme. Li was the third Communist delegate to make an unsuccessful attempt to present a reworded version of a resolution charging the United Nations with atrocities and germ warfare in the Korean War. The first draft was voted out of a general commission meeting several days ago.

First Chinese delegate to speak on the question was Dr. Su Ching Kuan who agreed to let the resolution stand until tomorrow after Mr. MacAulay said he will study it, and decide if it can be brought before the conference.

Dr. Su said his delegation wanted to re-submit the resolution, because it was "unfairly voted out of the general commission."

Discussion of a Belgian resolution, later passed, urging examination on "the basis of common agreement" of Communist charges brought N. V. Slavin of Russia, to the rostrum.

He said the Belgian resolution was "designed to throw a shadow of doubt on the alleged U.S. atrocities in Korea."

He too was ruled out of order by the Chairman who said the delegate could "indicate you are not in favour of the ... resolution, but you can't make definite statements that there were atrocities or germ warfare in Korea.

Mr. Slavin said the charges, "already proven, require no further proof or investigation." The Belgian resolution was an attempt to "hoodwink public opinion and relieve the U.S. of charges made against it."

The conference upheld Mr. MacAulay's ruling that the Russian statement was out of order by a vote of 52 to 15.

C.C.F. National Convention: Toronto, Aug. 6 (CP) -- The C.C.F. National Convention today urged "vigorous initiative" by Canada to expand trade at the forthcoming Commonwealth Conference, and termed the present Canadian attitude "tepid and aloof."

This and another resolution asking that Canadian production of iron and steel be expanded "through a publicly-owned primary iron and steel industry," were sent to the convention by the National Council as "emergency resolutions."

Other resolutions adopted urged a national health service, increased social security measures, a federal plan of "subsidized payments to nurses in training" and made lengthy recommendations in regard to agriculture.

The resolution on agriculture brought the longest debate of the day, and, in regard to some of its clauses, the widest range of opinion.

One clause, moved from the floor and adopted, asked for "effective control of importation of cheap vegetable oils and adoption of a policy directed towards use of Canadian-produced oils."

Claim Rich Find Of Uranium: Edmonton, Aug. 6 (CP) -- Four prospectors today claimed a rich find of uranium ore in Alberta, close to the Goldfields and Beaver Lodge areas of northwestern Saskatchewan.

They claimed their find to be the "mother lode" of the rich deposits that have started history's first uranium rush to the area.

The men, who filed their claims in Edmonton, said their find is on the Alberta side of the Alberta-Saskatchewan border and only a quarter of a mile from deep water along the north of Lake Athabaska, straddling the boundary.

It lies in an unsurveyed township 40 miles west of Black Bay, where the new Uranium City now is the focal point of Saskatchewan's biggest claims-staking rush.

North Hayes, spokesman for the quartet, said that samples of the find had been forwarded to Ottawa and a telegram report indicated they were of high uranium content.

Hayes, a northern Alberta railroader, said the group had found uranium-bearing outcroppings ranging up to seven feet in width.

Washington Library Expert To Aid Ottawa: Ottawa, Aug. 6 (CP) -- An internationally-known expert has been called to Ottawa to help in the rehabilitation of Canada's Parliamentary Library, whose books were badly damaged by water during a stubborn fire Monday.

He is Mr. Alvin W. Kremer, Keeper of the Collection of the Library of Congress at Washington.

His services were requested by acting Prime Minister C.D. Howe after a cabinet meeting at which the problem created by the library fire was discussed.

Mr. Kremer, who achieved notable success in restoration of books after a disastrous library fire at Lansing, Mich., may be here only a few days, a library official said, "to advise us whether what we are doing is the best thing."

Meanwhile, moisture in the 75-year-old circular library building was warping the carved panelling. There is still no estimate of damage, but approximately 500,000 books are believed to have been affected by the water firemen poured into the building during a 12-hour fight.

Across Canada: The Federal Government yesterday extended its 25-cent-a-pound floor price for beef another month to September 30. Agriculture Minister Gardiner said it will support the Canadian cattle industry as long as the United States market remains closed to it.... Opening dates for the first regular television transmission in Canada were announced today by Mr. A.D. Dunton, Chairman of the CBC Board of Governors. Regular service will begin in Montreal September 6 and in Toronto September 8, the announcement said.... The R.C.A.F. yesterday announced a strengthening of aerial defences on the West Coast with formation of a new reconnaissance squadron flying Lancaster planes and based at Comox, B.C.



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INFORMATION DIVISION
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OTTAWA - CANADA

OF CANADA

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Vol. 3, No. 152

Friday, August 8, 1952.

1951 Grain Exports Set Record: Ottawa, August 7 (CP) -- Canada's grain exports climbed to a peak of 509,000,000 bushels in the crop year ended July 31, the Trade Department announced today.

The big jump of grain shipments from the previous high of 471,000,000 bushels in 1929 was achieved in spite of turbulent crop-handling conditions and a late harvest which threatened Canada with one of its worst shipping bottlenecks in history.

Exports in the 1951-52 crop year included 357,000,000 bushels of wheat, 72,000,000 bushels of oats and 70,000,000 bushels of barley.

With the old crop year ended, trade officials now are turning to the problem of closing up grain-pool books, with prospects that millions of dollars in pool treasures soon will be turned over to Western farmers in the form of final payments on their grain deliveries.

Ships, railway cars and elevators worked at peak capacity to get the record-breaking grain exports moving in the last crop year. And the prospects are, said the Department, that Canada is in for another heavy transportation year with hopes of another bumper wheat crop shaping up in the West.

During the last 12 months, the flow of grain through St. Lawrence ports jumped to 191,000,000 bushels from 95,000,000 the previous year. Shipments through Pacific ports climbed to 118,000,000 from 68,000,000 in 1950-51.

Grain Sale Prospects To U.K. "Very Good:" Ottawa, August 7 (CP) -- The Minister of Trade and Commerce, Mr. Howe, said today that Canada's wheat-selling prospects in the United Kingdom this year "are very good indeed."

He made the brief comment after conferring with a Canadian negotiating team which recently discussed Anglo-Canadian wheat sales with U.K. officials in London. The talks covered sales during the new crop year which began August 1.

International Red Cross Conference: Toronto, August 7 (CP) -- An offer by Chinese communist delegates to show motion pictures, which they said were proof of their germ warfare charges, was ruled out at today's session of the 18th International Red Cross Conference.

The Chinese made the offer several days ago and later called newspaper men to their hotel rooms to show the films and distribute booklets, photographs and photostats of letters they claimed were written by United States prisoners.

Chairman John A. MacAulay of Winnipeg has several times ruled discussions on germ warfare and atrocity charges out of order on grounds that they were becoming political.

He said any suggestion that the Conference is "a tribunal or is constituted to listen to such evidence is entirely out of order."

Mr. MacAulay said he was not "casting any reflection on these films."

"However, motion pictures in our courts are not admissible as evidence. Modern-day photographic methods can change small ships on a pond to large ships on an ocean."

Germ warfare complaints were in the province of the International Committee and a resolution yesterday invited all governments concerned with the charges to meet for discussions.

Later on the Conference approved, by a unanimous vote, a Polish resolution urging all governments to ratify the Geneva protocol concerning the prohibition of "a bacteriological weapon."

Prof. Peter MacCallum, Dean of Medicine at University of Melbourne, said he is of the opinion that effective bacteriological warfare "could not be waged on the basis and with the methods which the Chinese claim were used by the United Nations in Korea."

He had seen the "evidence" and could not "deduct anything of value from it."

"The world will not believe their (the Chinese) sincerity unless they will permit an impartial body to examine the evidence."

C.C.F. National Convention: Toronto, August 7 (CP) -- The National Convention of the C.C.F. today urged a "war on poverty" as the best means of achieving lasting peace.

At the same time, it turned back by a large majority a move which would have taken out of the resolution any approval of military preparedness.

The resolution, as it came from the National Committee, contained these words:

"Military preparedness, necessary though it is in the present international situation, cannot take the place of positive action to end poverty and exploitation."

Mrs. Sophia Dickson and Mr. Peter Makaroff, Saskatchewan delegates, asked for the deletion, as "irrelevant," of the words, "necessary though it is in the present international situation."

Two or three delegates indicated that they were "pacifists." Mrs. J. M. Telford, another Saskatchewan delegate, asked what had been accomplished by war, and said "we are just dallying around in condoning war."

Premier Douglas of Saskatchewan replied:

"If we had allowed Hitler to bring the world into thralldom, you and I today would be under a tyranny. Some things are worse than war."

"We must face the fact that in the kind of world we live in we must have force. But it should be constructive force, and we must remove the poverty and insecurity which inevitably lead to war."

Mr. Alistair Stewart, member of Parliament for Winnipeg North, said:

"We had 'peace' when China, Abyssinia, Czechoslovakia and Austria were overrun, when Jews were being put to death, and trade unions destroyed. So-called 'peace' is not the all-important thing—the main thing is law and order."

Across Canada: Mr. Donald Gordon, President of Canadian National Railways has announced that the central building of Jasper Park Lodge in Alberta, destroyed by fire last month, will be rebuilt and ready for the 1953 season, opening in June....Mr. A.R. MacDougall, Progressive Conservative, was "re-elected" in Vancouver-Point Grey when the British Columbia Appeal Court tossed out a recount of votes in the riding....Lieutenant Governor J.A.D. McCurdy of Nova Scotia yesterday welcomed Mr. Robert Lister MacNeil of New York, chief of the Clan MacNeil, to the annual Gaelic Mod.

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Vol. 3, No. 153.

Monday, August 11, 1952.

1951-52 Budgetary Surplus \$248,000,000: Ottawa, August 8 (CP) -- A final Treasury report shows that Government income was lower and spending higher than anticipated, producing a Government surplus for the fiscal year ended March 31 last of \$248,000,000.

The surplus was \$108,000,000 lower than the \$356,000,000 estimated by the Minister of Finance, Mr. Abbott, in his April 8 budget speech, but it was more than eight times greater than the \$30,000,000 forecast at the beginning of the last fiscal year which began April 1, 1951.

Mr. Abbott has forecast the surplus for the current fiscal year at \$9,000,000.

Mr. Abbott, in a statement today, said that final Government revenues actually totalled \$3,981,000,000, down \$22,000,000 from the April 8 estimate of \$4,003,000,000.

Government expenditures climbed to \$3,733,000,000, up from the previous estimate of \$3,647,000,000.

Mr. Abbott said the drop in revenues was caused by lower tax income.

The increase in spending — \$86,000,000 — was the result "almost entirely" of a change in treatment of interest on public debt.

This year the Government has decided to charge interest on the national debt on a monthly basis, rather than on the old basis of semi-annually or annually.

This was done to give a "better current picture of expenditures month by month."

"This change in practice," Mr. Abbott said, "is reflected in the 1951-52 accounts."

As a result, the expenditures for the fiscal year as finally determined include an additional \$87,500,000 for interest accrued from the last interest payment date of each loan to March 31, 1952.

Forestry Experts From 18 Commonwealth Countries: Ottawa, August 11 (CP) --

Forestry experts from 18 Commonwealth countries today open meetings designed to pool their knowledge of the forest industry and its problems. United Nations observers will attend.

Open sessions will be held during the first three days in the Senate Chamber. Delegates then will start on extensive tours of Canada's forests.

The forestry men will leave here Thursday as guests of the Quebec Department of Lands and Forests to visit the Duchesnay Forest Ranger School, the Laval University School of Forestry and Laurentides Park, north of Quebec City.

They will also spend two days at the Federal Government's forest experiment station at Petawawa, Ont., and tour Ontario Government forest establishments.

The delegates will return here August 29 for further meetings until

September 13 after which some of them will tour Western Canada as far west as British Columbia.

C.C.F. National Convention: Toronto, August 9 (Globe & Mail) -- The National

C.C.F. Convention urged Canada to stand on her own two feet at the U.N. and not be, as one delegate put it, a little tail wagged by a big dog.

Premier T.C. Douglas of Saskatchewan said:

"To all appearances now it (the U.N.) is subject to no one but the President of the United States," he said. "I believe in an international police force to keep the peace, but if it is not subject to control it could become a posse or even a lynching party."

The convention adopted a six-point international affairs policy based on unstinting support of the U.N. which, a statement said, remains an essential agency for world peace even with all its shortcomings.

Mr. M.J. Coldwell was re-elected President and National Leader.

Other officers re-elected: Mr. Percy Wright, member of Parliament for Melfort, Sask., National Chairman; Mr. David Lewis, Toronto, English-language Vice-Chairman; Mme. Thérèse Casgrain, Montreal, French-language Vice-Chairman.

Canada - U.S. Joint Action On Scrap Iron: Montreal, August 9 (Gazette) --

A shipment of scrap iron is now tied up at Sorel, Que., through joint action of the Canadian and U.S. Governments to prevent its disappearance behind the Iron Curtain.

Ottawa acted swiftly yesterday to prevent a shipping concern from transshipping the 2,475 tons of U.S. scrap iron overseas through a Canadian port.

The cargo, believed to have originated in Jersey City, N.Y., was to have been picked up by the Norwegian freighter Halse, which arrived in Montreal yesterday.

Informants said it was an example of close co-operation between Canada and the U.S. to prevent the use of Canada as a "back door" in the movement of American strategic goods without proper U.S. clearance.

NATO Exercises In Atlantic Heralded: Victoria, August 11 (CP) -- A glimpse of sanity in a world of trouble is the description of the North Atlantic Treaty Organization by Vice-Admiral Sir William Andrewes, Commander-in-chief of American and West Indies station of the Royal Navy.

The British naval officer arrived here on the 9,100-ton light cruiser HMS Sheffield for a week's visit.

In an interview he said "big and significant exercises" will be held on the Atlantic this fall by fleet units of various NATO nations.

Across Canada: Airline and steamship company officials told The Montreal Gazette that 1952 will likely be Canada's greatest transatlantic travel year since the Second World War, the newspaper reports. Airlines report a 30 per cent increase in passenger traffic for the first seven months of this year and a 40 per cent increase during May, June and July over those months last year. In the first seven months of 1952, steamship passenger travel through Montreal, Quebec and Halifax was up by more than 45,000 passengers over the first seven months of 1951....Prime Minister St. Laurent said Saturday, according to a C.P. report from Quebec, that fire which damaged the Ottawa Parliamentary Library is taken by the Government as a warning that a fire-proof place is needed for the safekeeping of Canada's rare and valuable books. He said: "The Government will evidently consider the question of the establishment of a national library as soon as possible....Canada will pay formal tribute Tuesday to the man and the plane who combined to make Canada's first aircraft flight under military auspices 43 years ago--August 2, 1909. Mr. Claxton will unveil a cairn at Camp Petawawa to commemorate that flight. The man who made it--Lieutenant-Governor J.A.D. McCurdy of Nova Scotia--will take part in the ceremonies.

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Vol. 3, No. 154.

Tuesday, August 12, 1952.

Half-Year Export Record Reaches \$2,100,000,000: Ottawa, August 11 (CP) -- Canada's exports climbed to a peak of \$2,100,000,000 during the first six months of 1952.

They were pushed ahead, the Bureau of Statistics reported today, by a marked expansion in shipments to the United Kingdom, Latin America and most European markets.

While these markets provided the main impetus for a big, 20 per cent jump over last year's comparative six months' total of \$1,760,000,000, shipments to the United States also were slightly higher, passing the billion-dollar mark for the second successive year, the Bureau said.

In spite of her dollar troubles, Britain's purchases in Canada reached a peacetime high of \$395,000,000 up more than \$140,000,000 from last year's \$254,000,000. Shipments to Latin America almost doubled to \$148,300,000, from \$79,700,000.

Most of the general increase was due to expanded volume which swelled by some 17 per cent, the Bureau said.

June's exports maintained the accelerated pace, climbing to \$375,000,000, up more than \$60,000,000 from \$313,000,000 last year and just slightly below the all-time monthly high of \$381,000,000 reached during May.

Newsprint and wheat sparked the big 1952 advance. Wheat, which had been riding in fourth place among the export leaders, jumped back into the second slot, climbing to \$64,000,000 during June from \$40,600,000 last year and shooting up to \$263,244,000 from \$148,631,000 in the six-month period.

Newsprint shipments climbed to \$48,338,000 from \$39,214,000 during June and maintained the six-month lead at \$263,244,000 up from \$248,500,000 in the first six months of 1951.

In a previous preliminary estimate, the Bureau placed imports for June at \$324,400,000, down from \$360,400,000 last year and for the six-month period at \$1,950,000,000, down from \$2,100,000,000.

This resulted in a foreign trade surplus of about \$150,000,000 for the half-year, a sharp reversal of the unusual \$340,000,000 deficit in the first half of 1951.

Another feature was a marked shift in the pattern of foreign trade. In June, Canada's exports to the U.S. increased slightly to \$191,500,000 from \$188,400,000 in June last year, accounting for 53.2 per cent of total exports, compared with 60.3 per cent last year.

The U.S. in the half-year, absorbed \$1,113,300,000 worth of Canadian goods, up from \$1,109,800,000 in 1951, reducing the U.S. proportion of total Canadian shipments to 53.3 per cent from 58.0.

Minister To Norway, Iceland: (Press Release No. 52, August 12.) -- The Secretary of State for External Affairs, Mr. Pearson, announced on August 12 the appointment of Mr. J.B.C. Watkins as Canadian Minister to Norway and Iceland. Mr. Watkins will succeed Mr. E.J. Garland who is retiring this summer after having served for over twelve years in Dublin and Oslo.

Czechoslovakian Consul-General Resigns, Granted Six-Months Stay: Ottawa, Aug. 10, (CP) -- Dr. Jiri Mares, Czechoslovakian Consul-General in Montreal, has been granted political asylum in Canada for six months' after quitting the Czech Foreign Ministry and refusing to return home, the External Affairs Department said today.

The 43-year-old lawyer-diplomat has been in Montreal four years. It is understood that he recently was ordered back to Prague and that he refused to return.

The Immigration Department has granted Dr. Mares, his wife and three children the right to remain in Canada at least six months. He is the latest of a number of Czech officials in Canada who have declined to go home. The biggest defection of Czech officials here came in 1948 when the Reds took over the Government in Prague.

Dr. Frantisek Nemeč, Czech Minister in Ottawa, and most of his staff quit rather than serve the Reds and only this year all became Canadian citizens.

Mr. and Mrs. Nemeč have just sold the profitable bakery business they built up themselves. The former Minister said he now intends to devote himself to writing in the interests of Czech freedom.

Yukon Landmarks Honour War Dead: Ottawa, August 11 (CP) -- A new map is out of the southeast portion of Canada's Yukon Territory with many of its mountains, lakes and creeks named for Canadian servicemen who lost their lives in the Second World War.

The Canadian Geographical Board, continuing its policy of posthumously honouring servicemen, chose the names of nine air force and army officers and men to lend to unnamed landmarks in the southeast area of the Yukon.

Alberta Oil Production: Calgary, August 12 (CP) -- Crude oil production in Alberta for the week ended August 4 was down more than 51,000 barrels daily because of an end-of-the-month cut-back to keep within the allowable set by the Petroleum and Natural Gas Conservation Board.

U.K. High Commissioner To Canada: London, August 12 (CP) -- Lt.-Gen. Sir Archibald Nye, distinguished soldier-diplomat, sails for Montreal today on the liner Empress of Canada to take over the post of United Kingdom High Commissioner to Canada.

With Sir Archibald will be Lady Nye, daughter of Sir Harry and Lady Knox, their youthful daughter, Harriet, and 23-year-old Sheila Stevenson, Lady Nye's daughter by her first marriage.

Across Canada: An Alberta Mines Department official said yesterday a uranium "rush" appears to be under way in the Lake Athabaska region of Northeastern Alberta. The official said 33 claims have been recorded in the area and many others staked, according to the Canadian Press....Two Quebec Federal by-elections will be held October 6, it was announced in Ottawa yesterday. Writs were issued for by-elections to fill vacancies for the seats of Montreal-Outremont and Richelieu-Vercheres. The Montreal-Outremont seat became vacant when former Postmaster-General Rinfret was appointed to the Quebec bench. The Richelieu-Vercheres seat became vacant with the resignation of the Liberal member, Mr. Gerald Cournoyer, to run in the Quebec Provincial election.... Mr. Hector McNeil, former British Minister of State, yesterday told the Couchiching conference, that Britain is "near the edge of the safety margin" in the matter of living standards despite a reduced rearmament programme.

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Vol. 3, No. 155.

Wednesday, August 13, 1952.

Mr. Abbott Addresses Institute Of Public Affairs: Geneva Park, Lake Couchiching, Ont. August 13 (CP) -- The Minister of Finance, Mr. Abbott, said here last night that Canada appears to have weathered the period of greatest dislocation and readjustment.

Speaking at the Couchiching Conference, sponsored jointly by the Canadian Institute of Public Affairs and the CBC, he warned that this is no time for Canadians to relax. He said he saw reason for cautious optimism in the fact that Canada is in a much more stable situation today than at the beginning of the defence build-up or for several months thereafter.

"Despite the fact that the situation is somewhat easier today," Mr. Abbott said, "I do not mean to imply that the demands of our defence effort are by any means at an end.

"To a very considerable extent, however, we have inserted the new demands of defence and have avoided drastic inflation. We have won the first round of what may turn out to be a 15-round bout. But this is no time to let our guard down."

He emphasized that there is no room for an expansion in the flow of goods and services for consumer purposes and added that an attempt by consumers to get more would serve only to renew the threat of inflation.

"Our real hope," he said, "is that when we have built defence expenditures up to the point required by world conditions, we can then turn our yearly increases in production to the improvement of our standard of living."

Mr. Abbott said the capital investment boom in Canada was, and remains, a major inflationary force. He said Canada's future productivity and the ease with which this country can carry a defence programme "depends upon a policy which does not reduce our capital investment to minor proportions."

"Our resources are being used to strengthen and diversify our economy and will do so in an increasing measure. A good proportion of the increments in wealth, which they yield to us has to be set aside at the present time to build up our defence."

10,000 Packinghouse Workers Get Raise: Toronto, August 13 (Globe & Mail) -- Canada's 10,000 packinghouse workers employed by the big three in ten meat packing industry are to receive a wage increase averaging approximately seven cents an hour under an agreement between the companies and the United Packinghouse Workers of America (CIO-CCL). The raise is retroactive to August 1.

The gains were carved out by the union at a time when the industry had hit its lowest financial since the war.

Settlement terms reached with Canada Packers, Swifts and Burns & Co. are now being ratified by union membership meetings.

The agreement provides for a five per cent wage increase which will bring the starting rate in the industry to approximately \$1.33 an hour and the average rate to \$1.57.

In addition, the work week in the industry is reduced from 42 to 40 hours.

Dr. Keenleyside On Canada - U.S. Relations: Geneva Park, August 12 (Globe & Mail). Canada and the United States have developed few points of tension in their relations, but the chief area of disagreement relates to the Far East, in the opinion of Dr. H.L. Keenleyside, Director-General, Technical Assistance Administration, United Nations.

The former Canadian Minister to Mexico told the Couchiching Conference today that this difference of views on Far East problems might some day expand in seriousness, rather than decline....

"One thing which should afford satisfaction to all Canadians is that despite many temptations over the past 150 years to alter the relations between the two countries, those temptations have not been acceded to in any way to inflame opinion in the smaller country," Dr. Keenleyside said.

Dr. Keenleyside cited the Joint Board of Defence as a real contribution to international co-operation....

"The suggestion has been made that U.S. capital is taking over Canadian industry," Dr. Keenleyside said. "The fact is that U.S. investment in Canada is up from around four billions in 1935 to about eight billions today, but percentage control of U.S. capital in Canada is lower than it has been at any time in the past 25 years. It was once 25 per cent. Today, it is 15 per cent; in other words, our investment in Canada has gone up tremendously."

Canada - U.S. Radio Convention: The Minister of Transport announced on August 12 the coming into effect of a Reciprocal Radio Convention between Canada and the United States relating to the operation by citizens of either country of certain radio equipment or radio station when in the other country. The Convention was ratified by Canada on May 31, 1951.

Indian Bones Believed 1,500 Years Old: Little Current, Ont., August 13 (CP) -- The bones of a Point Peninsula Indian—believed to be 1,500 years old—have been uncovered on the rugged northern shore of Georgian Bay, a few miles east of here.

The bones, found by field workers of the Museum of Anthropology of the University of Michigan, were in an excellent state of preservation, due to the action of copper salts formed by copper ornaments buried with the body.

Dr. Emerson F. Greenman, in charge of the expedition, said the Indian was apparently a prince of his people. Parts of a beaver robe, four six-inch spear points, four copper axes and hundreds of copper beads were found beside the body.

The discovery was made seven miles from an ancient campsite, claimed to be 17,000 years old.

Canada's Forest Resources: Ottawa, August 12 (CP) -- Other Commonwealth countries can learn a lesson from Canada's use of her forest resources, Lord Robinson, Chairman of the British Forestry Commission, said today.

Lord Robinson, Vice-Chairman of the Sixth Commonwealth Forestry Conference in session here, said in an interview that more thought and energy is put into utilization of wood and wood products in Canada than in any other part of the Commonwealth.

Across Canada: A \$1,000,000 tomato crop is at stake in a strike that has shut down the processing plants of the H.J. Heinz Co., at Leamington and in Wallaceburg, Ontario. On strike are 1,100 workers — 1,000 of them in Leamington and 100 at Wallaceburg — the majority of them members of the United Packinghouse Workers of America (CIO-CCL), the Globe & Mail reports.... The big annual move of Eastern farm workers to help Western farmers harvest their crops has begun, the Department of Labour announced yesterday. About 2,500 workers will be needed, the Department said, and recruiting now is under way in Ontario and Quebec.... A Canadian Air Vice-Marshal, John L. Plant, 42, has been promoted to one of the four top jobs at headquarters of the Atlantic Pact air forces. He has been given the job of clearing up supply and air base problems in the building of air strength in Europe, the Canadian Press reports from Fontainebleau, France.



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Thursday, August 14, 1952.

To Give U.K. \$150,000,000 Worth Of Arms This Year: Ottawa, August 13 (CP) --

The Minister of Defence Production, Mr. Howe, said today that Canada will provide the United Kingdom with about \$150,000,000 worth of armament this year as a free gift under mutual aid.

In addition, Canada is purchasing this year about \$100,000,000 worth of defence equipment from British factories and providing about \$70,000,000 in capital assistance to help some key U.K. defence plants establish in Canada.

All this is coming out of Canada's three-year \$5,000,000,000 defence programme which began April 1, 1951.

The current trend of placing defence orders in the U.K. is a departure from original defence planning, Mr. Howe said in an interview.

"We planned to place orders in Canada, and because of the Canada-United States standardization programme, in the U.S.

"But we hold no Olympian detachment toward Britain. We are sympathetic to her financial problems. We are trying, wherever possible outside the Canada-U.S. standardization programme to place defence orders in that country.

"But we must be given an even break on price and we must be assured of speedy delivery. Given that break, we would rather spend pounds than dollars.

"In fact, the Canadian Government is prepared to do more for the U.K. than for any other country in the world. We would do almost anything to help balance U.K. trade."

Yet, in the long run, Britain would have to pull herself out of her financial troubles, said the 66-year-old Mr. Howe who holds the ministerial portfolio of Trade as well as Defence Production.

"No one can really get a country out of financial difficulties unless it is that country itself. Britain must make more goods and sell more goods, particularly to the dollar countries of Canada and the United States.

Report Canada to Participate In Atomic Tests: Ottawa, August 13 (CP) -- Canada is going to participate in the British atomic weapon tests off Australia this fall, it was indicated authoritatively today.

A small team of scientists, possibly headed by Dr. O.M. Solandt, is expected to fly to Australia within a month to become the first Canadians to take an active role in a controlled nuclear explosion.

The last Canadian contact with an atomic blast came in the U.S. Bikini tests of 1946 but the Canadians there were only observers. In Australia, they will actually participate.

This opportunity has been greeted warmly here because Canadian officials have for some years now been hoping for a chance to gain first-hand knowledge of by far the most lethal of all weapons. They have been blocked off from U.S. tests by tough American security barriers.

This is Britain's first test and arrangements for Canada to participate fit into a traditional pattern. Canada was invited, for instance, before the Second World War to send a scientist to participate in the final stages of the development of then-secret radar. Since 1944 Canadian-British co-operation in the atomic field has been steady and considerable.

In London today a Government spokesman said it is quite likely Canada will participate in the Australian tests which must be finished by November because of weather conditions.

Commonwealth Forestry Conference: Ottawa, August 13 (CP) -- Australia is using Canada as a model for a programme to increase her yields of softwood, cheapest source of pulp, for newsprint.

Mr. G.J. Rodger, head of the Australian delegation to the Sixth Commonwealth Forestry Conference here, said today Australia delegates are on the lookout for Canadian-developed improvements in the softwood timber industry.

Since 1924 the Australian Government has been planting trees of the coniferous kind that flourish on the Canadian and United States West Coast.

Living Costs Rise In Seven Cities: Ottawa, August 13 (CP) -- Living costs in seven of nine regional cities—all but Toronto and Vancouver—climbed again during June, pushed ahead mainly by higher food prices, the Bureau of Statistics reported today.

The regional cost of living index, based on August, 1939, prices equalling 100, remained unchanged at Toronto at 184.4, but declined by four-fifths of a point at Vancouver to 189.8 from 190.6.

Across Canada: The Canadian dollar climbed to an 18-year high yesterday, trading at $\$1.04\frac{1}{4}$ in U.S. currency in foreign exchange dealings in New York, the Canadian Press reported....Contracts for another $\$5,208,655$ in defence orders were awarded in the latter half of July, the Defence Production Department announced yesterday. Largest single order is for $\$1,600,000$ worth of airplane propellers placed with Canadian Car and Foundry Ltd., Montreal....The Canadian Congress of Labour yesterday protested appointment of a former Trades and Labour Congress organizer as British Columbia's Deputy Minister of Labour. Appointment of William Sands was announced the day previous, the Canadian Press reported from Vancouver.

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Vol. 3, No. 157.

Friday, August 15, 1952.

International Monetary Fund: Ottawa, August 14 (CP) -- The world's sterling area countries, hungry for dollars, may soon be able to get more of them through more generous loans from the International Monetary Fund.

Financial informants said today that one of the main issues to be brought up before the Fund's annual sessions in Mexico City will be a relaxation of its policies on short term loans to countries in balance-of-payment difficulties.

On the books, the 54-country Fund has some \$8,000,000,000 in sterling or dollar assets, either put up or promised by its member countries for short term lending policies. Canada's commitment is about \$300,000,000.

Altogether the fund has about \$2,000,000,000 in hard dollar currency.

Informants said that some sterling area countries have been complaining of difficulties of getting loans from the bank which would have helped them over a temporary shortage of dollars to meet international obligations on time.

The Fund apparently has taken the view that some requests for dollar loans were not sparked by temporary balance-of-payment difficulties but long-term dollar needs. These have been turned down.

However, top-flight financial experts from Canada and other member countries will take another look at the Fund's policies and it appeared likely that some changes will be made. The Canadian delegation will be led by the Minister of Finance, Mr. Abbott.

The sterling financial crisis likely will take up a big part of the official agenda, informants said.

They added that so far as they were aware the question of a change in the official price of gold will not be brought up.

However, if it is, Canada likely will take a back-seat in discussions. Her view is that if a higher price for gold is available, she would like to get it, but she won't go after it if it means that the gold markets will lose its biggest customer—the United States.

Defence Programme: Ottawa, August 14 (CP) -- The first extensive study of how Canada's three-year multi-billion-dollar defence programme is doing has been launched by the Defence Department.

The programme is supposed to be half finished now but parts of it are reported lagging and it has been indicated the cost will be considerably more than the original \$5,000,000,000 estimate.

The survey of how the three armed forces are keeping up with their schedule has been ordered by the Minister of National Defence.

It will prepare the Government for an Atlantic Pact meeting late this year when the Pact Council of Ministers meets in Paris to review the re-armament progress of all 14 member nations.

It will also prepare the Government for the session of Parliament starting in November.

Further, it will allow the forces themselves to get a clearer picture of just where they stand, what their strengths and weaknesses are, where they are behind schedule, where new efforts should be made.

The Defence Production Department—the one that gets the guns, tanks and planes for the forces—has already reported a blitz going on in its ranks to try to make up ground lost in production schedules of many of the more important items of armament.

Labour Union Membership At Peak: Ottawa, August 14 (CP) -- Labour union membership in Canada stands at a record high, the Labour Department said today.

It reported that the 41st annual survey of union membership showed that 1,146,121 Canadians now belong to unions and that a higher proportion of workers now are unionized than ever before.

Topping the list is the Trades and Labour Congress of Canada which claims the allegiance of 522,965 workers or nearly half the over-all total.

Behind it comes the Canadian Congress of Labour with 330,778.

The increase over the over-all 1951 figure was 117,600 but the Department said some of this was made up of 24,350 workers not included in last year's total because they were in independent units not surveyed then.

Alberta Election Final Results: Edmonton, August 14 (CP) -- The makeup of Alberta's next Legislature was finally determined today—nine days after the Provincial election—when the last doubtful seat reported.

Mr. A.M. Montemurro, Social Credit, was elected on the third count in Lac Ste. Anne, northwest of Edmonton.

The final party standing, with comparative figures for the 1948 election and at dissolution:

	1952	1948	Dissolution
Social Credit	52	51	49
Liberal	4	2	3
CCF	2	2	2
Prog. Conservative	2	..	..
Ind. Social Credit	1	1	3
Independent .....	..	1	..
	—	—	—
Total	61	57	57

Across Canada: Twelve hundred men were reported by Canadian Press to be fighting 148 forest fires in B.C....National Research Council scientists, reproducing planetary atmospheric conditions with an eight-foot steel tube and an auto headlamp, have answered a long-standing astronomic question. They have proved that hydrogen exists on the planets Uranus and Neptune. Dr. G. Hertzberg said proof of the existence of hydrogen on the planets is a valuable addition to scientific knowledge of the planetary system, the Canadian Press reported....Mayor Charlotte Whitton of Ottawa has announced that she will enter Ottawa's mayoralty contest this fall.... The Finance Department said Canada's seventh series of savings bonds which go on sale October 14 will mature 10 years and nine months from the date of issue and bear interest at the rate of 3.44 per cent if held to maturity.

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Vol. 3, No. 158.

Monday, August 18, 1952.

Grain Yield Reported Likely To Top All Records: Ottawa, August 15 (CP) -- Government statisticians today forecast unprecedented grain production for Canada this year, including record 656,000,000-bushel wheat and 295,333,000-bushel barley crops.

But pinned to this rosy outlook is a gloomy prediction by grain experts that Canada simply hasn't the storage space to handle such tremendous crops and community halls, skating rinks and auditoriums out West may have to be requisitioned to provide emergency storage.

Nevertheless, the Transport Controller, Mr. R.W. Milner, said he felt confident that a "well co-ordinated effort will move the grain into export channels in a satisfactory volume."

The Bureau of Statistics' estimate was for a wheat crop more than 100,000,000 bushels higher than last year's 552,000,000-bushel harvest and about 89,000,000 bushels greater than the previous peak of 567,000,000 bushels in 1928.

It was emphasized, however, that anything can happen to change the picture. A change in weather could cut the estimate drastically. Several more weeks of warm weather will be needed to ensure ample supplies of high-quality wheat.

Prospects of a record wheat crop likely will have international repercussions. Canada, along with the United States has been pressing for a higher wheat-price ceiling under a new International Wheat Agreement currently under negotiation.

The United Kingdom and other importing countries of the current four-year International Agreement, which runs out July 31, 1953, are strongly opposing such a move. Forecasts of peak crops in Canada as well as the United States may bolster their drive to keep prices from climbing.

Currently, the agreement ceiling is \$1.80 (U.S.) per bushel, basis No. 1 Northern. Spokesmen for organized Prairie farmers have proposed a boost to about \$2.35 a bushel.

The Bureau's barley estimate of 295,333,000 bushels would make the current crop some 50,000,000 bushels greater than the one produced last year and 36,000,000 bushels higher than the previous record of 259,000,000 bushels harvested in 1942.

The oats crop was estimated at 465,668,000 bushels, down from last year's 488,191,000; the rye crop at 24,911,000, up from 17,647,000 last year; and flaxseed at 12,996,000, up from 9,897,000.

The mixed-grains crop was estimated at 60,392,000 bushels, down from last year's 68,509,000, and the potato crop at 52,761,000 bushels, up from 48,355,000.

The record wheat crop is expected to come out of 25,994,000 acres sown to the main Canadian grain crop, up from 25,254,400 in 1951. But the yield is estimated at 25.2 bushels to the acre, which is sharply higher than last year's 21.9.

The spring-wheat estimate was placed at 635,299,000 bushels, up from 532,961,000 last year and the winter wheat at 20,768,000 bushels, slightly higher than 19,696,000 in 1951.

Prairie wheat production was estimated at 632,000,000 bushels, compared with 529,000,000 last year. Other Prairie grain estimates with last year's figures in brackets:

Oats for grain, 350,000,000 bushels (340,000,000); barley, 285,000,000 (234,000,000); rye, 23,350,000 (15,980,000); flaxseed, 12,000,000 (8,870,000).

Arms Aid To Allies: Ottawa, August 15 (CP) -- The biggest shipment in some time under the Mutual Aid Programme for sending free arms to Canada's Atlantic Pact Allies was announced today.

It goes to the Italian Army and includes enough guns to equip five field artillery regiments. The shipments sails from Montreal shortly. Italy has already received from Canada enough arms for a division.

The new shipment -- embracing more than enough guns for a division -- includes 74 towed and 54 self-propelled British-type 25 pounders as well as equipment for them.

Canada - U.S. Civil Aviation: In March this year the Minister of Transport announced the establishment of procedures and policies with the object of creation of reasonable reciprocity between the two countries for trans-border non-scheduled operations by air carriers of the United States of America and Canada. The arrangements between the two regulatory bodies on civil aviation matters was implemented on August 15 in a decision of Air Transport Board dealing with the first such application considered.

Approval was given to Atlantic Aviation Service of Wilmington, Delaware, U.S.A. to operate an international non-scheduled charter commercial air service to points in the Provinces of Ontario, Quebec, New Brunswick and Nova Scotia.

Political Leaders Visiting Quebec: Ottawa, August 17 (CP) -- Canada's two top political figures, Prime Minister St. Laurent and the Leader of the Progressive Conservative Party, Mr. Drew, are making simultaneous visits this week to Quebec, where two Federal by-elections are scheduled for October 6. Both will make a number of speeches, although neither will directly touch the by-election ridings of Montreal-Outremont and Richelieu-Vercheres.

Maj. "Des." Burke DCRA Winner: Ottawa, August 18 (Citizen) -- A quarter century of chasing an elusive will-of-the-wisp ended here Saturday afternoon for Maj. Desmond T. Burke of Toronto, former Ottawa radiologist, when he won the Governor-General's Gold Medal, the event which climaxed the 84th annual DCRA prize shoot.

For Major Burke the winning of the coveted gold medal was the crowning achievement of an outstanding marksmanship career which began in the early 1920's.

Across Canada: Winnipeg Blue Bombers won the third game of their pre-season Eastern football tour by defeating Argonauts 11 to 7 at Toronto on Saturday. Previously they had beaten Ottawa 24 to 6 and Hamilton 24 to 17....Edmonton Eskimos defeated Montreal Alouettes in another exhibition tilt at Edmonton.... Po Valley flood victims in Italy will soon receive a gift of 1,120 tons of Canadian wheat. Purchase of the wheat with money collected last winter in Manitoba and Ontario was announced by officials of Canadian Flood Relief for Italy. Shipped from Montreal, it will be milled in Italy and distributed to flood victims by the official Italian Relief Agency....Humid air and the feverish efforts of fire-fighters combined to slow the advance of British Columbia's forest fires which already have killed one person. But the fires were far from stopped. Nearly 1,500 men are battling 141 fires throughout the Province.



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Vol. 3, No. 159.

Tuesday, August 19, 1952.

Canada Free Of Foot And Mouth Disease: Canada was officially declared free of Foot and Mouth Disease on August 19 by the Minister of Agriculture, Mr. James G. Gardiner. All restrictions on the movement of livestock throughout Canada and all precautionary measures against the spread of the disease in Southern Saskatchewan have been removed. This action does not in any way change present floor price policies for livestock.

No sign of the disease has been uncovered since May 4 when the last infected herd was slaughtered, it was announced. Test animals (calves and hogs) have been on all infected and contact premises for 60 days or more and none has shown evidence of the disease.

Today's official action removes all quarantines and restrictive measures, including individual quarantine of former infected or contact premises, and the general quarantine applicable to the infected area and buffer zone. Provincial restrictions imposed as a result of the outbreak have been removed.

Since the disease was diagnosed on February 25, 1343 cattle, 294 swine and 97 sheep have been slaughtered. There was a total of 42 premises involved by the outbreak, 29 of which were infected premises and 13 were contact premises.

The quarantine area involved only 21 rural municipalities of the well over 580 rural municipalities in Saskatchewan. Active infection occurred in 5 of the 21 municipalities.

Commenting on the Minister's announcement declaring Canada free of Foot and Mouth Disease, Mr. Nelson Young, the Department's Director of Production Service, made it clear that inspections of suspected animals and meat were carried on in every part of the nation, and not only in the quarantine and buffer areas of Saskatchewan.

Mr. Young said that because even the slightest suspicion brought immediate attention, there had been more than 1,500 individual inspections of suspected meat during the outbreak in places that included Toronto, Windsor and Montreal as well as Regina, centre of the outbreak. He added that animals that were suspected, no matter where they were located in Canada, were given the same swift attention by federal veterinarians that animals in the quarantine and buffer zones received, at all times.

New Officer-Training College Enlarged: Ottawa, August 19 (CP) -- Interest in Canada's third and newest Officer-Training College has been so marked that its first class is being enlarged and its scope of training broadened, the Minister of National Defence, Mr. Claxton announced yesterday.

He said College Militaire Royal de St. Jean at St. Johns, Que., will open September 15 with 125 cadets in attendance instead of the 100 originally announced. Applications close August 31 and there already have been 1,200 inquiries and more than 220 firm applications, he said, with more coming in daily.

The second change means that the cadets will be trained at Fort St. Johns not for one year as originally announced but for two or three, putting it on the same basis as the other two services colleges, Royal Military College at Kingston and Royal Roads on Vancouver Island.

Special Ambassador: (Press Release No. 53, August 18.) -- Mr. Edmond Turcotte, Consul General of Canada at Caracas, was appointed Special Ambassador of Canada to the Dominican Republic on the occasion of the inauguration of its new President, General Hector B. Trujillo Molina. Mr. Turcotte, accompanied by

Mr. A. W. Evans of the Canadian Embassy at Havana, Cuba, attended the ceremonies in honour of the presidential inauguration, which took place at Ciudad Trujillo from August 14 to 19 inclusive.

New Cost Of Living Index: Ottawa, August 18 (CP) -- A rising Canadian standard of living, now the second highest in the world, is giving federal statisticians plenty of work. The new consumer price index is an example.

When it's finally completed and brought into use this fall, it will contain 65 more items than the old cost of living index which is to disappear completely next year. The new index will cover 225 items.

Bureau of Statistics men say the expansion in the number of items covered is both a general reflection of Canada's higher living standards and the Bureau's drive for a more comprehensive price gauge.

Fuel oil for heating is just one of the many new items to be included in the batch of goods for monthly survey on price changes. Liquor is another. Home ownership is a third, for Canadians are more and more buying their own homes instead of paying rent.

There will be an expanded list of fresh fruits and vegetables, children's clothing items and even prepaid hospital plans. There will be greater coverage of recreation....

Old Age Security Pensioners Now More Than 665,000: Ottawa, August 18 (CP) --

Canada has more than 665,000 pensioners 70 and over drawing a \$40-a-month Federal pension and it's costing the Government \$26,613,000 a month.

The Health Department, which administers the pensions, reported today that more than 6,200 new applications were made during July, bringing the national total to 665,346.

Across Canada: Montreal Alouettes lost the second of their pre-season exhibition football games in the West at Calgary yesterday, where the Stampeders won 30 to 11....Lt. Col. Robert H. Ramsay, 36, of Toronto and Ottawa, has been appointed to Gen. Matthew Ridgway's headquarters in Paris....The International Joint Commission announced in Washington yesterday it will conduct a hearing Friday at Sault Ste. Marie, Ont., on proposals for regulation of water levels in the Great Lakes....Six of hockey's former great players—R.R. (Dickie) Bosh, William (Bill) Cook, Frank (Moose) Goheen, Ernest (Moose) Johnson, Duncan (Mickey) MacKay and Nelson (Nels) Stewart—have been named to the International Hockey Hall of Fame.



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Vol. 3, No. 160.

Wednesday, August 20, 1952.

Mr. Gregg Addresses T.L.C. Convention: Winnipeg, August 19, (CP) -- The Minister of Labour, Mr. Gregg said today Canada's 5,000,000-man labour force is not big enough to meet both the needs of her big defence programme and her vast industrial expansion, now in full swing from coast to coast. He appealed to labour to help build it up.

In an address to the Annual Convention of the Trades and Labour Congress of Canada, he said industrial expansion is competing in man-power with "a defence programme which we simply cannot afford to reduce until our rearmament drive levels off to a 'care and maintenance' basis.

"And that time is not yet. It is not expected that Canada will reap the rewards of the strain our economy is undergoing until 1954 or 1955. In the meantime, it is a hard pull."

He reviewed the great industrial expansion—the huge Canso project in Nova Scotia, Alberta oil, Labrador iron ore, British Columbia aluminum. A capital investment of close to \$4,000,000,000 had been poured into Canada's mines, pulp mills, railways and factories last year.

It seemed apparent that a population of 14,000,000 with its working force of 5,000,000 would not be able to meet both this expansion and the defence programme.

"In our self interest and for the sake of our own national well-being," the Minister said, "we cannot let our opportunities go by default because of a short-sighted approach or laissez-faire attitude."

Harvest May Swamp Grain-Handling Facilities: Fort William, August 19 (CP) -- Officials expressed fear today that grain handling facilities may be swamped when harvesting of the new crop begins.

Grain from Western Canada has been piling up here faster than it can be expedited. During the United States steel strike, lake boats, normally carrying iron ore, were diverted to the grain movement. Last week grain stocks at Lakehead elevators totalled 43,949,026 bushels—more than 3,000,000 bushels above the previous week's total.

E.A. Seller, official of Federal Grain Limited, said today, "It looks as though storage space will be scarce. Since the end of the steel strike, there has not been enough shipping to keep pace with receipts."

He said the company has had as many as 1,000 railway freight cars on hand waiting for unloading. Harvesting of the new wheat crop, he said, should reach full scale proportions in 10 days.

Canada's wheat carry-over from the last crop year totalled 212,974,000 bushels, the biggest in seven years, the Bureau of Statistics reports. The crop year ended July 31.

This big balance, which doubtlessly will increase the strain on Canada's grain storage facilities, is a gain of 25,785,000 bushels from the 187,189,000-bushel carry-over in the previous crop year.

But it is some 43,000,000 bushels below the 10-year average annual carry-over in the 1941-50 period.

U.S. Cattle Embargo: Ottawa, August 19 (CP) -- The Canadian Government today planned a quiet patient wait for the United States to remove its six-month embargo on Canadian livestock and meats.

With Foot-and-Mouth disease eliminated, the Government has officially declared Canada free of the tenacious virus and immediately informed U.S. authorities.

"But we don't plan to bring any pressure on them to remove the embargo," an official said. "We know the U.S. Government will consider the matter carefully and reasonably and act as quickly as possible."

New U.K. High Commissioner Arrives: Ottawa, August 20 - (Citizen) -- The United Kingdom's new High Commissioner to Canada, Lt.-Gen. Sir Archibald Nye, arrived in the Capital last night with his family to assume his new diplomatic post.

A large delegation of senior civil and military advisers from the U.K. High Commissioner's Office were at Union Station to greet their new chief on his first visit to Ottawa.

Also on hand were top officials of the Department of External Affairs, and Commonwealth High Commissioners to the Capital from Pakistan, India, South Africa and New Zealand. His Excellency the Hon. Stanley Woodward, U.S. Ambassador to Canada, also shook hands with Sir Archibald as he stepped from his private car.

Appreciations From UNICEF: (Press Release No. 54, August 20.) -- The Department of External Affairs has received a letter from Mr. Maurice Pate, Executive Director of the United Nations International Children's Emergency Fund, acknowledging that organization's appreciation of the support which it has received from Canada since 1947.

6,000 Shipworkers Strike In Montreal Yard: Montreal, August 20 - (Gazette) -- A third Quebec Province shipyard became idle yesterday in a wage dispute that has taken an estimated 6,000 employees from their jobs and halted work on 27 ships.

The National Metal Workers Trade Union, a Canadian Catholic Confederation of Labour affiliate, said its 2,000 members employed by Canadian Vickers, Ltd. walked off their jobs at 6 a.m. Mr. Russel Thoman, General Manager of Vickers, placed the number on strike at 1,200.

New Air Supply Base At Langar, England: Ottawa, August 19 (CP) -- The big supply base for the 12 fighter squadrons Canada intends to have in Europe is opening for business.

The R.C.A.F. today announced transfer of 69 airmen to the new air material base at Langar, England, 22 miles from the R.C.A.F. fighter base at North Luffenham where three squadrons now are stationed.

It will supply the needs of the 12 squadrons that will comprise the air division Canada is committed to for joint defence in Europe by 1954.

Across Canada: Victoria, B.C. banks have started discounting larger American silver coins at about seven percent on the dollar. Bank managers said the flow of American coins here has become so large that they have been forced to mark down the larger U.S. silver according to the cost of shipping it south of the border, the Canadian Press reported....Hon. Frances Perkins, Labour Secretary in the United States Government for 12 years, came to Ottawa yesterday for a brief visit, including a dinner in her honour by Ottawa's Mayor Charlotte Whitton....Mr. St. Laurent will return to Ottawa from vacation next week.



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Thursday, August 21, 1952.

Labour And The Right To Strike: Winnipeg, August 20 (CP) -- A Federal Government suggestion that labour soften the use of its strike weapon during the defence production race was rebuffed today by union chiefs of the Trades and Labour Congress of Canada convention.

The cautiously-worded appeal for labour-management harmony from the Minister of Labour, Mr. Gregg, was answered by President Percy Bengough of the 502,000-member T.L.C. and Mr. Russell Harvey of Toronto, one of the American Federation of Labour's top men in Canada.

Both said labour will continue to exercise its legal right to walk out, despite a statement from the Minister yesterday that Canadian production now should not be "interrupted, impeded or interfered with for even a short time."

The Minister added "harmony" could prevent "many potentially-dangerous delays in production."

Mr. Gregg made what was generally interpreted by newspaper men as a "go slow" appeal on the strike question. However, President Bengough and Mr. Harvey today professed to consider he was misinterpreted.

The convention as a whole made no declaration on the issue, just hearing the two officials who spoke on a point of "privilege" on Mr. Gregg's address. President Bengough's statement, however, could be taken as the official T.L.C. stand in the absence of opposition from the 500-odd delegates.

His comment and that of Mr. Harvey—Canadian Director of Organization for the A.F.L.—was aimed chiefly at a section of Mr. Gregg's convention speech in part:

"In these critical times, when the free nations of the world are striving to hold their lead in the production race over those who would destroy all freedom, our production should not be interrupted, impeded or interfered with for even a short time."

Crop Weather Continues Favourable: Ottawa, August 21 (CP) -- The Prairies' chances of reaping an estimated peak 632,000,000-bushel wheat crop appeared strong yesterday with the Bureau of Statistics reporting "very favourable" weather throughout the Western Provinces.

However, the Bureau, in the seventh of eight telegraphic reports covering crop conditions across Canada, said warmer weather is needed in northern areas to speed maturity.

Swathing is well under way, with the biggest advances shown in the southern areas. About one-third of the grain crop has been threshed in Southern Manitoba and threshing and combining are under way in some sections of Saskatchewan and Alberta.

"Early results indicate good yields are in prospect in most districts," the Bureau said.

The only heavy damage was reported in Alberta where a sweeping storm hit the central parts of the Province August 13. Only scattered hail losses were reported for Manitoba and Saskatchewan.

In other parts of the country the Bureau noted that harvesting of Ontario's spring grains is well advanced in the southern and central parts. Yields still were below last year but somewhat higher than previously anticipated.

Sir Archibald Nye Meets The Press: Ottawa, August 20 (CP) -- Lt.-Gen.

Sir Archibald Nye said tonight his keenest desire is to promote the welfare of the Commonwealth.

Britain's new High Commissioner to Canada, a 57-year-old soldier-turned-diplomat, met the press and said that one of his great ambitions is to help maintain the strength and common objectives of the Commonwealth.

The Dublin-born soldier talked of Canada's growing strength, of her increasing importance in the world's destiny and of his homeland, Britain, and her problems.

"We'll come out of it all right," he said, in reference to Britain's financial crisis. "I've been away in India for six years and on my return, I've found the British people much better off than when I left."

He frankly confessed he doesn't know too much about Canada, but he's ready to learn. Once he gets acquainted with the everyday problems that flow between Canada and Britain, he plans to travel about the country as did his predecessor Sir Alexander Clutterbuck, now High Commissioner to India.

Housing Activity Declines: Ottawa, August 20 (CP) -- Canada's housing

activity in the first five months of this year lags by several hundred units in both starts and completions as compared with 1951.

The Bureau of Statistics reported tonight that starts and completions of dwelling units were down in May for the fifth month in a row, compared with the corresponding month last year.

May starts dropped to 9,801 from 11,699 in 1951 and completions to 5,868 from 6,876.

This brought the total of new dwelling units started in the first five months to 24,196 compared with 28,951 in the January-May period last year and the total of units completed to 24,259 compared with 32,085.

A total of 43,306 units were under construction at May 31, compared with 55,903 units under construction at the corresponding date a year earlier.

Across Canada: A \$1,500,000 jail for the most hardened criminals under Provincial jurisdiction will be built at Millbrook, Ont., approximately 12 miles north of Port Hope, the Minister of Reform Institutions, Mr. Foote announced yesterday. With a capacity of 250 inmates, it will house the cull from all Ontario Provincial institutions, in a maximum security type of institution — a Provincial model of the Kingston penitentiary....Frances Perkins, former United States Labour Secretary, said in Ottawa that with her rich deposits of pitchblende, the source of uranium, Canada "may hold the key to atomic defence." Speaking to an "international day" luncheon at the Central Canada Exhibition, she said "we in the United States are glad to know these things about the good neighbour to the north."

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Vol. 3, No. 162.

Friday, August 22, 1952.

Trades And Labour Congress Convention: Winnipeg, August 21 (CP) -- The Trades and Labour Congress of Canada today re-endorsed its policy of toughness against reds in labour but refusing to call for the outlawing of the Communist Party in Canada.

A proposal from the convention leadership for asking the Government to put the red party outside the law stirred up a storm at the annual convention of the 502,000-member T.L.C. and eventually was defeated overwhelmingly.

The action came after several delegates said the anti-red Congress should confine itself to doing all it can to battle reds within labour but that outlawing the Labour-Progressive Party would be a denial of free speech.

Earlier in the day the convention voted to continue the T.L.C.'s policy of banning red unions and individuals from its ranks.

That vote left it clear that the T.L.C.'s communist house-cleaning of the last couple of years has swept out all but a feeble fragment of the once powerful left-wing group in convention deliberations. Only a thin scattering of "no's" was heard against the vote.

But the delegates gave an emphatic rejection to the other resolution dealing with communists. Understood to have the endorsement of the T.L.C.'s executive, it was put before the convention by its resolutions committee.

It called for the "Outlawing of the Communist Party, the Labour-Progressive Party or any other organization which aims to undermine our democratic way of life."

Anti-reds and left-wingers immediately ganged up on the proposal.

It was attacked by such prominent enemies of communism as Mr. Bernard Shane of Montreal, Canadian chief of the International Ladies' Garment Workers' Union, and Mr. Russel Harvey of Toronto, Director of Organization for the American Federation of Labour's 400,000 Canadian members.

"It would be putting a terrible weapon in the hands of the Government to have it suppress a political party." Mr. Shane said. "Once you give a Government that power, you don't know who they'll suppress next."

"You can't legislate morals." Mr. Harvey said. "We have to beat communism some other way."

Of about a score of speakers, the only supporters of the outlaw plan were Mr. Joseph Connolly, of Toronto, Chairman of the Resolutions Committee that proposed it, and Mr. W. D. Kearns of Toronto District Trades and Labour Council. Mr. Percy Bengough, 68-year-old machinist today was elected to his 11th term as President of the Trades and Labour Congress. He was elected by acclamation.

St. Lawrence Seaway Preparations: Ottawa, August 21 -- The Minister of Transport, Mr. Chevrier, announced on August 21 the transfer of the Special Projects Branch of the Department of Transport to Montreal for the purpose of preparing the detailed designs and plans required in connection with the construction of the St. Lawrence Seaway. Mr. R.A.C. Henry of Montreal will have charge of the Special Projects Branch and will be responsible for the preparation of the plans for the Seaway. He will direct the preparation of the engineering submission to the International Joint Commission in support of the Application of the Government of Canada for approval of the St. Lawrence Power Development Project.

Mr. Henry is a prominent engineer and well known in the transportation field. He is a former Director of the Bureau of Economics of the Canadian National Railways and has held important Government positions as Deputy Minister of Railways and Canals and Chairman of the Air Transport Board.

The appointment of Mr. Guy A. Lindsay, formerly Director of the Special Projects Branch, as Special Adviser to the Minister of Transport is also announced. Mr. Lindsay will remain in Ottawa and will advise the Minister on engineering matters with respect to the Application to the International Joint Commission for approval of the St. Lawrence Power Development Project. He will assist in the preparation of the evidence to be submitted on the Application. Mr. Lindsay will also represent the Department of Transport before the International Joint Commission on the reference concerning the water levels of Lake Ontario. Mr. Lindsay will continue as a Member of the present Interdepartmental Committee on matters pertaining to the St. Lawrence Waterway. He will continue to be a Member of the International Niagara Falls Engineering Board and Chairman of the St. Lawrence Ship Channel and Montreal Harbour Committee. He will also undertake special assignments.

The Minister also announced the appointment of Mr. H.W. Lea, Consulting Engineer, Montreal, to undertake an investigation to determine the effect in navigation, and down river interests, of removing the Gut Dam in the St. Lawrence River, and to report on the advisability or otherwise of removing the dam progressively, if this is deemed necessary.

Canadian Bar Association Annual Meeting: Vancouver, August 21 (CP) -- Two resolutions dealing with controversial legislation will be presented at the annual meeting of the Canadian Bar Association here September 2 to 6.

One resolution will call for the widening of Canadian divorce laws. The federal Government will be asked to give provinces the right to grant divorces on grounds of cruelty, incurable insanity and desertion after three years.

Another resolution proposes an amendment to the Municipal Act to outlaw strikes in public utilities.

Across Canada: British Columbia's Minister of Health, Mr. Eric Martin, announced an end to prosecutions for non-payment of hospital insurance premiums. He said the Government plans to replace prosecutions with salesmanship....Mr. Harold E. Stassen, one of the unsuccessful candidates for the Republican nomination for President of the United States, arrived in Halifax yesterday for a vacation. Accompanied by his wife and children, he will motor through the Province until August 27, then return to the United States.

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Vol. 3, No. 163.

Monday, August 25, 1952.

Commonwealth Parliamentary Association: Ottawa, August 22 (CP) -- The schedule was announced today for Canada's first entertainment of the Commonwealth Parliamentary Association since 1928, an elaborate coast-to-coast reception for men of three colours and all continents.

Spokesmen for 31 countries and states or provinces—including two non-Commonwealth nations, the United States and Ireland—will be in Canada from August 29 until October 3.

They will meet in Ottawa and probably later in Toronto to discuss such matters as the international situation, trade, defence and other matters. They have no power to do anything more than bring any decisions to the attention of their Governments.

More of the time will be spent in informal gatherings and in travelling from one end of Canada to the other, mostly by private train.

This is the first time the Republic of Ireland has sent a delegation. The U.S. is sending eight Senators and members of the House of Representatives.

Australia's delegation is headed by Immigration Minister, Mr. Harold Holt. Others represent such places as Bermuda, British Honduras, Ceylon, India, the Isle of Man, Jamaica, and many others.

Canada's delegation will be headed by the Speakers of the two chambers, Senator Elie Beaugrand and Hon. Ross Macdonald and will include the Secretary of State for External Affairs, Mr. Pearson, the Minister of Immigration, Mr. Harris, Mr. M.J. Coldwell, C.C.F. leader, Mr. Solon Low, Social Credit leader, and several representatives of the Progressive Conservative Party.

They will visit Quebec and the Maritimes from August 29 to September 7, meet in Ottawa from then to the 14th, then go on to Brockville, Gananoque, Toronto and North Bay, and then to the West September 19. From then until October 1 they will tour the western Provinces and they are due back in Montreal October 3 for departure.

Trades And Labour Congress Demands: Winnipeg, August 22 (CP) -- The Trades and Labour Congress of Canada today renewed its demand for a system of price controls tied to food subsidies to hold down living costs.

At its annual convention, the 502,000-member T.L.C. also called for Government action in several other areas affecting labour. It sought:

1. A federally-subsidized but contributory scheme of national health insurance.
2. Restriction of immigration to the extent of making sure that "foreign personnel" do not take jobs that could be filled by Canadian unemployed.
3. An over-all social security scheme.
4. Reduced taxation for the lower-income groups.
5. Boosting of Provincial minimum wage provisions to bring them up to the Congress-favoured minimum of 85 cents an hour.
6. Increasing benefit payments of Unemployment Insurance.

The Congress also adopted a world-peace declaration urging the Government to continue to work for peace through the United Nations and the North Atlantic Treaty Organization.

The convention produced two significant developments. For the first time in four years the issue of communism in the trade union organization was pushed to the background as the dominant theme of the convention.

Equally significant is the fact that the Congress took a hands-off position on the question of wage drives, cost-of-living escalator clauses and other problems related directly to collective bargaining agreements.

This convention appears to have taken the Congress back to its position as an organization dealing almost exclusively with legislative matters.

Maj.-Gen. Shoosmith In Ottawa: Ottawa, August 22 (CP) -- Maj.-Gen. Stephen N. Shoosmith arrived here for conferences with Canadian Cabinet Ministers and officials before going to Tokyo to become Deputy Chief of Staff to Gen. Mark Clark, the United Nations chief in Korea.

He was named as a result of the Far Eastern visit of the British Defence Minister, Lord Alexander, to give not only British but the Commonwealth countries as a whole a voice in the top levels of the Clark hierarchy.

It was disclosed today that the Canadian Government has approved the terms of reference which give Gen. Shoosmith the right to tell Gen. Mark Clark what he feels would be the Commonwealth reaction to any given step by the U.N. Command.

Minister To Austria: (Press Release No. 55, August 22.) -- The Governments of Canada and of Austria have agreed to exchange diplomatic missions. Dr. Victor Doré has been appointed Canadian Minister to Austria and will act in that capacity jointly with his present duties as Minister to Switzerland. He will reside in Berne and will make periodic visits to Vienna. Dr. Max Loewenthal-Chlumecky has been appointed Austrian Minister to Canada and will act in that capacity jointly with his present duties as Austrian Ambassador to the United States. The present Austrian Consulate-General in Ottawa will be redesignated as a Legation. During the absences of the Minister, the office will be under a Chargé d'Affaires ad interim.

Address By Mr. Martin: Ottawa, August 25 (Citizen) -- Communist materialism is the arch-enemy of human progress, declared Hon. Paul Martin, Minister of National Health and Welfare, addressing the Annual Convention of the Canadian Federation of Newman Clubs.

There were great fixed gulfs between Christianity, Judaism and Islam. There were many differences between those of varying Christian beliefs, but Communist atheism was repugnant to anyone who believed that there is a spiritual pattern and purpose of life, he said.

Across Canada: A party of 16 senior United States Army officers arrived in Ottawa by air Sunday to begin an eight-day tour of Canadian military and industrial installations....Unemployment in Canada declined by 20,500 during July, the Labour Department reported. However, the effects of various strikes may increase the total during August....Mines Department officials said today that British oil interests could have obtained all the petroleum rights they wanted at five cents an acre had they accepted personal invitation in 1938 to participate in Alberta's development, the Canadian Press reported from Edmonton....Amerada Petroleum was reported to have made the second Devonian oil discovery in the Peace River area of northwestern Alberta.... Saskatchewan Roughriders defeated Edmonton Eskimos 28 to 5 while Calgary Stampeders defeated Winnipeg Blue Bombers 12 to 8 in the opening games of the Western Interprovincial Football Union.

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Vol. 3, No. 164

Tuesday, August 26, 1952.

Canada And The \$400,000,000 Alcoa Plan: Ottawa, August 25 (CP) -- Federal resources experts said today there will be many complications in the development of a huge Alaska aluminum plant by the Aluminum Company of America.

In the first place, Alcoa will have to obtain agreement from the Canadian and British Columbia Governments before it can divert waters of the Yukon river for the creation of cheap hydro power.

In the second place the Canadian Government will want assurance that Yukon's power and navigational interests are well protected before it will allow the diversion to take place.

The officials were commenting on Alcoa's announcement Saturday at Mount McKinley National Park, Alaska, that it will build a \$400,000,000 plant in Alaska, in the Taiya Valley near Skagway, close to the Canadian border.

Canadian experts said they had known for more than a year of Alcoa plans to produce aluminum in Alaska, principally for the United States market.

But they had no indication just when the American company planned to proceed with actual development.

Alcoa's announcement in Alaska gave no date when actual construction was to start. The company said development hinged on co-operation and approval of the Canadian and United States Governments and acquisition of some 20,000 acres of land required.

Alcoa has not yet placed any formal application before the Canadian Government, to make the Yukon river diversion.

Made-To-Order Harvest Weather: Winnipeg, August 25 (CP) -- Farmers from Alberta to Manitoba today are taking advantage of made-to-order harvest weather to gather one of Canada's richest grain crops. For many of them it was the second harvest in less than four months.

Weather conditions this week-end resemble the days in April and May when some 250,000,000 bushels of grain, left standing in fields since last fall, were successfully harvested. Temperatures in Southern Saskatchewan and Manitoba during the week-end generally were in the 90's, with some spots over 100. Alberta generally was in the 70's.

Grain men in Winnipeg were jubilant tonight over the harvest conditions for the estimated 1,455,000,000 bushels of grain in western fields.

Officials said "a week or two of this" and most of Manitoba's crop and the bulk of Southern Saskatchewan's will be cleaned up. Northern Saskatchewan and Alberta stands will be later developing.

Elevator companies here reported the new crop grain is beginning to "flood in" in the Prairie regions where harvesting is in full swing.

Greenwood, N.S., Air Base Investigations: Ottawa, August 25 (CP) -- The R.C.M.P. said today it can find no evidence so far that any foreign power inspired sabotage of R.C.A.F. planes at Greenwood, N.S., air base where rags and metal were stuffed in the engines of a number of big transports.

Investigations of the incident are still going on. But the Mounties said the probe "to date has not revealed any indication that the incident was sabotage in the normal sense of the term as being inspired by a foreign power."

Maj.-Gen. West's Ottawa Press Conference: Ottawa, August 25 (CP) -- A British general said today Canada was lucky to be able to meet her military obligations by voluntary recruiting. He said he admires the nation for that fact.

He is Maj.-Gen. M.M. West, 46, CB, DSO, who came here to see Canadian officials before going to Korea to command the Commonwealth Division, which includes Canada's 25th Brigade.

He also told a press conference it is his opinion—after two years as British military chief in Austria—that neither the Allies nor the Russians have any idea whether any new world war will start.

Gen. West, a former Deputy Director of Manpower Planning in the War Office, said the willingness of European powers to adopt a two-year conscription policy may decide whether the Atlantic Pact can live up to its targets.

Across Canada: Two hundred Pax Romana 22nd World Congress delegates from 40 countries left Ottawa yesterday for a tour of Montreal after being guests of the federal Government at a buffet served on the lawns of the Experimental Farm....Calgary Stampeders last night moved into first place in the Western Football Conference by defeating Saskatchewan Roughriders 21-14, while Edmonton Eskimos and Winnipeg Blue Bombers played a 14-all tie at Winnipeg.

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Vol. 3, No. 165.

Wednesday, August 27, 1952.

Foreign Trade Sets Six-Year High: Ottawa, August 26 (CP) -- Canada's surplus in foreign trade climbed to a six-year high of \$164,400,000 in the first half of 1952, a marked contrast to a record deficit of \$339,000,000 in the similar period last year.

In June a continuing high level of trade produced a favourable balance of \$54,600,000, a complete reversal of the unfavourable balance of \$44,600,000 in June last year, the Bureau of Statistics reported today. The 1952 surplus was the biggest since the \$194,000,000 surplus in the first half of 1946.

Completing its half-year estimates, the Bureau placed total exports at a peak of \$2,114,700,000, a gain from \$1,762,600,000 in the first half of 1951 and more than five times greater than the pre-war total of \$392,400,000 in 1938.

The 1952 exports record was achieved by a 17 per cent boost in volume and a 2.5 per cent gain in price. Volume of exports and imports was higher in the first six months than any similar period since the end of the Second World War.

The dollar value of imports slipped slightly in the half year to \$1,950,300,000 from the peak of \$2,102,400,000. But imports were higher than the \$1,453,100,000 in 1950 and about six times greater than the \$336,700,000 in pre-war 1938.

The Bureau estimated that though volume of imports increased by two per cent, prices slipped by nine per cent.

"Changes from 1951 were greatly influenced by world price movements," the Bureau said. Purchasing power of Canada's exports in the first half of 1952 were seven per cent greater than in 1948. In 1951, their purchasing power was only 95 per cent of 1948.

"This improvement of almost 13 per cent in the terms of trade made a major contribution to the sharp change in the half-year trade balance," the Bureau added.

The biggest single factor in shaping the surplus was a sharp boost in sales to the United Kingdom, while imports slid. Exports in the six months jumped to \$396,200,000 from \$254,000,000 in the previous year. Imports slid to \$161,400,000 from \$224,600,000.

Thus, Canada achieved a surplus of \$234,800,000 in Anglo-Canadian trade, about eight times the \$29,600,000 favourable balance in the first half of 1951.

Trade with the United States, Canada's top customer, remained almost unchanged from 1951—and so did the deficit. Exports edged ahead slightly to \$1,113,300,000 from \$1,109,800,000 while imports eased to \$1,457,800,000 from \$1,471,100,000.

The deficit stood at \$325,700,000, down slightly from \$344,200,000 in the previous year.

St. Laurent's Tour: Ottawa, August 27 (CP) -- Prime Minister St. Laurent, rested after a seven-week holiday, returned to his desk yesterday, tackled a backlog of work and studied arrangements for a forthcoming visit to Western Canada.

Tanned and looking fit, he arrived by train Monday night from his summer home at St. Patrick, Quebec. He was in his East Block office by 9 a.m. Tuesday.

He spent part of the day with the Minister of Trade and Commerce, Mr. Howe, who has been acting Prime Minister. Today he will preside at the regular weekly meeting of the Cabinet and Thursday he will leave on a 16-day meet-the-people tour of parts of Ontario and Western Canada.

His forthcoming tour, the biggest since the 1949 election campaign, calls for three brief stops in Ontario—Orillia, Midland and Penetang. He will continue by train to Calgary. From there he will go to Trail, B.C., for a Labour Day visit.

He is due at Penticton, Kelowna and Vernon September 2. He will spend the next two days in Vancouver at the annual meeting of the Canadian Bar Association and ceremonies at the University of British Columbia.

Speculation On NATO Commanders: Ottawa, August 26 (CP) -- Two important new faces will show up in Europe late this year to take command of Canada's Atlantic Pact air and ground forces.

The R.C.A.F. expects to name sometime this fall a commanding officer for the 12-squadron 7,000-man air division Canada has pledged for joint defence of western Europe by 1954.

Half the 12 squadrons will be overseas by the end of October and Air Vice-Marshal Hugh Campbell, a 44-year-old native of New Brunswick, may well be the man named to boss them.

In addition, Brig. Geoffrey Walsh, 42, is scheduled to leave the command of the army's 27th Brigade in Germany before the end of the year and bring up the rear in a homeward trek of 1,900 married members of the brigade.

The army hasn't decided who will succeed him but the name of Brig. J.E.C. Pangman, 44, of Toronto, figures in headquarters speculation.

Across Canada: Mr. M.J. Coldwell, CCF leader, said Tuesday not enough attention is being paid to removal of poverty, misery and want in the world or to improving social conditions in countries like Canada. In a speech to a service club dinner meeting, the CCF leader said the North Atlantic Treaty called for integration of the economies of participating nations, the Canadian Press reported....Mr. R.M. Hamilton, Assistant Librarian of the Library of Parliament, ~~has stated~~ that due to the recent disastrous fire no books will be loaned until further notice. It may be six months or more before regular service is resumed....Canada's aircraft carrier Magnificent will make a two-week visit to Northern Ireland, the naval base at Londonderry announced yesterday.



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Vol. 3, No. 166.

Thursday, August 28, 1952.

Foreign Trade Surplus Nears \$200,000,000: Ottawa, August 28 (CP) -- Canada's mounting foreign trade surplus neared the \$200,000,000 mark during July as exports continued to outpace imports. Both sales and purchases, however, were a shade down from last year's levels.

The Bureau of Statistics, in a preliminary estimate, reported July's exports at \$375,700,000, down slightly from \$378,600,000 in July last year.

Imports, however, also were down to \$342,900,000 from \$370,600,000, resulting in a favourable foreign trade balance of \$32,800,000, boosting the seven-month total to \$197,200,000. The monthly surplus was four times as great as the \$8,000,000 favourable balance in July last year.

Probably one of the weakening features of July's foreign trade was the trend in transactions with the United States.

Shipments to that country declined to \$192,000,000 from \$204,900,000 in July last year, but imports jumped to \$247,500,000 from \$234,700,000. This increased Canada's deficit in U.S. trade to \$55,500,000 for the month—almost double the \$29,800,000 in July, 1951.

Regular Armed Forces Near 100,000: Ottawa, August 27 (CP) -- The three regular armed forces should be 100,000 strong within a month or two.

Official figures for the end of July, released today, showed they topped the 99,000 mark by 67 at that time despite the fact the army lost strength because of heavy discharges of special force men.

Official statistics for August won't be out for several weeks but the word is that it hasn't taken the total over the 100,000 mark. September traditionally is the month when recruiting picks up after the not-so-good summer months.

At the end of July, the picture on the special force men back from Korea and able to take a discharge was this:

Joined active force, 2,711; discharged, 4,048; still making up their minds 3,372.

Another 500 have been classed as deserters since the brigade was formed in the summer of 1950 and have never been written off army rolls.

The three forces as a whole recruited 2,314 men in July including 270 for the navy, 840 for the army and 1,204 for the air force. It was the best recruiting month since April but the net gain over the strength at the end of June—98,359—was just about 700. That is, for every three men they took in they lost two.

The strengths of the forces at the end of the month were 14,133 for the navy, 49,586 for the army and 35,348 for the air force.

Quebec Province Health Plan: Ottawa, August 27 (CP) -- New steps to combat cancer, tuberculosis and mental illnesses have been recommended by a committee established to survey Quebec's needs in the field of health.

The committee, headed by Mr. J. Ernest Sylvestre of the Quebec Department of Health, recommended that financial aid be given to all important hospitals to enable them to establish or improve their cancer diagnostic centres.

The committee's report, made public today by the federal Health Department, said certain strategically-located hospitals should be assisted in establishing cancer treatment clinics.

The scientific direction of cancer control should be left entirely to cancer institutes in the Province's three universities—McGill, Montreal and Laval.

The committee recommended the Province assist cancer patients and their families, when necessary, by paying hospital and treatment costs and by providing an allowance for the family, especially when the head of the family is affected.

The 10-volume report containing scores of recommendations represented two-years' study by the committee. The survey was financed by a federal health grant.

Consul General In Boston: (Press Release No. 56, August 28.) -- The Department of External Affairs announced on August 28 the posting of Mr. George S. Patterson as Consul General in Boston, succeeding Mr. James A. Strong, who has returned to Ottawa for duty in the Department.

Speeches Waived Because Of Unseasonable Heat: Halifax, August 28 (CP) -- Governor-General Vincent Massey climaxed a one-day whirlwind visit to Halifax Wednesday night by attending a state dinner where no speeches were made because of the "unseasonable heat."

Premier Angus L. Macdonald hit a welcome note when he told the many guests, sweltering in 90 degree temperatures, that speeches had been waived because of the heat.

Mr. Massey will visit nearby Dartmouth today before flying to Charlottetown.

At a colourful investiture in Government House, four servicemen were decorated by the Governor-General for "outstanding and heroic service" in Korea.

Trend Toward Paid Vacations: Ottawa, August 27 (CP) -- The Labour Department today reported the trend towards longer paid vacations is continuing in Canada.

A report from its economics and research branch says an annual vacation of at least a week now is almost universal practice in manufacturing. There appeared to be a trend towards two weeks' vacations after a year or less of service.

Across Canada: Ottawa Rough Riders defeated Montreal Alouettes in Montreal last night 22 to 28 in the first scheduled game of the Big Four Football Union season...The cruiser Quebec will sail from Halifax for Europe Friday to participate in "Mainbrace" the big North Atlantic Treaty Organization exercise in Baltic waters, navy officials said. The 8,000-ton warship will take Governor-General Massey to St. John's, Nfld., en route and will join the aircraft carrier Magnificent September 5 in the Firth of Clyde before the large-scale maneuvers....The Canadian National Exhibition, now in progress, has made a profit each year during the last 73 years, General Manager Elwood Hughes told a service club in Toronto last night. During the last 20 years the exhibition has paid to the city of Toronto \$7,000,000, of which \$3,250,000 has been for carrying charges on debentures.



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Vol. 3, No. 167.

Friday, August 29, 1952.

New Three-Man Combines Commission: Ottawa, August 28 (CP) -- Tougher anti-combines laws will come into force November 1 under a new three-man Combines Commission headed by Mr. C. Rhodes Smith, Manitoba's 56-year-old Attorney-General.

The Minister of Justice, Mr. Garson, today announced the appointment of Mr. Smith, member of the Manitoba Cabinet for the last six years, as Chairman of the new Restrictive Trade Practices Commission. He will receive a salary of \$14,000 a year.

Mr. Guy Favreau, Montreal lawyer, and Mr. A.S. Whiteley, Deputy Combines Commissioner, were selected as the other two members of the Board, which will act as a sort of judge on combines investigation reports. Their salaries will be \$12,000 a year each.

Mr. T.D. MacDonald, Combines Commissioner, is appointed Director of Investigation and Research under a general reorganization of the Government's anti-combines structure. The shuffle was recommended by the MacQuarrie Committee following a two-year inquiry into Canada's combines laws.

With the reorganization, stiffer laws, adopted by Parliament at the last session, will go into effect.

They include:

1. Use of the court injunction to restrain those found guilty of maintaining a monopoly or illegal combine to fix prices from continuing practices considered detrimental to the public interest.
2. Power granted to the combines investigator to widen his inquiries into general business activities which may encourage development of combines or monopolies.
3. Removal of the ceilings on court fines. Under current regulations, a corporation found guilty under the combines laws can be fined a maximum of \$25,000. The ceiling on individuals is a fine of \$10,000 or two years in jail.

Laval To Honour World Leaders: Quebec, August 28 (CP) -- Laval University, at present observing centenary celebrations, will be host next weekend to the closing sessions of the 22nd World Conference of Pax Romana.

The group of Roman Catholic students and intellectuals which has been sitting in Toronto and Montreal will conclude its study here on the "mission of the university." The Conference started in Toronto August 18.

Meanwhile, preparing for its most important centenary celebrations, September 19-22, Laval has announced it will confer honorary degrees on 60 world, university and scientific leaders.

About 400 delegates from universities in 33 countries and from various world cultural and scientific organizations will attend the university's four-day 100th birthday party, although its official anniversary is December 8.

The oldest French-language university in North America started its year-long celebrations December 8 last, and will end them on the same date this year. When it received its royal charter from Queen Victoria, December 8, 1852, Laval became the first Roman Catholic University to be thus recognized by the British Crown.

Western Provinces Oppose Freight Rate Increase: Winnipeg, August 28 (CP) -- A submission opposing application of the railroads for a 16 per cent general freight rate increase was drawn up in Winnipeg yesterday by representatives of the four western Provinces.

The same representatives will go to Ottawa September 22 to oppose the application at a hearing before the Board of Railway Commissioners.

The discussion centred on the railway's application for an increase in the domestic grain rate in western Canada and the proposal for an immediate seven per cent increase in freight rates and a further advance of nine per cent at a later date.

Decontrolling Rents In Some Ontario Municipalities: Toronto, August 29 (CP) -- An order-in-council decontrolling rents in 708 Ontario municipalities, effective March 2, 1953, was passed yesterday by the Provincial Cabinet.

The municipalities have until March 2, 1953, to apply for reinstatement or rent controls.

Although 77 per cent of Ontario's cities and towns are decontrolled by the order, Toronto, Hamilton and all other large cities and towns with the exception of Chatham are remaining under control, as are a total of 215 municipalities.

To Make Steel From B.C. Iron Ore: Vancouver, August 29 (CP) -- A British Columbia company plans to produce steel from B.C. iron ore for the first time in the Province's history.

Mr. C.D. Hobbs, Managing Director of Vancouver Steel Ltd., announced yesterday his company plans to build a \$4,000,000 electric furnace near the site of an iron ore deposit on Vancouver Island.

Across Canada: A five-per cent increase in the number of vehicles entering Canada on traveller's permits during the last seven months was reported by the Bureau of Statistics....The Dionne quintuplets, now 18, will enrol at the Nicolet Convent in Nicolet, Quebec during the next few weeks....Wholesale prices for vegetable, textile, wood and chemical products led the general index of wholesale prices one point lower during July, the Bureau of Statistics reported.



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Vol. 3, No. 168.

Tuesday, September 2, 1952.

Four Months' Surplus \$334,916,000: Ottawa, August 29 (CP) -- The federal Government's 1952-53 budgetary surplus climbed to \$334,916,000 in the first four months of the fiscal year. A surplus of \$9,000,000 for the year was forecast by Mr. Abbott.

In his Budget Speech April 8, Mr. Abbott estimated the year's revenues at \$4,279,000,000 and expenditures at \$4,270,000,000. The financial year ends next March 31.

A monthly Treasury report, issued today, said that expenditures, particularly defence expenditures, have been lower than estimated.

The report said that if defence expenditures in the four-month period had equalled the monthly average expenditures for which provision was made by Parliament, the surplus would have been reduced to \$66,000,000.

In the period, defence and defence production expenditures totalled \$439,653,000 compared with \$293,544,000 in the comparative four-month period of 1951-52. Parliament authorized defence expenditures of \$2,100,000,000 in the year.

From April 1 to July 31 last, revenues amounted to \$1,376,752,000 and expenditures to \$1,041,836,000. In the corresponding period of 1951-52, revenues totalled \$1,203,000,000 and expenditures \$862,040,000.

In July, revenues amounted to \$380,400,000, an increase of \$44,100,000 over the corresponding month of last year. Expenditures were \$307,900,000, an increase of \$29,600,000.

Mr. Abbott expects expenditures to increase sharply in the final months of the year.

On the revenue side, personal income and corporation tax collections were running ahead of last year.

Personal income tax yielded \$429,132,000 in the four months compared with \$331,404,000. Corporations paid \$400,504,000 compared with \$323,290,000.

The report disclosed that the universal old-age security fund continues to operate in the red.

Yields from a two-per-cent sales tax, a two-per-cent tax on corporations and a two-per-cent tax on personal income so far have not been sufficient to cover the monthly payments out of the fund. The income tax collections did not start until July 1.

In the first four months of the fiscal year the Treasury had to loan the fund \$58,970,000.

Ontario Signs Tax Agreement With Ottawa: Ottawa, August 29 (CP) -- Ontario today concluded a five-year taxation agreement with the federal Government.

The agreement was announced by Mr. Abbott and Premier Frost of Ontario at a joint press conference a few minutes after they had come to an understanding.

The agreement is the first signed with Ontario since the end of the war. It brings to nine the number of Provinces that have agreements with the federal Government. Only Quebec remains outside the field.

The agreement is subject to ratification by the Ontario Legislature.

The Ontario agreement will differ slightly from the agreements with the eight other Provinces. The Ontario pact will cover only the personal income and corporation tax fields. Other agreements cover personal income, corporation and inheritance taxes.

Under the agreements the Provinces rent the tax fields to the federal Government in return for annual payments based on population and on the value of gross national production.

Ontario corporations will benefit. The Province now collects a corporation tax of seven per cent. That tax will disappear, but five per cent of it will be incorporated into the federal tax structure.

In effect, the corporation tax in Ontario will drop to 52 per cent from 54 per cent.

Ontario will receive a minimum of \$101,800,000 a year during the five years of the agreement, which expires March 31, 1957. The payment for 1952-53 is expected to total \$137,200,000.

Ban U.S. Swine And Pork Products: Ottawa, August 28 (CP) -- Canada today imposed a strict ban on imports of U.S. swine and pork products to prevent the introduction in Canada of an American swine infection which closely resembles foot and mouth disease.

Dr. Thomas Childs, Veterinary Director-General, announced that the action was taken because of the prevalence in about two dozen American states of vesicular exanthema.

He described this disease as a highly infectious disease of swine, which if introduced into Canada could cause serious damage to the Canadian swine industry.

Quebec's New \$100,000,000 Hydro Development: Quebec, August 29 (CP) -- Premier Duplessis said today work on North Shore installations for submarine cables across the St. Lawrence River will start soon at Manicouagan as part of a \$100,000,000 hydro-electric development for Gaspé Peninsula.

The project, announced by Mr. Duplessis earlier this month provides for the harnessing of between 250,000 and 500,000 horsepower on the Bersimis River on the north shore of the St. Lawrence River. The Bersimis has a potential of 1,750,000 horsepower.

The electricity from Bersimis will be carried from Manicouagan to Les Boules, 40 miles across the St. Lawrence, and distributed through Gaspé Peninsula.

Mr. Duplessis also announced the Government will fix the November date of the first session of Quebec's 24th Legislature next week.

Mr. St. Laurent In The West: Calgary, September 1 (CP) -- Prime Minister St. Laurent said today there will not be any Canadian federal election before the coronation of Queen Elizabeth next summer.

The Prime Minister, en route to British Columbia on a speaking tour, said in an interview that an election would have to be held before or after the coronation.

He added that before the coronation the Government would be "tied up" with Parliament.

"There is always the possibility of an election," he added, "but the probability is another thing. It will have to be within the next two years, unless we get into a war -- and I don't think that is likely."

Across Canada: Delegates to the sixth British Commonwealth Forestry Conference arrived back in Ottawa August 29 from a 3,000-mile trip through forestry stations in Ontario and Quebec and prepared to get down to some desk work.... The Central Mortgage and Housing Corporation announced that its interest rate on new joint loans approved after September 1 would increase to $5\frac{1}{4}$ per cent from 5 per cent. Interest rates and other types of loans under the National Housing Act will also be increased by one-quarter of 1 per cent.... Mr. Abbott, accompanied by economic and financial advisers, left for Mexico City by air September 1 to represent Canada at new talks on world currency problems.... Toronto Argonauts defeated Hamilton Tiger-Cats 33 to 13 in Hamilton on Labour Day in their first Big Four game of the 1952 season. In the West Winnipeg Blue Bombers defeated Regina 16 to 8; Edmonton defeated Calgary 17 to 10.



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Vol. 3, No. 169.

Wednesday, September 3, 1952.

Mr. Pearson On Defence Preparedness: Toronto, September 2 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, predicted today that "before too long" North Atlantic forces will become powerful enough to stem threats of Russian imperialism -- "the cruellest, most powerful, best organized conspiracy in all history."

But at the moment, he cautioned, NATO forces, while far stronger than they were a year ago, still have not attained the strength to inspire assurance that they could successfully resist the initial assault if they were suddenly attacked in Europe.

And in any third world war, the land defence and the air counter-attack to the initial assault "may be decisive."

For that reason, he said, in a speech before a Canadian National Exhibition directors' luncheon, this was no "time to falter or to hesitate, but one for determined and intelligent effort to finish the immediate job ahead of us."

The "immediate job" was to fulfil the Lisbon 1952 programme for arming the North Atlantic Community, the creation of 50 divisions of men and 4,000 aircraft. Beyond that, there would have to be new decisions, new factors to consider.

North Atlantic agencies, said Mr. Pearson, are already examining proposals to "reconcile risks, requirements and resources" of NATO countries.

"When this review is completed—late this year—decisions, vitally important decisions, will again have to be taken by governments through their ministerial representatives on the NATO Council.

"Those decisions will have to balance military, economic and political factors. This is about the most difficult balancing act in history, and I have no illusions that the result will satisfy everyone..."

The same criticism that has been made of previous NATO programmes may be made again. That the arms programme is too heavy for some NATO countries to carry, or that it is not enough to defend the free countries against Communism.

He said he agreed with those who state the first objective of NATO should be to remove obstacles to free trade and promote economic well-being among the pact members.

But defence against aggression had to remain the first and most urgent problem, the short-term objective, until NATO forces were sufficiently strong to prevent aggressive attack.

"We have the right to hope that when this objective is reached—but only then—we can devote more of our NATO time, energy and resources to constructive non-military policies which can be pursued while we maintain the level of defensive strength necessary until international political developments make its reduction possible.

"And 'maintaining' should not require as great an effort as 'building.'"

Importance Of Canadian Oil To Defence: Banff, September 2 (CP) -- The "tremendous importance" of Canada's oil production to the western world was stressed in a message from Mr. Oscar L. Chapman, U.S. Secretary of the Interior, to the Interstate Oil Compact Commission meeting here. Mr. Chapman's message was read to the more than 300 delegates when he was unable to attend.

Canada's oil boom "is a most helpful development," Mr. Chapman said. "It is clear that Canada's prairie development can be a fruitful one for it can be conducted through the most advanced of conservation methods.

"With really intensive development only well begun, the experts put Canada's potential production at some 250,000 barrels a day, and the potential rises constantly. In an oil-hungry world, Canadian production of this magnitude is of tremendous importance."

Mr. Chapman said production of 1,000,000 barrels daily over present demands is necessary to provide a margin of safety for the defence effort of the western hemisphere. That goal would provide only a minimum margin of safety and when reached the petroleum industry would have to increase its reserves until the world crisis ended.

He said every indication is that the balance between supply and demand of petroleum products in the months ahead will be a "tricky" one.

Map Commonwealth Conference Agenda: Ottawa, September 2 (CP) -- Mr. N.A.

Robertson, Canada's High Commissioner in London, will head a five-man Canadian team to help map out the official agenda for the Commonwealth Prime Ministers' Conference next November, the Prime Minister's office announced today.

The Canadian team will meet with other Commonwealth officials in London September 22.

Assistant Under-Secretaries Of State For E.A.: (Press Release No. 57, September 2.)

The Department of External Affairs announced on September 2 that two vacancies created in the establishment of the Department by the appointments of Mr. Escott Reid as High Commissioner to India and of Mr. H.O. Moran as Ambassador to Turkey will be filled by the promotions to Assistant Under-Secretary of State for External Affairs of Mr. R.A. MacKay and Mr. R.M. Macdonnell.

Old Copper Culture Indian Relic: Toronto, September 2 (CP) -- Barbara Shaw,

a second-year student of anthropology at the University of Toronto, was credited today with having made possibly the most important archaeological find in Canada.

The Toronto girl identified an ancient Indian axe on the shore of Farquhar Lake near Wilberforce, 60 miles north of Peterborough, as dating back to the Old Copper Culture.

The discovery was made last fall, Prof. J. Norman Emerson, head of the University's Department of Anthropology, said today. However, excavating only began last week because of high water.

Miss Shaw was shown what appeared to be a lump of black and bent copper, which she recognized as the axe.

Hunting for the cache from which the axe may have come, she discovered other copper articles and flint arrow-heads.

Prof. Emerson said during the week-end the only site of the Old Copper Culture found in Ontario was unearthed near the beach. Also found was a large collection of artifacts.

Prof. Emerson said the copper items were made of native copper which probably came from Isle Royale in Lake Superior.

Across Canada: Delegates to the sixth British Commonwealth Forestry Conference took time out from their discussion yesterday to visit one of the biggest sawmill operations in Canada, the Gillies Brothers establishment at Braeside, Ont., 35 miles west of Ottawa....Canadian banks, burdened by a flood of United States coins from tourists seeking to get around the Canadian discount on U.S. bills are imposing a discount on American silver. Until now, a Bank of Toronto official said, U.S. coins have been accepted at par. Lots up to \$1 will continue discount-free, he added, but a two-per-cent discount will be charged on amounts over that figure, the Toronto Globe & Mail reports.



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Vol. 3, No. 170.

Thursday, September 4, 1952.

Remove Gut Dam On I.J.C. Approval Of Power Plan: Ottawa, September 3 (CP) --

The controversial Gut Dam in the St. Lawrence River—blamed by some for high-water trouble on the Great Lakes—will be removed by the Canadian Government when the International Joint Commission approves the power phase of the St. Lawrence Seaway project.

Removal of the dam will probably start late next Spring if the Commission gives its approval to the bigger project in time, informed sources here indicated today.

Announcement that the Government has decided conditionally to meet demands for removal of the dam was made today at Albany, N.Y., by a Canadian spokesman before the Commission in its seaway hearings.

Mr. David W. Mundell, Canadian counsel to the I.J.C., said the Government has agreed to remove the dam as soon as river conditions permit following approval of the seaway-power application by the I.J.C.

Mr. St. Laurent On National Television: Vancouver, September 3 (CP) -- Prime Minister St. Laurent said today the Government is going to recommend an additional loan to the CBC for its television programme.

The loan would permit the CBC to start construction at an early date of three new television stations—one on the Pacific Coast; one in the Prairie Provinces and the third in the Atlantic Provinces.

Mr. St. Laurent said selection of the cities in which the three stations will be located will depend on the "recommendation of the experts."

National television will in the initial stages at least, cover only part of Canada, he said.

"The Government considers that its cost ought not to be financed out of the general revenue of the country.

"National television services should be paid for by those who receive the benefits and not by the people at large."

Mr. St. Laurent did not elaborate on how payment should be made, but said the problem was still under consideration.

Canadian Bar Association: Vancouver, September 3 (CP) -- Appointment of Canadian judges on the "basis of merit" without "political association" was advocated here today by Mr. J.A. Clark, President of the Canadian Bar Association.

In his presidential address before 1,600 delegates to the Association's 34th Annual Meeting, the Vancouver barrister said there was no constitutional necessity for the federal Cabinet to take part in the selection of judges.

Only the Minister of Justice should have a part in advising the Governor-General on such appointments.

He suggested splitting the posts of Attorney-General and Minister of Justice which the Minister now holds. He would make the Attorney-General a member of the Commons, responsible for legislation and political activities, and the Minister of Justice Speaker of the Senate, devoting special attention to the judiciary and administration of justice.

Under the plan advocated by Mr. Clark, appointment of judges would be taken out of the hand of the Cabinet and provincial Chief Justices and two members of the law society would be permitted to make recommendations from which the Minister of Justice could make his own choice—without Cabinet help.

There would be consultation between the federal Government and a committee consisting of the provincial Chief Justice, Chief Justice of the trial division and representatives of Benchers of the Law Society before any appointment was made to the Bench.

Mr. St. Laurent On Next Election: Vancouver, September 4 (CP) -- The Prime Minister, Mr. St. Laurent, said yesterday he will lead the Liberals in the next general election if his health co-operates.

He made this remark shortly after his meet-the-people caravan rolled into Vancouver from British Columbia's Okanagan Valley.

A reporter asked Mr. St. Laurent if he will continue as leader when a general election is called and the Prime Minister replied: "I hope that my health will continue to be such that it will be the right thing to do."

Ontario Legislature Special Session: Toronto, September 4 (CP) -- A special session of the Ontario Legislature will be held late in September or early in October to sign the recent tax-rental agreement with the federal Government, Premier Frost announced yesterday.

Mr. Frost said that he anticipated only two or three days would be needed to place the legislature's stamp of approval on the document.

Across Canada: House construction in Canada on the down-grade for months, has again swung upward. Officials of the Crown-owned Central Mortgage and Housing Corporation said tonight the reversal of trend came in May. Preliminary reports indicate that the increase continued at least through June and July.... Les Compagnons, Quebec French-language theatrical group, has ceased operations because of financial difficulties, it was announced last night, the Montreal Gazette reports. Rev. Emile Legault, founder-director of the 15-year-old organization, said in a statement that "a temporary lapse of the company and its work must be considered an established fact." He held out little hope for revival....The Province of Ontario is spending \$75,000 a year on film censorship but television set owners within about 100 miles of Toronto can see movies which lack the Ontario Censor Board's seal of approval, the Canadian Press reports....Officials of the Justice Department said yesterday no successor to Ontario's Chief Justice Robert J. Robertson would be named until later in the month. Chief Justice Robertson announced his retirement on September 2.

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Vol. 3, No. 171.

Friday, September 5, 1952.

Seafarers' Union Reported Seeking Ban On Foreign Shipping: Toronto, September 5 (Globe & Mail) -- A campaign to ban foreign ships from plying the Great Lakes is being undertaken by the AFL Seafarers International Union, which charged yesterday that foreign vessels on the inland waters are menacing the Canadian shipping industry.

The attack on outside shipping in Canadian waters was underscored by a threat that the SIU would enlist the support of other unions to stop the loading of foreign ships in Great Lakes ports.

SIU Canadian Vice-President Hal Banks said his union plans to bring the matter to the attention of the federal Government and will seek a heavy tax on foreign ships until a complete ban can be imposed.

Mr. Banks charged that European shipyards are humming with activity turning out ships for Great Lake service.

He singled out as competing with Canadian shipping, vessels from Britain, Holland, Germany, Norway, Sweden and France.

U.K. Trade Expert Touring Canada: Ottawa, September 4 (Journal) -- The United Kingdom is sending a trade expert on a three-week Canadian tour in an attempt to increase exports to this dollar market.

Brig. H.R. Mackeson, Britain's 47-year-old Secretary for Overseas Trade, will arrive in Canada September 19 and will visit Vancouver, Victoria, Edmonton, Regina, Winnipeg, Toronto, Ottawa, Montreal and Quebec City.

The U.K. Information Office, announcing the forthcoming tour, said that Brig. Mackeson, in addition, will visit the huge aluminum development project at Kitimat, B.C., confer with U.K. Trade Commissioners in six Canadian cities and hold talks with leading Canadian industrialists and businessmen.

Living Cost Index Drops: Ottawa, September 5 (CP) -- Living costs in Canada eased during July after a two-month inflationary jump. A seasonal decline in the price of potatoes and other fresh vegetables helped chop four-tenths of a point from the price barometer, pushing it down to 187.6 from 188.0, the Bureau of Statistics reported yesterday. The index is based on 1935-39 prices equalling 100.

This compared with the total 1.3-point increase in the previous two months which brought the index to 188.0 from 186.7 during April. It compared also with the peak of 191.5 reached last December.

Empire Forestry Association: Ottawa, September 4 (CP) -- The Empire Forestry Association, an organization of professional foresters and timbermen of the Commonwealth, made history today by holding the first meeting outside the United Kingdom.

And in a gesture of goodwill towards Canada, the Association made a cash award to the Canadian Institute of Forestry. It will go toward lending a financial hand to young Canadian forestry students.

Delegates to the sixth Commonwealth Forestry Conference took time out from their studies of tree diseases, insects and fire hazards so the Empire Association could meet in Canada's Parliament Buildings.

Canadian Bar Association: Vancouver, September 5 (CP) -- The Minister of Justice, Mr. Garson, lost a case yesterday before a sectional meeting of the Canadian Bar Association now in annual conference here.

The question was: who should appoint members of the judiciary?

Mr. Garson wanted to maintain the status quo in the appointment of judges—now made by the Cabinet.

Gen. J.A. Clark of Vancouver, President of the Bar Association, at the opening session had advocated a change—the appointments to be made by the Justice Minister.

At a meeting of the Civil Justice Section yesterday about 100 lawyers supported General Clark, voting 2 to 1 against Mr. Garson's "no change" proposal.

Mr. St. Laurent At The Coast: New Westminster, September 4 (CP) -- Prime Minister St. Laurent and thousands of school children got together today in both scheduled and impromptu meetings.

Only a few minutes out of down-town Vancouver, en route to New Westminster Junior High School, the straggling motor caravan came across 200 children lined up by the side of the highway. It wasn't on the schedule but the Prime Minister stopped briefly and spoke to the youngsters.

The Prime Minister gave two talks to students. He told the students he hoped the North Atlantic Treaty Organization and such alliances will make the western world too strong for the Communists to risk war.

Across Canada: Mr. Pearson left yesterday for Washington. Next week he is going to London and then to Paris....Hon. J. Paul Beaulieu, Quebec Minister of Trade and Commerce, released yesterday a 135-page illustrated booklet on Quebec industries titled "The Province of Quebec — Industrial Power" (La Province de Quebec — Puissance Industrielle). The booklet, published in French and English, brings up to date a 50-year revue of industrial life in Quebec, specially written for the layman....The Canadian Bar Association plans a study of Canada's contempt of court laws. A panel discussion at the Association's annual meeting in Vancouver dealt with Canadian newspapers' rights in contempt cases....Mr. Solon Low, Social Credit leader, said his party will make a bid to win the next federal election. "Our aim will be to have enough candidates to be able to form the next Government," said Mr. Low in an interview.



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Vol. 3, No. 172.

Monday, September 8, 1952.

Mr. St. Laurent On Korean Peace: Victoria, September 5 (CP) -- Canada favours a negotiated truce along the present battle lines in Korea, Prime Minister Louis St. Laurent told the Women's Canadian Club here today. But he stipulated it must be a "peace with honour."

The policy of the United Nations in Korea, Mr. St. Laurent said, will have the full support of Canada as long as it is based on a determination to "hold back the aggressors from the north ... to prevent the military action from bursting out into a full-fledged war."

Canada's support, he said, will be limited only by "commitments elsewhere and the need for providing adequate defences at home..."

Turning to the economic field, the Prime Minister said Canadians should be prepared to buy a fair share of goods from Japan and other Asiatic countries.

Buying from those countries will give them purchasing power to buy from Canada and also will be an economic weapon against communism, Mr. St. Laurent said.

The Prime Minister indicated the Government has little fear of the "dumping" of Japanese goods.

"There have been suggestions in Canada recently," he said, "that Japan is threatening to flood our market with cheap goods. While Japan in the past has been accused of unfair trade practices such as dumping, there is good reason for believing this will not be the case in the future."

"If Japan lives up to her peace treaty undertakings," he added, "I am sure that Canada will not wish to place obstacles in the way of Japanese trade."

NATO Consultations: Ottawa, September 7 (CP) -- Canada is getting a chance to express her opinion on foreign affairs in an important new forum and she welcomes the opportunity.

External Affairs Department officials Saturday confirmed Paris reports that the three Allied occupying powers in West Germany—the United States, United Kingdom and France—asked the other 11 members of the North Atlantic Treaty Organization for opinions in framing a reply to Russian proposals on Germany.

A Paris dispatch said this is regarded as an important first step toward creation of a single foreign policy on issues affecting all 14 members of NATO.

Officials here said it is an important step but not the first time the Big Three have asked their allies to express opinions on matters not immediately connected with NATO's primary purpose, the building of a joint defensive strength in Europe.

The forum used for these exchanges is the Permanent Council of NATO which sits in Paris under the chairmanship of Lord Ismay, former British Cabinet Minister. Canada's representative is Mr. Arnold D.P. Heeney, former Under-Secretary of State for External Affairs.

Mr. St. Laurent At Prince Rupert: Prince Rupert, B.C. September 8 (CP) -- Prime Minister St. Laurent visited Prince Rupert yesterday. He mixed tight schedules with informal talks as he covered 550 miles in little more than a day. He travelled by automobile, boat and airplane.

Mr. St. Laurent's party barn-stormed 120 miles up Vancouver Island Saturday to bring his meet-the-people messages to seven communities, most of which had never before been visited by a Prime Minister in office.

While the phrasing varied, Mr. St. Laurent spoke on the same themes at Duncan, Chemainus, Ladysmith, Nanaimo, Parksville, Qualicum and Courtenay.

Chiefly, he dealt with the need for strong forces to deter communist aggression—singling out the North Atlantic Treaty Organization's peace-making potentials—and made general observations on democratic government.

Canadian Bar Association: Victoria, September 7 (CP) -- The Canadian Bar Association Saturday passed a resolution aimed at cutting out what it considers possible political patronage in the appointments of judges.

The final meeting of the Association's 34th Annual Convention endorsed a resolution calling for the establishment of a practice "whereby, regardless of pressures from his Cabinet colleagues, the Prime Minister or Minister of Justice recommend appropriate men who are leaders in their profession."

A resolution seeking broadening of the grounds for divorce did not reach the convention. Members of the council turned it down Friday.

However, the Association did recommend special legislation permitting divorce or nullity decrees if parties are living apart in Canada and the United Kingdom. At present, divorces granted in Britain are not recognized in Canada.

Mr. Andre Taschereau, QC, of Quebec, was elected President of the Association, and Mr. John A. Macauley, QC, Winnipeg, Vice-President.

Television Inaugurated: Montreal, September 8 (CP) -- Television came to Canada Saturday night as the CBC officially opened CBFT, this country's first TV station.

The National Radio Service thus launched what promises eventually to be a network of state-operated television stations stretching from coast to coast. The second link in that network—station CBLT Toronto—goes on the air officially tonight.

B.C. Salmon Fishermen Strike: Vancouver, September 8 (CP) -- British Columbia salmon fishermen kept their seiners and gillnetters in port yesterday in a strike for higher prices for chum salmon.

Besides the fishermen, thousands of cannery workers will also be affected.

76 More Alberta Oil Wells: Edmonton, September 8 (CP) -- Crude oil production in Alberta for the first six months of 1952 was up 5,960,107 barrels over the same period in 1951.

The Petroleum and Natural Gas Conservation Board, in its June report, said yesterday that production for the six-month period totalled 24,863,830 barrels compared with 18,903,723 for the same 1951 interval.

Seventy-six more oil wells were brought in during June compared with 68 in the same month last year. At the end of June this year Alberta had 3,157 oil wells operating or capable of operation, an increase of 808 since the end of June, 1951.

Across Canada: Hamilton Tiger Cats defeated Ottawa Rough Riders 30 to 8 in a Big Four scheduled game in Ottawa Saturday while Toronto Argos swamped Montreal 43 to 0 in Toronto. In the West, Winnipeg took over first place in the WIRFU League when they downed Edmonton, 21-18. Regina defeated Calgary Stampeders 18 to 8 in Calgary.

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Vol. 3, No. 173.

Tuesday, September 9, 1952.

Second Biggest Wheat Exporting Year: Ottawa, September 8 (CP) -- Canada has just completed the second biggest wheat export year in her history.

The Bureau of Statistics reported today that exports of wheat and wheat flour totalled 356,100,000 bushels during the 1951-52 crop year, second only to the record 407,600,000 bushels exported in 1928-29.

A total of 40 countries and Crown colonies purchased Canadian wheat during the crop year and Britain continued to be Canada's biggest customer, taking about 36 per cent of the total.

Exports of wheat as grain totalled 304,700,000 bushels, 65 per cent above the 1950-51 total of 185,000,000 and exceeded only once before in the country's history when 354,400,000 bushels were exported in 1928-29.

The Bureau said preliminary data on exports of wheat flour in terms of wheat indicated a total of 51,300,000 bushels, eight per cent below the 1950-51 level of 55,900,000 bushels.

Despite the heavy exports Canada is going to need every bit of storage space—including probably skating rinks and auditoriums in the West—to handle the expected huge crop she has coming up.

If current estimates of production are realized, Canadian wheat supplies for 1952-53 will total 869,000,000 bushels, 127,000,000 greater than in 1951-52. This will be made up of a 213,000,000-bushel carry-over and the new crop, estimated at a record 656,000,000 bushels on the basis of conditions at July 31.

This indicated supply for 1952-53 would be the third largest on record, exceeded only by supplies in 1942-43 and 1943-44 when the totals reached 980,400,000 and 879,500,000 bushels respectively.

Hydro-Quebec Before I.J.C.: Montreal, September 9 (Gazette) -- The Hydro-Quebec Power Commission yesterday objected to any temporary or experimental modification of basic conditions in the federal application for power development of the International Rapids section of the St. Lawrence River.

Mr. Rene Dupuis, Commissioner of Hydro-Quebec, told a sitting of the International Joint Commission in the Windsor Hotel that in view of the importance of a uniform flow of water, Hydro-Quebec could not agree to the works.

The federal proposal to the I.J.C. for a St. Lawrence power development project asked for experiments and if necessary, revisions to the plan during or after construction.

The committee met to hear local comments on applications by Canada and the United States for power projects on the river.

Mr. Dupuis contended Hydro-Quebec interests in the river were three times as large as either of the two other parties concerned and could not accept a formula by which it could be overruled.

He noted all other rivers in Quebec capable of producing power lend themselves to storage facilities to meet peak load conditions.

Earlier, Hon. Paul Sauve, Minister of Social Youth and Welfare, representing Premier Duplessis, questioned the authority of the committee to decide some aspects of the proposed development.

He said his Government was "firmly convinced the committee did not hold the jurisdictional or court powers to decide on some problems arising from proposals by Canada and the United States."

He declared that under the Canadian constitution this right was exclusively provincial.

The application, signed by Prime Minister St. Laurent, asks for an immediate start so that much needed power would be made available to Ontario and New York.

The power project mentioned in the application is the 2,200,000-horse power plant at Barnhard Island, near Massena, N.Y.

Commonwealth Parliamentary Association: Ottawa, September 8 (CP) -- The stage was set tonight for Wednesday's formal opening of the Commonwealth Parliamentary Association's Biennial Conference.

Final plans for the opening were discussed at a closed meeting of the Association's 22-member General Council under Hon. Harold E. Holt, Australia's Minister of Labour and Immigration. He will be in the chair tomorrow.

The Secretary of State for External Affairs, Mr. Pearson, will welcome delegates. Speaker Elie Beaugard of the Senate and Speaker Ross Macdonald of the Commons, joint presidents of the Canadian branch of the Association, also will speak.

Mr. Hannam On Grain Strike Threat: Ottawa, September 8 (CP) -- Mr. H.H. Hannam, President of the Canadian Federation of Agriculture, said today if a strike is permitted to occur at Lakehead grain terminals there will be "extremely serious" consequences for western grain farmers "and consequently for the whole nation."

"It should be remembered," Mr. Hannam said in a statement, "that whatever unions gain in this way, the original producer of the grain, the farmer back on the land, has to pay the shot...."

Lord Robinson Obsequies: Ottawa, September 8 (CP) -- Funeral services will be held here tomorrow for Lord Robinson, 69-year-old chairman of the Forestry Commission of Great Britain, who died suddenly of pneumonia in hospital Friday.

Delegates to the sixth British Commonwealth Forestry Conference, of which Lord Robinson was Vice-President, and to which he had led a 14-man British delegation, will attend the funeral service in Christ Church Cathedral.

The body will be taken to Montreal for cremation and the ashes will be sent to Lady Robinson in London.

Across Canada: Prime Minister St. Laurent last night made the opening kick-off for the Western Football Conference game between Edmonton Eskimos and Saskatchewan Roughriders in Edmonton. The Prime Minister's boot dribbled 20 yards as some 13,500 fans cheered. Premier E. C. Manning of Alberta held the ball for Mr. St. Laurent. Edmonton won 19 to 15. At Calgary, Winnipeg Blue Bombers won 7 to 6.



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Wednesday, September 10, 1952.

Mr. St. Laurent On Defence Spending: Portage La Prairie, Man., September 10, (CP) - Prime Minister St. Laurent said last night that it will be difficult to make any "substantial reductions" in defence bills as long as present dangers persist.

In a speech at a public meeting of about 1,700 people here on the homeward leg of his Western Canada tour, Mr. St. Laurent said the federal Government feels it would be unfair to the Canadian public to give them the impression the world situation has so improved that Canadian defences can be cut as "an easy way of reducing the tax burden."

The Prime Minister noted that well over half federal tax is devoted to defence or to paying for the last war but estimates might be reduced "here and there."

"We are certainly going to try," Mr. St. Laurent said, "but I believe most Canadians expect us to live up to the undertakings we have given and the targets which the best possible advisers feel must be met if we are to have any real security."

"I know all of you would like lower taxes and so would we in Government, but we know most Canadians are intelligent enough to realize that it is not in their real interest to cut down the insurance premium and then have the risk of losing everything if there is a fire."

Export Volume Up, Prices Down: Ottawa, September 9 (CP) -- Volume of Canada's exports climbed slightly during July, but lower prices trimmed value of shipments to \$375,700,000 from \$378,600,000 a year ago, the Bureau of Statistics reported today. It was the first monthly value drop of the year.

Value of exports to Canada's two biggest markets—the United States and the United Kingdom—were down. Part of the drop was recouped with increased values in shipments to Commonwealth countries in Asia and to Latin-American countries.

The Bureau estimated export prices during July slipped 2.5 per cent from July, 1951, while volume increased 1.7 per cent.

The decline in exports was not without its counterpart in imports. In a preliminary statement, the Bureau placed July imports at \$342,900,000, down from \$370,600,000 last year. This gave Canada a surplus of exports over imports of \$32,800,000, about four times as great as last year's \$8,000,000 favourable balance.

Despite the July decline, Canada's exports for the first seven months of 1952 climbed to \$2,490,500,000 from \$2,141,100,000 last year, boosted by gains in the first half of the year.

Immigration Commission Urged: Ottawa, September 9 (CP) -- Establishment of a commission to study an immigration policy for the Commonwealth, was urged today at a meeting of the Commonwealth Parliamentary Association.

The Association, holding its week-long Biennial Conference here, heard Mr. Hector Hughes, Labour member of the United Kingdom Parliament, propose that the immigration commission be established.

The proposal was made at a closed session of the conference. Since the Association adopts no resolutions, there was no formal action on Mr. Hughes' proposal.

Civil Defence Conference: Ottawa, September 9 (CP) -- The Minister of National Health and Welfare, Mr. Martin, said today civil defence has become an "inescapable duty" of Canadians.

He spoke at the opening meeting of a four-day Civil Defence Conference concerned mainly with the welfare aspects of C.D. planning. It is being attended by C.D. officials from the federal, provincial and municipal Governments and by American C.D. officers.

National Tax Association: Toronto, September 10 (CP) -- Canada's income and manufacturers' sales taxes came under scrutiny yesterday at the opening session of the 45th annual conference of the National Tax Association.

Some 800 delegates from Canada and the United States to the four-day conference studied major features of the Canadian tax structure, Canadian federal income tax and Canada's experience with manufacturers' sales tax.

Across Canada: Premier Frost of Ontario today predicted a drop in cigarette prices if the Province obtains tobacco taxation control from the Dominion Government. Welcoming some 800 Canadian and United States delegates to the opening sessions of the four-day 45th annual conference of the National Tax Association, at Toronto, Mr. Frost said the acquisition of the tobacco tax would be the Province's next move in the taxation field...Mr. Anders O. Aalborg, first elected to the Alberta Legislature four years ago from the northeastern riding of Alexandra, was appointed Minister of Education in Premier Manning's Cabinet yesterday....Trams and bus fare increases that will bring an estimated \$3,600,000 additional revenue were announced by the Montreal Transportation Commission yesterday. They are effective September 20. Cash fare jumps to 12 cents from 10 cents....An Ontario Royal Commission will investigate how four desperate criminals escaped from the death row cell block at the Don Jail. Premier Frost announced today that Judge Ian Macdonell of Toronto will conduct the inquiry. The Premier also said Jail Governor Thomas W. Brand, Deputy Governor Alexander Noble and the six guards on duty at the time of the escape have been suspended pending the inquiry. Col. G. Hedley Basher, Deputy Minister of Reform Institutions and former Governor at the jail, will take charge of the Toronto institution.



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Vol. 3, No. 175.

Thursday, September 11, 1952.

Mr. Heeney Urges NATO Goal Be Widened: Oxford, September 10 (Reuters) --

Canada's permanent delegate to the North Atlantic Treaty Council, Mr. A.D.P. Heeney, said here tonight that the comradeship in arms of the Atlantic Pact should be widened to take in other fields.

Speaking to unofficial delegates from 14 countries here to draft a gigantic publicity plan for the Atlantic community, Mr. Heeney said the representatives should look beyond the Treaty Organization for areas and opportunities of non-military collaboration.

He said this could be done through article two of the Treaty, which calls for the elimination of conflicts in international economic policies and encourages economic collaboration between NATO countries.

"We should remember that NATO does not comprise the whole of free men," he said. "We should look forward to the widening, as well as the deepening of our association, particularly in those fields of endeavour associated with article two...."

Rail Rates Problem: Ottawa, September 10 (CP) -- The railways have launched an upward revision of their freight rates on exports and imports through eastern ports, it was learned today.

The move is aimed at getting more revenue for the carriers by pegging Canadian rates to the higher export-import charges of United States railways. It would be the first general revision of the basis of these rates since 1905, though they have been subject to periodic increases.

The big reshuffle would include increases and decreases. But increases would heavily outnumber the reductions and would be bigger ones. Increases would run to about 40 per cent and decreases to around 25 per cent.

The changes would apply on traffic going through the ports of Halifax, Saint John, Montreal, Quebec, Sorel, Three Rivers, and the U.S. Atlantic seaboard. The rates extend as far west as the Ontario-Manitoba border.

Railway officials said today they have not yet estimated how much revenue they would get from the changes. However, the big bulk of Canada's overseas exports and imports—excluding western grain—travels on these rates.

One effect of the move, if it is finally endorsed by the Board of Transport Commissioners, would be to cut down proportionately the size of any future general freight-rate increase.

In fact, the Board itself suggested to the railways last January they might look into the export-import rates—among other special tolls—for this purpose.

The railways now have applied for repeal of the Board's 1905 order setting up the existing basis, and the Board has granted this. However, the Board's new order says it will take into consideration representations from any interests that feel themselves injured by the proposed new scales.

Mr. Massey Addresses Quebec Superior Court Judges: Quebec, September 10 (CP) --

Governor-General Vincent Massey said today Quebec's French civil code is rightfully considered as the safeguard of French Canada's traditions.

Addressing Quebec Superior Court Judges during a ceremony which marks opening of the 1952-53 judicial year, Mr. Massey said he could not help thinking that there are places in the world where courts are opened in mockery of justice and to violate right.

Canada occupied an increasingly important position among the nations of the world and it was his wish that it especially offer those nations the example of a country where justice reigns, said Mr. Massey, speaking in French.

Chief Justice Albert Sevigny, greeting the Governor-General, said his appointment was a guarantee of good understanding between Canada's English and French-speaking groups.

Report Few Parliamentary Library Books Beyond Repair: Ottawa, September 11 (Citizen) -- Only a few of the valuable volumes damaged by water in the Parliamentary Library fire on August 3 are beyond repair and their replacement is probable.

With the use of fans and dehumidifiers, experts from Canada and the United States and a small army of paid and voluntary workers, the books have been dried and salvaged, with perhaps the loss of about 100. Mr. Felix Desrochers, general librarian, believes these can be easily replaced.

"Self-Help" In Civil Defence: Ottawa, September 10 (CP) -- A Toronto School of Social Work professor said today the main welfare objective in Civil Defence Organization in Canada should be to "help the people to help themselves."

Professor John S. Morgan of the University of Toronto, speaking to 50 federal, provincial and municipal delegates meeting here to discuss the welfare phase of civil defence preparedness, said the self-help theme was the backbone of any such planning.

Across Canada: Census takers, looking over the 1951 population figures today reported 551,000 women between the ages of 20 and 24, up from 514,000 in 1941. This compared with 537,000 men in that group, an increase from 517,900 in 1941...International Civil Aviation Organization officials yesterday denied its air worthiness regulations were hindering operations of Canadian bush pilots, the Montreal Gazette reported...Judges of the Supreme Court of Ontario have cleared up all their cases, Registrar Charles W. Smyth announced yesterday. It marks the first time in 15 years that not a single judgment is outstanding, the Globe and Mail reports.



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Vol. 3, No. 176.

Friday, September 12, 1952.

Commonwealth Parliamentary Association: Ottawa, September 11 (CP) -- Spokesmen for two opposition groups in the Canadian House of Commons today told the Commonwealth Parliamentary Association that convertibility of currencies is a prerequisite to world trade.

Mr. Donald Fleming, Progressive Conservative member of the House of Commons for Toronto Eglinton, said convertibility of currency remains the key to the Commonwealth's economic and trade problems.

Mr. Solon Low, Social Credit leader, said that pending an agreement on convertibility Canada should accept sterling rather than dollars in payment of goods sold to the United Kingdom.

Mr. M.J. Coldwell, C.C.F. leader, said that the sooner a solution can be found to trading problems within the Commonwealth, the nearer prosperity will be. The problem was not monetary, but was one of the exchange of physical goods.

Rt. Hon. W. Glenvil Hall, Financial Secretary to the Treasury in the last Labour Government of the United Kingdom, said he could see no prospect of immediate convertibility. The results would be deflation and devaluation of currency.

Expand Harbour For Seaway: Montreal, September 12 (Gazette) -- The Minister of Transport, Mr. Chevrier, yesterday announced a \$7,300,000 expansion in Montreal's harbour facilities to handle enlarged traffic expected to stem from the projected St. Lawrence Seaway.

Mr. Chevrier said the National Harbours Board is planning to spend the sum over the next two or three years. He did not give details.

In an address to the Richelieu Club here, the Minister, making his first public pronouncement since June 18 when the United States failed to approve the Canada-United States 1941 St. Lawrence Seaway agreement, said: "Very considerable progress has been made, which augurs well" for the future of both Hydro and Seaway development of the St. Lawrence.

Given assurance that the St. Lawrence power development would be undertaken without delay, Canada will construct the navigation canals, the Minister said.

He said consideration also will have to be given to adding 5,000,000 bushels of grain-elevator storage capacity in Montreal in the near future. New unloading berths will be required to handle large bulk carriers instead of the present canallers.

"None of this progress would be undertaken if it was not considered essential to prepare the harbour of Montreal for the expanded traffic which the St. Lawrence Seaway is expected to develop," Mr. Chevrier said.

He said Montreal would not be the only port to benefit from Seaway traffic. He cited Quebec, Sorel, Three Rivers and Seven Islands, particularly.

One of the greatest benefits for Quebec would be the stimulus to the Ungava iron ore development.

Mr. Chevrier warned, however, that it could not be said "the last obstacle in the realization of this vast project has been surmounted."

However, if the International Joint Commission approves the separate submissions of the Canadian and United States Governments on the power development, it would enable the essential hydro-electric development to proceed "without delay." With assurance of that development, Canada would construct the navigation canals.

Urges Concentration On Research: Ottawa, September 11 (CP) -- A distinguished British scientist suggested today that unless there is greater concentration on research in Canada, this country may become a mere factory site for United States industrial genius.

Sir Eric Rideal, consultant to the Canadian Defence Research Board, said he would like to see Canada ensure by law that no major industrial plant is set up in this country without adequate provision for self-contained research departments.

The United Kingdom scientist, arriving for annual consultations with Board officials, said that the danger in current Canadian expansion is that industrial plants from the U.S. may be established in this country without scientific research facilities.

This would mean that a big part of the brain work, the creation of new ideas and techniques, would be carried out elsewhere with only the "donkey work" done in Canada.

Synod Asks World Control Of War Arms: London, Ontario, September 11 (CP) -- The 18th General Synod of the Church of England in Canada yesterday called for unceasing efforts to obtain international supervision and control of weapons of destruction.

Its resolution reads:

"The General Synod of the Church of England in Canada, meeting in September, 1952, affirms its belief that peaceful measures for the reconciling of all differences among the nations is in accordance with the mind of Christ and must be continually sought.

"And, while acknowledging that there is abroad in the world mistrust, suspicion and active selfishness and the consequent threat of aggressive war from some quarters, making necessary the maintenance of armed forces under regional and world authority, calls for neverceasing efforts to secure international supervision and control of all weapons of destruction."

Across Canada: Four-engined Bristol Britannia turbo-propeller airliners will be flying the Atlantic between London and Montreal by 1954, Bristol Aeroplane Co. of Canada has announced. British Overseas Airlines has ordered 27 of these latest design U.K. airliners and will operate a fleet on the Montreal-London run, the Montreal Gazette reports....Capt. Edson Sherwood, R.C.N., a naval aide-de-camp to four Governors-General has retired from the Navy, and joined an Ottawa firm of investment dealers. He served under Lord Tweedsmuir, the Earl of Athlone, Viscount Alexander, and, briefly Rt. Hon. Vincent Massey.



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Vol. 3, No. 177.

Monday, September 15, 1952.

Mr. Claxton Before Parliamentary Conference: Ottawa, September 14 (CP) -- The Minister of National Defence, Mr. Claxton, said Saturday the defence forces of the free world are still inadequate to deter aggression. Building up of military strength must remain the most "urgent and paramount" problem of all free peoples. Unless war is prevented all other aspirations would be set back for centuries.

Mr. Claxton spoke at the conclusion of the Commonwealth Parliamentary Association's Biennial Conference. Delegates to the week-long conference left today for a three-week tour of Ontario and Western Canada.

Mr. Claxton said he has met no responsible person who believes there will be a war in the next three or four years. "But," he added, "I don't know anyone who knows there will not be a war in the next three or four years."

Mr. Claxton referred to discussions on recognition of the Communist Government of China. The fact that so many members had taken opposite views indicated that the matter was difficult and must be given the greatest consideration.

The Minister referred to the "differences and diversities" shown in the discussions.

At the Conference, first held in Canada since 1928, representatives of 45 Parliaments and Legislatures in the Commonwealth exchanged views on such matters as immigration, trade, financial relations, defence and foreign relations.

Summaries of the speeches indicated there were sharp differences between representatives of Britain and India; Britain and Ireland; India and South Africa; and India and Pakistan.

Professor G. Ranga, member of India's Council of States, said that India is following a policy of non-involvement in world disputes.

Lord Llewellyn, member of the British Cabinet during the Second World War, took issue with the statement.

The United Kingdom, he said, could not forget its involvement, and what it had cost in the defence of small nations, and freedom in 1914 and 1939. If the United Nations was to succeed, it could not merely stand cheering on the sidelines.

In the past a Russian invasion over the passes into India had been a concern of the British General Staff. It might happen in the future, and if it did he hoped the United Nations would not adopt any policy of non-involvement.

Turning to Ireland, Lord Llewellyn said how much better a position it would be in now if it had helped convoys in the last war. Was it going to sit on the sidelines in any future war depending on the arms and fleets of the United Nations?

On the question of recognition of the Chinese Government, Lord Llewellyn said recognition might come as part of a peace settlement.

Mr. Donald Fleming, Progressive Conservative member of the Canadian House of Commons for Toronto-Eglinton, said that in the present interdependence of the world the non-involvement suggested by Professor Ranga was impossible.

Mr. M.J. Coldwell, leader of Canada's C.C.F. Party, said recognition of China was recognition of a fact and not approval of a communist regime.

Senator Leverett Saltonsall of the United States said there is a strong feeling in the U.S. that China should not be allowed to shoot its way into the U.N. Moreover, the people of Formosa should not be allowed to fall under communist domination.

Forestry Conference Recommendations: Ottawa, September 14 (CP) -- Commonwealth Governments were urged Saturday to implement a sustained yield policy in administration of their forest resources and to intensify research and widen markets for products of the woods.

The recommendations were made by the sixth British Commonwealth Forestry Conference in a series of resolutions in the final session of its month-long meeting in Canada.

The more than 50 delegates from 19 Commonwealth countries supported a recommendation that all Commonwealth Governments "do everyting possible to ensure orderly marketing." The resolution said marketing of timber products is becoming increasingly competitive and without orderly marketing there could be no sustained yield management.

Another resolution, aimed particularly at Canada, called for greater efforts to reduce forest fire losses.

3rd Battalioin "Pats" For Korea: Ottawa, September 14 (CP) -- Army headquarters announced today the 3rd Battalioin of the Princess Patricia's Canadian Light Infantry will sail for Korea in October.

It will be the start of the third round of rotation for the Canadians in Korea.

The unit under Lt.-Col. H.F. Wood, 38, of Toronto, has been training for several months at its Wainwright, Alberta base. It will relieve the 1st Battalioin of the Princess Patricias.

Across Canada: Dr. A.W. Trueman, President of the University of New Brunswick, has been elected President of the Association of Canadian Clubs, at the 30th Biennial Conference held at McMaster University, Hamilton....A request that income taxes be included in the computation of the cost-of-living index was made to the Canadian Government by District Council No. 26 of the UAW-CIO, meeting in quarterly session in Hamilton, Sunday....The leaders of all three parties in opposition, Mr. George Drew, Progressive Conservative; Mr. M.J. Coldwell, CCF, and Mr. Solon Low, Social Credit, all plan Western trips like that taken by the Prime Minister, the Canadian Press reported.... Mr. St. Laurent left for his summer home at St. Patrick, Quebec, Sunday, for a rest after his recent trip west and an all-day Cabinet session Saturday. He is expected to be away from Ottawa for several days....In week-end football, Toronto Argos won from Ottawa Rough Riders, 24-19, to remain undefeated in Big Four play while Hamilton Tiger Cats downed Montreal Alouettes, 30-12 to take over second place. Edmonton Eskimos came from behind to take Winnipeg, 11-9, in the Western Conference. Calgary took to the air to beat Regina Rough Riders 30-20.



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Vol. 3, No. 178.

Tuesday, September 16, 1952.

Workers' Earnings At Peak: Ottawa, September 15 (Globe & Mail) -- Canadian wage and salary earners are making more money this year than ever they did before.

During the first six months of 1952, wages and salaries paid across the country totalled \$5,150,000,000 or 12 per cent more than in the comparable 1951 period, the Dominion Bureau of Statistics reported today. The 1952 figure is the highest ever reached.

About 10 per cent of the rise in labour income could be attributed to higher average wages and salaries, the Bureau said. The rest of the gain was credited to an increase in the number of men and women working.

Labour income of \$889,000,000 in June was the highest monthly total in Canadian labour history.

The June figure compared with \$876,000,000 in May and \$821,000,000 in June last year.

One of the big gainers from this rise in wage income is the Government itself, since a good part of the increase comes to Ottawa as income tax. In fact, the latest treasury statement showed that in the four months, April 1 to July 31, individual income tax receipts were \$97,700,000 ahead of the same period of 1951.

Railway Freight Rates: Ottawa, September 15 (CP) -- The railways will ask for another—but small—increase in freight rates next Monday, it was learned today.

They will ask the Board of Transport Commissioners for permission to boost by 1 per cent their latest application for a general rate increase of 16 per cent.

Notice filed with the Board by the railways indicated they will seek the additional 1 per cent—to yield roughly \$5,000,000 a year gross—to compensate for higher costs since the last application was filed, July 15.

The 16 per cent would gross the railways about \$80,000,000 a year. It is being sought on the basis of increased wages and other costs, though not taking into account any higher wage bill stemming from the current dispute with 125,000 non-operating employees.

Report On Trans-Canada Highway: Ottawa, September 15, (CP) The Trans-Canada Highway is emerging as a distinctive \$300,000,000 national artery but unless work is speeded it won't be completed by the 1956 target date, the Minister of Resources and Development, Mr. Winters, said today.

The Minister said 389 miles of new highway now have been completed to agreed specifications. And though he expected next year's progress to be greater, the present rate of construction would not permit completion before December 9, 1956, when the legislative authority for federal participation ends.

"That means that the federal Government and the provincial Governments will together have to consider whether the work should be accelerated or legislation should be sought at the appropriate time to extend the construction period."

The Minister was speaking to the opening meeting of the second Federal-Provincial Highway Engineers' Conference.

Labour Controversy: Ottawa, September 15 (CP) -- A knock-down fight between two leaders embroiled the Canadian Brotherhood of Railway Employees' triennial convention today and was still steaming along when sessions broke off late in the day until tomorrow.

Antagonists in the scrap are James E. McGuire, making an appeal to the convention from dismissal as national Secretary-Treasurer of Canada's biggest transport union, and A.R. Mosher, 72-year-old head of the C.B.R.E. and of the Canadian Congress of Labour.

For two and a half hours behind closed doors today, the 375 delegates representing 32,000 members heard Mr. McGuire call for reinstatement in the union and in his executive job and attack the veteran President for actions over a period of years.

Tomorrow, the Mosher forces are to reply.

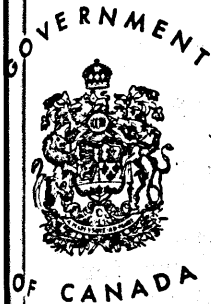
\$22,000,000 Newsprint Plant Opened: Duncan Bay, B.C. (CP) -- The wail of a siren yesterday marked the official opening of the \$22,000,000 Elk Falls Co. newsprint plant.

More than 500 industrial and Government leaders from Canada and the United States attended the ceremony.

Lieutenant-General Clarence Wallace pressed a button sounding the mill siren, signalling dedication of the plant.

The mill, designed for maximum output of 320 tons of newsprint a day, is the first wholly newsprint mill to be built in B.C. in 35 years and the first in Canada in 15 years. It is the first unit of an eventual \$40,000,000 development.

Across Canada: Ontario and Manitoba truckers are forcing the railways to reduce freight rates on east-to-west and west-to-east cargoes. In the past month, the railways have cut rates on two major commodities and are expected to cut them on a third, the Canadian Press reports.... Students from across Canada began arriving at St. Johns, Quebec, Sunday, to register for the opening next Monday of the College Militaire Royal de St. Jean, the new Canadian services college. The college, designed primarily to prepare French-speaking officer candidates for commissions in the three services, will handle 125 students this year and will later build up into three times that number in a three-year course.... Senator J. Gordon Fogo, former President of the National Liberal Federation who died while holidaying at Murray's Bay, July 16 last, left an estate valued at \$282,073, it was announced today.



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Vol. 3, No. 179.

Wednesday, September 17, 1952.

New Wheat Crop Estimate 675,000,000 Bushels: Ottawa, September 16 (CP) --

Canadian farmers may reap a 675,000,000-bushel wheat crop this year, biggest in history, the Bureau of Statistics estimated today.

The new forecast, second of the current season, boosted the Canadian crop by 19,000,000 bushels over the previous August estimate. If fully realized, it will be 123,000,000 bushels greater than last year's 552,000,000-bushel harvest and more than 100,000,000 bushels greater than the previous high of 567,000,000 bushels in 1928.

Aided by beneficial summer weather production of other grains may also be unusually heavy, bringing the total output of principal grains this year to 1,482,000,000 bushels, a boost of almost 170,000,000 bushels from 1,314,000,000 in 1951.

Grain Loadings Frozen In Strike Threat: Ottawa, September 16 (CP) -- Partial paralysis crept into Canada's major grain-hauling business on the Prairies today as the federal Government reacted to the threat of a grain handlers' strike at the Lakehead.

With the strike scheduled for 8 a.m. EDT Thursday, federal Transport Controller R.W. Milner halted all further grain loadings earmarked for the Lakehead, choking off a flow of grain that had been moving to the lake shipping point at the rate of more than 2,000,000 bushels a day.

The office of federal Transport Control said Mr. Milner issued his order at Winnipeg at 4 p.m. EDT. A grain pile-up at terminal elevators was given as the official reason for the unprecedented move, but it appeared likely that it was a federal precaution against the strike actually taking place.

A critical point in the labour-management dispute neared.

A Port Arthur report said the threatened walkout by 1,500 handlers may be settled if a mass meeting of the men accepts a final company proposal.

The grain movement freeze does not affect shipments now in transit, nor does it affect shipments to the West Coast, to Churchill or to any other point outside the Lakehead.

Terminal elevators at Port Arthur and Fort William now hold more than 60,000,000 bushels of grain. In any walkout movement this big supply would be frozen.

The strike by 1,500 handlers would prevent further supplies from going into or coming out of the warehouses.

The Canadian National and Canadian Pacific Railways, on Mr. Milner's advice, for the last week have been diverting cars to other points.

Wage Offer Rejected: Port Arthur, September 17 (CP) -- Lakehead grain handlers last night rejected the final offer of the elevator companies in their wage dispute and said they will strike unless there is a settlement when negotiators meet this morning.

In a mass meeting the 1,500 grain handlers voted against the offer of \$1.32 an hour proposed by the 15 elevator companies involved.

Principal Mackintosh On Economic Situation: Winnipeg, September 16 (CP) -- Present Canadian prosperity may blind people to inherent weaknesses in the country's trade pattern, Dr. W. A. Mackintosh, Principal of Queen's University, said today.

In an address to the Canadian Club of Winnipeg, he compared present prosperity to the years before 1914. Then, as now, the world was eager for Canadian exports, new resources were brought into use and other nations were willing to invest in Canada.

"We have a new confidence in our future," said Dr. Mackintosh. "And a greater consciousness of our essential Canadianism."

But he warned there is a danger this self-confidence may degenerate into complacency. Present prosperity was not entirely due to Canadian assets and virtues.

With so much of the world cut off, capital and development was forced on Canada because it was one of the few countries to which the United States could turn with confidence. There was a danger Canada was being oversold abroad and might not live up to expectations.

Foresees Literate India In Decade: Ottawa, September 16 (CP) -- India's foremost playwright predicts that within 10 years most of his country's teeming millions will be literate.

Seth Govind Das, Dean of India's Parliamentarians and author of more than 80 dramas, said in an interview that literacy has been increasing rapidly among his country's 350,000,000 people since the "advent of freedom."

When India was declared a Republic in 1949 it was estimated that only 10 per cent of her population was literate.

Mr. Govind Das said war cannot be avoided if one-half of the world is allowed to live in poverty, while the other half lives in the lap of luxury.

"We, in the East, look to the wealthy countries for help," he said.

India is striving to improve her agricultural industry, to gird the country against the scourge of famine. She is working on irrigation projects and on new industries.

The dispute with Pakistan over Kashmir remains to be settled, but that will be done "without war."

Minister Of Denmark: (Press Release No. 58, September 16.) -- The Department of External Affairs announced on September 16 that Mr. Ove Fleming de Sehested had presented to the Deputy Governor General, the Honourable Mr. Justice P. Kerwin, his letter of Credence as Envoy Extraordinary and Minister Plenipotentiary of Denmark to Canada.

Canadian Congress Of Labour Convention: Ottawa, September 16 (CP) -- Contests are shaping up for key offices at the top of the Canadian Congress of Labour, whose 350,000 members stage their annual convention in Toronto next week.

Besides some uncertainty concerning the future of veteran President A.R. Mosher—now entangled in a leadership fight in his own union—a fight is in the making over the important dual post of national Secretary-Treasurer and Director of Organization.

Mr. Donald MacDonald of Sydney, N.S., now holds that job, but officers of some of the C.C.L.'s most powerful unions are getting together to back Mr. William Mahoney of Toronto, Assistant Canadian Director of the big United Steel Workers of America.

Across Canada: Canada is the leading exporter of wood pulp, and accounts for one quarter of the world's production and one third of all international trade in pulp, it is pointed out in a survey entitled "Canadian Wood Pulp Data, 1952," issued by the Canadian Pulp and Paper Association....Canada's retail stores sold goods worth \$965,350,000 during July, 11.5 per cent more than in the corresponding month of 1951 but down from June sales of \$978,263,000....Immigration to Canada during the month of July totalled 16,687 the Minister of Citizenship and Immigration announced September 17. This brought the total of immigration for the first seven months of this year to 114,744, as compared with 99,421 for the first seven months of 1951.



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Vol. 3, No. 180.

Thursday, September 18, 1952.

Strike Threat At Lakehead: Port Arthur, September 18 (CP) -- Talks aimed at averting a strike in the Lakehead grain shipping industry, scheduled for this morning, were expected to last well into the early hours of the morning.

More than 1,500 Lakehead grain handlers were due to stage a walkout today at 7 a.m. E.D.T. unless a favourable settlement in their wage dispute with 15 elevator companies is reached in the meantime. Full-dress talks between union and company negotiators were adjourned early last night.

The adjournment was called when company representatives asked for time to consult further with their head offices. They were discussing the union's final proposals before going into the next session at press time this morning.

One source said the grain handlers will settle for a basic rate of \$1.41 an hour. The companies Tuesday offered a basic rate of \$1.32 an hour which was rejected.

\$78,000,000 Per Year Needed For New Schools: Toronto, September 18 (Globe & Mail)

New schools valued at a minimum of \$78,000,000 will have to be constructed in Canada every year to keep pace with skyrocketing enrollments, the Canadian Education Association indicated yesterday. The costs probably will be considerably higher than the estimated minimum.

The prediction of future needs was contained in a report released at the CEA's annual convention. Officials estimated enrollment in Ontario will increase at the rate of 40,000 pupils per year and three times that number for the whole of Canada.

Fireproof schools without general purpose rooms can be built at a cost of \$650 per pupil, including furniture and equipment, the report stated. That would mean a minimum cost of \$26,000,000 a year for Ontario and \$78,000,000 for the country as a whole.

But schools with four or more classrooms usually have general rooms for physical education and assembly. Schools with such rooms come at \$850 per pupil, or \$34,000,000 for Ontario and \$102,000,000 for all Canada....

Mr. Saunders On St. Lawrence Compensation: Morrisburg, September 17 (CP) --

Mr. R.H. Saunders, Chairman of the Ontario Hydro-Electric Power Commission, said tonight the Commission "will have proper regard for the rights of individuals, corporations or municipalities whose land or property is taken or injured" in developing power resources of the St. Lawrence River.

In an address to the Canadian Club of Morrisburg, Mr. Saunders said the Commission has no right to commit itself on compensation until it gets authority from the International Joint Commission on waterways to proceed with the development.

Convention Battle Won By Mosher: Ottawa, September 18 (CP) -- Mr. James E. McGuire, expelled Secretary-Treasurer of the Canadian Brotherhood of Railway Employees, last night lost his bid to take over the leadership of that biggest Canadian transport union.

The CBRE's triennial convention voted 190 to 162 to uphold a decision of the union's executive board expelling McGuire from his office and from the union.

The vote apparently solidified the position of Mr. A.R. Mosher, both as President of the CBRE and of the Canadian Congress of Labour.

Easy Credit Ups Buying: Ottawa, September 17 (CP) -- Elimination of federal consumer credit restrictions has helped spark an unprecedented boost in instalment buying.

The Bureau of Statistics today reported that with elimination of controls May 6, instalment buying in retail stores jumped more than \$150,000,000 to \$355,700,000 for the three months ended June 30 last, up from \$200,800,000 in the same period last year.

Charge-account purchases increased also, rising by more than \$40,000,000 to \$581,100,000 in that quarter from \$540,000,000 a year ago.

United Church General Council: Hamilton, September 17 (CP) -- A resolution asking action be taken against ministers and missionaries who support communism today was defeated by the General Council of the United Church of Canada.

The resolution, or memorial as they are called in church assemblies, was submitted by Markdale United Church in Grey Presbytery.

It was passed to the General Council by the Toronto Conference with the recommendation that no action be taken, and came before the Council from the sessional committee on overseas missions with the same recommendation. The Commissioners agreed with the recommendations.

Across Canada: The federal Government has approved four civil defence projects by the Saskatchewan Government and will share half the \$88,000 cost, the Health Department has announced....The civilian labour force in Canada totaled 5,419,000 persons in August, the Bureau of Statistics reported. It was the highest point of Canada's labour force, which consists of civilians 14 years and over who are available for work....The Exchequer Court has ruled that a gentleman farmer who pays farm losses out of other income may deduct such expenses in calculating net income for tax purposes....Production Minister Howe yesterday freed semi-fabricated copper and aluminum from Government control.



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Vol. 3, No. 181.

Friday, September 19, 1952.

Exports To U.S. Drop \$15,000,000 In August: Ottawa, September 18 (CP) -- For the second consecutive month Canada's export drive, which made major gains during the first half of the year, lost ground during August, hit by a \$15,000,000 cut in exports to the United States.

Total August shipments to all countries slipped to \$350,300,000 from \$353,500,000 in August last year, the Bureau of Statistics reported today in a preliminary statement.

The August drop followed a decline during July when exports totalled \$375,700,000, down from \$378,600,000 a year ago. These declines followed big jumps in exports during the first half of the year, with the average boost being more than \$50,000,000 a month.

Imports during August, however, were also down. Smaller purchases from almost all countries trimmed the monthly total to \$303,600,000 from \$357,500,000 last year.

This continuing excess of exports over imports gave Canada a foreign surplus for August of \$46,700,000, pushing the total eight-month surplus to about \$243,900,000. This compared with a deficit of more than \$300,000,000 for the same period last year.

Learned From Five Continents Honour Laval U.: Quebec, September 18 (CP) -- Men and women of learning from five continents gathered today as Laval University completed 100 years of teaching.

One of the most impressive in the city's 350-year history, the cultural reunion has drawn state, university and church officials from 42 countries and 199 universities in a four-day tribute to North America's first French and Roman Catholic seat of learning.

Laval will honour distinguished representatives from various fields of human endeavour as well as Roman Catholic Church dignitaries in a convocation Monday when the celebrations end.

Among the 59 who will receive honorary degrees are Governor-General Vincent Massey; Rt. Hon. F.M. Forde, Australian High Commissioner to Canada; the Minister of Defence Production, Mr. Howe; the Minister of National Health and Welfare, Mr. Martin; Most Rev. Francisco Barbado Viejo, Bishop of Salamanca, Spain; Mr. Harold Dodds, President of Princeton University; Mr. Georges Chresteil, Batonnier of the Paris Bar; Mr. Etienne Gilson, Director of the Institute of Mediaeval Studies, Toronto, and a member of the French Academy; Mr. L. P. Gilmour, President of McMaster University; Mr. Norman McKenzie, President of University of British Columbia; Rev. L.J. Bondy, former rector of St. Michael's College, Toronto, and Msgr. P.J. Nicholson, President of St. Francis Xavier University, Antigonish.

St. Michael's and St. Francis celebrate their centenaries this fall.

French-Canada's cultural achievements will be stressed in these celebrations organized by priests of the Quebec Seminary whose humble college, founded in 1663, was the basis for the university.

Announcement of winners of a musical composition contest for French-speaking Canadians and a concert by the Quebec Symphony Orchestra will open the ceremonies tomorrow night. Prizes from \$200 to \$1,000 will be awarded for symphonic works.

Air-To-Air Missile: Ottawa, September 18 (CP) -- Canada plans to arm the CF-100 Canuck jet fighter with a guided missile eventually, but the missile still is a matter of years from being ready, it was indicated reliably today.

The air-to-air missile being developed by the Defence Research Board and the RCAF is the one earmarked to team up with the Canuck as the key factor in defence of Canadian soil.

First tests of the weapon in one of the jets is likely to take place early in 1953, but that is said authoritatively to be no sign it is anywhere near ready to go into general use.

There apparently will be a missile fired from the Canuck, but it's not likely to be guided. The tests will be mainly to study the problem of mating a new plane and an embryo weapon for guidance in further development.

Officials of the Defence Research Board say the missile programme is going well.

Canada has gone into the air-to-air field, that is missiles fired by one plane against another, and is believed to be following what has become a traditional pattern. That is, she is making a special effort in one particular type of air-to-air missile, building on what her allies have already learned.

The aim is to make the Canuck an airplane capable of fighting in any weather over great distances, of locating an enemy by radar and then destroying it by a missile which can be directed into the target.

The first Canuck squadrons are due to come into RCAF service early in 1953.

Grain Handlers' Strike Averted: Port Arthur, Ont., September 18 (CP) -- Lakehead grain handlers, who almost went on strike today in a wage dispute with 15 elevator companies will be paid a basic rate of \$1.35 an hour under the terms of a new contract agreed upon early today.

The new basic pay rate is 23 cents an hour more than the men were receiving. The employees had a basic rate of \$1.02 an hour plus a 10-cent-an-hour voluntary increase granted by the companies last year.

Six cents of the increase will be retroactive in the six months' period from January 1, 1952 to July 31.

Each man will receive between \$110 and \$125 in back wages.

Across Canada: The RCAF plans to turn Winnipeg's Stevenson Field into one of Canada's major air bases with a \$16,000,000 development programme during the next two years, officials said, according to the Canadian Press.... Three new postage stamps will be issued November 3, the Post Office Department has announced. One is a blue, seven-cent stamp displaying a Canadian goose in flight and designed by Toronto sculptor, Emanuel Hahn. The other two stamps will be part of the series of commemorative stamps honouring former Canadian Prime Ministers.... Canada's civilian air lines flew to records in 1951, the Bureau of Statistics has reported. Highlight of the year was a sharp climb in net operating revenues which reached \$5,374,100 compared with \$1,268,300 in 1950. This was in contrast to deficits from operations in the seven years prior to 1950.



GOVERNMENT
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Vol. 3, No. 182.

Monday, September 22, 1952.

U.N. General Assembly Delegation: (Press Release No. 60, September 20.) -- The Secretary of State for External Affairs announced on September 20 the composition of the Canadian Delegation to the Seventh Session of the General Assembly of the United Nations, which opens in New York on October 14. The Delegation is as follows:

Representatives: Mr. L.B. Pearson, M.P. - Secretary of State for External Affairs (Chairman of the Delegation); Mr. Paul Martin, M.P. - Minister of National Health and Welfare (Vice-Chairman of the Delegation); Senator Gordon B. Isnor; Mr. A.Y. McLean, M.P., and Mr. D.M. Johnson, Canadian Permanent Representative to the United Nations, New York.

Alternate Representatives: Mr. C.P. Hébert, Canadian Ambassador to Mexico; Mr. K.W. Taylor, Assistant Deputy Minister of Finance; Mr. J. Léger, Assistant Under-Secretary of State for External Affairs; Mr. Edgar McInnis, President of the Canadian Institute of International Affairs; and Mrs. Louis Berger, Executive Secretary of the Canadian Cancer Society, Quebec Section.

G.A.T.T. Delegation: (Press Release No. 59, September 19.) -- The Department of External Affairs announced on September 19 the composition of the Canadian Delegation to the Seventh Session of the Contracting Parties to the General Agreement on Tariffs and Trade which is scheduled to open at Geneva, Switzerland, on October 2.

The Delegation will be as follows:

Chairman: Dr. C.M. Isbister, Director International Trade Relations Branch, Department of Trade and Commerce.

Delegates: Mr. D.V. LePan, Canadian Embassy, Washington; Mr. S.S. Reisman, Department of Finance; and Mr. A.R. Kilgour, Department of External Affairs, Secretary of Delegation.

To Seek \$20,000,000 Wage Boost For Steelworkers: Toronto, September 21 (CP) --

The head of Canada's powerful steel union gave notice Saturday he is seeking a \$20,000,000-a-year wage-boosting jackpot for a major segment of his outfit.

Mr. C.H. Millard, Canadian Director of the United Steelworkers of America (C.I.O.-C.C.L.), told a press conference he plans to campaign during the next two years for an average 20-cent-an-hour wage boost covering 53,000 members of his 70,000-member organization.

"This additional increase in wages is not economically unsound since it will be of general benefit to the low-wage areas," he said.

The 53,000 union men include non-ferrous metal workers and fabricators, those employed in steel and other metal plants to produce semi-finished and finished products including such things as stoves and other household goods.

Mr. Millard, whose union recently negotiated successfully with several Canadian steel mills to bring the basic wage rate up to \$1.43½ cents an hour--the same basic rate that prevails in the United States--said he hopes to achieve a similar boost for these other workers.

Union officials estimated non-ferrous metal workers and fabricators currently average about \$1.20 an hour in wages.

Canadian Congress Of Labour: Toronto, September 21 (CP) -- Mr. A.R. Mosher stunned Canadian Congress of Labour chieftains today by disclosing his plans to fight to retain the leadership of the 350,000-member labour body, even though he has stepped down as head of his own union.

The C.C.L.'s 12th annual week-long convention opens here tomorrow, with power plays by opposing union forces threatening once again to wreck Congress unity. The Congress was split by top-bracket internal strife just a year ago. Currently, the biggest fight looms over the C.C.L. dual position of secretary-treasurer and organization director.

Mr. Mosher's decision to run again as President blocked manoeuvring by powerful C.C.L. segments to replace him by his successor as head of the 32,000-member Canadian Brotherhood of Railway employees -- Mr. Harry A. Chappel of Winnipeg.

Laval U. Ceremonies: Quebec, September 21 (CP) -- Old Laval University, whose origins as an institution of learning go back to the days of Louis XIV, was forgotten and deserted today.

World delegates from 42 countries travelled to the outskirts of Quebec, where a vast, modern university is under construction, to attend benediction of a 20th-Century Laval by Archbishop Maurice Roy of Quebec, Chancellor of North America's first French-speaking and Roman Catholic university.

Sir Hector Hetherington, Vice-Chancellor and Principal of Glasgow University founded in 1451, said on behalf of Commonwealth universities: "Laval stands at the point of union between Old France and the New World; and at that very point enriches not Canada only but all of us."

Across Canada: In week-end football Ottawa Rough Riders defeated Montreal Alouettes 8 to 7 in Ottawa, while Toronto Argonauts and Hamilton Tiger-Cats played to a 13-13 draw in Toronto. In the West, Winnipeg held first place by defeating Regina, 18-7 while Edmonton defeated Calgary 38 to 15. In a senior inter-collegiate exhibition game, McGill defeated McMaster 25 to 13.... The Canadian Brotherhood of Railway Employees (C.C.L.) urged Saturday that federal, provincial and municipal governments should recognize and bargain with unions of their employees on the same basis as private industry.... Robert Charles Matthews, who served from 1930 to 1935 as Minister of National Revenue in the Conservative Government of Rt. Hon. R.B. Bennett, died Saturday. He was 81.



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Vol. 3, No. 183.

Tuesday, September 23, 1952.

Progressive Conservatives Win N.B. General Election: Fredericton, September 22- (CP) -- After 17 years in the opposition, Progressive Conservatives returned to the Government benches as they swept to victory in today's New Brunswick general election.

With counting still in progress after midnight, Progressive Conservatives had 31 seats and Liberals 16. The five remaining seats were still doubtful.

Hon. John B. McNair, Liberal Premier for the last 12 years, was defeated in York County. Four Progressive Conservatives won the county seats with Mr. McNair 125 votes behind the lowest Progressive Conservative.

Led by the son of a former Premier, Progressive Conservatives refused to fight the election on the issue handed them by Premier John B. McNair, but battled instead on a promise of efforts to abolish a four per cent sales tax, and what they termed government "waste and extravagance."

Mr. Hugh John Flemming, 53-year-old lumber dealer, led his party through a spirited campaign which picked up votes in Liberal strongholds, and bowled over party bulwarks of the McNair Cabinet.

The trend was indicated from the start of counting after polls closed at 7 p.m. ADT., and it gathered strength as voting continued.

Mr. Fleming, whose father, the late James K. Flemming, was Premier of the Province from 1911 to 1914, won a personal victory along with his two running mates in Carleton, gaining one of the seats from a Liberal.

Mr. Claude Milton, leader of the 12 C.C.F. candidates, was defeated in a Liberal sweep of the four Westmorland seats.

Three of Mr. McNair's Cabinet Ministers — Education Minister Mr. James Brittain, Health Minister Mr. F.A. McGrand and Provincial Secretary Mr. J.G. Boucher — were defeated.

Five others were elected and one seat—that of Labour Minister S.E. Mooers—was still doubtful.

Mr. McNair, in calling the election, said it was on a "first-class political issue"—whether the Government would recognize an international union as bargaining agent for public servants of the Province. Mr. McNair said his Government would not, Mr. Flemming said this issue was not the real one of the election, and his party's platform did not mention it.

Biggest Trade Credit Of Year In July: Ottawa, September 22 (CP) -- Canada rolled up her biggest monthly world trading credit of the year in July and put herself \$197,000,000 in the black for the first seven months of 1952.

The favourable position, reported today by the Bureau of Statistics, was a complete reversal of the picture at the end of July last year.

At that time Canada had a surplus of imports over exports that left her \$331,900,000 in the red.

For the complete year of 1951 she had a world trading deficit of \$121,000,000.

The Bureau reported Canadian exports outstripped imports by \$32,600,000 in July for a credit record in every month but May when the deficit was \$700,000. In July, 1951, there was a \$7,900,000 favourable balance in the world trading picture.

In trade with the United States, however, Canada continues to import more and more. In July she had an import surplus of \$54,500,000 as compared with \$29,800,000 a year earlier. But her cumulative trading deficit with the U.S. for the seven months was \$380,200,000 compared with \$374,000,000 a year ago.

Export surplus in trade with the United Kingdom rose in July to \$35,300,000 from \$30,800,000 in the corresponding month last year. This brought the cumulative seven-month total to \$270,104,000 sharply above last year's total for the same period of \$60,400,000.

World Figures Honoured By Laval: Quebec, September 22 (CP) -- Prominent figures of the world of diplomacy, learning and industry were honoured today by Laval University.

Governor-General Vincent Massey, French Foreign Minister Robert Schuman, Rt. Hon. Francis Forde, Australian High Commissioner to Ottawa; the Minister of Defence Production, Mr. Howe, and the Minister of National Health and Welfare, Mr. Martin, were among those awarded honorary degrees by Laval as its centennial celebrations drew to a close. Mr. Schuman's degree was awarded in Absentia.

Highest honour went to Mr. Massey, described by Msgr. Ferdinand Vandry, rector of Laval, as "one of the best friends of intellectual life in Canada, and of Laval."

Archbishop Maurice Roy, of Quebec, Chancellor of Laval, presented Mr. Massey with a university doctorate, instituted for the University's centenary.

In a salute to Laval, delivered in French, Mr. Massey said "Laval is not only a citadel of the spirit, it is also a bridge built by men of civic spirit, broad and constructive, which serves to bring together two cultures whose differences ... should never lead us to forget our common source."

The convocation was the most impressive in Laval's history.

Prime Minister St. Laurent said tonight the unity of thought which universities can help to create in Canada must be one in which "all trends, legitimate aspirations and recognized rights can exist harmoniously side by side."

"I know," he said, "that all our Canadian universities, young and old alike, assist by their teaching in achieving this basic unity, and that they help in this way to give the Government of the country that firm platform on which it can build a foreign policy that is representative, coherent and effective."

Wheat For India: (Press Release No. 61, September 23.) -- The Acting Secretary of State for External Affairs announced on September 23 that the Canadian Government has agreed to allocate \$5 million out of the Colombo Plan Funds available to India during this current fiscal year for the purchase of wheat. The Indian Government had requested a larger proportion of Colombo Plan aid in the form of wheat but the Canadian authorities considered that the balance of funds available to India should be used for the provision of capital equipment directly related to the Indian economic development programme.

Mr. Claxton To Visit Washington: Ottawa, September 22 (CP) -- The Minister of National Defence, Mr. Claxton, is going to Washington September 29 for a week-long round of official talks and a visit to Army establishments, it was announced today.

A guest of U.S. Army Secretary Frank Pace, Mr. Claxton will have talks with Mr. Pace, Defence Secretary Robert Lovett, Air Force and Navy officials and Mr. Hume Wrong, Canadian Ambassador in Washington.

Across Canada: In W.I.F.U. football Monday, Winnipeg defeated Saskatchewan 35 to 6 at Winnipeg and Edmonton defeated Calgary 10 to 9....The Canadian Government supply ship C.D. Howe returned to Quebec September 23 after a 12,000-mile voyage in Arctic waters to equip northern outposts with everything from badly-needed supplies to family allowance cheques....Over the objections of eight Provinces--all except Ontario and Quebec--the Board of Transport Commissioners on Monday allowed the railways to go ahead with their case for an eight per cent freight rate increase to gross them about \$40,000,000 a year.



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Vol. 3, No. 184.

Wednesday, September 24, 1952.

Canadian Jets Set For Big Flight: Uplands Airport, Ottawa, September 23. —

(Montreal Gazette) The Minister of National Defence, Mr. Claxton, today told the men who will pilot the biggest movement of jets across the Atlantic in aviation history that within a few months two wings of RCAF Sabre jets would join them in Europe.

Speaking at a farewell ceremony for members of the three jet fighter squadrons flying to Gros Tenquin, France, September 30, the Defence Minister said No. 1 Fighter Wing, now based at North Luffenham, would join them on the Continent.

Air Vice Marshal Hugh L. Campbell, 44, C.B.E., C.D., of Salisbury, N.B., has been appointed officer commanding the new Canadian air division overseas, Mr. Claxton said.

"Headquarters for the air division are now being put in shape at Metz," the Minister said.

"We expect the four airfields and the headquarters should be within 75 miles of each other. The next wing to go overseas will be based at Zweibrucken, Germany, where construction of the base is well underway."

There will be 12 squadrons in the four wings. During the Second World War the largest fighter formation of Canadians was the squadron. The wing leaving Tuesday will be the first F-86E's to join NATO forces on the Continent.

Pilots of the three squadrons—421 St. Hubert, 416 Uplands and 430 North Bay—were lined up on the tarmac as Mr. Claxton spoke. Holding their helmets and wearing flight suits with squadron crests they looked like well-trained foot-ball teams.

Mr. Claxton said it was "fine teamwork" which brought about this state of readiness. Everybody has done well — officers, men and ground crews, he said.

"I hope and expect that you will be true ambassadors of Canada. The name of our country has never stood so high," he told the men.

During the ceremony Sabres from 413 Fighter Squadron, under command of Flt.-Lt. Ken Lett, dipped over the field in a low fly past.

Mr. Abbott On Taxation: Montreal, September 24 (Gazette) -- The Minister of Finance, Mr. Abbott, told a convention of about 1,000 auto dealers here yesterday that corporation taxes and personal income taxes in Canada are "too high" to be continued for more than a "relatively short period."

"They should be reduced as soon as conditions make it practicable," he said.

Outlining the country's taxation system, he said the corporation rate of taxation was "pretty drastic, any way you look at it," but emphasized that federal revenues must cover Canada's unprecedented need to spend.

He said \$2,100,000,000 had been budgetted for National Defence, but he felt "we probably will never spend that much." The surplus will form a deferred liability, and be carried into future years, he said.

New Brunswick Election: Fredericton, September 23 (CP) -- Premier John B. McNair and Premier-elect Hugh John Flemming will confer tomorrow on the formalities of Progressive Conservatives taking over the New Brunswick Government.

The administrative change resulting from yesterday's sweep by Mr. Flemming's party is expected to be made in two or three weeks.

In ending the 17-year period of Liberal rule, Progressive Conservative candidates took 36 seats.

The other 16 were retained by the Liberal Party, which in 1948 won a 47-5 majority over Progressive Conservatives.

When ballot-counting halted early today, the three Restigouche seats remained doubtful but later returns assured wins over the Liberal candidates.

The next tightest contest was in York, where Premier McNair and his three running mates met defeat. Mr. McNair led the Liberal vote there and, with one poll still unreported, lost by only 157.

The Premier spiked a rumour that a seat might be found for him to lead the Liberal Opposition.

"I have no plans at all for seeking a seat in the Legislature," he said. "After all, I've served for 17 years and feel I have done my bit."

Mr. Firestone On Industrial Research: Lindsay, Ont., September 23 (CP) -- A Government economic adviser said today Canadian research has achieved so much it is "increasingly difficult to support the notion that Canadian development depends largely on help from abroad." Mr. O.J. Firestone of the Department of Trade and Commerce made the point in a speech to the annual conference of the Trade and Industry Council of Canada's provincial Governments.

He would admit, however, he said, that Canadian researchers are faced with many problems. Many of the industries are small. Some scientists are finding foreign fields more attractive.

"The Government may not have done enough to encourage more industrial research in Canada," he said. "If that is the case, what should be done? It might be more constructive to find answers to such specific problems rather than to continue bemoaning our dependence on foreign research and development work."

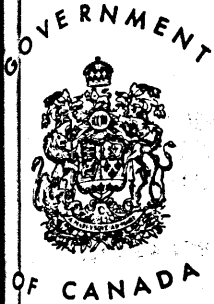
Mr. Firestone believed that if foreign industries were to be welcomed to Canada, scientific information and technical know-how should be welcomed also.

"As long as Canadians concentrate on problems most appropriate to their own resources, climate and needs, there will be forthcoming a continuous flow of scientific information of the highest calibre."

Canadian Congress Of Labour: Toronto, September 23 (CP) -- A key official in a powerful United States labour body tonight appealed to the Canadian Congress of Labour for aid to stamp out communist elements in the American labour movement.

Mr. James B. Carey, Secretary-Treasurer of the 6,000,000-member Congress of Industrial Organizations, said the communists worked particularly in the United Electrical Workers' Union, which has signed a labour contract with the General Electric Company of the United States.

Across Canada: Canada's first jet engine production centre will be officially opened September 29 by Avro Canada Limited at nearby Malton. Defence Production Minister Howe is to be the main speaker....Scattered left-wing elements of the Canadian Congress of Labour yesterday won strategic victory in a drive for Congress support of united strike action by union locals regardless of political colour....Forest fires on Vancouver Island last night were turning rich timber stands into wasteland. Hundreds of men battled the flames at Copper Canyon in the Duncan area, at Lake Cowichan and Port Alberni, the Canadian Press reports....HMCS Haida leaves Halifax Saturday morning to fight with United Nations naval forces in Korea.



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Vol. 3, No. 185.

Thursday, September 25, 1952.

Says Federal Budget Has Reached Limit: Ottawa, September 24 (CP) -- The Minister of Citizenship and Immigration, Mr. Harris, said today that the federal budget has reached its limit.

Addressing the annual convention of the Eastern Ontario Liberal Federation, Mr. Harris said it is easy for critics of the Government to urge that certain things be done.

However, they lost sight of the fact that this would mean more money on top of an already heavy budget of \$4,500,000,000. To add more would be to increase the burden upon the country and the taxpayers.

Canada, he said, has gone as far as it can go in expenditures.

Oil Production To Equal Value Of Gold Output: Regina, September 25 (CP) -- Oil production in Western Canada this year will be equal in value to the output of all gold mines in Canada, it was predicted yesterday by Mr. A.C. Ashforth of Toronto, General Manager of the Dominion Bank.

"In three years' time," he added in an interview, "it is estimated that our oil production will be equal to 50 per cent of the average value of Western Canada's total wheat crop.

"Too few people realize that oil production in Western Canada has meant a saving to users of petroleum products that is equal to \$25 for every man, woman and child in the area. This is entirely the result of having oil available in their territory.

"As a result, mechanized farming has been placed in a better competitive position in world markets."

Canadian Congress Of Labour: Toronto, September 24 (CP) -- The Canadian Congress of Labour convention today fired a blast at the alleged anti-labour attitude of the Quebec Government and a delegate labelled Premier Duplessis a "fascist dictator."

Under sharp fire, too, was the British Columbia Labour Relations Board which delegates described as the "worst Labour Relations Board in Canada."

The C.C.L. attack developed out of two emergency resolutions dealing with union rights of "free association" and with the prolonged labour dispute at the Canadian Copper Refineries at Montreal.

Meanwhile, a Nobel peace prize winner stepped into the convention picture and called on labour to become a substitute for the "weakness and failings of diplomacy" in the battle to win world peace.

Mr. Leon Jouhaux, 73-year-old world labour figure who helped break the communist hold on the French labour movement, said labour leaders must have a bigger voice in world affairs and international conferences, "because they, better than diplomats, know what is needed to establish a lasting peace."

"We do not want to kneel in front of totalitarian credos. But labour organizations must build up a network of resistance to ensure that war shall not prevail," said Mr. Jouhaux.

Mr. George Jones, member of the Canadian Brotherhood of Railway Employees, charged Mr. Duplessis with being a "fascist dictator,"....

Shuffle Of Senior Naval Officers: Ottawa, September 24 (CP) -- A 10-man shuffle of senior Navy officers was announced today with Rear Admiral Harry G. DeWolf, C.B.E., D.S.O., of Halifax and Ottawa named to head Canada's military staff in Washington. 9)

Admiral DeWolf will succeed Air Vice Marshal Hugh Campbell who is becoming head of the R.C.A.F.'s air division in Europe late this year.

Railway Rates Hearing: Ottawa, September 24 (CP) -- The Canadian National Railways told the Board of Transport Commissioners today it expects its 1952 net on Canadian operations to be lower than last year.

It gave this evidence in support of a railway application for higher freight rates, saying its net railway operating income in Canada—the big item on the C.N.R.'s books—will be down to an estimated \$19,916,000 from last year's \$21,761,000.

The prospective income figure would fall short of meeting the Government line's fixed charges of about \$24,000,000 a year, though it will be reinforced by a few millions from United States lines. The U.S. figures were not placed before the Board.

Canada And The Coronation: Ottawa, September 24 (CP) -- Though plans are as yet far from complete, it became clear today that Canada will make a much bigger showing at the coronation of Queen Elizabeth II in London June 2 than she did at the coronation of the Queen's father, the late King George VI, in 1937.

She will be sending more impressive contingents of the military. She will get more space in Westminster Abbey and along the coronation route. And she will send the biggest corps of official representatives and other dignitaries than for any other coronation in history.

A spokesman close to planning now going on said Canada will be getting close to 9,000 seats for the coronation proceedings.

A joint committee now working in London has suggested Canada be given about 300 seats in Westminster Abbey, about 500 in stands in front of Canada House and about 8,000 more elsewhere along the parade-route.

Across Canada: An intensive drive is under way to move as much iron ore as possible down the Great Lakes before November with the result that vessels are being allocated smaller grain cargoes, a Transport Department official said. When the drive to shift iron ore to steel mills has been completed, similar emphasis will be put on movement of grain to make room for the 1952 harvest, the Canadian Press reports....The Army today issued its 137th casualty list of the Korean War, reporting one man dead of wounds and four wounded. This brought to 1,037 the number of casualties so far suffered by Canadian troops in Korean action, including 187 dead, 767 wounded, 72 injured in action, 10 missing and one captured....The Cabinet met September 24 in an all-day session devoted to plans for legislation to come before the next session of Parliament. Mr. Pearson arrived in Ottawa at noon from his European trip in time to sit in on the last half of the Cabinet meeting, the Canadian Press reported.

GOVERNMENT



CANADA

DAILY AIRMAIL BULLETIN

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Vol. 3, No. 186.

Friday, September 26, 1952.

U.K. Buying 115,000,000 Bushels of Wheat: Ottawa, September 26 - (Dept. of T.&C.) -

The Minister of Trade and Commerce, Mr. Howe, announced on September 26 that the United Kingdom will purchase 115 million bushels of wheat or wheat in the form of flour from Canada under the terms of the International Wheat Agreement for registration in 1952-53.

The memorandum of agreement between the United Kingdom Ministry of Food and the Canadian Wheat Board provides for the sale and purchase of the wheat and flour and also for the general shipping arrangements for the crop year 1952-53 and technical matters relating to the wheat trade of the United Kingdom and Canada.

Mr. Howe pointed out that the overall quantity of wheat and flour arranged for under the Agreement relating to the crop year 1952-53 is slightly higher than that arranged in the Agreement between the two countries a year ago. It is somewhat lower, however, than the total purchases of wheat and flour from Canada in that year, which included additional purchases on a Class Two basis and a residual portion under the International Wheat Agreement.

Mr. Howe Predicts End Of Oil Importation: Sarnia, Ont., September 25 (CP) --

The Minister of Trade and Commerce, Mr. Howe, forecast today that "not many years distant" Canadian oil production will meet all Canadian oil requirements, rather than the present one-third.

Speaking at the official opening of the new \$23,000,000 refinery of Canadian Oil Co. Ltd., Mr. Howe said that one of the reasons the Canadian dollar is the strongest currency in the world is the reduction in the former drain on the country's supply of United States dollars required to pay for imported crude oil.

"I am not minimizing the obstacles that lie ahead," the Minister said as he declared the refinery, in production since June, officially open.

Premier Frost of Ontario who with Premier Manning of Alberta took part in the ceremony expressed the hope that before long Canadian enterprise will build an all-Canadian pipeline from west to east, serving the prairie and the industrial areas of Ontario with Alberta natural gas.

Mr. W. Harold Rea, President of Canadian Oil Co., said the new refinery will process 20,000 barrels of crude oil a day—more than 10 per cent of Alberta's present production.

Canadian Congress Of Labour: Toronto, September 25 (CP) --

Canadian Congress of Labour today approved use of Congress funds and man-power in an all-out membership drive to beat an alleged "anti-labour front" of the Quebec Government.

In a second major resolution, passed shortly after the Quebec organizational drive was approved, the 900-delegate convention endorsed a taxation platform demanding major tax concessions and greater social benefits from the federal Government.

Mr. William Mahoney, member of the CCL executive, disclosed the Quebec membership drive plans today in seeking approval for use of Congress funds.

He said officials of the Montreal Labour Council have met with union chieftains to map out the campaign which will concentrate particularly on Quebec's small towns.

The Convention agreed a Montreal Labour Council resolution asking for \$100,000 for the campaign be amended to call for unspecified amounts of money.

Mr. Murray Cotterill, Toronto, of the Steel Workers' Union, said \$100,000 would be insufficient. The campaign would require "millions and millions of dollars."

New Chief Justice Of Ontario: Ottawa, September 25 (CP) -- Mr. John W. Pickup, 60, prominent Toronto lawyer, today was appointed Chief Justice of Ontario. The appointment was announced by Prime Minister St. Laurent.

Mr. St. Laurent also announced that Mr. A.B. Gerein, a Regina lawyer, has been appointed Judge of the District Court of the Judicial District of Humboldt in Saskatchewan.

Mr. Pickup succeeds Chief Justice Robert S. Robertson who retired recently.

Labour Anti-Discrimination Order: Toronto, September 25 (CP) -- Labour unions and religious groups today united to commend the Canadian Government's decision to insert an anti-discrimination clause into all federal contracts.

Announced today in a telegram by the Minister of Labour, to the Canadian Congress of Labour convention here, the Cabinet's move makes it illegal for a contractor doing government work to refuse employment or discriminate against an employee because of race, colour, religion or country of birth. The legislation becomes effective January 1, 1953.

The Order-in-Council, an amendment under the Fair Wages and Hours of Labour Act, provides for an appeal from a department ruling to a Judge. His decision will be final. The person who complains is also protected from discrimination.

Floor Price On Cattle Reduced: Ottawa, September 25 (CP) -- The Minister of Agriculture, Mr. Gardiner, announced today the Government is reducing its floor price on cattle by \$2 a hundredweight beginning Monday except for heavy beef.

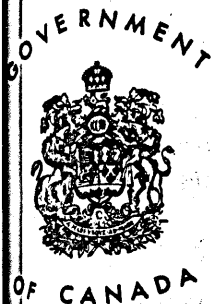
The Minister said that beginning September 29 the Government floor price for good steers at Toronto and Montreal will be reduced to \$23 a hundredweight from \$25.

But the \$25 floor price will remain until November 15 for heavy steers and heifers — those scaling 700 pounds or more cold dressed weight — which may have been held back and must be marketed shortly or drop in value.

The Minister told a press conference a floor price for cattle will be maintained until the lifting of the United States embargo against Canadian livestock and meat.

He promised the \$25 floor price would be restored April 1 if the embargo has not been lifted.

Across Canada: A proposal that the Canadian Congress of Labour set up a daily newspaper to carry labour news across the country, was rejected yesterday at Toronto by a special committee on the grounds of high production costs.... Western grain growers are working "around the clock" in harvesting the biggest crop ever, the Canadian Press reported.... Premier Manning of Alberta and Premier Frost of Ontario will meet in Toronto today to discuss an all-Canadian pipe line to bring Alberta's natural gas to the East, the Canadian Press reported.... Edmontonians yesterday sweltered through the hottest day of the year, at a time when they generally are dragging winter coats out of mothballs. The mercury rose to 86.9 degrees, more than three degrees above the previous high for the year recorded on August 6.



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Vol. 3, No. 187.

Monday, September 29, 1952.

Air Fighters For NATO: Ottawa, September 29 (CP) -- Fifty-seven B-86E Sabre jets in the RCAF's unprecedented mass trans-Atlantic flight to Europe arrived safely yesterday at Goose Bay, Labrador, the air force announced here.

Six of the 63 jets which took off from Ottawa yesterday morning have been held over for the night at Bagotville, Quebec. An air force spokesman said he had no information on why the six were delayed.

The three-squadron wing—the biggest instalment yet of Canada's air fighter contribution to the North Atlantic Treaty Organization—took off in perfect flying weather from Uplands airport here.

The flight to Goose Bay was the first leg of a leapfrog operation that will take them across the North Atlantic to their new base at Gros-Tenquin, France, near Metz. It is the largest flight of Canadian planes overseas in history.

One of the three squadrons was scheduled to land at Bagotville for re-fuelling. The spokesman here said it was possible that one plane developed trouble and the other five were held back to accompany it to Goose Bay.

Preparing For Parliamentary Session: Ottawa, September 28 (CP) -- The federal Cabinet has started to study the legislation that will be presented to the seventh session of the 21st Parliament, opening November 20.

At weekly meetings from now until the session starts, the Cabinet is expected to devote some time to the consideration of new legislative measures. Contents of the measures will remain secret at least until they have been forecast in the speech from the Throne at the opening of Parliament.

An order went out to all Departments several weeks ago to have all legislation ready at the start of the session. Ordinarily preparation of legislation is not completed until the final weeks of the session.

This session, possibly the last before a general election, will be in the nature of an experiment. In recent years, the sessions have been starting in January or February and continuing until June, July and sometimes August. In several years, it has been necessary for Parliament to return in the fall to complete the work.

Because many members will want to attend the Coronation of Queen Elizabeth II. next June 2, the Government decided to start the regular 1953 session in November. It hopes to have work completed in late April or early May.

Second Freight Rates Case Launched: Ottawa, September 28 (CP) -- With one freight-rate fight just concluded, another is to open Monday before the Board of Transport Commissioners.

It is an attempt by the railways to increase the rates on domestic grain traffic in the West, and it will be opposed by the four Western provincial Governments and Prairie grain interests.

The new case will start less than 48 hours after the Transport Board reserve decision on an application by the railways for a general increase of eight-per-cent, which would not include grain. This application involved about \$40,000,000 a year in additional tolls.

The grain case is on a smaller scale, with about \$3,200,000 a year in revenue sought by the railways.

Mr. MacLennan Top Winner As Writer: Quebec, September 28 (CP) -- Mr. Hugh MacLennan, Montreal author, won first prize of \$800 in the English literature section of the Quebec Government's annual writing contests, it was announced tonight.

The Provincial Secretary's Department said Mr. MacLennan won with three of his works, "The Precipice," "Each Man's Son," and "Cross Country."

Tied for second prize were Mr. Marius Barbeau, folklore expert from Ottawa, for "Totem Poles," and Mr. A.M. Klein, Montreal lawyer, for "The Rocking Chair," a book of poems. They divided second and third prizes of \$400 and \$200 respectively. There was no third prize.

Mr. Massey Before Richelieu Clubs' Convention: Three Rivers, September 28 (CP) -- Governor-General Vincent Massey said tonight it is in the interest of Canada that its racial groups each retain their particular characteristics.

Mr. Massey, in a speech prepared for delivery before the Annual Convention of Richelieu Clubs, said no one wanted a country which would be "an agglomeration of citizens of various origins who have sacrificed their most personal and original characteristics."

He said he wanted to point out the importance of all benevolent societies whether of a professional, cultural or charitable nature.

The family, he said, remains the basis of Christian society, but technical developments and the necessity for individuals to associate in large groups as a defensive measure against war threats have made associations of all types important.

General Cassels Visiting Army Centres: Ottawa, September 28 (CP) -- Maj.-Gen. A.J.H. Cassels, original commander of the First Commonwealth Division serving with United Nations forces in Korea, will arrive in Vancouver October 1, army headquarters announced Saturday. His tour of Canadian Army installations will include visits to army centres in Calgary, Ottawa, Kingston, Toronto, Quebec and Montreal.

Across Canada: In week-end eastern football Hamilton Tiger Cats defeated Ottawa Rough Riders 27 to 13 at Ottawa. Toronto Argonauts defeated Montreal Alouettes 12 to 6 at Montreal and have been unbeaten in five games...In the West Winnipeg defeated Edmonton 40 to 18 while Calgary defeated Regina Rough Riders 16 to 9....Twelve Royal Canadian Air Force officers have arrived in England for a three-month course with the Royal Air Force in weapon training and tactics, Air Force Headquarters announced....Mr. L. Stuart Mackersy, General Manager of the Imperial Bank of Canada, now on a tour of British Columbia, said in Vancouver that Canadian exporters are suffering because of the high discount and that Americans' feelings have been hurt because of the discount on their dollar. He believes Canadian and American dollars must be brought back to equal value or within one cent "one way or the other," the Canadian Press reported.



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Vol. 3, No. 188.

Tuesday, September 30, 1952.

Jeeps, Trucks For NATO: Ottawa, September 29 (CP) -- Canada is stripping her home army forces of hundreds of Second World War vintage jeeps and some trucks temporarily in a new move to speed training of the North Atlantic Treaty armies.

The jeeps—600 to 800 of them—and some trucks will be sent to Europe. They will be replaced later by new equipment.

A defence spokesman said a new and more powerful type of jeep will be delivered beginning within the next year.

The spokesman said the Canadian-United States decision to send the Canadian equipment as soon as possible, was taken in the face of a shortage of jeeps and trucks in European NATO countries.

Canada already has sent artillery equipment sufficient to equip four divisions—to each of Holland, Belgium, Italy and France. In addition she also has sent guns to Luxembourg, and signals and other equipment to Norway and Sweden.

All reserve forces units will be stripped of jeeps entirely on a temporary basis.

Under a new system there will be a pool of jeeps and other wheeled equipment and each reserve unit will be able to draw the equipment required for any given manoeuvre.

This, the army believes, will make it possible to carry out full training in Canada with less equipment.

Permanent force units also will lose their jeeps temporarily but in the meantime, until new deliveries come along, these will be replaced by small, quarter-ton trucks.

\$66,000,000 Jet Engine Order: Toronto, September 29 (CP) -- The Government has recently placed a \$66,000,000 order with A.V. Roe Canada for Orenda jet engines for Canadair F-86 Sabre jets, the Minister of Production, Mr. Howe, said today.

He was speaking at the official opening of the new plant for production of Orenda jet engines by A.V. Roe Canada at nearby Malton.

Mr. Howe said the Orenda engine will be fitted into Canadair's assembly line next Spring with the first Sabres powered by the new engine expected to be produced by mid-Summer. "This means", he said, "that eventually all RCAF first-line fighter aircraft—Sabre and CF-100—will be powered with Orendas."

Premier Duplessis On Taxation Fields: Three Rivers, September 29 (Gazette) -- Quebec will not sign away its fiscal rights for federal subsidies since to do so would be the death knell of freedom and liberty in the Province, Premier Maurice Duplessis said here.

Addressing the annual convention of Richelieu Clubs yesterday in his first public address since returning from a fortnight's vacation, Premier Duplessis said: "Confederation was not only a pact between the provinces that signed it but also a pact between two great races."

The Premier said he was sincere and spoke on the basis of "long political experience" when he claimed the constitutional problem is the essential problem in Canada and "one that must bear constant watching."

Distribution of the taxing fields was the "most important problem facing the country today," he said.

Special Ambassador: (Press Release No. 62, September 29.) -- The Secretary of State for External Affairs announced on September 29 that Mr. Emile Vaillancourt, Canadian Ambassador to Peru, had been appointed as Special Ambassador of Canada to the Republic of Panama on the occasion of the inauguration of its new President, Colonel Jose Antonio Remon Cantera. The ceremonies in honour of the presidential inauguration take place in the city of Panama from September 29 to October 3.

Rail Rates Application: Ottawa, September 29 (CP) -- The Canadian Pacific Railway contended before the Board of Transport Commissioners today that increasing western freight rates on grain marketed in Canada would remove some "unjust discriminations" in the rate structure.

The Company also declared, as the Board began hearings on a railway application to hoist the rates, that the move would not affect prices obtained by farmers for their grain.

However, western provincial counsel opposing the increase indicated they later would bring in contradicting evidence concerning the effect of the proposed increases on the farmer.

Across Canada: The Army is considering a plan to enlist apprentices below the present enlistment age of 18 years, it was learned tonight. A headquarters source said the army was not experiencing any slack of enlistments, the Canadian Press reported....Lt.-Gen. Sir Arthur Smith, K.C.B., K.B.E., C.B., D.S.O., LL.D., one of Britain's leading military figures, will arrive in Montreal Friday from England to begin a Canada-wide speaking tour....Canada's unemployed dropped to 147,800 from 175,700 in the five weeks up to September 4, the Labour Department reported....George McCullagh, late publisher of The Globe and Mail and The Telegram, of Toronto, left an estate valued at \$4,624,749, it was revealed yesterday. His will, filed with an application for probate in the Surrogate Court, leaves the entire estate to his family.... Edmonton Eskimos defeated Saskatchewan Rough Riders 25-13 and preserved their second-place standing in the Western Interprovincial Football Union.



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Vol. 3, No. 189.

Wednesday, October 1, 1952.

Mr. Pearson's Press Conference: Ottawa, September 30 (Journal) -- The Secretary of State for External Affairs, Mr. Pearson, said today that the 14-member North Atlantic Treaty Organization "will have to do more in 1953 than in 1952".

He told a press conference that the 1952 defence objectives of NATO will be "substantially met". The first objective in 1953 will be to complete the 1952 programme.

Mr. Pearson made these other points:

1. Committees are studying closer co-operation among NATO members in non-military fields.
2. Canada is taking an active part in preparations for the November conference of Commonwealth Prime Ministers in London and is not "sitting on the sidelines in attitude of interested detachment".
3. The Canadian brigade in Germany has been shaped into a "workmanlike fighting group".
4. The situation in Korea will be discussed at the forthcoming meeting of the United Nations General Assembly.
5. He will be glad to serve if the Assembly elects him as President for the coming year.
6. Canada does appeal to the United States Government for reconsideration of decisions barring some Canadians "unjustly" from crossing the border.

Maj.-Gen. Odlum Lauds Turkish Army: Quebec, October 1 (CP) -- Maj.-Gen. Victor W. Odlum, former Canadian Ambassador to Turkey, said in an interview yesterday that Turkey has the best and largest army in the field of all NATO countries.

"Most of it is always in the field and it could fight tomorrow," said the soldier-diplomat returning to retirement in West Vancouver, B.C., after five years in Turkey.

Gen. Odlum, who arrived with Mrs. Odlum aboard the Canadian Pacific liner Empress of Canada, said Turkey "wouldn't permit anyone to encroach on her territory."

He said Turkey expected that if Russia made a move in the Middle East it would come through Turkey. The two countries have what amounts to an armed truce across their border dotted with concrete block-houses.

He doubted Russian armies could have any success against Turkey, whose army has been streamlined into a fighting machine with many times its former fire-power.

Production Dept. Division Closes: Ottawa, September 30 (CP) -- The Minister of Defence Production, Mr. Howe, today closed up his chemicals, explosives and newsprint divisions and announced the resignations of three of his administrators returning to civilian jobs.

The move is part of a general contraction of the Defence Production Department as supplies of strategic materials become more plentiful and government controls are relaxed.

With the chemicals and explosives division closed up, Dr. J. R. Donald of Montreal, its Director, resigns to return as President of J.T. Donald and Co. Ltd. of Montreal.

Mr. R.M. Fowler of Montreal, who headed the Department's Pulp and Paper Division, under which newsprint was controlled, resigns to resume the Presidency of the Canadian Pulp and Paper Association on a full-time basis....

Mr. Howe said that with the resignation of Dr. Donald most of the Department's administration in the explosives and chemicals field will be scrapped. Any remaining problems will be handled by Dr. H.H. Saunderson, the Department's materials co-ordinator.

C.M.A. Asks Safeguards Against "Dumping": Montreal, October 1 (Gazette) -- The Executive Council of the Canadian Manufacturers' Association yesterday called for adequate Government measures to safeguard against dumping of foreign goods on the Canadian market.

The Council, presided over by Mr. G.K. Sheils of Toronto, 1952-53 President of the C.M.A. said in its declaration the recent request by Japan for most-favoured-nation treatment "brings the matter right to the foreground."

The Council said that in pre-war years Canada's export trade to Commonwealth countries expanded through operation of the Empire preferential tariff system. Today the situation had radically changed due to import prohibitions and restrictions and exchange permit regulations established by Commonwealth countries due to the severe dollar shortage.

The markets cultivated amount to "very little" now as far as exports of consumer goods are concerned.

"Unless convertibility of sterling, if accomplished, carries with it a substantial lessening of import prohibitions and restrictions, it will not aid export trade in Canadian manufactured products."

Across Canada: Canada should "seek a charter of independence from the United States", Senator Ralph F. Flaunders of Vermont told members of the Montreal Rotary Club yesterday, according to the Montreal Gazette. This country should take a more positive and constructive attitude in certain matters "for which you have a responsibility in the United Nations," he said....Mr. Elwood Hughes has retired as General Manager of the Canadian National Exhibition. His successor is Mr. Hiram McCallum, former Mayor of Toronto....Government sources said today federal and provincial succession duties on the estate of the late George McCullagh, Toronto newspaper publisher, possibly will amount to more than \$2,000,000.



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Thursday, October 2, 1952.

Canada At U.N. Disarmament Commission: United Nations, N.Y., October 1 (CP) --

Canada today announced that it is prepared to accept, as part of a general disarmament plan, the limiting of Canadian armed forces to less than one per cent of its population. Mr. David M. Johnson, Canada's Permanent Delegate to the U.N., told the 12-member Disarmament Commission that proposals by Britain, United States and France for arms limitation have made a "real contribution" to the work of the Commission. He expressed regret that Russia has rejected the western proposals without having shown a readiness to consider and discuss them seriously.

The three-power western plan calls for a military ceiling that would limit the U.S., Russia and Communist China to 1,500,000 soldiers each and Britain and France to 800,000 each. Other states would be limited to armed forces of less than one per cent of the population or less than current levels, except in very special circumstances.

Canada's armed strength was 95,394 men last March 31. Under the one per cent ceiling Canada would be allowed about 150,000 men.

The western powers in August made Soviet acceptance of the military limitations the condition of holding Big Five and regional conferences aimed at progressive disarmament. Russia rejected the proposals the same month, charging they were hypocritical.

Mr. Johnson told the Commission — which is preparing a report for the forthcoming General Assembly — that one of the fundamental principles Canada believes in was expressed last winter at the Assembly in Paris by Mr. Pearson, when he said there should be "a balance of risk and safeguards" on both sides at all times.

Mr. Howe On Freer Trade: Toronto, September 30 (BUP) -- The Minister of Trade and Commerce, Mr. Howe, on Tuesday urged the winner of the United States presidential election to continue the fight to reduce world trade barriers.

He told the Canadian Importers and Traders Association that the next U.S. President would find Canada anxious to co-operate in any move for freer trade.

"Since the end of the war the United States has led the way among the nations in reducing barriers to trade", Mr. Howe said. "But too many barriers still remain. The job is only half done.

"Let us hope that whoever wins the coming elections in the United States will carry on the good work. Whoever does win will find the Government at Ottawa ready to play its part in any genuine effort to bring about freer trade among nations."

Urges Higher Tariffs For Chemical Industry: Ottawa, October 1 (CP) -- A prominent Canadian chemicals industrialist tonight appealed to the federal Government to build a higher tariff wall for the fast-growing chemical industry and save it from falling prey to foreign competition.

Dr. R.S. Jane of Montreal, President of the Chemical Institute of Canada, said that higher tariffs need not mean that the consumer would be "penalized" with higher prices.

An agreement could be worked out between the Government and any chemical company which would guarantee that the company would supply the tariff-protected item to Canadian consumers at equivalent world prices.

A higher tariff wall would not only help safeguard industrial employment and development but would put Canada in a better trade-bargaining position with the United States, the President added in a speech before the Chemical Institute's Ottawa section.

126,029 Immigrants In Eight Months: Ottawa, October 1 (CP) -- The number of immigrants admitted to Canada since the end of the Second World War was boosted to 773,531 by the admission of 11,285 in August.

The Immigration Department reported today that in the first eight months of this year, 126,029 immigrants were admitted compared with 116,657 in the corresponding period of last year.

Since 1945, Canada has admitted 248,024 new citizens from the United Kingdom; 63,915 from the United States; 185,789 from North Europe, and 275,803 from other countries.

Highlight of the report for the eight-month period was a 51-per cent increase in the number of immigrants arriving from the United Kingdom. A total of 30,137 entered compared with 19,922 in the first eight months of 1951.

Freight Rates Application: Ottawa, October 1 (CP) -- The Canadian National Railways said today it has a "substantial" Eastern Canadian traffic in grain under freight rates which the railways seek to apply to domestic grain traffic in the west.

The company tendered this evidence to the Board of Transport Commissioners as it began presentation of testimony in the railways' application for authorization to lift to the Ontario-Quebec levels the rates on grain moving within the west to Canadian markets.

Across Canada: The first shipment of 70,000 pounds of powdered Canadian sweetened milk for war-ravaged Korean children will leave Vancouver November 29 aboard the S.S. Mapledell, the Unitarian Service Committee of Canada announced....Governor-General Vincent Massey leaves the capital Thursday on his first official visit to Western Canada since his appointment....A veteran railway man was sworn in today as Nova Scotia's 21st Lieutenant-Governor. He is Alistair Fraser, a former Canadian National Railways Vice-President.



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Friday, October 3, 1952.

New National Television System: Toronto, October 3 (Globe & Mail) -- Canadians will pay more for the development of a national television system because it costs more to be a Canadian, Mr. A. Davidson Dunton, Chairman of the CBC, told the Empire Club here yesterday. Although he didn't mention a TV fee once, his speech was a detailed defense of the still-to-be announced charge against set owners.

To foster Canadian industries, Canadians pay more for automobiles and hundreds of other commodities, Mr. Dunton said.

If we are willing to pay more for material items, he asked, why shouldn't the same principle be followed in the more important things of the mind?

"We could have a cheap television system in Canada," he said, "if we simply made it a pipeline for outside material. But to make it a strong social force for the development of a better national life, we will have to pay more for TV."

In the end, he argued, the dividends will be greater. Plans for future stations, in Ottawa first and later in Vancouver, Winnipeg and some Maritime centre, Mr. Dunton said, should provide the framework for a national system with the strength to provide the necessary programmes and distribution.

He said the CBC has a vision of providing ever increasing service with Canadian entertainers providing the fun but balanced by educational programmes providing knowledge and spiritual assistance and a deeper insight into Canadian nationalism.

"Magnificent" In Atlantic Exercise: Ottawa, October 2 (CP) -- The Canadian aircraft carrier *Magnificent*, the cruiser *Quebec* and more than 24 RCAF planes are taking part in an Atlantic exercise with planes and ships of the United States and planes of the RAF.

Defense headquarters announced today that the Canadian ships sailed Wednesday from Scotland to join with U.S. naval units returning from exercise *Mainbrace*, the manoeuvres held recently in European waters by forces of North Atlantic Treaty Organization countries.

Exercise *Emigrant* is planned as a protection of a convoy under threat of attack by submarines and surface raiders. Flying from the *Magnificent* are *Avenger* anti-submarine aircraft and *Sea Fury* fighters of the 31st Carrier Air Group.

Lancaster bombers of No. 404 Squadron will operate from their Greenwood, N.S., base. Another Lancaster squadron, No. 405 will fly out of Torbay, Nfld.

NRC Working To Eliminate Carbon From Jets: Ottawa, October 2 (CP) -- Canadian scientists are working to solve one of the major engineering problems of the jet age—the excessive formation of carbon which some fuels cause in jet engines.

National Research Council spokesmen said today its mechanical engineers have developed a new type small-scale burner to test the carbon-forming properties of certain fuels.

To Train Naval Air Observers For NATO: Ottawa, October 2 (CP) -- Canada's aircrew training programme for her North Atlantic Treaty Allies is being extended to include naval air observers.

The Defense Department announced today that the Royal Canadian Navy will assume a share in the training when 10 midshipmen of the Royal Navy begin training as naval air observers in the observer school at Dartmouth, N.S., October 6.

Canada now is training about 1,400 air force men a year for various NATO countries, but up to now only air force men have been involved.

Employment And Payrolls At New Peaks: Ottawa, October 3 (CP) -- Employment and payrolls both reached new peaks in Canada at August 1 this year in the index ratings of the Bureau of Statistics.

The Bureau yesterday issued advance index figures showing the August 1 employment index at 188.1, up 1.4 per cent from July 1 and 2.1 per cent above August 1, 1951 and the payroll index at 431.5, up from 426.3 at July 1 and 9.5 per cent above the 394.0 figure at August 1 last year.

New Zealand Beef Holdings: Ottawa, October 2 (CP) -- A drop in United States meat prices has shattered hopes of any immediate profit on a big stockpile of frozen New Zealand beef acquired by Canada for sale in the U.S., trade and agricultural officials said today.

As a result, Canada has decided to hold back on further sales and keep the beef in American lockers hopeful of a change in U.S. prices over the next few months, the officials said.

New Oil Extraction Process Tried: Edmonton, October 2 (CP) -- The new Swedish Minister to Canada said today that Sweden hopes to be able to answer soon whether a war-developed Swedish process can extract oil from the huge Athabaska sands deposits more readily than the flotation methods developed by the Alberta and Canadian Governments.

The Minister, Klas Book, said in an interview that this is the objective of tests being prepared by the Swedish Shale Oil Company, a Swedish Crown corporation which has obtained a permit granting it 50,000 acres for exploratory rights.

Across Canada: The Board of Transport Commissioners reserved judgment on a railway application for \$3,000,000-a-year increases on Western traffic in grain heading for domestic markets....The Tariff Board has been asked to make a full investigation into prices of anti-freeze, a Board spokesman said.... The Canadian Catholic Confederation of Labour called Montreal leaders of the American Federation of Labour "irresponsible" for claiming the C.C.C.L. has "close co-operation with various communist elements."....Deliveries of oil by pipe line in June totalled 8,906,459 barrels, an increase of 1,097,565 barrels over the same month last year, according to the Bureau of Statistics....A friendship visit brought eight Chilean students to Ottawa for a two-day tour of the city. All between the ages of 20 and 25, they are last year students in chemical engineering at the Santiago de Chile University, and are here as part of a goodwill and education tour sponsored by the Chilean Government.



DAILY AIRMAIL BULLETIN

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Vol. 3, No. 192.

Monday, October 6, 1952.

Urges Training Institutions In Southern Asia: Ottawa, October 3 (CP) -- A Colombo Plan official tonight proposed a network of technical training institutions be erected in southern Asia to overcome a critical shortage of skilled labour in democracy's outpost.

Mr. Geoffrey Wilson, head of the Colombo Bureau for Technical Cooperation, said such a plan would require money, equipment and manpower. But it would be one of the "most valuable" forms in which the West could assist the poverty-stricken Asiatic states.

Poverty on a massive scale is steadily worsening in that area, the former United Kingdom civil servant said in a speech prepared for delivery before the United Nations Association Ottawa branch.

Mr. Wilson, here to discuss use of Canada's allocations with Canadian Government officials, said he believes there are two ways in which the West can help southern Asia:

1. It can provide equipment for new developments, a step already taken. For example, Canada is providing a cement plant for Pakistan and transport equipment for Bombay.
2. It can provide technical experience.

Railways Offer 7 Per Cent Wage Increase: Ottawa, October 3 (CP) -- The railways have offered their non-operating unions a seven per cent wage increase in settlement of all union demands on behalf of 125,000 employees, it was learned today.

The 17 unions seeking a 45 cents an hour general increase and other concessions, have rejected the railways' proposal, but have not yet made a specific counter-proposal.

Earlier, informants said the railways offered up to 11 per cent, but it was made known authoritatively today the smaller figure is as high as the railways have gone. They advanced it in negotiations directly with the unions, and maintained it before a federal conciliation board under Mr. Justice R.L. Kellock, of the Supreme Court of Canada.

The Board, in recess for a week is due to reconvene at Montreal, Monday, for what is expected to be the final series of hearings on the \$150,000,000-a-year issue.

Cost Of Living Index Again Down: Ottawa, October 3 (CP) -- A food price-decline powered the second consecutive monthly drop in living costs during August.

Lower food prices, countering the impact of higher rents, brought about a 1.1-point drop in the August cost-of-living index, the Bureau of Statistics reported today.

With prices for meat, fresh vegetables and a few other food items lower, the index slipped to 186.5 from 187.6, bringing living costs back to where they were in June a year ago when the index hovered between 184.1 and 187.6.

\$1,000,000 Per Month Pour Into B.C. Gas Field: Vancouver, October 5 (CP) -- A \$25,000,000 drilling and exploration programme was outlined here Saturday by businessmen who said they are pouring \$1,000,000 a month into a natural gas field in northeastern British Columbia.

They said success of their venture in the Peace River area hinges on U.S. approval of a natural-gas pipeline feeding into the Pacific north west states from Alberta and B.C.

Pacific Petroleum Ltd., principal participants in the programme, said since their discovery gas well blew in last November near Fort St. James, \$6,000,000 has been spent in drilling and exploration.

The company said 16 wells have been or now are being drilled — with all but one hitting gas — and roads are being built criss-crossing the 2,000,000 acres leased from the provincial Government.

Other firms are also reported rushing into the area, with 30,000,000 acres coming "under permit" in the last year.

Parliamentary Association Conferences End: Montreal, October 6 (Gazette) --

Mr. F.C. Misick, a member of 25 years' standing in Bermuda's elected House of Assembly, said his Government was not seriously considering suggestions it become Canada's eleventh province.

However, he emphasized "the obvious trade and commercial benefits which could be enjoyed mutually, through such a move."

Mr. Misick, who is concluding a five-week round of conferences and tours of Canada with the Commonwealth Parliamentary Association, pointed out suggestions had also been made to include Bermuda in a British West Indies confederation, but had been discarded.

"The question of Bermuda linking itself with another part of the Commonwealth has never been a problem, but should it arise, we would definitely look toward Canada," he said.

Meanwhile, the Association's conference came to an official end yesterday afternoon.

Censorship Of TV In Quebec: Quebec, October 3 (CP) -- Censorship of television programmes will be proposed by the Quebec Government in legislation to be introduced in the Quebec Legislature, opening November 12.

Premier Duplessis said at a press conference today "the rights of the Province of Quebec in this matter are clear and incontestable and, I hope, uncontested."

The subject would have the CBC submit all programmes televised in Quebec Provinces to the Quebec Board of Censors established to censor movie films and obscene literature.

Mr. Duplessis gave no details of the proposed measure but told newspaper men the law would mean censorship of live as well as filmed television programmes.

Mr. Duplessis said the law means, in effect, that television programmes will be censored "just like movie films."

Across Canada: Stockholders of Simpsons, Ltd., have approved the agreement whereby the Company's mail order business will be sold to a new company, Simpsons-Sears, Ltd....Loans totalling \$97,592,235 have been made to home builders under Quebec Housing Act, Premier Duplessis has announced, and 17,827 single and multiple dwellings have been built....The Army Saturday issued its 139th casualty list of the Korean war, reporting five men wounded in action. The last previous list was issued September 30. This brought to 1,053 the number of casualties so far suffered by Canadian troops in Korean action, including 188 dead, 782 wounded, 72 injured, 10 missing and one captured....In week-end football, Ottawa defeated Toronto Argos 25 to 21 in Ottawa, Hamilton defeated Alouettes 26 to 0 in Montreal and are tied with Argos in Big Four Leadership; Winnipeg defeated Calgary 41 to 30; Edmonton defeated Saskatchewan 20 to 6; in the Intercollegiate opening Toronto defeated McGill 8 to 3; Western 33, Queen's 1.



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Vol. 3, No. 193.

Tuesday, October 7, 1952.

Sees Early I.J.C. Decision On St. Lawrence Development: Toronto, October 7 (CP) -- The Minister of Transport, Mr. Chevrier, said last night the International Joint Commission may announce its decision on the St. Lawrence River power project and seaway by the end of the month.

He told the Canadian Association of Real Estate Boards that the last meeting of the Commission on the seaway and power project will be held in Washington October 20. A ruling, he said, could be expected within 10 days.

"The vast majority of the submissions received by the Commission have favoured the project. It is expected, however, that some opposing witnesses will be heard in Washington."

Should the I.J.C. approve the application now before it from both the Canadian and American Governments, it would mean one of the final hurdles to the construction of the project has been taken.

Nevertheless, he said, the biggest hurdle will still remain, one which could take many years to settle. The Ontario Hydro would have to name an American partner to the power development of the international rapids section of the St. Lawrence River. When final agreement is reached with this unnamed partner, the work can proceed....

Liberals Win Two Quebec By-Elections: Montreal, October 7 (Gazette) -- Liberals retained two federal ridings in the Montreal district Monday when Mr. Lucien Cardin was victor in the Richelieu-Vercheres seat over Mr. Alberic Tremblay (PC) in a two-way contest, and Mayor Remauld Bourque (L) took the Outremont-St. Jean riding in a five-candidate race, with Mr. Claude Nolin, the Progressive Conservative candidate, running second.

Complete results from Outremont-St. Jean's 156 polls gave Mr. Bourque 6,363 votes against 3,221 for Mr. Nolin—a majority of 3,142. This compared with an 11,185-vote Liberal majority in the 1949 general election. However, the total popular vote today was only 11,321 against 21,245 in 1949.

The three other candidates: Ash, 167; Raymond Bourque, 443; Casgrain, 1,127.

In Richelieu-Vercheres, the total vote gave Mr. Cardin 13,238 against 4,394 for Mr. Tremblay for an 8,844-vote majority. The 1949 Liberal majority here, too, was down—from 19,233 in 1949 to 17,632.

Three other candidates in Outremont-St. Jean—Mrs. Thérèse Casgrain (CCF), Ben Ash (Independent) and Raymond Bourque (Ind.-Lib.)—trailed far behind.

43 Per Cent Of Students Fail English Test: Toronto, October 7 (CP) -- Forty-three per cent of some 500 first-year students at the University of Toronto failed an English test set by the University College Department of English.

A report on the test released yesterday shows that the students were examined in vocabulary, knowledge of punctuation, ability to summarize a piece of prose, and to outline a short composition.

The test was compulsory for all first-year students at University College, and all first-year students at the faculties of music, nursing and physical and health education taking English at the College.

Last year, a similar test given to all pass arts students enrolled in English at University College resulted in 65 per cent failures. President Sidney Smith described the figure "in the highest degree, alarming".

Cruiser Quebec "Disables" Two U.S. Warships: Aboard HMCS Magnificent, October 6, (CP) -- In a daring night attack as an "enemy raider," the Canadian cruiser Quebec was credited with "disabling" two U.S. warships early Sunday in a NATO convoy exercise on the North Atlantic.

The Quebec's hit-and-run attack "disabled" the giant aircraft carrier Wasp and a destroyer.

The Canadian ship got away before guns of the 16-ship escort force could be brought to bear on her.

The Quebec, with the battleship USS Wisconsin and two submarines, comprised the Orange raider force in the second phase of the 55-ship North Atlantic exercise. HMCS Magnificent and the Wasp are the carriers attached to the Blue escort force.

Rails, Ships Seek Cut Rates On Oil: Ottawa, October 6 (CP) -- The railways and a group of inland steamship companies are proposing to slash freight rates between 20 and 25 per cent on lubricating oil shipped from eastern refineries to points in Ontario and the Prairie Provinces.

The rail and water carriers have filed application with the Board of Transport Commissioners for approval of an "agreed charge" contract under which they would get, in return for the lowered rates, all the lubricating oil shipments from refineries of four big oil companies to a long list of destinations in the four provinces.

Across Canada: Premier Bennett announced by-elections in Similkameen and Columbia ridings will be held, "if necessary," November 24. Nomination day will be November 12. He said he hopes other parties will allow his two candidates, non-elected Finance Minister Einar Gunderson and Attorney-General Robert Bonner, to be elected by acclamation....A British general who spent 18 months in Korea said in Ottawa yesterday, according to Canadian Press, that the South Korean army has improved tremendously in that time but still couldn't be expected to take over the whole United Nations front for a considerable time. He said the South Koreans already are doing possibly 40 to 50 per cent of the United Nations' fighting....Brig. H. R. Mackeson, Britain's Secretary for Overseas Trade yesterday neared the end of a whirlwind Canadian tour and said he is impressed with the "great room and scope" for boosting United Kingdom exports to this country....A new musical movement aimed at building a full symphony orchestra—and a big enough audience to support it—is winning wide popularity and government approval in Nova Scotia. The Halifax local of the Musicians' Union is backing the plan and has already given substantial financial support. Cornerstone of the movement is the Halifax Symphonette of the Nova Scotia Opera Association, the Canadian Press reports.

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Vol. 3, No. 194.

Wednesday, October 8, 1952.

Mr. Abbott On Possibility Of Tax Reductions: Charlottetown, October 7. (CP) -- The Minister of Finance, Mr. Abbott, said tonight he will be happy to break even on this year's federal budget, but he held out the possibility of tax cuts if Canada's production keeps rising.

Only higher production or an easing of the cold war could bring major reductions, the Minister said in an address prepared for delivery to the annual meeting of the Maritime Provinces Board of Trade. He was not optimistic over the early international prospects.

The Minister said defence and social security now account for about three-fourths of the 1952-53 budget of \$4,200,000,000. Another \$740,000,000 was taken up in fixed charges.

From that, he said, it would be realized that "any substantial reduction in taxes can only be achieved in one or both of two ways.

"First, by a lessening of international tensions which will permit a substantial reduction in our defence outlays.

"Secondly, by an increase in the national production of our people, which will make the relative tax burden lighter.

"I am not optimistic that we can count very much on the first of these in the near future. The second holds out more promise."

Mr. Abbott said he shares the view of those who question the need of paying taxes under present conditions to provide a substantial budget surplus....

Dealing with external trade, Mr. Abbott said Canada's policy has been to achieve the highest possible level of unrestricted trade, and he feels this country must do all in its power to keep the channels of world commerce free.

However, he said, "a great many countries, many of them traditional markets for Canadian products, are still attempting to solve their balance-of-payment difficulties by maintaining and increasing import restrictions, exchange controls and the like.

"We believe, and experience has shown, that measures of this kind hold out no hope of a permanent solution of these difficulties."

These questions will be among the main subjects at the November conference of Commonwealth Prime Ministers in London, Mr. Abbott said.

Population Of 35,000,000 At Century's End: Ottawa, October 7 (CP) -- Prime Minister St. Laurent said today Canada will have a population of 35,000,000 or 40,000,000 at the end of this century if the current rate of increase continues.

In a brief address at the 17th annual meeting of the Quebec Chambers of Commerce, Mr. St. Laurent said that at the start of the century, Canada had a population of 5,000,000. At the 1951 census, the population totalled more than 14,000,000.

"I believe our population is increasing at as rapid a rate as in the first half of the century," said Mr. St. Laurent, who spoke in French. "This means that at the end of the century we shall have a population of between 35,000,000 and 40,000,000.

But, he added, Canada's natural resources must be preserved so that a population of 35,000,000 will find itself in a position "as interesting as the one we are in today."

St. Lawrence Seaway: Ottawa, October 7 (CP) -- Canada's initiative on the St. Lawrence Seaway project reflects her growing status in the western hemisphere, Mr. William Benidickson, Parliamentary Assistant to Transport Minister Chevrier, said tonight.

He spoke to the Ottawa branch of the American Institute of Electrical Engineers.

Mr. Benidickson, member of the House of Commons for Kenora-Rainy River, said perhaps the most important change in this country since 1867 is that "when Canada comes to a decision today it is not prepared to be hamstrung by what it regards as unreasonable delays."

The fact Canada now was seizing the seaway issue by the forelock was "a clear clue to the changed status of Canada in the western hemisphere, a result of its rapid economic growth and to the sharp change in the outlook of the Canadian people."

Moderator Elected: Montreal, October 8 (CP) -- Rev. J. Logan Veneta, Minister of St. Giles Presbyterian Church in Ottawa, last night was elected Moderator of the Montreal and Ottawa synod of the Presbyterian Church in Canada, succeeding Rev. Q.A. McDowell.

25 Years' Survey Work In One: Ottawa, October 8 (CP) -- A group of Ottawa scientists have returned after flying in helicopters all summer to map, for the first time, the geology of 57,000 square miles of Barren Lands between Great Slave Lake and Hudson Bay.

Dr. C.S. Lord of the Geological Survey of Canada estimates that the use of helicopters for the first time in geological reconnaissance did a job that would have taken ground parties 25 years to complete.

Across Canada: Mr. Laurent Paradis of Three Rivers was elected president of the Quebec Chambers of Commerce. He succeeds Mr. J.A. Archambault of Sherbrooke.... The Army issued its 140th casualty list of the Korean War, reporting eight men killed in action, seven wounded in action, and one injured in action.... Figures issued by the Bureau of Statistics showed the civil service at a peak of 131,646, March 31--up 7,066 compared with a year ago, topping the wartime high of 115,908 and almost tripling the pre-war 1939 figure of 46,106. The chief increase during the year were in departments associated with the defence programme, the Bureau said.....Mr. George Drew, Leader of the Opposition in the Canadian House of Commons, in an address on October 6 to the Empire Industries Association, in London England, called for a determined effort to make the dollar and the pound sterling interchangeable, at least within the Commonwealth, according to the Canadian Press....Edmonton Eskimos defeated Winnipeg Blue Bombers 18 to 12 and Calgary Stampeders defeated Saskatchewan Rough Riders 30 to 27 in Western football.



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Vol. 3, No. 195.

Thursday, October 9, 1952.

Quebec C. of C. Recommendations: Ottawa, October 8 (CP) -- The Quebec Government today was urged to establish a commission to study its financial and other relations with municipalities.

The Quebec Chamber of Commerce, adopting a series of resolutions and reports at the conclusion of a four-day annual meeting, suggested the commission's recommendations could be used as the basis for urging a new federal-provincial conference.

The primarily French-language Chamber, representing 25,000 members of Quebec's 125 chambers of commerce, made federal-provincial relations the theme of its 17th annual meeting.

Speakers said existing financial relations among governments are unsatisfactory. With the Federal Government taking the major share of the tax dollar, provinces and municipalities were unable to find sufficient revenues. Some of them suggested a federal-provincial-municipal conference be called to find a solution to the problem.

At its final meeting, the Chamber adopted a committee report recommending a commission be established to study provincial-municipal relations before a request is made for a new federal-provincial conference.

In resolutions, the Chamber urged adoption of a Canadian flag; steps to relieve the housing shortage; improvement in Quebec's system of education; study of ways to improve safety on the highway; the setting aside of St. Jean Baptiste Day-- June 24--as a provincial holiday; and improvement of highways in northern Quebec.

More Aid For NATO: Ottawa, October 8 (CP) -- More mutual aid equipment will be shipped from Canada under the North Atlantic Treaty Organization this month, the Minister of National Defence, Mr. Claxton, announced today.

The shipments will include anti-aircraft guns, stores and ammunition to the Portuguese Army, and fire control equipment and mortar bombs to the Belgian Army. The shipments will start early in October.

Denmark, Italy, Norway and The Netherlands have received arms from Canada during the last few months.

Mr. Harris on Emigration to U.S.: Toronto, October 8 (CP) -- The Minister of Citizenship and Immigration, Mr. Harris, said today charges that Canada's best brains are going to the United States are unfair to the many brilliant men who remain in this country.

He told the Yonge-Bloor-Bay Association that although 225 young engineers leave Canada for the U.S. every year, 238 American engineers entered Alberta last year.

Mr. Harris said what at first seems to be an annual loss of 25,000 persons to the U.S. is really only a net loss of 9,000. About 10,000 Americans a year are moving into Canada and about 6,000 former Canadians are moving back every year.

Armored Corps to Defend Against Tanks: Ottawa, October 8 (CP) -- The army announced today it is shifting the responsibility for defence against tanks from the artillery to the armored corps.

The shift means that if and when Canada forms infantry or armored divisions such as she had in the Second World War each would include a tank regiment for anti-tank purposes. It also means the armored corps is being assigned a defensive as well as an offensive role.

Toronto to Accommodate 12 Ocean Ships: Toronto, October 9 (CP) -- The port of Toronto will be able to accommodate at least 12 large ocean-going vessels in its inner harbor by the time the St. Lawrence Seaway is completed, Mr. E. D. Griffith, general manager of the Harbor Commission here, said yesterday.

Speaking before the Electric Club, he said the Commission will arrange to handle up to 40 big ocean-going ships if necessary.

Toronto Mayor Wins Plowing Match: Toronto's Mayor Allan Lamport won first prize in the Mayors' Class at the international plowing meet near Carp, Ont., yesterday. Mayor Charlotte Whitton of Ottawa was third, behind Mayor Ed. Sargent of Owen Sound.

Across Canada: The Progressive Conservative Government of Hon. Hugh John Flemming formally took office last night, succeeding Premier John B. McNair's New Brunswick Liberal administration....Premier Duplessis said yesterday the government sees no reason to lift its ban on margarine and orders have been given to increase vigilance against violators of the 1949 law....The Canadian Association of Real Estate Boards meeting in Toronto urged the Federal Government to increase immigration to achieve a minimum population of 30,000,000 by 1975.... Sir Gladwyn Jebb, Britain's chief delegate to the United Nations General Assembly, addressed the Women's Canadian Club in Ottawa yesterday.



GOVERNMENT
OF CANADA

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Friday, October 10, 1952.

More Canadian Programmes Proposed By CBC: Ottawa, October 9 (CP) -- Increased use of Canadian programmes by Canadian radio stations is proposed in a series of new regulations made public today by the CBC.

The regulations, drafted by the nine-member CBC Board of Governors, would require Canadian stations to devote 30 to 48 per cent of their weekly broadcast time to Canadian programmes either live or recorded.

The new regulations, containing the first attempt by the CBC to regulate the Canadian content of programmes, were issued as a basis for discussion. They will be subject to revision after the nine-man CBC Board of Governors has considered the oral and written representations of private stations and other interested parties some time in January.

The proposal for greater use of Canadian talent was in line with a recommendation of the Massey Commission on Arts, Letters and Science. The Commission recommended that the CBC "investigate ways of ensuring that private radio broadcasters employ more Canadian talent."

The Commission described the programmes of some private stations as "regrettable" and criticized the widespread use of imported recorded programmes.

The new regulations propose that in centres of 50,000 or more, stations on the CBC trans-Canada and French networks devote 48 per cent of their time between 8 a.m. and 11 p.m. to Canadian programmes; stations on the Dominion network 43 per cent and non-affiliated stations 40 per cent.

In localities of less than 50,000 stations on the trans-Canada and French networks would devote 38 per cent of the time between 8 a.m. and 11 p.m. to Canadian programmes; stations on the Dominion network 33 per cent and non-affiliated stations 30 per cent.

The CBC, given power under the Canadian Broadcasting Act to control the character of any and all programmes broadcast, could increase or decrease the percentage of Canadian programmes if conditions warranted a change.

A CBC official said a programme will not be considered Canadian simply because a Canadian disc jockey chatters while playing American programmes.

Minister Of Austria: (Press Release No. 63, October 9.) -- Dr. Max Loewenthal-Chlumecky presented Oct. 9 to the Deputy Governor-General, the Honourable Thibaudeau Rinfret, his Letter of Credence as Envoy Extraordinary and Minister Plenipotentiary of Austria to Canada. The ceremony took place at the Supreme Court of Canada Building.

Dr. Loewenthal is Austria's first Minister to Canada. The Austrian Legation in Ottawa was opened on August 22, 1952.

Ambassador Of Germany: (Press Release No. 64, October 9.) -- Dr. Werner Dankwort, Ambassador of Germany to Canada, and Mr. Hugues Le Gallais, Minister of Luxembourg to Canada have presented to the Deputy Governor-General, the Honourable Thibaudeau Rinfret, their new Letters of Credence addressed to Her Majesty Queen Elizabeth the Second. Dr. Dankwort has been Ambassador of Germany since November 8, 1951, and Mr. Le Gallais was accredited as Minister of Luxembourg on April 24, 1950.

More Immigrants Urged By R.C. Church: Ottawa, October 9 (CP) -- Leaders of the Roman Catholic Church in Canada today indicated they believe more immigrants should be admitted to this country.

The Church's Archbishops and Bishops said at the conclusion of an annual meeting that countries with unoccupied land should open their doors to people from overpopulated countries.

In a prepared statement they said in part:

"Immigration is a social question with many aspects. The Church does not wish to pass judgment on the details of policy regarding immigration but does point out to all that immigration is a moral question, subject to moral laws which should direct and inspire those whose duty it is to determine a policy of immigration...."

Retirement Of Brig. Connelly: The retirement of Brig. Alan B. Connelly, 44, former head of the Canadian Military Mission in Tokyo, was announced by the Department of National Defence on October 8. In response to newspaper enquiries, a spokesman said: "The Department does not normally give reasons for retirement except that senior officers are retired when there is no further suitable employment for them. In regard to the Koje incident there is no comment."

Uranium And Thorium: Ottawa, October 9 (CP) -- The Mines Department reported today more than 500 properties containing radioactive substances have been discovered in Canada--half in Ontario--but warned people not to get too excited.

The report, "Canadian Deposits of Uranium and Thorium," stresses that it is a common yardstick in all mining that less than one per cent of such mineral discoveries end up by being producing mines.

So far the Government has the one mine producing uranium in Canada for use in release of atomic energy. Another government mine is due to go into production next year. Private companies are reported unofficially to be hard at work on other properties.

Across Canada: Mr. A.J. Wickens of Moose Jaw, was re-elected to a fourth term as President of the Army, Navy and Air Force Veterans in Canada at the Association's annual meeting in Quebec.... "Britain is gradually getting back into economic balance with the world." Brig. H.R. Mackeson, United Kingdom Secretary for Overseas Trade, told the Canadian Club in Montreal. Whether this trend was to continue depended heavily on the attitude of Canadian buyers toward buying British goods, but, he stressed, Canadians should only buy the goods on the grounds of their quality and competitive price, the Gazette reported.... St. Lawrence Seaway Commission offices will be set up in Montreal October 20, it was announced yesterday, the Montreal Gazette reports. The Commission and members of the staff who are to plan the waterway will take over the seventh floor of Postal Station "B" at Cathcart and University streets.... The Agriculture Department has decided to extend its cattle price-support programme to low-grade manufacturing beef, Mr. A.M. Shaw, Chairman of the Agricultural Prices Support Board, said yesterday.

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Vol. 3, No. 197.

Tuesday, October 14, 1952.

Prime Minister In Defence Preparations: Ottawa, October 10 (CP) -- The free nations must build and maintain their strength until the communists show they intend to mind their own business, Mr. St. Laurent said tonight. He said it is "the path of wisdom and a way to peace" to show the only possible aggressor in the world that, if he starts a war, he is not likely to win it.

Mr. St. Laurent spoke to the annual banquet of the Ontario Plowmen's Association, which has been holding its annual international plowing match this week at nearby Carp, Ontario. Defence preparations, he said mean sacrifice. But the cost was small compared to that of a large-scale war the free countries were trying to prevent. He added:

"When we reach a position, and we are not there yet, where the communist imperialist leaders all recognize that it would be folly for them to start a full-scale war, what do we do then?...."

"We hope that those who have been making life miserable for free men and women will then think it is time to do some serious negotiating about the issues which divide us and might then reveal honest intentions of minding their own business. Until we can count on that, we will have to maintain and keep in good working order that strength we are now building up."

Even that would not mean the triumph of the plow over the sword. There would still remain many problems having a significant bearing on the peace of the world. Chief among these was the raising of living standards in the depressed areas, and Mr. St. Laurent told the farm group that agriculture has a large part to play in providing food for hungry people.

Mr. Pearson Arrives At U.N.: United Nations, N.Y., October 13 (CP) -- Mr. Pearson said today the principle of voluntary repatriation of war prisoners in Korea cannot be "betrayed." Slated to be elected president of the U.N. General Assembly opening tomorrow, Mr. Pearson told a press conference that Canada could agree to no forced repatriation of Chinese and North Korean prisoners of war, as the communist truce negotiators have been demanding.

He agreed with the views of most delegates that Korean truce discussions will be the top problem before the Assembly. But he added that the so-called "colonial" question of Tunisia and Morocco and the racial conflict in South Africa would be very difficult to deal with.

Mr. Pearson spoke as head of the Canadian delegation, a post he will turn over to Mr. Martin, Minister of National Health and Welfare, when elected president.

Surplus Wheat Problem: Ottawa, October 10 (CP) -- Canada faces prospects of a big pile-up of unsold wheat at the end of the current crop year. Government statisticians indicated today. They placed Canadian wheat available for export and carryover this year at about 728,100,000 bushels--highest in peacetime history and well above last year's 569,400,000 bushels.

At the same time the Bureau of Statistics pointed out that world wheat production is unusually high this year and this may trim imports in Western Europe where near-record harvests are reported.

"Unless exports exceed by a wide margin the previous record of 407,600,000 bushels set in 1928-29, some increase over current carryover stocks can be expected at the end of the 1952-53 crop year," the Bureau said.

Canada exported about 357,000,000 bushels of wheat last year and will have no problem selling that much again, or even more, if there is no shipping bottleneck, Government wheat experts said. Every effort is being made to boost sales.

Fighter Wing Welcomed: R.C.A.F. No. 2 Fighter Wing Base, Gros-Tenquin, France, October 12 (CP) -- From this sprawling, partially-completed airfield, jet fighter units of the R.C.A.F. today officially took over their operational role in the air defence of Western Europe under NATO.

The aircraft, 56 Canadian-built Sabre jets, landed on Gros-Tenquin's $1\frac{1}{2}$ -mile concrete airstrip Saturday, after a mass flight of more than 3,000 miles in easy stages across the North Atlantic. Known as Operation "Leap Frog Two," it was the first large-scale movement of its kind ever attempted by the R.C.A.F.

Arrival of the Canadian airmen at Gros-Tenquin, about 50 miles from Germany's southwestern border, marked the first time a wing has operated on the continent under Canadian command. In the second World War the largest Canadian formation was a squadron.

The Canadian airmen were greeted by Mr. George P. Vanier, Canada's Ambassador to France, distinguished representatives of the French Government as well as top-level officers of the Canadian and Allied higher commands.

Army To Enlist Apprentice Soldiers: Ottawa, October 14 (CP) -- The Canadian army will start a new training and enlistment scheme for "apprentice soldiers," in January, the Defence Department announced yesterday. Enrolment will begin January 2 for youths who have reached the age of 16 years and have passed certain aptitude tests. They will be accepted for specialized training in army trades at corps schools in several parts of Canada. About 200 youths will be chosen for the first course, which opens in mid-January. They will sign on for a period of seven years, but may take their release at the end of five. A soldier apprentice will draw half the pay of a private recruit and will draw normal rates of pay on reaching 17.

Canadian Government Overseas Awards: (Press Release No. 66, October 13.) -- The Department of External Affairs announced today the names of the twenty-one Canadians selected by the Royal Society of Canada to receive Canadian Government Overseas Awards for the year 1952-53. The Royal Society was requested by the Government to make these appointments. Funds used for these awards consisted of foreign credits that the Government agreed not to withdraw but to use within the countries concerned. This year's awards were tenable in France and The Netherlands.

Nine Fellowships having a value of \$4,000 each and twelve Scholarships having a value of \$2,000 each were awarded.

Across Canada: Fifty-six persons died violent deaths across Canada during the Thanksgiving weekend, including 34 traffic deaths....Premier Duplessis said at Quebec that the federal Government should amend the Criminal Code to allow establishment of a provincial lottery....The leader of the Progressive Conservative party, Mr. Drew, started a six-day tour of Northern Ontario on Friday....The Canadian Pacific Railway Company has placed orders totalling \$15,000,000 for 73 diesel locomotives with three Canadian firms, it was announced October 10....Football - Saturday: Hamilton 27, Toronto 18; Ottawa 25; Montreal 12; Winnipeg 28, Regina 7; Calgary 33, Edmonton 30; Queen's 20, McGill 7; Western 7, Toronto 7; Sarnia 15, Brantford 6; Balmy Beach 41, Windsor 7. Sunday: Ottawa 23, Montreal 6; Monday: Hamilton 25, Toronto 16; Balmy Beach 22, Sarnia 8; Brantford 17, Windsor 12; Edmonton 16, Calgary 10; Winnipeg 16, Regina 1.

GOVERNMENT

 OF CANADA

DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
 DEPARTMENT OF EXTERNAL AFFAIRS
 OTTAWA - CANADA

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Vol. 3, No. 198.

Wednesday, October 15, 1952.

Mr. Pearson President Of U.N. General Assembly: United Nations, N.Y. October 15 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said Tuesday in accepting Presidency of the Seventh Session of the United Nations General Assembly that all 60 member countries should use every opportunity to avoid "the ultimate tragedy of war...."

Mr. Pearson, who turned over the leadership of the 33-member Canadian delegation to the Minister of Health and Welfare, Mr. Martin, said in his acceptance speech that the U.N. effort to end the war in Korea is "frustrated and unsuccessful." He said that "those who prevent an armistice ... bear a heavy responsibility before history and humanity."

He added, however, that the Assembly would "fail in its mission of peace if it does not take full advantage of every opportunity to lessen the fears that are in our minds and, so often, the animosities that are in our hearts."

"To avoid the ultimate tragedy of war, we must remove this black shadow of tension and anxiety by finding, through international action, a solution to present problems which will permit peoples and governments to live together, if not on the basis of friendship, at least on that of mutual toleration and understanding."

Mr. Pearson said he realized that his election as President was not a personal choice but a recognition of Canada's desire to serve the U.N. and fulfil its obligations of membership.

He received 51 of the 60 votes cast for the Presidency. Mme. Vijaya Lakshmi Pandit got four votes. Five countries, presumably the Soviet bloc, abstained from the secret voting....

Dr. Solandt On Monte Bello Test: Ottawa, October 14 (CP) -- Britain has cut Canada in on her atomic weapons programme and will continue to do so, Dr. O.M. Solandt said today.

The day after his return from Australia the Chairman of the Defence Research Board told a press conference it was an atomic -- not a hydrogen -- bomb Britain exploded on Monte Bello Island this month. He was one of five Canadian scientists to take part in the trial.

The British bomb represents a marked advance over the American bombs dropped on Hiroshima and Nagasaki at the end of the Second World War, Dr. Solandt said. But, he said, it would be "unreasonable" to expect that the British have gone out ahead of the Americans in a field in which the U.S. has spent so much time and money.

Dr. Solandt said he doesn't know what the Americans have in the way of atomic weapons because the Americans keep that information to themselves. He could only guess how the British bomb compared with them.

The British "explosive mechanism" tested could be used in "various forms" including a bomb or guided missile.

Britain, he said, gave Canada "very complete information both about the Monte Bello trial and the bomb used there."

Dr. Solandt disclosed that four young Canadian scientists—all with D.R.B. and none more than 31 years of age—who shared his experience at Monte Bello will continue to work with the British in their atomic weapons programme. Canada is not in the weapons field herself.

"We now are participating in the British programme to as great a degree as is necessary to meet our needs. We are doing so actually at British request. They asked us for specific people to fill specific needs. It happens that their needs coincide nicely with what we want to know.

Canada wants this type of atomic information for a two-fold purpose, he said. She is not in the weapons field, and we have no intention of going in." But Canada had to know what her civilians would be up against under enemy attack. And she had to prepare for the day when Canadian armed forces might be operating with support from atomic weapons used by her Allies.

Ambassador, Two Cabinet Ministers Appointed: The Prime Minister, Mr. St. Laurent, announced that Her Majesty The Queen has been graciously pleased to approve the appointment of the Hon. R.W. Mayhew, P.C., as Canadian Ambassador to Japan. Mr. Mayhew's formal appointment will take effect as from November 15th next.

Mr. Mayhew had been planning to retire from public life and it was only at the urgent insistence of the Government that he has agreed to continue his public service as the first Canadian Ambassador to Japan.

The Government felt that the relations of Canada with Japan were of exceptional importance at this time when that country is the base from which our forces are operating in Korea and when the development of satisfactory commercial relations between our two countries is so important.

Mr. Mayhew took part in the conference which settled the peace treaty with Japan, he has made two official visits to Japan and has, through his association with the development of the Colombo Plan, developed a wide knowledge of Asia and Asian affairs. In addition, Mr. Mayhew's long association with British Columbia and, above all, his direct and intimate knowledge of Government generally give him unique qualifications for this very important post.

In order to make preparations to take up his new duties, Mr. Mayhew has submitted his resignation as Minister of Fisheries effective immediately.

British Columbia is now the third province in terms of population, it has been growing more rapidly than any other province and it is the most distant of all the provinces from the national capital. All these circumstances combine to justify a larger representation in the Cabinet than that province has had up to now and I am happy to announce that His Excellency the Governor-General has been pleased to approve the appointment today of Mr. James Sinclair, M.P. for Coast-Capilano and Parliamentary Assistant to the Minister of Finance, as a Privy Councillor and as Minister of Fisheries and of Mr. Ralph Campney, M.P. for Vancouver Centre and Parliamentary Assistant to the Minister of National Defence, as a Privy Councillor and Solicitor General of Canada.

Across Canada: The Finance Department has announced plans for meeting the \$600 million redemption of two Government of Canada bond issues maturing November 1 and an issue of \$100 millions of deposit certificates maturing November 15. The Government will issue a new \$450 million loan, dated November 1, 1952, to provide part of the cash required, and the rest will come from "other resources of the Government," including the proceeds of the sale of Canada Savings Bonds.... The C.C.F. soon will ask Canadians to sign a petition urging the federal Government to launch a national health insurance programme. The decision to circulate the petition was announced last night by Mr. Coldwell...The President of the Investment Dealers Association of Canada, Mr. H.S. Backus, said today that almost 80 per cent of Canada's new capital for over-all requirements since the war has been raised in this country, indicating Canadians are doing their share in providing such funds...Mr. Sacheverell Sitwell, youngest member of Britain's celebrated literary family, told the Women's Canadian Club of Montreal yesterday that North America eventually will lead the world in the arts...Ontario's mayors and reeves yesterday asked Premier Frost for a \$5 per capita interim contribution toward social and welfare services. The grant would be annual until the recommendations of the Provincial-Municipal Relations Committee are brought down.

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Vol. 3, No. 199.

Thursday, October 16, 1952.

Parliamentary Observers At U.N.: (Press Release No. 65, October 10.) -- The Secretary of State for External Affairs has announced the names of the Parliamentary Observers who will attend the Seventh Session of the General Assembly of the United Nations, which opened in New York on October 14. They are Mr. J.A. Byrne, M.P. (Kootenay E.) and Mr. Lionel Bertrand, M.P. (Terrebonne), members of the Liberal Party, and Mr. Gordon Graydon, M.P. (Peel), member of the Progressive Conservative Party. Later in the Assembly, Mr. Graydon will be succeeded by another Progressive Conservative Member of Parliament.

Mr. Alistair Stewart, M.P. (Winnipeg N.) for the C.C.F. Party and Dr. H.H.W. Beyerstein, M.P. (Camrose) for the Social Credit Party will attend the General Assembly for about half the session and will join the Delegation at New York about the middle of November.

The tradition is now well established of appointing Parliamentary Observers to Canadian Delegations to sessions of the General Assembly. These members of Parliament attend meetings of the General Assembly, keep in touch with the activities of the Canadian Delegation and report in due course and as the occasion requires to their respective parties and to Parliament.

\$93,000,000 Worth Of Defence Orders: Ottawa, October 15 (CP) -- The Government poured \$93,000,000 worth of defence contracts into Canadian industry in the last two weeks of September, the Defence Production Department announced today.

Biggest commitment in recent months, it was built up mainly by a \$66,600,000 order for hundreds of jet engines to be manufactured by A.V. Roe Ltd. at Malton, Ont., for Sabres under construction at the expanding Canadair Ltd., plant in Montreal.

Ships For Ceylon: Ottawa, October 14 (Department of Trade & Commerce) -- Sterling Shipyards, Limited, of Vancouver, have been awarded a contract for two West Coast type fishing vessels, which are being made available to Ceylon under provisions of the Colombo Plan for the Economic Development of South and South-East Asia. These craft will be employed on an experimental basis for a year, fishing in the coastal waters of the continental shelf to determine fish population potentials and the most efficient method of harvesting the tropical seas surrounding the Island. Ceylonese fishermen will be trained to continue this mechanized form of fishing.

The two vessels will be 44 feet in length and completely equipped. It is expected that they will be ready for shipment to Colombo in the latter part of December.

Under provisions of the Colombo Plan, Canada is also obtaining a 145-foot steel deep sea trawler in the United Kingdom, with which to increase substantially the supply of protein food to the people of Ceylon, and is providing a fish refrigeration plant of Canadian design and manufacture, miscellaneous equipment and further technical assistance.

Gas Pipeline Approved: Ottawa, October 12 (Globe & Mail) -- First approval of a plan for the construction of a long-distance pipeline for the disposal of Alberta natural gas has been granted by the Board of Transport Commissioners.

West Coast Transmission Company Limited has been authorized to build a line from Pouce Coupe, in the Peace River district of Alberta, to Vancouver, with a branch line into the U.S. from Abbotsford, B.C. The line will tap gas reserves estimated at 2,506 million cubic feet in the Peace River area on both the Alberta and B.C. sides of the interprovincial boundary. It will cost \$111,000,000, and is to be completed by October 1, 1955.

Nations' Statisticians Meet In Ottawa: Ottawa, October 14 (Citizen) -- Statisticians from more than two dozen nations are meeting in Ottawa—to study and discuss statistics. Yesterday morning, the Minister of Trade and Commerce, Mr. C.D. Howe, welcomed the delegates in the main conference room of the new Dominion Bureau of Statistics. Attending the meeting, the United Nations International Seminar on Statistical Organization, are specialists from countries of Latin America, the West Indies, the Near East and Far East.

Lay-Offs At Ford Of Canada: Windsor, Ont., October 15 (CP) -- Ford of Canada officials announced today 1,803 men will be laid off indefinitely October 20 because of an over-supply of trucks.

The lay-offs will be made in accord with the company-wide seniority clause in the company's contract with United Auto Workers (C.I.O.-C.C.L.), under which lay-offs will apply to most recently hired employees.

Officials said there will be a further lay-off—involving an as yet undetermined number of employees in passenger car production—about the middle of November. This will be of a week's duration.

Labour Income Sets All-Time Record: Ottawa, October 14 (DJ) -- Canadian labour income continued to rise in July, reaching an all time high record total of \$905 million, according to estimates by the Bureau of Statistics. This was the first time that monthly totals of labour income exceeded \$900 million. The July total was \$31 million above that for June and \$78 million above July last year.

Across Canada: Work on a \$2,500,000 addition to the ore dock at Port Arthur and a \$2,000,000 block signal system for the Port Arthur-Atikokan line of the Canadian National Railway will start within the next few months, Mr. M.S. Fotheringham, Mine Manager of Steep Rock Iron Mines has announced. The construction is part of a programme to double shipments of ore from Steep Rock Iron Mines by 1955....The Minister of Mines, Mr. Prudham, said final details are being worked out for the Crown to take over extensive reservations in the Cold Lake area as part of a new weapons range. Cold Lake straddles the Saskatchewan-Alberta boundary approximately 200 miles northeast of Edmonton. The weapons range will cover approximately 2,750,000 acres.... Health authorities are wondering if the poliomyelitis trend has changed. Case and death totals continue to mount in Western Canada's worst epidemic despite frost and cool weather in many areas. Previous years have seen outbreaks stop when cold weather arrived. The west's totals climbed to 2,604 cases and 162 deaths today, nearly 500 more cases than the combined total of the previous record years of each province.

Miss Hamilton

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Vol. 3, No. 200.

Friday, October 17, 1952.

Trade Surplus Climbs To \$243,100,000: Ottawa, October 16 (CP) -- Canada's foreign trade surplus climbed to a six-year high of \$243,100,000 for the first eight months of 1952 as expanding sales to the United Kingdom helped overcome a growing deficit in United States trade.

Volume of trade was at an all-time high, the Bureau of Statistics reported today. But its report of falling prices indicated that Canada may have a tough time trying to boost the dollar value of total trade above the \$8,000,000,000 peak reached last year.

For the first eight months this year total trade amounted to \$5,435,900,000, up slightly from \$5,325,200,000 in the similar period a year ago. Prices began to drop during the summer months.

The surplus, biggest since the \$306,000,000 favourable balance reached in the first eight months of 1946, was a complete reversal of the \$335,800,000 eight-month deficit for 1951.

It was the result of an expansion in exports to \$2,839,500,000 from \$2,495,700,000 in the first eight months of 1951 and a drop in imports to \$2,596,400,000 from \$2,830,500,000.

Higher United Kingdom purchases of Canadian goods played the biggest role in building the surplus. Exports climbed to \$537,100,000 from \$395,100,000. Imports of U.K. goods dropped to \$227,900,000 from \$307,000,000.

This gave Canada a favourable balance of \$309,300,000 for the eight months of Anglo-Canadian trade, almost four times greater than the \$88,000,000 surplus last year and the highest since the \$372,100,000 favourable balance in the eight months of 1947.

However, Canada faced a major problem south of her border. Imports of American goods for the eight months eased to \$1,917,200,000 from \$1,935,300,000. Exports also dropped to \$1,503,700,000 from \$1,527,600,000.

The deficit — traditional in U.S. trade — increased to \$413,500,000, the biggest since the 1947 unfavourable balance of \$644,500,000.

During August, trade winds began to shift. A drop of 4.1 per cent in prices, said the Bureau, outweighed a 2.8 per-cent gain in volume.

Anglo-American-Canadian Conference In Washington: Ottawa, October 16 (CP) -- High-level Anglo-American-Canadian military talks in Washington aimed at "greater economy in the use of resources" were announced tonight.

Army standardization, particularly the search for agreement on a common rifle bullet, appear likely to be a main purpose of the meeting. If so, Canada will be able to report marked progress in her search for a bullet to fill the bill.

The official announcement, however, limited itself to this explanation:

"Purpose of the visit is to discuss increased co-operation among the three countries with particular emphasis on attainment of greater economy in the use of combined resources."

Lt.-Gen. G.G. Simonds, Chief of the General Staff, will represent Canada in the week-long discussions starting Monday.

He is likely to tell the British and Americans that Canada has made real strides in seeking a bullet she hopes will be acceptable to both of them.

The meeting will be attended by Lt.-Gen. Sir John F. Whitely, Deputy Chief of the Imperial General Staff; Maj.-Gen. G.P. Walsh, Controller of Supplies of the British Ministry of Supply; Gen. J. Lawton Collins, U.S. Army Chief of Staff;

Gen. John E. Hull, U.S. Vice-Chief of Staff; Lieut.-Gen. Maxwell D. Taylor, U.S. Deputy Chief of Staff for Operations and Administration, and Lieut.-Gen. Lyman L. Lemnitzer, U.S. Deputy Chief of Staff for Plans and Research.

Mr. Lapointe Before Preparedness Committee: Quebec, October 16 (CP) -- The Minister of Veterans Affairs, Mr. Lapointe, said tonight that the industrial strength of the Communist world, though still behind that of the democratic nations, is steadily catching up.

The Minister told the Canadian Industrial Preparedness Association in an address that it should be kept in mind that "one third of the human race today exists under the Communist system."

Those best qualified to judge were convinced that "a far higher percentage of (Communist) national output is being reinvested in heavy industry than is the case even in Canada, which probably has the highest such rate in the free world.

"This simply means that the gap between the industrial strength of the Communist world and that of the free world is being steadily closed, although it is still quite large."

Communism had become not only a set of ideas actively opposed to those of the free world, but also an aggressive imperialistic force. This was a fact which must be faced.

"I believe these considerations urgently compel us to maintain ourselves in a constant state of preparedness," the Minister said. "Simple prudence demands it and the Government of this country—indeed the Government of any free country—would be failing badly in its duty if it did not face up to the situation."

Canadian armaments manufacturers at the conference were given an impressive demonstration of modern small arms and armor-piercing weapons.

Predicts "Industrial Empire" From Seaway: Cardinal, Ont., October 16 (Department of Transport) -- Predicting that a new "industrial empire would come into being in Eastern Ontario on the Canadian side of the St. Lawrence River when the Seaway project brings ample power reserves and deep draught navigation to the river waterfront", Mr. Wm. M. Benidickson, M.P. and Parliamentary Assistant to the Minister of Transport, tonight addressed the local Board of Trade. He pointed out that "low cost transportation and adequate power supplies near big markets are most important in determining the location of industrial sites."

Across Canada: The Army today announced appointment of a new brigadier who is likely to command a new, single pool of reinforcements for Canada's overseas commitments. Col. F.A. Clift, D.S.O., 44, formerly of Melfort, Sask., is being named a brigadier to command the 25th Canadian Infantry Brigade Replacement Group with headquarters at Wainwright, Alta., starting in December....Mr. Leroy A. Lincoln, Board Chairman of Metropolitan Life Insurance Co., New York, said today Canada has gone further and more rapidly in the establishment of public health administration with health officers, sanitation personnel and public health nurses than the United States....The Law Society of Upper Canada yesterday proposed sweeping changes in the regulations governing transfer of lawyers from one province to another....Edwin Alonzo Boyd, 38, leader of a notorious bank robbery and jail-breaking gang, yesterday was sentenced to spend the rest of his natural life in penitentiary. Seven other members of the gang were also sent to prison.

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Vol. 3, No. 201.

Monday, October 20, 1952.

Surplus Drops With Heavier Defence Costs: Ottawa, October 17 (CP) -- The federal Government's budgetary surplus dropped to \$290,967,000 from \$336,668,000 in September when expenditures exceeded revenues by more than \$45,000,000.

The September deficit, first of the current fiscal year, was reported tonight by the Finance Department in its monthly report.

The report, covering September and the first six months of the fiscal year, showed that defence expenditures, welfare payments and subsidies to the provinces were higher than in the corresponding period of 1951-52.

The September deficit of \$45,701,000 compared with a surplus of \$1,800,000 for August and of \$15,700,000 for September, 1951. At the end of September last year, the Government had a surplus of \$433,200,000 or \$142,200,000 more than at the corresponding date this year. At the end of the last fiscal year the surplus totalled approximately \$240,000,000.

In his budget speech last April, Mr. Abbott, forecast a surplus of \$9,000,000 for the current year. In recent speeches he has said that as a result of the experience of recent months he will be happy if he breaks even at the end of the year, next March 31.

Budgetary revenues in the first six months of the year totalled \$2,000,101,000 compared with \$1,805,287,000. Expenditures were \$1,709,134,000 compared with \$1,372,070,000.

Defence and defence production expenditures jumped to \$732,001,000 from \$485,256,000, an increase of \$246,745,000.

However, said the Department, the defence expenditures still are "considerably below" the average monthly expenditure of \$177,100,000 for which Parliament made provision at the last session.

Canadians At Final St. Lawrence Power Hearing: Ottawa, October 18 (CP) -- Top men of Canada's St. Lawrence Seaway team are going to Washington for final hearings of the International Joint Commission Monday on the power end of the \$700,000,000 project.

The Minister of Transport, Mr. Chevrier, will head a group of Government officials and technical experts sitting in on the expected close of one of the major phases of the hydro-navigation development sought by the Canadian Government for many years.

The Canadians are going mainly as observers, Mr. Chevrier said today, but they will be prepared to give evidence if it is needed to reinforce the joint Canada-United States application for authority to produce power on the international section of the river.

The Washington sessions of the Commission—the Canada-U.S. body which regulates the use of boundary waters—are expected to last two or three days. The Commission for several weeks has been holding sittings at points on the river and Great Lakes.

Electronics To Speed Mail: Ottawa, October 17 (CP) -- Revolutionary changes are coming for Canada's postal system, Mr. W.J. Turnbull, Deputy Postmaster General, disclosed today.

Within a few years, push-button electronics, helicopters and television screens will be put to use in a drive to speed mail handling and deliveries across the country.

"Blueprints and planning already are under way," the Deputy Minister added in an interview.

"We'll have television screens and helicopters in operation in a year," the man who entered the Post Office Department in its horse and buggy days, back in 1915, said. "Push-button electronics will take a little longer—perhaps three years."

By late 1953, said Mr. Turnbull, helicopters may be taking off from some Canadian post office rooftops to beat downtown traffic snarls and speed up mail deliveries to outlying airports and communities.

"We're interested in getting the helicopter service started in some congested areas where postal trucks taking mail to airports are sometimes held up by downtown traffic," said Mr. Turnbull.

Mr. Abbott On Taxation: St. Catharines, October 18 (CP) -- The Minister of Finance, Mr. Abbott, said last night it is not realistic to expect "substantial reductions" in taxation unless international tension lessens or Canada's production capacity increases.

He told a meeting here:

"I don't anticipate in the immediate future any possibility of substantial cuts in defence. We are not at present spending in excess of the danger that faces us or in excess of our share of world security," he said.

He said he felt that increased productivity was the "more promising avenue" and if it continues "I think we can count on it giving some real measure of taxation relief."

Education And Care Of Eskimos: Ottawa, October 17 (CP) -- The Government has decided to place greater health and educational facilities at the disposal of Canada's 8,000 Eskimos.

The Resources Department announced tonight that an eight-room school will be built at Aklavik, bringing to eight the number of federal schools for Eskimos.

One convalescent centre will be built at Driftpile, Alta., for Eskimos from the western Arctic. Another will be built at Frobisher Bay, in southern Baffin Island, for Eskimos from the eastern Arctic.

"It is proposed to extend the present school system and to provide camp hostels at schools for Eskimo children who live away from the settlements," said the Department.

The committee said provision will have to be made for higher education and technical training of Eskimos.

Eskimos who give evidence of possessing the necessary qualifications will be enabled to prepare themselves to work as teachers, nurses, or artisans either among their own people or in the settlements in or out of the Arctic," said the Department's announcement.

Across Canada: In week-end football, Toronto Argonauts, beaten three times in two weeks, became Grey Cup contenders again as they defeated Ottawa Rough Riders, 25-6. Hamilton Tiger-Cats, league leaders, beat Montreal Alouettes, 21-1....University of Toronto continued unbeaten in the Intercollegiate Union, stopping Queen's, 13-1, while McGill beat Western, 11-6....The first-place Winnipeg Blue Bombers closed out the Western Interprovincial season with a 32-18 win over Calgary Stampeders Saturday. Saskatchewan Rough Riders beat Edmonton Eskimos, 31-28....University of Montreal withdrew Friday from the National Federation of Canadian University Students until such time as the Federation's 45,000 members pay an annual contribution of \$1. The annual fee now is 20 cents....By the end of this year reported discoveries of radioactive ore in Canada probably will total more than 600—a few of proven importance, a reasonable number worth further exploration but most small and of doubtful value.



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Vol. 3, No. 202.

Tuesday, October 21, 1952.

Mr. Abbott On Taxation, Canadian Dollar: Vancouver, October 20 (CP) --
The Minister of Finance, Mr. Abbott, today said "we can confidently expect" that increased production in Canada will make taxation less; despite continuing expenditures for defence and social welfare.

But he added in a later interview that there is "little chance" of tax cuts in the next budget.

In his speech earlier he held out no immediate hope for exporters who want to see the Government take a hand in forcing the Canadian dollar from its high premium perch.

Inflation would follow if the Government tried to force down the dollar, but it may tumble of its own accord some time in the future, Mr. Abbott said in a speech before the Vancouver Board of Trade.

He wasn't "one of those who takes undue pride in the present strength of the Canadian dollar," nor would he be "unduly alarmed if at some future date the external value of our dollar dipped below equality with the United States dollar."

"With the international situation as disturbed as it is at present," he said, "and with our unusual exposure to movements of capital originating in the U.S., fluctuations in our exchange rate have to be accepted."

There might even be a time in the future when the Government would again consider placing a fixed rate of exchange on the dollar, freed in 1950, but the puzzle would be to determine just what the rate should be.

As in previous speeches recently, Mr. Abbott reiterated that higher production was the only way in which the current high level of taxation could be pared.

Half of the current \$4,500,000,000 annual budget was for defence and part of the remainder for social programmes.

Since it was unlikely that the necessity for defence spending "will soon disappear," or that Canadians would be willing to give up social welfare "progress," the only "real hope for substantial reductions in tax rates," said Mr. Abbott, was "in the prospect that increased production will make the burden of taxation less."

"This, I believe, we can confidently expect," the Minister added.

\$150,000,000 Freight Rates Issue: Ottawa, October 20 (CP) -- One of the toughest of Canada's freight-rate fights is brewing up over a railway proposal to set a new basis for figuring rail charges.

The railways' move, which could spring a big freight-rate increase, will be fought by the Governments of eight provinces.

The railways have asked the Board of Transport Commissioners—which regulates the carriers—to lay down a new concept for the setting of rates. It would be based on giving the Canadian Pacific Railway a return on its investment. It also could result in a jump of about 30 per cent in freight tolls. That would add about \$150,000,000 a year to the national freight bill.

The eight provincial governments that have been opposing the succession of freight-rate increases since the war—all except Ontario and Quebec—have served notice officially that they are going to battle the change.

Biggest Harvest Ever: Winnipeg, October 20 (CP) -- The biggest harvest in Western Canada's history is practically over after what grain men term a miracle season.

Officials of the Canadian Wheat Board said today that only a small part of the 1,300,000,000-bushel grain crop remains unharvested in scattered parts of Alberta and Saskatchewan.

It is a far cry from last year when a cold, wet fall forced farmers to leave 250,000,000 bushels of grain lying in the fields through the winter.

Across Canada: The Quebec Union of Municipalities asked Premier Duplessis yesterday to call a conference of federal, provincial and municipal authorities to settle the problem of tax distribution at the various governmental levels, the Canadian Press reported....Premier Frost said last night that the federal-provincial tax agreement now before the Ontario Legislature lays the groundwork for study of a "more satisfactory" distribution of taxation fields among federal, provincial and municipal governments. He also urged establishment of a federal-provincial committee to study the Canadian tax structure....The United States consulate in Montreal said yesterday about 500 telephone calls and 800 letters are received daily from American citizens seeking information about the McCarran Act, new U.S. law affecting naturalization, according to the Gazette....The Kellock Conciliation Board should report in about a fortnight on the dispute between the railways and their non-operating employees, it was learned today, C.P. reported.



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INFORMATION DIVISION
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OTTAWA - CANADA

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Vol. 3, No. 203.

Wednesday, October 22, 1952.

Canada And The Sterling Area: Toronto, October 22 (Globe & Mail) -- When decisions are made to remove trade restrictions which now surround the sterling area, and to restore convertibility, they will be made by the United Kingdom and other sterling countries, not by Canada, the Minister of Trade and Commerce, Mr. Howe, said last night.

"The Canadian dollar is now fully convertible and we do not now impose quantitative restrictions on trade with any part of the free world," Mr. Howe said in an address at the Annual Dinner of the Canadian Chamber of Commerce. "British and the sterling area face a deep-seated problem, a persistent tendency for imports to run ahead of exports.

"Canada will continue to have a part to play in constructive efforts to solve this problem," the Minister said. "But the solution depends, not primarily on the help of Canada or any outside country, but in the main upon what the peoples of the sterling areas do within their own countries to achieve stability and expand output."

Mr. Howe referred to the forthcoming Commonwealth Conference in London at which difficulties of the sterling area will be discussed. Although not a member of the sterling area, Canada has a vital interest in the fortunes of the area, he declared. There was no magic formula or simple technical device by which these problems of trade and currency could be solved.

"However important these Commonwealth talks may be, the Government is not losing sight of possibilities for expanding trade elsewhere," Mr. Howe said. "This is not a time to sit down and bemoan the fact that some markets are closed to Canadian goods.

"Rather it is a time to be even more aggressive in the development of those markets which are available. This is the principle on which the Canadian Government is proceeding."

Mr. Howe reviewed Canada's rapid development in the postwar period, stressing that these advances had been made within a framework of free enterprise and free competition. This expansion of the economy had not been directed by governments, and was not the result of subsidies or artificial stimulation.

"It is not of the hothouse variety, hiding behind new trade barriers, and unable to meet world competition," the Minister said. "On the contrary, it is the result, in the main of the efforts and investments of private individuals and companies who were prepared to work hard and take risks...."

Mr. Howe predicted a "further sharp drop" in the next monthly cost-of-living index — third decline in a row — and said that while Canadian living costs are declining, those in the United States remain at an all-time high.

Says Industrial Boom Without Parallel: Montreal, October 22 (Gazette) -- The industrial boom that is underway in Canada today is without parallel in the history of the world, Mr. Ernest J. Little, an official of the Canadian Chamber of Commerce, last night told the National Council of Jewish Women.

It is far greater in intensity than the British industrial Revolution, the German development of the Ruhr Valley or even the American experience of the past 100 years, Mr. Little, Assistant Manager of the Chamber's Department of Economic Development, declared.

"And what is especially significant is that this boom is not limited to one or two specific areas—it is nation wide."

But, warned the speaker, Canada does not have the manpower necessary to consume its products and needs to speed up its immigration.

McGill To Honour Dr. Ralph Bunche: Montreal, October 22 (Gazette) -- Dr. Ralph Bunche, Director of the United Nations Department of Trusteeship, New York, will receive an honorary doctor of laws degree at a special convocation of McGill University, November 10, at Macdonald College. The degree will be conferred by Mr. B.C. Gardner, Chancellor of McGill.

This is one of the few occasions when a special convocation of McGill is held away from the campus of the university itself. It is to be held at Ste. Anne de Bellevue because Dr. Bunche is to deliver the War Memorial address at Macdonald.

Rotation Programme For 27th: Ottawa, October 22 (Citizen) -- Nearly 1,900 officers and men will sail from Canada starting early next month to launch the Defence Department's new 18-month rotation programme for troops serving in the 27th Infantry Brigade Group in Germany.

The plan will involve eventually rotation on a unit-by-unit basis rather than on the costlier man-for-man programme which was originally planned and which obtains at the moment.

The replacement will take the places of an equal number of married officers and men of the brigade who have completed their agreed one-year tour of duty in Germany, just in time to enable them to be home for Christmas reunions with their families.

Ask Higher War Veterans' Allowances: Ottawa, October 21 (CP) -- The Canadian Legion will press for increased war veterans' allowances and higher ceilings on permissible incomes for allowance recipients during the forthcoming session of Parliament, the Legion's Dominion Command headquarters said in a statement today.

Dr. C.B. Lumsden of Wolfville, N.S., Dominion President of the 250,000-member ex-service organization, has sent a special message to the 2,000-odd Legion branches urging them to place the Legion's proposals before their members of Parliament.

Across Canada: An increase of roughly 85 per cent was marked by Canada's shipbuilding industry to boost it to 11th place in the world industry for the quarter ending September 30, according to Lloyd's Register of Shipbuilding Returns, the Montreal Gazette reports....Premier Frost said yesterday Ontario will receive \$117,000,000 from the federal Government in the 1952-53 fiscal year in return for handing over its personal income and corporation tax fields to Ottawa....Home-building is on the increase in Canada, Resources Minister Winters said. The Minister said it is likely more new dwelling units will be started this year than in 1950....Canada could continue to accept 200,000 immigrants a year without upsetting her economy in any way, Professor T. Tartakower, Chairman of the Israel Association of the United Nations, said in an interview at Regina....Introduction of higher street car and bus fares in Montreal September 26 resulted in a decrease of about 1,329,000 passengers during a 20-day period, the Quebec Public Service Board was told.



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Vol. 3. No. 204.

Thursday, October 23, 1952.

C. Of C. Urges Exchange Of Canada-U.S. Energy: Toronto, October 22 (CP) -- The Canadian Chamber of Commerce today, after stiff debate, passed a policy declaration looking towards increased exchange of energy across the Canada-United States border.

The declaration reads:

"Insofar as it is possible and with due regard to the necessity of alleviating regional hardships or meeting local requirements, energy consumers in each country should be placed in a position to obtain their needs from the most economically-sound source.

"The effective use of natural gas, petroleum, hydro-power, coal and other forms of energy should be studied with that object in view.

"For instance, an assurance of an adequate supply of natural gas to the Pacific Northwest States from the Canadian West might be reciprocated by an assured supply to the Canadian East from U.S. sources.

"Where tariffs on petroleum or other forms of energy constitute a handicap or deterrent to investment in production, distribution or trading facilities, they should be progressively removed."

The declaration came from the joint Canada-U.S. committee of the Canadian Chamber and the Chamber of Commerce of the United States, with the approval of the Canadian Chamber's Board of Directors. It will be submitted also to the American Chamber by the U.S. members of the joint committee....

Three other declarations from the joint committee of the Canadian and U.S. Chambers were adopted, and will also go before the next meeting of the American Chamber.

They favoured all possible steps to urge removal of the embargo against the movement of livestock across the border, "as soon as possible"; recommended "the highest practical degree of standardization and co-operation in the production of military equipment and in defence programming; and pledged "moral and organizational support to the realization of the desirable goal of mutual understanding."

Photo Of Queen Approved For Stamps, Currency: Ottawa, October 22. (CP) -- The Queen will appear on Canadian coins and stamps well before coronation ceremonies next June, but it will be many months before her likeness appears on Canadian paper currency.

A photograph of the Queen when she was a princess, will appear on a series of new Canadian stamps, likely to be issued next March, federal officials disclosed today.

Mint officials said that new Canadian coins bearing the Queen's effigy probably will start to roll off mint machines next January. Altogether, about 100,000,000 — from one-cent to 50-cent pieces — likely will flow out of the mint in 1953.

Officially approved as the stamp photograph is one of a number taken by Yousuf Karsh of Ottawa at Clarence House, in London, in July, 1951, just before the Royal couple, Elizabeth and the Duke of Edinburgh, embarked on their cross-country Canadian tour.

One selected by the Canadian Post Office Department was officially approved by the Queen's secretariat. It was a full-length photograph trimmed down to head and shoulders. The Queen wears a satin gown, tiara and diamond necklace.

A photograph in that same series by Mr. Karsh also has been selected by the British Philatelic Association and the Philatelic Traders' Society to grace a special coronation envelope. This will be used for the first day of issue of the U.K. Coronation stamp on Coronation Day, June 2.

Canadian postal authorities also plan to print a special coronation stamp, but officials said a design has not yet been selected.

A master die for the new series of stamps bearing the Queen's likeness now is being cast and the stamps will be issued in one, two, three, four and five-cent denominations.

The Bank of Canada also plans a new series of bills bearing the Queen's effigy, but here it is planning to do a double job, slowing development. Bank officials want to make Canadian paper currency tougher for counterfeiters to forge. They are considering new colour processes and changes in design.

Shipments Via U.S. Ports: (Department of Trade & Commerce) -- The Department of Trade and Commerce has notified Canadian exporters that the United States control authorities have issued revised regulations increasing the list of commodities which are not eligible to pass through the United States under the General In-transit Licence to third destinations. The list now comprises sixty-one items, including copper, brass and bronze, and tungsten. Items on the list will require a United States Export Licence if passing through United States ports. Applications for United States licences should be made to the Office of International Trade, Department of Commerce, Washington, or the Field Office of the Department of Commerce, New York.

Representations are being made to the Department of Commerce, in Washington, to obtain reconsideration of the present regulations.

For shipments for which Canadian Export Permits have been issued, it has been arranged that the U.S. licence will be made available immediately, provided that the application for it is supported by a true copy of the Canadian Export Permit.

Considering Home Loan Guarantees: Seignior Club, Quebec, October 22 (CP) -- The Government is making a continuous review of the possibility of reviving its pre-war policy of guaranteeing home-improvement loans, the Minister of Resources and Development, Mr. Winters, said tonight.

At present elements of danger in over-expansion of credit are blocking any such move, Mr. Winters said, in an address to the Canadian Institute of Plumbing and Heating.

The Minister recalled that the National Housing Act contains a section empowering the guaranteeing of home-improvement loans but that the section has not been proclaimed. It is similar to 1937 legislation under which the treasury guaranteed \$50,000,000 in this type of loan.

Across Canada: The Canadian Chamber of Commerce yesterday requested the Canadian Government to take the initiative in having the World Calendar placed on the agenda of the United Nations Assembly at the earliest possible date....The annual meeting of the Canadian Good Roads Association at Quebec yesterday adopted a resolution urging the immediate appointment of a federal Director of Transport. The resolution said the duties of such a Director would be to make a complete nation-wide survey of roads and road transport facilities so there will be adequate preparations in the event of war....Proposed establishment of a \$65,000,000 integrated forest industry in the Arrow Lakes region, 300 miles east of Vancouver, by Celgar Development Co. Ltd., was given the green light by the B.C. Government....The Ontario Legislature voted approval of the principle of a five-year tax agreement with the federal Government. Under terms of the pact, Ontario will turn over its personal income and corporation tax fields to Ottawa in return for annual payments, which this year will total \$117,000,000....In the first of the Western football play-offs Calgary defeated Edmonton at Calgary yesterday 31 to 12. The second game will be played Saturday.

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Vol. 3, No. 205.

Friday, October 24, 1952.

Must Resist Provocation, Mr. Pearson Declares: New York, October 24 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, last night called for support for the U.N. and stressed the need for patience in dealing with international problems.

He was speaking at a dinner given by the American Association of the United Nations at the Waldorf-Astoria Hotel.

"We shall be provoked," he said, "but we must resist provocation. We shall be frustrated in our attempts to work out settlements in crucial areas of the world, but we must resist the temptation to react to rebuffs by tough and provocative retaliation.

"We shall be faced with propaganda hostile to everything we believe in, but we must answer patiently and methodically the incredible charges made against us.

"Our best course—indeed our only course—will be to persist in strengthening our collective capacity within the United Nations to resist aggression, and to continue with diligence and perseverance the search for solutions of problems as they arise."

\$7,900,000 Trade Deficit In September: Ottawa, October 23 (CP) -- Canada's total foreign trade swelled during September, but for the second month this year, imports outpaced exports, resulting in a \$7,900,000 deficit, the Bureau of Statistics reported today.

One of the factors in the deficit was a decline in shipments to the United Kingdom, which had been buying heavily in Canada all through the earlier months despite a persistent dollar shortage.

Total exports for the month increased to \$341,200,000 from \$323,500,000 a year ago, while imports climbed sharply to \$349,100,000 from \$311,500,000.

September's deficit compared with a small \$700,000 unfavourable balance during May and with surpluses in all other months, which had brought the total eight-month surplus to \$243,100,000. This now is trimmed to \$235,200,000, which still is a vast improvement over the \$323,800,000 unfavourable balance in the first nine months of 1951.

The Bureau's estimates for September were contained in a preliminary statement which is subject to revision.

It showed shipments to Britain dropped almost \$10,000,000 during the month to \$43,000,000 from \$52,800,000 a year ago.

Imports from Britain, which had been lagging sharply earlier in the year, picked up slightly, increasing to \$31,500,000 from \$28,600,000 a year ago.

Coast To Coast Benefits From Seaway: Ottawa, October 24 (Department of Transport)

Back from Washington where he attended the final hearings by the International Joint Commission on applications by the Canadian and United States Governments for approval of the construction of works for the key power development in the international rapids section of the St. Lawrence River, the Minister of Transport, Mr. Chevrier, today expressed the view that work would start on the project as soon as this and one other hurdle were surmounted. The second hurdle was that "the United States has yet to name the entity that will act in that country with respect to the power development, and that and that entity must have a licence from the Federal Power Commission."

The Minister was addressing the 27th annual Conference of the National Purchasing Agents which is being held under the auspices of the Council of Canadian Purchasing Agents' Association at Toronto.

Co-operation from the United States was required for the basic power development in the international section of the St. Lawrence River. He said "that co-operation is being extended by the administration in Washington," for which "we are most grateful."

The St. Lawrence seaway and power project "promises to be a major force in directing our economic development" and its completion "will bring benefits from coast to coast in Canada", said the Minister, adding that "very few projects in our history can make such a claim." In his opinion the most obvious benefits would be the fact that the Seaway "will open a much larger market for ore from Labrador than could otherwise be reached," and would increase the potential sales to "at least 20,000,000 tons a year, just double the present goal, and a growing market thereafter."

Buy More From U.K., Canada Urged: Toronto, October 23 (CP) -- If Canada would switch to Britain six per cent of what she buys from all countries of the world, then trade between the two countries would be balanced, Sir Archibald Forbes, President of the Federation of British Industries, said today.

He was addressing the closing session of the three-day annual meeting of the Canadian Chamber of Commerce.

He said that of all the goods which Canada buys outside her own borders, she buys eight per cent from Britain, compared with 18 per cent before the war.

Britain, he continued, has always bought more from Canada than she sold here, and in 1951, even with dollar difficulties, she bought products worth \$675,000,000, while Canada bought from her products worth \$421,000,000. This gap has widened in 1952.

"We are faced with the situation where we must increase our dollar income, or reduce our dollar expenditure.

New Consumer Price Index: Ottawa, October 23 (CP) -- Canada's consumer price index was unveiled today. It showed that living costs during August went up and not down as conveyed by the old cost-of-living yardstick.

The new measuring rod, based on 1949 prices equalling 100, increased by one-tenth of a point to 116.1 from 116.0. The old index, now superseded, estimated a drop of 1.1 points to 186.5 from 187.6. In the new index, the food sub-group went up; in the old one, it went down.

The Bureau of Statistics said the new index is the most comprehensive the Bureau has developed. It is more accurate than the old cost-of-living index and a better judge of the actual trend in living costs reflected by price changes.

Says West Short Of Sub-Fighting Ships: Ottawa, October 23 (CP) -- Britain's First Sea Lord said today the Western Powers have devices capable of coping with the latest submarines but a shortage of fighting ships to use them.

Talking freely about the sort of sea war that could be anticipated in any armed conflict with Russia, Admiral Sir Rhoderick McGrigor told a press conference that—if it came—it would undoubtedly be ushered in by intensive submarine and minesweeping operations by the Soviet.

It happens, he added, that the worst naval shortage among the Atlantic Pact powers are in anti-submarine escort vessels and minesweepers, the types that would be most needed.

Across Canada: Mr. St. Laurent said yesterday that United Nations achievement far is evidence that international co-operation is not an unattainable dream "but a goal that, with God's help, will be reached some day." In a 300-word statement issued on the eve of the seventh anniversary of the signing of the U.N. charter, Mr. St. Laurent said the work of the U.N. "should be the concern and active interest of us all...." Mr. A.H. Wilford, President and Publisher of Trade and Transportation Magazine, said in Montreal yesterday it is his impression that within three years Canada will become the world's greatest pure-bred livestock nation.



Miss Hamilton

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Vol. 3, No. 206

Monday, October 27, 1952.

Report U.S. Investors Taking Profits On Canadian Securities: Ottawa, October 27 (Journal) -- Many United States investors in Canadian securities are disposing of their holdings to reap big profits through Canada's high-flying dollar, federal officials said Friday.

This has sparked a reversal of the flow of capital through security transactions. Last year the emphasis was a heavy movement into Canada. This year the reverse is true.

International sales of securities, such as stocks and bonds, declined to \$368,000,000 during the first eight months of 1952 from \$372,600,000 last year, while purchases from other countries increased to \$409,000,000 from \$311,600,000, the Bureau of Statistics reported.

With securities sales down and purchases up, Canada had a net purchase balance of \$41,000,000 in international transactions for the eight-month period. This compares with a sales balance of \$61,000,000 a year ago. The bulk of Canada's transactions is with the U.S.

Reason for the reversal, officials said, is that many American investors purchased Canadian bonds and stocks at a time when the Canadian dollar was under par. With the dollar now well above par, they are disposing of their holdings in Canadian markets and turning their Canadian dollars into bigger amounts of American currency.

Canadian Losses Quoted By Reds Termed "Propaganda": Ottawa, October 26 (CP) -- A Canadian Army spokesman today described as "grossly exaggerated" the communist claim that the 25th Canadian Brigade suffered 230 casualties in heavy fighting at Little Gibraltar Hill in Korea last week.

He was commenting on a dispatch from Seoul reporting a North Korean communique claiming that number of casualties in heavy Western Front fighting at Little Gibraltar Hill, west of Chorwon.

"That, of course, is communist propaganda," the spokesman said. "We haven't got the final figures on the casualties for publication yet, but I am certain they are nowhere near that number."

The spokesman said last week's fighting was heavy, with the heaviest action believed to have taken place last Thursday. However, casualties reported by the Army for last week only amounted to 36, including six killed in action, two missing and believed killed, 26 wounded and two injured in action.

\$100,000,000 Hydro Development In Quebec: Quebec, October 24 (CP) -- Work will begin early next year on a \$100,000,000 Quebec Hydro-Electric Commission project that will serve the expanding industrial needs of a vast Eastern Quebec area extending from the Saguenay region to Gaspé Peninsula.

The announcement was made today by Premier Duplessis who said hydraulic resources department officials have described the project as the largest single hydro-electric development ever undertaken in Quebec.

Indicates Alberta Gas For The East: Toronto, October 24 (CP) -- Premier Frost of Ontario indicated tonight that he expects Alberta natural gas to enter Ontario and Quebec.

In an address prepared for delivery tonight to a dinner of the Toronto Stock Exchange, Mr. Frost said in part:

"We are on the threshold of many new developments, such as the St. Lawrence Seaway and power project, and the pipeline which will bring the natural gas of Alberta to the Ontario and Quebec markets."

Sale of Alberta natural gas in the east has been under discussion for some time, but no decisions have yet been announced by the parties concerned.

Barley Pool Payment: Ottawa, October 24 (CP) -- Western barley growers selling to the Canadian Wheat Board will get an average of 14.729 cents a bushel as a final payment under the 1951-52 Barley Pool, the Trade Department announced today.

Gold Mining Municipalities Delegation: Toronto, October 27 (CP) -- Prime Minister St. Laurent and members of the Cabinet will meet November 10 with a delegation representing Canadian gold mining municipalities and communities, it was announced yesterday. The delegation, headed by municipal officials from Quebec, Ontario, Manitoba and British Columbia centers, will discuss the drop in gold prices.

Veteran Parliamentarian Passes: Toronto, October 27 (Globe & Mail) -- Member of Parliament, representing East Toronto ridings for 31 years, Mr. Joseph H. Harris, 63, died from a heart attack Saturday in the Toronto East General Hospital. He had been ill only a few days.

Football Results: There were two big surprises in week-end football. Winning their first game of the season, Montreal Alouettes defeated Hamilton, 21-18, in a Big Four clash in Montreal Sunday. Edmonton advanced to the Western finals Saturday defeating Calgary, 30-7. They overcame a 19-point lead. The Ottawa Rough Riders' playoff hopes waned in Toronto Saturday as the Argos came through with a 20-14 win....In the Senior Intercollegiate, Toronto Varsity defeated Queen's, 9-1, and Western defeated McGill, 16-9.



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Vol. 3, No. 207.

Tuesday, October 28, 1952.

Mr. Wilgress On Foreign Policy: Toronto, October 28 (Globe & Mail) -- The North Atlantic Treaty has become the main base of Canadian foreign policy, Mr. L. Dana Wilgress, Under-Secretary of State for External Affairs, told the Canadian Club yesterday during his first visit to Toronto in seven years.

In an outline of Canada's position in relation to the other nations of the world, he emphasized that Canadian prior interest in NATO does not mean this country has lost interest in United Nations.

Indicative of our great interest in UN is the fact that a Canadian, Mr. Pearson, is President of the General Assembly, he added.

Nor is the North Atlantic Treaty in conflict with the UN charter, Mr. Wilgress declared. Article 51 of the charter recognizes the right of a country to take collective measures in self-defence if satisfactory arrangements cannot be secured through the machinery of UN.

"The North Atlantic Treaty is nothing less than the exercise of this right of self-defence in the face of a very real threat of aggression," he asserted.

"Because we have had to resort to another instrument to obtain real security, we should not fall into the easy habit of thinking of the United Nations as a useless burden and an exercise of sham and propaganda. It remains of very great importance and represents the only forum where East and West can meet.... we must therefore resist the temptation to throw away the good because we cannot have the best."

Exporters' Association On U.S. Import Quotas: Seigniory Club, Quebec, October 27 (CP) -- The United States was charged today by the Canadian Exporters' Association with violating the General Agreement on Tariffs and Trade, signed in Geneva in 1947.

Also the manner of administration of U.S. customs regulations was tagged with creating a barrier to the sale in the U.S. of the goods of other countries.

The charge of violation of GATT came in connection with existing American import quotas on Canadian dairy products, "especially aimed at cheese."

In regard to customs regulations and their administration, the Association said they had "reduced if not nullified" the benefits of many international trade agreements concluded since the war, insofar as their effect on U.S. imports is concerned.

"These administrative obstacles," said the Association, "affect Canada's export trade, not only directly, but also indirectly by limiting the dollar-earning capacity of many other countries which could otherwise export more to the United States."

It added:

"Canada, by reason of the important trading position she occupies vis-a-vis the United States, has some responsibility to taking a leading roll in any trade discussions with that country."

The Association, starting its two-day annual meeting, recommended further representations by the Canadian Government with a view to repeal of the "Andresen amendment" to the U.S. Defence Production Act, which establishes the dairy quotas; and with a view to passage by the next Congress of the U.S. Customs Simplification Act of 1950.

Exports Up \$360,000,000 In 9 Months: Ottawa, October 28 (CP) -- Canada's exports jumped by more than \$360,000,000 in the first nine months of 1952 as a boost in volume of shipments outweighed the impact of weakening prices. Shipments rose to a peak of \$3,180,690,000 for the nine months from \$2,818,242,000 in the similar nine months of 1951, the Bureau of Statistics reported yesterday.

Officials estimated the current trend may lead to a new high for the year, surpassing the previous record of almost \$4,000,000,000 reached a year ago.

Shipments were higher to virtually all parts of the world, with the exception of the United States, Canada's top customer, which has placed an embargo against Canadian cattle and meat because of foot-and-mouth disease in Saskatchewan earlier this year.

The trend toward lower prices, which showed up earlier this year, continued in September. Average prices of Canada's exports dropped almost five per cent from September a year ago, but volume jumped about 10 per cent.

This increased the value of the month's shipments to \$341,200,000 from \$323,500,000 last year and helped provide the 13-per cent boost over the nine-month period.

During the nine-month period, exports to the U.S. slipped to \$1,700,000,000 from \$1,717,000,000.

"Many New Jobs" In New Developments: Ottawa, October 27 (CP) -- Unemployment in Canada continued to decrease during September, the Labour Department reported today.

In its monthly survey, the Department said there were 142,800 registered unemployed at October 2 compared with 147,800 September 4, and 134,800 October 4, 1951.

Large-scale development projects in Labrador, Northern British Columbia and other undeveloped areas were creating many new jobs for the record working force of 5,400,000, said the Department.

Established industries were expanding and increasing their staffs. Employment in aircraft and ship-building had increased by approximately 50 per cent over last year.

The record grain crop in the west provided additional jobs.

TV Sparking \$30,000,000-A-Year Business: Ottawa, October 27 (CP) -- Advent of Canadian television has engendered a boom in sale of TV sets which now is heading toward a \$30,000,000 yearly business.

On the other hand, the Bureau of Statistics reported today, sale of ordinary radio receivers is slipping.

Sales of TV sets in the first six months of this year totalled 27,294 worth \$13,063,041 compared with 19,709 worth \$10,898,413 in the first six months of 1951.

Ordinary radios sold in the first six months of this year totalled 218,542 valued at \$20,243,508 compared with 302,737 in the first six months of 1951 worth \$25,810,495, a 28 per cent decline.

Across Canada: The Advisory Council of the National Liberal Association yesterday asked the Government to "give consideration to the immediate abolition of the radio licence fee...." Mr. John H. Ferrie, of Montreal, was elected President of the Canadian Exporters' Association, succeeding Mr. Alex Gray of Toronto. Mr. Ferrie is Vice-President, Canadian Bronze Power Works Ltd.... Mr. Curtis H. Johnson, President of the Society of Exploration Geophysicists, said yesterday that unless more students were encouraged to enter this branch of science a serious man-power shortage would develop in the next few years.



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Vol. 3, No. 208.

Wednesday, October 29, 1952.

No "Easy Hope" For Tax Cuts, Says Mr. St. Laurent: Ottawa, October 28 (CP) -- Lower taxes are possible, Prime Minister St. Laurent said tonight.

But he told the Advisory Council of the National Liberal Federation that he could not honestly hold out "easy hope" of tax cuts with war in the background.

After a long review of the Government's record of spending -- much of it on defence -- he added:

"We all realize ... the need for constant vigilance to avoid unnecessary expenditures on defence. But there is just no use in pretending we can buy our national security in a bargain basement.

"All this does not mean there is no hope of lower taxes.

"If we keep on increasing our national production, keep strict control on all expenditures, save wherever we can and do not make too many demands on Government, some relief should be possible -- and, of course, as and when the danger of war is reduced there will be room for substantial improvement.

"But it would not be honest to hold out easy hope."

"I shall be giving away no secret if I say this may be the last meeting of our federation before there is a general election," said the Prime Minister.

St. Lawrence Hearing In Montreal: Montreal, October 29 (CP) -- The International Joint Commission went into closed executive session here yesterday to consider a joint Canada-United States application for permission to launch the power phase of the \$700,000,000 St. Lawrence Seaway and hydro development.

Meeting under the chairmanship of Gen. A.G.L. McNaughton, Canadian co-chairman, the six-man commission devoted the full day to study of the application and representations made both for and against it in a series of public hearings both in Canada and the United States.

The Commissioners rose for dinner at 7 p.m. and scheduled two more meetings -- one for later in the evening and another at 10 a.m. today. No statement was made last night.

They had before them an application from the federal Governments of the two countries for permission to have agencies designated by them develop 2,200,000 horsepower of hydro energy in the International Rapids section of the St. Lawrence River. The Canadian agency would be the Ontario Government.

Record Revenues For Ten Provinces: Ottawa, October 28 (CP) -- Revenues and expenditures of Canada's 10 provincial governments will pass the \$1,000,000,000-mark in the current fiscal year.

The Bureau of Statistics today estimated net general revenues at \$1,059,606,000 for the fiscal years ending nearest to March 31, 1953. This represented an increase of 14.6 per cent over the estimated revenue total of \$924,552,000 for the years ended nearest to March 31, 1952.

Net general expenditures, exclusive of debt retirement, were estimated at \$1,141,625,000, up 11.8 per cent from the aggregate of \$1,021,059,000 for the previous year.

The Bureau's figures were based on published estimates and budget speeches of the provincial governments and supplemented by information from other sources.

The Bureau's figures indicated that five provinces-- Prince Edward Island, Nova Scotia, Ontario, Saskatchewan and British Columbia--will end the current fiscal year with deficits aggregating \$82,019,000. In the five cases, net general expenditures, exclusive of debt retirement, will exceed net general revenues.

However, in the case of Ontario, a taxation agreement has been signed with the federal Government since the Province's 1952-53 budget was introduced.

The Bureau's figures showed Ontario expenditures exceeding revenues by \$75,856,000. Deficit of \$1,180,000 was shown for Prince Edward Island; \$2,050,000 for Nova Scotia; \$7,028,000 for Saskatchewan and \$20,214,000 for British Columbia.

Taxes are expected to yield \$529,933,000 to the provinces compared with \$462,400,000 in the last fiscal year.

Value Of Grain Crops May Total \$1,800,000,000: Toronto, October 28 (CP) --

The Minister of Trade and Commerce, Mr. Howe, tonight described Canadian grain production and sales as a "bell-wether" of the entire economy and forecast that the value of grain crops this year may total more than \$1,800,000,000.

While the sales outlook is bright, he said in a speech prepared for delivery before the Junior Investment Dealers' Association of Canada, problems are developing in the renewal of the four-year international wheat agreement which ends July 31 next.

Canada, he said, will participate in negotiations to renew the pact "but we shall not be easily satisfied."

While renewal would be "good" for Canada and for the world generally, Canada could get along without it and its renewal "can by no means be taken for granted."

Mr. Howe said he decided to speak about grain to the investment dealers because, whether they realized it or not, grain was one of the mainstays of the economy.

"Strong grain prices are associated with a high level of demand generally; rapidly declining prices have often been a forerunner of trouble. Certainly the rapid fall in grain prices gave the 'tip-off' to the great depression of the thirties."

Across Canada: The British Columbia fishing industry, recovering from a strike which ended only 10 days ago, tonight was threatened with a new walkout. The Fisheries Association of B.C. said there will be no herring fishing this winter unless the United Fishermen and Allied Workers' Union (T.L.C.) agrees to a reduction in earnings....Canadian soldiers last week fought their toughest battle of the Korean War at Little Gibraltar Hill. There were at least 66 casualties, including 14 dead and 13 missing. This was disclosed October 28 in Army Headquarters statements and dispatches from the Korean front. The Army issued its 148th casualty list of the Korean War, reporting 30 wounded and nine injured in addition to the dead and missing.



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Vol. 3, No. 209.

Thursday, October 30, 1952.

I.J.C. Approves Seaway Hydro Project: Montreal, October 29 (CP) -- Canada and the United States got an official okay today to go ahead with plans to develop 2,200,000 horsepower of needed electric energy in the international section of the St. Lawrence River.

The giant project is part and parcel of Canada's proposal to construct the long-awaited St. Lawrence Seaway, which also moves a step toward fruition with the power scheme.

The authority came from the International Joint Commission, which announced its approval of a joint Canada-U.S. application for permission for designated agencies to build \$450,000,000 worth of power installations in the St. Lawrence near Cornwall.

The Commission, a Canada-U.S. body which regulates boundary waters, noted in its announcement only the naming of an agency by the U.S. Government now prevents a start on construction of the power works.

Seaway Project Seen Starting In 1953: Ottawa, October 29 (CP) -- The Canadian Government looks for a start on construction of the St. Lawrence seaway-power project next year, the Minister of Transport, Mr. Chevrier, said today.

Mr. Chevrier, elated by a go-ahead order issued by the International Joint Commission in Montreal, made the prediction before the National Federation of Liberal Women at a luncheon.

The Minister, who would be in charge of Canada's end of the huge development, expressed the hope that the last major obstacle—naming the United States agency to join with the Ontario Government in developing power—would be overcome in time for a 1953 beginning.

"Given the same co-operation by the U.S. authorities as has been received up to now," he said, "there is in my mind no doubt that actual construction work will start next year."

Mr. Chevrier told the meeting that the Government is "delighted" at the order of the Commission, the six-man Canada-U.S. body that regulates the use of boundary waters. It would be a "great satisfaction" to all Canadians.

He did not disclose the terms of the I.J.C. order — understood to be highly technical — but he said Canada will abide by them. One of the points in the order, it was expected, would be that of making sure the huge hydro development in the International Rapids section of the St. Lawrence River takes into account water levels in the Great Lakes.

In his speech delivered shortly after the I.J.C. order was issued at Montreal, Mr. Chevrier placed the over-all cost of the hydro and navigation project at \$750,000,000. Previous Canadian estimates have run to about \$700,000,000.

Ontario Signs Tax-Rental Agreement: Ottawa, October 29 (CP) -- The federal and Ontario Governments today formally concluded a five-year tax rental agreement.

At a brief ceremony, Finance Minister Abbott signed for the federal Government and Premier Frost for Ontario, Dr. W.C. Clark, Deputy Minister of Finance, presented to Mr. Chester S. Walters, Ontario's Deputy Treasurer, two cheques totalling \$61,600,000. They represented federal payments to Ontario for the first six months of the agreement.

Mr. Coldwell On World Commerce: Outlook, Sask., October 29 (CP) -- Mr. M.J. Coldwell, C.C.F. Leader, today said that unless the West makes adequate preparation for the industrial re-awakening of Japan, Germany and other countries "we shall be confronted with the most severe commercial crisis since the early 1930's."

Mr. Coldwell spoke at a C.C.F. nominating convention here for the Rosetown-Biggan Constituency which he represents in Parliament.

He said:

"If we do not have the foresight to plan the expansion of world commerce, but instead resort to restrictive practises in an effort to keep Japanese, German and other goods out of circulation, then we shall have a repetition of the economic chaos which has been responsible in the past for precipitating depressions and national conflicts."

He said that two courses are necessary to meet the threat of increased competition from German and Japanese goods.

"The first is to see that the increase in production is used to improve the living standards of the world's people. Only by this positive approach can new markets be created and world trade expanded."

"The second objective must be to encourage in every way the development of economies which are complementary to one another."

The Commonwealth Colombo Plan, the United States Point-Four Programme, and the United Nations Technical Assistance Programme, provided adequate administrative machinery to implement the first course.

McGill Registration From 50 Countries: Montreal, October 30 (Gazette) -- Registration of students of more than 35 religious faiths from more than 50 countries indicates the growth of the University and the extent it is known, says the annual report released yesterday.

The Church of England is the faith of 1,419 students; the Roman Catholic of 1,301; the United Church of 1,212; and the Hebrews number 1,205. Other denominations with sizeable numbers at the University include Baptists, 119; Greek Orthodox, 163; Lutheran, 108; Presbyterian, 411.

There are four Buddhists; one Confucian, eight Quakers, three Jehovah Witnesses, 13 Hindus, one Mennonite, one Mormon, two Plymouth Brethren, 21 Russian Orthodox, four Salvation Army, 352 Protestants (no detail), 38 no religion, 51 "others" and 90 whose religion was not stated.

Across Canada: Details of a proposal by the Manitoba Government to purchase the hydro-electric assets of the Winnipeg Electric Co. Ltd., were revealed in a formal offer mailed to common stockholders....The Ontario Hydro Power Commission will increase its rates for power to municipalities by an average of 14.8 per cent in Southern Ontario beginning January 1, Mr. Robert H. Saunders, Commission Chairman, said....Controller Len Coulter announced yesterday that he will be a mayoralty candidate in the civic elections December 1. Mr. Coulter, who had indicated previously that he would run, will oppose Mayor Charlotte Whitton. Indications are it will be a two-way fight... Producers' sales of television sets were sharply higher in June, and there was a gain of 38 per cent in the six month period, according to the Bureau of Statistics.



Miss Hamilton

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Vol. 3, No. 210.

Friday, October 31, 1952.

St. Lawrence Gut Dam Removal Under Way: Ottawa, October 30 (CP) -- The Canadian Government today launched the removal of Gut Dam, a controversial structure in the St. Lawrence River that is blamed by some for the destructively-high water levels of the Great Lakes.

The Government awarded a contract for the elimination of the 51-year-old dam with the proviso that it is to be wiped out by January 15, 1953. The contract went to the Canadian Dredge and Dock Company of Toronto.

The award was in line with a commitment from the Government that it would have the dam torn down when the International Joint Commission gave a favourable decision on the Canada-United States application for permission to develop hydro power on the International Rapids section of the St. Lawrence River as part of the St. Lawrence seaway.

The Commission did that at Montreal yesterday, partially clearing the way for the \$750,000,000 hydro-waterway project in which Canada's federal Government is to develop the navigation works alone.

The Minister of Transport, Mr. Chevrier, under whose direction the Canadian end of the seaway would be built, had this comment on the dam action:

"We are abiding by the terms of the order of the International Joint Commission. That is an indication of how Canada carries out an agreement."

Before today's announcement that the 900-foot dam is to be cleared off by January 15, the view of Government officials here had been that it would have to be done by gradual stages, taking up to about 18 months.

This was because of the possibility that the release of lake waters might create flooding in the lower reaches of the St. Lawrence River, particularly around Montreal. Engineers have been studying this for several months.

The dam is located below Prescott, Ontario, stretching between Adams Island on the Canadian side to Galop Island on the U.S. side. It was built by Canada in 1901 to protect water levels in the river canal system.

Report Wheat Sales Heaviest In History: Winnipeg, October 30 (CP) -- Western Canada's record wheat crop not only has been harvested in good condition, but demand is excellent and exports sales are being made in record volume.

An official of the Canadian Wheat Board today confirmed reports that forward sales — commitments made to ship wheat to other countries in future months — are heavier than at any time in history.

The port of Vancouver is "booked solid" until the end of the crop year, July 31, 1953, and the wheat board said it now is turning down business calling for shipments through the Pacific Coast port.

A similar situation is rapidly being reached in connection with export sales for shipment through Eastern ports.

Grain officials said Canada's commitment under the International Wheat Agreement "is just about filled, with not more than about 5,000,000 bushels remaining to be sold as wheat in the final year of the agreement."

Mr. W.C. McNamara, Assistant Chief of the Canadian Wheat Board, today described the sales outlook as never better."

Mr. McNamara said there was a good market for wheat at "free" prices — sold outside the agreement. The chief limitation of sales was transportation.

Canada started the new season with an I.W.A. commitment of 235,000,000 bushels, of which some 50,000,000 bushels was to be taken as flour.

Trade reports here today said 180,000,000 bushels of the remaining 185,000,000 bushels of wheat had been sold.

Land-Office Sale Of Canada's New Map: Ottawa, October 30 (CP) -- A land-office business opened today in a set of offices on lower-town Sussex street. For the first time in nearly 25 years, Canada was selling a new map of Canada.

Previous publicity on the map has drawn hundreds of queries from all parts of this country and from many points in the United States and abroad.

A fairly good map of Canada, dated 1947 but revised since, hangs on many office walls. It is bigger than the new model, which doesn't replace it. Its dimensions are approximately 58 by 40 inches. The new map is about 40 by 36.

Main difference in the new edition is that it covers Canada up to the North Pole—the 1947 map only goes to about the 77th parallel — and that it is accurate to within one per cent in all dimensions and directions.

The old map is just about as accurate between the Northwest Territories' southern border and the United States boundary. The new one gives a truer picture of what belongs to Canada.

It shows some new islands in the Arctic and various lakes, inlets and bays which were not accurately defined before. Behind its production lies years of aerial photography by the R.C.A.F. and a barrelful of cartographers' headaches.

For example, it shows two islands in Foxe Basin some 200 miles north of the northern part of Hudson Bay, which were discovered by the Air Force during its photographic work.

Cartographically, it is a "Lambert conformal conical projection, standard parallels 49 and 77 degrees, modified Polyconic north of Latitude 80."

Another Shipment Of Arms For France: Ottawa, October 30 (CP) -- The French Army will receive another shipment of arms this month from Canada, the Defence Department announced today.

The Mutual Aid shipment, which will include mortars, ammunition and stores, will be shipped from Montreal at the end of this month and delivered at a French port early in November.

France, Italy, Portugal, Belgium, Norway and the Netherlands have received arms from Canada during the last few months under the North Atlantic Treaty Organization.

National Industrial Design Committee Competition: Ottawa, October 30 (CP) -- Consumers may find a new label or seal on top-quality Canadian products next year, giving them an idea of how the item rates among Canada's design experts.

But manufacturers and producers, who want to use the seal to attract customers, will have to fight for it under a new competition announced today by the National Industrial Design Committee.

The Committee, eager to promote top-notch designing among Canadian products and thus promote sales and boost exports, said it will award a special design merit seal or certificate to the winners.

Across Canada: An increase in telegraph rates from Canada to the United States, effective tomorrow and averaging approximately 18 per cent, was announced jointly yesterday by Canadian Pacific and Canadian National Telegraphs.... Mr. David Croll, Liberal member of Parliament for Spadina, will have 500 dunams (125 acres) of land, in the Negev named in his honour in recognition of his services in Israel, it was announced yesterday. Prime Minister Ben Gurion of Israel has been informed of the project and has approved. "We feel this is the finest way of showing Mr. Croll how deeply we appreciate all he has done," Mr. Joseph Gottlieb, Executive Director of the Jewish Fund, said, the Canadian Press reports.... The Army today issued its 149th list of casualties of the Korean war, three days after reporting 66 casualties in last week's battle for Little Gibraltar Hill. Yesterday's list reported one killed in action, one dead of wounds, three missing in action and seven wounded in action.



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Vol. 3, No. 211.

Monday, November 3, 1952.

Anglo-U.S.-Canadian Weapons Talks: Ottawa, November 2 (CP) -- Senior Canadian, British and U.S. army officers will meet in Quebec this week to pool information on new weapons and new technical developments which can be applied to present weapons, defence headquarters announced yesterday.

The Conference, opening November 7 and lasting several days, will be preceded by a tour of military installations, including the U.S. Infantry Centre at Fort Benning, Ga., the United Kingdom School of Infantry at Warminster and the Infantry Training Camp at Valcartier, Quebec.

Officers of the three countries also will arrange trials where developments are sufficiently advanced for standardization of arms and equipment.

The private talks will be opened by Lt.-Gen. Guy Simonds, Chief of the Canadian Army General Staff. Chairman will be Maj.-Gen. H.A. Sparling, Vice-Chief of the Canadian Army General Staff.

Canadian delegates will be headed by Brig. J.M. Rockingham, Director-General of Military Training and Commander of the 25th Infantry Brigade in Korea for almost two years.

Canada Salutes New Chilean President: (Press Release No. 68, November 1, 1952.) --

The Department of External Affairs announced on Saturday that Mr. Léon Mayrand, Canadian Ambassador at Santiago, has been appointed as Special Ambassador of Canada to Chile on the occasion of the inauguration of the recently elected President of Chile, General Carlos Ibanez del Campo. The ceremonies would take place at Santiago from November 1 to November 4.

In addition to Mr. Mayrand, it was stated, the Canadian Special Mission would comprise Messrs. J. Wolfe and M.R.M. Dale of the Canadian Embassy at Santiago, both of whom would have the rank of First Secretary for the occasion.

The Ambassador was to transmit to the new President a message from the Prime Minister extending his congratulations and best wishes to the people of Chile.

I.J.C. Approval Order: (Press Release No. 69, November 1, 1952.) -- It was announced on Saturday that the Secretary of State for External Affairs had received from the International Joint Commission its Order of Approval dated October 29, 1952, regarding construction of certain works for development of power in the International Rapids Section of the St. Lawrence River.

U.S. Treasury Seeks Reciprocity With Canada: Victoria, November 3, (CP) -- Greater reciprocity of trade between Canada and the United States is the long-range aim of the U.S. Treasury-Department, Secretary of the Treasury, John W. Snyder, said here Saturday.

"We are constantly looking for ways and means of establishing a freer flow of trade between the two nations," he said in an interview. "Right now we have a customs simplification bill before the house."

Mr. Snyder said he is not alarmed about the lead the Canadian dollar has taken in value over the American bill.

"There is nothing to be concerned about as long as the spread remains as small as it is," he said.

One reason for this confidence, he said, was the close relationship between his department and Canada's Department of Finance....

Chairman Of R.T.P.C. Sworn: Ottawa, November 3 (CP) -- C. Rhodes Smith, former Manitoba Attorney-General, Saturday was sworn in as Chairman of the new anti-Combines organization, the Restrictive Trade Practices Commission.

Sworn in as members of the three-man body were Mr. Guy Favreau, Montreal lawyer, and Mr. A.S. Whiteley, former Deputy Combines Commissioner.

The new organization supersedes the old Combines Commission. T.D. Macdonald, former Combines Commissioner, now becomes Director of Combines Investigation and Research.

L.P.P. to Contest Quebec Federal Constituencies: Ottawa, November 2 (CP) -- A week-end convention here of the Labour Progressive Party of Quebec has endorsed the proposal of Provincial Leader Guy Caron to contest "at least" 25 Quebec constituencies in the next federal election, a party news release said last night.

The 125 delegates re-elected Mr. Caron as leader of Quebec's Labour-Progressive Party -- the political form of the Communist Party.

Quebec Future Bright Says Duplessis: Three Rivers, November 2 (CP) -- Premier Duplessis said Saturday night that in no other part of Canada is the future so bright as in Quebec province.

Speaking at the opening of a photograph studio of the Radisson Canoe Club, he said: "There is not a race which possesses the natural talent of the French-speaking Canadian race and the population of Quebec, immensely rich in natural talent of all types."

In world history, Europe represented the past, the United States the present, and Canada the future.

Stores Again Challenge Holy Day Ruling: Montreal, November 3 (CP) -- It was business as usual in many Montreal stores Saturday, particularly in the English-speaking West-End, as merchants defied a controversial city-by-law ordering stores to close on Roman Catholic holy days.

Saturday, All Saints' Day, shoppers wandered in and out of the stores and police methodically went along with them either making or witnessing the token purchases which will net the merchants a summons to appear in Recorder's Court.

It was the third time stores have defied the bylaws and police believe the number of defaulters may set a record.

Across Canada: Football results: Sunday - Toronto 29, Montreal 18; Saturday - Hamilton 25, Ottawa 23; Western Conference (Saturday) - Winnipeg 28, Edmonton 12....On November 3 the Governor-General will unveil monuments, in Saskatchewan at Poundmaker Indian Reserve No. 144 (commemorating the battle of Cut Knife Hill), and at Fort Battleford National Park (in memory of Paul Kane, noted painter of Indian life)....Clarence Gillis, only C.C.F. Member of Parliament from the Maritimes, has been again nominated to contest Cape Breton South....The Canadian Pacific freighter Beaverbrae, rudderless after a gale, was brought safely to Halifax on Sunday.



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Vol. 3, No. 212.

Tuesday, November 4, 1952.

Mr. Martin On P.O.W. Issue: United Nations, N.Y., November 3 (CP) -- Canada today pointed up to the United Nations the possibilities of solving the key issue of war prisoners if the Communists are seeking a Korean cease-fire in good faith.

Mr. Paul Martin, Minister of National Health and Welfare, told the General Assembly's Political Committee it "should not despair of reaching an eventual settlement." He said there is apparently only a "small area of disagreement" on the prisoners question, the only issue blocking a cease-fire.

If the Communists are in good faith it should not be difficult to reach agreement, Mr. Martin said. If there is a misunderstanding then serious study of the question must continue. But if the Communists are in bad faith "then the problem becomes insoluble."

The Canadian delegate suggested that to end the prisoners question a "protecting power," made up of a group of states, could be appointed to receive Chinese and North Korean prisoners in a neutral zone where they could decide whether or not they wished to go home.

Bermudans Propose Canadian Affiliation: Hamilton, Bermuda, November 3 (CP) -- Several government members, irked by lagging negotiations with Britain, have suggested during lengthy debates in the House of Assembly that Bermuda affiliate with Canada.

"Canada is our proper place," one member said.

The debate followed attack by members on the United Kingdom Government for delay in concluding negotiations for disposal to Bermuda of surplus Admiralty and War Office land in the colony.

Some government members and business men feel that the drawnout negotiations have resulted in the loss of opportunities to establish light industries to add stability to the colony's economy, now mainly dependent on tourist trade.

VANCOUVER SUN Case: The Supreme Court of Canada was told yesterday that its ruling in a damage action against the Vancouver Sun could have "far-reaching consequences" for individuals and newspapers.

Mr. Douglas Brown of Vancouver, counsel for The Sun, made the statement before the Court reserved decision in the case, resulting from publication of a false report.

Mr. Brown said as the law now stands there is no right of action in cases where statements are made in good faith.

If the Court departed from that rule then, in the words of Mr. Justice Sidney Smith of the British Columbia Court of Appeals, an "intolerable" burden would be placed on newspapers and individuals to "warrant the accuracy of every word uttered."

The action against The Sun was launched by Mrs. Yvonne Guay of Vancouver after the newspaper published a report that her estranged husband and three children were killed in a car-train collision in North Bay, Ontario.

BTC Explains Grain Freight Increase: Ottawa, November 4 (CP) -- The Board of Transport Commissioners announced yesterday its reasons for a decision October 24 granting the railways some increases in Western grain traffic.

The Board said Western domestic freight rates on grain have not carried their share of increases granted since the Second World War on other freight.

Two Living-Costs Indexes In September: Ottawa, November 4 (CP) -- Within the next few days two yardsticks measuring September's living costs will be issued simultaneously. At least one is expected to show a sharp drop.

They are the new Consumer Price Index, measuring prices changes since 1949, and the old Cost-of-Living Index, showing changes since 1935-39. The new CPI is the official index, but both will be issued simultaneously for the next six months before the old one is dropped altogether.

Across Canada: The 6,000-ton coal carrier North Bay collided last night in Quebec Harbour with the Greek cargo-ship Vasilis, without injury reported to the crew of either ship....Federal grants, totalling \$35,820, will be made to two Toronto hospitals and the Ontario Hospital at Cobourg, for mental health equipment.



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Vol. 3, No. 213.

Wednesday, November 5, 1952.

Canadian Proposal Creates Interest: United Nations, November 4 (CP) -- United Nations delegates today showed particular interest in a Canadian suggestion that a group of neutral powers screen Chinese and North Korean prisoners in a special zone as a method of ending the deadlock over a Korean cease-fire.

The Canadian idea was voiced yesterday by Mr. Paul Martin, Minister of National Health and Welfare, in the Political Committee of the General Assembly which was in recess today.

Asian-Arab delegates, who have been working behind the scenes in search of a formula to solve the key prisoners problem, were reported especially interested in the Canadian suggestion.

1941 Seaway Agreement Superseded: (External Affairs Press Release No. 70, November 4, 1952.) -- The Department of External Affairs announced on November 4 that the United States Government had on that date been informed that the Canadian Government considered the Great Lakes-St. Lawrence Basin Development Agreement of 1941 as having been superseded by the plan envisaged in the joint application of the two governments to the International Joint Commission and the order of approval thereof made by the Commission on October 29, 1952, and that Canada, therefore, did not intend to take any action to have the Agreement of 1941 ratified....

Aviation Industry Conference: Seigniory Club, Quebec, November 5 (CP) -- More than 350 key men in Canada's aviation industry will attend the 18th annual meeting of the Air Industries and Transport Association of Canada, here, November 10-12.

Representatives of commercial air transportation companies, aircraft manufacturers and related industries are members of the association.

Highlights of the meeting will include a speech at Monday's opening luncheon by Mr. Chevrier, Minister of Transport.

Lag In Civil Defence Training: Ottawa, November 4 (CP) -- Canada's Deputy Health Minister reported tonight that civil defence planning has reached an advanced stage but said the training of tens of thousands of special emergency first-aid workers is lagging.

Dr. G.D.W. Cameron told the national conference of the Order of St. John in Canada -- one of the most important voluntary agencies linked with the civil defence programme -- that Canada's C.D. programme compares favourably with that of Britain and in some respects is ahead.

Views On Taxation: Toronto, November 4 (CP) -- Premier Frost of Ontario said today taxes in Canada must be reduced.

Addressing the annual convention of the Ontario Progressive Conservative Association, Premier Frost said the cost of living and the cost of production of which taxes are a part, can undermine the Canadian way of life.

Montreal, November 5 (CP) -- Canada's defence programme is in danger of being scaled down or "stretched out" to justify tax cuts, Michael Barkway, Associate Editor of Saturday Night, yesterday told delegates attending the Canadian Tax Foundation Conference here.

Speaking on a memorandum submitted to the conference suggesting that Canada could be expected to follow the general scaling down of other members of the North Atlantic Treaty Organization, Mr. Barkway said "there are good economic and financial reasons why our European Allies should find it necessary to stretch out their defence expenditure.

"What I fear is that we will do the same thing having none of their justification."

Ottawa, November 5 (CP) -- Mr. E.D. Fulton, Progressive Conservative Member of the House of Commons for the British Columbia constituency of Kamloops, said last night the federal Government is "plundering the taxpayers' pockets."

The Government, he said, has been overtaxing the Canadian people at the rate of \$1,000,000 a day.

Mr. Fulton's speech was prepared for broadcast over the Trans-Canada network in the CBC's series "The Nation's Business."

Montreal, November 5 (CP) -- Mr. George V. Ferguson, Editor of The Montreal Star, last night told delegates at a dinner of the Canadian Tax Foundation that Canada will do itself serious injury if "we abandon our defence programme for the sake of getting lower taxes.

"The demand for lower taxes will come from isolationists and that segment of the population which profoundly objects to paying taxes for social welfare," he said.

Mr. Ferguson said the world is no longer safe and secure and "we must devote, for a period the duration of which we do not know, enormous annual sums of money for defence."

Across Canada: Sir William Stephenson has resigned as Chairman of the Newfoundland-Labrador Corporation...Winnipeg's 57.1-degree temperature yesterday was the warmest for November 4 in 48 years.



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Thursday, November 6, 1952.

Canada's Shipping Booms: Toronto, November 6 (CP) -- Canada's ocean shipping ports are looking for a record post-war season this year.

With the inland shipping just about over for 1952 they are moving into full swing to handle Canada's bumper grain crop, as well as the normal quota of lumber, coal, newsprint and foodstuffs.

Traffic in Vancouver, Saint John, and Halifax is expected to be heavier than in previous years. More ships of old lines and one new line--the Fjell Line--will use Canadian ports for the first time, this year.

A Canadian Press survey showed all ports, including Montreal, with only about a month to go before winter closing, expecting heavier grain movement and a normal flow of most other commodities....

Lumbermen expect to maintain their shipments despite a reduction in United Kingdom contracts. Lumber exports include logs, masts, pilings, pitprops for British mines, planks, boards and flooring and railway ties. Fish and fertilizer are also exported in large quantities.

Iron Curtain Imports Appraised: Quebec, November 5 (CP) -- Revenue Minister McCann said today his department has been questioning the low values at which certain goods, particularly textiles, have been declared on importations from Poland and Czechoslovakia.

In an address at the annual meeting of the Canadian Woollen and Knit Goods Manufacturers Association, Mr. McCann said: "We have not been able to obtain satisfactory information in regard to home-market selling prices in some countries since they have refused to permit our officers to examine records in Poland and Czechoslovakia.

"We have no alternative, therefore, but to appraise the goods to the best of our ability on whatever information is available.

"Accordingly, certain lines of merchandise which we have reason to believe are being exported to Canada at values which do not meet the requirements of the Customs Act, will be appraised at an advance over the invoice value with the collection of dumping duty where applicable."

Gold Production: Toronto, November 6 (CP) -- The Ontario Mines Department yesterday reported a total of 1,828,993 ounces of gold produced in Ontario during the first nine months of 1952.

The gold and 302,320 ounces of silver milled from 7,511,732 tons of ore, had a total value of \$63,939,225. In the same period last year, 7,617,424 tons of ore produced 1,792,222 ounces of gold and 310,127 ounces of silver with a total value of \$66,216,372.

Across Canada: The recent earthquake under the Pacific Ocean is still producing tidal effects in the harbour of Victoria, B.C....Sales of new passenger and commercial cars climbed in September....Brig. M.P. Bogert, Commander of the 25th Canadian Infantry Brigade in Korea, said farewell yesterday to the 1st Battalion PPCLI, leaving for Canada after a year of service....It was announced today that Mr. Edmond Turcotte had been appointed first Canadian Ambassador to Colombia and that Mr. Ray Lawson, former Lieutenant Governor of Ontario, would replace Mr. K.A. Greene as Canadian Consul-General in New York.

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Miss Hamilton

DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 3, No. 215.

Friday, November 7, 1952.

Howe To Visit South America: Ottawa, November 7 (CP) -- Mr. C.D. Howe, Minister of Trade and Commerce, is planning a flying tour of 10 South American countries next January to bolster Canada's relations with that continent where Canadian sales have jumped 10 times in the last 13 years, it was learned yesterday.

Details of the tour-- which will include a number of Canadian industrial leaders and federal trade experts -- likely will be announced by the Trade Department today.

This will be the first trade trip to South America by a Canadian cabinet minister since Senator J.A. MacKinnon, then Trade Minister, toured the continent in 1946, completing a number of trade agreements.

Federal trade officials have been urging Canadian business men to pay more attention to the Latin American market where chances of selling wheat, newsprint, metals, lumber, manufactured goods and other goods have been growing.

Countries to be visited likely will include Venezuela and Brazil, two of Canada's biggest customers in South America.

Big-Three Infantry Conference: Ottawa, November 6 (CP) -- A big three-country infantry conference, starting tomorrow in Quebec City, is reported authoritatively here to represent an attempt to forestall any chance that the Anglo-American split concerning a common rifle or bullet will spread into other fields.

It also will give Canada a chance to show off a bullet developed in an attempt to end the rifle dispute itself--a bullet which officials are describing privately with guarded enthusiasm.

In addition, she probably will be showing the visiting American and British officers the other weapons she has developed since 1945, some already adopted by them, and bare plans for even more modern ones. They include a new anti-tank bazooka described as bringing the accuracy of a gun to a rocket-type weapon; a flame-thrower that is a big advance over World War II types; the new-type, so-called "Sabot" anti-tank shell which can penetrate at least eight inches of armour plate.

British Carrier For Canada: London, November 7 (CP) -- Canada has completed arrangements to buy from Britain HMS Powerful, a light fleet aircraft carrier, Jane's Fighting Ships says today in its new edition.

The authoritative naval year-book says Canada is expanding its naval strength considerably, and will use the new carrier to replace HMCS Magnificent, on loan from the Royal Navy.

Jane's says that several navies, notably Britain, Canada and the United States, have had "second thoughts" about scrapping warships in the normal process of wastage and replacement.

U.K. Exporters Seek Canadian Sales: Ottawa, November 6 (CP) -- United Kingdom exporters are taking two concrete steps in their drive to build up sales in Canada and earn more dollars, the U.K. Information Office said today.

One is the creation of a special sales promotion body in Canada to push sales of British engineering goods. Some 40 U.K. engineering firms are backing the organization to be known as the Engineering Association Canada Export Group. Headquarters will be set up in Toronto in 1953.

The other is the publication of a detailed "buyers' guide" to give Canadian importers a clear picture of where they can buy the products they want in Britain, plus all details of production and delivery.

Thousands of copies of this "buyers' guide" will be distributed to Canadian importers in 1953 through the Canadian Association of British Manufacturers and Agents.

Ontario Offers Cheese To Britain: London, November 7 (CP) -- Britain's food minister, Gwilym Lloyd-George, has received an Ontario offer of 10,000,000 pounds of cheese and is "considering" a reply, a spokesman said yesterday.

"Of course there are some complications, such as the balance of payments and so forth," the spokesman added.

He was commenting on the offer made Wednesday by Agriculture Minister Thomas Kennedy of Ontario to send 10,000,000 pounds of top-grade cheese to Britain. This followed a request by the British National Federation of Grocers, to the British Food Ministry, for additional supplies of Canadian cheese.

Across Canada: A discovery of uranium-bearing ore is reported on and around the Manitou Islands of Lake Nipissing....During the first 10 months of 1952 oil and gas wells were completed in Alberta at a rate of 4.3 daily, a survey published yesterday shows....Imperial war veterans in Canada have been granted a higher pension rate....A special course on parliamentary procedure will be conducted during the early part of the Spring session of the B.C. Legislature for the benefit of provincial members....A Canadian customs officer was sentenced to jail Wednesday in Detroit for smuggling aliens into the United States in the trunk of his car....Winners of the recent International Ploughing-Match at Carp, Ont., leave by air tomorrow for the British Ploughing Association Match at Falkirk, Scotland....The Wabumun Indians of Northern Alberta, the first Alberta tribe to adopt the secret ballot, recently elected Chief David Bird for a two-year term.... The annual Fall migration of nearly 15,000 gannets from the bird-sanctuary on Bonaventure Island off the Gaspé coast is almost complete....An instrument to measure the speed of vehicles will be tested tomorrow by the Quebec Government, as part of its anti-speeding campaign....Shipping took cover in Lakehead harbours today as 45-mile an hour winds swept Lake Superior in the first major storm of the Fall.



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Monday, November 10, 1952.

3rd PPCLI Takes Over In Korea: With the Canadians in Korea, November 10, (CP) -- The 1st Battalion, Princess Patricia's Canadian Light Infantry, hauled down its battle flag Sunday and within seconds the pennant of the PPCLI's 3rd Battalion replaced it at the masthead. The brief ceremony symbolized the turn-over of responsibility from the homeward-bound 1st Battalion to the 3rd, newly arrived in Korea.

Maj.-Gen. M.A.R. West, Commander of the Commonwealth Division, witnessed the parade and stayed to attend the impressive playing of retreat by a composite band from both battalions under Drum-Major Jock Mackie of Calgary.

Professor Innis Dies: Toronto, November 9 (CP) -- Prof. Harold Adams Innis, 58, Head of the Department of Political Economy at the University of Toronto since 1937, died Saturday after a long illness.

He also was Dean of the School of Graduate Studies at the University.

Prof. Innis was known as a political economist and historian, teacher, author and member of Royal Commissions.

He was considered a leading authority on Canadian history and economics. He won prestige abroad as a scholar.

Ministers On Move During Session: Ottawa, November 9 (CP) -- Canada's international obligations and aspirations are throwing their shadow over the session of Parliament due to start November 20.

Most of the Cabinet's top men will be abroad at one time or another during the lift of the session.

Prime Minister St. Laurent, Trade Minister Howe, Finance Minister Abbott, External Affairs Minister Pearson, Defence Minister Claxton and Health Minister Martin all have dates outside the country that will keep them away for varying periods.

Mr. Claxton may go alone to represent the Cabinet at the December meeting of the North Atlantic Council in Paris although it is possible Mr. Pearson will forsake the United Nations long enough to go, too. At any rate, Mr. Claxton will be going.

Parliament will just barely be on its way when Mr. St. Laurent and Mr. Abbott show up in London for a week or two for the Commonwealth Economic Conference which starts November 27.

Mr. Howe is scheduled to leave January 5 for a swing through nine South American countries in search of greater markets for Canadian products. He won't be back until February 10.

Both Mr. Pearson and Mr. Martin currently are occupied with the New York meeting of the U.N. General Assembly with the former playing the top role as President of the Assembly and Mr. Martin heading the Canadian delegation.

Both will be able to slip back to Ottawa from time to time during the session, but it will be their main concern.

Railways Seek New Rail Rates Basis: Ottawa, November 9 (CP) -- Hearings are due to open here Monday on an attempt by the railways to have a new basis established for the setting of freight rates.

The application before the Board of Transport Commissioners will be opposed by all provincial governments except Ontario and Quebec.

The railways want the Board to set rates in such a way that the CPR, the biggest privately-owned system in the country, will be allowed a set rate of return on its investment in rail property. It would be a major departure from the present system.

Imperial War Veterans' Pensions: Ottawa, November 10 (CP) -- Mr. George H. Bowler, Canadian representative of the British Ministry of Pensions, Thursday said recent increases to certain types of United Kingdom pensioners in Canada do not apply to Imperial war veterans drawing disability pensions for the First and Second World Wars.

He drew attention to a statement made in New Westminster Thursday by Mr. Percy J. Curle, Secretary of the Imperial Veterans Corps of British Columbia.

Mr. Curle said Imperial war veterans had been granted new increases of £26 a year for a veteran married with one dependent and £20 for others.

Mr. Bowler said these increases, effective October 1 last, apply to pensioners, other than war disability pensioners, under certain conditions of income, age and employability.

Disability pensions for Imperial war veterans in Canada were increased last May.

Jewish Community Mourns Weizmann: Montreal, November 10 (CP) -- The Jewish Community of Canada will observe a full week of mourning for the late Dr. Chaim Weizmann, first President of the State of Israel, it was announced last night by Samuel Bronfman, President of the Canadian Jewish Congress.

Across Canada: Football scores: Western Finals - Edmonton 18, Winnipeg 12; (series tied, one-all.) Big Four - Montreal 25, Toronto 11; Hamilton 13, Ottawa 4. (Final standings: Hamilton 19, Toronto 15, Ottawa 10, Montreal 4). O.R.F.U. Sarnia 41, Balmy Beach 12. (First of two-game, total point series). Inter-collegiate, McGill 17, Toronto 14; Queen's 21, McMaster 9....A survey issued Saturday showed that 185 of the 947 geophysical crews seeking gas and oil in North America are working in Western Canada.



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Vol. 3, No. 217.

Wednesday, November 12, 1952.

Canada In U.N. Social Committee: United Nations, N.Y., November 11 (CP) --

The U.N. Social Committee completed its discussions on freedom of information with a call for greater publicity for U.N. resolutions....

The list of resolutions passed include those concerning right of correction, a code of ethics for journalists, prevention of false news, and further work on freedom of information....

Arguing against the correction resolution, Mme. Louis Berger of Quebec, Canada's representative on the committee, said the question had been raised in Canada that adoption of the convention could amount to acceptance of the principle of government intervention. Furthermore, its adoption would probably raise such technical difficulties for the government and the press as to make its application impractical, if not impossible.

The convention, she added, could easily open abuses by any countries which would want to use the convention to serve its own propaganda purposes.

Canada was among those voting in favour of further work on an international code of ethics. The vote was 43-5 (Soviet bloc) with seven abstentions....

Claxton Says Forces Top 100,000: Ottawa, November 11 (CP) -- Mr. Claxton, Minister of National Defence, reported tonight in a Remembrance Day broadcast that the manpower of Canada's regular armed forces has topped the 100,000 mark for the first time outside the years of the two world wars.

He didn't say just when this milestone was attained in the drive to build a strength of 120,000 by 1954, but it is understood reliably to have been shown on Headquarters charts within the last week.

There were 47,000 in uniform before Korea, Mr. Claxton said in an address on a free-time political broadcast on the CBC, compared with the "100,000 giving their full time to our defence today."....

Mr. Claxton emphasized that the sole purpose of Canadian rearmament is "peace, peace by collective action ... We cannot emphasize enough that our defence forces exist to help prevent a world war and that our defence expenditures are premiums for the insurance of peace."

Pearson Urges Need For East-West Reconciliation: New York, November 11 (CP) -- Assembly President L.B. Pearson of Canada said last night the United Nations will stand in jeopardy unless there is some measure of East-West reconciliation at the present U.N. Assembly.

Canada's External Affairs Minister told a U.N. Correspondents Association dinner where he was the guest of honour that with good will on both sides it should be "easy" to reach a reconciliation on the war-prisoner issue blocking a Korean cease-fire.

Canada Prepared For Submarine-Menace: Windsor, Ont., November 11 (CP) --

Vice-Admiral E.R. Mainguy, Chief of the Naval Staff, today said the Canadian Navy is better-equipped to carry out anti-submarine operations in the North Atlantic than it was at the beginning of the Second World War.

In Windsor to take part in Armistice Day celebrations, Admiral Mainguy told a press conference that the Navy's anti-submarine potential has been developed to meet advances in techniques of submarine warfare.

Under an expansion programme the Navy has an objective of 100 ships and a personnel of 21,000. About 50 ships would be allocated to protective duty and 50 for convoy work.

A new aircraft carrier capable of handling jet aircraft will be ready for service in 1956, he said.

Move Against Red Sympathizers In Aviation, Radio: Ottawa, November 10 (CP) -- Canada is acting to clean Communists and Red sympathizers out of the lists of civilian fliers and radio operators.

The official Canada Gazette disclosed today that the Government is fortifying security regulations by arming the Minister of Transport with power to cancel the licenses of civilian pilots and radio operators if the holders are linked with subversive organizations.

The publication indicated that the Government made one of its rare uses of the Emergency Powers Act to give that power to Transport Minister Chevrier through order-in-council.

New Canadian Air-Enterprise Planned: Seigniory Club, Que., November 10 (CP) -- Plans for a new Canadian enterprise in transporting Orientals between South America and Asia were disclosed today at the opening sessions of the 18th annual meeting of the Air Industries and Transport Association.

The new service still hinges on obtaining air agreements with some of the South American countries, but Mr. G. Wm. McConachie, President of A.I.T.A. and head of Canadian Pacific Airlines, expressed confidence it will develop into a lucrative business for Canada and Canadian aviation.

At the Association's opening luncheon, Mr. Chevrier, Minister of Transport, mentioned the development and announced it already has the blessing of Mexico and still requires agreement by Peru and Brazil.

Government Said Unfair To Aviation: Seigniory Club, Que., November 11 (CP) -- Canada's air enterprises are not getting as good a deal from the government as her ground and water transport companies, a maritime representative claimed today.

At a meeting of the Air Industries and Transport Association, Mr. C.F. Burke of Maritime Central Airways, challenged the Head of the Air Transport Board, Mr. J.R. Baldwin, with the statement that railways and water transport are being given an advantage in government policies.

Mr. Baldwin, who as Head of the Air Transport Board has strict powers over Canada's commercial air business, was non-committal in reply.

Railways Recommend New System For Setting Rates: Ottawa, November 11 (CP) -- The railways said today a proposed new system of setting rail charges would result in freight rates lower than under the present basis.

Though the method calls for immediate rate increases, the Railway Association of Canada contended that eventually it would bring about economies making lower tolls possible.

The submission was made to the Board of Transport Commissioners by Mr. John L. O'Brien, Counsel for the Association and the Canadian Pacific Railway, as the C.P.R. opened evidence to back up the railways' application for the radical shift to the "rate-base, rate-of-return" system of fixing rail earnings.

Across Canada: Edmonton Eskimos yesterday defeated Winnipeg Blue Bombers on their home ground 22 to 11, winning the right to contest the Grey Cup for Western Canada at Toronto on November 29....More than 800 European immigrants arrived in Montreal yesterday aboard the steamship "Columbia".... Flt.-Lt. Arthur F. Titus, 26, of Dartmouth, N.S., has been appointed Aide-de-Camp to the Governor-General....R.A. Farquharson, 53, has resigned from the editorship of Saturday Night....A cairn and bronze plaque will be unveiled today on the site of the house of Guillaume Couillard in Quebec City, the first building used by Msgr. Francois de Montmorency Laval when he founded Quebec Seminary in 1668....Dr. Jesse M. Bader, of the National Churches of the United States, said yesterday, to a meeting of the Canadian Council of Churches in London, Ont., that the local congregations of Canada's churches were in danger of becoming "closed shops" and the churchgoers themselves "complacent, clubby, chubby people"....Plans have been announced for an \$18,000,000 shopping-centre in Old Kildonan municipality, near Winnipeg.



Miss Hamblin

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Vol. 3, No. 218.

Thursday, November 13, 1952.

New Deal For Reserve Forces: Ottawa, November 12 (CP) -- A reorganization of Canada's weak and undermanned reserve army is under consideration by Lt.-Gen. Guy Simonds, Chief of the General Staff.

This was learned today in the wake of another blast by the Canadian Legion to the Cabinet about the "dangerous weaknesses and inadequacies" of the reserve force and a new Legion call for examination by a commission of inquiry.

The Air Force and Navy, too, are reported ready to take steps to build up their reserves. The R.C.A.F. is likely to post more regular force airmen to reserve fighter squadrons to bolster them. The Navy is forming a special branch to look after the reserves and is preparing to work more in 1953 in building up the part-time force.

No Tax Reduction, Prophecies Abbott: Chatham, Ontario, November 12 (CP) -- Mr. Abbott, Minister of Finance, speaking to Chatham service club members tonight, said he does not contemplate any immediate substantial change in international tension.

He said this situation means Canada can expect a budget of \$4,250,000,000 to \$4,500,000,000 and that means no immediate tax reductions.

He said the only ways in which Canadians can have lower taxes are through increasing productive capacity and efficiency through not asking governments, not only federal but provincial and municipal, to embark upon new and large programmes of financial expenditure.

Quebec Legislature Plans TV Censorship: Quebec, November 12 (CP) -- A heavy programme of legislation, including a measure for provincial censorship of television programmes, was laid today before the first meeting of Quebec's 24th Legislature.

The television censorship measure was one of 20 bills presented to the Legislature soon after Lieutenant-Governor Gaspard Fauteux opened the first Quebec session since provincial elections last July 16.

The bills call for extension of rent control, confiscation of vehicles transporting margarine banned in Quebec since 1949 and extra funds for farm loans and for housing aid.

Still Time To Win Middle East, Says British Expert: Ottawa, November 12 (CP) -- Brig. C.D. Quilliam, British authority on the Middle East, said today the democracies still have time to win the support of that vital area from anti-Western and Communist forces, but the action must be quick and sincere.

Brig. Quilliam, who was British Deputy Chief of Intelligence at Cairo during the Second World War and who has spent 35 years in the area, told the Canadian Club that there are two major stumbling blocks to Middle East support.

One was the psychology of the rising generation who had a hatred of Western ideologies. The other was the Communists who consistently planted seeds of distrust in the fertile but uneducated minds of the people.

Montrealer May Be Venezuela Envoy: Ottawa, November 12 (CP) -- Canada, in the midst of a campaign to win friends and markets in Latin America, plans to appoint an ambassador to Venezuela where the highest ranking job now is a consul-general.

Mr. Henry G. Norman, 62, of Montreal, former partner in the chartered accountants firm of Price, Waterhouse and Company, is expected to be appointed as first Canadian Ambassador to Venezuela.

Aviation Hall Of Fame Planned: Seigniory Club, Que., November 12 (CP) -- Establishment of a Canadian aviation hall of fame, to house relics of Canada's rugged history in the air and honour the men who pioneered its development, was announced Wednesday night at the closing sessions of the Air Industries and Transport Association.

No. 1 man in the hall of fame—the man around whom the idea is being built—will be Mr. Howe, Minister of Defence Production, who was honoured Wednesday night at AITA's 18th annual conference as the No. 1 man in formulation of policies which have brought Canadian aviation to its present peak.

CPR Claims Modernizing Funds: Ottawa, November 12 (CP) -- Funds must be provided for modernizing and enlarging railway facilities if transportation costs are to be held down, the Canadian Pacific Railway today told the Board of Transport Commissioners.

Mr. N.R. Crump, Vice-President of the C.P.R., declared that the company will have to spend \$475,000,000 over the next five years to replace old equipment and provide new facilities to meet demands for service and keep pace with the growth of Canada.

CCL Urges Collective Bargaining For Government Employees: Ottawa, November 12 (CP). The Canadian Congress of Labour announced today it will urge the Government to extend collective bargaining rights to federal employees paid on a "prevailing rate" basis.

The wages of these employees at present are set by the Government after consideration of rates prevailing for similar jobs in the area. The method of reaching the prevailing rate has long been in dispute.

Across Canada: Simpsons-Sears Ltd., will build 15 new Canadian stores during the next five years....A comprehensive national programme to aid all disabled Canadians was predicted yesterday by Col. E.A. Baker, Director of the Canadian National Institute for the Blind....Two seed experts, Dr. C.H. Goulden, Dominion cerealist, and A.H. Parker, President of the Canadian Seed Growers, Manitoba section, have started a 6-weeks tour of co-operative seed-growing stations in six South American countries.



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Friday, November 14, 1952.

Massey Opens New Military College: St. John's Quebec, November 13 (CP) -- Governor-General Vincent Massey Thursday was made the First Cadet at a ceremony marking the official opening of the tri-service Collège Militaire Royal de St. Jean.

The ceremony honouring the Governor-General was one of many during day-long celebrations at the college, set up primarily to train French-speaking officers for the navy, army and air force, although French and English-speaking candidates attend and take instructions in their own language.

The ceremonies were also attended by Mr. Claxton, Minister of National Defence, heads of the three services, of the church and of the universities.

Opening Speakers For New Session Chosen: Ottawa, November 13 (CP) -- Two Liberal members, elected in by-elections May 26 last, have been chosen to move and second the traditional motion for adoption of an address in reply to the Speech from the Throne at the session of Parliament opening November 20.

Joseph Deslières, member for the Quebec constituency of Brome-Missisquoi, will move the motion. It will be seconded by Norman C. Schneider, member for the Ontario constituency of Waterloo North.

In the Senate, the mover will be Senator Cyrille Vaillancourt (L.-Quebec) and the seconder, Senator Charles Hawkins (L.-Nova Scotia).

RCAF Gains Strength: Ottawa, November 13 (CP) -- Canada's Air Force will be 30 squadrons strong within a couple of months, three-quarters of the way to the target strength of 41 squadrons by the spring of 1954, it was indicated today.

The authoritative Canadian magazine Aircraft, publishing its second annual review of Canada's air defences, reported that squadron strength now stands at 28 after a "startling" growth in the past 12 months.

Rail Rate Battle Continues: Ottawa, November 13 (CP) -- Provincial counsel fighting a railway plan for a new system of setting rail charges yesterday engaged in preliminary explorations into the basis of the proposal.

Their opening inquiries—fore-runners of a general attack on the plan later—were directed at a Canadian Pacific Railway witness testifying before the Board of Transport Commissioners in support of the proposal that would involve higher earnings for the company.

TV-Radio Supervision Favoured By Drew: Vancouver, November 13 (CP) -- George Drew, national Progressive Conservative leader, proposed here that a supervising authority be established to administer radio and television in Canada.

It would take over the Canadian Broadcasting Corporation's regulatory authority in both radio and television.

CAB Asks Private Stations Allowed In TV: Ottawa, November 13 (CP) -- The Canadian Government has been asked to change its policy and allow private radio stations to enter the field of television.

The Canadian Association of Broadcasters, whose membership includes most of the privately-owned stations in Canada, made the request yesterday in a brief submitted to Prime Minister St. Laurent and some members of the Cabinet.

Hunter Seen New Defence Production Brain: Ottawa, November 13 (CP) -- Mr. Gordon W. Hunter, 38-year-old Winnipeg accountant, may soon be selected as the new financial brain of Canada's defence production effort to untangle some of the knottiest problems yet to face defence planners.

Informants disclosed yesterday that the husky six-footer likely will be chosen as the Defence Production Department's financial adviser, succeeding Mr. O.A. Matthews, Montreal and Toronto accountant, recently appointed to the Board of Transport Commissioners.

Canadian Brigade Gets Leave: Hanover, November 13 (CP) -- Rotation of married soldiers of the 27th Canadian Infantry Brigade started today with the arrival of the first replacement draft and the departure of 700 officers and men who have completed one year of service in Europe.

Across Canada: Mr. Abbott indicated yesterday that the Government would give "serious consideration" to abolition of the means test for blind pensioners and to an increase in blindness allowances....A court decision has been rendered that the loss of the Canadian Pacific luxury liner "Princess Kathleen" near Juneau, Alaska, on September 7, was due to a memory lapse by Chief Officer Charles W. Savage....Legislation to bring automobile and highway transport drivers and vehicles under strict government surveillance was given first reading yesterday in the Quebec Legislative Assembly....The first big storm of winter struck Newfoundland twenty four hours ago, breaking land communications and driving small vessels to shelter along the coast.... A National Defence authority on the Arctic, G.W. Rowley, has predicted that cities of 20,000 to 30,000 will grow up in the Canadian Northland within the century under the stimulus of the mining industry.



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Monday, November 17, 1952.

Eden In Ottawa: Ottawa, November 16 (CP) -- British Foreign Secretary Eden talked informally today with Prime Minister St. Laurent and some members of the Canadian Cabinet in discussions that touched a wide range of topics.

Mr. Eden met the Prime Minister and members of his Cabinet for lunch. Though there was no announcement about their discussions, it was believed one of the topics was the forthcoming prime ministers' conference in London which Mr. St. Laurent will be attending.

It is almost certain that Mr. Eden also gave the Canadian ministers his views on the latest developments in the United Nations sessions in New York which he has been attending.

Infantry Conference Closes: Ottawa, November 16 (CP) -- Informed quarters said today the big three-country infantry conference at Quebec City has probably killed any chance of a repetition of the Anglo-American rifle dispute.

An official statement issued Saturday on the four-day conference which ended November 10 hailed it as a success and said, in its key sentence, that "progress was made in deciding on the lines that future development should follow and which country should be responsible primarily for developing each of the items under discussion."

The conference was attended by senior officers of the United States, United Kingdom and Canada and marks the start of periodic conferences to keep the three countries going in the same direction in selecting new arms.

The statement said "discussion covered the majority of arms and equipment used by the infantry." There was special emphasis on keeping down the weight of equipment the infantryman must carry into battle.

Canada Said Seeking European Farmers: Ottawa, November 16 (CP) -- European farmers are among categories of immigrants most sought by Canada.

An Immigration Department spokesman said in an interview that farmers and domestics are the only two categories of immigrants now entitled to "assisted passage" under the Canadian Government's immigration programme...

The Government advances the money needed by farmers and domestics to reach destinations in Canada. Those who receive the assistance can repay the Government from earnings in Canada.

The spokesman was commenting on a Paris news report which said Canada and France are exploring the possibilities of French farmers coming to this country....

Engineers In Short Supply: Winnipeg, November 16 (CP) -- Canada's unprecedented industrial growth is faced with a serious shortage of electrical, mechanical and civil engineers, according to Dr. J.B. Sterling of Montreal, President of the Engineering Institute of Canada.

Canadian universities are graduating about 1,700 engineers a year, he said, but this is "far short" of the number needed to replace those retiring. Authorities estimate about 500 more graduates a year could be absorbed.

27th Brigade Defended: Ottawa, November 16 (CP) -- Brig. W.C. Coke, retiring from the Army as director-general of medical services, issued a statement "deploring" criticisms of Canada's 27th Brigade.

He referred to statements by Rev. Harold Young of Toronto, that morale of the men in the brigade is low and welfare services are inadequate.

"I have just returned from Germany after visiting every unit of the brigade," Brig. Coke said. "I found nothing wrong with morale or welfare."

He added that on a recent exercise, "very senior British officers expressed admiration of the bearing and fitness of this formation.

"This brigade is rated second to none in Germany. I have never seen a brigade training under peacetime conditions exhibit a higher degree of esprit de corps."

Protestant Conference Closes: London, Ont., November 16 (CP) -- One hundred Protestant laymen, delegates of churches of 11 denominations, closed a three-day conference here yesterday, after laying the foundation of what they expect will work a transformation in present Christian society.

The meeting tackled the big job of what in effect will amount to a comprehensive Protestant doctrine of work and vocation, and to try to measure the relevance of new social conditions against the Christian view.

Conference Chairman Dr. E.A. Dale of the University of Toronto told delegates the job was big and the best they could expect was to take the first step.

Scholarship Commemorates Journalist: Ottawa, November 16 (CP) -- A Kenneth R. Wilson memorial award which will be presented annually to endow a scholarship or fellowship in journalism at Ottawa's Carleton College was announced by Senator Charles Bishop, chairman of the award committee.

The award is a memorial to the late Kenneth R. Wilson, Ottawa editor of the Financial Post. It will go to students who display unusual promise as future reporters and interpreters of Canadian affairs.

Across Canada: Football - Big Four Playoff - Toronto 22, Hamilton 6 (First game, two-game total points final series.); Senior ORFU Playoff - Sarnia 24, Balmy Beach 7 (Sarnia wins two-game total points series 65-19); Inter-collegiate - Western 8, Toronto 1; McGill 9, Queen's 5. (Western wins title.)....
Royal Winter Fair Events - Henry Moyer, 17, of Kelowna, B.C. has been named Canada's best young farmer; the new world wheat champion is Ronald Leonhardt of Drumheller, Alberta; Omerille Crepeau of St. Guillaume d'Upton, P.Q. has captured Quebec's first world farm produce championship, the forage crop seeds crown; William Steinkraus of the United States on Saturday won an international team jumping stake....Mrs. Harry Bickle, ten times winner of Canadian tennis championships and one of Canada's leading sportswomen, died Saturday....Representatives of the J. Arthur Rank film company are in the Baddock area of Cape Breton studying the possibility of shooting a film based on the life of early Scottish settlers in Canada....Enough valuable products could be extracted from seaweed to pay Canada's national debt, Dr. A.E. Kerr, president of Dalhousie University, declared recently.

Min. Hamilton

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Vol. 3, No. 221.

Tuesday, November 18, 1952.

Removal Of Sterling Area Trade Restrictions Forecast By Howe: New York,

November 17 (CP) -- Canada raised hopes Monday that the sterling area may be ready to remove trade restrictions if there is help and co-operation from the United States and other free countries.

Rt. Hon. C.D. Howe, Canada's Trade Minister, told the U.S. Foreign Trade Council that trade barriers have multiplied in some countries "at an alarming rate." But there are signs that countries with import controls now are more receptive to the idea of getting rid of them.

"How general that attitude has become, I do not know," said Mr. Howe, "but it has been in evidence in some very important quarters and it is certainly a most significant and welcome sign."

Eden Addresses Canadian Club: Ottawa, November 17 (CP) -- Anthony Eden said today the United Kingdom hopes Canadian markets may provide the answer to her trading difficulties.

Greeted by a distinguished Canadian Club luncheon audience with a warmth few visitors command, the British Foreign Secretary proclaimed Britain's determination and ability to remain a ranking world power.

He said:

"I do not accept for one instant" the view of those who see Britain's role as a declining one.

"On the contrary, I am convinced that the leadership and experience we have to give can be as decisive in shaping world events as at any time in our long history. The mood of our people is one of confidence and resolution.

"Two world wars ... may for a time have drained our material resources. But the opportunities are still there. We can rebuild within this Commonwealth and Empire."

But there were great problems to be defeated and this month's Commonwealth conference offered the forum of the most important economic conference since the war to help defeat them.

"It is our hope," he said, "that we may find the solution of our trade difficulties in the supply of still more machinery and equipment to speed the development of industrial Canada."

London wanted greater Anglo-Canadian trade. In 1951, Britain took \$631,000,000 worth of goods from Canada—34 per cent higher than 1950—but sold Canada only \$400,000,000 worth in return.

Britain must sell Canada more to buy more.

"Increasing these exports is our responsibility. We must find what you need. Our prices and deliveries must be competitive."

Britain had made progress but it could not have been so marked if it weren't for Canadian goodwill. He urged that this goodwill continue.

Fowler Attacks Combines Commission Report: Montreal, November 17 (CP) --

R.M. Fowler, counsel for seven fine-paper mills concerned in a recent Combines Commission report, protested to Justice Minister Garson in a letter released yesterday that the report was presented to the Minister just a week before new combines legislation went into effect.

Mr. Fowler quoted the Minister himself as saying that the procedure under the old legislation—under which the report was made—was "neither right in principle nor sound administratively."

The Combines report was made by Commissioner T.C. MacDonald. The new legislation went into effect November 1.

CBC Head Promises Rapid TV Expansion: Montreal, November 17 (CP) -- A.D. Dunton, Chairman of the CBC Board of Governors, today promised a rapid expansion of Canadian television facilities, with private stations joining CBC TV to provide a good country-wide service.

Addressing a Canadian Club luncheon, he did not indicate when private operators would be allowed to enter the new field but said the CBC with its service now operating in Toronto and Montreal, could "see" the establishment of private stations.

There always would be the barriers of big spaces and too few people in Canada and it would take the combined efforts of both public and private enterprise to provide a good service.

Mr. Dunton reported that sales of TV sets have quadrupled since CBC TV went on the air early in September—home receivers now total between 150,000 and 160,000—and predicted that more than 1,000,000 sets would be operating in Canadian homes within five years.

Across Canada: Rhys M. Sale, President of the Ford Company of Canada, said on Monday that Ford planned a \$32,500,000 expansion and transformation of its Windsor facilities....Most Rev. John T. McNally, Catholic Archbishop of Halifax and one of the outstanding figures in the Canadian hierarchy, died today....In the Toronto civic elections, Nathan Phillips will again oppose Mayor Allan Lamport....The first post-war shipment of German automobiles, 130 Volkswagens, arrived in Montreal yesterday aboard the liner Berlin.... Canadians are in "pretty bad shape" physically, says Dr. J.B. Kirkpatrick, director of the McGill University School of Physical Education....The legend of Lost Creek Gold Mine, a fabulous deposit supposed to have been discovered in the Pitt Lake country northeast of Vancouver, has at last been debunked through the efforts of the Slumach Lost Creek Mine company.



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Vol. 3, No. 222.

Wednesday, November 19, 1952.

Tariff Move Against Iron Curtain Dumping: Ottawa, November 18 (CP) -- The Canadian Government has adopted a "get-tough" policy against alleged dumping of manufactured goods in Canada by two Communist-dominated countries -- Czechoslovakia and Poland.

Custom officials have been empowered to increase the value for duty on an imported item by as much as 50 per cent before applying the regular tariff charge. Thus the Government will collect the duty plus the difference between the quoted and increased price.

This action stems from steps taken to prevent Canadian officials from inspecting prices in the two countries to see if they are in line with those offered Canadian importers.

Canadian officials say they believe prices in Czechoslovakia and Poland are higher than those quoted to Canadians. It is believed that a wide range of Communist goods were being dumped at abnormally low prices, thus creating unfair competition for Canadian manufacturers and exporters of other countries.

The countries are the biggest exporters to Canada in Eastern Europe. Total exports from Eastern Europe last year totalled about \$7,000,000; \$4,668,000 came from Czechoslovakia and \$1,430,000 from Poland.

Duplessis, Marler Cross Swords: Quebec, November 18 (CP) -- Premier Duplessis said Tuesday money paid by the federal Government for education was "stolen" from the provinces.

In an hour-long speech in the Legislative Assembly, Mr. Duplessis said his Union Nationale administration will never yield provincial rights in the field of education.

Mr. Duplessis followed Liberal Opposition Leader George Marler in the throne speech debate, first of the annual session which opened last week.

Mr. Marler said: "No government ever spent as much money as the Union Nationale administration in last summer's provincial election campaign."

Budgetary expenditures forecast at \$260,000,000 were over-reached, he said, and \$36,000,000 in short-term bank loans were made by the Government.

Furthermore, he said, the Government now is negotiating a \$25,000,000 loan on the New York market.

Garson Answers Fowler Charge: Ottawa, November 18 (CP) -- Justice Minister

Garson, in a letter made public today, defended the actions of Combines Commissioner T.D. MacDonald in the handling of a Combines report on the fine paper industry. He said Mr. MacDonald was merely following the law.

The letter was in reply to one by Mr. R.M. Fowler, counsel for seven fine paper manufacturers in the report, protesting the handling of the investigation and suggesting the report should have been held up for a week and taken up by the new three-man Anti-Combines Commission.

Coldwell Presses Health Plan: Ottawa, November 18 (CP) -- M.J. Coldwell, CCF leader, said tonight that if enough Canadians support his party's demand for a national health insurance plan "we are confident we shall gain our objective."

The statement was contained in a speech prepared for broadcast over the Trans-Canada Network in the CBC series "The Nation's Business."

The CCF now is circulating a petition urging the Government to establish a national health insurance programme. The petition will be tabled in the House of Commons at the session opening Thursday. The session may be the last before a general election.

Freight Rate Cases Postponed: Ottawa, November 18 (CP) -- No general freight rate increase is in prospect for two months at least, barring a possible quick one to cover an impending boost of unknown size in the railways' wage bill.

The two major rate cases already before the Board of Transport Commissioners were put over into the new year yesterday, clearing December for the Board to work on a basic new rate scale as part of its country-wide rate equalization plan.

The Board ordered these two deferments:

1. Hearings on a railway application for a new rate-setting system that would involve higher tolls, in progress since November 10, were adjourned to January 5.

2. A railway request for a specific nine-percent increase—amounting to about \$45,000,000 a year—was postponed from December 8 until after hearings on the other case have concluded. That is expected to be late in January.

Rockingham Receives U.S. Honours: Ottawa, November 18 (CP) -- United States Ambassador Stanley Woodward today presented the U.S. Legion of Merit to Brig. John M. Rockingham for "exceptionally meritorious conduct" in commanding Canada's 25th Brigade in Korea.

Brig. Rockingham, soon to leave defence headquarters for Britain's Imperial Defence College, received the award in the presence of Defence Minister Claxton and others.

It was authorized by President Truman last July.

First Shipment Of Clothing To Korea: Ottawa, November 18 (CP) -- The first batch of clothing has been shipped from Canada to Korea to help keep Korean children warm this winter.

Dr. Lotta Hitschmanova, Director of the Unitarian Service Committee of Canada, said yesterday 1,740 pounds of quilts and clothing is en route to Seoul, capital of South Korea, as part of a plan to provide clothing, milk and school supplies for primary school children.

Across Canada: The Don Jail inquiry ended late yesterday....Canadian Pacific Steamships Ltd. has placed an order with a Scottish firm at Govan for construction of a 22,500-ton passenger liner for the United Kingdom-Canada route....According to the Ottawa Citizen, Sonja Henie, who begins a skating tour of Canada on Friday at St. Andrews, N.B., has challenged Barbara Ann Scott to a \$10,000 world's professional skating title duel in Ottawa and Barbara Ann has accepted....Following an "off-the-record" trial by party leaders and a few members, the new House of Commons voice-amplifying system has been pronounced a success....Unable to find enough native trumpeters and drummers to man its bands, the Canadian Army has obtained permission to recruit such musicians in Britain and Holland and, if these sources do not yield enough, possibly in other North Atlantic Treaty countries.



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Vol. 3, No. 223.

Thursday, November 20, 1952.

Canadian Views On South African Racial Issue: United Nations, N.Y., November 20

(CP) -- Mr. Paul Martin, Minister of National Health and Welfare, of Canada, Wednesday expressed hope that any United Nations action on the question of racial conflict in South Africa will serve to "arouse a conscience and understanding rather than to intensify fear and oppression."

Mr. Martin, leader of the Canadian delegation, told the Special Political Committee of the U.N. Assembly that Canada opposes the South African view that the U.N. is not competent to discuss the South African situation but also is against proposals to intervene in the affair.

He said Canada will support a Scandinavian plan which would call on all U.N. members to "bring their policies into conformity with their obligations under the (U.N.) Charter to promote the observance of human rights and fundamental freedoms."

A group of 18 Asian and Arab countries charge that the South African Government is denying human rights in its racial segregation laws and that the situation of racial conflict is a threat to world peace.

The 18 countries have submitted a resolution which would establish a commission to study the international implication of the racial situation in South Africa and report its findings to the next Assembly.

Mr. Martin said he will vote against the latter proposal. A vote is expected today.

1953 Election Forecast: Ottawa, November 19 (CP) -- Members of Canada's 21st Parliament meet tomorrow to prorogue one session and open another.

Prorogation of the sixth session, adjourned July 4 last, will be a mere formality.

The expectation is that an election will be called for the fall of 1953, with Monday, October 5, being mentioned as a possible date. Some are not eliminating the possibility of a spring election prior to the coronation of Queen Elizabeth II June 2.

Life of the present Parliament expires August 25, 1954.

Canadian Youth To Attend Coronation: Toronto, November 19 (CP) -- Some 200 boys and girls from every part of Canada will attend the coronation next year wearing crimson blazers with a gold crown and a "Canada" shoulder patch, it was announced today.

The group, whose tour is sponsored by the Commonwealth Youth Movement and the Overseas Education League of Canada, will be chosen on a quota basis, 20 from each province. Expenses will be paid by the groups which choose the boys and girls.

Football Upset Necessitates Third Playoff: Toronto, November 19 (CP) --

Hamilton Tiger-Cats struck with shattering force in the rain and semi-darkness of a mist over the mud-covered field of Varsity Stadium to whip Toronto Argonauts 27-11 and force an unexpected third and deciding game here Saturday for the Big Four Football Union championship.

Originally a two-game, total-points playoff, the series was extended to a third tilt by Hamilton's winning margin which wiped out Argonauts' 16-point first-game lead and deadlocked the score on the round at 33-33.

Across Canada: Mr. George Drew said on Wednesday in Toronto that he would provide Dr. James G. Endicott with a free ticket to any country behind the Iron Curtain--provided he would guarantee to remain there....A Scandinavian Airlines DC-6B, the "Arild Viking", arrived at Edmonton late yesterday on the first of two exploratory flights from Los Angeles to Copenhagen by way of the North Magnetic Pole and Thule, Greenland....Vice-Admiral E.R. Mainguy, it was announced yesterday, is to visit the United States to confer with heads of the American and other North Atlantic Treaty navies....Sir Patrick Ashley Cooper, 30th governor of the Hudson's Bay Company, announced his resignation last night....A civilian "Norseman" aircraft missing six days deep in the Northwest Territories has returned to its Churchill base....The "Empress of France", last passenger vessel to enter the Port of Montreal before navigation closes for the winter, arrived on Wednesday, scheduled to sail for England Friday.

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Vol. 3, No. 224.

Friday, November 21, 1952.

Highlights Of Throne Speech: Ottawa, November 20 (CP) -- The Canadian Government, launching what may be a pre-election session of Parliament, today announced a far-reaching legislative programme.

The programme promised more health grants, public work projects and anti-discrimination laws. It was contained in a 2,000-word Speech from the Throne opening the Seventh Session of Canada's 21st Parliament.

The Speech, read in the Senate Chamber by Governor-General Vincent Massey, contained what some political observers interpreted as a hint of possible tax reductions.

"There are signs of a lessening of the danger of an outbreak of war on a global scale," said the Speech.

Prime Minister St. Laurent has said there could be no tax cuts until the danger of war has decreased. The next budget is due in late March or early April, months before the anticipated election date. Most believe a general election will be called for October next.

The Government announced its decision to allow private interests to enter the field of television, now occupied solely by the publicly owned CBC. Licences will be considered for private television stations in areas other than Montreal, Toronto, Halifax, Ottawa, Winnipeg and Vancouver.

The CBC has stations in Montreal and Toronto and is working on plans for stations in Ottawa, Halifax, Winnipeg and Vancouver.

The Speech from the Throne said international tension continues. Therefore the Government will seek extension of the Emergency Powers Act, passed after the outbreak of war in Korea.

The Government will appoint an Associate Minister of National Defence to assist Mr. Claxton, Minister of National Defence, with administration of Canada's \$2,000,000,000 annual defence programme.

Solicitor-General Campney, former Parliamentary Assistant to Mr. Claxton, is mentioned as likely choice for the new defence post. There was some speculation that George McIlraith, Parliamentary Assistant to Mr. Howe, Minister of Trade and Commerce, would be appointed Solicitor-General. Mr. McIlraith, appointed in 1945, is the dean of parliamentary assistants.

New Measure Of Fisheries Control: Ottawa, November 20 (CP) -- The Government is planning to take over discretion in allowing foreign fishing vessels to use Atlantic ports, it was learned today.

The measure, forecast in general terms in the Speech from the Throne at the opening of Parliament, is regarded by officials as giving this country a bargaining weapon in selling Canadian fish to Europe.

Howe Urges Freer U.S.-Canada Trade: Detroit, November 20 (CP) -- Canada suggested to the United States today that it should open its doors wider to Canadian manufactured goods and agricultural products.

Rt. Hon. C.D. Howe, Canada's Minister of Trade and Commerce, added that no modern power can prosper or avoid depressions by following policies that obstruct free trade.

"While trade relations between Canada and the U.S. have never been better, they are capable of considerable improvement," he said in a speech before the U.S. National Industrial Conference Board.

Canada Opposes Argentine Resolution: United Nations, N.Y., November 20 (AP) -- Canada objected Thursday to an Argentine proposal to clamp restrictions on production of synthetics that compete in world trade with natural resources.

Canadian Delegate K.W. Taylor, Assistant Deputy Finance Minister, said "the world would be in a sorry position if science and its new products had not come to our aid."

New Housing Programme Hinted: Ottawa, November 20 (CP) -- The federal Government is planning to throw another \$200,000,000 into credits for home-builders, it was reported authoritatively today.

In addition to this, it is going to ease the process of clearing slums.

Hints of the programme were given in the Speech from the Throne delivered at the opening of Parliament, which mentioned amendments to the National Housing Act....

Increased Farm Loans Predicted: Ottawa, November 20 (CP) -- The federal Government may authorize an additional \$100,000,000 or more in farm improvement loans within the next few months, officials disclosed today.

Indications that some changes are being planned under the Farm Improvement Loans Act during the current session of Parliament was given in the Speech from the Throne.

McCann Denies Duplessis Charge: Ottawa, November 20 (CP) -- Revenue Minister McCann said today the federal Government does not tax charitable gifts.

He was commenting on a charge by Premier Duplessis in the Quebec Legislature that the federal Revenue Department has decided to collect income tax on charity given to persons made homeless in the blaze which ravaged Rimouski, Quebec, in 1950.

Niagara Improvement Scheme Announced: Toronto, November 20 (CP) -- The International Joint Commission today announced details of a plan to make Niagara Falls look more beautiful with less water....

Gen. A.G.L. McNaughton, chairman of the Canadian section of the Commission, said increasing demands on the Niagara River's water for power development created the need for a method to retain the scenic grandeur of the famous cataract with a smaller amount of water.

The proposal of the Commission, developed after two years of study by engineers, recommends that a control dam 1,550 feet long be built from the Canadian side about a mile above the falls, plus dredging of the river bottom just above the brink of the Horseshoe Falls....

New Library Site: Ottawa, November 20 (Citizen) -- Canada's new National Library building will be built on Wellington Street using the site of No. 1 Temporary Building and that of the old Perley Home.

The fire-damaged Parliamentary Library is to undergo extensive reconstruction and interior fire-proofing.

These are the main points of official government policy as outlined in the Speech from the Throne.

B.C. Premier Forecasts Election: Penticton, B.C., November 20 (CP) -- Premier W.A.C. Bennett is planning a provincial election, probably soon after the spring session of the Legislature.

He made this plain in a by-election speech here last night. Twice in his speech he made a definite election pledge. Once he used the phrase "in the next year," and later he made a reference to "when we come back to the people as we will do within a few months."

Across Canada: Bills increasing the provincial farm loan fund and the limit on individual loans were adopted yesterday by the Quebec Legislative Assembly.... Under legislation to be introduced at the new session of the federal Parliament, the number of judges in the trial division of the British Columbia Supreme Court will be increased by one to nine members.... J. Alphonse Ouimet, Assistant General Manager of the CBC, has been appointed General Manager, effective December 31.... Professor D.L. McDell, of McGill University, said last night that Canada should not neglect its coal production because, in times of emergency, coal will probably be required for essential military purposes.... Prime Minister St. Laurent has returned to 8-year-old David Dubinski of Milwaukee a one-dollar contribution toward the construction of the St. Lawrence Seaway, tactfully explaining that Canada has figured out how to raise the necessary \$300,000,000.



Miss Hamilton

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Vol. 3, No. 225.

Monday, November 24, 1952.

Budgetary Surplus Shrinks To \$287.9 Million: Ottawa, November 21 (CP) -- A \$3,000,000 decrease, the second drop in as many months, reduced the Government's budgetary surplus to \$287,932,000 in October.

In its monthly treasury report, the Finance Department said October expenditures exceeded revenues by \$3,035,000. In September, expenditures topped revenues by \$45,000,000.

In the first seven months of the fiscal year, which ends March 31 next, revenues totalled \$2,364,711,000 and expenditures \$2,076,779,000, leaving a surplus of \$287,932,000. At the corresponding date in 1951, the Government had a surplus of \$504,400,000. It ended the 1951-52 fiscal year with a surplus of approximately \$250,000,000.

In his budget speech last April, Mr. Abbott, Minister of Finance, forecast a surplus of \$9,000,000. In recent speeches he has said he will consider himself lucky if he breaks even.

Expenditures so far this year amount to slightly less than 49 per cent of the total of \$4,270,000,000 forecast in the budget. At the corresponding date last year, approximately 44 per cent had been spent.

Revenues were approximately 55 per cent of the total forecast in the budget, \$4,279,000,000. They were \$204,800,000 more than the total of \$2,159,900,000 collected in the first seven months of 1951.

Higher defence expenditures and higher payments to the provinces under federal-provincial tax rental agreements were given as the reasons for the October deficit.

Defence and defence production expenditures totalled \$933,284,000 in the seven-month period compared with \$592,556,000 in the corresponding months of 1951.

Payments to the provinces, largely as result of Ontario's recent agreement, totalled \$172,912,000 compared with \$75,087.

On the revenue side, personal income tax collections totalled \$704,370,000 compared with \$561,890,000; corporation taxes \$687,979,000 compared with \$612,775,000.

Review Of Agriculture: Ottawa, November 22 (Journal) -- Canada's meat production this year climbed by almost 200,000 pounds at a time when producers faced the bleakest market in years....

An outline of problems that befell Canada as a result of foot-and-mouth outbreak, now ended, was contained in the 103-page Agriculture Department report that will background the annual Federal-Provincial Agricultural Conference that opens here December 1.

The Department estimated that in the 12-month period ended September 30 last, meat production in Canada climbed to 1,550,000,000 pounds from 1,352,000,000 a year ago. The entire increase was in pork.

Pork increased to 891,000,000 pounds from 680,000,000. Beef slipped to 574,900,000 pounds from 588,500,000. Veal declined to 63,000,000 from 73,000,000.

While cattle marketings were light, hog marketings were "unusually heavy".

"The handling and disposal of surplus meat products created acute problems during the year."

Family Housing Bureau Urged In Quebec: Quebec, November 21 (CP) -- The Quebec Government tabled today in the Legislature an inquiry commission's report recommending establishment of a "family housing bureau" to solve the Province's housing problems.

In preparation about 4½ years, the 175-page report spurned urban housing credit which the Commission described as "a substitute" for private enterprise and a "big step towards state socialism."

Urban credit, the report added, would leave the Government with heavy financial responsibilities. The housing problem did not result from insufficient credit, but from high construction costs and a lack of materials and labour.

The Commission, headed by Mr. Joseph Gingras, Montreal lawyer, urged the "family housing bureau" include a town-planning service with province-wide powers to deal with rural, urban and suburban problems.

Ambassador To Venezuela: (Press Release No. 76 November 22.) -- In recognition of the growing importance of their commercial relations and of the desirability of establishing direct diplomatic relations between them, the Governments of Canada and Venezuela have agreed to exchange missions of embassy rank.

Mr. Henry G. Norman, C.M.G., 62, of Montreal, has been appointed Canadian Ambassador to Venezuela.

Mr. Acheson Ends Ottawa Visit: Ottawa, November 23 (CP) -- State Secretary Acheson today cut short his farewell visit to Ottawa to fly back to New York for consultations on India's plan to bring peace in Korea.

Mr. Acheson talked informally yesterday with Prime Minister St. Laurent and several of the Cabinet.

Later, he had lunch with Governor-General Vincent Massey and attended a dinner in his honour at the United States Embassy.

Toronto Argos Big Four Champions: Toronto, November 22 (CP) -- Toronto Argonauts, trailing by a single point with less than five minutes to play, exploded for a spectacular touch-down on a pass from Quarterback Nobby Kirkowski to Rod Smylie to defeat Hamilton Tiger-Cats, 12-7, here Saturday and win the Big Four Football Union championship. A sell-out crowd of 27,242 watched this unexpected sudden-death third game after the original two-game total-point series ended in a deadlock.

Across Canada: Speaking in Ottawa on November 21, Dean Acheson, United States Secretary of State, deplored what he described as "a false, and at best premature, sense of security" developing in the Western World, the Canadian Press reported....A Liberal member of the House of Commons on November 21 advocated payment of a \$40-a-month pension to all blind persons in Canada. Mr. Norman C. Schneider, elected in a by-election to represent the Ontario constituency of Waterloo North, said the application of a means test to blind persons "is outdated and unfair."....Dr. W. Kaye Lamb, Dominion Archivist and National Librarian, told the Dominion-Douglas Literary Society that tenders for the building of Canada's national library will be called by the end of the year and completion is expected by next autumn, the Montreal Gazette reported on November 22....The Canadian National Railways will spend \$2,000,000 in Newfoundland next year, General Manager H.C. Grayston said in St. John's, the Canadian Press reported. It will include expenditures on new stations, extension of existing station and freight sheds, new rails, widening cuts and other items.



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Vol. 3, No. 226.

Tuesday, November 25, 1952.

In Parliament Yesterday: Ottawa, November 25 (CP) -- The Progressive Conservative and CCF parties moved non-confidence motions in the Government.

Mr. George Drew, Progressive Conservative Leader, charged over-taxation, denied by Prime Minister St. Laurent.

Mr. M.J. Coldwell, CCF Leader, requested establishment of a national health insurance plan with provision for provincial administration.

Mr. St. Laurent On War Tension: Ottawa, November 24 (CP) -- Prime Minister St. Laurent said today there has been a lessening of the fear of global war since the early days in Korea. However, the Government has no plans to lessen efforts to build up joint Atlantic Pact strength.

His statement came in reply to comment by Mr. George Drew, Progressive Conservative Leader, that the Government should give the Canadian people the basis for its statement in the Speech from the Throne that "there are signs of a lessening of the danger of an outbreak of war on a global scale."

Mr. St. Laurent denied that there is any complacency about peace in his Government. He read from the Throne Speech quotations saying there are signs of a lessening of the dangers of world war but that peace can be assured only as long as the West continues to build up and maintain its armed strength.

The Prime Minister said he doesn't feel that there are enough forces in Europe now to resist any Russian aggression.

Mr. Drew said the statement in the Speech from the Throne about the lessening of dangers has been interpreted in the press and elsewhere as an indication that "there may be reason for lessening our defence efforts."

Gold Mine Aid Increased: Ottawa, November 24 (CP) -- The Government has decided to tap its treasury for an additional \$4,000,000 a year to boost subsidies to Canada's hard-pressed gold mines in 1953.

The Minister of Finance, Mr. Abbott, announced the move in the House of Commons today. He said he hoped it would halt a procession of mine shutdowns caused by climbing production costs and low returns.

Legislation to revise the payments programme under a complicated cost-aid formula will be introduced during the current session.

Officials estimate that the subsidy increase, effective January 1 next, will average about \$1 per fine ounce of gold produced, increasing the Government's average payment in 1953 to about \$3.80 per fine ounce from \$2.80.

If the exchange value of the Canadian dollar keeps at its current level, the boost should give the average producer about \$38 per fine ounce in 1953, just a little below the \$38.50 he received before the Canadian dollar was set free in 1950.

9 Months Exports Over \$3,000,000,000: Ottawa, November 24 (CP) -- Canada's exports for the first nine months of 1952 climbed above the \$3,000,000,000 mark for the first time in history. But there were indications that Canada's exports drive may have hit its peak.

Nevertheless trade officials confidently predicted that exports for the full year will set a new high, well above last year's \$4,000,000,000.

The Bureau of Statistics today estimated the nine-month total at \$3,180,700,000, an increase of more than \$350,000,000 over the previous high of \$2,828,200,000 last year.

With imports slipping from the postwar peak of 1951, Canada produced a foreign trade surplus of \$235,100,000 for the nine months, a dramatic reversal of the \$323,800,000 deficit last year.

Aid For Eskimos: Ottawa, November 24 (CP) -- A group of Arctic experts is going to search for ways to give Eskimos a chance of making a better living in Canada's Arctic Territory.

Formation of an Eskimo research unit, headed by Mr. J.C. Wright, 60-year-old research scientist, was announced today by the Resources Department. Three or four other members of the body will be named later.

The first job of the unit will be a review of the Eskimo economy. Then members will look for possible new industries to inject new life into the earning-power of Canada's 8,500 Eskimos who at present are dependent mostly on hunting, fishing and some trapping.

The unit's findings and recommendations will have a bearing on the Government's policy in administering Eskimo affairs.

Alberta Oil Production Rises: Edmonton, November 25 (CP) -- Crude oil production in Alberta for the first nine months of 1952 was up 8,502,037 barrels over the same period in 1951.

The Petroleum and Natural Gas Conservation Board, in its September report, said yesterday that production for the nine-month period totalled 42,029,450 barrels, compared with 33,527,413 for the same 1951 interval.

Production in September reached 5,739,546 barrels, against 4,732,770 in September, 1951, and 5,779,663 in August, 1952, a record month.

Seventy-nine more oil wells were brought in during September in both years.

Across Canada: The first troops to return to Canada after serving one year with the 27th Infantry Brigade in Germany arrived Monday aboard the Greek Lines passenger ship Neptunia. The 686 officers and other ranks all crowded the deck on one side of the ship as it pulled into Quebec harbour....Social Credit turned aside all opposition Monday to elect two Cabinet Ministers in two British Columbia by-elections. It was the first test at the polls for the Social Credit Government. Attorney-General Robert Bonner was elected in Columbia riding over CCF and Liberal opposition while Finance Minister Einar Gunderson won by a landslide in Similkameen constituency over CCF and Independent opponents....Prime Minister St. Laurent announced Monday that Mr. Ralph Campney, 58, of Vancouver, is being appointed an Associate Minister of National Defence as soon as the necessary legislative steps can be taken.



Miss Hamilton

DAILY AIRMAIL BULLETIN

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DEPARTMENT OF EXTERNAL AFFAIRS
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Vol. 3, No. 227.

Wednesday, November 26, 1952.

In Parliament Yesterday: Ottawa, November 25 (CP) -- Mr. Solon Low, Social Credit Leader, said today he shudders to think of what a "sudden outbreak of peace" might do to the Canadian economy.

"The present prosperity is underwritten by billions being spent for armaments," he said.

"I fervently hope an armistice will be signed very soon. Yet, it makes me shudder to think what the sudden outbreak of peace might mean to the Canadian economy."

He said he believes the world is not ready for peace, because in the midst of "potential world abundance there is widespread poverty, insecurity and ignorance."

Mr. Low spoke in continued debate on the motion for adoption of an address in reply to the Speech from the Throne. The last of the party leaders to speak, he was followed by a list of back-benchers, who made various demands of the Government....

The Minister of National Defence, Mr. Claxton, said today the question of providing the Canadian armoured squadron in Korea with British Centurion tanks is under consideration.

But he declined to say how many shells the squadron is being allowed to fire daily at present although he indicated that tanks are rationed to a certain number.

He was replying to questions by Lt.-Col. Gordon Churchill (L.-Winnipeg South Centre) who asked whether it is true that Canadian tanks in Korea are rationed to two shells a day apiece and that a switch to Centurions from the present U.S. Sherman tanks is in the offing.

Mr. Claxton said it is quite common on any frontline for tanks to be allowed only a certain number of shells daily during relatively static warfare. This permitted stocks to be built up either for an emergency or "the possible contingency of an ultimate armistice"....

In the Senate, Senator John T. Haig, Progressive Conservative Leader, today appealed for close inspection by laymen of proposed changes in the Criminal Code because they involve fundamental liberties.

Senator Haig spoke during debate on changes to the code considered by the Senate after Senator Cyrille Vaillancourt (L.-Quebec) moved the Address in Reply to the Speech from the Throne. It was seconded by Senator C.G. Hawkins (L.-Nova Scotia).

Mr. Duplessis On Margarine Bill: Quebec, November 25 (CP) -- Premier Duplessis said tonight the Quebec Government intends to strike at the root of margarine-infiltration into Quebec by confiscating vehicles, including railway cars, transporting butter substitutes into the Province.

Mr. Duplessis warned that the Government will seize railway cars carrying margarine and fine the railway company owning the car.

The Government leader spoke on a Government bill to authorize the Government to confiscate vehicles transporting margarine.

Margarine was banned by the Quebec Legislature in 1949 after Canada's Supreme Court ruled provinces had jurisdiction to authorize or ban sales of the product.

Labour Bills Before Quebec Assembly: Quebec, November 25 (CP) -- Premier Duplessis today told the Quebec Federation of Labour he will restore the right of unionists to appeal decisions of the Quebec Labour Relations Board if that is what they want.

A law adopted last year by the Quebec Legislature makes Labour Relations Board decisions final by declaring they are not subject to revision by the Superior Court. Other bills to strengthen this provision now are before the current session of Legislative Assembly.

Report Britain Investing In Aluminum Industry: Ottawa, November 25 (CP) -- Britain though short of dollars, is betting \$120,000,000 on Canada's aluminum future.

It was learned today that Britain has put that much money in loans to help the Aluminum Company of Canada expand production at Arvida, and to build the Kitimat project in British Columbia.

For many months the details of Britain's investment in the Canadian aluminum industry have been kept secret. There was only an announcement that Britain was earmarking \$40,000,000 for Canadian development. The full amount is three times higher.

Canada is Britain's biggest aluminum supplier and will likely remain so for some years, even though Britain is showing interest in Gold Coast development.

Across Canada: The House of Commons yesterday gave first reading to two bills sponsored by Mr. Hazen Argue (CCF-Assiniboia). The first would provide for payments to Western farmers for storing wheat on their farms. The second would make the directors of a corporation, found guilty of operating a price-fixing combine, subject to imprisonment and fine....Rev. Dan McIvor, a non-drinker, says he is no "pious sissy," but he thinks statesmen should stop sipping cocktails before attending important meetings, the Canadian Press reported....Senator Cyrille Vaillancourt (L.-Quebec) said yesterday that if every Canadian paid his share income taxes could be reduced by 40 per cent.... A 10 per cent cut in personal and corporate income taxes and removal of deferred depreciation regulations have been recommended by the Executive Council of the Canadian Manufacturers' Association, the Globe and Mail reports.



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Vol. 3, No. 228.

Thursday, November 27, 1952.

Transportation History Being Made In Grain Rush: Ottawa, November 26 (CP) --

Canada's grain men have opened full throttle on the biggest grain-moving rush of the season.

With the Great Lakes navigation freeze-up less than two weeks away, an armada of freighters, turned into giant breadbaskets, are rushing millions of tons of wheat and other grains down the St. Lawrence River into marketing ports. Transportation history is being made east, west and north.

Transport Controller R.W. Milner estimates that when the freeze-up comes December 6, he will have moved 200,000,000 bushels of grain from the lakeheads since August 1; another 40,000,000 bushels to Vancouver and 8,500,000 bushels to the northern port of Churchill.

"All these are record or near-record movements," Mr. Milner said today. "And they're all being accomplished without a control order—strictly through co-operation among the rail and ship operators and the grain trade.

"It is difficult to tell what may happen next spring but it looks like we will be making transportation history in the current crop year."

The previous peak movement from country delivery points on the prairies was 672,000,000 bushels shipped last year.

Debate In House Of Commons: Ottawa, November 26 (CP) -- Mr. Donald Fleming, Progressive Conservative member for Toronto Eglinton, said today the Government is making "reckless expenditures" in an effort to influence voters before the next election.

"How otherwise can anyone possibly attribute to sane people these reckless expenditures in which the Government is indulging at the present time," he said.

Mr. John Dickey, Parliamentary Assistant to the Minister of Production, Mr. Howe, replied that the Progressive Conservatives are using "half-truths" and "baseless suggestions" in an effort to damage the Government politically.

The two men were among several to participate in continued debate on a motion for adoption of an address in reply to the Speech from the Throne.

Mr. F.D. Shaw (SC—Red Deer) urged the defence expenditures committee of the House of Commons to investigate construction contracts at defence establishments.

Mr. Stanley Knowles (CCF—Winnipeg North Centre) supported his party's appeal for a national health insurance programme.

Mr. Fred Larson (L—Kindersley) said part of Britain's trade difficulties were due to her national health insurance expenditures.

Armed Services Strength: Ottawa, November 26 (CP) -- Canada's armed forces increased their strength by 861 during October, although discharges lowered the army's manpower.

Figures issued today showed that the three services had 99,822 men, compared with 98,961 at the end of September. The Minister of National Defence already has announced that the total went beyond 100,000 in early November.

The figures showed that the net gain of roughly 900 compared with a recruiting intake of 2,368 new officers and men. In other words, for every five men recruited they discharged about three.

Improved Methods Of Treating Uranium Ore: Ottawa, November 26 (Globe & Mail) --

Between 40 and 50 persons now employed at the Eldorado Refinery at Port Hope will be dismissed by December 15, the Minister of Defence Production, Mr. Howe, stated in the House of Commons today.

Mr. Howe added that another 28 employees had been dispensed with since July 31. The staff reduction was undertaken, he said because of improved methods of treating uranium ore in the Government-owned company's mill at Port Radium in the Northwest Territories.

Quebec's Margarine Bill: Quebec, November 26 (CP) -- The Legislative Assembly tonight adopted a Government bill to authorize confiscation of vehicles transporting margarine and sharing of fines with citizens who lay charges against violators of the ban on butter substitutes.

In a vote the House divided 60-22 in favour of the bill, attacked by Liberals as an "arbitrary measure" during two days of debate.

When the debate closed Premier Duplessis said no opposition arguments against the bill were valid.

The bill did not involve sharing of fines with informers, he said. It provided for sharing of fines with persons who lay charges in court against a violation of the law.

Mr. Duplessis On Taxation Rights: Quebec, November 26 (CP) -- Premier Duplessis said today he is in favour "in principle," of the establishment of a provincial inquiry commission to study problems relating to federal-provincial matters, especially taxation rights.

Mr. Duplessis made the statement replying to a memorandum of the Quebec Province Chamber of Commerce asking the Quebec Government to establish a royal commission which should report within a year.

The Premier described the memorandum as one of the most "powerful" ever presented to the Government.

The Chamber of Commerce, supported by the Union of Quebec Municipalities, suggested appointment of five commission members who should be experts in the constitutional, fiscal, administrative, and social and economic fields.

Sittings of the Commission should be held in the chief centres of the Province and open to the public.

Canadians In China: Ottawa, November 26 (Globe & Mail) -- Canada is going to make another attempt to repatriate her civilian nationals in Communist China, it was learned tonight.

Dr. W. Stuart Stanbury, National Commissioner of the Canadian Red Cross Society, will travel next month to Geneva, Switzerland, where he will confer with officers of the Chinese Red Cross.

The conference will be on a purely Red Cross level, lacking government sponsorship. It will be held during a meeting of executive committees of all the world's Red Cross societies. If preliminary discussions are encouraging, Dr. Stanbury may go later to Peiping.

Across Canada: Two Senators objected yesterday to legislation empowering Canadian loan and trust companies to invest in securities of the International Bank. Despite objections by Senator John T. Haig, Progressive Conservative Leader, and Senator A. N. McLean (L.-New Brunswick), the legislation was approved in principle and sent to the Banking and Commerce Committee for detailed study. Senator Haig said he objected to Canadian companies "contributing to an organization that really is a political instrument dominated by the United States"...The number of Canadians in mental institutions has increased proportionally by nearly 31 per cent in the last 20 years, the Bureau of Statistics reported...The recession in the Canadian textile industry last year was accentuated because foreign countries "unloaded their surplus textiles here," Mr. J. Irving Roy, of Montreal, told the Cotton Institute of Canada yesterday, the Montreal Gazette reported. Mr. Roy was re-elected President of the Institute at the annual meeting...Toronto Argonauts won the Eastern Canada football championship by swamping Sarnia Imperials 34-15 under a six-touchdown scoring bombardment at Toronto. The victory gave Argonauts a chance to make a bid for their second Grey Cup in three years when they meet Edmonton Eskimos in the East-West final Saturday.



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Vol. 3, No. 229.

Friday, November 28, 1952.

Mr. Martin Addresses U.N. On Peace Plan: United Nations, N.Y., November 27 (CP) --

Canada today appealed for quick United Nations approval of an Indian peace-plan for Korea in the hope the Chinese Communists and North Koreans want peace despite Russia's rejection of the compromise proposal.

While the Minister of National Health and Welfare, Mr. Martin, spoke before the Political Committee of the General Assembly, the United States delegation announced it has thrown its full support behind the resolution to which it previously had strong objections....

Mr. Martin, who was the first to publicly outline the prisoners formula which became the basis of the Indian plan, said the Committee should avoid "haggling over non-essentials."

Mr. Martin condemned Foreign Minister Vishinsky of Russia for his flat rejection of the Indian plan and his sarcastic references to it as an academic exercise because of the "negative attitude" of the Chinese Communists as reported by the Russians....

Mr. Martin said that under the Indian plan the problem of the prisoners "will have been limited and defined and may have been reduced to a point where the solution will not be difficult."

Speech From The Throne Debate: Ottawa, November 27 (CP) -- The Minister of National Defence, Mr. Claxton, said today in the House of Commons that his Department has been doing no more and no less than its duty in accumulating stores for the possible outbreak of war.

Replying to Progressive Conservative charges of waste and extravagance in defence purchasing, he counter-charged that the Opposition would be the first to accuse him and the Department of negligence if war came and caught them without necessary stores.

He denied that there has been any excessive purchasing and argued that the wonder is that there have not been more errors in a programme so large.

In a 40-minute speech devoted entirely to Opposition charges on this one subject, he also said:

1. Stores are bought for four main reasons of which mobilization is only one.
2. There are constant reviews of purchasing policies and there have been important modifications and will be more.
3. Mobilization stores are being laid aside for the first three months of any general war.
4. "I do not think that in any field we shall have stockpiled more than we would have required in about a year and a quarter of ordinary current needs. In other words, not a single article has been or will be wasted. Everything will be used."....

Mr. J.M. Macdonnell, Progressive Conservative financial critic, said today Mr. Abbott is preparing the ground for tax reduction next spring.

Mr. Macdonnell said that if next spring's budget does not contain tax reductions it will mean there will be no election until 1954.

The tax reductions would come before an election, not when the economic situation made them desirable or when the taxpayers needed them.

"The ordinary taxpayer is tax-angry, inflation-angry and waste-angry," said Mr. Macdonnell.

He was one of several to participate in resumed debate on the Throne Speech.

Wage Raise Recommended For Rail Workers: Montreal, November 28 (Gazette) -- Representatives of 144,000 railway workers in the non-operating trades toiled through two sessions here yesterday studying a conciliation board's report and scheduled another meeting for today.

No official statement as to what action might be taken came from the closed meetings in a downtown hotel.

The discussions centred on the Board's majority report recommending an average wage increase of 16 cents an hour. The brotherhoods asked for an across-the-board increase of 45 cents.

In attendance were 100 representatives -- vice presidents and general chairmen -- who make up the general conference committee of 15 international and two national brotherhoods.

Newsprint Price To Rise In Canada: Toronto, November 27 (CP) -- Abitibi Power and Paper Co. Ltd., is advising its Canadian customers that the price of their newsprint will be increased \$10 a ton effective January 1.

The increase is the same as that put into effect for United States customers last June 15, which did not apply in Canada.

Some other Canadian newsprint producers are also understood to have advised their customers of the increase.

Under a \$10 increase the Canadian base-area price will be \$122 a ton. Canadian publishers also pay a federal 10 per cent sales tax on all but the transportation part of the price.

Special Ambassador: (Press Release No. 77, November 28.) -- The Department of External Affairs announced on November 28 the appointment of Mr. Charles Pierre Hébert, Canadian Ambassador to Mexico, as Special Ambassador for the inauguration of the new President of Mexico, His Excellency Adolfo Ruiz Cortinez, who will succeed President Miguel Aleman Valdés. The ceremonies will take place in Mexico City from November 28 to December 3.

Across Canada: The Minister of Transport, Mr. Chevrier, said yesterday he has confidence in continued Canada-United States co-operation on the St. Lawrence Seaway. Despite published reports of an 18-month delay in the project, he said he is confident that "we shall proceed with this development in the not-too-distant future."....The Premier of Alberta, Mr. Manning, said that outside markets for Alberta natural gas are essential to the continued expansion of the Province's oil and petro-chemical industries. He told the Social Credit League that at the present rate of development Alberta in 10 years will have enough gas to take care of the Province's own needs for a further sixty years, according to press report....Phillips Petroleum of Oklahoma reports it has made in the Camrose-Armena field in central Alberta what appears to be the most important oil discovery in the D-1 formation of the Devonian to date in Western Canada, according to the Canadian Press.



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Vol. 3, No. 230.

Monday, December 1, 1952.

U.S. Cattle Embargo Ends March 1: Ottawa, November 28 (CP) -- The future for Canada's multi-billion-dollar livestock industry brightened today as the United States announced it will lift a year-long embargo against Canadian livestock and meat March 1 next....

At Edmonton, Agriculture Minister David Ure of Alberta said "There won't be a livestock man in the whole of Canada who won't be pleased to hear the news." It would give the livestock producers a "needed shot of optimism."

At Winnipeg, Elia Trepel, President of the Winnipeg Livestock Exchange, said lifting of the embargo will benefit both the producer and consumer....

Canadian farms are loaded with livestock. The federal Government has taken big losses in meat sold under its price-support programme. It has supplies of canned pork still unsold and it has promised to maintain a price support under meat until the U.S. embargo was lifted.

New Guard Against Animal Disease: Ottawa, November 28 (CP) -- The Agriculture Department today took steps to bolster its border guard against foot-and-mouth disease with the appointment of a 39-year-old assistant chief veterinarian to concentrate on port inspections.

He is Dr. J.U.G. Girard, a member of the federal Health of Animals Division staff for 12 years and a veteran of the Second World War.

Dr. Girard, native of St. Joseph de Beauce, Quebec, will inspect quarantines, meat and livestock going in and out of the country and generally help strengthen preventative measures against animal diseases in Canada.

Railways Accept 16-Cents-An-Hour Wage Boost: Ottawa, November 28 (CP) -- The railways, accepting a proposal for a 16-cents-an-hour wage increase for employees, today applied for a general nine-per-cent increase in freight rates to meet the new costs.

The companies called on the Board of Transport Commissioners for the rate boost, almost immediately after announcing acceptance of the majority report of a federal conciliation board on their long wage dispute with union employees.

At the same time, they predicted rate-increase applications in some of their other services — probably telegraph and express — as the result of the wage adjustments. And informants predicted an added jump in freight rates will be sought when and if the railways spread the union-won increases further through their organizations.

Today's application—which would gross the railways about \$42,000,000 a year—is in addition to one pending before the Transport Board for another nine-per-cent boost, and the companies made it clear they wish the original application to stand. It is down for a hearing at an unspecified date in January.

Railway union leaders have rejected federal conciliation efforts to solve the railway wage dispute but have left the way open for a resumption of negotiations with the railroads.

Mr. Frank H. Hall, spokesman for the 15 international and two national brotherhoods, announced in Montreal Saturday that the unions have turned down the majority report of a conciliation board which recommended a 16-cent-an-hour pay boost for 144,000 non-operating rail workers. The unions have sought a 45-cent raise.

Canadians Schooling In U.S.: Montreal, November 29 (Gazette) -- Canadian students attending day education classes in U.S. elementary schools will be reclassified December 24, U.S. immigration officials said here yesterday.

Under the arrangement, students attending classes up to and including Grade eight may travel freely between their homes and schools only if the school is recognized by U.S. authorities.

It is not known how many children in this district will be affected by the new U.S. Immigration and Naturalization Act. There are an estimated 500 to 600 involved in the Windsor-Detroit area.

Mr. J.R. Burke, officer in charge of the U.S. immigration office here, told The Gazette blanket approval would be granted schools in the U.S. which complied with the two following stipulations:

1. That the name of the student be registered with the district immigration officer.
2. That the same office be notified of his final departure.

"No Accident" Auto Insurance Discount: Montreal, December 1 (CP) -- The Dominion Board of Insurance Underwriters today announced a plan to offer a 20-per-cent "no accident discount" on 1953 rates on public liability and property damage insurance to pleasure drivers accident-free for the last three years. Drivers must be in the "A-1" insurance classification which covers pleasure automobiles driven by persons over 25 years of age.

Argonauts Win Grey Cup: Toronto, December 1 (CP) -- Sharp field-generalship and a solid pass-defence paid off for Toronto Argonauts with the richest prize of them all, the Grey Cup, for the 10th time in the club's colourful history. The Argonauts made everything work for them Saturday as they turned back Edmonton Eskimos' bid with a 21-11 triumph. Miscues and a lack of a defence against the long pass told the story of the Western Canada Champions downfall.

Across Canada: The new session of Parliament is little more than a week old but already on the House of Commons' order paper are at least seven resolutions from backbench members urging a loosening of the federal purse strings for bigger and more social service payments, the Canadian Press reports....A four-day study of the military, economic and political situation in important world areas will be held in Toronto December 8-11 by the Defence Department's Bureau of Current Affairs....Archbishop Paul Emile Léger of Montreal will be among 24 Roman Catholic prelates to receive the red hat as members of the College of Cardinals at a Vatican City consistory January 12. At 48 he will be youngest of the non-Italian cardinals and second youngest ever to be nominated to the College. Announcement of the consistory was made by Pope Pius XII Saturday....The Quebec Legislative Assembly approved unanimously a Government bill to increase a provincial housing aid fund from \$30,000,000 to \$40,000,000....The B.C. Progressive Conservatives have chosen Deane Finlayson, 33-year-old Nanaimo real estate and insurance man and a party member for six years, to succeed Mr. Herbert Anscomb, Finance Minister in B.C.'s former Liberal-Progressive Conservative Coalition Government as Leader....Mr. J.W. Murphy, Progressive Conservative member for Lambton West, suggested in the House of Commons that Canada use an escape clause in the Geneva trade agreements to bar imports of cheap American cigarets.



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Vol. 3, No. 231.

Tuesday, December 2, 1952.

Canada-U.S. Air Co-operation: Ottawa, December 2 (CP) -- A new phase of Canadian-American co-operation in air defence was disclosed yesterday by the Minister of National Defence, Mr. Claxton.

He told the House of Commons the two countries have agreed to allow their interceptor planes to cross the border in identifying aircraft that enter certain zones.

It was disclosed last week that, as one more phase of the plan to integrate the air defence systems of the two countries completely, Canada has agreed to allow U.S. fighter squadrons to operate in Canada from time to time.

Yesterday's statement came in reply to a question from Mr. M.J. Coldwell, CCF leader, who asked what authority American planes have to "cross into Canada for the purpose of investigating planes flying over Canadian territory?"

Mr. Claxton said Canada and the U.S. have agreed that the air defence of the continent must be a single operation and one important element of this arrangement consisted of air defence identification zones which have been set up along both sides of the border and along both coasts.

"Civil aeronautical regulations require that any aircraft operating in these zones should file flight plans. Any unidentified aircraft flying in an air defence zone near the border and apparently heading towards the border is liable to interception for purposes of identification by military aircraft of the country towards which the unidentified aircraft is believed to be headed.

"For this purpose, USAF aircraft may cross the border into Canada and RCAF aircraft may cross into the U.S."

The Minister said, however, that a U.S. plane could not order any plane to land while flying over Canada.

\$1,225 Million Invested In Petroleum Industry: Ottawa, December 2 (CP) -- The flow of both Canadian and foreign capital into this country's booming oil development has pyramided investment in the petroleum industry to more than quadruple the total at the end of the war. According to a survey just reported by the Bureau of Statistics, the figure grew from \$296 million in 1945 to \$1,225 million in 1951.

The report covers growth in all branches of the industry in Canada--exploration, development, refining, transportation and merchandising--as measured by the book values of many hundreds of companies involved.

In a special report on the international division of ownership in the industry, the Bureau disclosed that the biggest jump was in the investment of U.S. residents, which soared by \$521 million in the six years, from \$115 million to \$636 million. Canadian investment rose by \$406 million, from \$172 million to \$578 million, and the total for U.K. investors and other countries rose from \$9,000,000 to \$11,000,000.

The period saw changes in the proportions of the industry owned by the residents of Canada, the United States and the United Kingdom and other countries. Of the total investment at the end of 1945, 58 per cent was owned by Canadians, 39 per cent owned in the United States, and three per cent in the United Kingdom and other countries. At the close of 1951, Canadian investment accounted for 47 per cent of the total amount, the investment of United States residents for 52 per cent, and the investment of residents of the United Kingdom and other countries the remaining one per cent.

Contributing to the change in value of United States investment was the capital inflow of \$532 million in the six years for petroleum investment, which represented over one-third of the net capital movement from the United States to Canada. Of this amount \$221 million crossed the border in 1951.

Mr. Murray, M.P., On Hutchison's Book: Ottawa, December 1 (CP) -- A Liberal backbencher said today in the House of Commons that it is "unfortunate" no one has answered charges against the late W.L. Mackenzie King in Bruce Hutchison's book "The Incredible Canadian."

George Murray, member for Cariboo constituency in British Columbia and long-time supporter of the former Canadian Prime Minister, said he was "shocked by some of the statements in the book and by the fact that "nobody rose to deny them."

Mr. Murray said he believes the U.S. Government is "foolhardy" in trying to maintain an airlift to Alaska. He said connections with Alaska should be supplemented by a railway running from north of Prince George, B.C., to Alaska.

U.S. Cigaret Competition: Ottawa, December 1 (CP) -- Chain stores in Ottawa opened a cigaret "price war" today, displaying large window signs advertising popular Canadian cigarets at 36 cents for 20. The usual price is 39 cents a pack.

The manager of one chain store said the cut price was in answer to a United States cigaret which came on the chain store market last week selling at 33 cents for a pack of 20.

Across Canada: Mr. George T. Fulford (L.-Leeds) appealed tonight for speedy United States action of the power phase of the vast St. Lawrence seaway project so that Canada can get on with the job. Speaking in the Throne Speech debate in the House of Commons he said he had been alarmed by recent press reports it might take 18 months to decide which American authority would handle the power end of the project in conjunction with Ontario.... Canada's penitentiary commissioner said today that a new penal deal, stressing prisoner training and rehabilitation, now is paying off. The plan was started in 1948 after a Royal Commission investigation into penitentiary conditions. Maj.-Gen. G.R. Gibson said results of the plan are reflected in a reversal—for the first time in nine years—of the upward trend in penitentiary population. Prison behavior was better and there were indications more former convicts were "going straight."...Mr. Jean Francois Pouliot today celebrated his 28th anniversary as a member of Parliament.... The federal Government is launching a programme to encourage Canadians to do their holiday travelling in Canada, Resources Minister Winters said.



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Vol. 3, No. 232.

Wednesday, December 3, 1952.

Throne Speech Debate: Ottawa, December 2 (CP) -- A Manitoba farmer-member of the House of Commons today said he's going to try to outlaw strikes on the railways or anywhere else in Canada for a two-year period.

Mr. John Sinnott, Liberal member for Springfield, criticized the non-operating rail unions for rejecting the 16-cents-an-hour pay increase recommended by a federal conciliation board and accepted by the railways in the current wage dispute.

He then gave notice that he intends to introduce a private bill to ask the Government to ban labour strikes for a two-year period.

At a time when the cost of living was declining and farm prices dropping "the demands made by the railway unions are not only totally unwarranted, they have become a chronic disease...."

The Throne Speech debate produced a divergence of views, including divided opinion about Commonwealth trade.

Mr. George T. Fulford (L.-Leeds) said Canada's farmers have reached a stage "where I doubt if they would be satisfied to depend on contracts with the United Kingdom."

Canadian farm prices in many lines had gone beyond those Britain was paying other countries and "it certainly wouldn't be to Canada's advantage at this time to try to blast her way into the British market."

Mr. Howard Green (PC-Vancouver-Quadra) accused the Government of "smugness" on the question of Commonwealth trade. Mr. Howe, Minister of Trade and Commerce, in a recent speech has said "that those who say we are losing markets are talking nonsense." Mr. Abbott, Minister of Finance, had "also done some blurring" about the need for more efficiency in production.

But the fact remained that markets had been lost. The salmon industry, the lumber industry and the apple industry in British Columbia all faced a serious situation.

Tightening Of Export Controls: Ottawa, December 2 (CP) -- Canada today revised and tightened export controls to help the United States block shipments overseas of certain materials which the U.S. considers strategic and which Canada doesn't.

The Minister of Trade and Commerce, Mr. Howe, announced that the new regulations will apply on Canadian exports which can be shipped out of the country without an export permit.

In the future exporters will have to file a statement with customs authorities, declaring that the item is not being shipped out of Canada contrary to Canadian export regulations and that it does not originate in the U.S.

The controls are designed to prevent strategic goods from falling into the hands of the Communists.

Canada's list of strategic goods is mostly the same as the U.S. list, with a few exceptions, such as certain medical supplies.

But controls do not apply on the movement of goods across the American-Canadian border. Thus, it might be possible for an American shipper to set up a company in Canada, import U.S. goods which may be on the American strategic list but not on the Canadian, and then re-export them out of Canada as Canadian goods.

Federal-Provincial Tourist Conference: Ottawa, December 2 (CP) -- The higher value of Canada's dollar has hurt the tourist industry, delegates to the seventh Federal-Provincial Tourist Conference agreed today.

Mr. D. Leo Dolan, Director of the Canadian Travel Bureau, said he would like to see the Canadian dollar on a parity with the U.S. dollar for the next season.

Mr. Dolan said economic experts in Ottawa believe the rate will shortly be closer to parity.

Several delegates said they felt a good deal of illwill had been created because of the difference in the Canadian-U.S. dollar.

The Minister of Resources and Development, Mr. Winters, through whom the Canadian Travel Bureau reports to Parliament, discussed the trans-Canada highway. He said he was well satisfied with its progress and said he felt the highway was a great tourist attraction. In the three years that it has been under construction \$89,000,000 has been spent on its development.

Atomic Power For Industry: Ottawa, December 2 (CP) -- The Government is preparing for commercial use of atomic energy in Canada within the next five years, the Minister of Trade and Commerce, Mr. Howe, said today.

He said in an interview that atomic power will be available in that time and that Government officials already are considering how best to provide outlets for its services to the public.

The Cabinet's atomic expert said the atom will be providing power in much the same way and for the same purposes as electricity. Central power plants would generate it.

A year ago a special crown company, Atomic Energy of Canada Ltd., was established to direct Canada's effort in this field and to run the Chalk River project.

It was stated then that the reason for the move was that the prospects for use of this energy have brightened considerably and that it should be available well within 10 years.

The Minister said he could not divulge what sort of power outlets the Government is considering for the atom, whether they will be operated by the state or by private enterprise or both or where they will be.

However, it has been indicated in the past that a likely first use of atomic energy would be to provide power in areas which now lack it in large quantities.

Progress at Chalk River, he said, has stimulated moves to get ready for commercial use of the atom.

Montgomery To Visit Canada, U.S.: Ottawa, December 2 (National Defence) -- Field Marshal Viscount Montgomery of Alamein, Deputy Supreme Commander, will visit Canada and the United States for a month in the spring of 1953, it was announced December 2 at National Defence Headquarters. Field Marshal Montgomery will arrive in New York March 25 and remain in the United States until April 15. From April 15 to April 24 he will visit Canada before returning to Supreme Headquarters Allied Powers in Europe.

Across Canada: Mr. Howe said yesterday that the United States Government could have avoided a reported \$835,000 commission deal concerning a cobalt contract by following the advice of Canadian authorities. He was commenting on a statement from Washington yesterday that Government investigators have found evidence indicating Silver Miller Mines, Ltd., of Toronto agreed to pay about \$835,000 last August for the promotion of a cobalt contract with the U.S. Government....The Progressive Conservative Leader in the Senate, Senator Haig, yesterday predicted that a federal general election will be held next fall, on Monday, October 12, 1953....A total of 675,423 Canadians are receiving the \$40-a-month pension paid to persons 70 and over regardless of means, the federal Health Department said yesterday.... The 1st Patricias are homeward-bound, sailing back to Canada after a year spent on Korea's front line, Canadian Press reported from Tokyo.



Miss Hamilton

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Vol. 3, No. 233.

Thursday, December 4, 1952.

National Health Insurance Debated: Ottawa, December 3 (CP) -- A Government spokesman said today the groundwork has been laid in Canada for the "best national health plan in the world."

However, Dr. E.A. McCusker, Parliamentary Assistant to the Minister of National Health and Welfare, said it is not yet time to launch the plan as a national health insurance scheme.

Another Saskatchewan member, Mr. Percy Wright (CCF-Melfort) quickly took issue with that stand and called for steps at this session of Parliament to bring the insurance scheme into existence.

He cited reports that half the Army's would-be recruits are rejected as an indication that Canadian health standards need lifting.

They spoke as the House of Commons moved along in the general Throne Speech debate.

The day brought these other views:

1. Mr. A.J. Brooks (PC-Royal) suggested that Canada's northern climate and production could well be paired with the tropical climate of the West Indies by taking the Indies in as an 11th province.

2. Mr. Robert Fair (SC-Battle River) suggested tariff reductions to help the farmer get cheaper equipment.

Dr. McCusker, a Regina physician, reviewed what has been accomplished with \$100,000,000 in health grants to provinces in the last 4½ years and said health surveys by the Provinces have commended the Government for its programme.

But generally the Provinces had said there must be more facilities before national health insurance was established.

Dr. McCusker said he is proud of the health plan in Saskatchewan, but the CCF cannot claim all the credit. The men who pioneered that plan were not socialists. The Saskatchewan Cancer Control Act had been passed by a Liberal Government in 1944.

Ambassador To Uruguay: (Press Release No. 78, December 4.) -- In recognition of the desirability of establishing direct diplomatic relations between them, and the importance of their commercial relations, the Governments of Canada and Uruguay have agreed to exchange missions of embassy rank.

Major-General L.R. LaFlèche, D.S.O., has been appointed Canadian Ambassador to Uruguay and will act in that capacity as well as carry out his present functions as Ambassador to Argentina. An Embassy will be established in Montevideo which, during the absences of the Ambassador, will be under the direction of a resident Chargé d'Affaires.

General LaFlèche, 64, was educated at Sorel and Montreal, P.Q. During the first World War he served in France with the Royal 22nd Regiment. He entered the Cabinet in 1942 as Minister of National War Services and served as Member for Outremont in the House of Commons. In 1945 General LaFlèche became first Canadian Ambassador to Greece, a post which he held until 1949 when he was appointed High Commissioner for Canada in Australia. He relinquished this assignment in 1951. In April, 1952, he was appointed Canadian Ambassador to Argentina.

Study Food Problem Under A-Attack: Ottawa, December 3 (CP) -- Civil defence experts and nutritionists met today to discuss plans for emergency feeding in event of bomb attacks.

The two-day meeting was called by the federal Government to discuss how responsibility for feeding people should be divided among federal, provincial and municipal governments.

Plans also will be made for courses on emergency feeding in wartime.

Miss Edith Walker, director of emergency feeding in the British Ministry of Food, said Britain's plans for emergency feeding have been based on experiences of the last war. It was found that after a bombing people need food and drink as quickly as possible. It must be food easily prepared and eaten.

People have been trained to use rubble for making cooking facilities. Mobile convoys have been located at strategic points. Boilers, portable ovens and similar articles are being stockpiled for use in civil defence.

Miss Walker said the British Government has decided to leave the stockpiling of food in the hands of wholesalers and retailers.

TV Control Held Right Of Quebec: Quebec, December 3 (CP) -- Mr. Edouard Asselin, Government Leader in the Quebec Legislative Council, said today Quebec is not ready to yield without a fight what it believes to be its rights in television.

Mr. Asselin spoke in the Upper House debate on a Government bill proposing censorship of telecast films. The bill was passed unanimously two weeks ago in the Legislative Assembly. It was given final reading in the Upper House on division today, with no recorded vote.

The Assembly gave final reading to a bill providing for changes in the judicial set-up of the Province and increasing salaries of judges of provincial courts.

In the Upper House constitutionality of the television bill was questioned by Mr. Hector Laferte, Liberal House Leader, and Mr. Jacob Nicol (L.-Bedford).

Mr. Asselin said the Supreme Court of Canada and the Privy Council had ruled radio is a federal matter but film censorship is strictly a provincial matter.

Mr. Nicol said he wondered how a provincial body could censor a national service. The CBC alone now televises programmes and it is a national body.

10 Months' Exports At All-Time High: Ottawa, December 3 (CP) -- Canada's exports during the first 10-months of 1952 climbed to an all-time high of \$3,558,500,000, the Bureau of Statistics reported today.

This was a jump of more than \$350,000,000 over last year's 10-month total of \$3,193,900,000, with most of the gain resulting from increased shipments to overseas countries including the United Kingdom.

Federal trade officials predict that at the current rate, exports for the 12 months of 1952 will score a new high, surpassing last year's \$4,000,000,000 total.

Shipments were higher than 1951 in every month with the exception of July and August, the Bureau said. Exports during October increased slightly to \$377,800,000 from \$375,600,000 in October, last year.

Across Canada: Canada's first real estate exchange was opened yesterday at the Aldred Building, in Montreal. Called the Montreal Real Estate Exchange, it is designed as an impartial service for property owners, real estate dealers and the public....Twenty-eight members of the staff of Montreal's Royal Victoria Hospital have completed work on the first surgery textbook in this country. The fact was noted in the current edition of the Canadian Medical Journal in a review of the book and a short editorial. Compilation work was done under the direction of Dr. G. Gavin Miller and editing was done by Dr. H.F. Moseley, Assistant Professor of Surgery at McGill University.



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Vol. 3, No. 234

Friday, December 5, 1952.

North Atlantic Council: (Press Release No. 79, December 5.) -- There will be a Ministerial Meeting of the North Atlantic Council in Paris commencing on December 15. Canada will be represented by the Minister of National Defence, Mr. B. Claxton, and the Minister of Finance, Mr. D.C. Abbott. The chief advisers to the delegation will be Mr. L.D. Wilgress, Under-Secretary of State for External Affairs, Mr. A.D.P. Heeney, Canadian Permanent Representative on the North Atlantic Council, Lieutenant-General Charles Foulkes, Chairman of the Chiefs of Staff Committee, Mr. J.J. Deutsch, Director of the International Economic Relations Division of the Department of Finance.

Trade Accord With Egypt: (Press Release No. 80, December 5.) -- The Department of External Affairs announced today that following a recent exchange of notes Canada is extending most-favoured-nation tariff treatment to Egypt on a reciprocal basis with effect from December 3, 1952.

This means that henceforth Egyptian products imported into Canada will not be subject to duties or charges higher than those levied on products of other countries receiving most-favoured-nation treatment either bilaterally or through the General Agreement on Tariffs and Trade. Likewise Canadian products going into Egypt will be treated as favourably as the products of other countries with which Egypt has similar agreements.

Throne Speech Debate: Ottawa, December 5 (CP) -- Lt.-Col. Gordon Churchill (PC-Winnipeg South Centre) said yesterday Canada must support the 25th Brigade in Korea not only with guns and ammunition but "by having some part in determining the conduct of the war."

Canadian military experience, he said in the House of Commons, is "at the very least, the equal of United States military experience".

"Is Canadian military experience playing a part in the higher levels in the Korean conflict?"

Col. Churchill, who commanded the 1st Canadian Armored Carrier Regiment in Europe during the Second World War, also said if reports of rationing of ammunition in Korea are true, then Parliament should be given "a complete explanation" about the conduct of the Korean war.

Canada should also retain "effective political control over our forces and not relinquish that control to the military".

A veteran Liberal member of the House of Commons today urged the Government to establish a joint parliamentary committee to prepare a "blueprint" for national health insurance in Canada.

Mr. David Croll, former Ontario Welfare Minister, agreed with the Government that Canada should not rush into a health plan. But he disagreed that she should wait until all the necessary facilities were available. Other countries had not done that.

"If we are going to sit back and wait until we do, you know when we are going to get health insurance — just about never."

Canada had 30,000 deaths a year, many of which could be prevented if proper medical services were made available.

Mr. Claxton On Western Defence: Ottawa, December 4 (CP) -- The Minister of National Defence, Mr. Claxton, said today Canada is willing to consider any suggestions for strengthening Western defence but that he knows of no proposals that Canada do more in this field.

He was asked in the House of Commons by Mr. Hazen Argue (CCF-Assiniboine) for assurance that Canada will resist any suggestion to increase military commitments in Europe. Mr. Claxton leaves tomorrow as head of the Canadian delegation to the Atlantic Pact Council meeting starting in Paris December 15.

The Minister told the House Canada is a member of the alliance in good faith and her delegation at Paris will sit down with the other allies and consider what should be done about Western defence.

Reports New Iron Ore Discovery Near Ungava Bay: Quebec, December 4 (CP) -- Mr. Cyrus Eaton, Cleveland industrialist, announced tonight discovery of "very large" tonnages of iron ore near Ungava Bay, more than 1,000 miles north of Quebec City.

Mr. Eaton said in a speech before a joint meeting of the Quebec Chamber of Commerce, Junior Chamber and Junior Board of Trade that the discovery was made by Canadian geologists hired by himself and a group of associates.

The deposit of iron ore, of medium and lower grades, are so located that water transportation to Europe would be the logical route for them to follow to market, he said.

In an interview before he delivered the speech, Mr. Eaton said the find of "almost unlimited tonnage" was near the western shore of Ungava Bay in the Hope's Advance Bay and Payne River areas. The iron ore is on the surface and easily mined, he said.

Mr. Eaton, a native of Pugwash, N.S., has interests in several United States iron and steel companies and is chairman of the board of Steep Rock Iron Mines Limited, operators of iron ore deposits in Steep Rock, Ont.

Resident Officer At Vienna: (Press Release No. 81, December 5.) -- The Department of External Affairs announced today the posting of Mr. A.J. Andrew, at present First Secretary in the Canadian Embassy at Bonn, Germany, to be resident officer at Vienna. The Canadian Minister to Switzerland, Mr. Victor Doré, who is also Canadian Minister to Austria, will continue to visit Vienna periodically. In his absence, Mr. Andrew will act as Chargé d'Affaires a.i.

Lumber Operators Shut Down: Vancouver, December 5 (CP) -- Twenty-two southern interior lumber operators shut down Thursday and majority of the remaining 12 will close today an operators' spokesman said.

The move will mean "no work" for more than 2,000 woodworkers.

Mr. L.J. Reese, Secretary, Southern Interior Lumber Manufacturers' Association, announced the shutdown and said operations would resume "when CIO International Woodworkers of America agree to renew the 1951 wage contract."

Says U.S. Engineers Settling In Canada: Edmonton, December 4 (CP) --

Dr. J.B. Stirling of Montreal, President of the Engineering Institute of Canada, said today reports of a tremendous drain of Canadian engineers to the United States "really was a myth."

Dr. Stirling, making a tour of Western E.I.C. branches, said the Immigration Department at Ottawa reported that at no time had a movement of engineers to the U.S. exceeded more than one per cent of the graduating classes in a year.

"Any such drain has stopped," said Dr. Stirling. "Canadian engineers are returning to Canada and U.S. engineers are settling in this country."

Across Canada: The liner Lady Rodney arrived in Saint John, N.B., yesterday after her final voyage from the West Indies in Canadian National Steamships service. Like her sister ship the Lady Nelson, which made her last trip to Saint John last month, the Lady Rodney will sail for Halifax soon and there offered for sale....A combination apartment house and commercial block to cost "well in excess of \$10,000,000," is planned for midtown Toronto, Mayor Allan Lamport said. Mr. Lamport, meeting with prospective backers of the scheme in New York, said in a telephone interview the project is "further than the planning stage, it's now a case of raising money."..Premier Duplessis said Quebec province pays one-third of all taxes collected by the federal Government but is "worse off" than any other province from the point of view of railway facilities



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Vol. 3, No. 235.

Monday, December 8, 1952.

Mr. Pearson's Peace Appeal: United Nations, N.Y., December 7 (CP) -- Assembly President L.B. Pearson Saturday night published his personal appeal to the Chinese Communists and North Koreans to accept as a basis for further negotiation.

He cabled his appeal and the text of the U.N. proposal Friday night as directed by the Assembly and made the letter public 24 hours after it was sent. He set no time limit for a reply but urged that it come "as soon as possible."

Mr. Pearson returned to Ottawa for a short visit. He may speak Monday in the House of Commons, giving an interim report on U.N. activities, and will receive a degree at Laval University, Quebec, before flying back to New York.

The 800-word appeal includes a lengthy explanation of the U.N.'s attitude toward the problem of repatriating war prisoners—the sole issue not settled in the armistice negotiations at Pannunjom.

Mr. Pearson said the prisoner issue was "a challenge to the fundamental humanitarian instincts shared by all mankind." He said it was a moral obligation on both sides to make every effort to ensure that prisoners should be "free to return to their homelands."

"It is my earnest hope that the Central Peoples Government of the Peoples Republic of China will accept these proposals of the General Assembly as a basis for the solution of the one remaining issue..."

"Once this issue is solved it will become possible to bring the fighting to an end and complete the programme for a peaceful settlement in Korea, leading, we must hope, towards a more general settlement which would contribute to peace in Asia and in the world."

The U.N. plan would set up a commission composed of Sweden, Switzerland, Poland and Czechoslovakia to carry out repatriation. A fifth country would be named as the commission's tie-breaking umpire.

Mr. Pearson said he sent his message "against the background of casualties, the suffering and destruction in Korea which are the inevitable consequences of war." He added:

"The United Nations is determined to do everything possible to bring the fighting to an end in Korea. This is also the declared aim of the Central Peoples Government.

"This common aim can be achieved if the proposals which are now submitted for your consideration, are, as I earnestly hope will be the case, accepted in the spirit in which they are put forward."

Mr. Claxton In the House Of Commons: Ottawa, December 5 (Montreal Gazette) -- The Minister of National Defence, Mr. Claxton, delayed his air departure for the NATO meeting in Europe in order to assure Parliament that Canada had retained the largest possible measure of control of the 25th Brigade in Korea, and that the Brigade has never been subjected to unnecessary casualties by any shortage of ammunition.

"Nor are they in the least likely to be exposed in such a manner," the Minister added.

He made a full statement in response to an appeal made yesterday by Lt.-Col. Gordon Churchill, (PC-Winnipeg South Centre).

"Because of the nature of those statements and their possible effect on the forces abroad and their families at home," Mr. Claxton told the House, "I felt that in the national interest, I should make an immediate statement. Accordingly, I have delayed my departure abroad."

Ireland To Launch Trade Drive: Ottawa, December 8 (CP) -- Ireland has decided to launch a big trade drive in Canada to earn more dollars and bridge a big gap in her trade balance.

Mr. Dermot O'Regan, the Irish Embassy Foreign Trade Adviser, yesterday announced a threefold plan to make Canadians more conscious of the many industrial goods his country produces:

1. Negotiations are being undertaken with the Canadian Government to establish an Irish trade office in Montreal.
2. An Irish trade promotion week will be held in Montreal next March 10-17
3. Irish manufacturers will participate in the 1953 international trade Fair in Toronto for the first time since the Fair was established five years ago. The fair will open June 1.

Canadian trade with Ireland has been steadily increasing over the last few years but it is sharply one-sided, in Canada's favour.

Canada's exports to Ireland increased to \$21,000,000 in 1951 from \$9,000,000 in 1949, but imports increased only to \$800,000 from \$70,000. Ireland's deficit in Canadian trade jumped from \$8,930,000 in 1949 to \$20,200,000 in 1951.

Premier Douglas Returns From Britain: Regina, December 8 (CP) -- Premier T.C. Douglas, back from a trip to Britain, said Saturday that British investors are eager to help finance Saskatchewan development.

"A few years ago one had to do a selling job in acquainting financial circles with Saskatchewan's possibilities," the Premier said in an interview. "Today that is not necessary."

Mr. Douglas said currency restrictions at present impede British investment, but they are being modified. Certain dollar investment projects were being given the green light.

"The prospect of getting dollars (into British investors' hands) is considerably better and from all I can learn it will continue to improve," the Premier said.

Mr. Douglas said his United Kingdom trip had two purposes:

1. To acquaint those having capital to invest with the great possibilities waiting for development.
2. To ascertain what further steps could be taken by a provincial government to assist in stimulating two-way trade between Canada and the United Kingdom.

House of Commons Queries: Ottawa, December 7 (CP) -- The Government will start Wednesday to reply to some of the 96 written questions placed on the order paper of the House of Commons since the session opened November 20.

The questions, placed on the order paper by members of different political parties, concern a variety of subjects ranging from defence matters to the amount of canned pork now held by the Government.

Approximately 20 questions deal with defence or defence production.

Mr. M.J. Coldwell, CCF Leader, has asked for a report on the number of men rejected from the armed forces for medical reasons in the last 12 months; Mr. John Diefenbaker (PC-Lake Centre) for figures on the number of discharges and re-enlistments among men who have returned from Korea this year.

Mr. L.E. Cardiff (PC-Huron North) asked how many Garand rifles Canada has ordered and received from the United States.

Across Canada: A move soon will be made to encourage closer personal relations among members of the Canadian Parliament and of the United States Congress. Senator Wishart Robertson, Government Leader in the Senate and Minister Without Portfolio in the federal Cabinet, said in an interview that in launching the move he will act simply as a private individual and not as a member of the Government. His aim will be to arrange for frequent or at least annual exchange visits for members of Parliament and members of Congress... The Minister of Justice, Mr. Garson, gave the House of Commons notice of legislation to place the Crown on about the same position as private persons in damage suits.



Mrs. Hamilton

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Vol. 3, No. 236.

Tuesday, December 9, 1952.

Mr. Pearson Says U.N. Indispensable Piece Of International Machinery: Ottawa, December 8, (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said today that the United Nations may have reached a critical turning point but that this is no time to abandon faith in this "indispensable piece of international machinery."

In the House of Commons the President of the U.N. General Assembly made these points in an hour-long speech:

1. He does not know whether an armistice will come in Korea, but, even if it doesn't, the Indian resolution he has forwarded to China and North Korea has already done work of great value. It has united all non-Communist members of U.N. in a policy designed to find an honorable peace.

2. The Atlantic Pact buildup in Europe has made solid progress. But there is still a long way to go to make NATO a bulwark against aggression.

3. This growing strength has lessened international tension "but there is certainly nothing to warrant resting on our oars because of that fact though, as we settle down to the long pull — I believe this is good rowing technique — we may decide to strike a somewhat slower rate."

4. Russia, preparing for the long pull in her own way, is devoting more of her military budget to developing and producing new equipment to strengthen huge forces.

5. There is uneasiness and low morale among the international civil servants working for U.N.

6. It is depressing to see the have-not nations, particularly the Arabs and Asians, not infrequently aligned against the West in U.N.

7. South Korea now provides 60 per cent of the manpower fighting aggression in Korea and may provide more.

Mr. Pearson lauded the Indians for persevering in championing the compromise resolution for a Korea armistice which eventually won the support of every non-Communist country. This process of coming together was made more difficult by "the Soviet attitude...one of complete, unalterable and violent opposition."

The Indian resolution provides for a four-power repatriation commission to handle Red prisoners-of-war once they were released and for an umpire to adjudicate disputes.

If the resolution was rejected, three courses were open.

One was to continue along present lines, making as much of the military situation as possible within existing strategy.

The second course lay in increasing military pressure but this might extend the war to Asia without ending the war in Korea. The third course was to withdraw but there would be no support for that.

At least the action in Korea had stopped aggression there and its lesson had not been lost on those who were wont to make aggressions. It was both the course of honour and "the course of ultimate safety" not to weaken there.

In his comments on U.N., Mr. Pearson said it is in "a very difficult stage of its development." It was encountering discouragements and defeats but it should be remembered that it is neither a court nor a superstate "but only a mirror that reflects the picture of what is going on in the world today."

"If the picture is unpleasant, and indeed at times terrifying, that is not the fault of the mirror if the reflection is an honest one."

Above all it was the fault of the East-West split. It had come to the point in U.N. where people asked not what was in a suggestion but who proposed it. Practically everything was interpreted in terms of the cold war.

One TV Station For Each Area: Ottawa, December 8 (CP) -- The Canadian Government announced today that television stations, whether publicly or privately-owned, will be limited to one for each area.

In the House of Commons Revenue Minister McCann said "no two stations will be licensed at present to serve the same area."

"It is desirable to have one station in as many areas as possible before there are two in any one area."

Dr. McCann, who reports to Parliament for the publicly-owned CBC, said the Government's objective will be to make "national television service available to as many Canadians as possible through co-operation between private and public enterprise."

The Government would consider applications for licences for private stations in areas not served or to be served by the publicly-owned CBC.

Canada At U.N.: United Nations, N.Y., December 8 (CP) -- Canada warned today that a proposed United Nations declaration to recognize the right of countries to nationalize their resources could scare investment capital away from under-developed countries.

Miss H.D. Burwash of Canada's External Affairs Department, told the Economic Committee of the General Assembly that Canada does not "challenge the sovereign rights of states to nationalize their natural resources."

She added, however, that this is "neither the time nor the place to pass a resolution of this kind on this subject."

A solemn reassertion of the right of nationalization, she said, would throw doubt on the original validity of the proposition.

Miss Burwash said the proposed resolution "could well be harmful in its effect on the flow of investment capital to under-developed countries."

Jet Fighters For Britain: Ottawa, December 8, (CP) -- The first group of more than 300 jet fighters being built in Canada for Britain completed the first lap of a flight to England, landing at Goose Bay, Labrador.

Air Force headquarters said the nine F-86 Sabres and their RAF pilots will wait at Goose Bay for another five Sabres to join them from Bagotville, Que.

The 14 jets then will head across the Atlantic over the same route used earlier this year by four squadrons of RCAF Sabres which flew overseas.

They will make stops at Bluie West, Greenland; Keflavik, Iceland; and Prestwick, Scotland.

Across Canada: A Senate committee yesterday decided to hear Communist protests concerning stiffer provisions in the Criminal Code against treason. The decision was made shortly after Justice Minister Garson said in the House of Commons that Communists are conducting an intensive campaign to discredit the bill, now being studied in detail by the Senate banking and commerce committee....Parliament will not adjourn over Christmas until the Throne Speech debate has been concluded, the Government informed the Commons yesterday....Air Force Headquarters reported Monday that one of its top fighter pilots, Sqdn.-Ldr. A.R. (Andy) MacKenzie, of Montreal, is missing on operations in Korea.



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Wednesday, December 10, 1952.

Court Charges Impend: Ottawa, December 9 (CP) -- A 1951 racket in Canadian immigration from Italy will result in court charges against several former employees of the Immigration Department, it was disclosed today.

The Minister of Citizenship and Immigration, Mr. Harris, made a partial announcement of the Government action in the House of Commons, saying charges would be lodged against "five or six" persons as the result of a long departmental and RCMP investigation into visa frauds.

He said charges now are being prepared by his officers and the Department of Justice. He expected they would be placed not later than a month from now.

The move arises from the discovery last year of the entry of Italian and German immigrants through the use of fraudulent visas, alleged to have been obtained with the connivance of Immigration Department officials in Montreal, Rome and Karlsruhe, Germany.

The major racket involved Italian immigration, and a high official said the current series of charges touches only on the Italian case.

Between 200 and 300 immigrants reached Canada by means of irregularities, from both countries. Many have been deported, a steady series of deportation orders going out this year as they were tracked down.

Two employees on the Montreal staff have resigned and one has been fired; one official in Rome and one in Karlsruhe were fired.

Railway And Union Leaders Confer: Ottawa, December 10 (CP) -- Railway and union leaders will gather around a table here today for another try at solving their dispute over wage increases for 144,000 non-operating railway employees.

The meeting, suggested by the Minister of Labour, Mr. Gregg, will be between officers of the Canadian Pacific and Canadian National Railways and leaders of two national and 15 international railway brotherhoods, representing the employees.

The railways had no statement to make pertaining to today's conference. Since they have already accepted the majority report of the conciliation board they are in the position of "waiting to hear what the unions will say."

They claim to have no knowledge of the proposals being advanced by the brotherhoods at this stage.

The two parties will have the majority report of a federal conciliation board which delved into the dispute and recommended that the non-operating employees — those who don't actually operate trains — be given a pay boost of 16 cents an hour.

The unions, which have been seeking a 45-cent raise, rejected the majority report and indicated they favoured a minority report, signed by David Lewis of Toronto, union representative, recommending 26-cents an hour.

Throne Speech Debate: Ottawa, December 9 (CP) -- Mr. George Drew, Progressive Conservative Leader, tonight reiterated a request that the Government reconsider its policy on television.

Speaking in the House of Commons during the Throne Speech debate, Mr. Drew said the Government had announced yesterday that television stations, whether publicly or privately-owned, would be limited to one for each area.

The statement had indicated that private stations would be permitted in areas where it was economically difficult to operate successfully.

The Government planned to use the taxpayers' money to provide television service in Montreal, Toronto, Ottawa, Vancouver, Winnipeg and Halifax. Thus the CBC was going to exercise monopoly control over areas where private investment without cost to the taxpayer, could quickly provide television service.

Senator Reid On Illicit Drug Trade: Ottawa, December 9 (CP) -- A British Columbia Senator, estimating more than one-quarter of 4,800 known narcotic addicts in Canada live in his Province, today said the federal Government should pay more attention to the problem.

Senator Thomas Reid, a Liberal, suggested during Senate Throne Speech debate the Government co-operate with British Columbia in establishing a pilot treatment centre for addicts.

The Government also should seriously consider recommendations of a volunteer committee set up by the Vancouver Community Chest to study the problem.

Apple Trade With U.K.: Ottawa, December 9 (CP) -- A federal trade official says that even if Britain throws her import doors wide open, Canadian producers will have a tough time recapturing their traditional apple market overseas.

Mr. D.A. Bruce Marshall, Canadian Commercial Secretary at London, says there will be many complications, but among the most serious will be "increasing competition" from the United States.

His views on Canada's chances of again sharing in the British apple market were contained in the current issue of "Foreign Trade," the official weekly publication of the federal Trade Department.

HMCS "Bonaventure": Ottawa, December 10 (National Defence) -- The aircraft carrier now being built at Belfast, Northern Ireland, for the Royal Canadian Navy will be named Her Majesty's Canadian Ship "Bonaventure". The name Bonaventure belongs to the sea, and many have been the ships that have borne it. There was a Bonaventure in the fleet of King Henry VII. In 1696 a Bonaventure of the Hudson's Bay Company took part in the reduction of Fort Nelson, on Hudson Bay, which was then held by the French.

In Canada we have Bonaventure Island (Ile Bonaventure), which lies in the Gulf of St. Lawrence, about three miles off Percé Rock at the eastern extremity of the Gaspé Peninsula.

The island is a world-famous bird sanctuary to which sea birds of many different types return to nest. HMCS Bonaventure will like-wise provide a haven for the aircraft which leave her deck to range far over the sea.

Although some historians differ, the naming of the island is generally attributed to Jacques Cartier, on his voyage of discovery in 1534.

Across Canada: Four-hundred tons of Christmas mail for Canadian troops in Germany and for relatives of Canadians in the United Kingdom will be carried aboard the Canadian Pacific liner Empress of Canada when she sails from St. John, N.B. today for Liverpool, the Montreal Gazette reports....Canada's civilian air lines had record monthly revenues in April but their net operating revenues rose only slightly over the same month of 1951, the Bureau of Statistics has reported. The carriers' gross, on both domestic and international services, was \$7,066,000 compared with \$5,278,000 a year earlier....Prime Minister St. Laurent and other high-ranking Canadian representatives were enthusiastically acclaimed last night when they paid a surprise visit to the Nuffield Recreation Centre, off Trafalgar Square, where members of the Commonwealth forces were being entertained, the Canadian Press reported from London.



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Vol. 3, No. 238.

Thursday, December 11, 1952.

Want-Of-Confidence Motion Defeated: Ottawa, December 10 (CP) -- The House of Commons today defeated a vote of want-of-confidence in the Government.

It also heard a CCF member calling for tax cuts for business corporations and promptly being labelled a "business tycoon" himself by a Cabinet Minister.

By a vote of 185 to 21, Liberal, Progressive Conservative and Independent members defeated a CCF amendment to the Government's policy-setting Speech from the Throne. The amendment regretted the Government's "failure" to implement national health insurance and its programme of fiscal and financial reform set out in 1945. CCF and Social Credit members voted together for the amendment.

Its defeat immediately brought the introduction of a Social Credit amendment calling for a "realistic" economic policy for Canada. The CCF amendment had to be removed before there was room for a successor.

There also is before the House a Progressive Conservative amendment criticizing the Government for waste and extravagance and for over-taxation. Votes on that and on the Social Credit amendment will come later.

The Throne Speech debate continued after the defeat of the CCF amendment.

Before the vote, Mr. George Drew, Progressive Conservative Leader, renewed his attacks on government television policy and said his party favours immediate steps towards a national health insurance plan but that there must be studies of financial and other factors first.

But the highlight of the debating day came in a clash between Mr. Ross Thatcher (CCF-Moose Jaw) and Fisheries Minister Sinclair over a revival of Mr. Thatcher's calls for cuts in Government expenditures.

Mr. Thatcher said the Government could cut \$375,000,000 off a "dangerous" tax load by slashing sales, personal income and corporation taxes. To the CCF member's charge that high taxes are bleeding business white and blunting its initiative, Mr. Sinclair retorted by calling Mr. Thatcher a "business tycoon" in his own right and said taxes haven't prevented him from growing to be the owner of a chain of hardware stores from a single store at the end of the war....

If taxes weren't so high said Mr. Thatcher, Canadians would be able to finance more of their own national development rather than relying on the U.S. The Government had promised to cut non-military spending to the bone yet spending in this field was up substantially, making a "complete political farce" of the whole thing.

There was "fantastic" duplication of Government effort which indicated that the Cabinet needed more business men because they would be economy minded. Of 20 Ministers now, only one was a business man.

High taxes were doing more than anything else to lower production and efficiency. It had reached the stage where it was "dumb to be thrifty." He didn't see why \$375,000,000 couldn't be cut off the tax load through a two per cent cut in the sales tax, a 10 per cent cut in personal income tax and a cut in corporation taxes....

Older Worker Problem Discussed: Ottawa, December 10 (CP) -- A declaration of national policy for the employment of older workers was urged today before the National Advisory Council on Manpower.

The proposal was made as the Council—the 32-member body that advises the Government on manpower problems—grappled with the question of overcoming long-rooted feelings against older workers on jobs.

Mr. T.D. Anderson, General Secretary of the Canadian Legion, endorsed the idea of a Government declaration of policy as suggested by Information Director George Blackburn of the Labour Department in a report on the problem.

The Council, in the opening day of a periodic two-day meeting, eventually decided to set up a sub-committee to deal with the question of the older worker and bring in specific recommendations.

Among other developments, a Labour Department report said Canada's employment outlook for this winter is better than a year ago.

Care Of Indians Discussed In Senate: Ottawa, December 10 (CP) -- Sen. G. H. Ross (L-Alberta) today appealed to the Senate for a better deal for the Government's 136,000 Indian wards.

He urged during the Throne Speech debate that the Government avoid "paternalism" in dealing with Indians. If Canada had encouraged proper settlement and schooling since the 1870's "the Indians would no doubt long ago have been fully absorbed into the life of Canada as valuable citizens."

May Test 100,000 Quebec Drivers: Quebec, December 10 (CP) -- About 100,000 Quebec holders of driving permits will probably have to undergo drivers tests before permits are re-issued to them. Premier Dupl ssis said in the Legislative Assembly today in answer to questions from Mr. George Marler, Liberal House Leader, that of the Province's 700,000 permit holders at least 600,000 drivers are known to be experienced and competent drivers.

Across Canada: Dr. Louis Joseph Lemieux, Sheriff of Montreal from 1910 until 1925 and Agent-General for the Province of Quebec in Great Britain for 11 years, died early yesterday morning following a short illness. He was 83....Crude petroleum, natural gas and iron ore set new production records in the first nine months of this year, according to the Bureau of Statistics. Substantial gains were also recorded for silver, zinc and cement. There were declines in output of copper, coal, gypsum and lime. Nine-month output of crude petroleum amounted to 43,679,762 barrels as compared with 34,811,570 a year ago....Jehovah's Witnesses, appealing to the Supreme Court of Canada for a declaration that they form a religious denomination, today outlined their beliefs to the nine-member court in Ottawa.



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Vol. 3, No. 239.

Friday, December 12, 1952.

Throne Speech Debate: Ottawa, December 11 (CP) -- The leaders of the CCF and Social Credit parties hurled charges and counter-charges at one another today in a renewal of the House of Commons' No. 1 feud of the moment.

Mr. M.J. Coldwell, CCF Leader, reiterated an accusation that the Social Credit movement is steeped in anti-Semitism and racialism and has shown dictatorial and anti-democratic tendencies and offered in support a long succession of quotations.

Mr. Solon Low counter-charged that the CCF itself tries to foment class hatreds by blaming business and capital for everything that goes wrong and described Mr. Coldwell's charges as "adolescent and flimsy distortions and falsehoods."

While Liberal and Progressive Conservative members listened and prodded them on, Mr. Coldwell cited statements by Major C.H. Douglas, founder of Social Credit, by Mr. Low and other Canadian members of the movement to support his argument that that party repeatedly uses sly insinuations and innuendoes to smear Jews and link them with plots for world domination.

Mr. Low retorted that he could just as rightly smear the whole CCF movement by branding it with blame for statements by a few CCF adherents who have advocated the use of force, revolution, tax cuts for business corporations and refusal to serve overseas in the Second World War.

Communists Before Senate Committee: Ottawa, December 11 (CP) -- Communists and left-wingers appearing before a Senate committee today were told to cut out political speeches and to stick to the point.

They appeared before the Senate Banking and Commerce Committee to present objections to proposed changes in the Criminal Code.

The group included Tim Buck, national leader of the Labour-Progressive (Communist) Party; Gui Caron, Quebec LPP leader; William Kashtan, LPP Labour Secretary; and Roscoe Rodd of Windsor, co-chairman of the League for Democratic Rights.

Interruptions by committee members were frequent when Mr. Buck said the provision of stiffer penalties in the code for treason was written at the United States' request and that basic freedom was being tampered with.

Mr. Howe On Job Age Limit: Ottawa, December 11 (CP) -- The Minister of Defence Production, Mr. Howe, said today he was "shocked" to see a Government-owned firm setting an age limit of 35 for new employees.

He told Mr. Joseph Noseworthy (CCF-York South) he has instructed the firm, Canadian Arsenals Ltd., to hire people depending on their aptitude for the job rather than according to an age limit.

Railways Grant 16-Cent-An-Hour Raise: Montreal, December 12 (Gazette) --

The Canadian Railways announced yesterday at Montreal they are putting into effect as of December 1 the 16-cent-an-hour pay increase recommended for 144,000 non-operating railway employees by the majority report of a federal conciliation board.

"Appropriate action" will be taken for employees not covered by union agreements.

The Canadian Pacific and Canadian National Railways said they gave notice to that effect to leaders of the 17 railway brotherhoods with whom they are seeking to negotiate settlement of a wage dispute hanging fire for five months.

The unions, seeking a 45-cent-an-hour raise, have rejected the majority report of the conciliation board, though they indicated they favoured a minority report recommending a pay boost of an average of 26 cents.

The railways, which originally offered a seven-per-cent increase but later accepted the majority conciliation report, said they had withheld their implementation of the majority recommendation pending the new series of labour-management meetings which began here Tuesday.

Hopes For Seaway Start Next Spring: Hamilton, Ont., December 11 (CP) -- The Minister of Transport, Mr. Chevrier, said tonight he is "more hopeful than ever that the way might be cleared for a start next spring" on the St. Lawrence seaway and power project.

In a speech to the Ontario Traffic League here, Mr. Chevrier said "Canada has given a decisive answer to the long-standing argument as to whether the St. Lawrence seaway and power project should be undertaken."

"The pertinent question now is when can we start construction."

Canada May Be Third Largest Trader: Ottawa, December 11 (CP) -- Expanding exports may make Canada this year the world's third largest trading power, Government trade experts said today. Biggest trader is the United States, with Britain second. Canada, with just about one-third of the French population of 42,000,000, held third place for most of the post-war period until France recovered from wartime devastation and recaptured it in 1951.

This year, however, the French grain crop was slim while Canada's soared to the biggest in history. Canada also has boosted sales of newsprint, metals and flour and other goods.

Study Extension Of Unemployment Insurance: Ottawa, December 11 (CP) -- The

Labour Department will study the question of extending unemployment insurance coverage to some types of farm workers, the National Advisory Council on Manpower was told today.

Mr. Arthur MacNamara, Deputy Minister of Labour and co-chairman of the Council, gave this assurance as the 32-member body -- which advises the Government on manpower problems -- ended a two-day session.

Across Canada: At least five persons were injured, one seriously, when striking textile workers and police clashed yesterday at Louiseville, Quebec, in battles marked by tear gas and bullets and reading of the Riot Act. Twenty-five persons were reported arrested, the Canadian Press reported.... Union membership in Canada reached a record 1,146,000 by the end of 1951, the Labour Department estimated. The figure was 117,600 higher than a year earlier, but the Department said part of the increase resulted from a wider coverage in its annual survey. This factor accounted for at least 24,350 in membership of independent groups not surveyed earlier.... The Legislative Assembly of Quebec yesterday unanimously adopted a Government bill to eliminate reckless and incompetent drivers in an effort to cut down its high accident rate.



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Vol. 3, No. 240.

Monday, December 15, 1952.

National Plan Of Freight Rate Equalization: Ottawa, December 12 (CP) -- A national plan of freight rate equalization was launched today by the Board of Transport Commissioners. The Board, which regulates the railways, ordered them to level off the varying basic rates in six Provinces, giving the four Atlantic seaboard Provinces partial exemption from equalization.

Most sweeping overhaul of the patchwork freight rate structure in its history, the Board judgment is the major step in implementing the national freight rate policy of equalization laid down by Parliament a year ago.

It directed equalization, between the Pacific Coast and the Quebec-New Brunswick border, of the railways' "class" rates. These carry about one-fifth of the roads' \$1,000,000,000-a-year freight business, and many other tolls are based on them indirectly.

The Board ordered the equalized rate scales effective January 1, 1954, allowing time for a country-wide series of hearings on them next year and possible challenges before the Supreme Court of Canada on legal issues involved in the judgment.

Further equalization measures are to follow during the next year or so from the four-year Board study that resulted in today's foundation judgment. Eventually, it was expected that rates on about \$500,000,000-a-year in freight traffic would be smoothed out. The remainder cannot be touched, either because of circumstances or statutory exemptions.

Mainly, the effect of today's order will be to depress the general rate level in the West — historically higher than in the East — and to push up correspondingly that of Ontario and Quebec.

Railway revenues nationally would be left about as now. It was not anticipated regional reductions or increases would be drastic.

Commonwealth Conference Debated: Ottawa, December 12 (CP) -- A lively House of Commons quarrel about trade broke today on the eve of Prime Minister St. Laurent's return from the Commonwealth Economic Conference.

Two British Columbians, Mr. E.D. Fulton (PC-Kamloops) and Mr. James Sinclair (L-Coast-Capilano), debated the Conference. Both are Rhodes Scholars.

Mr. Fulton contended that the reported success of the Conference indicated it should have been called three years ago as his party urged. The success contrasted with Cabinet statements that such a conference would serve no useful purpose.

The Minister of Fisheries, Mr. Sinclair, said he was willing to wait until Monday to hear Mr. St. Laurent's own report to the House but his interpretation of press reports is that other Commonwealth countries are coming around to Canada's way of thinking in the trade field.

Mercantile Bank Of Canada: Ottawa, December 14 (CP) -- The growth of Canadian trade with Far Eastern countries is reflected in a measure now before Parliament seeking incorporation for the first time in 23 years of a new chartered bank.

The Senate Banking and Commerce Committee now is studying the measure which would incorporate the Mercantile Bank of Canada. Behind the proposed new bank is a Netherlands banking firm with wide financial interests in the Far East, Nationale Handelsbank N.V.

If Parliament approves its incorporation, the new bank will be the 11th chartered bank in Canada and the first since Barclay's Bank, controlled by Barclay's Bank in England, was chartered in 1929.

Provisional directors would be Senator Paul H. Bouffard, Quebec lawyer; Mr. Arthur Cross of Montreal; Mr. John B. Carswell, Vancouver engineer; and two officials of Nationale Handelsbank, Mr. Carel Johan and Mr. Henri E. Moquette, both of Amsterdam.

Canada-U.S. Friendship: Montreal, December 15 (Gazette) -- Canadian distrust of U.S. foreign policy is threatening the "historic friendship" of the two countries, a former chairman of McGill's economics and political science told a U.S. radio audience last night.

Prof. Frederick M. Watkins, who joined Yale University's political science department this fall after teaching six year's at McGill, said Canadians are worried the U.S. policy is "unwise and impulsive" and will explode the Korean situation into a third world war.

Prof. Watkins, spoke on the "Yale Interprets the News" radio programme.

Mr. Claxton In Germany: Hanover, Germany, December 12 (CP) -- The Minister of National Defence, Mr. Claxton, today denied rumours that the 25th Canadian Infantry Brigade will be moved from Korea to Europe. He was replying to a reporter's question at a press conference today at conclusion of a one-day visit with the 27th Infantry Brigade, stationed here.

Mr. Claxton said there is a constant rotation of units of the 25th Brigade between Canada and Korea, but added there are no plans to bring the 25th here. He also denied that the 27th Brigade will be sent to Korea soon.

Mr. Claxton also discussed plans for bringing Canadian air strength in Europe up to 12 fighter squadrons by the end of 1953.

He said the Canadian air units will be sufficient to give "tactical support to a full army."

Across Canada: All workers at Canada's atomic energy plant at Chalk River were sent home Friday afternoon when an abnormal amount of radio-active particles were discovered in the plant area. Officials of the Crown-owned Atomic Energy of Canada Limited said the occurrence was not serious and no one was injured....During the fiscal year which ended March 31, 1952, the Quebec Government reduced the net debt of the Province by \$18,651,392, from \$267,428,335 to \$248,776,943, the Montreal Gazette reported....The R.C.A.F. No. 2 Fighter Wing was officially turned over to the North Atlantic Treaty Organization Saturday by Mr. Claxton. The Canadians were welcomed to France by Defence Minister Rene Pleven, Canadian Press reported from France.

Miss Hamilton

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Vol. 3, No. 241.

Tuesday, December 16, 1952.

Currie Report Tabled: Ottawa, December 15 (CP) -- The long-awaited Currie report today disclosed what it described as "a general breakdown" in control of an Army branch concerned with an investment of \$750,000,000 in buildings and plant.

The 74-page, 15,000-word report said a seven-months' investigation of the Army Works Service found "a serious collapse in security," chaotic accounting arrangements, failure to follow up reports of unsatisfactory conditions and a series of fabulous incidents at Camp Petawawa, which finally led to the inquiry.

The Petawawa incidents even included horses which appeared on payrolls as laborers.

The report said, however, that a check of nine camps showed "extensive irregularities over a prolonged period of time" occurred only at Petawawa and said the whole Army Works Service shouldn't be smeared because "of the sins of a handful of crooks." It said, too, that the "over-all situation" is not discouraging because remedies can and are being applied....

Prime Minister St. Laurent tabled the document. He said it contains "some sweeping and severe statements." He urged that these not be taken out of context "because the report itself says 'it does not fit the facts to indict or to smear the whole army works service personnel because of the sins of a handful of crooks.'"

The report by the accounting firm of George S. Currie, former Deputy Defence Minister, climaxed seven months of investigation touched off by the Camp Petawawa thefts. It makes 44 recommendations.

The report's conclusion on the Army Works Services said:

"While there has been a general breakdown in the system of administration, supervision and accounting, it was only at Petawawa that extensive irregularities over a prolonged period of time took place." There a combination of "lax control, poor discipline and the presence of dishonest personnel ... proved disastrous."

Mr. Currie said he pointed this out to praise personnel at other depots "for not walking through a door which a fundamentally loose situation had opened before them."

Mr. St. Laurent said the report confirms there have been offences in one small branch of the Army — the Works Services — but added the hope that "no one in a matter of this kind would feel that any political advantage could be gained by taking broad general statements out of their context in any way which would reflect in a wholesale manner on the great majority of loyal officers and men in the armed forces."

Mr. St. Laurent said the report indicates that the post-Korea expansion had placed a load on the Works Services which they were inadequate to cope with.

Mr. St. Laurent Conveys Message From The Queen: Ottawa, December 16 (CP) --

Prime Minister St. Laurent said yesterday that in a private audience with the Queen in London, December 1, he had conveyed the loyalty of Canadians to Her Majesty and "the Crown she symbolizes with such distinction."

The Queen, he told the House of Commons, authorized him to convey to the House her satisfaction with this message of loyalty. She had spoken of the happy memories of her Canadian visit a year ago and her esteem for Canada and Canadians.

The Prime Minister relayed the Queen's message to the House in both French and English.

He said that anyone who had been given the opportunity he had would feel that we have a system of government which has no superior anywhere in the world.

Mr. George Drew, Progressive Conservative Leader, welcomed the message from the Queen. One reason so many were choosing Canada as a new home was their respect for the institutions of which Her Majesty was the living symbol.

The Prime Minister gave the Queen's message to the House in tabling a communique from the Prime Ministers' conference in London regarding use of a new form of royal style and title for the Queen.

Louiseville, Quebec, Strike: Ottawa, December 16 (CP) -- A proposal for a federal investigation into the handling of the strike at Louiseville, Quebec., where police and strikers clashed last week, was made in Ottawa yesterday. Meanwhile, in Quebec, Labour Minister Antonio Barrette announced that he would personally seek settlement of the strike.

The suggestion for a federal probe was put forth by Mr. Clarie Gillis (CCF-Cape Breton South) during the Throne Speech debate. Mr. Gillis said the investigation should be carried out "in the interests of peace, order and good government."

Mr. Gillis was referring to the strike of members of the Canadian Catholic Confederation of Labour employed at the Louiseville plant of Associated Textiles of Canada, Ltd. The dispute started last March.

Isotope Production Halted: Chalk River, Ont., December 15 (CP) -- Isotope production in the Western world's most powerful heavy water atomic furnace has been knocked out—perhaps for many weeks—as a result of the radio-active "burst" last Friday.

Dr. David A. Keys, one of the top men at the \$40,000,000 plant here, said tonight there will be no more isotope production from the big atomic powerhouse until scientists locate and repair a tiny "leak" in the squat, vat-like structure which forced the evacuation last Friday of hundreds of workers.

The "burst" of radio-active particles which erupted from the stack and spread over the 100-building area was not considered particularly dangerous to the human body. But it was strong enough to set off alarms in all buildings.

Across Canada: Provincial governments today proposed to the Board of Transport Commissioners various means of applying a railway freight-rate increase to meet higher labour costs. The eight Provinces appearing before the Board of Transport Commissioners — all except Ontario and Quebec — offered no general objection to the idea that the railways need more money to pay a 16-cents-an-hour wage boost to employees....A second pipeline from Sarnia to Toronto is scheduled to open in the fall of 1953, an oil company executive said yesterday. Initially it is expected to carry 10,000 to 15,000 barrels a day. Mr. Robert C. Dunlop, President of the Sun Oil Co., Philadelphia, said construction of the 200-mile line will begin next spring.



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Vol. 3, No. 242.

Wednesday, December 17, 1952.

Railway Rate Increase: Ottawa, December 16 (CP) -- The railways will receive a freight rate increase to cover the cost of their new wage boost to non-operating employees, the Board of Transport Commissioners made known today.

The increase will be nine per cent—as asked by the railways—if the Board finds that is the amount to meet the added wage bill caused by the Companies' decision to raise wages by an average 16 cents an hour from December 1.

Mr. Justice J.D. Kearney, Chief Commissioner, said at the close of a 1½-day hearing it "seems pretty clear" nine per cent is the right figure but the Board wants to make a careful check of railway evidence before issuing a formal order for a rate increase.

It was a question of verification of the railways' figures, the Chief Commissioner said, and the Board wanted to be sure that the application has been "stripped of extraneous material."

In the hearing that moved with record-breaking speed, railway witnesses yesterday told the Board their application for a \$43,351,000 a year rate boost contains no element beyond that of wage costs involved in their acceptance of the majority report of a federal conciliation board.

Unions representing their 144,000 non-operating employees, who have been asking 45 cents an hour, rejected that report. The disputants now are back in negotiation.

Railway evidence at the hearing was to the effect that it would cost the two big companies about \$52,700,000 a year to extend the new wages to all who will get them. The cost would be \$42,100,000 for employees directly engaged in rail freight and passenger operations.

To meet wage costs in other categories, the suggestion was heard that the Companies might seek to put up express and telegraph rates.

A second railway application for a nine-per-cent rate increase now is pending before the Board and is to be heard at an unspecified time in January.

Currie Report Debated: Ottawa, December 16 (CP) -- The House of Commons today heard Progressive Conservatives demand the resignation of the Minister of National Defence, and propose a full-scale investigation of the Defence Department as a result of the Currie report....

The Minister of Justice, Mr. Garson, at the night sitting, attributed the thefts at Camp Petawawa to "human frailty" and asked the House of Commons to reserve judgment on the broader questions raised by the Currie report until a House committee has made a thorough study.

The motion establishing a defence-spending committee now is on the order paper of the House of Commons. The committee is expected to start sitting early next year....

Mr. Garson spoke only briefly on this matter before launching a defence of government tax levels.

Mr. George Drew, Progressive Conservative Leader, charged the Government with complacency and warned against any idea of "making scapegoats" of officers of the General Staff or members of the armed forces....

In the midst of the discussion, taking place in the general Throne Speech debate, members rejected a Social Credit amendment to the Throne Speech by a vote of 112 to 20.

The Progressive Conservatives joined the Liberals in opposing the amendment. Mr. Drew had explained earlier that his party could not accept the basis of the amendment because his party could not accept "unrealistic and disastrous" Social Credit financial theories it embraces.

Senate Committee On Criminal Code: Ottawa, December 16 (CP) -- A Senate committee today completed study of a revision of the Criminal Code and rejected several Government proposals including a wider definition of treason.

The committee also eliminated a section grouping the RCMP with military forces, provided for appeals against a conviction for contempt of court and restored a provision for new trials when a conviction in magistrate's court is appealed.

The Government's proposal for a wider definition of treason would have made it a treasonable offence for anyone to pass to another country any information that "is likely to be prejudicial to the safety or interests of Canada." Conviction would mean death or life imprisonment along with other treasonable offences such as killing or attempting to kill the Queen or overthrowing the Government by force.

New Sub-Amendment In Commons: Ottawa, December 16 (CP) -- The House of Commons today disposed of the Social Credit motion of non-confidence in the Government, but almost immediately had another placed before members by the CCF party.

Mr. Hazen Argue (CCF-Assiniboia) moved a sub-amendment to a Progressive Conservative non-confidence motion still before the House. It called for a payment to farmers for wheat stored on farms of up to 75 per cent of the initial price they would receive for their wheat in each crop year.

Across Canada: Premier Macdonald of Nova Scotia, announced yesterday that Nova Scotia has signed a new financial agreement with the federal Government but at the same time called for a new federal-provincial conference to study revenue fields....A Government bill to make decisions of the Quebec Labour Relations Board without appeal was approved in principle unanimously by the Legislative Assembly last night....Workmens compensation benefits will be available to an additional several thousand workers employed in small business and industrial operations in Ontario after January 1, Mr. E.E. Sparrow, Workmen's Compensation Board chairman, announced.



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Vol. 3, No. 243.

Thursday, December 18, 1952.

Address Carried, Commons Adjourns: Ottawa, December 17 (CP) -- The House of Commons last night defeated two motions of non-confidence in the Government.

Members voted 114 to 47 against a Progressive Conservative motion criticizing the Government for "excessive and unjust taxation" and for "waste and extravagance."

The motion also requested consultation with the Provinces on health insurance problems and on reallocation of taxing powers.

The division concluded, members adopted "on division"—without a formal vote—the traditional motion for adoption of an address in reply to the Speech from the Throne. The House adjourned until January 12.

Prime Minister St. Laurent, whose government has been under heavy criticism since Monday because of disclosures in the Currie report on operations of defence camps, was given a prolonged ovation when he rose to move the formal motion ending the Throne Speech debate.

Mr. Campney On Currie Report: Ottawa, December 17 (CP) -- The Acting Minister of National Defence, Mr. Campney, said tonight in the House of Commons the Opposition groups are trying to "play politics" with the Currie report. They were attempting to "blow up a relatively small matter" and to involve the whole Army and Defence Department.

Mr. Campney said the basic trouble in the situation uncovered was a combination of cold-war expansion and a booming civilian economy which made it difficult for the forces to get the men they needed to expand.

He ended with a eulogy of Mr. Claxton and said the Minister's integrity, industry and his achievements in building up unsurpassed forces for service at home and abroad spoke for themselves....

Mr. Campney said a "few crooks and thieves" had conspired to steal military equipment from the Army camp at Petawawa, 120 miles northwest of Ottawa. By exaggeration and overstatement, the Opposition members had worked themselves into a political hysteria which they tried to pass on to the people.

"That is another way of saying they are trying to play politics with the Currie report," said Mr. Campney....

Mr. Campney said the Currie report should be reduced to "proper perspective." At Petawawa, a "gang of crooks," some of them in the Army and some civilians, conspired to steal.

A report from the Provost Corps and the auditors in the summer of 1951 had drawn attention to some irregularities at the camp. That report was under consideration when the R.C.M.P. received an anonymous letter describing thefts from the camp.

Mr. Claxton, he said, immediately ordered the R.C.M.P. to make a complete investigation.

By February last the check showed there was a conspiracy to steal from the camp. Mr. Claxton had appointed counsel and prosecutions were launched. The prosecutions were announced in the Commons last spring. Two officers and three non-commissioned officers were charged and four of them were convicted; eight of 10 civilians charged were convicted. Disciplinary action was taken against other members of the armed forces....

A C.C.F. spokesman and a leading Progressive Conservative today demanded the removal of Mr. Claxton from his job because of findings of the Currie report on Army works administration.

Mr. Stanley Knowles (C.C.F.-Winnipeg North Centre), speaking for his party, and Mr. Howard Green (PC-Vancouver-Quadra) added their voices to earlier demands made by Solon Low, Social Credit Leader, and Lt.-Col. Douglas Harkness (PC-Calgary East), one of his party's chief military critics.

CPA Plans Vancouver-London Air Service: Vancouver, December 17 (CP) -- Mr. Grant McConachie, President of Canadian Pacific Air Lines, said today CPA is planning a non-stop air service between Vancouver and London over the Arctic route.

He said this service would connect with CPA's present non-stop service from Tokyo to Vancouver to provide the fastest transportation between Asia and Europe.

Addressing the Transportation and Customs Bureau of the Vancouver Board of Trade, he said the planned route over the Arctic would also provide the fastest air service between Australia and Britain. CPA now operates a service between Vancouver and Australia and soon will start service to South America.

Reserved Judgment: Ottawa, December 17 (CP) -- The Supreme Court of Canada today reserved judgment on a request by Jehovah's Witnesses for recognition as a religious denomination, entitled to the same freedom as other denominations.

The case, argued before the Court for seven days, was based on a City of Quebec by-law prohibiting the distribution of pamphlets without a permit from the chief of police.

Many Witnesses have been arrested and prosecuted for distributing Bible tracts in the streets without a permit.

Mr. W. Glen How of Toronto, counsel for the Witnesses, told the Court that approximately 800 cases in Quebec hinge on the Court's decision. He asked the Court to declare the by-law invalid on the grounds that it interfered with freedom of religion.

Across Canada: Value of Canada's 1952 field crop production may climb to a record \$2,400,000,000, the Bureau of Statistics said in a preliminary estimate. This would be an increase of almost \$300,000,000 over the previous high of \$2,123,000,000 in 1951, the Bureau said....The House of Commons yesterday paid a glowing tribute to its Dean with a huge basket of red roses and 50 minutes of praising speech. The tribute was to Hon. Charles (Chubby) Power, who at 64 is by no means the oldest member of the House, but who yesterday began his 36th continuous year as a member--the oldest in point of service.... Models by three Canadian sculptors have been selected for entry in the 54-country international sculpture competition in London next March. Selected were the works of Miss Anne Kahane and Mr. Julien Hebert of Montreal and Mr. Robert Norgate of Ottawa, the Sculptors' Society of Canada announced.



Mrs. Hamilton

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Vol. 3, No. 244.

Friday, December 19, 1952.

Mr. Claxton On NATO Conference: Paris, December 19 (Reuters) -- The Minister of National Defence, Mr. Claxton, said last night the "firm commitments on which each Atlantic Pact country agreed for 1952 have been largely fulfilled".

Mr. Claxton, who has been attending the four-day NATO conference which ended here last night, said "we have established the machinery as well as the will and habit to work together. This is a tremendous achievement since never before in history have 14 nations agreed on such close alliance in peacetime and in the name of peace.

"NATO works as a team. This applies not only to its permanent staffers but to ministers and generals as well."

"Some people say this week's conference was only a partial meeting on account of the forthcoming Government switch-over in the United States," he said. "But the fact is that the Ministerial Council dealt with everything which was ready to be dealt with at this time."

Referring to his weekend visit to the Royal Canadian Air Force wing stationed in France, Mr. Claxton said "the morale of our men is splendid. They are as happy as one can be some 3,000 miles away from home."

The Currie Report: Ottawa, December 19 (CP) -- Prime Minister St. Laurent said last night the Currie report on the Army works services will be the "first item of government business" before the House of Commons when it reconvenes January 12.

He made the statement in a letter of reply to Mr. George Drew, Progressive Conservative Leader, who sent a 1,200-word letter to Mr. St. Laurent earlier last night. Both letters were issued to the press.

Mr. Drew reiterated a request for a general investigation of the Defence Department and said there is no need for the Commons' defence expenditures committee to inquire into the Currie report.

He said he was writing the letter to express views which he claimed House rules prevented him from giving during the Throne Speech debate which ended when the Commons adjourned Wednesday night for the Christmas recess. He had exhausted his allotted time in speaking on the last motion before the House before Acting Defence Minister Campney outlined the Government's stand.

A spokesman in the Prime Minister's office said opportunity for further debate on the report would be given when Mr. St. Laurent presents a motion to establish a defence expenditures committee. That motion now is standing on the Commons order paper.

Vote On Soviet Student Exchange: London, December 19 (CP) -- University of Western Ontario students have approved by a vote of 564 to 286 Western's participation in a Soviet student exchange programme.

Slightly more than half of the students cast their vote Wednesday and Thursday on a plebiscite sponsored by McGill University.

Votes already taken at two other universities, McGill and Toronto, favour the programme. Universities of Ottawa, Laval, Manitoba and New Brunswick are opposed to the plan.

Physician's Hand Is Patient's Heart: Toronto, December 18 (CP) -- A Toronto doctor whose hand ached for a week afterward told today how he kept a patient alive by squeezing the heart when it stopped during an operation.

For 40 minutes Dr. David Pratt used his hand for a heart, the blood continued circulating and 74-year-old James Taylor remained alive.

Mr. Taylor, a retired lawyer, was injured in an automobile accident in October. A week ago Saturday a clot formed on his brain and Dr. Pratt ordered an emergency operation. While attendants were administering the anesthetic Taylor's heart stopped beating.

"I slashed open his chest between the fourth and fifth ribs and shoved my hand in," Dr. Pratt said today. "I took hold of the heart and began squeezing. For 40 minutes my hand was his heart."

Across Canada: A Pacific Coast Indian house and totem pole will form the design of a new \$1 stamp to be issued February 2, the Post Office Department announced yesterday. The new stamp, black in colour, will be printed in a vertical position....First session of the 24th Quebec Legislature which opened November 12 was adjourned until January 13....Dr. John D. Robins, author and university professor, died Thursday. He was 68.



Miss Hamilton

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Vol. 3, No. 245.

Monday, December 22, 1952.

Budget "Early As Possible": Ottawa, December 21 (CP) -- The Minister of Finance, Mr. Abbott, said in an interview today he plans to bring down the 1953-54 budget "as early as possible."

He declined to name a date, but indications from other sources were that the budget likely will be brought down early in March. Usually, the Government's budgets are introduced to parliament about the first week in April, but there have been March budgets before, mostly in the latter part of the month. The 1952-53 budget was brought down last April 8.

By introducing an early budget, the Government hopes to shorten the current turbulent session of parliament and get ready for the Coronation ceremonies June 2.

Mr. Abbott returned to Ottawa Saturday following attendance at two important overseas meetings—the London Commonwealth Prime Ministers' Conference and the Paris meeting of North Atlantic Ministers.

He told reporters at suburban Rockcliffe Airport:

1. The North Atlantic decision to cut spending on European airfields, communications and other installations by half during 1953 will reduce Canada's contribution for that purpose to an estimated \$12,000,000 from \$20,000,000. But this cut will have little effect on Canada's total defence costs, most of which are for the production of aircraft and other arms and equipment.

2. The Commonwealth meeting in London was the best he had attended in postwar years. It tackled the sterling area's economic problems in a realistic way and along lines which Canada has been advocating for years.

Parliamentary Committees: Ottawa, December 21 (CP) -- Several committees of the House of Commons will be established early in the new year to study various phases of Government activities.

One of the first to be established after the House of Commons returns from the Christmas recess Monday, January 12, will be the Defence Expenditures Committee.

Another committee will review Canada's accomplishments in the field of atomic energy. A similar study was made by a committee about three years ago.

Revenue Minister McCann has said he would have no objections to establishment of a radio committee this year.

The Government has promised to establish a special committee to consider lengthy revisions to the criminal code. A Senate committee recently completed study of the proposed changes and rejected some of the amendments suggested by the Government.

The Committee on Railways and Telegraph Lines will be re-established to make its annual review of operations of the publicly-owned Canadian National Railways and Trans-Canada Air Lines.

Another committee may be established to consider a complete revision of the Health Department's Food and Drug Act.

Some members have proposed that a joint committee of the House of Commons and the Senate be established to consider a national health insurance programme.

43-238-500

Nine Per Cent Increase In Freight Rates: Ottawa, December 21 (CP) -- The Board of Transport Commissioners Saturday authorized a nine-per-cent increase in freight rates to compensate Canadian railways for the 16-cents-an-hour wage increase granted to non-operating employees.

The higher freight rates, to gross the carriers an estimated \$43,350,000 a year, may go into effect January 1 provided the railways get out their new rate schedules before December 31.

The Board's order implemented an announcement December 16 that the increase would be granted if the Board satisfied itself as to the accuracy of the Railways' cost figures on the higher wages, submitted earlier.

The application for higher rates was filed after the Railways' decision this month to grant the 16-cents-an-hour increase effective December 1, but while they and the non-operating unions were still in wage negotiations. Friday, a settlement was reached on the 16-cent figure retroactive to September 1.

The added September-October-November pay disbursements resulting from the new rate will come to roughly \$10,000,000 on the Companies' rail operations.

CCCL Approves Principle Of General Strike: Quebec, December 21 (CP) -- A plenary session of the Canadian Catholic Confederation of Labour tonight approved the principle of a resolution calling for a general strike.

The measure provides for the executive of the CCCL and a committee of representatives of various affiliated syndicates to work out details of the action.

It also provides that the general work stoppage should be carried out as soon as possible if existing conditions persist.

Another resolution was adopted asking Justice Minister Garson for a royal commission of inquiry into the circumstances surrounding the reading of the Riot Act at Louiseville, Quebec, scene of recent violence and clashes between police and strikers.

Mr. Gerard Picard, President of the CCCL, presided at the seven-hour closed meeting of more than 200 delegates of the union and affiliated syndicates.

Canada-U.S. Fisheries Talks: (Press Release No. 83, December 19.) -- Representatives of the Canadian and United States Governments completed today in Washington their preliminary discussions of a Great Lakes Fisheries Convention. One of the chief problems of immediate concern to the Canadian and United States sections of the fishing industry of the Lakes is the parasitic lamprey which has recently cost them upwards of \$5,000,000 a year in lake trout alone. The conference will resume discussions in late January.

Across Canada: The Executive Council of the Canadian Chamber of Commerce wants the Government to ease medical expense deductions on personal incomes by applying the 4 per cent floor to income after deducting personal exemptions. This is among changes to the Income Tax Act recommended in a brief to be submitted Mr. Abbott and Dr. McCann. The brief also urges: Equality of taxation of all business enterprises regardless of ownership and complete elimination of double taxation of corporate earnings., the Montreal Gazette reported....Mr. Claxton, in a year-end message to the Forces, said Canada's contributions in Korea and Europe are proof of the determination to resist aggression and build up Western military strength....The First Narrows Bridge Co., Ltd., plans a new \$12,000,000 bridge across Burrard Inlet at the entrance to Vancouver harbour, the Canadian Press reported.



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Vol. 4, No. 1

Friday, January 2, 1952

Mr. St. Laurent's New Year's Message: Ottawa, December 31 (CP) -- Prime Minister St. Laurent today said in a New Year's message that prospects for peace and prosperity have improved during the last two years.

He said, in part:

"Conditions throughout the world were serious at the close of 1950 and they are still serious but, because of the steadfast resistance to aggressive action in Korea and the increasing military, economic and moral strength of the forces of freedom in the world, the last two years have seen improvement in the prospects for peace and prosperity in the world.

"For this we in Canada should be most grateful, and at home we certainly have much for which to be thankful. Canada was blessed this year with a record harvest. Economic conditions remain favourable and the level of our external trade is high. The danger of inflation has not entirely disappeared but many pressures have ceased...."

Export Surplus \$236 Million In 10 Months: Ottawa, December 31 (CP) -- Canada had an export surplus of \$236,600,000 on her foreign commodity trade in the first 10 months of 1952, the Dominion Bureau of Statistics announced today.

The surplus was a sharp change from last year, when this country's imports exceeded exports by \$292,300,000 in the first 10 months.

Value of domestic exports in the period this year rose to \$3,512,700,000 from \$3,155,600,000. Foreign exports -- goods brought into Canada and re-exported -- amounted to \$45,800,000 compared with \$38,300,000.

Imports for Canadian consumption, at \$3,321,900,000, were down from \$3,486,100,000, lower prices more than offsetting lower volume. In the case of exports, heavier volume outweighed lower prices.

For October, value of exports was \$372,400,000, compared with \$371,000,000 in the same month of 1951. Imports were \$376,400,000, compared with \$344,100,000 a year earlier.

During October, export prices averaged five per cent below the level of a year earlier. Import prices were down 13 per cent but volume climbed 25 per cent to reach a post-war high for the month.

Trade with the United States in October yielded an import balance of \$64,300,000, more than double last year's October deficit of \$27,400,000. The widening in the deficit was due to the sharp increase in the value of imports to \$275,200,000 compared with \$238,300,000 imported from the United States in the same month last year. This brought the cumulative ten-month import balance to \$536,300,000 as compared with \$457,200,000 in the like 1951 period.

Domestic exports to the United States were about the same in value both in October and the ten-month period as in 1951. The October value was \$206,700,000 as compared with \$207,100,000, and the January-October total, \$1,876,300,000 as compared with \$1,989,500,000.

The export surplus with the United Kingdom in October was \$12,900,000. In October last year it was \$31,500,000. For the first 10 months of this year the cumulative credit balance was \$333,600,000, sharply above the \$143,700,000 total for the corresponding period last year.

Domestic exports to the United Kingdom in October, as in September were lower than in the same months last year. The total in October of \$49,100,000 compares with \$64,000,000 in October last year. The aggregate value for the 10 month period rose to \$625,400,000 from \$510,300,000. Imports rose in October to \$37,100,000 as against \$32,700,000. Values in the January-October period were

(over)

lower, however, and the cumulative value for the 10 months ending with October dropped to \$296,500,000 from \$368,200,000.

Mr. F.W. Taylor Deputy Finance Minister: Ottawa, December 31 (CP) -- Two top finance appointments were announced today by Prime Minister St. Laurent.

Kenneth W. Taylor, 53, Economist and senior Assistant Deputy Finance Minister, moves into the key job of Deputy Finance Minister.

Jean Lesage, 38, Parliamentary Assistant to Mr. Pearson, takes up a similar appointment under Finance Minister Abbott. Both shifts are effective tomorrow.

Mr. Taylor, former Chairman of the now-defunct Wartime Prices and Trade Board, succeeds Dr. W.C. Clark, who died suddenly Saturday in Chicago.

Mr. Lesage, a lawyer and member of the House of Commons for Montmagny-L'Islet since 1945, replaces Hon. James Sinclair, recently named Fisheries Minister. No successor to Mr. Lesage in the External Affairs post was named.

His Excellency's First New Year Levee: Governor-General Vincent Massey held his first New Year levee in the Senate Chamber yesterday, continuing the traditional ceremony that sees citizens from all walks of life pay their respects to Her Majesty's personal representative in Canada.

Flanked by his aides-de-camp, His Excellency stood before the Throne in the Senate Chamber and shook hands with hundreds of civilians and service personnel.

The order of presentation was headed by Acting Prime Minister C.D. Howe, members of the Cabinet followed by the diplomatic corps, the clergy, members of the armed forces, the RCMP and the general public.

Across Canada: The Minister of Trade and Commerce, Mr. Howe, indicated that import controls on dried milk products announced by the U.S. will have little effect on Canadian exports to the U.S. in the first quarter of the new year....Mr. A.N. Magill, Ontario Division Superintendent of the Canadian National Institute for the Blind, has just received final confirmation from United Nations headquarters in New York of his appointment to Cairo as Director of a rehabilitation unit for the blind....Agriculture Minister Kennedy is leaving the Ontario Government January 15 to help the Progressive Conservative party organize the rural vote in the 1953 federal election.



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Vol. 4, No. 2:

Monday, January 5, 1952.

Mr. Howe Heads Trade Mission To South America: Ottawa, January 4 (CP) -- The Minister of Trade and Commerce, Mr. Howe, sets out Monday on the greatest goodwill mission of his career.

Heading a 12-man delegation of business men and Government officials, he will make a 17,000-mile, five-week air hop of nine Latin American countries, seeking ways to boost the already spectacular expansion in Canadian-Latin trade.

"When you do business with a man, you want to talk with him," says Mr. Howe of his trip.

Canada's total exports to the 20 South American countries has increased 10 times in 13 years—to \$140,000,000 in 1951 from \$14,000,000 in 1938. Imports jumped 12 times to \$246,000,000 from \$21,000,000.

Mr. Howe will be talking trade with Argentina's Juan Peron; President Getulio Vargas of Brazil; and other heads of state and government leaders in Uruguay, Venezuela, Colombia, Dominican Republic, Haiti, Cuba and Mexico.

To each country head he will be bringing official greetings from Prime Minister St. Laurent and a token of Canada's goodwill—gifts of handicraft from the homes of Quebec.

In his country-to-country hop, he will be making perhaps a dozen speeches to South American Chambers of Commerce and other trade groups, speaking in English, but including a paragraph or two of Spanish. He learned the language while building grain elevators in South America before he entered politics 18 years ago.

Yukon River Project Rejected: Ottawa, January 4 (CP) -- The Minister of Resources and Development, Mr. Winters, has rejected a proposal that Canadian waters be used to power a huge American aluminum project in Alaska, it was learned today.

He informed Mr. I.W. Wilson, President of Aluminum Company of America, in a letter early last month that the Canadian Government's responsibility was to see that the waters were used for the "maximum benefit" of Canadians.

Mr. Winters' letter virtually shatters the Company's plans of building a \$400,000,000 smelter near Skagway, Alaska, for the production of about 200,000 tons of aluminum a year.

The Company had stated it wants to power the plant by harnessing the Yukon River which cuts through Alaska but which has its headwaters in the Yukon and in northern British Columbia.

But it cannot do this without permission of the Canadian Government....

Dr. Ault Adviser To Israel: (Press Release No. 1, January 5.) -- It was announced today that Dr. O.E. Ault, Director of Personnel Selection for the Civil Service Commission, has been appointed as Adviser to the Government of Israel on questions connected with the organization of that country's civil service and on the establishment of a training centre for public employees. Dr. Ault's services have been made available by the Government of Canada at the request of the United Nations Technical Assistance Administration. Dr. Ault left for Israel on December 30.

Teletypesetter To Speed Hansard: Ottawa, January 2 (CP) -- When the House of Commons reassembles January 12, a streamlined system of publishing Hansard—the report of debates in the House—is expected to go into operation.

During the holiday recess, officials of Hansard and the Government Printing Bureau have been installing one of the most modern developments in typesetting—the teletypesetter.

With the teletypesetter, Hansard and the Government Printing Bureau hope to knock four hours off the time it takes to print copies of the day's debates.

The transcription will be transmitted direct from Hansard office to the Printing Bureau on a perforated tape over a telegraph wire. At the Bureau, the perforated tape will be run through an attachment to the typesetting machine which will automatically set up the transcription in type.

First Attempt At Orthodox Gun Designing: Ottawa, January 2 (CP) -- The Defence Research Board's first attempt at orthodox gun designing—a mountain howitzer that can be dismantled into a number of light parts—has proved successful, the Board reported today in a year-end review.

The new gun, a report on Canada's first guided missile, participation in the British atomic test off Australia and other matters are mentioned as contributing to "an impressive record of achievement."

The new howitzer is the Board's first attempt at orthodox gun design. A prototype of the gun has been produced and it "promises a variety of operational uses."

The Board said development of Canada's first guided missile—a complex air-to-air device under design at Valcartier—is "progressing satisfactorily."

Across Canada: Great Lakes ships in 1952 carried more cargo and made more trips through the Welland Canal than in any other season in the 123-year history of the waterway. Bigger ships played a significant part in setting the record, Superintendent Engineer J.H. Ramsay said....Fisheries scientists from Newfoundland to British Columbia will open a four-day annual conference Monday of the Fisheries Research Board, the Fisheries Department announced....The largest shipment of Army medical supplies to leave the country since the end of the Second World War was sent to Europe from Ottawa recently, the Army announced. More than 11 tons of medical supplies were shipped from No. 26 Central Ordnance Depot here to Zweibrucken, Germany, where the RCAF is setting up a 35-bed hospital....Gordon D. Conant, 67, former Liberal Premier of Ontario, died Friday after a long illness at Oshawa....George R. Cottrelle, 74, industrialist, banker and former oil controller for the Dominion of Canada, died Thursday at Toronto.



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Vol. 4, No. 3.

Tuesday, January 6, 1953.

U.S. Embassy Picketed: Ottawa, January 5 (CP) -- Pickets marched in an orderly row today in front of the United States Embassy where their leaders deposited a petition urging President Truman to commute the death sentences of Julius and Ethel Rosenberg, convicted atom spies.

Rev. Glendon F. Partridge of Montreal who said he is chairman of "the National Committee to Save the Rosenbergs" said the vigil will be kept up round-the-clock until some action is taken.

Howe Off For South America: Ottawa, January 5 (CP) -- A group of Canadian business men and Government officials, headed by Mr. Howe, Minister of Trade and Commerce, took off for South America today on the biggest goodwill trade mission in Canadian history.

"The mission has no defence implications," said Mr. Howe. "We simply will be building up good will and will see what we can sell."

End Of Gut Dam: Toronto, January 5 (CP) -- The removal of Gut Dam, ordered by the International Joint Commission because it was causing high water levels in Lake Ontario, will be completed today.

Mr. P.M. Cameron, construction manager for the Canadian Dredge and Dock Company, said Monday completion will be nine days ahead of the date in the contract and more than seven weeks ahead of the deadline set by the Government and the International Joint Commission.

Red Cache Uncovered: Montreal, January 5 (CP) -- The quiet death of a tubby, expressionless little Montrealer Monday led police into the maze of his operations as a Communist undercover man.

They stumbled on a mass of evidence about the activities of Constantine Stathapoulos, also known as Costa Paulos, in the shabby rooming house where he died apparently from natural causes....

One note-book entry the anti-subversive squad police were able to make out was the name of Klaus Fuchs, atomic-secret spy convicted in Britain and serving a 14-year prison sentence.

B.C. May Vote In Spring: Vancouver, January 5 (CP) -- Premier W.A.C. Bennett hinted Monday that a provincial general election may be held this spring. He said in an interview that British Columbians will go to the polls "before the hot summer months."

The Premier also said the British Columbia and Alberta Governments will ask the federal Government to hold a plebiscite among the people of the Yukon and Northwest Territories. The plebiscite would seek their opinion on extending the boundaries of British Columbia and Alberta from the 60th to the 65th Parallel.

Library To Be Fire-Proofed: Ottawa, January 5 (CP) -- Work will begin late this spring on fireproofing Canada's historic Library of Parliament and will involve replacing famous inlaid wooden floors with fire-resistant material and old wooden beams with steel.

Officials said yesterday the work will start immediately after Parliament prorogues, probably in mid-May. It may cost \$1,000,000.

Freight Case Re-Opens: Ottawa, January 5 (CP) -- The first 1953 round in Canada's six-year struggle over freight rates opened today.

Provincial governments opposing rate increases began their attack on a railway proposal for a radically-changed system of setting tolls, which would have the immediate effect of sending them up.

TV Rate Decision Delayed: Ottawa, January 5 (CP) -- The Copyright Appeal Board agreed today to postpone indefinitely the fixing of fees to be paid by television stations for use for works in the repertoire of the Composers, Authors and Publishers Association of Canada.

In a list of copyright fees for 1953, CAPAC proposed that television stations pay \$500 a month until agreement can be reached on a permanent tariff.

Across Canada: Mitchell F. Hepburn, Ontario Liberal premier from 1934 to 1942, died on Sunday at the age of 56....Archbishop Paul-Emile Leger of Montreal, whom the Pope will create a cardinal on January 12, will probably receive as his titular church Santa Maria degli Angeli in Rome....George Hees, Progressive Conservative M.P. for Toronto Broadview, said yesterday that Canada needed a contributory health plan like that in effect in Sweden.... Dr. W.R. Martin, a senior biologist with the Fisheries Research Board of Canada, told a conference of the Board that opened yesterday in Ottawa that Canadian fisheries scientists hope soon to be able to tell commercial fishermen well in advance where the best catches can be found and whether fishing will be good in any year....Christmas buying in Canadian department stores was 63.2 per cent higher than a year ago.



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Vol. 4, No. 4.

Wednesday, January 7, 1952.

Conciliators Urge 12 Per Cent Boost For Rail Workers: Ottawa, January 6 (CP) --

An across-the-board wage increase of 12 per cent has been recommended by two Government boards of conciliation for members of the Brotherhood of Railway Trainmen employed by the CNR and CPR.

The BRT, an independent union, represents approximately 21,000 railway conductors, baggagemen, brakemen and switchmen. From both railways it had sought an across-the-board wage increase of 35 per cent plus an escalator clause and a 40-hour work week for yardmen.

The recommendation was contained in majority reports of the two Boards made public today, but they made it conditional upon acceptance by the union of certain rule changes asked by the railways.

The majority report of the Boards turned down the BRT's request for an escalator clause in its wage contract to tie wages to the cost of living and said there could be no recommendation at this time on a union request for a 40-hour work week for yardmen.

The Boards were both under the chairmanship of Judge W.S. Lane of Picton. Senator A.W. Roebuck of Toronto was the union nominee on each Board while Mr. Norman L. Mathews, Toronto, was the employer appointee on the Board considering the case of the CPR and Mr. Theodore R. Meighen, Montreal, was the employer appointee on the Board considering the case of the CNR.

Senator Roebuck turned in a minority report in each case. He recommended an across-the-board increase of 20 per cent and did not agree that it should be made subject to union acceptance of certain rule changes. He favoured the escalator clause and endorsed the principle of the 40-hour work week for yardmen.

C.P.R. Credit Position Argued Before Board: Ottawa, January 6 (CP) -- Disagreement

developed today between railway and provincial counsel over the credit position of the Canadian Pacific Railway, a key factor in its attempt to get a new system of setting freight rates in Canada.

Counsel for provinces opposing the move contended the CPR's credit is good under the existing rate set-up, one suggesting it is better than that of the Manitoba Government.

Witnesses for the Company — which would be allowed substantially higher freight rates under the proposed new method — held it needs additional revenues to repair investor confidence which they said is lacking now.

The clash of views came as the Board of Transport Commissioners continued hearings on an application to give the CPR revenues on a basis that would allow it a set annual return on its rail property investment. This would be a major switch from the present system, by which the Board sets rates from time to time in line with the current financial requirements of the CPR.

Province-Wide Walkout Considered: Quebec, January 6 (CP) -- The Canadian Catholic

Confederation of Labour will decide at a mass rally tomorrow whether it will call a work stoppage in sympathy with textile strikers at Louiseville.

Jean Marchand, Secretary General of the CCCL, said today the meeting tomorrow will also decide if a special work stoppage committee will meet before the end of this week.

Employees of Associated Textiles of Canada Limited went on strike 10 months ago. The town was the scene of violence in December when the Riot Act was read.

Premier Duplessis will probably hold a regular meeting of the Provincial cabinet tomorrow and Catholic labour officials say any decisions taken in connection with the textile strike may influence the meeting.

Music Copyright Fees Issue: Ottawa, January 6 (CP) -- The Copyright Appeal Board was told today that experience has shown Canadian radio stations can operate without using any music in the repertoire of the Composers, Authors and Publishers Association of Canada.

The evidence was given by radio station representatives while the Board continued to hear objections to copyright fees proposed by CAPAC for 1953. The fees are unchanged from 1952.

The station representatives were called as witnesses by the Canadian Association of Broadcasters, whose membership includes most privately-owned stations. The C.A.B. is asking the Board to reduce the fees and to change the basis on which they are fixed.

Jump In TV Sets In Montreal: Montreal, January 7 (CP) -- A spectacular jump in television set ownership in Montreal since the CBC began telecasting last July has been reported by radio and television manufacturers. Of 94,255 sets sold in Canada during the six months ended November 30, Montrealers purchased 29,565 to boost the number of sets in operation in this area from 1,317 to 30,882.

Across Canada: Mr. Angus MacInnis, CCF Member of Parliament for Vancouver East, last night over CBC, reiterated his party's call for a Royal Commission investigation of irregularities disclosed in the Currie report on the works services branch of the Army....The Canadian automobile industry enters 1953 with a much brighter production outlook than a year ago, Mr. William A. Wecker, President of General Motors of Canada, said in a yearly review for the whole industry....Quebec's fishing industry is expected to undergo considerable expansion with the use of larger fishing vessels in the Gaspé region, a fisheries expert told the annual meeting of the Fisheries Research Board of Canada.



Miss Hamilton

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Vol. 4, No. 5.

Thursday, January 8, 1953.

Atom Plant Repairs To Take Months: Chalk River, Ont., January 7 (CP) -- Ruptured inside and leaking dangerous waters, the world's most powerful atomic reactor will be out of action for months but Canadian scientists think they can nurse it back to health more powerful than ever.

Top officials say the December 12 breakdown of this atom-splitting heart of Canada's atomic project has injected a new sense of urgency into the job Chalk River is doing with something close to boyish enthusiasm and anticipation — construction of a new \$30,000,000 reactor whose capabilities will dwarf those of the ailing one.

The target date for completion of the new reactor is sometime next year. Right now it consists of holes blasted in a rock foundation, of a skeleton framework of lumber and a surrounding shell of wooden cover to shield workers against the wintry blasts rolling across the Ottawa River, 130 miles northwest of Canada's capital.

Scientists say the reactor will lengthen Canada's lead in the field of reactors or nuclear furnaces, the complex mechanisms which split atoms and release energy.

At the same time they are beginning to put down on paper their ideas for the power plants that will eventually bring atomic energy to the practical level.

Twenty reporters, making the second press visit in Chalk River's history, were told by Dr. C.J. Mackenzie, Canada's atomic chief, that the breakdown of the existing reactor—called the NRX—is by a considerable extent the biggest blow Chalk River has yet suffered.

He disclosed that seven times in the last five years NRX has been knocked out for from three to eight weeks and indicated this repair job will take a lot longer than eight weeks, partly because the scientists intend to give it a major overhaul.

He said the accident is really a "blessing in disguise" because it will enable the scientists to see what five years have done to NRX; they will learn more about how to keep reactors in good shape and the chances are they will be able to make it more powerful.

Living Costs Show Decline: Ottawa, January 7 (CP) -- Living costs made their biggest drop in seven months during November as lower food prices eased the impact of higher rents.

The new consumer price index, based on 1949 prices equalling 100, declined by three-tenths of a point to 115.8 from 116.1, the Bureau of Statistics reported today.

This dropped living costs to where they were in August, 1951, when the index registered 115.5. The prices yardstick, however, was down only 2.4 points from the peak of 118.2 in December, 1951.

The old cost-of-living index, based on 1935-39 prices equalling 100, dropped three-fifths of a point during November to 184.2 from 184.8.

It was the fifth consecutive monthly decline from 188 last June and down 7.3 points from the December, 1951, peak of 191.5. On the basis of the old index, living costs went back to May, 1951, when the yardstick measured 184.1.

Bigger, Better Cobalt Bombs: Ottawa, January 7 (CP) -- A bigger and better cobalt bomb for cancer treatment is under construction in suburban Eastview. Orders already have been placed for six of them—eight unseen—by clinics in Canada, the United States and Britain.

The first of the new models, which rotate like giant steel horseshoes round the "bombarded" patient, likely will be completed next spring.

The new models, an improvement over the cobalt 60 beam therapy unit which Canada first built a year ago, are being made by Atomic Energy of Canada engineers.

They will be known as "B" models.

Freight Rates Hearing: Ottawa, January 7 (CP) -- It would take from three to five years to re-establish the credit of the Canadian Pacific Railway under a proposed new system of allowing freight rates, a financial witness told the Board of Transport Commissioners today.

Mr. S.E. Nixon, Montreal investment banker, was testifying for the Company in its application to have the Board set up the new method that would allow it substantially higher freight rates. The CPR is used by the Board as the "yardstick" for establishing rates.

Mr. Nixon and other CPR witnesses had testified earlier that the CPR lacks "investor confidence" needed to enable it to finance adequately. This claim is disputed by eight provincial Governments, all except Ontario and Quebec.

New Cod-Fishing Grounds Off Newfoundland: Ottawa, January 7 (CP) -- Dr. W. Templeman, Director of the Newfoundland Fisheries Research Station at St. John's, today said new cod fishing grounds have been discovered off the east coast of Newfoundland.

In a report to the annual meeting of the Fisheries Research Board of Canada, Dr. Templeman said successful commercial fishing is believed possible if suitable shore plants and landed prices are assured.

Large experimental catches were made last year at between 100 and 200 fathoms by four vessels from the Newfoundland station.

The waters explored extended from the north side of Bonavista Bay, on the east coast of Newfoundland, to the Strait of Belle Isle at the Island's northeast tip.

Across Canada: The Copyright Appeal Board was asked to reduce the fees charged privately-owned radio stations for use of music in the repertoire of the Composers, Authors and Publishers Association of Canada. Mr. Sam Rogers of Toronto, counsel for the Canadian Association of Broadcasters, asked that the fees be reduced and that the basis for fixing them be changed....Immigrants who settled in Ontario during 1952 brought a total of \$24,000,000 new capital into the Province, the Ontario Planning and Development Department announced Wednesday. About 50 per cent of the 160,000 new Canadians who arrived in this country last year settled in Ontario....The shortage of university-trained engineers in Canada may be relieved partially within the next few years, the Labour Department announced yesterday. The Department said a report of the executive and professional division of the National Employment Service showed the number of registrations in engineering in Canadian universities increased in 1952 to 2,714 from 1,852 in 1951 and 1,649 in 1950.



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Vol. 4, No. 6.

Friday, January 9, 1953.

Foreign Trade Surplus May Be About \$300 Million: Ottawa, January 8 (AP) --

A trade official estimated today that Canada's exports may have jumped more than \$300,000,000 during 1952 to a peak of \$4,300,000,000.

He estimated also that imports may have dropped slightly from the 1951 record to about \$4,000,000,000, giving Canada a foreign trade surplus of about \$300,000,000, the highest in four years.

In 1951, Canada had a trade deficit of about \$121,000,000, about seven times greater than the \$17,000,000 deficit in 1950 and a reversal of the \$261,200,000 surplus in 1949 and the \$473,000,000 surplus in 1948.

The official based his estimates on trends during the first 11 months of 1952 when exports jumped to an all-time high while imports continued to slip. Complete figures on Canada's 1952 trade likely will be published by the Bureau of Statistics early next month.

Bureau figures issued today showed that Canada during the first 11 months of 1952:

1. Pushed her exports to \$3,948,800,000 from \$3,578,300,000 in the similar period of 1951.
2. Reduced imports to \$3,685,000,000 from \$3,812,000,000 in the previous year.
3. Reversed the 1951 deficit of \$233,500,000 to a surplus of \$263,900,000 in exports over imports.
4. Made gains in exports to overseas customers but slipped in sales to the United States. United States absorption of Canadian goods dropped to 53.4 per cent of the total from 59.6 per cent in 1951.

November exports — a peak in monthly volume — added to the general buoyancy in trade. Shipments rose to \$390,500,000 from \$384,000,000 in November, 1951, while imports also increased to \$363,200,000 from \$325,700,000.

During the 11-month period, exports to the U.S. slipped to \$2,086,000,000 from \$2,107,000,000, while shipments to Britain rose to \$685,000,000 from \$568,000,000. There were gains also in exports to Continental Europe, Latin America and other areas.

Wheat, second most important export commodity in 1951, moved to the top rung last year, with dollar value surpassing newsprint, the previous leader.

Wheat shipments in the 11 months rose to \$549,600,000 from \$377,900,000; newsprint to \$542,700,000 from \$494,900,000; grains other than wheat to \$192,000,000 from \$110,500,000; nickel to \$141,500,000 from \$123,000,000; aluminum, \$136,300,000 from \$117,700,000.

Mr. Garson's Montreal Address: Montreal, January 9 (CP) -- The Minister of Justice, Mr. Garson, said last night that Canada's development as a nation is based not merely on economic and political advancement but on the moral and spiritual life of its citizens.

In an address to the B'nai B'rith Society of Montreal, the Minister said tolerance, good citizenship and cultural advancement are fully as vital to Canada's growth as economic development.

Free enterprise was only possible so long as the dignity and worth of the human individual and his freedom within the law to initiate business and progress was respected by society and protected by the Government.

Underlying the doctrines of the Communists and the Fascists was the rejection of the idea "there is a law which is superior to tyrants, potentates, magnates, majorities and mobs.

"They do not believe in government of the people, by the people and for the people," the Minister said. "They believe in government of the people by the party for the party."

RCMP Northland Patrols 567,000 Miles: Ottawa, January 8 (CP) -- The RCMP, investigating reports of illegal use of narcotics by school students and other juveniles, said today it can find no "serious" narcotic problem among the youth of Canada.

Commissioner L.H. Nicholson made known these findings in the 1951-52 annual report of his 4,500-man police force which operates federally across Canada and provincially in every province except Ontario and Quebec.

The Commissioner indicated he was seriously concerned about the steady climb of federal crime statistics. The RCMP handled 146,904 cases—everything from murder to security and smuggling—in 1951-52, a 42.9-per-cent increase over the previous year.

The Commissioner said the figures stressed the need for increased preventive measures.

The report said that Northland patrols had covered more than 569,000 miles, 67,000 more miles than in 1950-51. RCMP officers travelled more than 46,000 miles by dog team, 56,000 by police boat, 29,000 by police aircraft, 136,000 by commercial and RCAF planes and 300,000 by police cars and trucks.

Spanish Scholarships: Montreal, January 9 (Gazette) -- Fifteen Spanish language scholarships will be given Canadian students this year by the Government of Spain, Consul Jose Luis Ceron said here yesterday. Mr. Ceron said his Government is giving the scholarships in its efforts to increase cultural exchanges.

Two scholarships will be for four-months' courses in Spanish philosophy at University of Salamanca for teachers of Spanish. Others will be allotted to various universities and summer schools. The scholarships will cover all expenses other than passage to Spain.

Mr. Ceron said his Government is also negotiating an even larger number of bursaries with Canadian universities and provincial Governments.

Across Canada: Technicians are leaving Canada's atomic project at a rate which worries officials. An investigation has been launched into the reasons behind a turnover which reached 22 per cent in the last year, the Canadian Press reports from Chalk River....Oil men will have to pay \$25 a square mile for boring rights in the Province, the Ontario Government ruled in an order-in-council on January 8. The bond is aimed at forcing quick exploration and development, officials said....The Copyright Appeal Board yesterday approved a series of fees but reserved decision on the amount private radio stations will have to pay in 1953 for use of music controlled by the Composers, Authors and Publishers Association of Canada....Removal of Gut Dam in the St. Lawrence River is the "first step in the actual construction of the St. Lawrence seaway and power project," Transport Minister Chevrier said yesterday. The Minister was commenting in a statement on Tuesday's completion of the job eliminating the dam.



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Vol. 4, No. 7.

Monday, January 12, 1953.

New Seaway Discussions With U.S.: Ottawa, January 9 (CP) -- The Canadian Government informed the United States today that it is willing to talk over 11th-hour proposals that the U.S. get in on the navigation end of the St. Lawrence seaway-power project.

In a memorandum to the U.S. administration, the Government said it will discuss proposals for a Canada-U.S. seaway if they will not hold up joint development of hydro power in the river, and only after a U.S. agency has been authorized to join Ontario in the power project.

The declaration was touched off by President Truman's statement in his budget message to Congress today that it is not too late for the U.S. to join Canada in the seaway and that he hopes strongly this will be done.

Another factor was a number of moves in the new Congress towards bringing the U.S. into the seaway, on which Canada decided to proceed alone more than a year ago after joint action had been side-tracked by Congress for many years.

Soon after Mr. Pearson made the memorandum public, the House of Representatives received a bill to authorize U.S. participation in the \$300,000,000 canal works, and early action was promised....

The Government laid down these conditions to the discussion of any new U.S. proposal:

1. It will discuss it after an American agency is designated to join in the power job and provided it will not delay the development of power.
2. The Government "would naturally expect the discussion to be such as not to cause any serious delay in the completion of the whole seaway."

The Government also said the demand for power in the area of the development is so urgent that it is "most reluctant" to engage in any discussion that might delay the power end.

\$100,000,000 25-Year Bond Issue: Ottawa, January 9 (CP) -- The Canadian Government tonight announced the floating of a \$100,000,000 25-year-bond issue to "feel out" the money market for a much bigger issue planned for 1954.

The Minister of Finance, Mr. Abbott, announced the new issue, to be handled by the Bank of Canada, bearing an interest rate of $3\frac{3}{4}$ per cent and yielding 3.85 per cent.

This is the first time since 1950 the Government has entered the long-term bond market and it isn't too sure what kind of reception the bonds will receive. The new issue will be available next week.

Otherwise, informants said, the Government might have proceeded immediately with an issue five or six times that amount.

A large amount of money is required to pay off continually maturing issues, particularly the second wartime victory loan issue totalling about \$650,000,000 which comes due in 1954.

Usually the Government places its issue directly on the market. This time it is asking the Bank of Canada to handle and dole it out to investment dealers and banks as they ask for it.

The coupon interest rate of $3\frac{3}{4}$ per cent is a jump from that of the last long-term bond issue before the outbreak of the Korean war, which carried $2\frac{3}{4}$ -per-cent interest.

Hiring Of Canadians By U.N.: Ottawa, January 9 (CP) -- Mr. Pearson said today the Canadian Government takes no part in the hiring of Canadians by the United Nations and has not been asked to change this situation.

He was asked at a press conference whether Canada screens Canadians for the U.N. He answered that the Government has taken the stand that such hiring is not the responsibility of Canada.

The Canadian Government made no recommendations to U.N. about potential employees. Canadians were employed by U.N. "without our knowledge" and the Government had never been asked by U.N. to screen them.

Army To Lessen Paper Work: Ottawa, January 11 (CP) -- The Army is making a frontal assault on a chronic military problem -- too much paper warfare -- and tightening up its administration in the process.

A general and two brigadiers were directed last summer to make a six-months' study to see what could be done to cut down on the avalanche traditionally described as paper war--reports, memorandums, recommendations, announcements and other documents.

Lt.Gen. G.G. Simonds, Chief of the General Staff, says he thinks their findings will mean a big improvement in administration and that over the next year the amount of paperwork being done by the Army will be cut by as much as 30 per cent.

1 Hour, 58 Minutes Winnipeg To Ottawa: Ottawa, January 11 (CP) -- An R.C.A.F. CF-100, all-weather, long-range jet fighter aircraft Saturday knocked 51 minutes off the Winnipeg-to-Ottawa flight record time. The jet fighter touched down at suburban Uplands Airport, one hour and 58 minutes after leaving Winnipeg.

On the flight to Winnipeg Wednesday, the plane equalled the flight record time of two hours and 49 minutes.

The jet covered the 1,060 miles with a speed of approximately 535 miles an hour.

Across Canada: Army Headquarters has announced that coloured berets for servicemen of all branches have been approved. Brightest of the lot will be the scarlet berets for men of the Royal Canadian Infantry Corps. Airborne units will retain the cherry beret used during the Second World War. Men of the Royal Canadian Army Service Corps and Royal Canadian Army Pay Corps will wear navy blue berets with yellow patches backing their corp badges. Royal Canadian Engineers, Signals Corps and electrical and mechanical engineers will wear the same beret with dark blue backing for the badges....Continuing the almost steady decline since the end of 1951, the total value of inventories held by Canadian manufacturers at the end of October dropped to an estimated \$3,442,000,000, off about \$1,000,000 from September value of \$3,443,000,000, according to the Dominion Bureau of Statistics....Parliament re-opens today.



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Vol. 4, No. 8.

Tuesday, January 13, 1953.

Parliament Reassembles: Ottawa, January 12 (CP) -- Mr. Abbott said today he has started to work on his 1953-54 budget and he hopes to bring it before the House of Commons as "early as possible."

He promised reconsideration will be given to a proposal by Mr. Stanley Knowles (CCF-Winnipeg North Centre) that the four-per-cent floor on medical expenses deductible for income tax purposes be abolished.

Members spent the first day of the resumed session discussing resolutions sponsored by private members.

After Mr. Abbott adjourned debate on Mr. Knowles' income tax proposal, attention swung to a resolution by Mr. H.W. Herridge (CCF-Kootenay West). It urged a federal-provincial conference on soil, water and forest conservation.

In the income tax debate, Mr. Knowles recalled that last year the House of Commons had adopted his resolution urging abolition of the floor on medical expenses deductible for income tax purposes.

In the budget, Mr. Abbott had "ignored the wish of Parliament" and left the floor unchanged. The ceiling on deductions, however, had been increased.

Mr. Knowles said every one is expecting an election this year. He hoped that in a pre-election budget the Government would abolish the floor.

He suggested medical expenses should be treated in the same way as charitable donations. All charitable donations up to certain ceilings could be deducted.

Mr. Knowles said the list of items classed as medical expenses should be extended.

Auditor-General's Report: Ottawa, January 12 (CP) -- Auditor-General Watson Sellar reported today that the Defence Department has at least eight different systems of accounting. And, he said, the way is open for inadequate and inefficient men to get into responsible positions.

The Defence Department later issued a statement taking issue with many of Mr. Sellar's comments. It said differing accounting systems are made necessary by essential differences in branches of the services but that the basic principles in all the systems are the same and "there appears to be nothing to be gained by changing them simply to attain uniformity. Of Mr. Sellar's statements about inefficiency, the Department said there are safeguards to see that qualified men get senior positions.

Officials of that Department said the Canadian forces are no different than those of the U.S. and U.K. in having differing accounting systems.

Lt.-Gen. Simonds Message To The Army: Ottawa, January 12 (CP) -- Lt.-Gen.

G.G. Simonds, chief of the general staff, struck back at critics of the Army today and called on his 49,000 soldiers "not to be discouraged or depressed by criticisms which are neither founded on truth nor justified in the light of our positive achievements."

In a "message to the Army" published in the monthly Canadian Army Journal, Gen. Simonds conceded that "in several respects" the force "falls far short of the standards which I hope and believe we can attain."

He asked all ranks to work for improvement and said "dishonesty, lack of integrity or indifference to sound administration are intolerable and will continue to be ruthlessly removed...as diseased flesh from its body."

Tariff Board Hearing: Ottawa, January 13 (CP) -- The Revenue Department yesterday opposed demands for a 20 per cent duty on imports of anti-freeze raw materials. The items now come in duty-free.

Mr. J.S. Deachman, Dominion Customs Appraiser, asked the Tariff Board to dismiss the tariff requests made by Dow Chemical of Canada Limited, Sarnia, Ont.) and Dominion Tar and Chemical Company Ltd., Montreal.

The case, which attracted some 60 representatives from Canadian and American anti-freeze industries, developed out of the Revenue Department ruling that ethylene glycol, an anti-freeze ingredient, did not have to be absolutely pure to be allowed in duty-free.

To Prepare National Library Plans: Ottawa, January 12 (CP) -- Prime Minister St. Laurent said in the House of Commons today an architect has been commissioned to prepare plans for a national library in Ottawa.

Mr. St. Laurent did not identify the architect but he is understood to be Mr. A.S. Mathers of Toronto, a noted figure in the field of library design.

Across Canada: Mr. Emile Colette, President of Associated Textiles, Ltd., met during the week end with Labour Minister Barrette to discuss a nine-month wage strike at the Company's Louiseville plant. The private talks held recently brought new hope that a general province-wide work stoppage, threatened by the CCCL when negotiations to end the strike broke down December 23, might be averted, the Canadian Press reported from Quebec City....Freedom of thought and flexibility of outlook and method in Canada's National Research Council long ago stamped the country as the "arsenal of the democracies" in radar for North American defence, Sir Robert Watson-Watt said yesterday in a Montreal address, according to Canadian Press....The Dominion Drama Festival has earned such attention by visiting Britons that John Allen, BBC writer-producer, said yesterday he is anxious to begin his 12-week Canadian tour as adjudicator of the regional festivals leading to the finals in Victoria this spring, Canadian Press reported.



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Vol. 4, No. 9.

Wednesday, January 14, 1953.

Mr. Claxton's Speech On Currie Report: Ottawa, January 13 (CP) --- The Minister of National Defence, Mr. Claxton, said today the Defence Department has done or is doing most of the things the Currie Report recommended and pledged that there will be no scapegoats as result of its findings.

In delivering the Government's main rebuttal to the report, he disclosed that the R.C.M.P. have been put to work to investigate how the C.C.F. got hold of an advance copy and said this action has the approval of Mr. George S. Currie, the Montreal Accountant who signed the report.

Mr. Claxton made these points in replying to statements in the Currie Report itself:

1. He is responsible for the three armed forces and "I have no intention of trying to dodge that responsibility ... There has not been and there will not be effort made to find a scapegoat. When it appeared there had been grave irregularities, I appointed Mr. Currie to investigate the cases and to suggest some means to prevent recurrence."

2. In any operation of the size of the defence effort, there were bound to be mistakes, thefts, fires and frauds. Every effort was made to crack down on wrongdoings. If he had been over-enthusiastic in defence of the forces, it was because of his admiration for them.

3. The Petawawa irregularities cost about \$50,000 but most of the materials stolen were recovered. Mr. Currie had not uncovered those irregularities—the R.C.M.P. did—and he had not found any others in his examination of the works services.

4. The main cause of what happened — he would not agree with the term "breakdown"—in the Army works service was the big expansion after Korea and the fact skilled men could not be obtained. The service now was short 1,700 civilian and 250 service personnel. Until these people were available the situation could not be completely rectified but every effort was being made to get them. This shortage had prevented full implementation of a new accounting system which Mr. Currie had approved.

5. Of Mr. Currie's 44 recommendations for strengthening the existing set-up, 27 were being put into effect before the report was received. Four more were urgent and would be introduced as soon as manpower was available. Others needed further consideration or were not considered advisable.

6. The Department itself along with other Government agencies was making a survey of the works services manpower situation when the Currie investigation started. This investigation was suspended at that time.

7. The Department's chief auditor reported in March — before the Currie investigation began — that the new accounting system for the works service was good but skilled men to run it were so short that even tradesmen and labourers were doing accounting and stores duties. But the auditor had said corrective measures were in train and all possible was being done to remedy the "adverse conditions."

8. Many of Mr. Currie's recommendations for tighter security regulations had been put into effect but the costs of full security measures were often "out of all proportion" to what they achieved....

9. It was the Defence Minister who suggested that a draft of the Currie Report be submitted to the Defence Department to be checked purely for factual errors before it was completed. Mr. Currie agreed to this although there was some disinclination on his part at first. Some changes arose from this.

Mr. Claxton also referred to what he called a misconception of what Mr. Currie was asked to do. "He was not carrying on a criminal investigation...Not investigating the Department of National Defence and he was not investigating the Minister of National Defence," he said.

To Inquire Into Federal-Provincial Relations: Quebec, January 13 (CP) -- Premier Duplessis today proposed the setting up of a Royal Commission to inquire into federal-provincial relations.

In the bill, given first reading today by the Legislative Assembly, Quebec's National Union Government proposes to set up the Commission to study:

1. The problem of the distribution of taxes between the central power, the Provinces, municipalities and school corporations.
2. Encroachments by the central power in the field of direct taxation...
3. The repercussions and results of such encroachments in the legislative and administrative regime of the Province and in the collective, domestic and individual life of its people.
4. Constitutional problems of a legislative and financial nature in general.

40 Sabre Jets Per Month: Montreal, January 14 (CP) -- Canadian production of the F86-E Sabre jet, the super-streamlined fighter which can meet the Russian MIG on equal terms, will hit its peak of 40 a month within the next four weeks.

A spokesman for Canadair Limited said last night Sabres are rolling off the assembly line at the big aircraft plant on the outskirts of Montreal at a rate of nine a week. More than 400 have been produced thus far.

He said production will reach two a day for each day of the plant's five-day week by February. The plant is the only one in Canada producing Sabre jets, which went into production in October, 1950, and are the standard fighter for the R.C.A.F. and the United States Air Force in Korea.

The plant has a working force of 13,000, which will be increased to a peak of 16,000 by March.

Freight Rates Hearing: Ottawa, January 13 (CP) -- A Canadian Federation of Agriculture spokesman today criticized the C.P.R.'s move for a new freight rate system, contending it would backfire by threatening the C.P.R. with nationalization.

Dr. E.C. Hope, economist for the 400,000-farmer group, told the Board of Transport Commissioners the proposal would start a "pyramid" of rate increases that would bring "disintegration" of the C.P.R.'s rail business.

Criticism of the plan came, too, from George S. Goldthwaite, New York public utilities consultant, who said it would open the way for "inflated" claims for higher rail charges and would add new complexities to Canada's complicated freight rate setup.

Across Canada: A Korean casualty list included two men killed in action and one wounded. The last list was issued January 10. The Army list brought to 1,277 total casualties so far suffered by Canadian troops in Korea, including 243 dead, 920 wounded, 28 missing, 85 injured and one captured. The Navy has reported three dead and three injured in action and the Air Force has reported one missing....Salary increases for Quebec Cabinet Ministers were proposed in a Government bill introduced in the Quebec Legislature. Premier Duplessis' salary, \$18,000 a year, would not be affected. The measure would provide an increase of \$2,000 a year, to \$14,000 from \$12,000, for Ministers with portfolio and one of \$1,000 to \$9,000 from \$8,000, for Ministers without portfolio....Mayor Charlotte Whitton hinted yesterday that Ottawa may stop policing Ontario Liquor Control laws if the Liquor Control Board persists in handing out licenses against the city's wishes.



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Vol. 4, No. 10.

Thursday, January 15, 1953.

Debate Pensions For Disabled: Ottawa, January 14 (CP) -- The Minister of National Health and Welfare, Mr. Martin, said today he believes the Provinces are in a better position than the federal Government to initiate and administer a system of pensions for the disabled.

He spoke in the House of Commons after representatives of all parties joined to support a resolution urging federal-provincial co-operation to provide pensions of \$40 a month to persons incapacitated and unable to earn their own living.

The resolution was sponsored by Rev. Dan McIvor (L.-Fort William).

Mr. Martin, who adjourned the debate said it is not generally known that 325,000 disabled Canadians already are receiving \$110,000,000 a year, mainly from the federal Government.

Since the start of last year when the federal Government took over full responsibility for pensions of \$40 a month to all Canadians 70 and over, the pensions bill of the Provinces has been reduced.

Mr. Martin estimated the change saved the Provinces at least \$18,000,000 a year. Cost of pensions for the incapacitated not now receiving assistance would not exceed that amount.

Dr. W.G. Blair (P.C.-Lanark) said there is a "grave gap in our social security programme, especially as far as the disabled are concerned." These people should be given a pension and admitted to the social security group.

Mr. Abbott's New York Address: New York, January 14 (CP) -- The Minister of Finance, Mr. Abbott, said tonight the time is "ripe for taking calculated risks" to solve international economic problems.

Canada will continue to play its part in contributing to progressive solutions, Mr. Abbott said in an address before the Economic Club of New York. Mr. Eugene R. Black, President of the International Bank for Reconstruction and Development, also spoke.

"We believe the time is ripe for courageous and positive steps on the part of all countries concerned," said Mr. Abbott. "It is not time for rash or ill-considered gestures, but it is, I believe, a time for taking calculated risks."

The Minister said he is sometimes concerned at the "glowing accounts" of Canada published in the U.S. because of the "even more unjustified opposite extremes of opinion to which you might be tempted to go if at some time things do not seem to be going quite so well."

Canadians and Americans should always remember that each country is the best customer of the other.

"We Canadians believe that this mutually-beneficial trade should grow and prosper. We do not believe that our modest exports of cheese or powdered milk constitute a threat to your way of life or even to your dairy industry."

Of Canada's future, Mr. Abbott said that "if with God's help we have peace, even my optimism would not care to mark the limits of our advance over the next 50 years."

He said that the Commonwealth economic conference held in London last month made a "significant beginning" to solution of international economic problems.

\$6,648,000 Toward Jet Airliner: Ottawa, January 14 (CP) -- The federal Government contributed \$6,648,000 toward the cost of a jet airliner built by Avro at Malton, the Minister of Defence Production, Mr. Howe, told the House of Commons today.

In a written reply to questions from Mr. Ross Thatcher (CCF, Moose Jaw), the Minister said that work on jet liners has been suspended by Avro since the start of the Korean War because of pressure of military commitments by the Company. The prototype plane is being used for development tests.

Asked if it has proved "unsatisfactory," Mr. Howe said it has not been accepted for commercial service by the Transport Department but a production model undoubtedly would be given a certificate of airworthiness.

Louiseville Strike Debated: Quebec, January 14 (CP) -- Premier Duplessis said tonight the threat of a general work stoppage by Quebec's Catholic unions is "a call to generalize crime."

Mr. Duplessis' statement came near the close of a debate in the Legislative Assembly on a lingering textile strike at Louiseville, Que.

The Liberal Opposition charged "barbaric" intervention by Provincial Police while Government speakers said the strike was organized by Liberals for political aims.

"Certain union leaders have had the audacity to threaten the Province with a general strike," Mr. Duplessis said.

His Government was unwilling to extend a friendly hand to any labour movement seeking advancement of its workers.

Earlier today Labour Minister Barrette said the Louiseville textile workers were "misled" into striking last March 10.

Across Canada: Bells of Montreal Roman Catholic churches and chapels will ring for half an hour January 29 to welcome Paul-Emile Cardinal Leger, Archbishop of Montreal, on his return to Montreal, the Canadian Press reported. The Cardinal has been in Rome for two months, during which time he was made a prince of the Roman Catholic Church...Canadian farmers' cash income from production sales slipped to \$2,787,800,000 in 1952, down from the 1951 peak of \$2,825,500,000, the Bureau of Statistics reported. The drop showed up particularly in Ontario, Quebec and Manitoba. Saskatchewan, Canada's biggest wheat-growing province, made a big advance....Construction within two years of new asbestos processings plants in Thetford Mines, Que., at a cost of \$25,000,000 was announced yesterday. Mr. Paul Dumontier, counsel for three asbestos mining firms, made the announcement in the Public Bills Committee of the Legislative Assembly during discussion of the Thetford Mines bill. Mr. Dumontier did not say which of the Companies he represented would build the plants. He represented Asbestos Corporation, Bell's Asbestos Corporation and Johnson Mines.



Miss Hamilton

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Vol. 4, No. 11.

Friday, January 16, 1953.

Currie Report Debate: Ottawa, January 15 (CP) -- Prime Minister St. Laurent today branded the controversial CCF advance copy of the Currie Report as "stolen goods" and said he thinks he will be able very soon to identify the person who stole it.

He was assailed by both CCF and Progressive Conservative spokesmen for assigning the RCMP to track down the person who delivered the copy to Mr. M.J. Coldwell, CCF leader, before a final version of the report was given to the Defence Department.

At the night sitting the Minister of Justice, Mr. Garson, replied that the federal Government has as much right as a private citizen to use detectives to make an investigation.

Mr. George S. Currie, head of the Montreal accountant firm who made the report, had used private detectives to try to trace the document received by the CCF. The federal Government used the RCMP.

The practice was not unusual. Usually the RCMP made an investigation and if warranted an information and complaint was laid. If the accused was committed then the provincial Attorney-General took over the prosecution or allowed the federal Government to handle it to completion.

In another day of debate, Mr. Stanley Knowles (CCF-Winnipeg North Centre) called this move a "red herring" to draw attention away from Government "embarrassment" at being caught in the act of "pressuring" the Currie firm into handing another advance copy to the Defence Department to be vetoed or examined.

Mr. John Diefenbaker (PC-Lake Centre) suggested that the RCMP are being used for "political purposes" because the security of the Liberal Government is in jeopardy. He scoffed at a Liberal member's interjected suggestion that the police inquiry protects the national interest and said the Government has no right to use the Mounties in this way without a charge or information being laid first and without the co-operation of provincial authorities.

Mr. St. Laurent On "Public Service": Ottawa, January 15 (CP) -- Prime Minister St. Laurent said today that the men who serve in Canada's public service in both the military and civilian spheres do so at personal sacrifice for the satisfaction they get from feeling they are useful to their country.

A member of the Government since 1941, he draws \$23,000 a year as Prime Minister. At one point he cited himself as an example of what he meant and brought cheers from all parts of the chamber.

He made the statement in defending Lt.-Gen. G.G. Simonds, Chief of the General Staff, for speaking out about certain parts of the critical Currie Report. He suggested that if the C.G.S. did not feel he could speak out for the Army, there would be little left for him to do but resign.

The Prime Minister said, in part:

"Here in this country, you know, public service, not only on the civilian side but on the military as well, is provided by men many of whom do so at personal sacrifice to their own pecuniary interests. The main and practically the only compensation they get for the sacrifice they make is the personal satisfaction of feeling that they are doing something useful for their nation and their fellow citizens.

"When it becomes apparent that they can no longer have that feeling or can have the feeling that is shared by those with whom they are performing that work, then there is no further reason for them to continue in office.

"Does anyone imagine, that I would be doing for anyone but the public service what I have been doing for the last four or five years for the pecuniary compensation that I get for it?"

Did anyone imagine, he asked, that Gen. G.R. Pearkes, V.C. (PC-Nanaimo), who was military commander on the Pacific Coast during the war, did what he did then for the pecuniary compensation he received?"

Mr. Drew's New York Address: New York, January 15 (CP) -- The best foundation for international co-operation is a closer association between the United States and Canada and the other Commonwealth countries, Mr. George Drew, Leader of Canada's Progressive Conservative Party, said today. The U.S. should not "sell Britain short," he urged in an address at a luncheon at Columbia University.

Britain, he said, will be "a strong, and I am sure still stronger part of the Commonwealth with which Canada is so proudly associated.

"Is it too much to hope that, as we strengthen the friendship between Canada and the U.S., we will find ever-widening grounds of understanding between all those who form part of that world-wide fellowship of free people who trace their common freedom to the Magna Charta?"

Even with the expanding strength of the powerful U.S., Mr. Drew said, it cannot alone carry out the tasks the free nations have assumed.

"The United States needs co-operation," he said, "just as this co-operation and example is so vitally and urgently necessary to the rest of the free world.

"We do believe that the best foundation for still wider friendship and international co-operation is a close and still more friendly association between the U.S. and the whole Commonwealth to which Canada is, and will continue to be, so firmly attached.

"If nations with this common concept of freedom can't work closely together in the cause of peace, then what prospect is there elsewhere?"

Across Canada: The Canadian Pacific Railway's plan for a drastic revision of Canada's freight rate system was described as unsound and unacceptable by a United States economist. The CPR proposal—which would involve higher freight rates—was attacked before the Board of Transport Commissioners by Dr. J.C. Bonbright, Professor of Finance at Columbia University, a main witness for the eight provincial Governments fighting the CPR idea....Casa Loma won't be destroyed after all. Toronto's storied west-end castle was given a reprieve yesterday by Controller Leslie Saunders from the death sentence passed last week by Building Commissioner Kenneth Gillies who said the castle should be demolished. The castle, used mainly as a tourist attraction was inspected by a committee of civic officials....Canadian Arsenals Limited received an order for a \$8,246,312 worth of ammunition during the last two weeks of December, the Defence Production Department announced. The order was the largest among a list totalling \$20,051,397 placed before the new year. The Canadian Arsenals order is for 20-pounder gun cartridges.



Mrs. Hamilton

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Vol. 4, No. 12.

Monday, January 19, 1953.

New Negotiations In Threatened Rail Strike: Montreal, January 19 (CP) -- Railway and union officials were to open negotiations early this week in a wage-hours dispute that threatened to paralyze the nation's carriers.

A railway spokesman said Saturday the Canadian Pacific and Canadian National Railways have advised officials of the Brotherhood of Railway Trainmen that they are willing to resume negotiations "within a few days."

The strike threat came Friday night when President W.P. Kennedy of the BRT announced that unless the railways met union demands for a reduction in the work week and a 35-per-cent wage increase, a strike of the 25,000 running-trade members of the BRT would be called February 2.

However, Mr. Kennedy left the way clear for further negotiations with the statement that the Minister of Labour and railway managements had been advised union negotiating committees were prepared to "resume negotiations immediately."

Mr. St. Laurent On Peace And Trade: Ottawa, January 16 (CP) -- Canadian relations with the rest of the world hang upon the hinges of peace and trade, Prime Minister St. Laurent said today.

The two must be maintained if Canadians are to be happy and prosperous, he said in an address prepared for delivery to a Canadian Club luncheon.

"If the hinge of peace were to break down," he said, "Canadians would be involved in the horrors of atomic war. If the hinge of trade were to become rusted, Canadians would suffer a drastic decline in their standard of living."

"The main concern of our Government in the conduct of our external relations," he said, "must be for the preservation of world peace and the expansion of international trade."

If Canada's external trade were to stop, life in this country could be maintained only on a primitive basis. Both imports and exports were essential. Consumers needed imports. Producers needed exports.

Mr. St. Laurent, declaring this country has great opportunities, said that at the same rate of the last half century Canada might have 35,000,000 or 40,000,000 people by 2001.

"There is room enough for that number and for many more," he said, "and there is wealth enough for that number and for many more awaiting use and development."

"Canada is one of the few countries in the world today," he declared, "where human enterprise can stage great new dramas of human activity on scales comparable to those which were performed during the last century in the lands just south of our own frontiers."

Aid For India, Pakistan, Ceylon: (Press Release No. 3, January 17.) -- As a further step in the help it is extending to the Asian countries participating in the Colombo Plan for their economic and social development, Canada is sending a small team of specialists in co-operative and agricultural training to India, Pakistan and Ceylon. The team will make enquiries about the technical assistance which Canada can most usefully give in those fields and will report its findings to the Government.

The team is composed of: Mr. H.L. Trueman and Mr. J.E. O'Meara of the Department of Agriculture; Rev. M.J. McKinnon, Director of Extension, St. Francis Xavier University, Antigonish, N.S., and Mr. R.H. Tremblay, Chief Inspector of the Federation des Caisse Populaire, Desjardins, Que. The team will visit co-operative training institutions, rural development projects and agricultural colleges in the Asian countries.

Currie Report Debate: Ottawa, January 16 (CP) -- A backbench Liberal today said that thefts from the Army at Petawawa, were "trifling" compared with the "epidemic of plunder and corruptions during construction of the Alaska Highway between 1942 and 1945.

Mr. George Murray, Member of the British Columbia constituency of Cariboo, said in the House of Commons that the situation along the highway was a "scandalous thing, and responsibility for it has never been officially fixed."

All types of supplies and equipment were stolen, said Mr. Murray, whose home is near the highway in Fort St. John B.C.

Concern For Cultural Values: Ottawa, January 16 (CP) -- Mr. H.S. Southam, Chairman of the Board of Trustees of the National Gallery, said today that Canada is witnessing a "great upsurge of public concern for cultural values."

This was all the more striking when it occurred in a country as young as Canada, he said. It came perhaps as a result of the widespread attack on the ideals of the democratic world in recent years.

Mr. Southam made the statement in the annual 1951-52 report of the Board of Trustees of the Gallery, tabled in the House of Commons. He said that in the Press, in Parliament and elsewhere fresh evidence is to be found almost daily for the growing interest of the public in the arts.

Across Canada: Canada's retail stores rang up the biggest sales in history during the first 11 months of 1952, with totals climbing to \$10,119,745,000. This was a 7.2 per cent increase from the previous high of \$9,439,327,000 in the similar 1951 period, the Bureau of Statistics reported....The political action committee of the Canadian Congress of Labour adopted a 20-point programme for labour in the next federal election and decided to mobilize trade unionists to support the CCF, the Canadian Press reported from Toronto.... Mr. Grote Sterling, Minister of National Defence in 1934 in the Bennett Conservative Government, died in hospital at Kelowna, B.C. on January 18. He was 77.



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Vol. 4, No. 13.

Tuesday, January 20, 1953.

736 Men Of Armed Services To Attend Coronation: Ottawa, January 19 (CP) --

Canada will send 736 officers and men of her armed forces to the coronation of Queen Elizabeth II next June, divided almost equally between active and reserve forces.

Defence Headquarters announced today that 400 members of the Coronation contingent will be drawn from active forces in Canada, England, France and Germany. The 336 balance will represent reserve units of the Army, Navy and Air Force and will line the streets around Canada House.

Gen. H.D.G. Crerar, Commander of Canadian forces in the Second World War, will attend in his capacity as the only Aide-de-Camp General to the Queen.

The Navy will have 78 active and 45 reserve members; the Army 206 active and 201 reserve and the RCAF 116 reserve and regular force members from Canada and 90 from the active force in England and France. The Navy personnel from Canada will go to the United Kingdom in naval vessels which will take part in the coronation review of the fleet at Spithead.

Most of the active army officers and men coming from Canada will be veterans of Korea who are also qualified paratroopers. Another group will come from army personnel of the 27th Infantry Brigade in Germany.

Saskatchewan Irrigation Scheme Turned Down: Ottawa, January 19 (CP) --

The Hogg Royal Commission has unanimously turned thumbs down on construction of a huge \$250,000,000 irrigation and power project in the dry core of South Saskatchewan.

The rejection, on the grounds that the scheme is currently unprofitable, caused deep disappointment in the big wheat-growing province. It faced the federal Government with a new political problem.

The three-man commission said, however, that its findings might be reviewed when conditions change. The project could be used as a "shelf" programme, to provide relief during widespread unemployment. It might be reconsidered when the area becomes heavily populated, providing big markets for specialized vegetable crops which would require irrigation.

Meanwhile, it called on the Government to take the lead in promoting a realistic, long-range programme to control and conserve use of the 1,000-mile-long Saskatchewan River which winds across the Prairies. Its flow is threatened by excessive power and irrigation demands.

The Government, said the Commission, should also consider a number of smaller and less costly irrigation and land reclamation schemes for the Prairies.

Reject Proposal To Increase Family Allowances: Ottawa, January 19 (CP) --

The Minister of Health and Welfare, Mr. Martin rejected today a proposal that the Government earmark another \$192,000,000 a year to boost Canada's family allowance payments by 60 per cent.

He told the House of Commons that if there was going to be any reform of the nine-year-old act under which the Government makes monthly payments for children up to the age of 16, he would be more receptive to the idea of boosting the age limit to 18.

Mr. Martin said it should never be forgotten that the money to pay family allowances and other social security measures came from one source — the hard work of the Canadian people.

He did not think Canadians would feel the Government justified in adding another \$192,000,000 a year to the present \$320,000,000 annual family allowance bill.

The Minister was speaking on a motion introduced by Mr. Hazen Argue (CCF-Assiniboia).

Currie Report Discussions: Ottawa, January 19 (CP) -- The RCMP have identified the man who "stole" the advance copy of the Currie Report that came into the hands of the CCF and they feel there is enough evidence to lay a charge against him, the Government said today.

It also indicated that the initial decision about any charge is being left to either Mr. George S. Currie, whose firm made the report, or the Montreal printing firm from which, the Mounties say, it was stolen while being prepared.

These developments hardly became public before the CCF spokesman in the parliamentary row over the report—due to revive tomorrow—raised a new mystery by telling reporters the man who gave the advance copy to the CCF was not the man who originally obtained it.

(At Montreal yesterday George S. Currie, author of the famous report said he was taking legal advice as to whether he should lay charges in connection with the stolen copy of his report.)

Propose Permanent Committee On Veterans' Affairs: Ottawa, January 19 (CP) -- Mr. Percy Wright (CCF-Melfort) gained support of all parties tonight after he proposed that the Government establish a permanent House of Commons committee on veterans' affairs.

Maj. Leslie Mutch, Parliamentary Assistant to Mr. Lapointe, said this important question could not be decided in the last five minutes of the sitting, particularly in view of the absence of the chamber of the Minister. He moved the adjournment of the debate. The question will come up again for discussion later.

Across Canada: The Canadian Bar Association will hold its annual convention in Quebec City, September 7-12, President Andre Taschereau announced Monday... Plans for two new parkways circling Ottawa were disclosed in the annual report of the Federal District Commission tabled in the House of Commons by Mr. St. Laurent. The parkways will run from Rockcliffe Park on the northeast side of the city along the Rideau River to Hog's Back, on the city's southern edge, then cut northwest along the western outskirts to Britannia at the northwest end.... The Board of Transport Commissioners blocked a railway attempt to submit evidence immediately on an application for a general freight rate increase.



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Vol. 4, No. 14.

Wednesday, January 21, 1953.

Mr. Pearson On World Situation: Ottawa, January 20 (CP) -- Mr. Pearson said tonight it "may not be long" before Western defence spending can be cut. He said the year that was considered of supreme crisis when the Atlantic Pact was signed in 1949 has passed. It was 1952.

In an address over the CBC, he said: "When our present defence programmes are completed—and this may not be long now—we should be able to reduce defence expenditures. The expansion phase of NATO rearmament will have ended and maintenance at planned levels should cost less. A genuine pacification would, of course, make possible greater reductions. However, though, we may hope for, we cannot count on such a happy contingency."

The threat to Western security remained very great.

He continued:

"The immediate menace of war, through attack in the West by the forces of Communist Imperialism has, I think, to some extent, lessened. It has certainly not lessened in Asia.

"In any event, the point to remember is this: If some of the dark clouds in certain parts of the sky seem to have disappeared, this is due primarily to the growing unity and strength of the nations of the free world.

"It was felt at the time the Atlantic Pact was signed that 1952 might be the year of most acute crisis. Well, we have passed that year without an armed aggression in the West, though fighting still goes on against aggression in the East."

Rail Wage Talks End In Disagreement: Montreal, January 21, (CP) -- Negotiations aimed at averting a nation-wide railway strike February 2 ended in disagreement late yesterday with no plans for further management-union meetings.

Officials of both Canadian Pacific and Canadian National Railways and the Brotherhood of Railway Trainmen said they had no plans for further negotiations.

A spokesman for the union, representing 25,000 operating trainmen, said the Brotherhood has advised the federal Labour Department in Ottawa that its negotiating committee is holding itself in readiness here for any step the Department may wish to take.

The disagreement arose as to whether the negotiations, resumed yesterday after the union announced Friday it would go on strike February 2 unless a satisfactory settlement is reached, should be based on the majority or minority reports of a federal Conciliation Board.

The union, seeking a 35-per-cent wage boost for its members, wanted to proceed on the minority report, which recommended a 20-per-cent raise in pay.

The railways suggested the negotiations be based on the majority report and its recommendation for a 12-per-cent boost.

The union met separately with the two railroads—in the morning with the CPR and this afternoon with the CNR.

Canadian Chamber Of Commerce Submissions: Ottawa, January 20 (CP) -- Canada's businessmen today asked the federal Government to keep its fingers out of industry as much as possible.

Their spokesman, the Canadian Chamber of Commerce, urged also a "searching examination" of all Government Departments to reduce spending and lighten the tax load on the Canadian public.

The Chamber said personal income tax has reached such a high point that initiative is being blunted and savings restricted. High corporation taxes were hindering investment for developing much-needed new machinery and equipment and resources.

The Chamber's proposals were submitted to Mr. St. Laurent and his Cabinet by a delegation headed by Mr. Lewis W. Simms of Saint John, the organization's President.

A special brief on fiscal policy was presented later to Mr. Abbott and Dr. McCann.

Proposals ranged from requests for increased immigration to introduction of the single alternative vote in federal elections.

The Chamber also requested the Government to allow private industry to compete with the Canadian Broadcasting Corporation in television development and urged that the National Film Board be restricted, allowing Government departments to make use of private film makers.

Currie Report: Ottawa, January 20 (CP) -- Mr. Drew today accused the Government of trying to belittle the controversial Currie Report and restated demands for a sweeping inquiry into the whole of Canada's Defence Department.

He said the Currie Report with its disclosure of "fantastic irregularities" in one branch of the Army, was a "symptom of a great disease," not the disease itself. It was beyond the bounds of reason to suggest that only the small Army branch involved had broken down.

Across Canada: The railways made a surprise application yesterday for a new freight rate hoist of seven per cent but immediately ran into procedural difficulties before the Board of Transport Commissioners, Canadian Press reported. The Board's chief commissioner, Mr. Justice J.D. Kearney, and counsel for provincial Governments were critical of the way the railways have moved in what now is a triple-barrelled rate case. The Chief Commissioner asked the railways -- unsuccessfully -- to withdraw a nine-per-cent rate application filed last July and still pending....Canada's economic pulse is beating firmly and the long-range diagnosis is that it will stay healthy, Mr. Rhys M. Sale, President of Ford Motor Company of Canada said in Halifax last night....Three men were arrested Tuesday by RCMP and arraigned in criminal court on charges of irregularities in connection with an alleged Italian smuggling ring. Identified as Pascal Petrecca, Montreal travel agency employee, Jean-Marcel Bourget, former immigration officer, and Gustave d'Errico, another travel agency employee, they were released on bail of \$2,000 each pending preliminary hearing January 27, the Canadian Press reported....Arrangements have just been completed by the Art Gallery of Toronto to have the only Canadian showing of another outstanding collection of famous paintings, this time from Mexico, it has been announced by Charles P. Fell, President.



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Vol. 4, No. 15.

Thursday, January 22, 1953.

Mr. Pearson On Lowering Of Trade Barriers: Seigniory Club, Que., January 21 --

"It is futile to urge European countries to break down political and economic barriers which stand in the way of their own unity and collective strength, if, across the Atlantic, we erect or maintain similar or greater barriers against their products, or against each other," said the Secretary of State for External Affairs, Mr. Pearson, in addressing the annual dinner meeting of the Dominion Marine Association and Lake Carriers' Association at the Seigniory Club, Que., on January 21.

After recalling a statement he made last summer in which he said Canada was willing "to support any move designed to bring about the freest possible exchange of goods," he added:

"Since I spoke in these terms, efforts have been made at the Commonwealth Prime Ministers recent meeting in London toward resolving the economic and financial problems of the sterling area with a view to increasing trade with and fostering development not only within the Commonwealth, but also between the Commonwealth and other countries.

"We must persist in such efforts—and others yet to come—to restore a full and freer flow of trade, and to maintain it at as high levels as possible. Rigid control of imports and direction of exports cannot increase the wealth of the nations of the free world, but they can make political co-operation between them more difficult.

"If free and fair competition is essential within states, surely it is desirable between states who are working together politically in the building of a coalition to defend the peace and prevent war. It is futile to urge European countries to break down political and economic barriers which stand in the way of their own unity and collective strength, if, across the Atlantic, we erect or maintain similar or greater barriers against their products, or against each other

"We must use our ingenuity and wisdom to devise trading arrangements in harmony with the commercial policies which the United States and other free countries have championed in theory since the war, which will preserve opportunities for our exporters, be fair to our domestic producers and give each of us the benefit of the skill and industry of other peoples.

"If we cannot do this, there is not much hope for the survival of those collective political arrangements which are essential if we are to face and remove the threat to peace posed by Communist imperialism....

"It is hard to reconcile mutual aid in defence of peace and security and mutual interference in the promotion of trade and commerce. I would go further and suggest that if we want closer co-operation in the political field, we must avoid conflict in the field of economics and trade."

On the subject of the St. Lawrence seaway, he said in part:

"Once the arrangements for the power development are completed — but only then — we can discuss whatever proposal the United States may wish to put forward for co-operation in providing the navigation facilities, provided such discussions did not delay the development of power, or the completion of the seaway as a whole. We don't want — and I'm sure nobody wants — another ten years of talk and frustration."

Mr. Gregg Urges New Rail, Union Talks: Ottawa, January 21 (CP) -- The Minister of Labour, Mr. Gregg, is asking deadlocked union-railway bargainers to get back into negotiations, but the Labour Department is not at present moving further into the strike-threatened dispute.

The Minister told the House of Commons today he holds the hope—and is expressing it to the disputants—that they resume negotiations as the "only satisfactory way" of reaching a settlement.

Later it was learned the Minister was writing in this vein late today to the railways and the Brotherhood of Railway Trainmen (Ind.), which has called a strike of its 22,000 Canadian members for February 2 unless it gets a "satisfactory" settlement of wage and other demands.

Mr. Martin On Aid To Other Countries: Windsor, Ont., January 21 (CP) -- Canada's prosperity has helped provide her with one of the world's most comprehensive social security programmes, but she is not overlooking less fortunate countries, the Minister of National Health and Welfare, Mr. Martin, said tonight.

In the period 1945-50 she distributed a total of \$2,700,000,000 in economic assistance to other countries, an amount not exceeded by any other country when related to national income, Mr. Martin said.

The occasion was "Canadian Bankers Night," an annual get-together sponsored by the Detroit Chapter of the American Institute of Banking.

Mr. Duplessis On Federal-Provincial Relations: Quebec, January 21 (CP) -- Premier Duplessis asserted today in the Legislative Assembly that the field of direct taxation belongs to the Provinces under the Canadian Constitution and charged that federal "encroachments" have "pushed the Provinces to the wall."

Opening a full-dress debate on constitutional questions and federal-provincial relations, Mr. Duplessis said Quebec needs all the revenues it is entitled to collect at a time when industrial development is in full swing.

He spoke on a Government bill to establish a Royal Commission on federal-provincial relations.

Across Canada: The Minister of Justice, Mr. Garson, said today the way to stop a growing traffic in obscene literature is by rigid enforcement of the law, not by further "fussing around." ... The Conference of Defence Associations, the voice of the reserves, opens its 16th annual meeting in Ottawa. The Chief of the General Staff, Lt.-Gen. G.G. Simonds, has asked the assembly of brigadiers, colonels and other high officers—all now in civilian life—for comment on proposals for changes in the reserve setup, the Canadian Press reports.



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Vol. 4, No. 16.

Friday, January 23, 1953.

Currie Report To Committee: Ottawa, January 22 (CP) -- The House of Commons today ended a long debate on the Currie Report -- for the present at least -- by turning over the controversial 74-page document to a committee for further inquiry, probably starting next week.

The House:

1. Rejected a CCF proposal that Mr. George S. Currie, the Montreal accountant and former defence deputy Minister who signed the report on the army works service, be named to make a far wider inquiry into the defence setup. The Liberals voted against other members to defeat the amendment by 140 to 58.
2. Approved a Government proposal that the committee give priority to those expenditures and commitments of the Army Works Services covered by the Currie Report. The Liberal majority carried this by a vote of 136 to 57 with all three parties in Opposition opposing it.
3. Accepted without a vote the main Government motion for establishment of a 26-member committee to study defence spending since 1950. Col. David Croll (L.-Spadina) will likely be chairman.

For Associate Deputy Minister Of National Defence: Ottawa, January 22 (CP) -- The Government tonight introduced legislation in the House of Commons to appoint an Associate Deputy Minister of National Defence to work with Mr. Claxton in the guiding of Canada's \$5,000,000,000 three-year defence programme.

The bill, given first reading, was introduced by Prime Minister St. Laurent. He said the new Minister would primarily concentrate on administration of the armed forces while Mr. Claxton would concentrate on matters related to Canada's international military ties.

Solicitor General Campney has been named as the Government's choice as the new Minister.

Mr. George Drew, Progressive Conservative Leader and Mr. Percy Wright (CCF-Melfort) agreed Mr. Claxton needs help but disagreed with the manner in which the Government was making the appointment through an amendment of the National Defence Act. Both pressed for appointment of a Minister for Air. However, Prime Minister St. Laurent said he does not think that would be a workable arrangement.

The Seaway: Ogdensburg, N.Y., January 22 (CP) -- Canada will be glad to explore new proposals for United States participation in the St. Lawrence seaway if they do not hold up the project seriously, the Minister of Transport, Mr. Chevrier, said tonight.

The Minister reiterated Canada's stand in an address to the annual dinner of the Chamber of Commerce of this upstate city on the route of the seaway.

"New proposals for U.S. participation in the seaway have been made," he said. "All I can say at this time is that, as we have already made clear, we would be glad to explore the possibility anew, providing that this does not delay the development of power under present arrangements and does not cause any serious delay in the completion of the whole waterway."

Mr. Chevrier's statement was in line with a memorandum the Canadian Government sent the U.S. Government earlier this month. The memorandum followed President Truman's expression of hope, in his budget speech, that the U.S. would join Canada in building the navigation works and moves in Congress towards this.

U.S. Honours Nine Canadians: Ottawa, January 23 (CP) -- The head of Canada's military mission to the United Nations command in Japan in 1950-51 is among nine Canadians awarded medals by the United States, Defence Headquarters announced yesterday.

Brig. Frank James Fleury, 38, of Montreal was awarded the U.S. Legion of Merit for "exceptionally meritorious conduct in the performance of outstanding service" while head of Canada's military mission in Japan between September, 1950, and July, 1951.

Brigadier Fleury, now General Officer Commanding Eastern Quebec area at Quebec, was cited "for industrious application of professional skill, exemplary conduct and outstanding services in the successful and effective integration of the Canadian forces with the United Nations Command."

Four other army officers were awarded U.S. Air Medals for their parts in flights as observers in light, unarmed aircraft over enemy territory in Korea. Four RCAF officers who served with United States Air Forces in Korea also were given awards.

Rail Strike Threat: Montreal, January 23 (Gazette) -- Representatives of the Canadian National and Canadian Pacific Railways met together yesterday with a committee of the Brotherhood of Railroad Trainmen, but without reaching any point of discussion that will avert a railway strike threatened for February 2.

The Brotherhood, representing 23,000 employees, has declared its intention of calling a strike if its demands are not met.

New Ship Safety Measures: Ottawa, January 22 (CP) -- New international safety measures now are in force for Canadian shipping, the Transport Department announced today. The rules were approved by Parliament in 1950. New passenger ships now must be built to conform to the safety regulations and existing vessels must instal them. Cargo ships also are included in the regulations for the first time.

Across Canada: Frederick Hensler, 36-year-old Montreal printing firm employee, remained at large last night as police combed the city in search of the man who allegedly stole a draft copy of the controversial Currie Report. A warrant for Hensler's arrest on a theft charge was issued at noon yesterday by Judge René Thériage....Mr. Ross Thatcher, CCF member of the House of Commons for the Saskatchewan constituency of Moose Jaw said he plans shortly to introduce a bill for the abolition of capital punishment in Canada....Premier Duplessis of Quebec said the Ontario Government was "forced" to sign a taxation agreement with the federal Government but "Quebec has what it takes to resist blackmail." Mr. Duplessis made this statement shortly before a two-day debate in the Legislative Assembly on a bill proposing establishment of a Royal Commission on constitutional affairs came to an end through unanimous approval.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
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Vol. 4, No. 17.

Monday, January 26, 1953.

Nine-Month Surplus \$264.1 Million: Ottawa, January 23 (CP) -- The Minister of Finance, Mr. Abbott, today announced a budget surplus of \$264,100,000 for the first nine months of the current fiscal year. The surplus was less than half that for the corresponding period of the previous year, a likely indication that the overall surplus for this current year will be slashed sharply from the \$250,000,000 for 1951-52.

In his Budget Speech last year, Mr. Abbott said the surplus at the end of a fiscal year in March usually is about half of the surplus shown for the end of nine months.

With the budget now under preparation, there have been unofficial forecasts that Mr. Abbott will use his good financial position to make some tax reductions.

The surplus to the end of December was down by \$367,300,000 from the \$631,400,000 in the first three quarters of the previous fiscal year. A December deficit of \$27,800,000, compared with a surplus of \$74,900,000 in December, 1951, cut deeply into Mr. Abbott's cash.

For the first nine months, revenues amounted to \$3,085,300,000, about 72 per cent of the total \$4,003,111,000 forecast by the Minister for the year. They were \$281,000,000 more than the intake for the same months a year earlier.

Spending in the same period added up to \$2,821,200,000, or about 66 per cent of the \$4,270,000,000 predicted by Mr. Abbott for the full year. For the first nine months of the previous year, \$2,172,800,000 had been spent—about 58 per cent of the year's total.

Defence spending in the first three quarters came to \$1,223,300,000, more than 50 per cent up from the \$812,500,000 of the corresponding months in 1951.

For December, budget revenues were \$398,400,000, up \$62,100,000 from a year earlier. Budgetary expenditures were \$426,200,000, largely reflecting a big boost in defence spending over December, 1951.

Defence expenditures in the month were \$187,500,000, against \$107,400,000 a year earlier. This exceeded the average monthly expenditure of \$177,100,000 provided for by Parliament, though the average for the last three months of 1952 was well below the authorized figure.

December collections of personal and corporation income tax, customs duties and excise duties all were up from the same month of 1951, Mr. Abbott reported.

Grain For Britain: Ottawa, January 23 (CP) -- Prime Minister St. Laurent intimated today that the Western world may step in to supply Britain with some of the grain she otherwise might have to obtain from Russia.

He told the House of Commons that discussions on the whole problem have taken place between the British Food Ministry and the Canadian Wheat Board and that "some arrangements had been worked out for at least a portion of the deficiency" in the United Kingdom.

Mr. St. Laurent did not specifically indicate whether the supplier would be Canada. However, a source outside the House of Commons said another statement likely would be made Monday clearing up the matter. He intimated that the supplier would be someone other than Canada.

Britain is a big buyer of Canadian wheat—and British officials say she will continue to be even after she turns over her grain-buying business to private trade next fall. However, Britain buys big supplies of coarse grains, such as oats and barley, from the Soviet.

Mr. St. Laurent touched on the situation after Mr. George Drew asked what the Government is doing to dispose of surplus Canadian wheat at a time when Britain is reported to be seeking 220,000,000 bushels of wheat from Russia.

He said news reports indicated that if Russia agrees to ship this grain to Britain, the Commonwealth will have to make rubber supplies available to the Soviet. This would be open to objection by North Atlantic countries which are restricting sales of strategic goods to Iron Curtain countries.

Mr. St. Laurent replied that recent discussions took place between the British Food Ministry and the Canadian Wheat Board "in respect of this additional quantity of grain required by the United Kingdom.

"Rather complicated arrangements have been worked out for at least a portion of that quantity, but I think it would be preferable to have the exact details of the arrangements before attempting to say any more than I am saying at the moment," Mr. St. Laurent said....

Criminal Code Revision: Ottawa, January 23 (CP) -- The House of Commons today began consideration of a big slate of Government legislation, starting with the massive revision of Canada's Criminal Code and other acts respecting the law of the land.

Besides the bulky Criminal Code revision—first major overhaul since 1892, Mr. Garson introduced other bills from his Department.

One would make the Crown liable for actions against civil servants in certain cases and for payment of salvage claims against Government shipping....

Quebec Firms Lose Tax Appeal: Ottawa, January 25 (CP) -- A long-fought, multi-million-dollar tax duel between the federal Government and nine Quebec Power Companies has ended in a federal Government victory in the Exchequer Court of Canada.

Reversing a decision of the Income Tax Appeal Board, the Court ruled that millions of dollars which these and other Quebec corporations pay out under the Province's "education tax" levy are not deductible from federal income tax assessments.

Across Canada: Canada will observe the Queen's Birthday this year on Monday, May 18, the same day as Victoria Day, the federal Government announced in a special proclamation issued Saturday....The 40th annual meeting of the Canadian Pulp and Paper Association will open in Montreal Wednesday and continue for three days, Mr. R.M. Fowler, the Association's President, has announced. Some 1,200 delegates are expected from all parts of Canada and from the United States, Sweden, Finland and possibly other countries....The stream of tourists flowing into Canada rose to a new high in 1952, the Resources Department announced. The number of entries by vehicles for which travellers' permits were issued climbed to a record 2,278,000, up from 2,219,601 in the previous year. Altogether about 26,000,000 individual entries were by foreign vehicles in 1952, a five per cent gain over 1951, the statement said.

Miss Howland

VERNMENT



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Vol. 4, No. 18.

Tuesday, January 27, 1953.

Rail Presidents Meeting Union Heads: Montreal, January 27 (CP) -- Hope that a railway tie-up can be averted came late last night with announcement that the Presidents of the two big Canadian roads will meet with heads of the Brotherhood of Railroad Trainmen today.

The announcement came less than six hours after negotiations — at the vice-president level in morning and afternoon discussions — had collapsed and the railroads had started preparations to close down completely February 2.

First indication of the new move to bring about a settlement was a statement by Prime Minister St. Laurent in Ottawa that Presidents Donald Gordon of the Canadian National Railways and W.A. Mather of the Canadian Pacific Railway had asked the BRT men for a meeting.

Mr. A.J. Kelly, BRT Vice-President, immediately confirmed receipt of the invitation and said his negotiation committee has accepted. The meeting will be held at 11 a.m.

Mr. Kelly said his committee has always been ready to meet with railway authorities and is "looking for grounds for a settlement."

Following yesterday's meetings there was no indication on what points the parties had reached a deadlock—wages or working rules or both.

Wheat Arrangement With Britain: Ottawa, January 26 (CP) -- Canada will get, roughly, an extra 35-cent-a-bushel price boost on a portion of her 115,000,000-bushel wheat sales to Britain this year.

The price windfall, which may amount to several millions of dollars, results from Britain's food shortage, rigidities of the International Wheat Agreement and prospects for a bigger wheat crop in Australia.

Prime Minister St. Laurent told the House of Commons today of complex arrangements, allowing Britain to switch part of her 1952-53 purchase quota under the world wheat pact from Canada to Australia.

This will not change the total amount of wheat she promised to buy from Canada in the current crop year—115,000,000 bushels—but it will affect the price.

Most of the 115,000,000 bushels will be purchased at the IWA price of \$1.80 (Canadian) a bushel, which includes carrying charges. The undisclosed balance will be purchased at the non-IWA or Class II price of \$2.15 a bushel.

Federal Aid To Education Discussed: Ottawa, January 26 (CP) -- Spokesmen for all parties in the House of Commons today agreed that every child in Canada should have equal opportunity of education. They disagreed on how that equality of opportunity should be made financially possible.

The Minister of Justice, Mr. Garson, said the Provinces could spend a great deal more on education if they wished.

Mr. George Drew, Progressive Conservative Leader, said the federal Government should call the Provinces and municipalities together to discuss the problem. Municipalities could no longer bear the "crippling costs" of education and health under existing taxation policies.

Mr. R.R. Knight (CCF-Saskatoon) said the federal Government alone has the resources necessary to guarantee every child equality of opportunity for education.

Mr. F.D. Shaw (SC-Red Deer) said practically everyone favours increased federal aid to education.

The debate was on a resolution by Mr. Knight urging the Government to consider additional aid to education.

Mr. Abbott Confident Of Future: Toronto, January 27 (CP) -- Canada's prosperity is firmly founded and Canadians can face the future with confidence, Mr. Abbott said in Toronto yesterday.

Addressing the Canadian Club at the Royal York, the Minister spoke in optimistic terms of this country's economic position, though he admitted that as far as exports were concerned, the continued application of intense trade and exchange restrictions against Canadian goods in the sterling area and many other countries continued to be a cause for concern.

The Commonwealth had forged a blueprint for increased multilateral trade, but it required the support of the United States, Mr. Abbott said. The Commonwealth conference already was bearing fruit, he pointed out. Britain had removed some trade restrictions on imports of soft lumber and some base metals and had purchased some Canadian cheese.

The Minister reviewed Canada's strides in recent years, and said some Canadians still were impatient with the rate of progress. It was his view that it would be a serious mistake to force the pace of development by artificial stimulants, excessive protection or too much and unwise government interference.

Mr. Abbott said he could not deal with taxation because he had a date to say something about that "in another place" in the near future.

"It is no secret that this is the time of year when I take a close look at the economic structure and the underlying forces shaping Canada's future," Mr. Abbott said. "What I have seen is encouraging. We move forward into 1953 against a background of solid achievements. We have levels of achievement; the economy is producing a rising level of real income for all our people; we have prosperity without inflation. There is a new opportunity to establish world trade on a better basis."

\$1,000,000 TV Station For Vancouver: Vancouver, January 27 (CP) -- Plans for an immediate start on a \$1,000,000 television studio and transmitter in the Vancouver area were announced yesterday by the Canadian Broadcasting Corporation.

Mr. Kenneth Cable, CBC regional director, said studios will be located in a former automobile show room located two blocks from the Corporation's present headquarters in the Hotel Vancouver.

A 290-foot transmitter tower will be erected 1,400 feet above sea level on the North Shore of Vancouver Harbour.

Mr. Cable said he hopes the first television broadcast will be beamed out sometime this year.

Across Canada: Prime Minister St. Laurent has indicated to the Saskatchewan Government that the federal Government does not plan an investigation into advance leaks of information on the tenor of the South Saskatchewan Dam Commission's report. He tabled in the House of Commons a letter to this effect to Agriculture Minister Nollet of Saskatchewan. Mr. Nollet had complained of a "serious breach of trust on someone's part" in advance press reports on the Commission's findings....Senator Louis Athanase David, prominent in Quebec politics before he was appointed to the Senate in 1940, died in hospital in Montreal yesterday. He was 71....The Manitoba Hydro-Electric Board, as agent for the Province, has formally taken over control of the new Winnipeg Electric Co.

Miss Hamilton



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Vol. 4, No. 19.

Wednesday, January 28, 1953.

Rail Wage Discussions Unsuccessful: Montreal, January 28 (CP) -- Negotiations at top-most levels aimed at averting a Canadian railway tie-up February 2 collapsed last night.

The Presidents of the two major railways and heads of the Brotherhood of Railroad Trainmen advised the Government an impasse had been reached.

President Donald Gordon of Canadian National Railways and President W.A. Mather of the Canadian Pacific Railway Company jointly advised the Minister of Labour that "nothing further can be accomplished in these negotiations."

Mr. L.C. Malone, Secretary of the BRT, said the union also had told the Minister Tuesday's meetings ended "without any understanding being reached or arrangements for further conferences."

The Cabinet Considers Rail Strike Threat: Ottawa, January 28 (Citizen) -- The Cabinet considered the rail strike threat until late last night and then adjourned until today without taking action.

After the Ministers had been in session for more than two hours, Prime Minister St. Laurent announced the break-off until 10.30 a.m. E.S.T. today because of lack of "precise" information on railway-union negotiations at Montreal.

Mr. St. Laurent, who had summoned his Ministers into conference from the floor of the House of Commons shortly after 8 p.m., told newspaper men following the meeting that the Cabinet had not received the text of a long telegram from Montreal advising it of latest developments in the deadlock.

Calling of the Cabinet into conference from the floor of the House was said by Commons old-timers to be unprecedented in House history—at least for 35 years, as one veteran recalled.

TV Policy: Ottawa, January 27 (CP) -- The Minister of National Revenue, Dr. McCann yesterday described federal Government policy on television as one that will make national television service available to as many Canadians as possible through co-operation between private and public enterprise.

Sponsoring establishment of a 26-man House of Commons committee to review activities of the publicly-owned CBC, Dr. McCann reiterated that private television stations will be licensed for areas not now served or to be served by the CBC.

For the time being, only one station, either CBC or private, will be licensed for a given area. All private stations will be required to carry national programmes in addition to their own.

Mr. Donald Fleming (PC-Toronto-Eglinton), spokesman for his party on broadcasting matters, said the Government is following an "errant and sterile policy" with respect to television.

The CBC plans to leave existing radio regulations unchanged until after proposed revisions have been reviewed by a House of Commons committee on broadcasting.

Dr. McCann told the House of Commons yesterday that CBC officials wished to defer action until the changes have been discussed with a 26-man committee now being established.

Prorogation Hopes: Ottawa, January 27 (CP) -- Prime Minister St. Laurent, discussing prorogation possibilities in the House of Commons today, gave the House nothing new either on the end of this session or a possible election date.

He was asked by Mr. Donald Fleming (PC-Toronto-Eglinton) if a Government statement of last July indicating hope that the House would rise by the end of April to let members attend the Coronation still holds good.

"It is the hope of the Government that this will be possible," the Prime Minister said.

The discussion came during a debate on sitting hours of the House, which adopted a motion to give precedence to Government legislation next week, except for two hours a week.

Post Office Emergency Plan: Ottawa, January 27 (CP) -- The Post Office Department today announced an emergency plan for drastic curtailment of mail services in the event of a railway strike in Canada. The Department said the emergency measures in the event the Brotherhood of Railway Trainmen go through with their plan to strike February 2 would include an embargo on parcel post, including air parcel post, newspapers and other printed matter.

Across Canada: Heavy trading on the Toronto Stock Exchange yesterday sent volume to a record 10,567,000 shares, an increase of 2,793,000 over the previous record established October 11, 1951. Much of the activity was centred in the shares of about a dozen speculative mining issues with properties in the uranium areas near Lake Athabaska in Northern Saskatchewan and in base metal areas near Bathurst, New Brunswick....Manitoba Court of Appeal Tuesday dismissed an appeal which ultimately may affect extensive oil rights in the Province. The appeal was against a lower court decision awarding a lease on oil rights on a farm near Portage La Prairie to Canadian Superior Oil of California Limited. The Provincial Government contended that it owned the oil rights....Airline, bus and trucking companies are preparing to keep the wheels of public transportation rolling as railway and union officials continue negotiations to avert a national rail strike, the Montreal Gazette reported.

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Miss Hammett

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Vol. 4, No. 20.

Thursday, January 29, 1953.

The Estimates: Ottawa, January 28 (CP) -- Canada's drive to build a crack jet fighter Air Force will soar to its crest in the next fiscal year with nearly half the entire defence budget pouring into the RCAF to buy hundreds of aircraft.

Government estimates tabled today in the House of Commons by the Minister of Finance indicated defence appropriations will level off in 1953-54 and that the already-unparalleled concentration on the air arm will be stepped up even further.

The estimates contained nothing to indicate the Government plans an election this year or that major tax cuts can be expected in the forthcoming 1953-54 budget.

Actual defence spending will climb to record heights of roughly \$2,250,000,000 because the Government proposes to tap funds voted in past years and still available.

Estimates for the year starting April 1 next provide for record peacetime expenditures of \$4,404,976,236 compared with \$4,375,737,184, an increase of \$29,239,052 in the current year ending March 31.

Both totals included payments to the Provinces under federal-provincial taxation agreements, now in effect with all Provinces except Quebec. The payments were estimated at \$300,500,000 for 1953-54 and at \$284,778,187 for the current year.

Defence estimates this year were placed at \$2,000,795,000, a decrease of \$930,000. But another \$250,000,000 available in a special fund from past appropriations will also be used. That fund has been built up as a result of shipments of arms to Europe.

Expenditures on defence production are expected to drop to \$73,354,934 from \$123,452,992 as a result of a tapering-off of capital assistance for defence industry.

The plans are to spend \$936,000,000 on the RCAF with \$420,000,000 going for aircraft and engines.

Non-defence expenditures in the new year are estimated at \$2,324,000,000 compared with \$2,244,000,000, an increase of \$80,000,000.

With old-age security payments included, the Government will pay out \$4,749,892,236 in 1953-54 compared with \$4,697,737,187, an increase of \$52,155,049.

Rail Disputants Called To Ottawa: Ottawa, January 29 (CP) -- Railway and union chiefs last night were called to Ottawa for direct talks today with Prime Minister St. Laurent and key Cabinet members on their dragging and strike-threatened dispute.

The Minister of Labour, Mr. Gregg, announced the summoning of the parties from Montreal to the capital after their renewed negotiations had become slowed down and some question had arisen as to when they might meet again.

The Brotherhood of Railroad Trainmen has called a strike for Monday morning—just five days away—and Mr. Gregg said the "time element" resulted in the call for a meeting here.

The Minister, in telegrams sent to the chief negotiators at Montreal, suggested that they might confer here in the morning before meeting the Cabinet on the possibility of making further progress.

No definite time was set for the meeting among the rail and union chiefs, the Prime Minister, Mr. Gregg and Mr. Chevrier.

Aid For Fishing Industry Debated: Ottawa, January 28 (CP) -- A new deal for Canada's fishermen was urged today in the House of Commons and won support from members from the country's farming as well as fishing communities.

The debate hinged on a motion by Mr. A. Wesley Stuart, Liberal member from the New Brunswick constituency of Charlotte, who suggested fishermen had been neglected.

The motion asked the Government to investigate the "economic condition" of the fishing industry with a view to recommending legislation providing assistance comparable with that now given agriculture under various acts.

Aid To Allies: Ottawa, January 28 (CP) -- The Government is raising beyond the \$1,000,000,000 mark the sums sought from Parliament for mutual aid to Atlantic Pact allies in Europe since the outbreak of the Korean war.

Estimates of spending for the fiscal year 1953-54, tabled today, seek \$324,000,000 from Parliament to cover mutual aid in that year. The term covers air training for Europeans and arms shipments to Europe.

Across Canada: Stock market traders yesterday chalked up a record-smashing turn-over of 12,264,000 shares, biggest volume in the market's 100-year history, the Canadian Press reported from Toronto....An all-Canadian crew soon will fly a Canadian Pacific Airlines Comet jet airliner half way around the world on its delivery flight from England to Australia. The 11,000-mile flight will cross Europe, the Middle East and India before reaching Sydney and will be made in six stages, the Canadian Press reported from Vancouver.... Federal grants to universities, one of the recommendations of the Massey Commission on Arts, will be continued in the next fiscal year. The total will be slightly higher than in the current year. Estimates for 1953-54 included a provision for \$7,415,000 as grants to universities, compared with \$7,250,000.... Payments to the Provinces under federal-provincial taxation agreements are expected to total \$300,500,000 in 1953-54 compared with \$284,778,187 this year, an increase of \$15,721,813, the Canadian Press reported.



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Vol. 4, No. 21.

Friday, January 30, 1953.

Rail Wage Dispute Settled, Strike Averted: Ottawa, January 29 (CP) -- A rail strike that would have paralyzed Canadian train transport was called off tonight under Government impetus.

The Brotherhood of Railroad Trainmen, after a series of new negotiations with the railways staged by the Government, accepted a compromise settlement and cancelled a strike order set for Monday morning.

The settlement, worked out at company-union meetings here after a series of breakdowns in talks at Montreal, gave the union a 12 per cent wage increase and some other concessions, most of which were along lines the Companies had proposed in recent negotiations.

Before the settlement was reached in the fifth series of the spasmodic railway-union negotiations in the last week, informants said, Prime Minister St. Laurent had hinted to the disputants in hastily-summoned talks that the Government might invoke emergency powers to forestal a strike.

Trade Surplus Highest In Four Years: Ottawa, January 29 (CP) -- Peak exports during 1952 turned a foreign trade deficit into a \$325,000,000 surplus—highest in four years—the Bureau of Statistics reported today.

Exports climbed to an all-time high of \$4,355,900,000, a jump of almost \$400,000,000 from the previous record of \$3,963,400,000 in 1951, the Bureau said.

Imports slipped \$54,000,000 to \$4,030,900,000 from the record \$4,084,900,000 during 1951.

The Bureau's report was based on completed figures for the first 11 months of 1952 and preliminary figures for December.

It showed:

1. Both exports and imports increased during December, with a resulting \$48,400,000 surplus in monthly trade pushing the 12-month total to \$325,000,000. This was the highest since the \$473,000,000 surplus in 1948 and compared with the deficit of \$121,000,000 in 1951.

2. December's exports to Britain declined to \$47,800,000 from \$64,700,000 in December, 1951, while imports increased to \$28,000,000 from \$19,400,000. But for the full year, exports were still higher at \$751,200,000 than the \$635,800,000 in 1951, while imports declined to \$359,700,000 from \$421,000,000.

3. In trade with the United States there were gains in both exports and imports during December. Shipments to the U.S. rose to \$224,500,000 from \$193,200,000, while imports jumped to \$266,300,000 from \$203,100,000.

But for the 12-month period there was only the tiniest increase in exports to the big American market. Shipments rose to \$2,349,100,000 from \$2,333,900,000, while imports increased to \$2,978,000,000 from \$2,812,900,000.

One reason, of course was the American embargo last February on Canadian livestock and meats which shut off a \$130,000,000 a year market to Canada. The embargo is to be lifted March 1.

Declines To Give Radar Network Details: Ottawa, January 29 (CP) -- The Minister of National Defence, Mr. Claxton, said today, after consultation with the United States Government, that no details will be given in Parliament about the joint U.S.-Canadian radar network — "Operation Pinetree" — because it could only help a potential enemy.

He declined to answer questions by Opposition members about stations which the members identified as being at St. Margarets, N.B., near Newcastle, and in the Upica-Lake St. John District of Laurentide National Park.

He said answers could only help a potential enemy and was promptly criticized by Mr. Gordon Graydon (PC-Peel) for giving away secrets himself because he identified "Operation Pinetree" as being the radar programme.

Mr. Claxton, in referring to a question by Maj-Gen. G.R. Pearkes (PC-Nanaimo) about the over-all cost of "Operation Pinetree," had included it with two others about specific stations in saying that no answers would be given to such questions.

To Mr. Graydon's assertion he replied that the code name has been used by the press to an extent which nullifies the value of any official secrecy, so he wasn't breaking any secrets.

The Minister said publicity about details of the radar network could help a potential enemy to know where to send his planes, where to direct bombing and sabotage, and could help him check his own sources of intelligence. It could also lead him to conclusions about numbers of stations, the extent of the network and how far advanced the work is.

The USAF and RCAF had agreed that no information should be given about the numbers of stations, sites, equipment and progress.

Cardinal Welcomed: Montreal, January 29 (CP) -- Thousands of Montrealers roared a regal welcome Thursday night for Paul-Emile Cardinal Leger as the 48-year-old prelate returned home from Rome and the ceremonies which crowned him a prince of the Roman Catholic Church.

They thronged downtown Windsor Station, where he arrived at 8.27 p.m., from New York, and spilled out into streets gay with lights, flags and bunting for the first cardinal in the storied history of this bilingual city.

Church bells throughout the metropolis pealed a welcome.

Pulp And Paper Industry Output: Montreal, January 30 (Gazette) -- Canada's pulp and paper industry has boosted its output more than 60 per cent since the war at a cost of \$600,000,000 in capital and maintenance spending and still is barely able to supply the demands made on it, Mr. Robert M. Fowler, President of the Canadian Pulp and Paper Association, said yesterday in his annual report.

He said that it was only in 1952 that the industry was able to meet the demands which had been increasing steadily since 1945. At that, the margin between supply and demand was so slight that an upturn in consumption could again temporarily strain the productive capacity of the mills.

Across Canada: A Canadian Pacific Railway official forecast that the Company's railway operating revenues may rise almost to the half-billion-dollar mark in 1953, but said expenses also are expected to jump. Mr. S.J.W. Liddy, CPR Assistant Comptroller, made the forecast before the Board of Transport Commissioners as the railways began argument on a request for a five-per-cent increase in freight rates....Postmaster-General Côté said in the House of Commons that, if Parliament approves, increases will be given to mail carriers now receiving inadequate amounts. He introduced a bill that would empower him to increase payments for mail delivery contracts....The stock market boom in speculative "penny" stocks roared ahead against Toronto but at a slightly slower pace. Some 10,122,000 shares were traded during the 5½ hour session....The National Council of Jewish Women of Canada adopted a resolution urging that the federal Government remove recently-enacted restrictions keeping worthwhile refugees from entering Canada.



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DEPARTMENT OF EXTERNAL AFFAIRS
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Vol. 4, No. 22.

Monday, February 2, 1953.

In Parliament: Ottawa, February 1 (CP) -- Parliament has begun its drive for an early adjournment—target date is May 1—so leaders and others can attend the Coronation of the Queen in London June 2.

With the Currie Report on the Army works services sent to a committee, the Government has scaled down time allotted to private members' business and has started legislation through the House of Commons. Some of this already has Senate approval. And Mr. Abbott has tabled his estimates of Government spending for the 1953-54 financial year.

The motion to give Government business precedence on Mondays and Wednesdays—ordinarily devoted to private members early in the session—was approved last week. Private members' time now is cut to two hours a week—an hour on Tuesday and an hour on Friday.

When this action was taken Mr. Donald Fleming (PC-Toronto Eglinton) asked Mr. St. Laurent if it was still hoped to wind up the session by the end of April or the first of May.

Mr. St. Laurent replied: "The Government still hopes that will be possible."

The major part of the Government's legislative programme for this session, which began November 20, now has been introduced.

Extension Of Territorial Waters Suggested: Ottawa, January 30 (CP) -- Extension of Canadian territorial waters to protect fisheries on both coasts from depletion by foreign fishers was suggested today in the House of Commons.

Members heard proposals that the existing three-mile limit, within which foreign ships are not allowed to fish, be enlarged to a headland-to-headland basis or possibly as far out as the edge of the continental shelf.

The discussion came as the House debated an "act to protect the coastal fisheries," rewriting an old measure that has not been amended since 1913. The bill was given second reading—approval in principle.

The idea that Canadian territorial waters be broadened was suggested by Mr. C.W. Carter (L-Burin-Burgeo) and Maj.-Gen. G.R. Pearkes (PC-Nanaimo), members from the East and West coasts.

Wheat Exports \$621,292,000: Ottawa, January 30 (CP) -- Canada's wheat exports climbed to \$621,292,000 during 1952, a boost of more than \$180,000,000.

Newsprint, the long-time export leader, also showed a boost during 1952, but it didn't keep up with wheat's terrific pace, falling back into second place, Bureau of Statistics figures showed today.

Newsprint exports increased to \$591,790,000 from \$536,372,000 in 1951, which compared with \$441,043,000 in wheat shipments in 1951.

The Bureau published these new figures following yesterday's report, estimating that Canada's total exports during 1952 had climbed to an all-time high of \$4,355,900,000, a jump of almost \$400,000,000 from the previous high of \$3,963,400,000 in 1951.

With imports slipping \$54,000,000 to \$4,030,900,000 from the peak \$4,084,900,000 in 1951, Canada turned the 1951 deficit of \$121,000,000 into 1952 foreign trade surplus of \$325,000,000—the highest in four years.

Purchase Balance In Securities: Ottawa, February 2 (CP) -- For the seventh consecutive month, Canada in November had a purchase balance in international trading in securities, the Bureau of Statistics reported Saturday.

In the seven-month period from May through November, transactions in outstanding securities produced a net outflow of capital amounting to more than \$100,000,000. Largest monthly purchase balance during this period occurred in October with a total of \$32,300,000, while November's figure was only \$3,400,000.

Net purchases arising out of all types of securities for the first 11 months of 1952 was \$91,400,000, compared with a sales balance of \$5,500,000 in the corresponding period of 1951.

Transactions with the United States resulted in a purchase balance of \$6,500,000 in November and \$102,300,000 in the 11-month period. There was a sales balance for November in trade with the United Kingdom of \$2,000,000--the largest for any month since the war. In the January-November period there was a net purchase balance of \$2,200,000.

Retirement Of Air Marshal Curtis: Ottawa, February 2 (CP) -- Following is the partial text of the statement made by the Minister of National Defence, Mr. Claxton, on the occasion of the retirement of Air Marshal W.A. Curtis as Chief of the Air Staff:

"Today (Saturday) an outstanding airman and a distinguished Canadian, Air Marshal W.A. Curtis, is retiring from service to his country as Chief of the Air Staff. He has held that position for five years--five years devoted to planning and guiding the cold-war expansion of the RCAF.

"His outstanding leadership in this period has been directly responsible for not only maintaining the splendid record built up by the RCAF during the Second World War, but for extending it to new heights of world respect...."

Across Canada: The Canadian Red Cross Society has sent a telegram to the flood stricken areas of Europe and asked if they need aid, Mr. William S. Stanbury, National Commissioner, said Sunday night. As yet no requests have been received, he added....Savings on deposit in Canada's chartered banks at December 31 last amounted to \$4,924,488,000, against \$4,915,627,000 at November 30 and \$4,611,523,000 at December 31, 1951, the chartered bank statement for December showed....The national executive of the United Nations Association meeting in Ottawa Saturday urged that Canada send a portion of its surplus wheat crop as a gift to under-developed countries....Fire, whipped by gale-force winds, destroyed one of Collingwood's biggest business blocks Sunday and left only a brick wall standing when it was brought under control. Loss was estimated at \$500,000....Western football executives, despite strong opposition from Winnipeg, Saturday night granted the Vancouver Football Club a franchise in the Western Interprovincial Football Union in 1954, subject to fulfilment of "certain commitments."



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Vol. 4, No. 23.

Tuesday, February 3, 1953.

National Defence Act Amendment: Ottawa, February 2 (CP) -- Prime Minister St. Laurent said today the world is in a "twilight zone" between peace and war but the situation is not yet one where the Government feels it should use emergency action without parliamentary approval.

He said that is why the Government is referring to Parliament a proposal to amend the National Defence Act for appointment of an Associate Minister of National Defence.

The Government already has designated Solicitor-General Campney for the job. Mr. Campney would concentrate on administration and Mr. Claxton on Canada's international defence relationships.

Mr. St. Laurent rejected a Progressive Conservative suggestion that a Minister for Air rather than a general Associate Minister be appointed. This would result in overlapping and costlier administration.

Mr. Drew introduced an amendment that the measure not be proceeded with but that another be introduced calling for appointment of "one or more Ministers with clearly defined duties."

He said the Government's proposal for an Associate Minister does not clearly define his duties. It could only lead to a continuation of present "inadequacies" in defence administration.

At the night sitting Mr. Drew's amendment was defeated by a vote of 111 to 52. The amendment was supported by the Progressive Conservatives, CCF and Social Credit parties.

Budget Day Thursday, February 19: Ottawa, February 3 -- The Minister of Finance, Mr. Abbott, announced yesterday that the Budget will be presented on Thursday, February 19.

Aid For Flood-Stricken Europe: Ottawa, February 2 (CP) -- A pledge of Canadian aid to flood-stricken Britain, Holland and Belgium was given today by Mr. St. Laurent and warmly supported by all three parties in opposition in the House of Commons.

Members unanimously approved a motion by Mr. St. Laurent and seconded by Mr. George Drew, Progressive Conservative Leader, expressing "the earnest desire of the Canadian people to manifest their sympathy to the sufferers in such concrete form as, after more accurate information is available about the actual need, will prove to be the most helpful..."

This was preceded by an expression of "deep sympathy" to the sufferers, extended through their reigning monarchs.

In other words, Canada will start mobilizing aid as soon as the stricken countries can say what would be best.

Mr. St. Laurent, Mr. Drew, Mr. Angus MacInnis, Acting CCF Leader, and Mr. Solon Low, Social Credit Leader, all expressed their sympathy.

Mr. Pearson's Guelph Address: Guelph, Ont., February 3 (CP) -- Communism has both a "fifth column of disciples and a sixth column of dupes" in Canada but that is no excuse for political witch-hunting, the Secretary of State for External Affairs, Mr. Pearson, said last night.

He said the threat of Communism within Canada from these "crypto-Canadians" is a real threat which requires "vigilance, protective measures and, whenever necessary, effective action."

But, he added, fears of them raise "a counter-threat to freedom," demands for extreme procedures and counter-measures "which go beyond the requirements of the situation and which, if carried to their logical but, probably inevitable conclusion, might produce a remedy almost as bad, and with about the same result, as the disease.

"This counter-threat to freedom, though in Canada it has not yet reached the danger point, is one against which free democracies should be on guard. Otherwise we may one day find that we have created a tyranny in the name of protection against tyranny."

Farmer-Immigrants: Ottawa, February 2 (CP) -- Canada's policy is to admit refugees from Communist Europe no matter how recently they have fled the Iron Curtain, an immigration official said today. They must pass the normal tests for any would-be-emigrant, including a security check.

For that reason, chances of a group of farmers from Eastern Germany getting to Canada appear good because Canada needs farm workers, the official said. He was commenting on a statement by West Germany's Chancellor Adenauer that Canadian authorities are interested in the possibility of getting some farmers who recently fled the Red zone of Germany.

He said Canada is interested in getting farmers and that these people fall under that heading. If they agree to spend a year as helpers on Canadian farms and pass other tests, they can get a loan to assist them to come here.

Across Canada: Salary increases of \$300 to \$1,000 a year for the University of Toronto teaching staff were announced by Dr. Sidney Smith, President. They become effective July 1....British Columbia's first Social Credit Government today will place an outline of its proposed legislation before the Provincial Legislature. Lieutenant-Governor Clarence Wallace will read the Speech from the Throne opening the 23rd Legislature. It may also be the last session as Premier W.A.C. Bennett has indicated he will call a spring election....The Nova Scotia 44th Legislature opens its fourth and probably last session today, the first of three Maritime legislatures to begin spring sessions this month.... Finance Minister Gagnon is scheduled to bring down the Quebec Government budget for the 1953-54 fiscal year in the Legislative Assembly this week, probably Wednesday.



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Vol. 4, No. 24.

Wednesday, February 4, 1953.

Adopt New Title For The Queen: Ottawa, February 3 (CP) -- Prime Minister St. Laurent said today that the Commonwealth of Nations, with the Queen as its head, "is an effective instrument for the good of free mankind throughout the whole world."

It is a "magnificent thing," he said, that Commonwealth peoples across the globe can look upon each other as equals without regard to colour or creed. That was the kind of unity, based on equality which had welded Canada into a nation.

The Prime Minister spoke movingly of the significance of the British Crown, of the Queen and her role in the Commonwealth, her distinct new designation as head of that Commonwealth and as "Defender of the Faith."

His address brought applause from all sides of the House of Commons as he spoke on a Government bill to change the Royal style and titles.

Mr. John Diefenbaker (PC-Lake Centre) said, as the Commons listened to the Prime Minister it became "a cathedral of devotion to our history, our heritage and our common pursuit of freedom."

The bill—which was given final approval—is a result of the recent Prime Ministers' Conference in London. The Conference agreed that each Commonwealth country use a title style for the Queen best suited to its own purposes but that designation of Her Majesty as "Head of the Commonwealth" be retained in all titles.

The bill adopts for Canada this title:

"Elizabeth the Second by the Grace of God of the United Kingdom, Canada and her other realms and territories, Queen, Head of the Commonwealth, Defender of the Faith."

The previous style, unchanged since the Statute of Westminster in 1930, was:

"Her Most Excellent Majesty, Elizabeth the Second, by the Grace of God, of Great Britain, Ireland and the British Dominions beyond the Seas, Queen, Defender of the Faith."

After approval of the bill members sang "God Save the Queen."

Aid For Flood Stricken Europeans: Ottawa, February 4 (CP) -- In big cities and in hamlets, Canadians are joining in a spontaneous movement to aid the flood-stricken areas of Britain, Holland and Belgium. Their Governments, federal and provincial, are supporting them.

The list grows hourly of communities which have started campaigns for the collection of cash, food, clothing and medicine for the beleaguered flood victims. A national fund may be set up to co-ordinate their activities.

In Winnipeg, scene of a devastating flood in 1950, Mayor Garnet Coulter said the citizens "remember with deepest gratitude the generous aid which came in 1950 from all parts of the Western World" and he offered "every co-operation in support of the national flood relief fund which I understand it is proposed to form."

In British Columbia, where the Fraser River wreaked havoc in 1949, there has been a proposal to use \$500,000 left over from the Fraser Valley Relief Fund for the Aid of Europeans.

The federal and provincial Governments are taking an active part. Mr. St. Laurent has been given the unanimous support of Parliament to make a "substantial financial contribution" to European aid. The Provinces of Quebec, British Columbia, Ontario and Manitoba have signified their intentions of helping in any way possible.

Some relief now is on the way. The Canadian Red Cross Society has sent 250 cases of bedding to Holland from its stockpile in Switzerland and another 80 cases are being forwarded from Canada. Numerous service clubs have acted independently in voting relief money.

The Dutch Embassy has organized a fund which has the support of groups across the country. Three Dutch churches in Edmonton donated \$1,500 today.

CBC Appointments: Ottawa, February 3 (CP) -- The CBC tonight announced several executive staff appointments.

Charles Jennings, Toronto, formerly Assistant Director-General of Programmes, has been named Director of Programmes.

This follows the recent promotion of E.L. Bushnell from Director-General of Programmes to Assistant General Manager. Mr. Ouimet said Mr. Bushnell also will act as co-ordinator of television for the CBC. Marcel Ouimet, Montreal, will move from Director of the French network to Assistant Director of Programmes.

To complete regional organization, Rene P. Landry, Montreal, has been appointed Director for Quebec. Ira Dilworth, Toronto, formerly of Montreal and Vancouver, has been named Director for Ontario.

B.C. To Change Liquor Laws: Victoria, February 3 (CP) -- Reforms in liquor laws were promised today in the Speech from the Throne opening the British Columbia Legislature. A Commission has recommended liquor by the glass in cocktail bars, drinks with meals and public houses where food would be available with beer. Under present law, liquor is sold only in Government stores or in a few private clubs. Taverns sell beer only.

The Speech also promised higher tax exemption on restaurant meals, more equitable distribution of school taxes, reduced automobile licence fees, a broadened highways programme, more rural electrification, better penal and mental institutions, legislation to help solve the Doukhobor problem, survey of the Columbia river basin and redistribution of seats.

Across Canada: Thousands of acres of Fraser Valley farmlands are under water following torrential rains. The Alouette, Coquitlam and Pitt Rivers are running brim full. Many basements have been flooded in Chilliwack, a farm centre 60 miles east of Vancouver, and river waters have inundated farmlands in the Haney, Langley and Surrey districts, the Canadian Press reports.... Mr. Diefenbaker suggested in the House of Commons that the Duke of Edinburgh should be given the title of "Prince of the Commonwealth." Speaking during discussion of a bill respecting the titles of the Queen, Mr. Diefenbaker said Canada should make the Queen acquainted with the fact Canadians would like to see her consort created a Prince of the Commonwealth.... Mr. Howe said in Havana, Cuba, yesterday, according to Canadian Press, that Canada and Cuba may be able to work out a new sugar agreement when the current one expires soon, but it would have to be one based on an understanding of "our respective problems and difficulties." Under the current three-year pact, the Canadian Government, in return for certain Cuban tariff concessions, guarantees a Canadian market for 75,000 tons of raw Cuban sugar a year.



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Vol. 4, No. 25.

Thursday, February 5, 1953.

Haven Proffered Europe's Flood Victims: Ottawa, February 4 (CP) -- Canada, already considering financial and other help for flood victims of Britain and the Continent, today announced a plan to make it easier for some to migrate to this country.

The Minister of Immigration, Mr. Harris, announced in the House of Commons that the Government will extend financial assistance to enable victims in Britain, Belgium and Holland to move to Canada.

Amid applause from all parties, Mr. Harris said the assistance will be provided through extension of the Government's assisted-passage programme.

Since the programme was inaugurated in 1951, it has been limited to single workers and to the heads of families. It will be extended to cover dependents as well.

Under the programme, the Canadian Government advances the cost of transporting immigrants from their port of embarkation to their destinations in Canada.

When the plan first was inaugurated, the immigrant was required to contribute \$30 or an equivalent amount in the currency of his own country toward the cost of his passage. He was required to undertake to remain with the same Canadian employer for a year and to repay the Government advance within two years.

All these provisions may be relaxed in the case of flood victims. However, they must meet medical requirements to gain admission. Ordinarily, immigrants are required to show that they will not become a public charge. No hard and fast financial test will be applied.

Mr. Harris said extension of the assisted-passage programme will enable the flood refugees to come to Canada without depleting their financial resources.

He referred to movements of British, Belgian and Dutch immigrants to Canada in recent years and said they "are among the best of citizens."

Canada admitted an estimated 40,000 immigrants from Britain last year. Approximately 20,000 came from the Netherlands and about 2,500 from Belgium.

Associate Defence Minister: Ottawa, February 4 (CP) -- The Government's bill for appointment of an Associate Defence Minister got final House of Commons approval today after last-ditch opposition by the Progressive Conservatives.

Senate approval now would clear the way for Mr. Ralph Campney, who now is Solicitor-General, to join with Mr. Claxton in running Canada's defence programme.

Carrying their fight to the last act, the Conservatives tried on third or final reading of the bill to amend it to have the second Minister made solely responsible for the Air Force.

Maj.-Gen. G.R. Pearkes, V.C., (PC-Nanaimo) renewed the argument that it would be far better to have the new Minister handle the big air programme alone than take on indefinite administrative responsibilities which will make him "simply a glorified Parliamentary Assistant" to Mr. Claxton.

The Government's stand is that Mr. Campney will administer the Department while Mr. Claxton concentrates mainly on the international aspects of defence.

The amendment was defeated without a formal vote.

Saskatchewan Irrigation Project: Ottawa, February 4 (CP) -- A Saskatchewan Liberal said today the federal Government should go ahead immediately with the vast South Saskatchewan River power and irrigation project, ignoring a Royal Commission report recommending against it at this time.

Mr. Fred Larson, 39-year-old farmer from Saskatchewan's Kindersley constituency, said steps should be taken to negotiate an agreement with the Saskatchewan Government for the long-discussed river development.

Unless this were done, he told the House of Commons, the people of Saskatchewan could not help but feel "there is a good deal of discrimination against them."

The irrigation and power project, rejected after a year-long study by a Royal Commission on the ground that it would not be economic, also drew support from CCF and Social Credit speakers. However, Social Credit support was qualified.

Appointments: (Press Release No. 4, February 5.) -- The Department of External Affairs today announced the appointment of Mr. C.C. Eberts as Consul-General of Canada at San Francisco. He succeeds Mr. H.A. Scott, who last year was appointed Canadian Ambassador to Cuba.

The Department also announced that a Canadian Consulate General will be opened in Los Angeles in April. Mr. W.K. Wardroper has been appointed Vice-Consul and will be in charge of the post in the initial stages.

The Consulate General in San Francisco will have consular responsibility for Northern California, the States of Nevada (excluding Clark County), Utah, Colorado, Wyoming, Washington, Oregon, Idaho and Montana and the territories of Hawaii and Alaska. The Consulate General in Los Angeles will have consular responsibility for the Counties of Santa Barbara, Ventura, San Bernardino, Los Angeles, Orange, Riverside, San Diego, Kern, Obispo, Imperial, in the State of California; Clark County in the State of Nevada, and the States of Arizona and New Mexico.

The Department also announced the appointment of Mr. F. Charpentier, until recently Information Officer at the Canadian Embassy in Paris, as Resident Officer at the Canadian Embassy in Uruguay.

Across Canada: The 370,000-member Canadian Congress of Labour has decided to expand its work in the field of international relations and seek to lend a hand in directing Canada's foreign policy....A copper mining village to be set up in Holland Townships in Gaspé Peninsula by Gaspé Copper Mines may be called "Duplessis." Premier Duplessis said in the Legislative Assembly Bishop Albiny Leblanc of Gaspé has requested in a letter that the Premier give his name to the new village....The Band of the Royal 22nd Regiment will entrain for Halifax on the first leg of a trip to Hanover to join the 27th Infantry Brigade....Eleven west coast coarse paper companies were named in a new combines report tabled yesterday in the Commons.



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Vol. 4, No. 26.

Friday, February 6, 1953.

Mr. Pearson On Formosa: Ottawa, February 5 (CP) -- Mr. Pearson said today in the House of Commons the Canadian Government is "concerned with" the action taken by President Eisenhower to withdraw the American 7th Fleet from Formosa.

"The Government will follow developments with the closest possible attention and take appropriate action to make our views known whenever the occasion so warrants," said Mr. Pearson.

"Meanwhile, I think it would be unwise and premature to jump to dogmatic or critical conclusions concerning the step taken by the United States Government, and announced in a statement by President Eisenhower, which contained so much that was wise and heartening to us all."

"Our consistent position has been that this island (Formosa) be neutralized, so far as that is possible, while hostilities continue in Korea," said Mr. Pearson.

"Our view has been, and remains, that the final disposition of Formosa should be a subject to be discussed at a conference on Far Eastern problems which should be held when the fighting ceases in Korea."

The action in sending the fleet to Formosa originally and now in withdrawing it was solely the responsibility of the United States. The U.N. obligations in Korea did not include defence of Formosa.

Mr. Pearson continued:

"The original order did give, I suppose, to the Communist forces in China, a feeling of immunity from attack from Formosa, and this has become increasingly unacceptable to the people of the United States, as the Chinese Communists have continued their aggression in Korea, and only recently, at the present United Nations Assembly, rejected a resolution which could have ended the war there on acceptable terms."

National Relief Committee: Ottawa, February 6 (CP) -- A national committee is co-ordinating Canadian efforts to help the victims of European floods.

It has already started its task. It sent \$10,000 worth of relief supplies late Thursday to stricken coastal areas of Holland which, with parts of England and Belgium, bore the brunt of this week's flooding.

Prime Minister St. Laurent asked the Canadian Red Cross Society to help in establishing a relief committee and the Red Cross immediately accepted the assignment. The Prime Minister proposed that the Red Cross buy and distribute the relief supplies with funds donated by the public.

Dr. W.S. Stanbury, National Commissioner of the Canadian Red Cross Society, said later in Toronto that Canadians can help best by gifts of money, rather than donations of clothing or other relief supplies. He said past experience has shown it is better and quicker to buy new supplies in quantity than to assemble, sort, pack and ship old material.

Mr. Towers On Trade: Ottawa, February 5 (CP) -- With the solvency and strength of North Atlantic partners at stake, Mr. Graham Towers today made a plea for a reduction in United States trade and tariff barriers.

The Governor of the Bank of Canada, who usually doesn't name countries in controversial issues, today virtually pinned the responsibility of ending a trade crisis in Britain and Europe on the new Eisenhower Government and Congress.

Sterling area countries, he said, will be vastly discouraged in the task of dismantling their own structure restrictions "if U.S. actions limit severely their chances of earning dollars by competing in the American market."

He voiced his feelings in his annual report to Parliament and in a press conference.

Mr. Towers forecast that Canada will have a "very high level" of trade in 1953, but said the trade balance may not be as favourable as it was in 1952. He told the press conference also that he does not expect there will be any more money available for retirement of the national debt in the 1953 calendar year than there was in 1952.

Mounties Honored: Ottawa, February 5 (CP) -- The Mounties who by tradition stand guard at the Parliament Buildings and Government House—home of the Governor-General—today were given a special honor.

They were designated by Rt. Hon. Vincent Massey as "the Governor-General's Troop." The title will henceforth be given to the R.C.M.P. group detailed to that traditional guard duty.

The honor, unique in the history of the force, was conferred by the Governor-General at a special parade at Government House.

The present troop consists of two non-commissioned officers and 25 constables under Inspector L.J.C. Watson, 43, of Wishart, Saskatchewan.

They paraded today for inspection by Mr. Massey, who also spoke briefly.

Freight Rates Hearings: Ottawa, February 5 (CP) -- A railway proposal for a new system of setting freight rates would knock out the Parliament-ordered plan of country wide rate equalization, a provincial Counsel said today before the Board of Transport Commissioners.

"It will mean that equalization, which has had no past, will have no future," Mr. M.A. MacPherson, Saskatchewan Government counsel, said as the Board concluded hearings on a two-way railway application involving higher rates.

The proposal claimed by Mr. MacPherson as disrupting equalization is one in which the Canadian Pacific Railway asks that it be allowed a set yearly "rate of return" on its rail investment, under which it could adjust tolls. The suggested yield calls for higher earnings than at present.

Across Canada: Finance Minister Gagnon of Quebec yesterday estimated Quebec revenues during the 1952-53 fiscal year ending March 31 at a record \$280,-766,300 and forecast surplus on ordinary account of \$42,239,300. However, capital expenditure of \$81,145,000 and ordinary expenditure of \$238,527,000 are expected to push all expenditures to an unprecedented \$317,672,000 and leave an over-all deficit of \$38,905,700. He announced no new taxes.... Premier Bennett of British Columbia said in the Legislature the Government is prepared to take over and run the North Vancouver Hospital if it closes February 27. The hospital has said it cannot meet wage demands of employees and will be forced to close....A "land slip" is slowly moving China Bar Mountain, which towers hundreds of feet above the CNR's mainline, 16 miles east of Lytton, B.C. Trains have been rerouted over CPR lines on the opposite side of the valley, returning to their own rails at Hope, 100 miles east of Vancouver, the Canadian Press reported from Vancouver.



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Vol. 4, No. 27.

Monday, February 9, 1953.

In the House of Commons: Ottawa, February 7 (CP) -- Progressive Conservative spokesmen yesterday criticized Government emergency powers legislation, describing it as a "club" and "government by threat."

They made the statements as the House of Commons debated a resolution to renew the Emergency Powers Act which gives the Cabinet wide power to act without reference to Parliament. The measure, originally passed in 1951, expires May 31 and the Government seeks extension for another year.

Dr. Drew said the legislation permits the Government to invade almost every aspect of Canada's social and economic life without Parliamentary approval. During war or insurrection the Government could invoke the dormant War Measures Act. But under the existing conditions there was no need for powers not defined by law.

Mr. Howard Green (PC-Vancouver Quadra) and Mr. John Diefenbaker (PC-Lake Centre) supported their leader.

Mr. Green said the Government is "addicted to wartime powers" but the time has come to restore supremacy of Parliament. Mr. Diefenbaker charged that the legislation permitted a rigid dictatorship, denying the rights of individuals and invading the jurisdiction of the Provinces.

Mr. Angus MacInnis, acting CCF leader, said the Government had not used the powers to relieve the pressure of inflation by controlling prices. It had "let the people suffer" and there was no real reason to renew the powers for another year.

Mr. Solon Low, Social Credit leader, said he is not convinced the Government now needs such extensive powers. His party would extend any necessary standby powers but the Cabinet should not be empowered to act without reference to Parliament on matters that could be handled in the ordinary way.

Transport Board To Tour Canada: Ottawa, February 6 (CP) -- The Board of Transport Commissioners today decided on a country-wide tour combining hearings on freight rate equalization and a study of Canada's railway grade-crossing problem.

A Western itinerary stretching from March 16 to April 20 was drafted at a round-table conference between the Board and interested groups. Dates for hearings in Ontario, Quebec and the Atlantic Seaboard Provinces will be arranged later.

The rate-equalization inquiry grows out of a basic equalization plan launched by the Board last December 12, to go into effect January 1, 1954. Under this plan, the Board ordered the railways to level off the varying ceiling rates in six Provinces, giving the Atlantic Provinces partial exemption.

A partial implementation of the 1951 recommendations of the Royal Commission on Transportation and subsequent federal legislation, the Board scheme is on a tentative basis, possibly to be revised in the light of representations received on its tour.

Bacon For Britain: Ottawa, February 6 (CP) -- Britain will get about 5,000,000 pounds of bacon for the \$1,000,000 she has decided to spend on that product in Canada, an agricultural official said today.

This works out to about 20 cents a pound and means the Canadian Government will be selling the product to Britain at a loss of about seven cents a pound on current market prices.

However, the official emphasized that the deal is not much different from the Government's current policy of canning surplus pork and disposing of it at a price below cost.

"It is just as satisfactory to sell the pork in that way as it is to can it," he said.

Shipping arrangements covering the Wiltshire sides—first bacon Britain has purchased in Canada since 1950—now are being worked out.

"Iroquois" And "Huron" For Korea: Ottawa, February 8 (CP) -- Two Canadian Tribal Class destroyers, the Iroquois and the Huron will leave Halifax April 29 to relieve the Haida and the Crusader in the Korean war theatre, Naval Headquarters announced.

The Iroquois and the Huron are veterans of the Second World War and have already completed one tour of operations in the Far East.

Across Canada: There will be no 1953 International Dog Derby in Ottawa.

Organizers of the event, scheduled to be run Tuesday and Wednesday of this week, announced that, due to unseasonable weather, the Derby has been cancelled....On federal, provincial and municipal levels in Canada \$350,000,000 a year was being spent on the health of the nation, according to the Minister of National Health and Welfare, Mr. Martin, in an address in Ottawa....Health Minister Paquette of Quebec announced in the Legislative Assembly Friday the Quebec Government plans construction of a 1,200-bed hospital in Montreal for mental patients. Another mental hospital is to be built near Quebec City, Mr. Paquette said....Mr. Claxton will accept the first Canadian-built T-33 jet trainer Thursday from the President and General Manager of Canadair Limited, which will produce more than 500 of the planes for the RCAF, the Gazette reports.



Miss Hamilton

DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 28.

Tuesday, February 10, 1953.

Mr. St. Laurent On Peacetime Economy: Montreal, February 10 - (Gazette) --

Prime Minister St. Laurent yesterday predicted Canada's economy will continue to show it can do as well in peacetime as in war.

At the annual convention of the Canadian Lumbermen's Association, the Prime Minister recalled a prediction he made in 1944 that "what it was possible to do for destruction in war will be equally possible for reconstruction and rehabilitation in peace."

He said that "perhaps" his forecasts of nine years ago were not unjustified since "for nearly five years after the war, without the impetus of defence orders, ours was a very healthy economy."

The Prime Minister said his original prediction was based on the assumption years of peace lay ahead. This assumption, he said, proved wrong, but even so the years before the Korean War were buoyant and full of growth.

Since Korea, he said, "because we had found it possible in time of peace since 1945 to keep our economy running at full capacity our defence effort has had to be super-imposed on an economy already operating under a full head of steam."

Canada has had to cut down peacetime production to some extent and employ 10 per cent of its annual production to build up its share of military strength for Korea and the North Atlantic Treaty Organization.

"In the first stage of a defence effort, as we knew from the last war, time had to be spent in placing orders, getting specifications, tooling up and removing the 'bugs'.

"We are not there yet in our cold war defence programme but I do not think that time is too far off.

"But our problems will not be over when the equipment and weapons needed by our armed forces roll off the assembly lines in quantity, as they are beginning to do now, or when the new airfields and army camps and installations are completed.

"We have to remember that what we are trying to do is to prevent a war from breaking out and that, unless those who are opposed to our free way of life change their ideas quite radically, we are likely to have to go on living in this hostile uncertain atmosphere for quite a long time."

Mr. St. Laurent said he is still optimistic enough to think "that under our freedom and with our enterprise we Canadians will be able to operate our economy as successfully for national security and human welfare in peacetime as we were doing in 1944 to meet the destructive demands of total war.

"I believe the experience of the years since 1944 has justified that optimism," he said.

He said the cold war is more than an arms race but is really "a struggle between two different ways of managing human affairs...."

Expect Increased Lumber Demand From U.S.: Montreal, February 10 - (Gazette) --

Brighter prospects on the home market and increased U.S. demand are expected to offset a lumber production decline caused by a falling off of British buying, a convention statement issued yesterday by the Canadian Lumbermen's Association said.

The statement said, however, a substantial increase in sales is expected when the British Government allows buyers to place orders for the rest of stock the U.K. will need this year.

Easing of credit restrictions in the U.S. is expected to increase the U.S. lumber demand. Greater availability of building materials and levelling off of their cost in Canada, together with removal of some restrictions are likely to boost construction here this year, the statement said.

Heralds Greater Activity In Housing Construction: Winnipeg, February 10 (CP) -- The Minister of Resources and Development, Mr. Winters, last night indicated that housing construction this year may reach the high levels that preceded the Korean war.

He said in an address prepared for delivery to the Winnipeg Real Estate Board that the number of houses started between 1948 and 1950 averaged 91,200 annually.

The outbreak of the Korean war in June, 1950 diverted Canada's resources into defence with the result that in 1951 new housing starts dropped to about 68,600. However, by the last half of 1952, the construction rate was higher than the 1950 rate.

Reports Immigrants Doing Well: Toronto, February 9 (CP) -- Welfare Minister Goodfellow said tonight immigrants are not becoming a burden on provincial public welfare services.

In a speech on a CBC Ontario network, Mr. Goodfellow said the question is often raised whether immigrants are assimilating themselves into society and doing a good job of supporting themselves.

"Our records show that very few immigrants have required assistance through public sources in Ontario," he said. "I have been impressed with the way in which they have been accepted into community life."

Ban On Scottish Livestock: Ottawa, February 9 (CP) -- Canada's ban on imports of livestock from Scotland -- which was to have been lifted shortly -- will be continued indefinitely, the Agriculture Department announced today.

The embargo was imposed some time ago as a result of foot-and-mouth disease in Scotland. Dr. Thomas Childs, Veterinary Director-General, said the Department was ready to lift the ban but unfortunately a new outbreak has developed in Aberdeenshire.

Across Canada: Counsel for Associated Textiles Company of Canada Limited said many strikers have returned to work at the Company plant in Louiseville, Que., "but no agreement whatever has been reached with the local textile union."....A collection of art treasures from India, including a \$20,000 chest donated by a maharajah, will be sold next week at a special University of Toronto exhibition. Proceeds of the sale, organized by the World University Service of Canada, will be used to provide scholarships for Asian students in Canadian universities and to help pay for a seminar for Canadian students in India next summer....Paul-Emile Cardinal Léger, Archbishop of Montreal, yesterday was given a resounding welcome when he arrived in Quebec on his first visit since being appointed to the Sacred College of Cardinals in Rome last month....Mayor Charlotte Whitton of Ottawa may run for Parliament--to carry her fight over a city hall site to the floor of the House of Commons....Mr. Claxton, Defence Minister, said in the House of Commons that "a thorough investigation" is being made of the robbing of a number of wounded Canadian veterans of Korea at Tacoma, Washington.



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Vol. 4, No. 29.

Wednesday, February 11, 1953.

Gross National Production \$22,984,000,000: Ottawa, February 10 (CP) -- Canada's expanding labour force gathered in a total peak income of \$10,855,000,000 in 1952, providing the main power to boost the total value of gross national production to a record \$22,984,000,000.

The Bureau of Statistics, in a preliminary report today estimated that wages, salaries and supplementary labour income jumped by more than a billion dollars in 1952 from the previous high of \$9,732,000,000 in 1951.

This increase, along with other boosts in military pay, investment income and earnings of small businesses, helped overcome a drop in net income of farm operators to boost the value of all goods and services produced by \$1,536,000,000 from \$21,448,000,000 in 1951.

Production prices jumped four per cent, but volume climbed by six per cent as Canadians earned more and spent more to better their living standards.

Spending on consumer goods and services rose to a high of \$14,290,000,000 from \$13,234,000,000 in 1951. Government spending on goods and services at all levels increased to \$4,211,000,000 from \$3,201,000,000.

Investment in the building of new homes rose to \$803,000,000 from \$781,000,000; in non-residential construction to \$1,476,000,000 from \$1,260,000,000; and in new machinery and equipment to \$1,859,000,000 from \$1,769,000,000.

But gains in stockpiling were not as sharp as in 1951 when world buying following the outbreak in Korea rose to the fever point. Inventories in 1952 increased by only \$176,000,000 compared with a \$1,620,000,000 boost in the previous year.

While imports of all goods and services slipped to \$5,500,000,000 from \$5,633,000,000, exports of goods and services rose to \$5,650,000,000 from \$5,099,000,000, giving Canada a surplus in her current account of about \$150,000,000, compared with a deficit of \$534,000,000 in 1951.

But there were dark spots for Canada in 1952. Despite a peak wheat crop, the outbreak of foot-and-mouth disease helped push livestock prices down between 20 and 25 per cent.

Accrued net income of farm operators from farm production declined by \$255,000,000 to \$1,861,000,000 from the 1951 high of \$2,166,000,000.

And while wages and salaries increased, personal direct taxes jumped to \$1,318,000,000 from \$1,027,000,000 and indirect taxes—less subsidies—to \$2,704,000,000 from \$2,461,000,000.

The Defence Committee: Ottawa, February 10 (CP) -- The House of Commons Defence Committee wrangled for two hours today over whether George S. Currie should be asked to make a wide study of Canada's defence programme.

But the statements of Liberal members left no doubt that the Opposition proposal for such an investigation will be rejected as it was earlier in the House of Commons itself.

In the midst of the discussion, Mr. Percy Wright (CCF-Melfort) said his party has received correspondence indicating "a lot of things are going on" in defence construction on the secret list which should be investigated.

He supported the Progressive Conservative call for an investigation of the whole Defence Department and said that if some such step is not taken "we may have to turn" the correspondence over to the police to get proper inquiry.

Later, outside the Committee, he told a reporter the letters indicate "both extravagance and dishonesty" in secret defence contracts and that his party plans eventually to turn them over to the RCMP for investigation. In the meantime, it was making checks of its own about the correspondence.

Liberal members challenged him to turn the letters over to the Committee or, if they do allege irregularity to face up to "a duty" to take them to the police.

Movement Of Strategic Materials: Ottawa, February 10 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said today countries receiving Canadian strategic materials agree that they will not get into the wrong hands. He was replying to a question by Mr. John Diefenbaker (PC-Lake Centre) about reports that some of those materials are finding their way surreptitiously to Russia.

Mr. Pearson said a number of Governments are in continuing close association in controlling the movement of strategic materials.

Non-Confidence Motions Defeated: Ottawa, February 10 (CP) -- The Liberal majority in the House of Commons today defeated two Opposition motions of non-confidence in the Government over the Cabinet's stand against proceeding now with the \$250,000,000 South Saskatchewan irrigation-power project.

The House voted 123 to 58 tonight against a Progressive Conservative want-of-confidence motion after defeating a similar CCF move by 136 to 61.

Western Liberals—some of whom had said they favour going ahead with the big dam—rallied to the support of the Government against a solid vote of the Progressive Conservative, CCF and Social Credit groups in the two divisions.

The votes came on Opposition amendments to a Government motion that the House go into committee of supply to discuss annual departmental estimates.

National European Flood Relief Committee: Ottawa, February 10 (CP) -- Government House today announced the names of 22 prominent Canadians who have been asked to serve on the Canadian National European Flood Relief Committee of which the Governor General is chairman.

Prime Minister St. Laurent heads the list which includes the Premiers of the 10 Provinces; Mr. George Drew, Progressive Conservative leader; Chief Justice Thibau deau Rinfret of the Supreme Court of Canada; Gen. H.D.G. Crerar and Chief Justice W.R. Martin of Saskatchewan.

Across Canada: The Canadian Press reports it has learned that Field Marshall Montgomery of Alamein will pay a visit to Montreal in April. In conjunction with a visit to the United States, the British General will arrive in Ottawa April 15, Quebec City April 21-22, and Montreal 23-24, it reports.... Applications for the first privately owned television stations in Canada will be considered by the 11-member CBC Board of Governors when it meets in Ottawa March 26, 27 and 28. Applications must reach the Transport Department by February 23. The Government announced a few months ago that applications for television stations could be considered for areas not now served or to be served by the publicly-owned CBC.... Mr. John Diefenbaker (PC-Lake Centre) said in an interview he will again contest a Saskatchewan constituency in the next federal election. Mr. Diefenbaker said he has not picked the constituency where he will be a candidate. His present constituency will be joined with the existing constituency of Moose Jaw in the next election.



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Vol. 4, No. 30.

Thursday, February 12, 1953.

Mr. Pearson On Policy For Korea: Ottawa, February 11 (CP) -- Mr. Pearson advised the Western Powers today they should not yield to temptations to hit aggressors in new places and with new weapons, because they might get hit right back in new places--such as Hong Kong--and with new weapons.

He said in the House of Commons that the Canadian Government considers it essential that the Western Powers should not press for military and economic measures that "certainly would not be supported and might, in fact, be actively opposed" by important non-Communist countries in Asia.

He did not pin down his reference, but obviously was referring to the possibilities of a U.S. blockade or other measures against Communist China.

Mr. Pearson, opening a debate on foreign affairs, said Canada will do all possible to limit hostilities to Korea and to take advantage of any opportunity for peaceful negotiations there.

United Nations policy remained the defeat of aggression there "and does not include intervention" in a Chinese civil war.

Opposition to the Chinese aggression in Korea "does not mean that we are committed to the over-throw by force of the Government now in effective control of the mainland of China."

"We are engaged, not in a Nationalist war against Communist China or in intervening in a Chinese civil war, but in a police action as a member of the U.N. against aggression."

Canada believed it is essential that the Western and Asian democracies should retain the highest possible degree of unity, purpose and action. The West should not press for measures that would be either unsupported or actively opposed by important non-Communist states in Asia and which without support such would be less effective in ending the Korea War than in extending it.

Such proposals should not be considered in the light of an emotional feeling towards Red China--"which we detest"--but in the "light of our obligations to stop aggression in Korea" and of whether they might precipitate war on the Chinese mainland.

"It is tempting to hit an aggressor in new places and with new weapons, but it is wise to remember that he may hit us back and with new weapons."

Mr. Pearson also said:

1. Canada hopes the U.S. will act "soon" to implement "rational trading policies."

2. Continental defence plans will have to push farther and farther North as "the speed with which an enemy could strike" increases. Common North American defence requirements are greater than ever and growing more complex every year.

3. Canada is disappointed that a U.S. agency to co-operate in the power phase of the St. Lawrence has not yet been named. Canada also hoped the whole question of U.S. collaboration in the seaway could be settled soon.

4. Communism's rejection of the latest armistice proposals for Korea show the hypocrisy of its advocacy of peace.

5. The time is not yet ripe for establishment of a full-fledged Pacific pact, and Canada has not been asked to join the U.S.-New Zealand -Australia Anzus pact.

Seaway Answers Awaited: Port Arthur, Ont., February 11 (CP) -- The Canadian Government is becoming "somewhat impatient" at United States delay on the St. Lawrence seaway, the Minister of Transport, Mr. Chevrier, said tonight.

The Minister said Canada is looking for an early reply from Washington concerning several questions involving the future of the \$750,000,000 power-navigation project. Canada is committed to building alone the \$300,000,000 navigation works.

In an address to the Chamber of Commerce of this lakehead city, Mr. Chevrier noted that the U.S. Federal Power Commission has been dealing for almost five months with an application of the New York State Power Authority to join the Ontario Government in building the hydro works.

An FPC adjournment on February 2, he said, indicates it may be some time yet before it reaches a decision.

"All I desire to tell our friends to the south," Mr. Chevrier said, "is that we are naturally becoming somewhat impatient at the delays in this matter, which to us is of vital concern.

"Will there be no end to these delays? Why should it be necessary to postpone decision for another undetermined period? Why cannot we expect an early decision on the New York State application?"

"These are questions to which Canadians would like an answer, and I believe no one can complain about our desire to have one."

Cuba To Curb Refined Sugar Shipment: Ottawa, February 11 (CP) -- The federal Government has arranged with Cuba to stop the shipment of Cuban refined sugar into Canada's sugar-beet areas, the Minister of Trade and Commerce, Mr. Howe, announced today.

Back from a Latin-American sales tour, Mr. Howe assured the House of Commons -- which had been debating the problems of the Canadian beet industry -- that no Cuban refined product would go directly into Western Ontario or the Prairie Provinces.

He made this arrangement with the Cuban trade, he said, during his 20,000-mile southern trip.

The Minister entered the debate after members from beet-growing areas in Ontario and the West had complained that the beet industry was being hit by imports of Cuban refined sugar and urged the Government to take action.

Across Canada: Mr. Abbott said in Montreal last night that Canada is much more "than a hewer of wood and a drawer of water" among the nations of the world. He attributed the \$17 billion growth in the gross national production during the last 15 years to the tremendous growth in the country's secondary industries....A record financial year--and a big budget for 1953-54--was assured for Alberta when Provincial Auditor C.K. Huckvale disclosed that revenues for the first nine months of the current fiscal year topped \$120,000,000--a shade under the figure for the entire 12 months of the previous year. Incoming oil revenues poured \$47,000,000 into the Provincial treasury from sale of leases and fees, rentals and royalties....The Copyright Appeal Board was urged yesterday to reduce fees sought for 1953 by the Composers, Authors and Publishers Association of Canada for use of music in its repertoire. Counsel for the Canadian Association of Broadcasters and for the Associated Broadcasting Company of Toronto suggested ways.



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Vol. 4, No. 31.

Friday, February 13, 1953.

Mr. Pearson On World Affairs: Ottawa, February 12 (CP) -- The Secretary of State for External Affairs, Mr. Pearson, said today he hopes Britain will move even closer to the European Defence Community and denied that Canada views European defence with "Olympian" detachment. In the House of Commons he said the Communist conspiracy is world-wide and that no action by any Western power should be taken without considering its global effects.

He welcomed the Anglo-Egyptian agreement on the Sudan as a forward step to stabilize the Middle East, an area which was a big gap in the wall of collective security.

Collective security arrangements had become interdependent. Communist policies forced that situation. No exclusively regional arrangement such as NATO would be sufficient to meet the global threat of Communism.

The strength and progress of NATO's 14-nation alliance would have to be linked closer with the move towards European unity. There had been hopes that the six-nation pooling of military strength known as the European Defence Community would be in existence by now but both France and Germany had shown hesitations and doubts.

These delays had "perhaps caused more surprise and disappointments in some quarters than they should have. There were involved losses of sovereignty which would have been unthinkable 20 years ago and which Canada even now would hesitate to give up.

But there was a need for decision soon. The situation should be examined in the perspective of whether any better alternative offers which could conceivably ensure European defence and survival.

The concept of a common army was the safest proposal yet for bringing Germany into the Western defence front. Britain had recently taken more steps to bring herself closer to EDC without formally joining it.

"We hope she will be able to take even further steps to that end" without jeopardizing her ties with the Commonwealth.

Mr. Angus MacInnis, acting CCF leader, described the new U.S. policy on Formosa today as a step towards world war and criticized the Canadian Government for not protesting it strongly.

But Mr. Solon Low, Social Credit leader, went so far in the other direction as to give support to suggestions that it should be followed up with a blockade of the Chinese coast and that the Korean war should not be limited to Korea.

Between those two opposite views, Mr. Gordon Graydon (PC-Peel) steered a quieter course during an External Affairs debate.

He said he sees "nothing alarming" in the U.S. decision to deneutralize Formosa. He suggested that "a firm policy" rather than one of "hesitation and appeasement" would more likely bring peace than war.

Mr. Howard Green (PC-Vancouver Quadra) said "it is high time the Canadian Government demanded a full voice in Pacific Affairs." The Government should move for a Pacific pact. There was "grave concern" on the Pacific Coast about the lack of such a pact. And to Canadians on the Pacific it might be a matter of "life and death."

Defence Committee: Ottawa, February 12 (CP) -- Liberal members of the House of Commons Defence Committee today defeated a new Opposition move for a wide inquiry into the Defence Department after branding it as an attempt to impose a super-civil-service and police-state type of investigation on the Department.

With the aid of the lone Social Credit member, they rejected by a vote of 13 to 7 a Progressive Conservative motion calling for an interim report to the House of Commons stating that Mr. George S. Currie fully supported his report on the Army Works Services in his testimony and that he should be named to go on with an inquiry into the set-up in all three armed forces.

In the midst of another two hours of controversy, accusations and counter-accusations, Mr. Percy Wright (CCF-Melfort) followed up his Tuesday statements about correspondence indicating extravagance and dishonesty in a secret defence contract with the statement that he is turning this matter over to the police. He said the Defence Production Department will hear "very soon" about it.

He declined later to elaborate.

Would Invite Princess Margaret To Open 1954 Parliament: Ottawa, February 12 (CP)

Mr. Gordon Graydon, External Affairs spokesman for the Progressive Conservative Party, said today Princess Margaret should be invited to Canada to open the 22nd Parliament in 1954.

He said in the House of Commons that "officialdom" probably would look askance at his suggestion and that it would require a lot of undercutting of red tape brambles and underbrush, but "where there's a will there's a way."

Great Lakes Fisheries: (Press Release No. 5, February 13.) -- Representatives

of the Canadian and United States Governments met in Ottawa on February 10-12 to discuss proposals for a fisheries convention dealing with conservation and research problems of the Great Lakes. Earlier discussions were held in Washington in December.

After careful consideration, it was decided that the best mode of co-operation under the present circumstances would be for Canadian and United States authorities to study the problems further and to work together to improve the yield in the Great Lakes fishery.

Across Canada: A new \$300 million issue of short-term bonds was announced by Mr. Abbott. The proceeds will be used for the redemption on March 2 of \$325 million of maturing bonds issued in 1950....Mr. Claxton yesterday accepted the first Canadian-built T-33 (Silver Star) jet trainer, the first of 500 such planes to be built by Canadair for the RCAF. For the first time in flying history, either in peace or war, a complete group of fighters, trainers and engines now are made in Canada, Mr. Claxton said....A Quebec Government bill amending the Quebec Election Act became law yesterday as Lieutenant-Governor Gaspard Fauteux gave it Royal Assent. The bill, adopted by a vote of 8 to 7 in the Upper House was the subject of a week-long debate in the Legislative Assembly two weeks ago.



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Vol. 4, No. 32.

Monday, February 16, 1953.

Foreign Affairs Debate: Ottawa, February 13 (CP) -- Mr. John Diefenbaker (PC-Lake Centre) called on the Government today for a sharper definition of its views on President Eisenhower's action in ending the "neutralization" of the Chinese Nationalist forces on Formosa.

In a foreign affairs debate in the House of Commons, Mr. Diefenbaker accused the Government of lack of clarity in a statement earlier this week that dealt with the withdrawal of the protecting U.S. 7th Fleet from Formosan waters.

He said a speech by Mr. Pearson Wednesday, which launched the continuing debate, had been a "masterpiece of circumlocution".

Mr. Pearson said then that the Western powers should not yield to temptation to hit aggressors in new places and with new weapons because they might get hit back in other new places. The Western powers should not press for military and economic measures that might be opposed by important non-Communist countries in Asia.

Mr. Diefenbaker said Canada cannot adopt a "middle course." Uncertainty on a stand about Formosa was "not in keeping with Canada's responsibilities."

Britain had taken a stand, Mr. Diefenbaker said, and the Canadian people should be told what stand their Government proposes to follow.

The Lake Centre member, said he would not advocate the use of "provocative measures" but added that "in strength and in unity lies the only hope for mankind."

He realized, he said, that there is a need to tread carefully and to be careful about criticism of the United States, which had borne much. But Canadians were entitled to more than the qualified statement on Formosa given by the External Affairs Minister.

Mr. Diefenbaker criticized the CCF party for its attitude on Formosa. He said its spokesmen criticized the original U.S. action in neutralizing the Nationalists on the island with the Seventh Fleet and now were criticizing the fact the fleet was withdrawn.

Mr. Stanley Knowles (CCF-Winnipeg North Centre) said Canada's fundamental aim in Korea should be to "end, not to extend, that war."

"Let's not go along with the kind of mistakes that could lead to the third world war."

Mr. Knowles said Canada should be "deeply concerned" that the new U.S. policy on Formosa might be the first step towards that war.

Mr. St. Laurent On Unity: Ottawa, February 15 (CP) -- Prime Minister St. Laurent said today that Canadians must be ever vigilant against "bigots or false prophets" if they are to preserve the bond of unity that holds them together.

Particularly, in this supersonic age, he said in a coast-to-coast radio address, Canadians need "the friendship of those millions of people who live in South and Southeast Asia and who in this divided world are not sure which way to turn."

"We are trying to gain their friendship and respect not only because we of the Western world need all the friends we can get but also because we have a sense of brotherhood toward our fellow man."

The Prime Minister's speech opened Brotherhood Week, a period devoted to the Canadian spirit of brotherhood, despite differences in religious beliefs, racial origins and cultures.

"That spirit did not come as a matter of course like the changing of seasons," said Mr. St. Laurent. "Indeed, a little more than a century ago a visitor to our land found us 'two nations warring in the bosom of a single state.'"

The secret of the unity which binds today's Canadians is rooted in the respect each shows to the other's faith, customs and traditions — "even one another's peculiarities."

"Without trampling on the cherished rights of other Canadians, we have slowly and surely developed a common love of a common homeland and a common attachment to political institutions and a system of Government which we believe are without rival anywhere in the world."

But the common citizenship in Canada which unites Canadians will not perpetuate itself, the Prime Minister warned.

"Each of us must guard and cherish it with zealous vigilance. We must look out for bigots or false prophets who would destroy it by fostering hatred of class for class, creed for creed or race for race.

Pulp And Paper Industry Arbitration Report: Montreal, February 16 (Gazette) -- Wage increases granted by pulp and paper companies "without regard for the public interest" have been mainly responsible for rising newsprint prices, Judge George H. Heon said in written notes accompanying the majority report of an arbitration board which he headed.

Judge Heon said the Companies took advantage of an "abundant and exclusive market to pass on wages increases to consumers by hoisting prices. He said no concern was shown over the precedent and the "serious difficulties" being created for labour-management relations in other less-fortunate manufacturing industries.

The Board refused requests for wage increases of up to 20 per cent for 12,000 pulp and paper workers, employees of Price Brothers and Company at its Jonquiere, River-bend and Kenogami plants. The workers are members of the National Syndicate of Pulp and Paper Workers. Judge Heon said previous wage increases were made without any opposition.

"With the exception of asbestos, nickel and aluminum organizations, salaries paid by this type of industry are the highest among Canadian manufacturing industries," he said.

The majority report recommended a 44-hour week, with eventual reductions to a 42 and 40-hour week. The union had asked for a straight 40-hour week. The Board also recommended time and one-half for over time work and a six-per-cent hourly wage increase retroactive to May 1, 1952, until a new collective agreement is signed.

Appeal For Flood Victims: Ottawa, February 15 (CP) -- Governor-General Massey tonight said there can be no doubt that Canadians will rise to the challenge to help the people of flood-devastated Britain, Holland and Belgium.

The Governor-General, Chairman of the Canadian National European Flood Relief Committee, launched an appeal for aid in a speech over a CBC national network.

Donations will be received through branches of the Canadian chartered banks which will issue receipts.

Across Canada: Supplies of wheat among the four top exporters — including Canada — jumped sharply on January 1, the Bureau of Statistics reported. Supplies available for export and carryover increased 48 per cent to 1,522,400,000 bushels from 1,027,900,000 on January 1, 1952....Extension of the North Atlantic Treaty's life to 50 years from 20 was advocated in the House of Commons by Mr. John Diefenbaker (PC-Lake Centre)....Canada's huge meteoric crater at the northern tip of Quebec Province has been officially called "Cratere du Nouveau-Quebec," the Quebec Lands Department announced on February 13....Canada is sending everything from rubber boots to diapers and thermos bottles to army mattresses to the flood-harrassed peoples of Britain, Belgium and Holland, the Canadian Press reports.



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OTTAWA - CANADA

Miss A. H. ...

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Vol. 4, No. 33.

Tuesday, February 17, 1953.

Mr. Pearson On Formosa: Ottawa, February 16 (CP) -- The Canadian Government "regrets" that the United States has found it necessary to deneutralize Formosa, but does not "condemn" it for that, Mr. Pearson said tonight in the House of Commons.

In a foreign policy speech replying to demands for clarification of the Canadian attitude on the U.S. Formosa move, Mr. Pearson said the Government has expressed "concern" to the U.S. authorities.

He defined "concern" as a diplomatic word not meaning "vigorous protest." But he said that, in a weekend visit with State Secretary Dulles of the U.S., he had expressed "anxiety" lest anything be done that would extend the war in the Far East.

He said Canada had made it known that there should be a distinction drawn between action taken by the United Nations and action taken by the U.S.

However, he said, he had received "reasonable assurance" in Washington that the U.S. has no desire to do anything that would be rash or provocative and would not do anything calculated to bring on involvement in a wider Far East war.

Mr. Dulles, he said, had made it clear yesterday that some of the fears that have been read into the U.S.'s Formosan action are not justified. The aim of the U.S. was to do what could be done to keep the enemy off balance.

Reviewing the world outlook as the final speaker in a debate that began last Wednesday, Mr. Pearson said that "there is no cause for either optimism or despair at present."

"I would suggest avoiding an excess of optimism or an excess of pessimism," he said. "We should not get too optimistic when things seem to get good or too panicky when they do not seem to go well."

Mr. Pearson will conclude the lengthy foreign affairs debate tomorrow.

Mr. E.D. Fulton (PC-Kamloops), one of his party's chief military critics, accused Mr. Pearson of a "casual and mincing" attitude in his earlier statement on Far East policy.

Mr. Howe On CF-100 Jet Fighter Development: Ottawa, February 16 (CP) -- Mr. Howe reported today that the controversial CF-100 jet fighter-Orenda engine programme "now is in good shape" and has done about as well as could be expected of such a pioneering venture.

He indicated that roughly \$100,000,000 has been spent so far on development and production of this team of plane and engine which represents Canada's first plunge into the field of designing, developing and producing its own fighter. To the end of 1952, this had produced 16 planes and 96 engines.

He conceded that development costs have been "heavy," that only 16 of the planes had been delivered more than two years after the first production order, that there had been delays and, for a time overstaffing at the A.V. Roe plant which makes them at Malton, Ont.

He told the House of Commons volume production of a rocket-firing radar-run version of the CF-100 — the fourth type to be developed — will start late this summer and that it "appears" it will be better than anything in its class of long-range, all-weather fighters. Production of the third type now was in process but would stop at 70 planes.

He said five different versions of the Orenda jet engine have been developed and that two more are in the works and will be able to hold their own in the international field.

His statement was in reply to a long series of questions by Mr. E.D. Fulton (PC-Kamloops) which reflected a new Opposition effort to get facts about the programme's delays and frustrations.

Mr. How said:

Canada is constantly studying new concepts and designs for more modern fighters but military security forbids him going further.

Water Power Surveys In Yukon: Ottawa, February 16 (CP) -- A Canadian company has been given federal permission to make water power surveys in the Yukon with a view to establishing a huge hydro-electric development on the Yukon-British Columbia border that could become one of the world's largest. Resources Minister, Mr. Winters, said today in an interview that Frobisher Ltd., big Canadian exploration and development company, has been given the go-head to survey the power possibilities in certain lake and river basins in the Yukon believed to hold a potential of 5,000,000 horse-power.

At the same time the Minister confirmed that the federal Government has rejected a bid by an American firm to use Canadian waters to power a huge aluminum project in Alaska.

Refuse Federal Aid For Quebec Universities: Quebec, February 16 (CP) -- Premier Duplessis announced today Quebec institutions of higher learning will not accept federal aid this year because education is of provincial jurisdiction exclusively. Mr. Duplessis, speaking in the Legislative Assembly during discussion of estimates totalling \$31,601,900 for education, said the Quebec Government will continue to aid universities from its own revenues.

But, he said, when revenues are examined with regard to over-all needs of the Province, it becomes clear the Government can do no more than it is doing at present to subsidize universities.

Federal aid was "tolerated" last year, he said, because of special circumstances and at the request of Quebec's universities. However, the federal grants are being refused this year.

Across Canada: The Currie investigation into irregularities in the Army Works Services cost \$54,567, approximately \$5,000 more than the Government estimated was lost as a result of thefts from the army camp at Petawawa. The cost was contained in a reply tabled in the Commons for Percy Wright (CCF-Melfort)...Mr. Hazen Argue (CCF-Assiniboia) suggested Monday in the Commons that the new United States Asian policy is so serious that Mr. St. Laurent should go to Washington to confer with President Eisenhower... Mr. M.J. Coldwell, CCF leader, recovering from an operation, returned to the Commons yesterday for the first time since the adjournment December 17 for the Christmas recess. Members of all parties applauded when Prime Minister St. Laurent welcomed his return.



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Vol. 4, No. 34.

Wednesday, February 18, 1953.

Mr. Pearson On Korea: Ottawa, February 17 (CP) -- The Canadian Government favours a firm but cautious policy against the Red enemy in the Far East. Mr. Pearson, in a general review touching on possible moves directly or indirectly involving Korea, said in the House of Commons that firmness should not be confused with "rashness" and should not "go beyond our strength."

He said the Government — under present circumstances — is against the bombing of the Communist China coast. It would have to consider the consequences of a stepped-up military offensive in Korea within the present strategy.

In response to some Progressive Conservative requests for Canadian participation in a Pacific Pact, Mr. Pearson reiterated that Canada has made no such arrangement, but he said military talks are going on concerning "an exchange of intelligence and co-operation on military matters" in Southeast Asia.

The Minister concluded the External Affairs debate after telling the House last night that Canada "regrets" the fact the U.S. recently found it necessary to denude the Nationalist Chinese forces on Formosa, previously bottled up by its 7th Fleet. However, he said, the Canadian Government does not "condemn" the U.S. for that.

Today, he put forward these further points on Canadian policy in the Far East:

1. Korea is a matter for the United Nations and any action touching on Canadian participation in that conflict, or in matters arising out of it, would have to result from U.N. decisions. Canada would oppose any move that would extend the Korean war unless there was "pretty convincing evidence" that it would also end the war.

2. The Government's attitude towards a stronger military offensive within the present strategy in Korea is that it must be looked at in the light of the political and military results that would follow.

3. The only excuse for a naval blockade of China would be that it would be effective in ending the war. The Canadian view is that the "dangers and difficulties" of a blockade would neutralize any benefits.

4. The bombing of Chinese Communist territory incidental to the Korean operation would be "unwise" unless forced on the U.N. by all-out war from China itself.

5. Canadian policy is to be "very careful" before doing anything to help Chiang Kai-shek's Formosa-based forces get a foothold on the China mainland. It would probably "not be very wise," from the point of view of defeating aggression in Korea, if the U.N. cause was to be tied in with the restoration of the Nationalist Government on the mainland.

After reviewing these possibilities, Mr. Pearson said he was not suggesting there was any reason to assume the U.S. decision on Formosa "means that any of these things is likely to be put forward by the U.S. or any other Government."

"I do not think that these problems necessarily follow on the decision taken on Formosa," he said. "I am quite satisfied that is certainly not likely to be the case."

Mr. Wilgress On Freer Trade: Toronto, February 17 (CP) -- The way is being prepared for another attack on the barriers which keep countries from trading with one another, and the attack may be staged in Canada, Mr. L. Dana Wilgress, Undersecretary of State for External Affairs, said today. Addressing the Canadian Council of the International Chamber of Commerce, Mr. Wilgress said a meeting is due soon of the countries subscribing to the General Agreement on Tariffs and Trade.

Three preceding meetings have been held at Geneva in 1947, Annecy, France, in 1949 and Torquay, England, in the winter of 1950-51. Mr. Wilgress recalled that at Torquay he had expressed the thought that the initials GATT might come to represent the names of the first four meeting places: Geneva, Annecy, Torquay and Toronto, thus forecasting that Toronto might be the next meeting place. He added today:

"It is possible that in the spot where I am standing, one of the world's leading statesmen may welcome the beginning of a new era holding out the promise of peace and prosperity for the free world."

Asked later if he thought it probable that the next GATT meeting would be in Canada, Mr. Wilgress said it depended on a number of factors. However, a meeting must be held late this year, or early next, as the three-year period for the agreements reached at Torquay would then be running out.

Mr. Wilgress said that if GATT is "invigorated through leadership, there is no telling what may be the importance of the role which it will play in the realm of international co-operation."

GATT, he said, is flexible, and it is modest, but it "is showing the advantage of building up an organization slowly from small beginnings."

Previously, he said, countries have not been ready to give up "economic nationalism." Now, however:

"There are signs that nations are beginning to realize that the basic laws of economics must be allowed to operate.

"There has been a reaction against the policy of national economic planning. Countries such as Belgium, Canada and Germany have been demonstrating the beneficial results of permitting freer play to economic forces...."

Senator Asks Free Trading Among NATO: Ottawa, February 17 (CP) -- Senator Wishart Robertson, Government Leader in the Senate, today suggested formation of a free trading area among North Atlantic Treaty nations as an essential weapon in the cold war.

Senator Robertson, who has served on Canadian delegations to two United Nations' conferences, made the suggestion during debate on a proposal that a Senate committee study economic collaboration under the North Atlantic Treaty.

Senator Robertson said that without substantial improvement in multilateral trade the Western World is playing into the hands of Russia. The Russians were counting on trade conflicts to divide and weaken the North Atlantic Defence Alliance.

The example of the Schuman Plan for economic co-operation between France and Western Germany in coal and steel production was a step towards making trade policies fit into broad economic and defence policies.

Atom To Light Cities: Ottawa, February 17 (CP) -- Canada is launching investigations to harness the atom to light cities and run factories.

Mr. Howe disclosed this in the House of Commons today and said it is planned to give present-day public and private hydro power companies a major place in launching atomic power.

Across Canada: Vision of the Yukon Territory as one of the wealthiest regions of Canada was given as one of the reasons why the federal Government refused the request of a U.S. industry to divert the water of a Yukon river to generate power in Alaska, Resources Minister Winters told the Rotary Club in Montreal yesterday....Canada has found a way to reduce greatly the cost of long-range communication in the Northland, Mr. Claxton said yesterday.



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Vol. 4, No. 35.

Thursday, February 19, 1953.

Surplus \$47,816,000: Ottawa, February 18 (CP) -- Canada will end the current fiscal year with a surplus, the seventh in a row and the smallest.

Mr. Abbott, in an 86-page White Paper tabled today in the House of Commons, estimated the surplus for the year ending March 31 at \$47,816,000. The White Paper is an economic review of the year's activities and precedes Mr. Abbott's Budget Speech tomorrow night outlining taxation policies.

The surplus, subject to revision when final accounts are tabulated, compares with \$248,034,000 last year and a record of \$676,100,000 in 1948.

A surplus of \$376,600,000 in 1947 broke a string of 17 consecutive deficits during the last war and the depression of the 1930's.

The seven surpluses have been used to reduce the national debt to \$11,137,500,000 from a post-war peak of \$13,421,400,000. The surpluses, totalling approximately \$2,284,000,000, were almost equivalent to the increase in the debt during the first 3½ years of the Second World War.

Mr. Abbott said the 1952-53 figures in the White Paper are based on nine months' experience and three months estimated.

Mr. Abbott estimated revenues for the current year at an all-time high of \$4,374,628,000, an increase of \$393,719,000 over the previous peak of \$3,980,909,000 a year ago.

Expenditures were estimated at \$4,326,812,000 compared with \$3,732,875,000 last year, below the record of \$5,322,253,505 in 1944.

The estimated surplus of \$47,816,000 for this year was more than five times greater than the surplus forecast by Mr. Abbott in his budget speech last year. At that time he anticipated only \$9,000,000.

Other points in the White Paper:

1. Defence expenditures, representing almost 45 per cent of Government outlays, estimated at \$1,939,137,000 compared with \$1,446,453,000, an increase of \$492,684,000.
2. A gross national production of \$22,984,000 indicated for 1952 compared with \$21,448,000,000 in 1951, an increase of \$1,536,000,000.
3. Earnings of Canadians in 1952 estimated at \$17,146,000,000 compared with \$15,852,000,000 in 1951, an increase of \$1,294,000,000.
4. Personal savings estimated at \$1,538,000,000 compared with \$1,591,000,000, a drop of \$53,000,000.
5. Investment in plant, equipment and housing estimated at \$4,138,000,000, an increase of \$328,000,000.
6. Favourable balance on international payments estimated at \$150,000,000 compared with a deficit of \$524,000,000 in 1951.
7. Net farm income showed a decline of 14 per cent largely as a result of lower prices for livestock.

Next to defence, public debt charges represented the largest Government expense. The charges for 1952-53 were estimated at \$460,900,000 compared with \$531,000,000.

On the revenue side, the yield from personal income tax, including a two-per-cent levy for old age pensions was estimated at \$1,233,000,000 compared with \$975,776,000 a year ago, an increase of \$257,224,000.

The increase was attributed to a "substantial increase in personal incomes during the year."

Corporation income tax, also including a two-per-cent pension levy, was estimated at \$1,268,000,000 compared with \$1,132,680,000, an increase of \$135,320,000.

Yield from indirect taxes, including customs and excise duties, excise and sales taxes was listed at \$1,489,400,000, an increase of \$43,600,000.

Extension Of Emergency Powers Act: Ottawa, February 18 (CP) -- Mr. Garson said today the Government is asking extension of the Emergency Powers Act because "an emergency of apprehended war" threatens Canada and the world.

How long the emergency will exist no one knows, the Minister said in the House of Commons. Therefore the Government, rather than invoke the much wider and arbitrary powers of the War Measures Act, was asking a renewal of the more limited Emergency Powers Act which sets out what powers may be used in the present situation.

The Minister spoke in sponsoring a resolution preceding a bill which will extend the life of the Emergency Powers Act from next May 31 to May 31, 1954. Under the Act the Government has broad powers over transportation, communications, shipping and production and can act without reference to Parliament.

Mr. W.J. Browne (PC-Saint John's West), speaking prior to the Minister, said there is no need for the Emergency Powers Act. The Government could bring the War Measures Act into operation with the stroke of a pen.

Other Opposition speakers, including Mr. George Drew, had argued against further extension of the Act, first passed in 1951 and extended last year.

Mr. Garson said Prime Minister St. Laurent had made clear that invoking the War Measures Act would create an impression that war was inevitable. It was an act designed for use in a war emergency, not in the present emergency of apprehended war.

British Columbia Budget: Victoria, February 18 (CP) -- British Columbia's new Social Credit Government today put this Province officially on a pay-as-you-go plan as Finance Minister Einar Gunderson presented a revolutionary "no borrowing" budget totalling \$175,000,000 for 1953.

Mining men expressed indignation as he coincidentally imposed a new 10 per cent resources tax on all mining companies earning more than \$25,000 yearly. The B.C. Mining Association called it "punitive tax legislation."

The mining tax replaces the present four per cent tax with a \$5,000 exemption on gross income. A similar 10 per cent resources tax imposed on logging is expected to bring in \$2,000,000 additional revenue.

Mr. Gunderson said the new mining and logging resources tax would be allowed as an expense in calculating federal income tax. Taxation officials later said the principal loser in revenue will be the federal Government and that the cost to operators would be about three per cent more than the corporation income tax they now pay to Ottawa.

International Exchange Of Air Cadets: Seigniory Club, Que., February 18 (CP) -- Six countries will participate with Canada in an international exchange of air cadets next summer, it was announced here today by Mr. C. Douglas Taylor, Honorary President of the Air Cadet League.

Mr. Taylor represented the League at a planning conference attended by representatives of the Air Training Corps of Great Britain, United States Civil Air Patrol and cadet organizations in Norway, Sweden, Holland and Denmark. It was decided that 25 Canadian air cadets will tour the United States this summer, a similar number will visit Britain and two cadets will visit each of the four European countries.

Across Canada: With grain sales pointing to a new high, the Government yesterday decided to boost payments to Western wheat and barley growers, releasing \$80,000,000 from the Canadian Wheat Board treasury....Saskatchewan, Alberta and British Columbia have indicated support of a proposed defence highway through Yellowhead Pass, in the Rocky Mountains, Edmonton Mayor William Hawrelak said yesterday, according to the Canadian Press.



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Vol. 4, No. 36.

Friday, February 20, 1953.

The Budget: Ottawa, February 20 (CP) -- The following are the tax changes announced last night by Mr. Abbott in his Budget speech:

Personal income tax cut by 11 per cent starting July 1, reduction averaging $5\frac{1}{2}$ per cent for all 1953.

Cigaret tax reduced by four cents per pack of 20, effective immediately.

Corporation taxes reduced by estimated \$120,000,000 a year effective on 1953 earnings.

Annual \$2.50 license fee on radio sets repealed March 31; no license fee planned for television sets.

Publicly-owned CBC to be given in place of license fees, revenue collected from existing 15 per cent tax on radios, television sets, and tubes.

Duty-free entry to Canada of TV sets bought by visitors to the United States to be stopped immediately.

Stamp tax on cheques and similar documents repealed immediately.

Sales tax of 10 per cent repealed on books and materials going into books effective immediately.

Sales tax repealed on all materials—including newsprint—used exclusively in newspaper and magazine production, effective immediately.

Four-per-cent floor on tax-deductible medical expenses lowered to three per cent, effective on 1953 tax.

Taxpayers' exemptions widened for dependents' earnings and children attending university, effective on 1953 tax.

Deduction from taxable income of 10 per cent of Canadian company dividends increased to 20 per cent, effective on 1953 tax.

Sales tax removed from materials used in producing tax-exempt food products, effective immediately.

Tax concessions extended for petroleum, natural gas and mining companies.

No change in two-per-cent Old Age Security Tax; no change in Special Luxury Tax of 15 per cent.

Tariff reductions amounting to about \$1,000,000 a year, to help miners, fishermen and soldiers with foreign service.

Surplus for 1953-54 expected to be \$11,000,000 compared with \$48,000,000 in 1952-53.

Revenues estimated at record \$4,473,000,000 compared with \$4,375,000,000 in 1952-53; expenditures, \$4,462,000,000 compared with \$4,327,000,000.

Corporations subject to seven-per-cent tax in Quebec, given deduction of this amount, up from present five, effective 1953.

Mr. Abbott said he had based the Budget on the expectation that gross national product in 1953 would be in the neighborhood of \$24,000,000,000.

"...I think that we can look forward with some confidence to a gross national product in 1953 greater than the \$23,000,000,000 achieved in 1952," he said.

"I based my last budget on an anticipated increase in physical output of four or possibly five per cent. The record grain crop pushed the actual increase up to around six per cent. This is the third successive year in which the expansion in volume of total production was of the order of six per cent.

"In the three years since the beginning of 1950, the total output of our economy has increased by nearly 20 per cent. In trying to assess the prospective increase in production in 1953 we can get some guide from the index of industrial production which for the last quarter of 1952 was from five to six per cent above the average for the year as a whole. If industrial activity continues at about this rate through 1953, total non-agricultural production would be substantially higher than in 1952. On the other hand we cannot assume

another record grain crop. If we make the usual assumption of an average crop, total agricultural production would be lower than it was in 1952.

Taking all these factors into account I am basing my budget on the expectation that gross national product in 1953 will be in the neighborhood of \$24,000,000,000, an increase of about four per cent. I expect this increase will consist very largely of an expansion in the physical output of goods and services since prices are now below the average for 1952. My estimate assumes, of course, that we will not experience extensive failures nor serious industrial work stoppages."

On world economics, he said:

"...In the economic sphere, there has been a noteworthy reduction in inflationary pressures in many parts of the world. Prices over a wide area have stopped rising and the prices of many of the raw materials, which rose so steeply after the outbreak of the war in Korea, have receded to more normal levels.

"There has been a growing recognition of the close relationship between internal financial stability and the balance of payments. The success of many countries in damping down excessive demand internally has brought about a significant improvement in the world exchange situation during the past year..

"...There must be close and continuing co-operation between the important trading nations. No lasting solution can be found, of course, without the active and adequate participation of the United States...We are prepared to play our full part in any common efforts which are designed to achieve a prosperous and expanding world trade..."

Mr. Cavell To South Asia: (Press Release No. 7, February 19.) -- The Department of External Affairs announced on February 19 that Mr. Nik Cavell was leaving on that day for South Asia in connection with Canada's activities under the Colombo Plan. Mr. Cavell, Administrator of the Colombo Plan in Canada, will visit Ceylon, India and Pakistan. He will be accompanied by Mr. Hume Wright of the Department of Finance. They will spend about two weeks in Ceylon, five in India and four in Pakistan.

Gross National Production \$22,984,000,000: Point No. 2 in yesterday's summarization of Mr. Abbott's White Paper should read, "A gross national production of \$22,984,000,000 indicated for 1952 compared with \$21,448,000,000 in 1951, an increase of \$1,536,000,000."

Across Canada: Senator Arthur Roebuck yesterday said in the Senate that after 1959 anyone applying for Canadian citizenship may be required to have an "adequate" knowledge of either English or French, according to the Canadian Press...Immigration to Canada fell off by 15 per cent during 1952, despite substantial increases in the flow from the U.K. and the U.S., the Immigration Department announced yesterday. Total immigration from all countries was 164,498, compared with 194,391 during 1951. There was a 13 per cent decrease in the number of potential new citizens from North European countries and a 40 per cent drop from other lands. English, Irish, Scottish and Welsh immigrants, however, totalled 42,675 compared with 31,370 in 1951 -- a 36 per cent increase. Influx from the United States increased 20 per cent to 9,306 from 7,732.



Miss Hamilton

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Vol. 4, No. 37.

Monday, February 23, 1953.

Emergency Powers Extension: Ottawa, February 20 (CP) -- Mr. Drew said tonight that Parliament is the "supreme authority" representing the people and that authority should not be delegated to a handful of cabinet ministers.

He spoke near the close of a day-long debate in which spokesmen for his party launched renewed criticism against extension of the Government's emergency powers legislation for another year.

Mr. Drew said there is "no effective limitation" in the Act which will expire May 31 unless renewed. Originally enacted in 1951 and renewed in 1952 it gives the Government wide power of emergency action over almost all phases of Canada's economic life.

Mr. Drew said Parliament should not be "in ignorance of a single act of the Government." Yet under the Act secret orders need never be published and the Government could extend this exemption to any number of orders-in-council approved by the Cabinet behind closed doors.

Earlier Mr. Diefenbaker said the emergency powers could lead to a "garrison state" in Canada.

Mr. Garson said Canada now faces a "very serious emergency of apprehended war." The Government was asking extension on that basis. The emergency was so serious the Government could invoke the even more sweeping War Measures Act which invades the field of personal as well as civil rights, but it did not want to do this....

Capital Punishment Debated: Ottawa, February 20 (CP) -- Abolition of the death penalty for murder was debated today in the House of Commons.

A bill introduced by Mr. Ross Thatcher (CCF-Moose Jaw) to substitute life imprisonment for hanging was discussed for an hour and then dropped to the bottom of the private members' list of legislation. No Cabinet member spoke.

Mr. Thatcher said capital punishment violates the Christian principle of the sanctity of human life. Also, he said, it has not proven a deterrent to murder since killings are on the increase. There also was the possibility of executing the wrong man for a crime.

Mr. T.H. Good (L-Burnaby-Richmond) did not agree that capital punishment for murder should be eliminated, but he said there should be varying degrees of murder in Canadian law.

Mr. Earl Catherwood (PC-Haldimand) said he feels the time will come when capital punishment will be abolished. For the time being, it should be maintained, but a less "inhuman" method than hanging should be used.

Mr. Pearson On U.N. Broadcast: United Nations, N.Y., February 21 (CP) -- Assembly President L.B. Pearson said tonight the Indian truce resolution rejected by the Communists in December is still the starting point for any further Korean move that might come before the United Nations session reopening Tuesday.

Mr. Pearson referred in a recorded U.N. programme broadcast by CBS to the Korean resolution adopted overwhelmingly by the U.N. Assembly over Russian objections.

"It might well be that the Assembly will decide that they have taken a very important step last autumn in the Indian resolution and that, insofar as Korea is concerned, no further step at this time is required," Mr. Pearson said.

"But I don't know about that because I don't know what the views of the various delegations are. I know they will all be anxious in some way to bring the fighting to an end."

Two New High Commissioners: (Press Release No. 9, February 23.) -- The Department of External Affairs announced on February 23 the appointment of new High Commissioners for Canada to Australia and New Zealand. Mr. W.A. Irwin has been named High Commissioner to Australia and will take up his post in May, replacing Mr. C.F. Elliott who will be retiring from Government service during the summer. Mr. E.H. Norman has been appointed High Commissioner to New Zealand and will take up his post in July succeeding Mr. A. Rive. Mr. Rive will become Civilian Member of the Directing Staff of the National Defence College in Kingston, Ont.

Embassy In Madrid: (Press Release No. 8, February 21.) -- In recognition of the desirability of establishing direct diplomatic relations between them, the Governments of Canada and Spain have agreed to exchange Missions of Embassy rank. The establishment of a Canadian diplomatic Mission in Madrid marks an important step in the completion of Canadian diplomatic representation among the countries of Western Europe.

It is expected that the Canadian Embassy in Madrid will be opened later in the year and a subsequent announcement will be made regarding the appointment of a Canadian Ambassador.

Across Canada: Governor-General Massey arrived in Fort Smith, N.W.T., Sunday for a two-day visit on his tour of the far north.... A cease-fire ordered by Maj.-Gen. Chris Vokes brought to a close Saturday Canada's largest airborne training maneuver in the Far North, Exercise "Bull Dog".... Mr. Iredell Killaly Johnston, 64, President of the Imperial Bank of Canada, died Saturday in Phoenix, Ariz., where he had gone for a holiday. Death followed an attack of pneumonia, the Canadian Press reported from Toronto.



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Vol. 4, No. 38.

Tuesday, February 24, 1953.

Extension Of Emergency Powers: Ottawa, February 23 (CP) -- Mr. Drew said today in the House of Commons that emergency powers the Government seeks to prolong can make possible "an effective dictatorship here in Canada."

Extension of the Emergency Powers Act, which expires May 31 unless renewed, gives the Government almost unlimited powers, Mr. Drew said. It conveyed the power to tap wires and to open letters. It conveyed the power even for "secret arrest under secret order." The Liberal Government, Mr. Drew said, has "forgotten" the Magna Carta.

Mr. Drew spoke after Mr. Garson again defended the Government's request for extension of the Emergency Powers Act for another year, to May 31, 1954. Originally passed in 1951, it was renewed in 1952.

Mr. Garson said under present conditions of world tension the Act is necessary to give the Government "standby powers" to act on a moment's notice. The measure gives wide powers of arbitrary action over almost all phases of Canada's economic life.

Two formal divisions were precipitated at the start of the House sitting, both on efforts of Opposition groups to obtain information the Government considers is private.

External Affairs Committee: Ottawa, February 23 (CP) -- Canada's diplomatic corps is endangered by an over abundance of academic brains and a shortage of practical men with plain common-sense, Mr. Gordon Graydon (PC-Peel) said today.

The foreign affairs specialist of the official Opposition who has served with Canadian diplomatic teams at U.N. meetings, said the staff of the External Affairs Department should bear a closer relationship to the "fabric of Canadian life."

Specifically he suggested to the House of Commons External Affairs Committee that there should be more farmers representing Canada abroad and that men who may not have college degrees, but are long on common-sense and practical shrewdness should have their chance, too.

Mr. Dana Wilgress, Departmental Undersecretary, replied that Canada's Minister to Norway, John Watkins, is a farmer by background, that there are a few graduates of agricultural colleges on the staff and nothing to stop others making the grade if they can pass the entry tests.

He said the Department recruits the cream of Canadian college graduates and gives special marks to those who have practical experience. It was true, however, that the majority did not have practical experience outside the Department.

The Committee got into this discussion after rejecting a bid by the red-tinged Canadian Peace Congress to have representatives heard on the need for an early ceasefire in Korea and for prevention of the spread of the war. The large majority of members were against giving communist sympathizers a chance to use the Committee as a "dupe for their propaganda."

There was broad support for Mr. Graydon's suggestion that they should be told to present their views to the one place that could do something about ending Korea's war—to Moscow.

Mr. Graydon said there "is a very definite possibility" that the Department is getting overloaded with too many men who have splendid academic qualifications for diplomacy but no other training outside the Department. These men certainly had their place but there should be an infusion of practical men to balance them.

He also felt that some of Canada's Embassies abroad are entirely manned by men whose qualifications consist only of college training.

Mr. Wilgress said the Department is aware of "this danger" and tried to guide examination questions to get men with general all-around abilities.

Wheat For Pakistan: (Press Release No. 10, February 24.) -- The Acting Secretary of State for External Affairs announced on February 24 that the Pakistan Government had recently inquired whether, in the light of the serious food shortage in that country, Canadian Colombo Plan aid intended for Pakistan in 1952-53 could be provided in the form of wheat. The Canadian Government has now agreed to allocate \$5 million of Colombo Plan funds for this purpose. The Canadian authorities hope that the balance of funds likely to be available to Pakistan can be devoted to the provision of capital equipment directly related to the Pakistan economic development programme.

The Pakistan Government has been asked to set up a special fund to be derived from the sale of the Canadian wheat equivalent in rupees to the \$5 million Canadian grant. This counterpart fund will be used to meet the local costs of economic development projects in Pakistan to be mutually agreed upon by the two Governments.

Israeli Minister Of State Here: Montreal, February 24 (Gazette) -- Dr. Dov (Bernard) Joseph, Minister of State in Israel, said yesterday there is a great possibility of developing trade between his country and Canada.

"However at present the balance of trade is favourable to Canada which sells to Israel approximately 12 million dollars worth of goods, while it buys less than one million dollars worth in return," he said.

Dr. Joseph, a former Montrealer, is on a good will mission to the Government of Canada and the Jewish community to inaugurate the Canadian sale of Israeli Government bonds.

Lift Ban On Imports Of New Trawlers: Ottawa, February 23 (CP) -- The Government today lifted a four-year ban on imports of new trawlers from outside the United Kingdom. Previously only imports from Britain were allowed.

The Minister of Fisheries, Mr. Sinclair, also announced that Canada's used trawler policy is being revised to allow all members of the General Agreement on Tariffs and Trade to participate in concessions previously granted to the U.K. and the United States.

Most important aspect of this shift, officials said, affects purchases of new trawlers. Previously the Fisheries Department would grant fishing licenses only on new trawlers built in Canada or in Britain.

Across Canada: The Exchequer Court yesterday upheld a 1952 decision of the Copyright Appeal Board doubling the copyright fees charged privately-owned radio stations in Canada....Major tobacco companies announced a two-cent cut in the price of cigarettes, on top of the four-cent cut in excise duties announced last week by Finance Minister Abbott....Premier Duplessis confirmed reports that Quebec newsprint manufacturers plan to increase by \$10 a ton the price of their newsprint to Canadian consumers. He said, however, that the increase probably will not take effect until April 1, instead of March 1 as had originally been reported.



Miss Hamilton

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Vol. 4, No. 39.

Wednesday, February 25, 1953.

The Budget Debate: Ottawa, February 24 (CP) -- Spokesmen for the Progressive Conservative and CCF parties today described the Government's 1953-54 Budget as one that will give greater tax relief to the rich than to low-income earners.

Mr. J.M. Macdonnell, chief financial critic for the Progressive Conservative Opposition, said a \$100,000,000 reduction in personal income tax will mean more to people with large incomes than to those at the lower end of the income bracket.

Mr. M.J. Coldwell, CCF leader, said the wealthy will receive at least 70 per cent of the \$243,000,000 tax reductions announced in the Budget.

At the night sitting, Mr. Solon Low, Social Credit leader, described the income tax reductions as "meagre" and said the bulk of the benefit went to corporations. Healthy corporations were needed, but the accumulations of Canadian corporations since 1949 would probably top \$6,000,000,000. He asked if Mr. Abbott did not think these adequate.

Mr. Macdonnell and Mr. Coldwell concluded their speeches by moving traditional motions of non-confidence in the Government.

Mr. Macdonnell said in his motion that the House of Commons regretted that the Government proposed to take more money from the taxpayer in 1953-54 than ever before.

The Government, he said, has not taken "effective steps" to deal with "waste, extravagance and administrative inefficiency"; to give tax relief "to those who need it most"; to offer encouragement to Canadian farmers; or to permit an independent inquiry into administration of the Defence Department.

Mr. Coldwell's motion described Mr. Abbott's proposals as a "rich man's budget." It noted that tax reductions were made retroactive to January 1 for corporations but not for individuals; exemptions for corporations were doubled while those of individuals were left unchanged; credits allowed to shareholders for dividends were doubled, but no comparable credits were given to those who worked to produce the dividends.

In a 7,500-word speech, Mr. Macdonnell said:

1. The Government timed tax reductions for an election, expected later this year.
2. Approximately 75 per cent of wage earners would get no benefit from the personal income tax reductions.
3. Far greater tax cuts could have been given if the Government made an "urgent" attack on waste and extravagance.
4. A \$97,000,000 reduction in corporation taxes was long overdue.
5. Abolition of the \$2.50 annual licence fee on radio sets would be welcomed, but he disagreed with a proposal to turn over to the CBC the revenue from the existing 15 per cent tax on radio and television sets.
6. Some were maliciously depicting the Progressive Conservative party as a high tariff party when actually its policy was similar to that of the Liberals.
7. Something should be done immediately to ease the financial burdens of municipalities.

Mr. Abbott's Broadcast On Budget: Ottawa, February 24 (CP) -- Mr. Abbott tonight suggested his Budget opens the way for further tax cuts.

In an address over the CBC, he said the Budget was aimed at giving relief in directions that would "contribute to a further expansion of output and in this way lay a sound basis for more tax reductions in the future."

Trade With Israel: Ottawa, February 24 (CP) -- Dr. Bernard Joseph, Montreal-born member of Israel's Cabinet today met Mr. Howe to discuss improving trade relations between the two countries. Dr. Joseph is in Canada to launch a \$7,000,000 bond issue for the Israeli Government. The loan, 3½ per cent, 13-year bonds, will be floated tomorrow night in Montreal.

Rev. Hewlett Johnson's Visit: Toronto, February 25 (CP) -- Crowds packed Massey Hall last night to hear Rev. Hewlett Johnson, "Red" Dean of Canterbury, praise the Soviet Union while outside police forced university students and other hecklers from the scene.

These tactics kept students and many others from attending the huge rally in the big downtown auditorium.

(Very Rev. Hewlett Johnston was shouted off stage by university students in London, Ont., Monday at a Soviet Friendship League-sponsored public meeting.)

Across Canada: Chris Kelly of Toronto, representing the National Council of Chinese community centres, urged in a Senate Committee that Chinese seeking entry to Canada be treated in the same way as other immigrants....Dr. Theodore Goodridge Roberts, noted Canadian author, died at his home in Digby, N.S., yesterday following a brief illness. He was 75. A brother of the late Sir Charles G.D. Roberts and a cousin of Bliss Carmen, Mr. Roberts was the author of numerous poems, short stories and novels.... General Manager Duncan of the Toronto Transportation Commission told a group of newsmen the subway should be in operation by this time next year. Construction will be finished by the end of this year, but it will require a few weeks to train crews, make actual running tests and iron out any last-minute kinks, he added. The cost was originally estimated at \$29,000,000. Mr. Duncan believed, however, it would finally total at least \$40,000,000 because price of materials has risen some 80 per cent.



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Vol. 4, No. 40.

Thursday, February 26, 1953.

The Budget Debate: Ottawa, February 25 (CP) -- Mr. Jean Lesage, Parliamentary Assistant to Mr. Abbott, said today Canadian income tax rates are the lowest in the world.

He was replying in the House of Commons to charges of Opposition groups that Mr. Abbott had presented Canadians with a "rich man's budget" for 1953-54.

Mr. Lesage said Canadian income tax rates are the lowest in the world and exemptions are the highest. That was true despite the fact Canada had "one of the best systems of social security in the world."

Through taxation and social security, the Government was taking money from those who had it and giving it to those in need.

With the reductions announced in the Budget February 19, Canadian taxes would return to 1949 rates for everyone except large corporations. The large corporations would continue to pay more.

"Is that a rich man's budget?" asked Mr. Lesage.

In the wide-ranging debate, members touched on a variety of topics.

Mr. J.A. Ross (PC-Souris) urged better treatment for Canadian farmers and suggested a federal-provincial-municipal conference be called to discuss financial problems.

Mr. Clarie Gillis (CCF-Cape Breton South) said the means test should be removed from blind pensions and war veterans allowances. Family allowances should be increased.

Mr. David Croll (L-Toronto Spadina) said the Government should act to make it possible for Canada to build a record 125,000 new homes this year. The down payment should be lowered and easier terms provided for home owners.

U.S. Building Two Thirds Of Radar System: Ottawa, February 25 (CP) -- The United States is building and manning two-thirds of the radar stations going up in Canada, it was disclosed today with the tabling in the House of Commons of an 18-month-old agreement providing for the construction and operation of "an extension of the continental radar system" by the two countries. The agreement is embodied in an exchange of notes dated August 1, 1951.

Although the notes refer to an extension, it was learned that they apply to the whole network going up in Canada. They set out that the U.S. will do two-thirds of the work and bear two-thirds of the cost but will use Canadian labour and equipment—including electronic gear—wherever possible.

The way is left open for Canada to take over U.S. stations in time. The notes gave no hint as to the number of stations or their location.

The network is going up in semi-northerly parts of Canada as the outer rampart of a joint air defence system which treats defence of North America as a single operation. The notes gave the first official indication of the U.S. stake in the project—known as Operation Pinetree—whose costs will run into the hundreds of millions of dollars. The network is expected to be in full stride late this year.

Mr. Claxton also tabled an exchange of notes of last November under which the U.S. is given authority to build "important" communications facilities in the area of Stephenville, Nfld., which were said to be of value to the U.S., Canada and the North Atlantic Alliance as a whole.

The notes on radar make these points:

1. The costs of construction, excepting housing, and the costs of equipment and operation will be split on a basis under which the U.S. bears two-thirds of the cost, Canada one-third. To simplify this, the U.S. and Canada will each assume "financial responsibility for construction, equipment and operation of those stations respectively allocated to each of them."
2. So far as practicable, construction of the installations will be carried out by Canadian agencies and contractors with Canadian labour and material.
3. Canada will buy and retain title to all sites.
4. The U.S. will have full rights to construct and operate stations but "there shall be prior consultation with Canadian authorities with respect to all major construction and installations."
5. The U.S. will continue to own any equipment imported or purchased in Canada "other than structures permanently affixed to the realty."

Inland Steel Takes Up Steep Rock Lease: Toronto, February 26 (Globe & Mail) -- Inland Steel Co., of Chicago, sixth largest steel company in the United States and eighth in the world, has taken up its lease on one of Steep Rock Iron Mines' several ore bodies in the Atikokan district of Northwestern Ontario.

A joint announcement of the arrangements was made yesterday by Mr. Philip D. Block, Jr., Vice-President of Inland, and M.S. Fotheringham, President of Steep Rock.

The Inland Company will spend \$50,000,000 over the next seven years, aiming at first production by 1958. Inland officials anticipate a shipping volume of 3,000,000 tons of ore annually when full production is reached.

The agreement provides for royalty payments to Steep Rock Iron Mines based on a percentage of the market value of the ore shipped by Inland. Steep Rock is entitled to an \$8,000,000 advance payment against royalties, payable on demand.

Mr. Deutsch's Appointment: Ottawa, February 25 (CP) -- The Finance Department today announced that John J. Deutsch, 41-year-old Director of the Department's international economics division, has been elevated to the rank of Assistant Deputy Minister of Finance. He fills the vacancy created by the appointment of Mr. Kenneth Taylor as Deputy Minister.

Mr. Massey's Yellowknife Speech: Yellowknife, February 25 (CP) -- Canada's northland has "infinite" economic and social possibilities, the Governor-General said tonight in this buoyant mining community in the Northwest Territories.

Rt. Hon. Vincent Massey said in a speech to the Yellowknife Board of Trade and the Canadian Institute of Mining and Metallurgy that the North "now is revealing itself as a land where it needs only energy, determination and ingenuity to build large and thriving communities."

The old bogey of distance has been licked, he said, by the airplane.

Across Canada: Abitibi Power and Paper Co., Ltd., yesterday advised its Canadian customers of an increase of \$10 a ton in the price of newsprint, effective April 1. This will put into effect an increase originally announced last November for January 2, but which, in effect, was not charged....The \$1,500,000 still held by the Winnipeg Flood Relief Committee from funds contributed for sufferers in the 1950 Manitoba floods may be used for disaster relief in other parts of Canada. Senator Thomas Crerar (L-Manitoba) said in the Senate that the money remains in the Winnipeg committee's hands after payment of about \$7,500,000 in relief to flood sufferers...A new framework for civic government of the Toronto area which Premier Frost predicted may have a population of 2,000,000 within a generation was presented to the Legislature yesterday.



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Eric Howells

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Vol. 4, No. 41.

Friday, February 27, 1953.

Sees \$5,421,000,000 Investment Programme In 1953: Ottawa, February 26 (CP) --

Canada's investment programme for 1953, aided by an anticipated increase in house building and other construction, will probably reach a record of \$5,421,000,000, Mr. Howe estimated today. This compares with \$5,122,000,000 in 1952, an increase of nearly \$300,000,000.

Mr. Howe predicted that more money will be employed for expansion in trade, finance and commercial enterprises, as well as mining and oil drilling. Housing, hospital, university, church and other institutional construction would be greater.

Investment declines were estimated for agriculture, fishing and other primary industries as well as manufacturing. However, investment by various governments would be higher.

Mr. Howe made the prediction in a 22-page booklet, tabled in the House of Commons, on the outlook of private and public investment. The forecast, if fulfilled, would raise total investment in Canada since the Second World War to \$30,000,000,000. It was based on questionnaires sent to industry asking for investment intentions during the year.

The survey showed that a peak \$3,432,000,000 is being planned for new construction, up from \$3,157,000,000 in 1952. Investment in new machinery and equipment is expected to reach \$1,989,000,000, up from \$1,965,000,000 last year.

"A capital expenditure programme of this magnitude would absorb about 23 per cent of the gross national production expected in the current year," Mr. Howe said. "This proportion, too, is a record for the post-war period."

On budget night, February 19, Mr. Abbott forecast 1953 gross national production—value of all goods and services produced—at a peak of \$24,000,000,000, up from \$23,000,000,000 last year.

The expected investment increase—\$300,000,000—is, however, far short of the \$550,000,000 increase in 1952 and the \$750,000,000 increase in 1951.

But for the first time since Korea investors will have far greater opportunity to fulfil the forecasts. Government brakes on non-essential building have been removed, and for the first time since the Second World War, said Mr. Howe, "the capital expenditure intentions will not be subject to any serious limitations from material shortages."

A breakdown of the forecast showed:

1. Investment in new house building is expected to jump to \$981,000,000 in 1953 from \$850,000,000 last year.
2. Utilities, the investment leaders, plan a \$1,143,000,000 expansion, up from \$1,097,000,000 in 1952.
3. Investment by Governments will increase to \$788,000,000 from \$778,000,000.

Howe On Trade With Latin America: Ottawa, February 26 (CP) -- Canadian business men today were urged by Mr. Howe to develop new markets in Latin America.

"The opportunities are there, and it is up to us to make sure they are grasped and developed," said Mr. Howe.

He spoke in the House of Commons during the wide-ranging budget debate and reported on his recent five-week goodwill trade tour of nine Latin American countries with a group of Canadian business men.

The mission visited Brazil, Argentina, Uruguay, Venezuela, Colombia, Dominican Republic, Haiti, Cuba and Mexico.

"Wherever we went, we found the keenest desire to increase trade with Canada, and particularly to develop direct trade with Canada, as against indirect trade through third countries," said Mr. Howe.

The mission was impressed by the fact that Canada's trade with Latin America can be greatly expanded.

"This is a job that must primarily be done by Canadian business men themselves," said Mr. Howe. "There is no substitute for personal, direct, on-the-spot contacts and relations."

"I would most strongly urge senior Canadian business men to go to the countries of Latin America and see for themselves what new fields are open to them..."

Mr. Howe said Canada's exports totalled \$4,400,000,000 in 1952, an increase of \$400,000,000 over the record of 1951. Almost all the increase was in exports to overseas countries.

"Canada's policy is to build up a sound exchange of commodities with every country in the world," he said. "In this we are succeeding to a remarkable degree."

In 1938 Canada's trade with Latin America amounted to \$33,000,000. In 1952 it totalled \$560,000,000.

"We are natural trading partners, each in need of what the other can supply," he said.

NATO Economic Collaboration: Ottawa, February 26 (CP) -- The Senate today completed a two-week trade debate by authorizing the Senate Trade Relations Committee to study ways to increase economic collaboration among North Atlantic Treaty countries.

The Committee, under the Chairmanship of Senator A.N. McLean (L-New Brunswick), will start work next month. After authorizing the investigation the Senate adjourned to March 18.

Senator McLean, closing the debate, said that making the pound sterling as acceptable as dollars in trade among free nations will be one of the major concerns of the Committee.

The Budget Debate: Ottawa, February 26 (CP) -- Canada must "repatriate" her constitution, Mr. Roch Pinard (L-Chambly-Rouville) said today in the House of Commons. Speaking in the Budget debate, he also urged a distinctive Canadian flag and a Canadian national anthem.

Mr. Pinard said a key to getting an all-Canadian constitution is the settlement of differences among the federal and provincial Governments, and he accused Quebec's Premier Duplessis of a "policy of political expediency" in this respect.

Across Canada: The first session of the Quebec Legislature—which opened in mid-November—prorogued late Thursday. Its programme of legislation of 169 Government and private bills was one of the heaviest in years. Some of the noisiest and stormiest debates since the 1948 election year occurred during the session, one Opposition member was expelled twice and another named in the course of heated arguments, the Canadian Press reported.... Clifford Maclean Sifton, 34, Editor of the Saskatoon Star-Phoenix, died in hospital in Saskatoon yesterday, after a short illness.... Annis Stukus will pilot Vancouver's return to the Western football scene. Stukus, who was in Edmonton for three years as coach of the Eskimos, is appointed manager-coach of the embryo coast entry in the Western Interprovincial Football Union.



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Vol. 4. No. 42.

Monday, March 2, 1953.

The Budget Debate: Ottawa, March 2 (CP) -- In the House of Commons Friday Mr. Earl Rowe (PC-Dufferin-Simcoe) said the Government may decide against an election this year.

Mr. John Decore (L-Vegreville) said he disagrees with claims that Mr. Abbott had brought down a rich-man's budget.

Mr. Dan Riley (L-St. John-Albert) asked the Government to help develop mineral and oil finds in New Brunswick.

Mr. H.W. Herridge (CCF-Kootenay West) said greater tax relief could have been given in the Budget.

Members rejected a CCF-sponsored bill making the Wheat Board liable for storage payments to Western farmers who store grain on farms.

Progress Of The Session: Ottawa, March 1 (CP) -- The House of Commons, already past the halfway mark of the session, has completed about a quarter of its work.

Since the session started November 20, a small number of relatively unimportant bills have been passed. There has been a lengthy debate on foreign affairs, on the Currie Report and on the Government programme as outlined in the Speech from the Throne. Members now are in the midst of a debate on the 1953-54 Budget. Indications are the debate will continue for at least another week. Still untouched are the 1953-54 estimates of expenditure.

The Emergency Powers Bill is only one of several still to be considered before the session adjourns or prorogues in late April or early May. The Government hopes to complete work in time to enable parliamentarians to travel to London for the Coronation June 2.

The pressure of work likely will shorten the customary Easter recess. Usually Parliament adjourns for at least two weeks to enable members to return to their constituencies during the Easter holidays. This year, however, it is possible the House of Commons will adjourn only from Thursday, April 2 to Monday, April 6.

Besides work in the Chamber itself, much remains to be done by committees. The Defence Committee now is investigating defence expenditures with no sign of an early end of its work.

Another committee is studying proposed revision of the Criminal Code. The External Affairs Committee is reviewing Canada's activities in the international field.

Still to be established is a committee on broadcasting. Another committee will be set up to study accounts of the publicly-owned Canadian National Railways and Trans-Canada Air Lines.

Experimental Atomic Power Within Five Years: Victoria, February 27 (CP) -- Canada's huge atomic energy development programme is for peace, Dr. C.J. Mackenzie, President of the Crown Corporation Atomic Energy of Canada Ltd., said today.

Here to address the British Columbia resources conference, the scientist who heads Canada's atomic research, explained that unlike the United States, Canada is not building up vast stores of material for atomic bombs, but "our position is more clearly what the normal world position would be if there had been no bomb."

"I think our planning is perhaps more realistic for that reason and may be the best guide for all other bombless nations," he said.

Industry and medicine may benefit tremendously from intensive atomic research now under way in Canada, Dr. Mackenzie said.

Power of the atom to influence industrial operations is growing daily. New chemical processes are being developed. Tests in joining metals together, in radiography, in strengthening industrial materials and producing new materials and in other fields are revealing many secrets of atomic power for peacetime application.

Dr. Mackenzie hesitated to predict how soon atomic power may be available for commercial use.

He ventured an estimate, however, based on present progress in atomic research in Canada that an experimental atomic power plant would be operating within five or six years.

Exports To Latin America Drop: Ottawa, February 27 (CP) -- Canada's exports to Latin America dropped by more than \$10,000,000 during January, with the biggest cuts showing in shipments to Brazil and Mexico.

In a report on exports to all countries during the month, the Bureau of Statistics today estimated shipments to Latin America slipped to \$18,225,000 from \$28,764,000 in January, 1952.

Exports to Brazil slumped to \$4,604,000 from \$12,324,000, while shipments to Mexico slipped to \$2,355,000 from \$4,520,000.

With export volume up three per cent but prices down five per cent from a year ago, value of Canada's total shipments during January eased to \$321,300,000 from \$328,500,000. The monthly report on imports likely will be published in about a week.

The slackening in prices, if it continues, will make it tough for Canada to repeat last year's record exports of \$4,400,000,000.

Shipments during January were higher to the United States and Britain, but dropped to Latin America, continental Europe and some Commonwealth countries, principally Australia.

Halibut Fishery Convention: (Press Release No. 11, March 2.) -- Representatives of the Governments of Canada and of the United States on March 2 signed in Ottawa a Convention for the Preservation of the Halibut Fishery of the Northern Pacific Ocean and Bering Sea.

Across Canada: Canada on canvas is going on an 18-month, 18,000-mile tour abroad. Familiar vistas of 22 Canadian cities, painted by the country's best-known artists, will leave Ottawa next month for Central and South America and Europe. The exhibition, collected by a Montreal distillery is the work of 20 artists commissioned for the task through the co-operation of the Royal Canadian Academy....For the second year in succession the Canadian Authors Association will hold its annual convention in university surroundings. When the country's working authors meet in Toronto June 22-25 they will live and work on the University of Toronto campus....Mr. St. Laurent said today the Government has made no decision yet about claims that all men who were prisoners of war in the Second World War should get \$1-a-day compensation for each day they were held captive....The Governor-General, Mr. Massey, has returned to Ottawa by plane after visiting Churchill, Man., Yellowknife and Fort Smith in the Northwest Territories.



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Vol. 4, No. 43.

Tuesday, March 3, 1953.

External Affairs Committee: Ottawa, March 2 (CP) -- Mr. Wilgress said today Canada's decision to elevate her representation in Spain, has nothing to do with Western defence and certainly does not imply approval of the Franco Government.

The Under-Secretary of State for External Affairs testified before the House of Commons Committee on External Affairs that the decision to send an Ambassador to Madrid was mainly based on a desire "to round out our representation in Western Europe."

He said no consideration is being given to sending an envoy to the Vatican.

Mr. Wilgress was asked by Mr. Donald Fleming (PC-Toronto Eglinton) about the agreement to exchange Ambassadors with Spain. He replied that the move should not be considered as having "undue significance."

"We have always in a sense recognized the present régime in Spain ever since the other countries recognized it."

In The House Of Commons: Ottawa, March 3 (CP) -- In the House of Commons yesterday:

Mr. Ross Thatcher (CCF-Moose Jaw) challenged the Government to call an election on the 1953-54 budget.

The Minister of Fisheries, Mr. Sinclair, described Mr. Thatcher, a hardware merchant, as a tycoon in a socialist party.

Mr. George Nowlan (PC-Annapolis-King's) said tax collectors give "the works" to farmers.

Mr. George Cruickshank (L-Fraser Valley) said no political capital can be made of appointments of mail carriers.

Today the House of Commons will resume debate on the Budget. The Senate is adjourned.

Ceylon And Indonesia: (Press Release No. 13, March 2.) -- The Canadian Government, desiring to complete its representation in Commonwealth countries and to widen the area of Canadian representation in South and South-East Asia, has appointed a High Commissioner for Canada to Ceylon and has agreed with the Government of Indonesia to the establishment of diplomatic missions of the rank of Embassy in their respective countries.

Mr. J.J. Hurley, O.B.E., E.D. has been named High Commissioner to Ceylon and will take up his post in July. Mr. G.R.C. Heasman, O.B.E., has been appointed Canadian Ambassador to Indonesia and will take up his post in June. The Government of Indonesia has appointed Dr. Ali Sastroamidjojo as Indonesian Ambassador to Canada. He will perform the functions of this office concurrently with those he is now performing as Indonesian Ambassador to the United States and will be represented in Ottawa during his absences by a resident Chargé d'Affaires, a.i.

Ambassador Of Argentina: (Press Release No. 12, March 2.) -- Dr. Lucas Mario Galigniana presented on March 2 to His Excellency the Governor-General at Government House his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of Argentina to Canada.

Federal-Provincial Relations Commission: Quebec, March 2 (CP) -- A six-man Royal Commission that will inquire into federal-provincial relations was sworn in today by Chief Magistrate Fernand Bilodeau, of Quebec.

The members are: Chief Judge Thomas Tremblay of Quebec Sessions Court; Rev. Richard Arès, S.J., Montreal; Esdras Mainville, Director of l'Ecole des Hautes Etudes Commerciales, Montreal; Paul-Henri Guimont, Secretary of the Social Sciences Faculty, Laval University; Honoré Parent, former President of the Montreal Chamber of Commerce; John P. Rowat, Chairman of the Protestant Committee of the Council of Education and Commissioner of the Montreal Protestant School Board.

The Commission was named two weeks ago by Premier Duplessis and was set up by a Government bill at the last session of the Quebec Legislature to report on:

1. Means to be taken to safeguard the rights of the Province, school boards and municipalities.
2. Distribution of tax revenues between the federal authority, the Provinces, municipalities and school boards.
3. "Infringement" of the federal Government in the fields of direct taxation, especially income tax, corporation tax and succession duties.
4. Results of such "infringement" on the legislative and administrative powers of the Province and on the collective, domestic and private lives of its citizens.
5. Constitutional problems of a legislative and financial nature.

Chats Falls Power Plant Disrupted: Fitzroy Harbour, Ont., March 2 (CP) -- An explosion and fire today disrupted the big, 220,000-horsepower Chats Falls hydro-electric power plant, leaving part of the \$20,000,000 development a smoking ruin of twisted girders, tumbled walls and smashed generators. Officials blamed a technical fault in an oil circuit-breaker and said sabotage is not suspected. They declined to estimate damage but said it will be "staggering". Unofficial estimates ranged as high as \$5,000,000. No one was injured.

Mr. MacNamara Retires: Ottawa, March 2 (CP) -- Prime Minister St. Laurent today announced that Mr. Arthur MacNamara will retire as Deputy Minister of Labour Wednesday—his 68th birthday—and will be succeeded by Mr. Arthur H. Brown, Assistant Deputy.

Across Canada: Rent controls ended yesterday in more than 600 Ontario cities, villages, towns and townships. A Government order last year provided that rent controls would be ended for all communities which had sufficient housing to de-control rents without fear of sky-rocketing prices.... Alberta's crude oil production averaged 164,742 barrels daily during the week ended February 23, according to the Conservation Board's weekly report. The week's output is down 7,100 barrels a day compared with the previous seven-day period, but is an increase of 35,579 barrels daily over the same week a year ago.... Some 95 R.C.A.F. officers and airmen will sail from Halifax this week aboard the liner Scythia for duty with R.C.A.F. units overseas, Air Force headquarters announced.... Sir Gordon Johnson, Bart., a Montrealer who was born the year of Confederation, will attend celebrations next summer in Johnstown, N.Y., in honour of his great-great-grandfather, Sir William Johnson, the Montreal Gazette reported.



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DEPARTMENT OF EXTERNAL AFFAIRS

OTTAWA - CANADA

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Vol. 4, No. 44.

Wednesday, March 4, 1953.

The Budget Debate: Ottawa, March 3 (CP) -- The Progressive Conservative military spokesman said today he has evidence of Government "waste and extravagance" in the building of Canada's radar screen across the North.

Maj.-Gen. G.R. Pearkes, V.C. (PC-Nanaimo), wartime commander of Canada's Pacific Coast Forces, made the assertion in the House of Commons while criticizing the Budget. If the Government had eliminated waste, he said, the Budget could have brought relief for the war veteran, the working man and the financially hard-pressed municipalities.

He said efforts to learn the facts about "Operation Pinetree"—the code name for the radar network—have been rebuffed by the Government on the grounds of security.

But he now had talked to some persons concerned with the work and had letters from others. One man had said there was "a flagrant disregard of cost" at one site. Another mentioned duplication of shipments, and another said an order for equipment had resulted in the arrival of a shipment containing two wrenches and a large amount of useless scrap.

Mr. Abbott immediately asked Gen. Pearkes if he had put these matters before the Defence Department, including names and places.

"I am bringing it officially to the attention of the Government now," replied Gen. Pearkes.

Trades And Labour Congress Delegation: Ottawa, March 3 (CP) -- The Trades and Labour Congress of Canada today made a series of demands on the Cabinet—including major revisions in tax policy—but received no commitment from Prime Minister St. Laurent.

The 525,000-member Congress, Canada's largest central labour body, was critical of the new Budget's tax programme and proposed changes in it and other federal policies in its annual legislative submission to the Government.

It called for action in more than 20 fields, including an immediate national health insurance programme, easing of home-building costs, renewal of price controls, and collective bargaining and the five-day week for Government employees.

Jewish Congress' Suggestion: Ottawa, March 4 (CP) -- A proposed revision of the Criminal Code yesterday was criticized as lacking safeguards against efforts to incite violence or ill-will between religious or racial groups in Canada.

The Canadian Jewish Congress voiced the criticism in a brief presented to a special House of Commons committee studying the revised code which was approved last fall by the Senate. Sol Hayes and M.H. Myerson of Montreal and Prof. B. Laskin of Toronto represented the Congress.

The Congress suggested that sections of the code dealing with sedition contain a prohibition against publishing or circulating statements "intended or calculated to incite violence or disorder against any class of persons..."

Dried Skim Milk Surplus: Ottawa, March 3 (CP) -- The Government has decided to buy 10,000,000 pounds of dried skim milk from the Canadian industry in an effort to reduce a commercial stockpile that has doubled in the space of a year.

Agricultural officials said today that with Canada's concentrated milk industry facing a problem in mounting surplus production, federal relief will be provided through Government purchase of about 50,000 barrels of the surplus product. Purchases will begin just as soon as storage space can be found.

Population 14,624,000: Ottawa, March 3 (CP) -- Canada's population jumped to 14,624,000 last December 1, the Bureau of Statistics reported today.

This was an increase of 90,000 in three months and a jump of 194,000 from the June, 1952, estimate of 14,430,000.

Altogether, said the Bureau, Canada's population had jumped 615,000 from the 14,000,000 figure shown in the decennial census of June, 1951.

TV Station Applications: Ottawa, March 4 (Citizen) -- Applications for at least seven privately-owned television stations will be considered by the 11-member CBC Board of Governors at a meeting here March 27.

Applications for the TV stations have come from Hamilton, London, Sudbury, Windsor, Quebec City, Saint John, and Sydney, N.S.

175 Survey Parties: Ottawa, March 4 (CP) -- The widening search for uranium, iron and oil in Canada has given impetus to governmental geological, topographical and mapping surveys.

The Mines Department yesterday announced plans to send out 175 survey parties this year -- two more than in 1952. The parties will work in all 10 Provinces and the Northwest Territories extending their investigations inside the Arctic Circle.

Across Canada: A national survey designed to find out the average weights for

Canadians of different heights and ages begins this week in Toronto, the federal Health Department announced in Ottawa yesterday....Lt.-Gen. Guy Simonds, Chief of the Canadian Army General Staff, is paying his second visit to the 27th Canadian Infantry Brigade stationed in Germany, the Canadian Press reported from Hanover....A herd of musk-oxen, hairy Arctic animals which have become increasingly scarce in recent years, has been spotted in an area of the Northwest Territories where they have never been seen before.



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Vol. 4, No. 45. Thursday, March 5, 1953.

In Parliament: Ottawa, March 5 (CP) -- In the House of Commons Wednesday members defeated a Progressive Conservative move to obtain further reports on Defence Department administration.

The Government said in a tabled reply that a company headed by Mr. Prudham has bought \$100,000 worth of property from the CNR in Edmonton.

Mr. Alistair Stewart (CCF-Winnipeg North Center) described the Budget as a capitalist budget.

Mr. George Cruickshank (L-Fraser Valley) said the means test should be removed from pensions and war veterans allowances.

Mr. J.W. Murphy (PC-Lambton West) suggested all federal property should be subject to municipal taxes.

Today the House of Commons will resume the budget debate. The Senate is adjourned until March 17.

Criminal Code Amendments: Ottawa, March 4 (CP) -- Mr. Garson today denied suggestions by left-wing groups that the United States influenced the Canadian Government in proposing amendments to the Criminal Code.

Mr. Garson made the denial following verbal and written testimony by the League for Democratic Rights, the Congress of Canadian Women and the United Electrical, Radio and Machine Workers of America before a special House of Commons committee.

The League has been described by Mr. Garson in the House of Commons as Communist-inspired. The electrical workers' union was expelled from the Canadian Congress of Labour several years ago as being Communist-dominated.

Mr. C.S. Jackson of Toronto, President of the electrical workers, and Mrs. Rae M. Luckock of Toronto, President of the Congress, both indicated belief that the U.S. put pressure on Canada to tighten treason and sedition laws.

CAPA Fees: Ottawa, March 4 (CP) -- Fees paid by Canadian radio stations for use of music in the repertoire of the Composers, Authors and Publishers Association will be calculated this year on the same basis as in 1952.

An extra edition of the Canada Gazette disclosed today that the Copyright Appeal Board has decided to make no change in the fees for 1953.

Privately-owned stations will pay CAPAC $1\frac{3}{4}$ per cent of their gross revenues. The CBC will pay $1\frac{3}{4}$ per cent of commercial revenues plus one cent per capita of population.

The fees would amount to approximately \$350,000 for private stations as a group, and up to \$170,000 for the CBC.

Lord Ismay's Itinerary: Montreal, March 5 (Gazette) -- Lord Ismay, Secretary-General of the North Atlantic Treaty Organization, is scheduled to arrive in Montreal this (Thursday) morning to participate in a ceremony at St. Hubert Airport signalling the departure of a third Canadian Fighter Wing to serve with NATO Forces in Europe.

The wing will bring to the three-quarters mark the drive to establish an RCAF Air Division of 12 squadrons in Europe by the end of this year.

Lord Ismay's first official act will herald the beginning of a six-day visit to Canada which Government officials hope will do a good public relations job among Canadians for NATO.

On Friday, he will twice meet with Prime Minister St. Laurent and other Cabinet Ministers and top military officials. Lord Ismay will spend Saturday and Sunday at the Seignior Club.

He will return to Montreal Monday for a luncheon address to the Canadian Club. The topic of his address will be "The North Atlantic Treaty Organization."

He is scheduled to leave Montreal Tuesday for a goodwill tour of the United States.

300,000,000 Barrels Of Oil Last Year: Calgary, March 5 (CP) -- More than 300,000,000 barrels of oil were discovered last year in Western Canada, it was announced Wednesday by the reserves committee of the Canadian Petroleum Association. Total reserves of crude oil stood at 1,680,000,000 barrels, at the end of 1952, compared with 1,377,000,000 barrels at the end of 1951. Alberta accounted for the bulk of the oil found during the past year, with reserves increasing from 1,328,000,000 to 1,526,000,000 barrels. Saskatchewan, however, showed the greatest percentage increase, with reserves standing today at 124,000,000 barrels compared with 21,000,000 barrels at the end of 1951. Manitoba's reserves of oil increased from 500,000 barrels to more than 2,000,000 barrels. There was little change in reserves in the Northwest Territories, which today stand at 26,700,000.

Across Canada: The term "Plains of Abraham" on which history claims, the British captured France's American colony in 1759, is described by a Quebec writer as "an historical hoax." The battle between Wolfe and Montcalm happened on the plains all right, says Mr. Georges Morisset, 74, but the 1 1/2-square-mile area on Quebec City's heights did not belong to Abraham Martin after whom the plains are named... Mr. Donald Gordon, President and Chairman of the Canadian National Railways, Wednesday told a delegation from the Lake-St. John-Saguenay and Quebec regions that a reconnaissance survey will be started in the Spring with a view to branch line extensions in the region.

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Vol. 4, No. 46.

Friday, March 6, 1953.

Mr. Martin In Korea Debate At UN: United Nations, N.Y., March 5 (CP) -- The Minister of National Health and Welfare, Mr. Martin, said today he "detected a possible gleam of light" on the Korean situation in recent remarks at UN by Russia's Foreign Minister, Mr. Andrei Vishinsky.

The head of the Canadian Delegation to the UN Assembly expressed the restrained optimism in issuing a challenge to communist countries to offer "forward-looking" proposals in answer to the UN proposal for ending the Korean war.

Mr. Martin spoke during the Korean debate in the UN Assembly's Political Committee.

Mr. Vaclav David, Czechoslovakia's new Foreign Minister, told the Committee earlier, however, that the UN resolution on Korea passed last session was merely designed to "cover up the horrible misdeeds of U.S. forces in Korea."

Mr. Martin said what interested him in Mr. Vishinsky's remarks was when the Soviet Foreign Minister said the UN is just approaching the possibility for elaborating proposals on the Korean question in the spirit of peace and justice.

"What did he mean by this?" Mr. Martin asked.

He said the Chinese Communists and North Koreans could have brought about a cease-fire if they had been willing to accept the compromise offer made by the UN.

"But if they are not willing to accept the specific offers of the United Nations, let them, in turn, and within the principle of these offers as contained in the Indian proposal (adopted by the UN), make forward-looking proposals which we may consider.

"Was it to something of this nature that Mr. Vishinsky was alluding?"

Mr. Martin noted that in his speech Monday that Mr. Vishinsky avoided discussing the prisoner-of-war issue which loomed so large in previous discussions.

"Does it signify that there may have been some other thoughts on this problem and that we may look for a co-operative response to our offers?" Mr. Martin asked.

Mr. Martin said the UN must be "patient and painstaking and explore every possibility" toward ending the Korean war.

But he warned Mr. Vishinsky that the UN stands by the principles of the UN resolution on Korea—"there can be no question at all of our abandoning them."

If no new leads are forthcoming the UN will be faced with distressing alternative situations, Mr. Martin said.

"Either the war would be continued in its present state or its tempo would be increased. In both cases would lurk the ever-present peril of the war's extension."

Canada, he said, along with other governments, is determined that "the Korean war should not spread."

"It is equally the belief and hope of these governments that the war now can be stopped. The military objective of the United Nations in Korea has been substantially achieved. The stage is set for peace. We await either for acceptance of the United Nations offers or for other constructive proposals put forward in a spirit of understanding, responsibility and a genuine desire for peace."

Mr. Gardiner On Position Of Agriculture: Ottawa, March 5 (CP) -- Mr. Gardiner said today Canada's present-day agricultural position is one of steadily rising production, no "troublesome" surpluses, and no worry about markets to absorb the products of the farm.

Speaking during the budget debate in the House of Commons, the Minister disagreed with Progressive Conservative assertions that the farmer faced a dark future because of surpluses and loss of markets.

Beyond 11,000,000 pounds of New Zealand beef and 76,000,000 pounds of canned pork Canada has no agricultural surpluses, he said. These eventually would be disposed of.

Of markets he said:

"We are not in the position where we are getting worried about pressure because of lost markets -- and I doubt if 'lost' is the right word. We have not lost markets if we can market the greater part of our products without trouble ... And our farm products are being marketed."

Mr. Gardiner said he wants to emphasize that there has been no reduction in the quantity of farm products being produced.

Price Index Recedes: Ottawa, March 5 (CP) -- The great inflationary price wave which threatened to swamp the consumer in the months following Korea continued to recede in January with lower food prices cutting living costs for the third month in a row.

Under pressure of food price declines, the new consumer price index, based on 1949 prices equalling 100, slipped one-fifth of a point during January to 115.5 from 115.7, the Bureau of Statistics reported today.

The drop was twice as great as the one-tenth of a point slip in December but was smaller than the three-tenths of a point cut in November. In all, the prices yardstick had dropped 2.7 points from the record 118.2 in December, 1951, pushing back the price level to where it was in July, 1951.

Mr. MacNamara In New Post: Ottawa, March 5 (CP) -- Mr. Arthur MacNamara, just retired as Deputy Minister of Labour, switched over today to a key Defence Department job.

The announcement described Mr. MacNamara's new position as "special adviser to the Department of National Defence on the employment of officials."

Across Canada: The RCMP has been invited to display the famed musical ride before the Queen during their Coronation visit to Britain, Mr. Garson said today in the House of Commons. Mr. Garson said the musical ride troop, which will take part in the Coronation parade June 2, has been invited to appear in the Royal tournament at Olympia Stadium in London in the presence of Queen Elizabeth.... The income tax division estimated that 2,000,000 Canadians have over-paid their 1952 income taxes and will collect rebates totalling about \$85,000,000... Alberta may approve the export of natural gas eastward from the Province this year. This is the opinion of Calgary oil men following a statement by Premier Manning in the Alberta Legislature that his Government "favours export at the earliest possible date" and that "we will do all we possibly can to facilitate the establishment of an adequate market."



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Vol. 4, No. 47.

Monday, March 9, 1953.

1952 Trade At New Peak: Ottawa, March 7 -- With a gain of nearly 10 per cent in the value of total commodity exports only partly offset by a decline of 1.3 per cent in the value of commodity imports, Canada's total merchandise trade in 1952 rose to a new peak value of \$8,386,400,000, slightly more than four per cent above the previous peak of \$8,048,200,000 in 1951.

Total merchandise imports in the year were valued at \$4,030,500,000 as compared to \$4,084,900,000, according to final import figures released March 2 by the Bureau. Total merchandise exports -- both domestic and foreign -- amounted to \$4,356,000,000 as against \$3,963,400,000 in 1951. The result was an export balance in trade with all countries of \$325,500,000 as compared to an import balance of \$121,500,000 the previous year. This compares also with a small import balance of \$17,200,000 in 1950 and an export balance of \$261,200,000 in 1949.

The upward trend in value of exports last year and the slight downward movement in that of imports contrasts sharply with the trends in the previous two years, when imports and exports both increased but the rise in value of imports exceeded the gain in exports.

Changes in the relative prices of exports and imports were an important factor influencing these trends and the altered trade balance. While the volume of imports increased nearly 12 per cent over 1951, according to the Bureau's indexes, the average price of imports declined about the same degree. On the other hand, prices of exports were only slightly lower on average, while the volume of exports rose approximately 11 per cent.

In trade with the U.S., Canada had an import balance of \$627,900,000 as compared to import balances of \$479,000,000 in 1951 and \$80,000,000 in 1950. Goods purchased from the United States increased about six per cent in value to \$2,977,000,000 from \$2,812,900,000 in 1951, accounting for nearly 74 per cent of total commodity imports as against about 69 per cent. Exports to the U.S., however, increased only slightly to \$2,349,100,000 from \$2,333,900,000, representing about 54 per cent of the larger 1952 export total as against 59 per cent in 1951.

Lord Ismay On NATO: Ottawa, March 6 (CP) -- Lord Ismay told members of Parliament today that the upward curve of Western defence spending must continue among "those countries who can afford it," and said the "effective fighting strength" of the Atlantic Pact is just about what was envisaged at Lisbon a year ago.

His reference at a joint meeting of members of the House of Commons and Senate to a continued increase in defence spending also is believed to have been made at an earlier meeting with the Cabinet.

The Secretary-General of the North Atlantic Treaty Organization also made these points:

1. He doubts "very much" that unanimous approval would be obtained for the admission of Spain to NATO.
2. He doubts that the death of Stalin will alter Russian policy.
3. General Alfred Gruenther, right-hand man to Gen. Matthew Ridgway in Europe, told him recently "we are much further forward now" than he and Gen. Eisenhower anticipated in 1951.
4. There is no justification at all for the feeling in some quarters that the risk of aggression has diminished.
5. The Atlantic Pact has not yet reached the minimum requirements for defence.

Mr. Macdonnell Before E.A. Committee: Ottawa, March 6 (CP) -- Canada has not cancelled or revoked any passports because their holders have gone behind the Iron Curtain on visits, Mr. R.M. Macdonnell, Assistant Undersecretary of the Department of External Affairs, said today.

He told the House of Commons External Affairs Committee 131 Canadians went to communist countries in the last two years. Almost an equal number of Iron Curtain people entered Canada in 1952.

The Iron Curtain people were all here in official capacities — diplomats, couriers, delegates to the Red Cross conference in Toronto and five people who attended the International Trade Fair.

As for Canadians who visit behind the curtain, it has not been thought desirable to interfere with their right to a passport "unless it is clear that there is a threat to the State," Mr. Macdonnell said.

Besides, he said, lack of a passport does not mean a Canadian can not visit behind the curtain and return.

Dr. Smith On Teaching Of Religion: London, Ont., March 8 (CP) -- Dr. Sidney Smith, President of the University of Toronto, claimed today that universities are "evading, ignoring or even opposing the teaching of religion."

"I suspect that students can graduate from many universities in complete ignorance of theology, incapable of explaining or defending their own beliefs, and with notions about religious tradition other than their own that are preposterously silly," he said.

Dr. Smith was principal speaker at a formal dinner marking the 75th anniversary of the University of Western Ontario.

Across Canada: Critics praised the performance of bass-baritone George London in the title part of Modest Mussorgsky's opera Boris Godunov—the story of a ruthless man who murdered his way to power in Russia. Mr. London, formerly of Montreal, is the first North American to sing the title part at the Met. After his performance on March 7, he was given a great ovation—taking 11 curtain calls, the Canadian Press reported from New York....Canadian packers have started a rush to buy low-priced United States beef, an agricultural official reported March 6. The beef is expected to hit eastern Canadian markets within a matter of days, the Canadian Press reported....



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Vol. 4, No. 48.

Tuesday, March 10, 1953.

7 Per Cent Freight Rate Increase Protested: Ottawa, March 9 (CP) -- Demands for rescinding or suspension of the latest freight rate increase came from all three Opposition groups in the House of Commons today shortly after the Board of Transport Commissioners had awarded the railways a seven-per-cent boost. The Minister of Transport, Mr. Chevrier, rejected proposals that the Cabinet act on its own initiative, but he said it would be willing to hear any formal appeal from the Board's \$38,500,000-a-year judgment from bodies such as provincial governments.

From various Opposition members, the House of Commons heard suggestions that Cabinet eliminate the increase or at least delay it until either:

1. Measures equalizing freight rates across the country have been put into effect in line with Royal Commission on Transportation recommendations of 1951.
2. The sessional Railway Committee of the House of Commons had examined the accounts of the Government-owned Canadian National Railways to see if the increase was justified.
3. Representations can be heard from those whom the increase would affect adversely.

Mr. Chevrier, conceding freight rate increases have an inflationary effect, said that in this case the Transport Board had no alternative in the face of wage boosts won recently by railway employees.

He said it was "unfortunate" that it had not been possible to put equalization into effect up to now, but meanwhile the railways needed revenue to meet higher wage costs.

The only other alternative would be for Parliament to vote "hundreds of millions of dollars" to the railways.

Meanwhile, the Minister said, Canadian freight rates were below those of the United States and the United Kingdom. A few years ago, they had been higher than those in the U.K.

Lord Ismay On NATO: Montreal, March 10 (Gazette) -- The North Atlantic Treaty Organization is the greatest deterrent to Soviet aggression today "and the cost is but a small fraction of winning a war, much less losing it," Lord Ismay said here yesterday.

The NATO Secretary-General told the Canadian Club luncheon that the West must continue to help Europe defend itself.

"It is a matter of enlightened self-interest," he said.

"The danger to the free world on this side of the Atlantic is further removed by the measure of time but not the less mortal.

"If Europe were to pass under Russian control, not only would the Russian slave labour be increased by more than 200 million people but also all the immense industrial and material resources of West Europe would be at her disposal.

Mr. Claxton On Defence Preparations: Montreal, March 10 (Gazette) -- The Minister of National Defence, Mr. Claxton, said here last night that Canada has already recruited 85 per cent of the armed forces objective set down in the \$5 billion three-year defence programme.

Mr. Claxton told the Students Liberal Club of McGill University that the armed forces totals had more than doubled during the last two years and that the country was well up on its overseas commitments for NATO forces.

The Defence Minister said that three-quarters of defence expenditures—10 per cent of the nation's income and more than half the total budget—was going into the production of planes for Western defence.

He said the Canadair F-86 Sabre jet plant here had broken every target date set for the production of the front-line fighters.

Gift For U.K.: Ottawa, March 10 -- A powerful new Canadian weapon for the treatment of cancer will be in the hands of medical specialists in the United Kingdom late in August.

Dr. C.J. Mackenzie, President of Atomic Energy of Canada, Ltd., announced that a new model cobalt 60 beam therapy unit has been ordered for delivery in England later this year. It is a personal gift of Mr. J.W. McConnell, recently retired President of The Montreal Star.

The new cobalt 60 unit will be the first of its kind in the United Kingdom. It will be turned over to the British Empire Cancer Campaign, a voluntary organization comparable to the Canadian Cancer Society, and will be installed in Mount Vernon Hospital, Northwood, Middlesex, on the outskirts of London, where it will be under the direct supervision of Sir Stanford Cade and Professor Windeyer, two of the United Kingdom's outstanding specialists in cancer therapy.

The unit was designed in Ottawa by the Commercial Products Division of Atomic Energy of Canada and will be displayed at the International Radiological Congress in Copenhagen, Denmark, before being installed in England. It will be radically different in design from the three cobalt 60 beam therapy units already in operation in Canada.

In The House Of Commons: Ottawa, March 9 (CP) -- The House of Commons today rejected a Progressive Conservative demand for an inquiry into the activities of the Government, its departments and agencies.

Members voted 96 to 43 against a motion by Mr. George Drew after Mr. Howe declared "There is no foundation for the suggestion that the Government is inefficient or that there is waste and extravagance."

Progressive Conservative, CCF and Social Credit members along with Mr. J.L. Gibson (Ind-Comox-Alberni) voted for Mr. Drew's motion.

It urged an immediate inquiry to bring about a "more efficient and economic organization of Government," its departments and agencies. Liberals voted against the motion, moved after the Government proposed that the House of Commons go into committee to consider expenditure estimates of several departments.

Across Canada: Canada's new and powerful atomic furnace, slowly rising at Chalk River, Ont., will cost more than the \$30,000,000 originally estimated and probably will not be completed before the end of 1955, Dr. C.D. Mackenzie said. The big, four-month job of moving McGill University's 650,000 books into the new \$1,500,000 Redpath Library extension will not begin for another two or three months at the earliest, but Librarian Richard Pennington said the new quarters will be ready for incoming students when the 1953-54 university year starts in September....Prime Minister St. Laurent yesterday gave a brief talk before a convention meeting of the Prospectors and Developers Association. The National Film Board estimates more than 2,000,000 Canadians saw its motion picture "Royal Journey" between December 21, 1951, and March 31, 1952.



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Vol. 4, No. 49.

Wednesday, March 11, 1953.

Defence Construction Programme: Ottawa, March 10 (CP) -- A long-range, 10-year defence construction programme is being telescoped into one-third to one-half that time because of Korea and Atlantic Pact commitments, the House of Commons Defence Committee was told today.

As members began a study of defence construction, they were told that a major construction programme that began in 1950 has cost roughly \$400,000,000 to date and is about halfway through.

The evidence given by Mr. H.A. Davis, engineering superintendent of the Defence Department, showed that construction linked with Korea and Atlantic Pact obligations is earmarked as temporary in contrast with the permanent work being done for enlarged home forces.

Mr. Davis said there have been delays in the programme because of shortages of labour, of skilled staff and of materials and because of changing requirements. But they had not interfered with fulfilment of the foreign commitments nor had they held up recruiting or training.

The construction embraces such things as barracks, homes, messes, schools, hospitals, garages, explosives, magazines, workshops, headquarters buildings, seaward (harbour) defence projects, hangars, drill halls, signals and radar buildings.

The programme was originally planned to go on for 10 years and to take care of needs arising from forces larger than the pre-war total of 8,000, from "rapid deterioration" of wartime buildings, from new requirements for weapons and training and the need for emergency storage space.

Mr. Rasminsky Before New York Forum: New York, March 10 (CP) -- Since the end of the war the savings needed to finance Canada's economic development have been provided from within the country itself, Mr. Louis Rasminsky, Executive Assistant to the Governor of the Bank of Canada, said today.

He said that since the war ended, "Canada has devoted a very high proportion of its output to the expansion of its productive capacity without, on balance, importing capital from outside the country."

Mr. Rasminsky's address, one of five dealing with governments and business in Canada prepared for delivery before a Town Hall meeting, was on "the Canadian dollar."

He told the big New York forum of industrial and business executives that foreign demand for Canadian dollars increased sharply because foreigners wanted to step up their buying of goods and services from Canada, and because they wanted to invest their money in Canadian resource development and in Canadian long-term security offerings.

On the other hand, Canadian demand for foreign currencies rose only slightly.

"The result was a bidding up of the exchange rate to a point where additional supplies of Canadian dollars were tempted onto the market," he said.

Quebec Corporations Granted Some Tax Relief: Ottawa, March 10 (CP) -- Corporations in Quebec, already given some relief in the 1953-54 Budget, today were assured of additional relief by Mr. Abbott.

He announced in the House of Commons that effective last January 1, 1953, the corporations will be allowed to deduct for federal income tax purposes the amounts they pay into the Quebec Government's education fund.

Mr. Abbott's announcement was couched in broad terms, but its effect will be felt only in Quebec, the lone Province without a federal taxation agreement. Quebec collects the education tax, at varying rates, from timber and utility companies and oil and telephone firms.

The Companies claimed the payments to Quebec as a deduction for income tax purposes. The Revenue Department declined to allow the deduction and the Companies took the case to the Income Tax Appeal Board. The Board held the payments were deductible, but this ruling was reversed when the Revenue Department appealed to the Exchequer Court.

The change will apply only from last January 1.

Medico-Social Study Urged Of Crime Law: Ottawa, March 10 (CP) -- Two organizations today urged the federal Government to refer its proposed revision of the Criminal Code to medical, mental and social experts for suggestions on reforming criminals.

The suggestion was made in a special House of Commons committee by the Association for Civil Liberties and the Canadian Welfare Council. The code revision, first complete overhaul since 1892, already has passed the Senate.

The two organizations suggested different methods of obtaining opinions on steps towards criminal reform. The Welfare Council urged establishment of a Royal Commission to consider particularly reform and treatment of sex offenders.

The Civil Liberties group, represented by Mr. Irving Himel and Mr. B.K. Sandwell, both of Toronto, recommended that Parliament delay further action on the code pending further study by "an independent body of experts on crime and punishment in the fields of law, medicine and social science."

Across Canada: The Minister of Trade and Commerce, Mr. C.D. Howe, has announced that the Secretary of State for External Affairs, Mr. Lester B. Pearson, will open the Sixth Canadian International Trade Fair in Toronto on Monday, June 1... With prices for some foods, fuel and rent higher, living costs increased during January in seven of nine regional cities, the Bureau of Statistics reported.... Ontario Mines Minister Kelly said the future of Ontario lies in "the vast and thinly-populated area of the northland." Speaking in the Throne Speech debate, he told the Legislature that the northern part of Ontario is capable of providing a fruitful life for millions.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION

DEPARTMENT OF EXTERNAL AFFAIRS

OTTAWA - CANADA

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Vol. 4, No. 50.

Thursday, March 12, 1953.

Mr. St. Laurent On Freight Rates Increase: Ottawa, March 11 (CP) -- The Cabinet will not suspend Canada's new freight rate increase pending hearing of an appeal from provincial Governments, Prime Minister St. Laurent indicated today in the House of Commons.

The Prime Minister, asked by a group of governments to have Cabinet hold up the seven-per-cent order until their appeal is heard, told the House of Commons he does not think the Government has the right to interfere with freight rate decisions except after an appeal.

"If that appeal is taken," he said, "the Governor-in-Council (Cabinet) will have to discharge the responsibility...to deal with the order in that way. But I do not think we are entitled to deal with it in any other way."

Western and Maritimes Governments yesterday telegraphed the Prime Minister asking that the \$38,500,000-a-year increase awarded Monday by the Board of Transport Commissioners be suspended until a formal appeal is heard by Cabinet. It is to become effective next Monday.

No date was proposed for the appeal, which must be launched through a petition to Cabinet.

In the House of Commons, Mr. John Diefenbaker (PC-Lake Centre) and Mr. A.M. Robichaud (PC-Gloucester) asked the Prime Minister if the Government would suspend the increase pending a decision on the proposed appeal.

The Budget Debate: Ottawa, March 11 (CP) -- Two British Columbia members, one a Progressive Conservative and the other a CCF, today said the Canadian Government has forgotten the low-income earner.

Mr. Howard Green (PC-Vancouver-Quadra) said the Government has "discarded its hair shirt for striped pants." For years the Government had claimed it was protecting the working man. The 1953-54 Budget showed how phoney that appeal had been.

Mr. Angus MacInnis (CCF-Vancouver East) said the wealthy will benefit most from the tax relief in the Budget....

The House of Commons voted 140 to 50 against a Progressive Conservative move to obtain correspondence dealing with the transfer of a CNR hotel manager.

Members defeated by 138 to 51 a Progressive Conservative attempt to obtain reports on Defence Department administration.

Today the House of Commons will resume the budget debate.

3,000,000 Coronation Medals: Ottawa, March 11 (CP) -- The Royal Canadian mint today got the go-ahead to produce an estimated 3,000,000 Coronation medals to be distributed to Canadian school children.

Announcement that the Government has decided to have the medals struck was made in the House of Commons today by Mr. Abbott, who said they will be distributed to the children through the Provinces, which have the responsibility for education.

The medal will probably be bronze, as was the special school children's medal struck in 1939 in connection with the Royal visit. That medal bore a likeness of the King and Queen on one side with a map of Canada on the obverse.

Mr. Prudham On Mineral Industry: Toronto, March 11 (CP) -- The Minister of Mines, Mr. Prudham, tonight said the leadership and accomplishments of the minerals industry "will do much to determine the speed and extent of Canada's development, and the place of this country in the world of tomorrow."

In an address prepared for delivery to the Prospectors and Developers Association, Mr. Prudham said the industry has been a major factor in the rapid and substantial advance of Canada to nationhood.

He said it is significant that every region of Canada is participating in the upsurge which drove the value of mineral production to more than \$1,275,000,000 last year—two and one-half times what it was in 1946.

Mexican Students Visitors: Quebec, March 12 (CP) -- Fourteen Mexican chemistry students—seven girls and seven boys—arrived here Wednesday after a month-long bus trip which took them from Mexico City to San Antonio, New Orleans, Atlanta, Washington, Boston, New York and Montreal.

The group, all graduates or students in their last year, of the University of Mexico, is headed by Alfonso Solis, Alfonso Munguia, José Revah and Alberto de Palacio.

They were welcomed by representatives of the Quebec Department of Trade and Commerce, city officials and representatives of the student body of Laval University.

Across Canada: The new Russian regime should be told to honour Russia's United Nations commitment to support the principle of free elections in all countries, Mr. George Drew, National Progressive Conservative leader, said in Toronto yesterday, the Canadian Press reported. Mr. Drew spoke in an address prepared for delivery at a "Brotherhood" meeting of the Kiwanis Club.... Refunds running into hundreds of thousands of dollars will be made by the Revenue Department as a result of a Government decision to lift the 10-per-cent sales tax from gas and oil furnaces and air-conditioning units. A Department official said Wednesday the refunds, covering the tax paid on sales of these units since September, 1951, will be made to the manufacturers, Canadian Press reported.... Mr. A.M. Robichaud (PC-Gloucester) charged in a House of Commons committee that a prepared revision of the Criminal Code gives the ordinary citizen too much power to arrest a lawbreaker.



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Vol. 4, No. 51.

Friday, March 13, 1953.

Mr. Desy Before Commons E.A. Committee: Ottawa, March 13 (CP) -- Mr. Jean Desy, head of the CBC International Service, yesterday said the strenuous efforts of Russia to stop western penetration of the Iron Curtain by radio indicates how serious the Communists consider such broadcasts.

Mr. Desy told the House of Commons External Affairs Committee that it is impossible to say how effective the broadcast put across the western viewpoint to people in Communist countries.

"If we succeed, however, in capturing a small part of this potential short-wave audience, it can be seen readily that we shall be in an excellent position to win friends and influence people," he said.

Mr. Desy outlined the \$2,000,000 work of the CBC-IS in beaming broadcasts to Europe, Latin America and behind the Iron Curtain. He replied to questions and described the CBC-IS work for four hours before the Committee.

He said the CBC-IS co-operates closely with the BBC and the Voice of America in trying to reach people in Communist countries. Eastern Germany and Finland appeared to be the areas where it was easiest to penetrate since those countries appeared to suffer less interference from the Russians.

Before the Russians launched a concentrated effort to jam or blot out western radio broadcasts, Mr. Desy said, the CBC-IS had a large audience in Communist countries.

Since 1949, this audience has been dwindling as a result of jamming. However, "there is no other way in which we can try to influence the minds of the people under Soviet sway, and we are trying to exploit it as fully as possible."

Mr. Abbott In Budget Debate: Ottawa, March 12 (CP) -- Mr. Abbott said today Canada is getting as "good or better value out of the defence dollar and other public expenditures as any other country."

Stepping into the Budget debate in the House of Commons to reply to criticisms of his 1953-54 proposals, Mr. Abbott said the supporters of Opposition groups had not substantiated charges of widespread waste and extravagance in Government.

He dealt first with the speech of Mr. J.M. Macdonnell, chief financial critic for the Progressive Conservative Opposition. Mr. Macdonnell had made "sweeping general charges of waste and extravagance in Government without particularizing any of the charges." The fact Mr. Macdonnell made the assertions did not mean the charges were true.

Mr. Abbott said he would not claim that every cent in a \$4,500,000,000 Budget "is wisely spent."

"But I do say there has not been widespread waste, widespread inefficiency and widespread extravagance."

The Government strove to see that the Canadian taxpayers obtained value for their money....

Mr. E.D. Fulton (PC-Kamloops) described the Budget as a social-registrar budget. Benefits were confined mostly to the well-to-do.

Mr. Victor Quelch (SC-Acadia) urged that the Government take steps to ensure that farmers get parity income.

Mr. J.L. Gibson (Ind.-Comox-Alberni) said radio and television essentially should be a private industry.

Mr. Butler In Ottawa: Ottawa, March 12 (CP) -- The Chancellor of the British Exchequer today reported that a wide area of Anglo-American agreement has been reached on an expansion of world trade and on foreign policy affecting Europe, the Middle East and Korea.

Mr. R.A. Butler said that on the whole his mission to Washington was very successful, but he hinted it will be a long time yet before the Commonwealth economic plan for gradual elimination of sterling area trade and financial restrictions is launched.

Paying his first official visit to Canada, he conferred with Mr. Abbott, to outline confidentially the course of the Washington talks last week.

CNR 1952 Surplus \$146,000: Ottawa, March 12 (CP) -- Canadian National Railways had a net surplus of \$146,000 in 1952—its first in seven years—and will budget for another small surplus this year, Mr. Chevrier said tonight in the House of Commons.

Since the last annual report of the Company, its capital structure was revised by Parliament. Fixed charges of around \$23,000,000 a year were sliced off CNR indebtedness by converting Government-held bonds into stock.

The CNR still must pay \$26,000,000 a year interest on bonds held by the public, and Mr. Chevrier's figure was reached after allowance for this.

Army Would Strengthen Provost Corps: Ottawa, March 12 (CP) -- The Army, in a statement on what it has done about the Currie Report, said today it is beset by a shortage of men for the Provost Corps that probably will take two years to cure.

It also said it will take three years and more to get caught up on records of Army real property because "of inability to maintain basic records" on property in the Second World War.

The statement, tabled in the House of Commons Defence Committee, said the Army would like to fulfil Mr. George S. Currie's recommendation that the Provost Corps, the Army police, be strengthened to help meet what Mr. Currie called "serious" flaws in security.

Across Canada: Premier Frost of Ontario announced in his Budget speech yesterday a surplus of \$67,000 on ordinary account. Gross revenues were \$354,854,000 and gross expenditures \$354,787,000. He said Ontario will spend \$153,000,000 on highways this year. Surplus of \$185,000 was forecast for the new fiscal year....Prairie legislatures are giving attention in their budgets to highways and education. Hospital care and public welfare also are to the fore. Manitoba, Saskatchewan and Alberta all have announced they will spend record sums during the next 12 months, the Canadian Press reported from Edmonton.... The Canadian motorist may get hit in a federal decision to impose a 20-per-cent tariff on anti-freeze ingredients affecting some \$6,000,000 worth of annual imports mainly from the United States, according to a Canadian Press report from Ottawa.



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Vol. 4, No. 52.

Monday, March 16, 1953.

The House Of Commons: Ottawa, March 15 (CP) -- The House of Commons soon may start morning, afternoon and night sittings to finish sessional business.

It is anticipated that the tempo will increase after a short Easter recess next month. The recess will last from Good Friday, April 3 to Monday, April 6, inclusive.

The longer sitting hours would be aimed at completing business early in May so Prime Minister St. Laurent and most members of the Cabinet can attend the Coronation June 2.

The debate on the budget has developed into a marathon since it began February 19. A vote may come early this week.

No estimate for any of the many Departments of Government has yet been passed. Besides estimates there are 25 items of business, including nearly a dozen bills, on the Government's section of the order paper.

Some committees such as the Radio Committee which will consider CBC affairs, have yet to start sessions.

Some quarters suggest that the House of Commons will not get through on time, even by adding a morning sitting between 11 a.m. and 1 p.m. to present afternoon and night sessions. The usual Wednesday night half-holiday likely will be eliminated after Easter.

Mr. Butler On Trade And Defence: Ottawa, March 15 (CP) -- Britain tonight appealed to Canada and the United States to boost purchases of British goods and thus help eliminate Britain's currency and trade restrictions.

"The dollar world, especially the U.S., must make it easier for us to trade on competitive terms," Mr. R.A. Butler, Chancellor of the British Exchequer, said in a parting message to Canada.

"Nothing is more important than getting a good increase in our exports to you."

Mr. Butler's message, carried on the trans-Canada network of the CBC, was recorded yesterday shortly before he returned to London following a three-day visit to Ottawa.

Britain was gradually gathering her strength and moving in the "right way" -- toward a freer system of trade with better opportunities, Mr. Butler said. But she has a big defence load to carry and she must step up exports if she is not to falter.

"We have 850,000 men under arms...two years' compulsory military service."

Britain was leading the world in jet aircraft development; in the application of the jet-engine principle to the automobile and ship.

"We have our British atomic bomb and it may well be that we have developed the civil use of the atom faster than anyone else," the Chancellor said.

All this development was costing money. Trade and not aid was the key to the future.

On the international political and economic scene, things were "neither black nor white," said Mr. Butler. "We don't yet see clearly how things are going to turn out."

But Britain was prepared to seize on any opportunity to help the causes in which she believed.

Britain has enlisted the support of Canada to make sure that highly-confidential Commonwealth proposals to expand world trade are not side-tracked in Washington.

Mr. Butler emphasized that the proposals will have a tremendous impact on the ability of the Western World to defend itself.

He had placed these proposals before the new American administration two weeks ago. He said he was told the Americans needed time to think the proposals over. Meanwhile there was a great need for maintaining the "momentum" of the drive to get American support of the Commonwealth economic plan — and that's where Canada came in.

Mr. Butler said that he had received confirmation from the Canadian Government "that in the weeks and months ahead the influence and support of your statesmen will be with us."

3 Canadian Doctors Awarded Scholarships: New York, March 16 (CP) -- Three Canadians are among 21 doctors appointed to \$30,000 scholarships awarded yesterday by the John and Mary R. Markle Foundation.

The \$30,000 scholarships, which cover a period of five years, aim at reviving the shortage of medical school teachers and investigators by offering both academic security and financial aid to faculty members at the start of their careers.

The Canadians appointed are: Dr. Robert S. Fraser, University of Alberta, Edmonton; Dr. John C. Laidlaw, University of Toronto; and Dr. James R. McCoriston, McGill University, Montreal.

Across Canada: The Navy has promoted two of its Second World War destroyer commanders to rear-admiral, the Defence Department announced. Rear-Admiral James C. Hibbard, 45, and Rear-Admiral Hugh F. Pullen, 48, are the only two Canadian naval officers who entered the navy since the First World War to rise to flag rank....Mr. Vincent Massey said Friday night the greatest Canadian statesmen "have not merely accepted, they have been profoundly seized with the significance and the value to us of the Crown and all that it stands for." The Governor-General, in an address to the Canadian Club of the Niagara Frontier, said the Canadian race has been "singularly happy" in being the first people to embody "the monarchical principle in a federal system."...Lt.-Gen Guy Simonds, Chief of the Canadian General Staff, plans to visit the Korean War Zone in May, the Canadian Press reported from Hanover.

Miss Hamilton

GOVERNMENT



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Vol. 4, No. 53.

Tuesday, March 17, 1953.

The Budget Approved: Ottawa, March 16 (CP) -- The House of Commons tonight completed the three-week-long Budget debate, defeating two motions of non-confidence in the Government based on criticism of Mr. Abbott's 1953-54 budget.

The traditional motions were moved by the Progressive Conservative and CCF parties February 24, four days after Mr. Abbott presented his Budget in the House of Commons.

Disposal of the motions clears the parliamentary decks for consideration of other business such as departmental estimates and Government bills. The Government is attempting to get the session completed by the end of April or early May so members can leave for the Coronation of the Queen in London June 2.

Members voted 101 to 47 against a Progressive Conservative motion, offered by Mr. J.M. Macdonnell, the party's financial critic. Earlier a CCF non-confidence motion by Mr. M.J. Coldwell, CCF leader, was defeated by 108 to 44.

After disposal of the non-confidence motions, the House took the unusual course of voting on the main Government motion -- to go into committee to study the budget resolutions. It was approved 101 to 47.

All votes were along straight party lines with the Progressive Conservatives, CCF and Social Crediters lining up against the Liberals. P.E. Gagnon (Ind-Chicoutimi) voted against the Government each time.

Election Speculation: Ottawa, March 16 (Globe & Mail) -- Mr. St. Laurent said in the House of Commons today that his Government will submit its record to the electorate "within the next few months."

Speculation for some time has been fixed on August and October dates--and principally the latter--but recently there arose a report that the Government was considering holding off until next spring.

The most frequently mentioned dates have been October 5 and October 12. But the possibility of a vote in August or early September cannot be ruled out.

Many MP's would rather have the election early than late. The reason is this: campaigning will start, even if unofficially, as soon as Parliament adjourns and a campaign running through until the fall would be a financial and physical strain.

A vote in August would require Parliament to be dissolved soon after Mr. St. Laurent returned from the Coronation and the Commonwealth conference which is to follow it, about the middle of June.

Farm Unions' Suggestions: Ottawa, March 16 (CP) -- The 135,000-member Prairie farmers unions today proposed that the federal Government back "all-out" food production in Canada to help feed the world's hungry millions and defeat Communism.

Mr. J.L. Phelps of Saskatoon, head of the Unions' Central Council, said he received some encouragement from Prime Minister St. Laurent as he placed before the Cabinet a master plan under which farmers would boost production to the hilt, disposing of surplus on foreign markets at below-cost if necessary.

Mr. Phelps, heading a delegation including leaders of the three Prairie unions, said Mr. St. Laurent agreed with him that programmes of curtailed food production was no way of overcoming the world crisis.

Yet a suggestion has been made, said the Unions in their submission to Cabinet, "that farmers should produce for a known and profitable market and that we ought to think more in terms of limiting our production, particularly certain products, to the requirements of our own home market."

Such a policy, said the Unions, was "restrictive and backward" and "unacceptable" to the farmers.

Under the Unions' plan, farm prices in Canada would be linked to the price of goods the farmer buys. A separate price would be established for farm goods exported. These could be sold for cash or bartered.

Farm producers, Mr. Phelps told a press conference, would be willing to bear the cost if there was any loss on exports.

The Unions' 6,000-word brief urged the Government to:

1. Keep freight rates down.
2. Untie the domestic price of wheat in Canada from the international price.
3. Proceed with development of the South Saskatchewan irrigation and power project which had been rejected.

Revamped C.N.R. Shows Surplus: Ottawa, March 16 (CP) -- The recapitalized Canadian National Railways, with the help of a book-keeping shuffle, came up in 1952 with a tiny surplus, its first in seven years and its first peacetime one since 1928.

The surplus of \$142,327 for the \$2,500,000,000 system was described as neither "adequate nor satisfactory" by President Donald Gordon in a letter accompanying the C.N.R. annual report tabled today in the House of Commons by Mr. Chevrier.

The 1952 accounts showed record operating revenues and expenditures, respectively \$675,219,415 and \$634,852,915. Expenditures climbed faster than income.

The report explained the surplus was made possible because \$3,100,000 was shifted from the balance sheet and credited against operating expenses. It represented the amortization of C.N.R. defence projects in the United States and had been carried in the balance sheet for several years until the book-keeping transfer last year.

With the C.N.R. accounts, Mr. Chevrier tabled the 1952 report of Canadian National (West Indies) Steamships, showing an operating profit of \$326,276 but an income deficit of \$3,909.

Across Canada: Mr. St. Laurent said Monday it is still the hope that Parliament will finish sessional business by the end of April or early May. He made the statement as the House of Commons approved a motion to take only a four-day Easter recess from Friday, April 3 to Monday, April 6, inclusive.....Dr. F. Cyril James, Principal and Vice-Chancellor of McGill University, Monday criticized what he termed this country's stinginess towards universities. He told the Ontario Lumber Dealers' Association in Toronto, according to the Canadian Press, that in 1950, total revenues of Canadian universities amounted to \$40,458,000. During that year Canadians spent \$422,000,000 in tobacco, \$651,000,000 on alcohol, \$84,000,000 on motion pictures and \$197,000,000 on cosmetics.



Mrs. Hamilton

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Vol. 4, No. 54.

Wednesday, March 18, 1953.

Air Force New Base At Namao: Ottawa, March 17 (CP) -- The Air Force is building a big \$23,500,000 supply base at Namao, near Edmonton, to back up any defensive operations that have to be fought in Western and Northwestern Canada, the House of Commons Defence Committee was told today.

About one third of that sum has already been spent on the air materiel base, Mr. H.A. Davis, engineering superintendent of the Defence Department, testified.

A counterpart base for Eastern Canada is being built at Downsview airport, near Toronto.

The ultimate aim is that Namao will give supply support to any actions that may have to be fought by the airborne mobile striking force of the Army, facilities for "all embracing logistical support" of all Air Force elements in the West and Northwest, and for air support for staging operations to Alaska.

The big post-Korean expansion has forced top priority to be given to fighter defences and to training, and the Namao project could not immediately be developed fully for its ultimate role.

In the interim role, it will be available on a modified scale.

The base will eventually include explosive depots, a supply depot, a hospital, 18-room school, married quarters, a cantilever hangar and other facilities.

The establishment will include 212 officers, 1,078 airmen, 116 airwomen and 16 aircraft.

The decision to locate at Namao arose from the fact that Edmonton is the gateway to the North....

Television Control: Ottawa, March 17 (CP) -- The Minister of Transport, Mr. Chevrier, and Mr. M.J. Coldwell, CCF leader, today took issue with suggestions that television in Canada be developed by private enterprise.

Mr. Chevrier said public development of television is essential to prevent American operators taking over the field.

Mr. Coldwell said:

"The incentive for television, and indeed for radio, should be service to Canada as a nation and to its people as citizens. To adopt any other policy, in my opinion, would be an act of treachery and treason on the part of this Parliament to those who for the last 86 years have endeavoured to make Canada a free, independent and distinct nation.

"Propaganda of the Canadian Association of Broadcasters for the private control of television, whether they realize it or not, and those who associate themselves with that propaganda is in effect, in my opinion, treasonable to this country."

At the night sitting, Mr. E.D. Fulton (PC-Kamloops) said the Government's television policy is one of monopoly that is depriving the Canadian people of Canadian television.

T.C.A. Report: Ottawa, March 17 (CP) -- The Government-owned Trans-Canada Air Lines carried the greatest number of passengers in its history in 1952, but high operating costs sliced its operating income in half and reduced the surplus to a fraction of the 1951 figure.

President G.R. McGregor in his annual report tabled in the House of Commons today, anticipated there will be "some decline" in the Company's 1953 financial standing as the result of expenses involved in record peacetime expansion.

The Company's 1952 surplus, chopped to \$807,879 after payment of \$1,200,000 in taxes, was down sharply from \$3,890,957 in 1951, but up from \$208,000 in 1950. These were the first three consecutive surpluses in TCA's 15-year history.

The number of passengers carried climbed to a new high of 1,132,518, up from 973,337 in 1951, while aircargo ton miles rose to 5,643,920 from 4,237,880.

This helped boost operating revenues to a peak of \$55,057,708 from \$48,010,301. But operating expenses also jumped to a record \$52,744,741 from \$43,336,120.

As a result, operating income was sliced to \$2,312,967 from \$4,647,181 and gross income pared to \$2,007,879 from \$3,890,957.

Newfoundland, Labrador Development: Montreal, March 18 (Gazette) -- Premier Smallwood of Newfoundland yesterday described his Government's agreement with a new British-Canadian corporation formed to develop large areas of Newfoundland and Labrador, as "the biggest land transaction since Hudson's Bay Company was chartered." He is here on a business visit.

The Corporation, British Newfoundland Corporation Ltd., is financed by 20 Companies, including some of Britain's most powerful paper, mining, banking and insurance companies, said Mr. Smallwood. The agreement was signed Wednesday.

Here on a business visit, Mr. Smallwood said the Corporation will spend a minimum of \$1,250,000 on development of Newfoundland over the first five years, and \$350,000 in the first year.

The new Corporation would be entirely separate from the Newfoundland and Labrador Corporation, in which Newfoundland Government had a sizeable interest.

Across Canada: Two Second World War winners of the Victoria Cross will attend the Coronation of Queen Elizabeth in June as members of the reserve army contingent from Canada. The Defence Department announced that Lt.-Col. C.C.I. Merritt, 44, of Vancouver and Lt.-Col. Paul Triquet, 44, of Quebec will go overseas for the event....Mr. Solon Low, Social Credit leader, suggested yesterday it is "silly" to refuse permission to export surplus natural gas to the United States while waiting to see if a Trans-Canada pipeline is economically feasible to feed the eastern Canadian gas market.... Crude oil production in Alberta increased more than 22,000 barrels daily in the week ended March 9, the Petroleum and Natural Gas Conservation Board reported....With more and more Canadians buying their own homes, the Bureau of Statistics estimated that the number of dwellings that were owner-occupied jumped to 2,175,415 in 1951—a boost of 716,058 from 1,439,357 in 1941.



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Vol. 4, No. 55.

Thursday, March 19, 1953.

Canada-U.S. Alaska Exercise: Ottawa, March 19 (RCAF) -- Plans for a command post exercise designed to train Navy, Army and Air Force staffs were announced today by the Canadian and U.S. Defence Departments in Ottawa and Washington. Civil defence organizations of the two countries will be invited to participate. The exercise is to be conducted in Alaska and the Western portions of Canada and the United States, from March 21 to March 23.

While the principal purpose of the three-day problem will be to exercise staff procedures and communications facilities of both Canadian and American participating commands, it is also contemplated that in some areas actual forces will take part in the exercise.

Training Airmen For NATO: Ottawa, March 18 (CP) -- Canada has trained or is training 3,063 men from Allied countries under her Atlantic Pact air training scheme, a Government return said today.

The reply tabled in the House of Commons for Mr. Stanley Knowles (CCF-Winnipeg North Centre) said \$140,734,000 had been spent up to the end of January on the training scheme, including provision of necessary capital facilities.

The trainees come from Britain, France, Belgium, Holland, Italy, Denmark, Norway and Portugal.

The scheme was launched in 1950 and provides for training of roughly 1,300 NATO trainees a year plus about 1,500 Canadians.

Mr. Godsoe On Industrial Policy: Toronto, March 18 (CP) -- Canada has the raw materials to take advantage of the new age of jet aircraft, electronics and the peacetime use of atomic energy, Mr. J. Gerald Godsoe said tonight.

Mr. Godsoe, National Vice-President of the Canadian Chamber of Commerce and Vice-President of British American Oil Co., Ltd., in addressing the National Office Management Association, urged Canadians to manufacture as much as possible of their raw products into finished goods.

This did not mean that "we should attempt to fabricate everything in this country," but the newer developments of the modern age offered "an excellent opportunity to develop new and specialized lines."

On the trade front, Mr. Godsoe said Canada stands "to lose more than any other country with the stifling of international trade, and there are many and ingenious ways in which it can be stifled."

Canada should, therefore, "take the lead in entering into international negotiations to reduce barriers to trade and to keep our own markets open so that other countries can export to us and be in a position, in turn, to import from us.

"The United States, above all, has an opportunity to show real leadership in this and to help the free world, and itself as well, by boldly scrapping trade barriers and simplifying its complex customs laws."

Since the economies of Canada and Britain complement each other more than do those of Canada and the United States, "everything we can do to help Britain put herself in a position to exchange more trade with us is very much in our interest."

Canada, said Mr. Godsoe, must have more people. "Unless we continue to obtain them through immigration and in greater numbers, we may well find that our prosperity of today may not continue.

Business Men's Political Views: Ottawa, March 18 (CP) -- Mr. George Drew, Progressive Conservative leader, said today he believes it would be a good thing for "this country if every business man in Canada declared his political colour and came out into the open as to what his political beliefs are."

Speaking during a radio debate in the House of Commons, Mr. Drew added:

"How often has the statement been heard in these past few years -- 'Oh, I would like to take a more active part in politics, but this Government is so closely associated with our business activities that we do not think it would be a healthy thing for us to do so.'

"...We (Progressive Conservatives) say we think it would be a very good thing if business men openly declared their support of this Government, or of other political parties. Yes, we think it is a good thing when business men declare their support of the CCF party, and the Social Credit party as well--as, indeed, some of them do...."

Canadian Women And Coronation: Toronto, March 18 (CP) -- Women will outnumber men in Canada's contingent of Coronation visitors to Britain.

In a good many cases, mothers and daughters are going while their menfolk will be left at home to follow the Coronation activities through newspapers, radio and perhaps television.

Wives of some prominent Canadians will accompany their husbands to Britain. A survey here shows most of the other women will likely be bound for overseas without their men.

Some observers here say women travellers in the Canadian group will outnumber the men by as much as 70 to 75 per cent.

Across Canada: Mr. Claxton and Mr. Lapointe will visit Valcartier military camp Saturday to bid farewell to the 3rd Battalion of the Royal 22nd Regiment, scheduled to leave shortly for Korea....July 1 still is "Dominion Day" and will continue to be until the law is changed, the Government today informed Mr. Phileas Coté (L-Matapedia-Matane). In reply to a question about the future designation of the country's birthday, State Secretary Bradley noted that a statute now on the books makes July 1 Dominion Day. Mr. Coté has moved in the past to have the name changed to Canada Day....The Duke of Edinburgh, arriving at the parade ground by helicopter, inspected Canadian troops at Hanover, Germany, yesterday.



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OTTAWA - CANADA

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Vol. 4, No. 56.

Friday, March 20, 1953.

Gen. McNaughton On Seaway Economics: Ottawa, March 19 (CP) -- The St. Lawrence Seaway will be able to handle more than 90 per cent of the world's shipping, but Canada does not want the big ocean ships to use it, Gen. A.G.L. McNaughton said today.

"The opinion is that, far from getting some of these mammoths, we want legislation to keep them out," the House of Commons External Affairs Committee was told by the General, Canadian Co-Chairman of the International Joint Commission.

Gen. McNaughton was reporting to the Committee on the work of the IJC, which regulates the use of Canada-United States boundary waters, and which recently authorized the power development in conjunction with the seaway.

His reference to legislation against some ocean shipping apparently dealt with a recently-disclosed move of the federal Government to have an inter-departmental committee study the question of excluding non-Canadian shipping from Canada's Coastal trade. The 27-foot-deep seaway would open inland waters to bigger ships from other countries.

Gen. McNaughton said the bigger ships have a role of their own in ocean trade and were not designed for traversing waterways.

"The general feeling is that, far from wanting them in, we want them out," he said.

He told the Committee the best estimate of seaway traffic is 50,000,000 tons a year, of which 20,000,000 would be iron ore. Much of the ore would be heading inland from the new Labrador ore development.

In this connection, he said it is expected ships carrying ores inland carry grain back from the lakehead. Special vessels were being designed for this.

One eventual prospect, he said, is that grain elevators would be established at Seven Islands — the port for Labrador iron ore — for trans-shipment of grain to ocean ships. But that would depend on how the economics of the situation developed.

There also was no reason why coal from Nova Scotia should not be hauled all the way up the great lakes, Gen. McNaughton said.

A United States offer of compensation for tapping the Columbia River system's hydro power just below the British Columbia border is not regarded as adequate, Gen. McNaughton said.

He told the Committee that he is hopeful the U.S. will "come a long, long way" from its present position. He declined to make the U.S. terms public because of the early stage of negotiations through the Commission.

The proposed U.S. development would be at Libby, Mont., south of B.C. on the Kootenay River, part of the Columbia system. It would develop 1,000,000 kilowatts from a dam that would back up a huge lake into British Columbia territory.

Gen. McNaughton said the U.S. is "insistent" to get the project started but that the Canadian section of the IJC is not ready to sign an order authorizing it.

Big Tourist Trade Predicted: Ottawa, March 19 (CP) -- Canada's tourist industry is headed for another record year in 1953.

That was the forecast of the Minister of Resources and Development, Mr. Winters, and Mr. D. Leo Dolan in a report to the Senate Tourist Committee headed by Senator W.A. Buchanan (L-Alberta).

They estimated that revenue from the tourist industry last year was between \$270,000,000 and \$280,000,000 from a record 26,000,000 visitors to Canada.

Mr. Winters said Canadians are showing increased interest in travel within their own country this year. Canada's advertising abroad, through paid ads and "rediscovery" of Canada by the United States, also was paying dividends. Everything pointed to a good year despite attractions abroad such as the Coronation.

Committee members expressed some dissatisfaction about the prices for food and accommodation at Canadian hotels and about price and quality of food on the railways.

Mr. Dolan said that complaints are brought to the attention of the railways, restaurants and tourist operators.

Mr. Dolan said that of the 26,000,000 visitors to Canada last year 6,000,000 stayed longer than 48 hours. To date this year, the number of inquiries from potential tourists was 63 per cent greater than in the corresponding period last year.

He said the increased interest in Canada is partly a dividend from the advertising programme which cost \$998,000 last year and the wide publicity of Canada in U.S. newspapers.

\$1,000,000 For European Flood Relief: Ottawa, March 19 (Citizen) -- Parliament will be asked to approve the \$1,000,000 federal contribution to the Canadian National Flood Relief Fund for the victims of last month's European floods, Mr. St. Laurent has announced in the House of Commons.

Provision for the money would be contained in the forthcoming supplementary estimates, said the Prime Minister. The money will go to help aid those who suffered in Britain, Holland and Belgium last month.

Provincial Governments across Canada are also joining in grants to the fund along with private subscriptions.

Surplus Jump To \$400,000 Predicted For C.N.R.: Ottawa, March 19 (CP) -- The Canadian National Railways today made a preliminary estimate of a 1953 surplus of \$400,000—up from \$142,000 last year—but pointed to factors that might throw the estimate off widely.

The Government-owned company, predicting its second peacetime surplus since 1928, forecast record revenues and operating expenses at \$720,000,000 and \$676,600,000, respectively, in its budget tabled in the House of Commons.

But the budget pointed out that the estimates take into account neither the effect of the latest freight rate increase nor of a retroactive wage settlement reached in February, both running into millions.

Across Canada: A federal Government subsidy on freight rates to the Prairies favours Ontario and Quebec industries at the expense of British Columbia business whose natural market lies west of Winnipeg, the Board of Transport Commissioners was told at Vancouver. The Vancouver Board of Trade said in a brief that freight rates should be applied equally to all localities in Canada....The Army is organizing a flying unit to do artillery spotting from the air and is basing it on historic ground. The 1st Air Observation Post Flight will be stationed at the flying field in Camp Petawawa which was used 43 years ago for the first military flight made in Canada — the demonstration put on by J.A.D. McCurdy and F.W. (Casey) Baldwin....Mr. Chevrier is making his first visit to Newfoundland.

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Vol. 4, No. 57.

Monday, March 23, 1953.

Commons On Tax Proposals: Ottawa, March 20 (CP) -- In the wake of Opposition demands for greater tax relief, the House of Commons today completed preliminary study of the tax proposals in the 1953-54 Budget.

Members adopted resolutions containing the tax changes and gave first reading to bills based on the resolutions.

Last resolution to pass provided for a five-per-cent reduction in personal income tax and a three-per-cent cut in taxes on corporations. Opposition members reiterated their views that greater tax reductions should have been granted.

Following adoption of the tax resolutions, members approved establishment of a committee to review activities of the publicly-owned CBC. Dr. McCann said the Government will welcome the move if the Progressive Conservatives decide to make the development of television in this country a political issue.

In debate on the taxation proposals, a Government spokesman announced a broadening of the qualifications under which a full time student 21 and over may be claimed as a dependent for income tax purposes.

Mr. Jean Lesage, Parliamentary Assistant to Mr. Abbott, said the provision in the Budget to allow full time university students as dependents is being widened to include full time students at all types of schools. This would include technical, theological and nursing schools.

Members questioned Mr. Lesage about a decision to extend to municipal councils the right to tax-free-expense allowances. Mr. Lesage said the provision will be retroactive to 1946.

Securities Trade With U.S.: Ottawa, March 22 (CP) -- Canada's trade with the United States on outstanding securities resulted in a record Canadian purchase balance of \$92,400,000 in 1952, the Bureau of Statistics reported. This compared with a small \$5,700,000 purchase balance in 1951 and a peak sales balance of \$255,700,000 in 1950.

This big jump in the purchase balance affected all Canada's international transactions, resulting in a general purchase balance of \$77,900,000, a sharp reversal of the \$17,700,000 sales balance in 1951.

The outstanding features of 1952 trade in securities between Canada and the U.S., said the Bureau, were the reductions through repurchases and retirements of U.S. holdings of Canadian Government debt and the sales to the U.S. of Canadian equity securities.

"By the end of 1952 U.S. holdings of Government of Canada debt had been reduced well below the level prevailing before the massive capital inflows of 1950.

"But total U.S. investment in Canada, the book value of which was placed at \$7,235,000,000 at the end of 1951, continued to rise, reflecting purchases of common and preference stocks, proceeds of new issues of Canadian securities sold in the U.S., net capital inflows for direct investment, and the earnings on these investments retained in Canada."

Argentina Seeks Increased Trade: Ottawa, March 20 (CP) -- Argentina's President Juan Peron has followed up Mr. Howe's business-hunting swing through South America by sending a dynamic trade expert of his own to Ottawa on the same sort of mission.

Only there is nothing transient about the mission of Dr. Lucas Mario Galigniana. The economist who sat in on Mr. Howe's talks in Buenos Aires has come here to stay as a full-fledged ambassador.

And, he said today in an interview, his primary purpose is to increase two-way trade between the two fast-developing countries from the drop-in-the-bucket level of \$12,500,000 it hit last year. And he wants to increase it as fast as possible.

In keeping with his usual custom of meeting new envoys shortly after their arrival, Mr. St. Laurent had a 30-minute talk with Dr. Galigniana yesterday. Also in keeping with custom, nothing was said later about what they discussed.

Canada-U.S. Exercise: Vancouver, March 22 (CP) -- The dawn-to-dusk "Exercise Communications" swung into action Saturday in a combined operation of Canadian and United States Navy and Air Forces.

It covered much of the British Columbia coastal area, centred on Vancouver Island and Gulf of Georgia Islands where scores of ground spotters manned isolated posts and reported to a central command post here.

Canadian Air Force bombers, naval and commercial ships and a U.S. submarine participated in the defence exercise. Reports were flashed to the RCAF filter centre within seconds over a B.C. telephone system network.

Across Canada: Polymer earned a net profit of \$2,798,481 in the last nine months of 1952, Parliament was told on March 20....British Columbia, Alberta and Saskatchewan have decided to seek immediate federal aid for the building of a network of all-weather defence highways. The Highways Ministers of the three Provinces conferred in Edmonton Saturday and decided to press for an early conference with the federal Government to discuss the plan....The Canadian Government has lifted all export and import controls on shipments of a wide range of strategic metals to and from the United States. The move affects all non-ferrous metals, except nickel and nickel-bearing materials.... Canada's shortage of professional workers will probably increase in the future, Mr. Gregg told the Professional Institute of the Public Service of Canada. Canada's rapid development and the growth of Government and defence requirements have added to the demand for professional workers, Mr. Gregg told the Institute....Mr. St. Laurent has announced the resignation of Mr. H.S. Southam as the Chairman and Member of the Board of Trustees of the National Gallery. Mr. C.P. Fell of Toronto has been appointed Chairman of the Board to replace him.

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Vol. 4, No. 58.

Tuesday, March 24, 1953.

Says Costs, Rates, Put Railways In Dilemma: Ottawa, March 23 (CP) -- Mr. Donald Gordon, President of the Canadian National Railways, said today railway operating costs and increasing freight rates resulting from them have put the railways in a dilemma.

He told the House of Commons Railway Committee the railways are pricing themselves out of some business and, beyond that, high rail charges on commodities could affect the sale of Canadian products in foreign markets.

The answer, he said, is "self-discipline" so as not to "kill the goose that lays the golden egg," though he said specifically he was not aiming this admonition at railway labour. The C.N.R. payroll accounts for 56 per cent of its operating costs.

In his annual appearance before the House Committee looking into the C.N.R.'s affairs, Mr. Gordon gave information over a wide field including:

1. The C.N.R. feels there must be no loss of revenue to the railways from the current freight-rate equalization studies.
2. The Company is trying to find a means of producing cheaper meals in its diners, which now are giving an expensive and "too luxurious" service.
3. New and perhaps "surprising" proposals concerning commuters' service are to be made by the Company to the Transport Board.
4. The C.N.R. is "not too happy" about its accident record.
5. On passenger operations, the C.N.R. probably makes "a little money" on its main lines and loses on practically all branch lines.
6. The C.N.R. does not expect to lose out from water competition created by the proposed St. Lawrence seaway.

External Affairs Committee: Ottawa, March 23 (CP) -- The usually-immune External Affairs Department got caught today in the crossfire of running political strife arising from Opposition charges that the Government is using the public's tax money extravagantly.

The issue of the moment: An estimate by the Department that it will cost in the area of \$1,000,000 to erect and furnish an embassy residence and office building in Rome.

In the House of Commons External Affairs Committee, Mr. Howard Green (PC-Vancouver Quadra) said it is "ridiculous" and "extravagant" to spend that much money for that purpose. He and Mr. Gordon Graydon (PC-Peel) asked the Department to reconsider and try to save money.

Mr. Tom Goode (L-Burnaby-Richmond) retorted that Canada did \$150,000,000 worth of business with Italy in the last two years and figured the cost of the buildings would run to roughly \$45,000 to \$50,000 a year over 20 years. The alternative was to keep on paying \$22,000 a year rent. He called it "good business."

Mr. R.M. Macdonnell, Assistant Under-Secretary of the Department, said the Department feels that in the long run the Rome investment would prove a good one. Once Canada had her own property, she would escape taxation under diplomatic privileges.

He also thought it might be possible to save up to \$150,000 on the maximum estimates but said it is too early to be able to say so with certainty. At any rate, he said, the Department tries to be as economical as possible.

Mr. Gardiner On Farm Prices: Ottawa, March 23 (CP) -- Mr. Gardiner said tonight Canadian farmers now are better off than ever.

Speaking in the House of Commons, Mr. Gardiner said Opposition members should stop shouting that Canada is a bad country in which to farm; that markets for agriculture production have been lost. Farmers knew better.

He spoke on a motion by Mr. John Diefenbaker (PC-Lake Centre) urging the Government to consider more use of floor prices to support Canada's farming industry.

The motion asked the Government to consider legislation to provide floor prices that would ensure farmers of a "fair" return in relation to the cost of the things they must buy.

The motion, technically non-confidence in the Government, asked that the floors be set in consultation with farm organizations.

Mr. Gardiner said he is sure that when the United Kingdom wants to buy Canadian products again "they will not be backward about telling us."

As long as the present Government was in power and its policies continued, prices would go down less than they would under any other type of policy.

Press Gallery Rejects Tass Application: Ottawa, March 23 (CP) -- The Parliamentary Press Gallery today rejected the application of Tass, the official Russian news agency, for membership in the gallery for Ivan Tsvetkov.

The application was rejected at a general gallery meeting on the ground that Mr. Tsvetkov is an official of a Russian Government agency, attached to the Russian Embassy here.

Export Credits Insurance Corp. Report: Ottawa, March 23 (CP) -- Canadian exporters were paid \$996,809 last year by the Export Credits Insurance Corporation to cover losses in international trade deals, the Crown company reported today.

The Corporation's annual report, tabled in the House of Commons by Mr. George McIlraith, Parliamentary Assistant to Mr. Howe, said payments were made on 138 claims resulting mainly from exchange transfer difficulties in foreign countries.

Across Canada: An Ontario Legislature committee has recommended the Government discontinue all rent controls by March 2, 1954. The recommendation enables the Government to prepare legislation during the current session. If it is passed, the question of rent control will be left to the municipalities.... Canadian builders were urged to accept old houses as trade-ins on new ones. That would help maintain the present production rate of new houses and apartments, Mr. Emanuel M. Spiegel of New York, President of the United States National Association of Home Builders said.... Northern Saskatchewan yesterday battled eight-foot snowdrifts after a spring blizzard. The storm left more than 18 inches of snow at some points in the Prince Albert-Battleford-Saskatoon triangle and 45-mile-an-hour winds piled it into eight-foot walls. Roads were blocked and some rural communities isolated.



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Vol. 4, No. 59.

Wednesday, March 25, 1953.

The Death Of Queen Mary: Ottawa, March 25 (CP) -- The death of Queen Mary in London last night cast a shadow over the country that was born in the year of her birth. In the words of Mr. St. Laurent, who announced the royal death to a shocked House of Commons in Ottawa, all of Canada mourned her passing. He termed Her Majesty's death "a personal sorrow for Canadians."

Rt. Hon. Vincent Massey, Governor-General, cabled on behalf of Canada "sincerest and deepest" sympathy to Queen Elizabeth on the death of Queen Mary.

Mr. Pearson On Effort For Peace: Toronto, March 25 (CP) -- Mr. Pearson said last night the Western world should give guarded but fair examination to signs of Russian gestures for friendlier relations.

"We should remain on guard as we examine, as we should examine, and in a fair and honest way, every proposal, every suggestion, every indication that some of the problems which now divide the two worlds might now be solved," he said.

In a speech prepared for delivery to a banquet marking the closing of the centenary celebrations of St. Michael's College, he said:

"The United Nations has not failed... Let us then not abandon our effort for peace through U.N. Even more, let us make sure that our own national policies, and — insofar as we can — the policies of the free world, will be such as to deserve success, if not to achieve it.

"We may be facing new tests in this regard — both nationally and internationally — as words are uttered and gestures are made which promise an easing of tension in quarters from which we have been accustomed to experience only implacable hostility and relentless attack.

"In considering these moves, it will be tempting, but very unwise, to become the deluded victims of our own deep longing for peace and accept uncritically any and every comforting statement as something which warrants a slackening in our own free world policy of security through growing collective strength and unity.

"But it would be equally foolish to dismiss as not worthy even of serious examination any new possibility for a relaxation of tension. I suggest that we should always go half way — and even further if necessary — in meeting any overture; but that we should keep our eyes and ears wide open as we move and not allow our response to interfere with the steps we have already taken to ensure that we can move — in any other direction — firmly and confidently if things go wrong.

"We should give a joyous welcome to any genuine harbinger of peace, but we must be sure it is that, before we begin rejoicing. A hawk is no less an aggressive bird because its wings have been made to look like those of a dove.

"The strength of the free world is now becoming a great buttress of peace by removing the temptation from a potential aggressor of quick and easy victory. As important, however, as our strength is our unity. There are those who would destroy that unity — by fair means or by foul. So we should remain on guard as we examine, as we should examine, and in a fair and honest way, every proposal, every suggestion, every indication that some of the problems which divide the two worlds might now be solved."

Mr. Garson On Emergency Powers: Ottawa, March 25 (CP) -- The Minister of Justice, Mr. Garson, said yesterday the Government is not seeking power to pass secret orders or interfere with the rights of Canadians when it asks for renewal for another year of wide powers under the Emergency Powers Act.

The Act, Mr. Garson said in the House of Commons, gives no power to interfere with the rights of Canadians. It gives no right of arrest except incidental to proceedings to enforce regulations under the Act. It gives no power of detention, deportation, exclusion or censorship.

These powers were contained under the War Measures Act, but the Government did not want such power during peace. It wanted to preserve the liberties of persons and freedom of speech.

B.C. Government Defeated: Victoria, March 25 (CP) -- British Columbia's minority Social Credit Government was defeated in the Legislature Tuesday night, the CCF, Liberals and Progressive Conservatives teaming up to vote down an education costs bill.

Before the vote Premier W.A.C. Bennett had said he would regard it as a vote of confidence in his Government. The vote was 17 in favour of the bill, up for second reading, and 28 against.

Premier Bennett told reporters he would ask the Lieutenant-Governor to dissolve the Government as soon as he and other party leaders had worked out "supply" to carry the Province until another election is held.

Mr. Bert Price (SC-Vancouver Burrard) voted against the Government.

Canadian Films Awarded Honours: A National Film Board short subject, "Neighbours" produced by Norman McLaren, has been awarded a Motion Picture Academy "Oscar" for the best documentary short of 1952. Mr. N.E. Duclos, Canadian Government Trade Commissioner at Los Angeles, accepted the award on behalf of Mr. McLaren. A second National Film Board documentary, "Romance of Transportation," was also nominated for awards in two different classes.

Across Canada: Travel Minister Cecile introduced a bill in the Ontario Legislature which would end provincial Government jurisdiction over rent controls March 2, 1954. The 217 municipalities affected, all the cities and most of the large towns, would be permitted to take over rent controls themselves....Speaking in Ottawa, Mr. Robert Saunders said yesterday he hopes to receive permission in a few weeks to go ahead with the power development of the St. Lawrence....The Minister of Fisheries, Mr. Sinclair, announced March 24 that Britain has agreed to purchase \$4,250,000 worth of British Columbia canned salmon. The Minister told the House of Commons that the purchase results from conversations held with Mr. R.A. Butler, Chancellor of the Exchequer, during his recent visit to Canada.



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Vol. 4, No. 60.

Thursday, March 26, 1953.

Canada's Condolences To The Queen: Ottawa, March 25 (CP) -- A solemn House of Commons today approved a formal expression of "deep and heartfelt sorrow" to Queen Elizabeth in the loss of her grandmother, Dowager Queen Mary.

While scores of visiting school children looked down from the galleries, the leaders of the four political parties in the House paid oral tribute to the beloved Queen and then stood in silence for a moment.

The "humble address" was sent to the Senate so it could become a joint message of condolence.

The Senate approved a similar message shortly after and stood a minute in silence.

The address to Queen Elizabeth said:

"We mourn the loss of Her Majesty whose kindness, graciousness and great influence for good over so many years won the respect and admiration of us all, and there has come to each of us a sense of personal bereavement which, we say it with all possible respect and duty, makes Your Majesty's sorrow our own...."

Mr. St. Laurent told members the loss of Queen Mary was "a personal loss to all Canadians and to all the Commonwealth...." The depth of her loss could be measured by the universal affection with which she was regarded.

Mr. Drew said Queen Mary "was very dear to the Royal Family and to all of us." Her example was one reason royalty survived in Britain while it vanished elsewhere.

Mr. Coldwell said the Queen had been revered as "a great lady, a wife, mother and Queen."

Mr. Low recalled meeting Queen Mary briefly in 1948 and being impressed with her warm humanity, keenness of mind and regal bearing.

Eldorado Mining Head On Uranium Need: Ottawa, March 25 (CP) -- The United States is in urgent need of more Canadian uranium for atomic bomb production, the House of Commons Atomic Energy Committee was told.

Mr. W.J. Bennett, Head of the publicly-owned Eldorado Mining and Refining Company, told the Committee bluntly that the "prime objective" of Canadian uranium development is to feed more of the fissionable material into American atomic bomb production and added:

"It is in the national interest that every possible effort should be made to speed up and increase the deliveries of uranium."

"We may regret that this is so," he said, "but at the same time we must be mindful of the fact that the atomic bomb is the most potent means of safeguarding the security of this continent and whatever that may involve in the way of military action elsewhere."

Mr. Bennett told of the difficulties of mining uranium ore in the sub-zero temperatures of Canada's North but announced that new production opening next month in the northern tip of Saskatchewan will more than double current ore output and that eventually developments of other nearby claims may triple the mining rate.

Mr. Bennett blamed the Russians for American action to increase rather than slow down atomic weapon output.

But while this was regretful, Canadians could take "some consolation" from the fact that their uranium production was geared to bomb output. For it was only through this urgent American need for the bomb's raw materials that Canada was able to undertake vast explorations and gain knowledge of her uranium potential "which we might not otherwise obtain."

Jurisdiction Over Courts: Ottawa, March 25 (CP) -- Mr. Garson said today the federal Government cannot be liable for claims against the Crown arising out of any miscarriage of justice in the courts of the Provinces of Canada.

He told the House of Commons that only the Provinces could make provision for such claims because the Provinces have jurisdiction over their own courts. It would not make for federal-provincial harmony if the federal Government stepped in to investigate the handling of any particular case with a view to reimbursing a wronged person.

The Minister made the statement in reply to suggestions by Mr. John Diefenbaker (PC-Lake Centre) that federal liability should extend to miscarriage of justice in provincial courts.

26,300,000 Visits to Canada: Canada was host in 1952 to more visitors from other countries than in any other year, and the year was a record one for Canadian travel abroad, according to first estimates of 1952 travel between Canada and other countries by the Dominion Bureau of Statistics. Travel expenditures of visitors to Canada were up narrowly from 1951, but were down from the all-time peak set in 1949, while Canadian travel expenditures were at an all-time high with the fourth successive year of increase.

The total number of visits to Canada in 1952 was 26,300,000, six per cent greater than the year before, and five per cent larger than in 1948 -- the previous peak year. The total number of visits of Canadians to the United States and other countries during the year was 21,600,000 as compared with 18,600,000 in 1951, 16,000,000 in 1950, and 15,100,000 in 1949.

Across Canada: A bill introduced in the Ontario Legislature by Mr. Albert Wren (Lib-Lab- Kenora) which would legalize the sale of coloured margarine in Ontario was defeated by standing vote. Four members supported the bill. Both Liberal and CCF parties supported the Government's bill which forbids the sale of edible oils, except margarine, which resemble dairy products....The United Kingdom's new senior Trade Commissioner in Canada, Mr. Gordon Bowen, who will make his headquarters in Ottawa, made a courtesy call on Mayor Camillien Houde of Montreal where he signed the Golden Book for distinguished visitors, the Montreal Gazette reports....Canadian National Steamships will put more ships on its West Indies runs if business justifies it, Mr. Donald Gordon, President of CNS and Canadian National Railways, said in commenting before the House of Commons Railway Committee, on the recent sale of the two old CNS passengers liners.



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Vol. 4, No. 61.

Friday, March 27, 1953.

Emergency Powers Act Extended: Ottawa, March 26 (CP) -- The House of Commons tonight voted to extend for another year power enabling the Government to act without consulting Parliament in event of an emergency.

Members voted 107 to 50 to extend the Emergency Powers Act to May 31, 1954, after Mr. St. Laurent said provisions were as necessary for Canadian security as was the country's huge defence programme.

Mr. Drew, Mr. Coldwell and other Opposition members, had criticized the Government for seeking renewal of the Act. They said it is not necessary. They forced formal division on second reading as well as on third and final reading.

At the suggestion of the Progressive Conservatives the Government accepted a last minute amendment. It removed a provision under which the Legislation could be continued beyond May 31, 1954, merely by an address to the Senate and the House of Commons.

Mr. St. Laurent said the times are such that the Western powers "do not dare" to forego building defensive forces in Europe, but he hoped they never would be used. Likewise, he hoped the Emergency Legislation would never be used. But the Government felt that to meet its responsibility of guarding the security of the country, powers to act promptly should exist.

In the vote on passage of the measure, the Progressive Conservative, CCF and Social Credit parties voted against the Government. The bill now goes to the Senate for approval.

Mr. St. Laurent mentioned the one secret order which has been passed under the Act. He said it was passed in July, 1951, and concerned combined security action with Canada's NATO partners. It must continue in force for the security of Canada and her associates. He offered to disclose contents to the leaders of the Opposition parties, but he did not think they would want to see it....

Mr. St. Laurent said the Emergency Powers Act does not destroy the power of Parliament. But the Government believed it was necessary to have emergency power for the security of the nation as it was to vote \$2,000,000,000 for military defence. The dangers were there all the time.

The Opposition, he said, asked the circumstances under which the powers would be used. If the Government could foresee the circumstances there would be no need for special powers.

The Government assumed responsibility for the secret order and no one could suggest that it had interfered with personal liberty. He knew Canadians did not like secret orders; neither did he. But there were times when distasteful actions must be taken.

Mr. St. Laurent noted reference had been made to arbitrary detention of espionage suspects in the 1945 spy roundup. He had "never felt that any apology was required for the steps taken to break up the spy ring."

He believed that right now the R.C.M.P. and other security forces were doing an effective job to stave off potentially disastrous sabotage in event of another war....

External Affairs Committee: Ottawa, March 27 (Citizen) -- Ottawa's passport office was given a clean bill of health by Mr. Ronald Macdonnell, Assistant Under-Secretary of State for External Affairs, at the House of Commons External Affairs Committee yesterday afternoon.

Mr. Macdonnell said he knew of no reports of Canadian passports having disappeared from the office. And, he added, no investigation by the R.C.M.P. had been made into the operations of the office.

The comments followed an inquiry by Mr. Gordon Graydon on a Toronto newspaper story that Marshal Tito, during his recent visit to London, had disclosed that as many as 800 Canadian passports had been passed by the Yugoslav Government to the Soviet Russian Government since 1946 for improper use behind the Iron Curtain.

In 1946 and 1948 about 2,000 Yugoslavs from Canada returned to their own country. About 800 of them were unnaturalized citizens and the rest travelled on 870 passports granted to Yugoslavs born here or naturalized here.

Mr. Macdonnell stated that the Canadian Government had recovered 637 of the original passports and all but 120 had been accounted for....

British Columbia Legislature: Victoria, March 26 (CP) -- The British Columbia Legislature today voted a \$94,000,000 supply bill to maintain the Province for the next six months.

The "caretaker" budget was voted following agreement of all parties after the defeat of the Government Tuesday on its education bill.

Premier Bennett said during the day he will ask for dissolution of the Legislature early next week, and if it is granted, an election will be held early in June.

The House is expected to prorogue tomorrow under an all-party agreement for the passing of non-controversial measures. Fifty non-controversial bills are scheduled for passage.

The Seaway: Toronto, March 26 (CP) -- Progress toward U.S. participation in the St. Lawrence seaway project is being made in Washington, Dr. N.R. Danielian, Executive Vice-President of the Great Lakes-St. Lawrence Association, said today.

Dr. Danielian came here to invite Premier Frost and Hydro Chairman Robert Saunders to the second annual Heartland conference in Washington. Both accepted the invitation.

He is also going to Ottawa, and will ask Mr. Howe to send a member of the federal Cabinet as a speaker.

Across Canada: Partial service mourning lasting one month for the late Queen Mary has been ordered for the three armed services....Shoppers' debts in retail stores climbed to a peak of \$685,000,000 at the end of 1952 in the wake of the heaviest buying in history. With Government credit controls lifted last May, retail sales during the year jumped to a record \$11,303,000,000, a boost of \$800,000,000 from the previous high of \$10,517,300,000 in 1951, the Bureau of Statistics estimated yesterday....The Ontario Department of Lands and Forests has banned non-residents hunting and fishing in nearly 100,000 square miles of the far north as a result of dangers underlined by the loss of hockey star Bill Barilko and Dr. Henry Hudson when their plan vanished August 26, 1951, in the James Bay area.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION

DEPARTMENT OF EXTERNAL AFFAIRS

OTTAWA - CANADA

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Vol. 4, No. 62.

Monday, March 30, 1953.

Exports Down in Early 1953: Ottawa, March 27 (CP) -- Canada's big exports push lost steam in the first two months of 1953, with both prices and volume of shipments dropping.

With sales to Britain, Continental Europe and some Latin-American countries down from last year's records, Canada's total shipments in the first two months declined by \$41,600,000 to \$600,900,000 from \$642,500,000 a year ago, the Bureau of Statistics estimated today.

The drop in values, noted in January continued in February when reduced purchases by overseas and Latin-American countries sliced exports by \$38,400,000 to \$275,600,000 from a peak of \$314,000,000 in February last year.

The problem in exports appeared to be a softening in sterling-area markets. Canada's shipments to the United States climbed to \$176,800,000 in February from \$171,600,000 a year ago.

But this increase failed to offset a reduction in sales to Britain which dropped to \$36,300,000 from \$44,500,000. Continental Europe took \$19,431,000 worth of Canadian goods, down from \$28,806,000, while Latin America absorbed \$12,883,000, down from \$27,259,000.

Prime Minister Mayer In Ottawa: Ottawa, March 29 (CP) -- Prime Minister Mayer of France arrived in the Canadian capital from Washington today on a courtesy visit.

Accompanied by Finance Minister Maurice Bourges-Maunoury, the Premier was greeted by Prime Minister St. Laurent and Defence Minister Claxton.

Mr. Mayer said it is "with the greatest confidence and comprehension and friendship with your Prime Minister and his Government that we have come to express here the French point of view on the great problems that face the democratic nations."

Mr. Mayer said he first wanted "to express the sentiments of faithful affection, of gratitude and of profound confidence the people of my country feel for the Canadian people."

Defence Act Amendment: Ottawa, March 29 (CP) -- Parliament may soon find itself involved in some of the jurisdictional problems that have arisen as a result of Canada's first peacetime dispatch of forces to other countries.

The Government has given notice in the House of Commons of amendments to the Defence Act with respect to criminal jurisdiction over Canadian servicemen who break the law in other countries.

Canada wants this jurisdiction — the right to try and punish her own men who break the laws of the countries where they are stationed. She has it now for the 27th Brigade in Germany where occupation law is still in force. But she doesn't have it in Japan where there are leave centres and reinforcement bases for the 25th Brigade in Korea.

Canada and other Commonwealth Governments including Britain have been negotiating with Japan about criminal jurisdiction and other matters ever since the signing of the Japanese Peace Treaty, so far without result.

Art Masterpieces For National Gallery: Ottawa, March 29 (CP) -- The National Gallery has acquired three great European masterpieces from the hands of two of Europe's finest artists.

One of them is the 17th century oil, "Bathsheba at Her Toilet," by the famed Dutch painter, Rembrandt.

The other two are from the hand of Philippino Lippi, great 15th century Italian artist. They are from the series, "The Life of Esther," depicting with all the simplicity of early Florentine art the moving story of the biblical queen.

The Minister of Citizenship and Immigration, Mr. Harris, Saturday announced details of the three purchases, made from an undisclosed European collection, considered one of the last on the Continent—"probably the last famous collection of masterpieces still remaining intact in Europe."

The purchases, giving the Gallery the first great Rembrandt in a Canadian public art collection, were made on the advice of the noted British art expert, W.G. Constable, Mr. Harris said.

The cost, disclosed in the House of Commons Friday, was \$276,000.

Dr. Adenauer To Visit Ottawa: (Press Release No. 17, March 27.) -- The Department of External Affairs announced on March 27 that the Canadian Government had extended an invitation to Dr. Konrad Adenauer, Chancellor and Foreign Minister of the Federal Republic of Germany, to come to Ottawa after his forthcoming visit to the United States. Dr. Adenauer has accepted the invitation and will arrive in Ottawa on the afternoon of Friday, April 17, leaving for Hamburg the following day.

B.C. Election By June 15: Victoria, March 29 (CP) -- British Columbians will vote in a provincial general election on or before June 15, the second within a year.

The first—and only—session of the 23rd Legislature was dissolved Saturday by Lieutenant-Governor Clarence Wallace, who rejected the CCF's bid to form an administration following the defeat of the minority Social Credit Government Tuesday night.

Premier Bennett immediately announced an election will be held on or before June 15. Actual date is expected to be announced soon.

Across Canada: The House of Commons gave third and final reading to a bill to make the federal Government liable to be sued for "torts" committed by its employees....Mr. A.D. Dunton said today the CBC hopes that a television network link between Toronto and Montreal will be in operation "very soon." The link is being built by Bell Telephone Company from Buffalo, N.Y., to Toronto and Montreal via Ottawa. It will be used to carry American programmes to Toronto and to the East. It will also be used for Canadian programmes between Toronto and Montreal and eventually Ottawa....Premier Duplessis of Quebec announced Friday that a town to be built by the Quebec Hydro-Electric Commission at its giant Bersimis River project will be named Labrieville.



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Vol. 4, No. 63.

Tuesday, March 31, 1953.

France, Canada To Expand Trade: Ottawa, March 30 (CP) -- France and Canada decided today that a Franco-Canadian joint committee should meet in the near future to work out a "satisfactory balance" of trade between the two countries.

This was announced in a joint communiqué issued following informal talks among Prime Minister Mayer, Foreign Minister Bidault and Finance Minister Bourges-Maunoury of France and Prime Minister St. Laurent and Canadian Cabinet Ministers.

The 400-word statement reiterated Canadian and French agreement on general objectives of the North Atlantic Treaty Organization. It added that French and Canadian Ministers "agreed in estimating that the suppression of obstacles to trade and payments was essential to the development of production, the strengthening of the defence of the free world and the improvement of the standard of living."

The communiqué said Canada and France recognized reestablishment of the convertibility of currencies constituted a common objective "calling for concerted action on the part of the two Governments as well as of all the other Governments concerned."

Today's talks touched on specific questions of an economic, commercial and financial character dealing with the relationship of the Franc Area and Canada.

"It was considered that the objective was a satisfactory balance of Franco-Canadian trade at a level corresponding more fully to the productive capacity of the two countries and the traditional bonds between them.

"This expansion of trade calls for the working out of technical details on the part of the two countries and has been referred to a Franco-Canadian joint committee. The two Governments have decided that the Committee should meet in the near future."

Canada At The U.N.: United Nations, N.Y., March 30 (CP) -- Canada told the United Nations today it does not believe it is just or reasonable that a U.N. employee should be dismissed on the sole grounds of having refused to give answer to questions which might incriminate him.

The Minister of National Health and Welfare, Mr. Martin, head of Canada's delegation to the U.N. Assembly, thus took issue with one phase of Secretary-General Trygve Lie's handling of the question of loyalty of U.S. employees of the U.N.

Mr. Martin said, however, in a debate on personnel policy, that Mr. Lie deserves commendation for the "way in which he has set out" his latest report on the personnel problem.

Mr. Martin noted that Mr. Lie was in a position of "difficulty and delicacy."

The Canadian said his Government agrees thoroughly with Mr. Lie's statement that a member of the Secretariat who engages in subversive activity against a member state should be dismissed.

He added, however, that this raises questions of definition, procedure and law. Canada was in agreement tentatively at least, with most of the disciplinary actions recommended by Mr. Lie.

Television Policy: Ottawa, March 30 (CP) -- Canada's first privately-owned television stations likely will be established in Hamilton, London, Sudbury and Windsor, Ont., Quebec City, Saint John, N.B., and Sydney, N.S.

The CBC Board of Governors today recommended approval of applications for TV stations in the seven cities. The 11-member Board rejected an eighth application from Kitchener, Ont., largely because the applicants wanted a channel allocated to Toronto.

The applications were the first to be considered by the Board since the Government announced last November that private stations would be licensed in areas not served or to be served by the publicly-owned CBC.

The CBC now has stations in Toronto and Montreal and plans others in Ottawa, Winnipeg, Vancouver and Halifax. So far, it has no plans for stations in Newfoundland, Prince Edward Island, New Brunswick, Saskatchewan and Alberta.

In the House of Commons, Revenue Minister McCann followed the CBC decisions with an announcement that the Government will not limit any area indefinitely to one television station.

Mr. Howe On Wheat Agreement: Ottawa, March 30 (CP) -- Canada still hopes for a "favourable outcome" to negotiations for a renewed International Wheat Agreement, Mr. Howe said today.

"But we shall not be easily satisfied," he added in commenting in the House of Commons on I.W.A. negotiations under way at Washington for several weeks and now apparently approaching the final stage.

Mr. Howe spoke as the House of Commons gave third and final reading to a measure extending until August 1, 1957, provisions of the Canadian Wheat Board Act under which the Board handles the marketing of wheat, oats and barley.

While the Minister said he could not comment directly on the progress of the Washington negotiations, he said the Government feels an agreement could be of benefit to both exporting and importing countries.

"But," he said, "if mutually satisfactory terms cannot be agreed upon, we can, as we have done in the past, sell our wheat successfully without an agreement."

Across Canada: Mr. Gardiner announced continuation for another two years of the Government's butter price stabilization policy by which it buys stocks during high production months and releases them during the winter months....It is costing Canada more every year for the average man in the armed forces, a Defence Department reply shows. It was tabled in the Commons. The average annual personnel costs for officers has risen from \$5,191 in 1949 to \$6,094 last year, and the rise was steady through the four years. The average cost for an other rank rose from \$2,578 in 1949 to \$3,216 last year. The average cost for all members rose from \$2,975 to \$3,645....The New York Times announced that Mr. Raymond Daniell, Chief of its London Bureau for the last 10 years, is being transferred to Ottawa to direct the Times' Canadian coverage. Mr. Daniell, a Times staffer for 25 years, will succeed Mr. Percy Philip who has held the Ottawa post for 10 years. Mr. Philip is retiring after 33 years on the Times' foreign staff. Mr. Daniell, who will direct expanded Canadian coverage, will be accompanied by his wife, Tania Long, also a Times staffer. She will also work in Ottawa....Dr. Herbert Coombs, Governor of the Commonwealth Bank, will leave Sydney, Australia April 1 on a six-week trip to Canada, the United States and Britain to discuss new banking techniques with experts in the three countries, a news cable announces....His Excellency Most Reverend Alexandre Vachon, Archbishop of Ottawa, died last evening at the Dallas, Texas, airport. He was 67.



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Vol. 4, No. 64.

Wednesday, April 1, 1953.

\$1,385,204,000 Defence Orders: Ottawa, March 31 (CP) -- The Canadian Government placed \$1,385,204,000 worth of defence orders in 1952 as Canada overcame human and machine shortages to reach the half-way mark in the biggest peacetime arms programme in history.

Though the pace of orders-placing declined from the 1951 peacetime high, a heavy concentration in aircraft contracts boosted total orders placed since April 1, 1951, to \$2,708,525,000, the Defence Production Department's annual report for 1952 showed today.

The 64-page document, tabled in the House of Commons by Mr. John Dickey, Parliamentary Assistant to Mr. Howe, reviewed the country's strides in her plan to build up a force of planes, guns and ships.

The document disclosed some new figures on arms contracts placed in the United States and the United Kingdom as it told the story of a programme originally described as a three-year-\$5,000,000,000 defence effort, but which, officials said, likely will turn out to be a four-year, \$6,000,000,000 spending plan.

With jets and other aircraft required to provide Canada with her main air strength, total aircraft orders during 1952 reached \$519,749,000, boosting the total since April, 1951, to \$993,323,000 — more than one-third of the entire orders placed.

Most of the Department's defence orders went to Canadian firms, but the U.S. and Britain also shared. Canada in 1952 added another \$68,410,000 to her American defence spending bill, increasing the total since April, 1951, to \$387,339,000.

But the U.S. reciprocated by ordering \$231,000,000 worth of defence goods from Canada in 1952, boosting her total in Canada since April, 1951, to \$388,000,000.

The Department, once ruffled by the fact that Canada's arms spending in the U.S. was higher than U.S. spending in Canada, said the latest trend reflected a "satisfactory exchange of the type of contracts which could better be handled by one of the two countries."

Canada's biggest spending in the U.S. in 1951 was for aircraft, totalling \$250,000,000. Aircraft orders dropped to \$15,450,000 in 1952 as Canada's own factories passed from the tooling-up stage into expanding production.

Excise And Sales Tax Debated: Ottawa, March 31 (CP) -- Speakers from all parties of the House of Commons today advocated the removal of federal excise and sales taxes in varying degrees.

CCF and Social Credit spokesmen urged the abolition of the 10 per cent sales tax altogether as members debated Excise Tax Act amendments implementing budget measures.

Mr. George Drew, Progressive Conservative Leader, moved an amendment to the Excise Bill calling for the elimination of excise and sales taxes on machinery and other equipment bought by municipalities and school boards. (Mr. Drew's motion was ruled out of order.)

Mr. David Croll (L-Toronto Spadina) suggested sales tax exemption on purchases made by social welfare agencies, as proposed by the Canadian Welfare Council.

U.S. Radio, TV Menace Held "Balderdash": Ottawa, March 31 (CP) -- Senator Thomas Reid (L-British Columbia) said today statements that Canadian culture might be endangered by the effect of United States radio and television are "a lot of balderdash."

Senator Reid, speaking in the Senate during a debate on the tourist industry, said such statements have been made by the CBC and in the report of the Massey Commission on Arts, Letters and Sciences.

"It is all a lot of balderdash for the CBC to think we will be swallowed up if we allow United States radio and television programmes to come into Canada."

He said he feels "so wrathful about the CBC statements that I want to go on record as being absolutely opposed to them because they are contrary to facts."

If the culture of one country was swallowed up by that of another, the Scots long ago would have lost to the English their distinctiveness.

Senator Reid said such statements are not good for Canada's tourist trade nor are remarks about attracting United States visitors to Canada "so we can take away their money."

8 Provinces Protest Freight Rate Increase: Winnipeg, March 31 (CP) -- Eight Provinces today asked the federal Government to rescind the seven-per-cent increase in railway freight rates which came into effect March 16.

In a petition prepared here, the Provinces claim the Board of Transport Commissioners applied wrong principles in its judgment and the ruling was subject to errors that made it a substantial miscarriage of justice.

The Provinces involved are Nova Scotia, New Brunswick, Prince Edward Island, British Columbia, Manitoba, Saskatchewan, Alberta and Newfoundland.

Sees Dangers To Pulp And Paper Industry: Toronto, April 1, (CP) -- A Government member of the Legislature warned Tuesday of two dangers which he said threaten Northern Ontario pulp and paper mills.

Mr. Clare Mapledoram (PC-Fort William) told the Legislature's Lands and Forests Committee that the export of raw wood to the United States is driving prices to heights which Northern Ontario mills find difficulty in meeting.

The Ontario mills are also facing increasing competition from mills in the Southern U.S. which draw on large cheap wood and labour supplies, he said.

Across Canada: Premier Bennett of British Columbia announced that a general provincial election will be held on June 9 Nearly 4,000 Quebec Province pulp and paper workers have voted to strike if necessary to back up their demands for a reduced work week without loss of pay. The workers belong to Catholic unions affiliated with the Catholic Federation of Pulp and Paper Workers (CCCL) which has a total membership of 8,000 all involved in the demand for a work week reduction from 48 to 40 hours.... Mr. Howe said in the Commons he has no information that the United States plans to raise tariffs on some base metals.



Miss Hamilton

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Vol. 4, No. 65.

Thursday, April 2, 1953.

Senate Foreign Affairs Committee: Ottawa, April 1 (CP) -- The Canadian Government is "looking forward to practical results" from resumed Korean truce talks.

Pending concrete evidence to the contrary, relaxation of the communist stand on the prisoner question in Korea and on other East-West issues is regarded as a change in tactics rather than any basic shift in communist policy.

That definition of official Canadian attitude was given to the Senate Foreign Affairs Committee today by Mr. Wilgress.

Mr. Wilgress said the official view tends to the belief that the recent overtures by Russia and Communism arises from a desire by Premier Malenkov "for a period of international quiet to allow him to consolidate his position."

After all, he pointed out, Stalin's status approached that of deification. Mr. Malenkov was a long way short of that.

Mr. Wilgress said frankly that "I do not know the answer" to what is going on in Russia but that, pending concrete evidence of a change in basic policy, the Canadian attitude was to examine every overture gladly but with caution.

He described the Communists' altered stand on exchange of prisoners as "very encouraging" and said the Government is looking forward to practical results—presumably a truce.

Mr. Wilgress said it's possible for a new Russian policy to arise but the West should not give up any of its safeguards and should not relax "efforts to make ourselves stronger" until concrete evidence of change is available.

The Malenkov regime was a continuation of the Stalin regime. There was no doubt the policies were the same "but they may have decided the time is ripe for a change in tactics."

In a preliminary statement read into the record Mr. Wilgress examined two lines of speculation that were prevalent in the West after Stalin died.

"One theory was that if the new regime proved to be weak and unsure of itself, it might seek to strengthen its position by rallying the country and the whole Soviet bloc against an external enemy. The other theory was that the new regime might be firmly established but that it would nevertheless desire a period of relative calm, internationally, in order to consolidate its internal control.

"If either of these two theories was valid, it was the second one, for the question of succession was settled very quickly and with every evidence of smoothness and efficiency."

Indications that the new regime might wish to remove some causes of tension came quickly.

Aid For Water Conservation Projects: Ottawa, April 2 (CP) -- The House of Commons yesterday agreed to the principle of a Government measure to provide federal contributions up to 37½ per cent of water-conservation projects undertaken with provinces and municipalities.

The bill of the Minister of Resources and Development, which received second reading, makes statutory the Government's practice of entering into individual agreements on such projects. No dollar limits are set on federal contributions, but it is specified that projects must be of a size that make them of national importance.

Mr. Winters On Housing: Ottawa, April 1 (CP) -- The Minister of Resources and Development, Mr. Winters, said tonight the greatest obstacle to maintaining the current housing rate of 100,000 dwellings annually is the shortage of serviced land.

In an address to the Appraisal Institute of Canada, Mr. Winters said a surplus of serviced land — land provided with roads, sewage and water facilities — has gradually diminished.

The supply of mortgage money in 1952 was adequate for 83,000 units started. This supply might become more difficult as the annual housing programme rises. But that was not the main problem.

"It's becoming more and more the case that new housing depends on the provisions of new serviced land," he said.

N.D.C. Group On Overseas Tour: Ottawa, April 2 (CP) -- A group of students and directing staff from Kingston's National Defence College, accompanied by senior officers of the three armed services and Government and industry officials, is scheduled to leave here April 8 on a two-month tour of the United Kingdom, Europe and the Middle East.

A National Defence announcement said the group of 31 will be divided into two sections after it reaches the U.K. One will visit Belgium, The Netherlands, Western Germany, Austria, Italy and France. The other will visit Malta, Egypt, Jordan, Iraq, Bahrein, Turkey, Greece, Italy and France.

Purpose of the tour is to familiarize students with conditions in other countries as they may affect the defence of Canada, the announcement said.

Canadian Paintings To Puerto Rico: Montreal, April 2 (Gazette) -- "Cordial and friendly greetings from the Commonwealth of Canada to the new Commonwealth of Puerto Rico" were cabled from Montreal yesterday by President Robert W. Pilot of the Royal Canadian Academy to Puerto Rico's Governor, Munoz Marin.

The cable heralded the start of a 30,000-mile international tour of paintings of 22 Canadian cities which will open its first overseas showing in San Juan Monday.

Coronation Films: Montreal, April 2 (Gazette) -- Montreal may be the point of origin of all North American broadcasts of BBC television films of Queen Elizabeth's Coronation next June.

Films of the historic event will be flown across the Atlantic by Canberra jet bombers of the Royal Air Force, the U.S. TV networks announced last night. The planes will land at Montreal Airport at Dorval—closest major airfield to Britain.

Montreal, by that time, will also have a direct microwave relay system with the Toronto TV outlet, which in turn is connected with Buffalo, N.Y.—where the four U.S. TV networks all have outlets.

Embassy At Berne: (Press Release No. 18, April 2.) -- The Federal Council of Switzerland has granted its agreement to the elevation of the Canadian Legation in Berne to the status of Embassy, and to the appointment of Mr. Victor Doré, at present Minister plenipotentiary, as Ambassador extraordinary and plenipotentiary of Canada to Switzerland.

Across Canada: Six Canadian and United States companies, charged by Quebec maple syrup producers with alleged illegal price-fixing practices, were given a clean bill of health by Combines Commissioner T.D. MacDonald.... Mr. J.W. Murphy (PC-Lambton West) suggested yesterday in the Commons that United States magazines charging a differential of \$1 a year on their Canadian subscriptions should be taxed a corresponding amount by the federal Government.... The Alberta Legislature rejected a Liberal attempt to give the Social Credit Government power to vary the Province's proposed new Liquor Act.... Mayor Charlotte Whitton of Ottawa criticized a proposed civic expenditure of \$15,000 for observance of Coronation Day June 2.

Miss Hamilton

GOVERNMENT



DAILY AIRMAIL BULLETIN

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OF CANADA

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Vol. 4, No. 66

Tuesday, April 7, 1953

The House of Commons Reassembles Tuesday: Ottawa, April 5 (CP) -- The House of Commons is aiming to finish business by May 8 or sooner.

Now recessed for a four-day Easter holiday the House returns to work Tuesday and the following week--beginning April 13--will start morning, afternoon and night sittings. The usual half-holiday on Wednesdays also will be eliminated.

This session began last November with a view to finishing by the end of April so Government leaders and other members could get away for the coronation of the Queen in London June 2.

Progress has been fairly slow up to now. There were numerous speeches on the Throne Speech and budget debates this year, generally considered an election year.

A total of 112 bills were given Royal assent last week. But there were few Government measures and the list included 96 bills of divorce on which there is little debate.

The bulk of the main Government measures still must be considered.

The biggest sessional chore--going through the estimates of how the Government plans to spend its \$4,500,000,000 budget in the 1953-54 fiscal year--has not yet been touched.

Commercial Atomic Power: Ottawa, April 3 (CP) -- Canada should be experimenting with commercial atomic power within the next year, the Minister of Defence Production, Mr. Howe said today.

In an interview, Mr. Howe disclosed that both the ruptured atomic pile NRX at Chalk River and the new pile, NRU, which is under construction, will be used experimentally for the production of atomic power by a fourth pile, yet to go on the drawing boards.

NRX, which sprang a "leak" last December 11, is being rebuilt with a view to experiments in power generation, Mr. Howe said.

"The new pile NRU under way at Chalk River also is being built for experimental use, but we won't be into commercial atomic power until we have our fourth pile".

The first pile at Chalk River was known as "Zeep".

Mr. Howe made the comments in connection with disclosures by the U.S. Atomic Energy Commission that the U.S. has put the world's first atomic power plant into actual operation. That plant is a working model of a unit designed to power the world's first atomic submarine.

Mr. Howe said it is hoped to "go into partnership with some wealthy, forward-looking industry", in production of a commercial pile in Canada.

He did not know what it would cost, but "it won't be anywhere near the \$100,000,000 that has been suggested". So far Canada has spent about \$60,000,000 on her atomic program, about \$30,000,000 on NRU.

He hoped the commercial or power pile would be built at Chalk River, but if the partner industry wanted it some other place, the Government would be willing to "go along".

Mr. Howe gave a similar indication in the House of Commons last February 11 when discussing atomic power. He said then that he hoped such organizations as the Ontario Hydro-Electric Commission would undertake the development work.

Atomic Experts Meet: Chalk River, Ont., April 5 (CP) -- Atomic experts from three countries will meet here Wednesday in a conference which may help write a new chapter in commercial atomic history.

The experts from Canada, Britain and the United States will consider proposals to take the wraps from atomic secrets which may help speed commercial development of atom-driven power plants.

The three-day conference will mark the sixth post-war session of the three-country atomic "declassifiers", the men who get together periodically to consider what atomic secrets can be made public to help scientists the world over without endangering Western security.

Scientists say the important information still on the secret list, deals particularly with technical phases of atomic furnace construction. There is no point of civilian industry discussing plans or building atom-driven power plants if the essential information is not released.

All three countries are keenly interested in commercial power development, but only the United States has announced that she has an atomic power plant in actual operation. That plant is a working model of a unit designed to power the world's first atomic submarine.

Seven Stations Get TV Permits: Ottawa, April 5 (CP) -- Canada's first group of private television stations will consist of four in Ontario, two in the Maritimes and one in Quebec.

The Minister of Transport, Mr. Chevrier, announced Cabinet approval of licences for the stations, which will be located at Windsor, London, Hamilton and Sudbury in Ontario; Sydney, N.S., Saint John, N.B., and Quebec City.

Spring Race To Quebec Port: Quebec, April 6 (CP) -- The German grain carrier, Eilenau, under Captain Sonke Petersen, was forced to drop anchor late today at l'Isle aux Basques, 105 miles east of Quebec, because of heavy fog over the St. Lawrence River.

The Eilenau was expected to be the first vessel to arrive here from overseas this year. The Norwegian vessel Surna arrived here April 8 last year to set a new record. The Eilenau can break that record if it arrives tomorrow, April 7.

Hockey Playoffs: Boston eliminated Detroit in the N.H.L. semi-finals in Boston Saturday night, taking the fourth game in six starts 4 to 2. Chicago and Montreal play their deciding seventh game tonight in Montreal.

Across Canada: Great Lakes - Montreal shipping gets off to its earliest start in history Monday morning....Canadians are believed to have set an Easter travel record....Morris S. Segall, Ottawa, has been awarded a scholarship for post-graduate work in economics at the London School of Economics and Political Science by the Hudson's Bay Company, the Citizen announces....Senator J.J. Hayes Doone of New Brunswick died at his home at Black's Harbor, N.B. on April 6, aged 64.



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Vol. 4, No. 67

Wednesday, April 8, 1953

Mr. Howe On Seaway: New York, April 7 (Globe & Mail) -- Canada's desire to provide itself with a vital transportation outlet, the St. Lawrence Seaway, has been and is being frustrated by the American Congress, Mr. Howe declared here tonight.

Speaking in the Town Hall at the concluding meeting of a series of talks devoted to Canada, he made a forceful presentation of the urgency with which Canadians view the seaway development.

Canada, he said, was ready to proceed at once with the construction of a 27-foot canal on the Canadian side of the International Rapids section of the St. Lawrence River as soon as the U.S. Federal Power Commission authorized competent authorities to go ahead with the complementary waterpower development.

He argued that Canada should build the St. Lawrence waterway while the United States deepened to 27 feet the waterways between Lake Erie and the upper lakes.

From Lake Erie to the Atlantic the seaway lay wholly within Canada except for 115 miles of the St. Lawrence River, which formed the boundary between Ontario and New York State. Of this 115 miles, the 47-mile stretch of the International Rapids section was an obstacle to navigation, he said.

"Since some form of joint action between our two countries is required for the economical development of this 47 miles of river," Mr. Howe said, "Canada's desire to further improve its outlet to the ocean can be, has been, and is being frustrated by lack of co-operation action by your Congress."

Mr. St. Laurent On Peace Moves: Hamilton, Bermuda, April 8 (CP) -- Prime Minister St. Laurent, on holidays here, said Tuesday in an interview that Russia's conciliatory moves toward the West might well indicate the desire of Premier Malenkov to have his people feel that things are going to be a little easier under his regime than under Stalin's.

"The new Russian moves have come in an attractive form," he said. "They should be considered seriously, if after investigation, they seem to be serious in themselves."

Asked about chances for peace in Korea in view of the new Russian attitude, Mr. St. Laurent said:

"It may be wishful thinking but I am inclined to the view that the Chinese and North Koreans have become tired of the stalemate and are willing to explore any face-saving avenues to put an end to the war."

Asked about a suggestion made some time ago in Bermuda's Legislature that Canada and Bermuda should, in some way, link up, he smiled and said:

"I am sure there are some people in Bermuda who would be quite happy to get Canada's old age pensions and family allowances and that there are some who would not be quite so happy to make income tax returns and have their imports subject to Canadian tariff rates.

"A thing of this nature is never successful unless it is recognized to be of mutual benefit to both contracting parties...."

Expansion of Health Plans: Ottawa, April 7 (CP) -- The federal Government is planning a three-pronged expansion of its multi-million-dollar national health program.

Health officials said today that the features, to be outlined in the House of Commons shortly by Mr. Martin, likely will concentrate on aid for disabled persons and expectant mothers.

Initially, the expansion is expected to add another \$5,300,000 a year -- and eventually a lot more -- to \$100,000,000 spent during the last five years.

Fine Paper Firms Face Prosecution: Ottawa, April 7 (CP) — The Government will prosecute fine paper manufacturing and merchandizing companies on charges of operating an illegal price-fixing combine in the \$50,000,000 industry, Mr. Garson told the House of Commons today.

Combines Commissioner T.D. MacDonald reported to the Government November 6 after four years of investigation that seven fine paper mills and 37 merchant companies -- virtually the entire Canadian fine paper industry -- were engaged in an illegal combine.

Exactly which of the 44 companies will be prosecuted has not yet been determined, the Minister said. Question of whether to launch prosecutions had been under study for the last few months by Mr. Norman L. Mathews, Q.C., of Toronto.

Mr. Garson said Mr. Mathews had found that evidence supplied by the combines commissioner justified prosecution of "some or all of the manufacturers and some or all of the merchants." Mr. Mathews had been instructed to proceed with the prosecutions.

Companies involved are those which produce or sell paper used in publishing books, magazines, writing paper and envelopes, but not newsprint.

Two Months' Trade Deficit \$42,100,000: Ottawa, April 7 (CP) — A sharp drop in exports coupled with a big boost in imports resulted in a total foreign trade deficit of \$42,100,000 in the first two months of 1953, a Bureau of Statistics preliminary report showed today.

This unfavorable balance, first two-month deficit since mid-1951, was a reversal of conditions a year ago, when a surplus of \$53,400,000 in the first two months continued to grow into a total of \$325,000,000 for the entire year.

Trade experts predict that falling prices and a cut in volume of goods shipped will make it difficult for Canada this year to match \$4,300,000,000 worth of goods exported in 1952.

The big problem appeared to be in overseas markets, such as Britain, Continental Europe and some Latin-American countries, which have cut purchases from Canada.

Across Canada: Mr. George Drew, P. C. Leader, said today in the Commons an all-Canadian route should be used to pipe natural gas from Alberta to Eastern Canada....Japanese Ambassador Sadao Iguchi said, in Quebec last night, Japan cannot get back on her feet without aid from the Western powers. In an address prepared for delivery to the Quebec section of the Canadian Manufacturers' Association at the annual dinner, Mr. Iguchi said main problems in Japan are the lack of natural resources and overpopulation, according to the Canadian Press....Hockey Results: Canadiens defeated Chicago 4 to 1 in Montreal to win the N.H.L. semi-finals and now meet Boston in the finals; Kitchener-Waterloo won their first all-Ontario senior hockey title in 25 years by defeating Sudbury 6 to 4 Monday.

Miss Hamilton



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 68

Thursday, April 9, 1953

In the House of Commons: Ottawa, April 8 (CP) -- The House of Commons today defeated a want-of-confidence motion on an Opposition attempt to have the Government cut federal taxes on municipal purchases and let itself be taxed by municipalities.

By a vote of 102 to 38, the House refused to recommend legislation for:

1. Exempting municipal councils and school boards from payment of federal excise taxes, including the 10 per cent sales tax on all purchases of equipment.

2. Taxing all federal properties by municipalities on the same basis as ordinary taxpayers.

It was the second time in little more than a week that the Commons had turned down the proposals. On March 31, it upheld rulings of the Speaker that such motions were out of order.

They had been proposed in a different stage of debate at that time. Today the motion was brought in by Mr. Drew as an amendment to a Government motion for the House to go into supply.

Mr. Drew's motion was supported by the CCF, Social Credit parties and three independents.

TV Next Year For Most Canadians: Ottawa, April 8 (CP) -- A majority of Canadians will be enabled to see television next year, either from publicly-owned or privately-owned stations.

That was the forecast of Mr. A.D. Dunton, Chairman of the 11-member CBC Board of Governors, in a statement today to the House of Commons Broadcasting Committee.

Mr. Dunton said the basic stations of the CBC's proposed national television service at Montreal and Toronto will be linked physically for the first time next month when a micro-wave relay starts operation.

Later in the month the publicly-owned corporation's Ottawa station will begin operations on a temporary basis. Plans now are being pushed for CBC stations at Vancouver, Winnipeg and Halifax.

The national television service also will rely on privately-owned stations in Hamilton, London, Sudbury and Windsor, Ont., Quebec City, Saint John, N.B., and Sydney, N.S.

The CBC will provide programs for 10½ hours a week. Of this, the un-sponsored -- sustaining -- programs will be provided free and the private stations will receive part of the revenue from sponsored programs.

Mr. Dunton said the CBC's Vancouver, Winnipeg and Halifax stations will carry kinescope recorded programs at the start.

Rubber Firms Plead Guilty: Toronto, April 8 (CP) -- Five major Canadian rubber companies today pleaded guilty to a charge of operating a combine in restraint of trade and fixing prices of goods they sold.

A letter submitted by Mr. T.N. Phelan, Crown Counsel, as evidence, said that the five accused firms had been holding meetings for 30 years and used identical work sheets on which were recorded "the prices, discounts, conditions of sale, lists of customers to whom special discounts were allowed and special notes."

The firms which pleaded guilty before Mr. Justice W.R. Treleaven are: The Goodyear Tire and Rubber Company of Canada, Dominion Rubber Company, Dunlop Tire, Gutta Percha Rubber Company Limited and B.F. Goodrich Rubber Company.

Mr. Phelan asked for the maximum penalty -- \$10,000 fine for each company -- and, with the permission of the federal and provincial attorneys-general, asked for an order of prohibition against them.

Rail Freight Rates Issue: Ottawa, April 8 (CP) -- A supreme Court of Canada suit challenging the legality of \$7,000,000 a-year reductions in rail freight rates between eastern and western Canada has been removed from the court's case list.

Canada Steamship Lines, which almost a year ago asked the court to disallow the federally-subsidized reductions of its rail competitors, has received from the court an indefinite postponement of hearings on the action.

The case has been dropped from the list for the court term opening April 28, though it still could be replaced for that term or a later one.

Prince Akihito's Visit: Ottawa, April 9 (Citizen) -- The Government has issued a detailed program for the visit to Ottawa later this month of Prince Akihito, Crown Prince of Japan. He will arrive Sunday, April 19, and will remain here until the following night.

He is due at 7.20 a.m. Sunday but will not leave his private railway car until 9.45 a.m. when he will be met by the Secretary to Governor-General Vincent Massey, Prime Minister St. Laurent, and other officials.

He will go to Government House at 10.10 a.m. to stay as the guest of Mr. Massey. Several members of his suite will stay at Rideau Hall with him but the remainder will stay at the Chateau Laurier.

He will go to the Seignior Club for an informal lunch and dinner that day, and will arrive back at Government House at 10 p.m. Sunday. Monday forenoon, the Crown-Prince will make an informal tour of the Parliament Buildings.

Across Canada: A total of 500 F-86E Sabre jets have been delivered to the Canadian Government since 1950. A spokesman for Canadair Ltd., said the number represented only part of a Canadian Government order. For security reasons future delivery figures could not be given, the Canadian Press reported from Montreal.... Canadians tripled purchases of Canadian-produced television sets last year. Radio sales declined. Most of the TV sets were bought at border points in Ontario. The jump in television sales was so sharp that for the first time more money was spent by Canadians on TV than on radio. The Bureau of Statistics today reported that 1952 television sales rose to \$60,659,000 -- up from \$20,835,000 in 1951....Halifax Atlantics last night scored three goals in the third period to defeat Charlottetown Islanders, 5-3, and take a 2-0 lead in the best-of-nine finals of the Maritime Major Hockey League....Smith's Falls Rideaus defeated Kitchener-Waterloo 6-2 to take a one game lead in their best of seven Allan Cup semi-final series.

Miss Hamilton

GOVERNMENT



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OF CANADA

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Vol. 4, No. 69

Friday, April 10, 1953

Mr. Towers On U.S. Tariff Barriers: Pullman, Washington, April 9 (CP) -- Mr. Graham Towers today appealed to the United States to help win the "cold war" by reducing American tariff barriers.

America's partners in the free world are waiting "anxiously" for an encouraging move by the U.S., the Governor of the Bank of Canada said in a speech prepared for delivery before the Pacific Northwest Conference on Banking.

"If the signs they get are discouraging, then I fear that we face a further weakening of the basic economic structure of the free world."

Countries in the free world wanted the chance to sell more goods to the U.S. and thus earn more dollars to strengthen their economies.

But if the current situation could not be changed, "if the free world must continue to be divided into dollar and non-dollar blocs, plagued with import restrictions and exchange crises...I would have some doubts about our ability to win the cold war."

"But there can and must be a change of direction -- and now is the time to start," Mr. Towers said.

He doubted whether one American in a thousand understood the many ways and means by which goods from other countries -- particularly manufactured goods -- may be kept out of the U.S.

But as the U.S. Public Advisory Board on Mutual Security had stated in the Bell report, "many goods take longer to pass through the customs than it took Columbus to discover America."

The Bell report was heartening, said Mr. Towers, in that it struck at the core of the American problem. The Bell report had recommended that decisions on trade policy be based on national interest rather than on the interest of particular industries or particular groups.

The American situation, said Mr. Towers, reminded him of the story of an American business man who heartily agreed with a speaker that the U.S. should trade more freely.

A friend of this business man then turned and said:

"But Joe, your business is quite vulnerable. Would you be willing to see an increase in imports?"

And Joe said, "If that will help to keep my boy from war, I'll take a chance!"

Mr. Towers said he hoped a lot of people both in Canada and the U.S. "come to feel the same way."

T.C.A. President Before Tampa Chamber of Commerce: Tampa, Fla., April 10 (CP) --

President G.R. McGregor of Trans-Canada Air Lines said last night that Canada has become the United States' rich and powerful cousin to the north.

In an address before the annual meeting of the Greater-Tampa Chamber of Commerce, Mr. McGregor said that although the United States has invested more than \$7,000,000,000 in Canada's future, this represents only six per cent of capital invested in the country.

While Canada's industrial expansion was fast, it was also diversified, assuring a well-balanced economic scale.

Mr. Howe On Wheat Proposals: Ottawa, April 9 (CP) -- Mr. Howe said tonight that the prices negotiated for the new international wheat agreement are "pretty good."

"Our people will be satisfied," he said, commenting on a report that a majority of the 46 participating countries have finally reached agreement after 10 weeks of price deadlock.

Under terms reached the ceiling would be boosted to \$2.05 a bushel for No. 1 Northern from the current ceiling of \$1.80 and the floor raised to \$1.55 from \$1.20

\$5,000,000 N.F.B. Building: Ottawa, April 9 (CP) -- Mr. Fournier said today in the House of Commons that a proposed building for the National Film Board in Montreal -- to become its headquarters -- will cost around \$5,000,000. It is to be located east of the Décarie and Côte de Liesse Circle near the town of St. Laurent.

The Commons was also told renovating and fireproofing the historic Parliamentary Library -- ravaged by fire last summer -- will cost an estimated \$1,000,000. Mr. Fournier gave the figure during a House discussion on his Department's annual estimates of \$121,000,000 for 1953-54, which brought questions from members from all over the country as to the progress of federal works in the capital and in their constituencies.

Dealing with the Parliamentary Library, Mr. Fournier said much of it must be torn down and reconstructed for fireproofing. But its distinctive exterior will be preserved and so will the interior as far as possible.

\$3,000,000 For Radio Expansion: Ottawa, April 9 (CP) -- Mr. A.D. Dunton, Chairman of the CBC Board of Governors, today said the publicly-owned corporation plans to spend about \$3,000,000 to improve facilities and radio service in many sections of Canada.

He outlined for the House of Commons Broadcasting Committee a series of projects, including a new transmitter for station CBN in St. John's, Newfoundland, at an estimated cost of \$450,000.

Other projects:

1. New studios for the CBC at Winnipeg costing an estimated \$1,100,000.
2. A new outlet in Moncton, N.B., for the French network at an estimated cost of \$450,000.
3. A new \$300,000 transmitter at Sydney, N.S., to improve service in Nova Scotia, Prince Edward Island and parts of Newfoundland.
4. New transmitters with greater power at Ottawa and Quebec City costing an estimated \$325,000 and \$300,000 respectively.
5. Studio facilities in Saskatchewan costing \$75,000.
6. A series of low-power radio relays north of the Great Lakes in Ontario, in the British Columbia and Alberta interior and at Megantic, Que., and in New Brunswick.

Mr. Dunton said a study of the Gaspé Peninsula had been made to see whether a CBC station should be established there to serve the peninsula and the new developments in Quebec across the Gulf of St. Lawrence.

Across Canada: The RCAF has adopted the designs of a unique new aircraft hangar with a cantilevered roof spanning out on both sides of a central concrete work-shop, permitting maintenance and repair of the largest planes now flying. Mr. R.G. Johnson of Defence Construction Limited, recently told a meeting of the Canadian Construction Association in Toronto that the hangars will be built at Greenwood, N. S., Uplands, Ont., Winnipeg, Man., Namao and Cold Lake, Alta., and Comox, B.C. When completed, they will be the largest hangars ever built, the Canadian Press reported....The RCAF has asked Supreme Allied Headquarters in Europe to open the way for Air Commodore W.R. (Bill) MacBrien, 40, of Ottawa, to take temporary command of Canada's air division in Europe, according to the Canadian Press. The divisional head, Air Vice-Marshal Hugh Campbell was injured two days ago in a plane crash and is expected to be out for six weeks....Canadiens outskated and outhustled Boston Bruins last night in Montreal to take the first game of the best-of-seven Stanley Cup finals 4-2 before 14,348 fans.



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Vol. 4, No. 70.

Monday, April 13, 1953.

In The House Of Commons: Ottawa, April 10 (CP) -- Opposition members today criticized a federal budget provision enlarging personal income tax credits on dividends received from Canadian companies.

CCF and Social Credit members called for elimination of the credit, while a Progressive Conservative said it would react against the sale of municipal securities and asked for some compensating concession on municipal bonds.

During debate on Income Tax Act amendments to implement the Budget, the House also heard a renewal of the CCF's demand for removal of the three-per-cent "floor" on income tax exemptions for medical expenses.

The House of Commons tonight gave committee-of-the-whole approval to the tax bill with some minor amendments. Third and final reading was deferred.

Mr. Claxton On Russian Policy: Owen Sound, April 13 (CP) -- Mr. Claxton cautioned Saturday that no shift has occurred in Russian policy which would warrant any change in the development of joint western strength.

He said it is possible that recent Russian overtures are the first fruits of the Western effort in Korea and under the North Atlantic Treaty but he added that "the prudent man does not cancel insurance as long as the risk continues."

In a speech at the opening of a new armories here, he reiterated the Government's cautious but interested stand on the Russian "peace" offensive. He said:

"In the last few days, the Communists have shown a change in attitude which holds out the possibility of arriving at a settlement, which might lead to the termination of hostilities in Korea.

"We welcome that possibility and the peaceful objectives of the Western nations have been shown both at the United Nations in New York and in the resumption of negotiations in Korea.

"But we must remember that no change has occurred to alter the policy which the United Nations in Korea and the North Atlantic nations in the North Atlantic Treaty have agreed to and that is to build up their strengths so that they can be secure. President Eisenhower, Mr. Churchill and many others have made this plain by their statements.

"The western nations have had as their objectives to stop aggression in Korea and to prevent aggression in Europe. They have made a great effort and it is possible we are beginning to see the fruits of that effort in a changed attitude on the part of the Communists. Great sums have been spent; they are the price of our collective insurance; they are premiums to ensure our peace. The prudent man does not cancel insurance as long as the risk continues."

Prince Akihito In Canada: Victoria, April 13 (CP) -- Prince Akihito of Japan was getting acquainted with Canada yesterday after his first plane flight and a welcome that included a Canadian Navy rendition of the Japanese national anthem.

Smiling ever so slightly, the Prince carried himself with poise through the short, wind-chilled welcoming ceremony which followed his arrival from San Francisco in an RCAF plane.

The heir apparent to the Japanese throne, who will represent his Emperor father at the Coronation sat in the pilot's compartment for part of the 3½-hour flight from San Francisco and even flew the plane for a short while.

The Prince, who crossed the Pacific aboard the liner President Wilson, is scheduled to arrive in Vancouver Monday morning and leave by train that night for Toronto, arriving April 17.

Mr. Howe's Cleveland Speech: Cleveland, April 10 (CP) -- The Minister of Trade and Commerce, Mr. Howe, predicted tonight that Canada's economy and population will expand "for many years to come."

"If the threat of war vanished overnight," he said, "it is expected that there would be minor dislocations and temporary recessions, but in my opinion Canada's curve of expansion will be upward for many years to come."

It was the same with population, the Minister added in a speech to the Diamond Jubilee Convocation of the Case Institute of Technology.

CBC Programmes Win Awards: Toronto, April 13 (CP) -- Five CBC programmes have been given first awards and five others honorable mention at the 17th American Exhibition of Educational Radio Programmes, sponsored by the Institute for Education by radio and television at Ohio State University.

First awards, the Institute's highest recognition, went to four CBC series: "Summer Fallow," "Cross Section," "Return Journey" and "The Prairie Gardener." The fifth was for a broadcast entitled "Her Majesty The Queen," produced to mark the birthday of Queen Elizabeth.

The honorable mentions went to four CBC series: "The Way Of The Spirit," "Tales For The Hundred Thousand," "Canadian Primer," "Working Together" and a group of programmes about atomic energy, Canadian production and northern developments.

Across Canada: Mr. George Drew on Friday challenged Russia to prove its peace overtures are serious by allowing free elections in Iron Curtain countries. Addressing the fifth annual convention of the Polish Combatants' Association, Mr. Drew said that until Russia permits free elections in Poland and other Communist satellites "there is no reason for us to accept the word of any representative of the Kremlin."Premier Duplessis of Quebec said Friday his Government is stepping up its campaign against margarine and some 15,000 pounds of the butter substitute seized to date "will be destroyed."The executive of Ottawa's Civic Coronation Committee, faced with a 60-per-cent cut in its proposed expenditures by the Board of Control, resigned in a body on April 10.... Mr. Garson suggested that Parliament should finish one major five-year-old job on the Criminal Code at this session and then start another....

Stanley Cup Finals: Boston, April 13 (CP) -- With veteran goalie Gerry McNeil back in their nets after missing four playoff games, Montreal Canadiens last night blanked Boston Bruins, 3-0, to gain a 2-1 game lead in their best-of-seven final Stanley Cup series. Boston defeated Canadiens 4 to 1 in Montreal on Saturday.

Miss Hamelton



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Vol. 4, No. 71.

Tuesday, April 14, 1953.

Emphasis On Air Defence: Ottawa, April 13 (CP) -- The Defence Department said today that emphasis on Canada's air defence has been increased substantially.

The statement came in a 40-page White Paper, tabled in the House of Commons by Mr. Claxton. It said the Canadian programme has been subjected to "a searching review ... particularly over recent months" and that this has led to "some modifications to give effect to the combined experience in Korea and of the North Atlantic nations in Europe."

It added: "There has also been a substantial increase in the emphasis on the defence of North America from air attack...."

The White Paper recalled that the original estimate of the cost of the three-year military programme Canada started in 1951 was \$5,000,000,000 and said the current indications are that it will cost \$5,268,000,000 plus another \$350,000,000 in other defence costs or a total of \$5,618,000,000. It ends March 31, 1954.

The paper said defence planning must go on well beyond three years and that defence is going to cost at least \$900,000,000 a year exclusive of new equipment as long as "defence activities are carried on at anything like the present scale."

The White Paper also indicated that in some respects the defence effort is levelling off. Beyond the home-defence air plans, no significant new plans for expansion are on the horizon.

These were other points brought out by the document:

1. Canadian-made, American-flown F-86E sabre jets have been defeating Russian-made MIG's in Korea at a rate of 9-1 and by this fall Canada will be producing a sabre with the Canadian Orenda engine which will be an even better plane. Canada has been turning sabres over to Britain free and may do the same for other Allies.
2. Canada's military manpower has jumped to 104,000 from 47,000 in 1950 but the country's "defence strength, actual and potential, has increased far more" than these figures alone indicate. A significant part of the manpower Canada would use in any major war was already in uniform or had received recent training.
3. The Western powers must not be lulled into a false sense of security by Russian overtures.
4. Operations in Korea have involved supply, transportation and replacement problems more complex than in the Second World War. A total of 23,500 Canadians have served there.
5. Without increasing the 1,400 Europeans to get flying training here annually, the R.C.A.F. now is going to train "radar observers" in addition to pilots and navigators.
6. The Navy will have 56 ships in service this year with another 52 on order.
7. About 30,000 soldiers and airmen will shuttle between Canada and overseas units in this fiscal year.

Anti-Discrimination Bill: Ottawa, April 13 (CP) -- Members of all parties in the House of Commons attacked racial and other forms of intolerance today as the House approved in principle a Government bill barring discrimination in employment on grounds of race, creed or colour.

The measure, sponsored by Mr. Gregg, met general endorsement on second reading, though some members suggested provisions should be extended and enforcement clauses strengthened. The measure was sent to a committee for further study.

The bill makes it an offence for an employer to discriminate against employees or prospective employees because of race, creed or colour. The same ban would apply to trade unions as to membership.

Effect is limited to those industries under federal jurisdiction in labour relations, including railways, shipping, aviation, communications and other interprovincial enterprises.

Enforcement of the measure will depend largely on conciliation, Mr. Gregg said, though court fines ranging up to \$500 are provided.

Gold Mine Aid Increased: Ottawa, April 13 (CP) -- Mr. Abbott said tonight in the House of Commons that additional assistance for gold mine production will total some \$5,000,000, bringing the total gold-mining subsidy bill to between \$15,000,000 and \$16,000,000 for 1953.

He made the statement during consideration of amendments to the Emergency Gold Mining Assistance Act to boost assistance by \$2 an ounce in 1953. The change in the formula under which marginal mines have received help for several years will increase the maximum financial aid to \$13.50 from \$11.50 an ounce.

The bill eventually was given final approval.

Under the formula the eligible mines had the alternative of selling their gold on the free market or taking the fixed price of \$35 (U.S.) an ounce and Government assistance.

Mr. Howe On Wheat Agreement: Ottawa, April 13 (CP) -- Mr. Howe said today the Government will "leave no stone unturned" to keep the International Wheat Agreement going for another three years.

The Minister told the House of Commons that it was possible — and it might even become necessary — to continue the pact without Britain but that would be "most undesirable" and Canada "would not be happy."

Britain was the world's biggest wheat buyer and Canada's best customer. Canada did not want to deal with her best customer on one basis and with her other customers on another.

"And the Government," said Mr. Howe, "would regret to see relations between our two countries adversely affected either by failure of the agreement to go ahead because the United Kingdom did not adhere, or because there was an agreement without the U.K."

Across Canada: An iron ore deposit estimated at 566,000,000 tons on the southwest side of Ungava Bay in Northern Quebec will be developed as soon as possible, Mr. H.A. Strain, President of Fenimore Iron Mines Limited, said in Quebec yesterday....The Commons yesterday advanced nine measures of Government legislation through various stages of passage. On its first day of morning, afternoon and night sittings, the House gave third and final reading to five bills and moved four more along the route to adoption....The Commonwealth Division, out of action in Korea since the end of January, is back in the line, it was disclosed yesterday with the release of the first official casualty list in weeks.

Miss Hamilton



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Vol. 4, No. 72.

Wednesday, April 15, 1953.

Defence Programme Debated: Ottawa, April 14 (CP) -- Maj.-Gen. G.R. Pearkes, V.C., Progressive Conservative military critic, charged today that Canada has no air defence and will not have for many months.

He criticized virtually every major phase of the defence programme after Mr. Claxton predicted in the House of Commons that the three-year \$5,000,000,000 rearmament drive largely will be finished on schedule and that military production lines will be slowed so they can be kept in operation longer than planned originally.

Gen. Pearkes said Canada is defenceless in the air; that her home-defence army mobile striking force does not exist as a trained force; that the navy's production programme has slipped badly; that money has been squandered and the defence of Canada's own soil stripped to send equipment abroad.

He accused Mr. Claxton of engaging in "delightful dreams" in arguing recently that the best place to defend Canada is as far away as possible and accused the Government of "leaving the front door wide open while we have sallied out the back door."

Mr. Clarie Gillis (CCF-Cape Breton North) joined with Gen. Pearkes in criticizing what has been done for Canada's defence in the air and said "greater attention" should be paid to that. He also agreed with the General's argument that it was a mistake to send an infantry force instead of an armored force to Europe.

Launching a defence debate, Mr. Claxton and Gen. Pearkes differed sharply in their interpretations of where Canada stands after more than two years of the three-year programme.

Mr. Claxton said the programme he announced February 5, 1951, should be fulfilled by July 1, 1954, with the exception of some of the navy's anti-submarine escort vessels, some CF-100 jet fighters for home-defence squadrons and some other "hard goods" in the equipment line, including ammunition. He forecast that Canada will fulfill all her military commitments in Europe on schedule.

NATO Delegation: (Press Release No. 20, April 14.) -- The Department of External Affairs announced on April 14 that a Ministerial Meeting of the North Atlantic Council will be held in Paris commencing on April 23. Canada will be represented by Mr. Brooke Claxton, Minister of National Defence, Mr. D.C. Abbott, Minister of Finance, and Mr. L.B. Pearson, Secretary of State for External Affairs. Their chief advisers will be Mr. L.D. Wilgress, Under-Secretary of State for External Affairs, Mr. A.D.P. Heeney, Permanent Representative of Canada to the North Atlantic Council, Lieutenant-General Charles Foulkes, Chairman, Chiefs of Staff, and Mr. J.J. Deutsch, Assistant Deputy Minister of Finance.

The Ministerial Meeting is expected to last 2-3 days and will be preceded by meetings of the Military Committee and by joint meetings of the Military Committee and the North Atlantic Council. Among the main tasks of the Ministerial Meeting will be completion of the 1952 Annual Review, and consideration of recent developments of common concern.

Criminal Law Committee: Ottawa, April 14 (CP) -- Giving a foreign state major military or scientific information -- such as atomic secrets -- would become treason in Canada under a Criminal Code change recommended today by the House of Commons' Criminal Law Committee.

The amendment would provide penalties up to the death sentence for transmitting such information when it could be used against the safety or defence of Canada, whether or not she is at war. The death sentence already is mandatory for helping an enemy during hostilities.

In approving the provision, the Committee reinserted in the Code, in somewhat changed form, a clause the Senate had taken out of the Government's original proposed revision of the Code. The Senate had recommended that communicating this type of information in peacetime be removed from the "treason" category and made subject to a penalty of 14 years in prison.

Mr. Garson told the Committee today it is the Government's view that under present conditions treason can be committed by giving information of a special character such as that on atomic developments.

"There should be something in our code that covers a matter which, in our view, is the worst kind of treason," he said.

As adopted by the Committee, the new clause makes it treason to furnish "an agent of a state other than Canada, military or scientific information or any sketch, plan, model, articles, note or document of a military or scientific character" that the person knows or should know "may be used by that state for a purpose prejudicial to the safety or defence of Canada."

Americans Would Join Uranium Hunt: Ottawa, April 14 (CP) -- Canada, one of the world's biggest uranium producers, is being "swamped" with inquiries by Americans who want to prospect in the northland.

Dr. A.H. Lang, chief of the radioactive resources division of the Geological Survey of Canada, told the House of Commons Atomic Energy Committee today that a lot of the would-be prospectors do not know the "facts of life."

Dr. Lang said uranium is the "easiest thing in the world" to find in Canada, but the essential factor is to find deposits that were big enough and easy enough to mine profitably.

U.K.-Canada Trade Committee: (Press Release No. 21, April 14.) -- The Department of External Affairs announced on April 14 that the United Kingdom - Canada Continuing Committee on Trade and Economic Affairs will open one of its periodic meetings in Ottawa on April 15th.

Across Canada: The Government-operated Canadian Overseas Telecommunications Corporation expects to double its Canada-to-Britain cable capacity this year with the laying of new cable in the Atlantic....Mr. Claxton told the Commons he is hopeful that agreement in the long-standing international rifle dispute will be reached within the next month or two....Nova Scotia will hold a provincial election May 26, Premier Macdonald announced last night....N.H.L. Hockey Finals: Canadians 7, Boston 3 at Boston. (Canadians have 3 to 1 lead in best-of-seven series.)

Miss Hamilton



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 73.

Thursday, April 16, 1953.

Mr. Pearson On Peace Gestures: New York, April 15 (CP) -- Mr. Pearson said today the West should keep its guard up but should not miss a chance to help ease world tension.

He said it would be folly to weaken defensive arrangements in the West. But it would be "equally foolish not to seize any and every real chance to relax the tension...however slight and however temporary that relaxation might be."

Mr. Pearson spoke on "National Freedom and International Co-operation" in one of a series of annual lectures at Town Hall to promote better understanding among English-speaking peoples.

He said NATO is now apparently to be put to the test of "peaceful blandishments and disarming gestures" from Russia. The countries of the Free World must consider now what their policy should be.

"We must meet new situations as they develop, without being unduly elated or unduly excited by phenomena which should be interpreted as representing only a shift in tactics, designed to achieve the same old objectives in a new way, until results in action prove to us that there has been a real change in the direction of strategy and policy," he said.

Calling for firmness and vigilance, Mr. Pearson said fear of Russia was one of the "chief ingredients" which brought about the formation of the North Atlantic Treaty Organization.

"Something more than fear will have to keep it going," Mr. Pearson said. That was why its members were trying to build NATO into something better and deeper than merely a military alliance.

"In the first four years of NATO existence it has stood the test of threat, bluster and direct political assault. It is now, apparently, to be subjected to the test of peaceful blandishment and disarming gestures."

In The House Of Commons: Ottawa, April 15 (CP) -- In the House of Commons today Mr. Drew accused the Government of "shocking failure" to provide military formations capable of defending the country in the air, on the ground or at sea and asked Mr. St. Laurent to launch "a complete investigation" of the Defence Department.

Mr. Claxton took sharp issue with his statements, said Canada now has an Air Force which "is one of the leading air forces among the Western Powers in effective fighting strength;" said the Army's mobile striking force is ready to defend the country against the only conceivable land threat and that the Navy is building up steadily.

Mr. Drew, who has frequently criticized Mr. Claxton in the past, went beyond that today to place the blame for "this story of failure" on the entire cabinet and to ask Mr. St. Laurent himself to take action.

Mr. Claxton said "we're just on our way to getting" to the desired levels for immediate defence of Canada and for the foundation for wartime mobilization and welcomed Mr. Drew's acceptance of the fact that Canada is living up to her Atlantic Pact commitments.

At the same time, he said, Canada won't send a predominantly armored force to Europe, as urged by Opposition speakers, because this would require more men and "we have no intention of increasing our manpower commitments on the other side at the present time."

C.F.A.'s Brief Before Senate Body: Ottawa, April 15 (CP) -- The Canadian Federation of Agriculture said today that unless the problem of the dollar shortage is solved "the world could very well be plunged into a shrinkage of trade as bad as that experienced from 1929 to 1933."

The 400,000-member Federation made this statement in a brief to the Senate Committee on Trade Relations, studying ways to increase economic co-operation among the 11 members of the North Atlantic Treaty.

The CFA said NATO countries could smooth the path to balanced world trade by adopting policies not dependent on loans and grants to dollar-short nations. The solution lies in "an expanding rather than a shrinking international trade."

The CFA proposed these steps:

1. "The obligation of the non-dollar countries is to control internal demand and price levels, and increase their efficiency of production so that their exports will be more competitive in dollar areas."

2. The dollar area, particularly the United States, must lower tariffs, remove other restrictions on imports, expand technical and financial aid to under-developed countries and stimulate investment in foreign countries.

Once balanced trade is achieved, the Federation said, "the next objective should be to take steps to reduce year to year instability in international payments."

"As an aid in long-term stability of international payments, we believe a international agency to handle surplus agricultural products would be of considerable help."

The CFA said the present rate of spending by dollar countries in European and Asian defence is expected to decline soon. This could plunge the world into another depression....

Viscount Montgomery In Ottawa: Ottawa, April 15 (CP) -- Field Marshal Viscount Montgomery came to Ottawa today for defence talks before starting a nine-day tour of military establishments in Quebec and Ontario.

The Deputy-Commander of North Atlantic Pact forces in Europe conferred at the Parliament Buildings for 45 minutes with Prime Minister St. Laurent and Defence Minister Claxton.

Across Canada: Dr. Konrad Adenauer, Chancellor of West Germany, will receive an honorary degree from the University of Ottawa at a special ceremony Saturday afternoon....Ottawa's 750,000 tulip bulbs will blossom into a full-scale Tulip Festival this year, in a special tourist promotion programme aimed at bringing more Canadians to see their capital city. The project is being sponsored by the Ottawa Board of Trade, and will be held this year May 16 to 24, the Journal reports....Mr. Alexis Caron, former MLA for Hull, was elected mayor of the city of Hull in the civic elections held yesterday....Air Vice-Marshal H.B. Godwin, Air Officer Commanding Materiel Command, Ottawa, said at Edmonton that the RCAF construction programme is nearing completion and 1953 will see a marked reduction in Air Force capital spending, according to the Canadian Press.

Miss Hamilton

GOVERNMENT



DAILY AIRMAIL BULLETIN

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Vol. 4, No. 74.

Friday, April 17, 1953.

Viscount Montgomery On Western Policy: Ottawa, April 16 (CP) -- Field Marshal Viscount Montgomery today suggested a supra-national body to direct western policy in the Cold War.

At the same time, the Deputy Commander of North Atlantic Pact Powers in Europe said attack on North America across the North Pole is unlikely compared to other danger areas.

"Don't run around like a lot of wet hens worrying about the odd atom bomb," he said.

The West, he told a press conference in the parliamentary press gallery, needs a "clarion-like call" on its political aims in the Cold War. Western policy was "negative and defensive" while Russia's was "positive and aggressive" and for this reason the West was wasting and dissipating its military strength.

He proposed regional alliances, along geographic lines, similar to the North Atlantic Treaty Organization, with an overall authority to define clearly the West's political aims. A necessary part of such an organization would be frequent conferences among Western political leaders, such as those held during the Second World War.

The hero of Alamein, here for defence talks and a 10-day tour of military establishments, said clear political direction is a necessity in the Western World to prevent the risk of war through miscalculation.

The problem was global. NATO could handle the problem only in its immediate area. The West was fighting three separate wars in the Far East -- the British in Malaya, the French in Indo-China and the U.S., in effect, in Korea -- while Britain and the U.S. did not talk the same language on Far Eastern policy.

Unless there was clear political direction there could be no overall military strategy in the Cold War. Reserve manpower and production should be organized so that any western nation could mobilize quickly in event of war.

After three weeks in the United States -- he arrived here Wednesday from Washington -- he could see "grains of hope" for an all-embracing political policy for the West. He referred to President Eisenhower as "Ike, an old friend of mine."

"I do not think the free world has clear political ideas of what they want," he said. Canada might help to put that right and "you should jolly well say that ought to be done." Canada would speak with an increasingly powerful voice because "you are quietly gathering your strength."

He said that because, in his opinion, there are no clear political aims, there is "great waste" in the West and a dissipation of military strength.

The West should agree on political aims and then form the machine to implement them. Such a body would direct NATO, a Middle East alliance and a Far East pact.

"What is the political aim in the Far East? I don't know. No general can finish a war if he doesn't know the political aim. There should be a clarion-like call to answer the question: What is the political aim of the West?"

Viscount Montgomery emphasized that war should be avoided at all costs, but he was not for peace with slavery. Freedom belonged to the nations who were prepared to fight for it.

Defence Debate In House Of Commons: Ottawa, April 16 (CP) -- Lt.-Col. Gordon Churchill (PC-Winnipeg South Centre) contended in the House of Commons today that Canadian troops in Korea are being "shelled unmercifully" and can't reply because of ammunition shortages.

Mr. Claxton said there was no evidence for such an assertion and that United Nations artillery fire in Korea is 10 times heavier than that of the Chinese and greater than the "extreme high rates of the First and Second World Wars."

The exchange came as the general debate on defence moved through its third day.

Col. Churchill, who commanded the 1st Canadian Armored Regiment in Northwest Europe in the last war, said Canadian troops in Korea are "sitting tight and taking it from the Chinese artillery" and do not have enough ammunition for counter-battery work. As a result, casualties were high.

Mr. Claxton said no army ever had or will have all the ammunition it wants but that the Canadians have the ammunition they need.

The Canadians were supplied through the Commonwealth Division and by the Americans. It would be impossible for Canada to set up separate supply lines.

C.S. Superannuation Act: Ottawa, April 16 (CP) -- The House of Commons today approved in principle sweeping changes in the Civil Service Superannuation Act which will make retirement pensions a matter of right and make an additional 60,000 federal workers eligible for them.

The measure, which now goes to a committee for close study, got approval from all parties, though some members thought it might have gone farther. Many suggested that pensions of those already retired should have been increased.

Consulate General At Seattle: (Press Release No. 22, April 17.) -- The Department of External Affairs announced on April 17 the opening of a Canadian Consulate General at Seattle, Wash., and the appointment as Consul General there of Mr. C.N. Senior, who has been serving as Canadian Consul at San Francisco since 1948. Mr. Senior will take up his new duties in September.

Freight Rates Hearing: Ottawa, April 16 (CP) -- A major section of the Board of Transport Commissioners' freight rate equalization programme was disputed today, and the Board prepared to receive objections to another part of the plan.

Rates on Prairie grain and on rail traffic involving the four Atlantic seaboard Provinces are involved in the two cases.

The developments were:

1. The Saskatchewan Government told the Board it opposes the Board's proposal to remove at the end of this year a ceiling on rail charges on Prairie grain moving to Canadian markets. An earlier objection to this had been filed by the Saskatchewan Co-operative Producers.
2. The Board extended from April 15 to April 25 the deadline for representations disputing equalization proposals applying to the Maritimes and Newfoundland. Expectations were the Governments of these Provinces would file an appeal within that time.

Canadiens Take Stanley Cup: Montreal, April 17 (CP) -- Elmer Lach, 35-year-old veteran centre of Montreal Canadiens, shot the only goal of an overtime game last night at the Forum -- a goal that beat the Boston Bruins and won the Stanley Cup for Canadiens for the first time since 1946.

Across Canada: Mr. Claxton said in the House of Commons that Canada is developing its own lightweight body armor....The Commons Criminal Law Committee decided to recommend that Parliament establish a body to consider abolition of the death penalty and whipping and to study wording in the Criminal Code relating to insanity.



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Vol. 4, No. 75.

Monday, April 20, 1953.

Mr. Howe's Economic Review: Ottawa, April 18 (CP) -- Mr. Howe said last night that never before has Canada been so prosperous and predicted further expansion both in productive capacity and in trade in 1953.

"In spite of the prediction of recessions and depressions, that were made from time to time", the Minister told the House of Commons, "the fact is that the pace of Canadian production and expansion has rarely faltered since the end of the war."

In a lengthy review of economic conditions as his estimates came before members for scrutiny, Mr. Howe said it had not all been "smooth sailing". But in the end most of the difficulties had been overcome.

The Minister estimated 1953 capital expenditures will total \$5,400,000,000 compared with \$5,100,000,000 in 1952. If investment plans for this year are realized, he said, it will be the sixth consecutive year that capital outlays have reached more than 20 per cent of the total national production which was \$23,000,000,000 last year compared with \$21,400,000,000 in 1951.

Some upturn of capital expenditure was to be expected as a result of the defence programme but initial defence goals now had been adjusted to a great extent. The fact capital outlays kept increasing substantiated the view "that Canada's present expansion is not based on temporary boom conditions".

"It is not a flash in the pan", the Minister said. "Instead it reflects the growing diversity and adaptability of Canada's industry and the capacity to produce economically an increasing proportion of the world's requirements."

Continuing world-wide demand for major Canadian export products and the "relative stability of our export prices provide evidence of the basic strength of Canada's position in world trade", the Minister said.

Canada's total exports were valued at \$4,400,000,000 last year, an increase of \$400,000,000 over 1951, the previous high year. The value of imports in 1952 remained at about the same level as in 1951....

Dr. Adenauer's Visit: Ottawa, April 19 (CP) -- The leaders of Canada and West Germany agreed Saturday that the onus is on the communist capitals to back their avowed desire for peace by "practical steps to reduce international tensions both in Europe and the Far East."

Chancellor Konrad Adenauer flew away to Boston and home late Saturday afternoon after talks with Prime Minister St. Laurent and other Cabinet Ministers which produced no major specific decisions but broad agreement on the reaction to recent communist overtures and other matters....

A 500-word communique summed up the talks this way:

1. Dr. Adenauer and Mr. St. Laurent, who had an hour-long chat, "agreed that their two countries were now engaged in the same struggle" for peace and freedom "and that renewed hope for success in this struggle lay in the growing strength and unity of the free world."

2. The two agreed that "the sincerity of recent Sino-Soviet overtures would be tested by the willingness of these Communist regimes" to ease tensions.

3. The Germans thanked Canada for taking in some 60,000 German immigrants in the past two years but stressed the "enormous difficulties" facing West Germany and West Berlin over the 10,000,000 refugees from Communism now there and the new ones constantly flocking in.

Anglo-Canadian Trade Committee: Ottawa, April 18 (CP) -- An Anglo-Canadian trade committee, completing three days of talks, Friday agreed to seek an expansion of Britain's exports to Canada and a reduction of British restrictions hampering Canadian trade.

The Canada-U.K. Continuing Committee on Trade and Economic Affairs also agreed that it would be advantageous to both countries if Britain boosted her capital investment in Canada and participation in Canadian development.

In a brief statement, the Committee, which met under the chairmanship of Sir Archibald Nye, Britain's High Commissioner to Canada, said it reviewed a wide range of economic questions of "mutual concern", including developments in the field of international trade and balance-of-payments problems.

Travel Agreement: (Press Release No. 24, April 20.) -- The Department of External Affairs announced on April 20 that an agreement has been concluded between the Governments of Canada and the Federal Republic of Germany for the purpose of facilitating travel between the two countries. Under this agreement, effective May 1, Canadians in possession of valid passports will not require German visas when visiting the Federal Republic for periods not exceeding three consecutive months.

Under the new agreement, citizens of the Federal Republic visiting Canada, who are bona fide non-immigrants, may receive free of charge in Germany visas valid for an unlimited number of entries to Canada during a period of twelve months.

Prince Akihito In Ottawa: Ottawa, April 20 (CP) -- Prince Akihito, 19-year-old heir apparent to the Japanese throne, was greeted by Prime Minister St. Laurent and other dignitaries on his arrival in Ottawa yesterday. The Governor-General's Foot Guards played the Japanese National Anthem on the arrival of the royal train.

His Royal Highness was driven to Government House to meet the Governor General and afterwards visited the Seignory Club.

Across Canada: The 48,000 married men in Canada's armed forces will get bigger subsistence or ration allowances, effective May 1. Some 33,000 married men living off-station will get increased subsistence allowances ranging from \$16 to \$30 a month. The remaining 15,000 living on-station will get a \$10-a-month increase in ration allowance.... The Commons Friday night passed the remaining estimates of Canada's \$2,000,000,000 defence programme. The entire defence debate occupied four days.... Edward Johnson will receive the Canadian Club of New York award and medal for 1953, the Canadian Press has reported from New York... Dr. C.J. Mackenzie said Sunday that prospects of increased co-operation from the U.S. on exchange of atomic information is "pleasant news.".... Kitchener-Waterloo Dutchmen pushed back into the Eastern Canada Senior hockey playoff picture Saturday night by defeating Smiths Falls Rideaus, 9-1 at Guelph. They trail the Allan Cup semi-finals 3 to 2.



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Vol. 4, No. 76.

Tuesday, April 21, 1953.

Bar Ships' Calls To Red China: Ottawa, April 20 (CP) -- The Government, in a joint move with Britain and the United States, has moved to prohibit merchant shipping from calling at ports on the mainland of China or the coasts of North Korea.

The Minister of Transport, Mr. Chevrier, today tabled in the House of Commons an order-in-council passed under the Emergency Powers Act stating that after today no Canadian shipping will be permitted to call at ports on the mainland of China or North Korea except under licence. The Minister said the order was passed Friday, April 17.

The move, he said, was being done along with Britain and the United States which have placed similar controls on their merchant shipping.

The Minister said the move was taken at the request of the United States as a result of recent consultations.

Mr. J.M. Macdonell (PC-Toronto Greenwood) asked what effect this might have on the status of seven ships of Canadian registry operated by the Ming Sung Company of China and which now are in the hands of the Chinese Reds.

Mr. Chevrier said the status of these ships would not be changed. Their right to fly the Canadian flag had been withdrawn as announced some time ago. But they are still under Canadian registry and it is still hoped that some time in the future the \$12,000,000 mortgage owing on them may be collected. They would be kept on Canadian registry so Canada could keep a valid claim on them.

Prince Akihito Visits Commons: Ottawa, April 20 (CP) -- Prince Akihito, Crown Prince of Japan, sat in the House of Commons' Diplomatic Gallery today and heard Prime Minister St. Laurent describe his Canadian visit as a "happy omen" of better relations between Canada and Japan.

The 19-year-old Prince took his seat in the gallery as the House went into session.

The Prime Minister, looking at the Prince, said: "This mission of His Imperial Highness is a happy omen of better relations between our peoples and of a more effective and keener desire in all our countries to work together for the welfare of the whole free human race."

Mr. Drew also joined in the salute.

Wheat Price Speculation: Ottawa, April 20 (CP) -- Within the next two weeks the Government plans to announce initial prices for grains for the new crop year and indications today were that the basic wheat price will be set at \$1.40 a bushel for No. 1 Northern — unchanged from a year ago.

The experts, pondering what preliminary price the Canadian Wheat Board should pay Western wheat farmers in the crop year opening August 1, have decided there is no reason for a reduction, even though Britain, Canada's biggest customer, has walked out of the International Wheat Agreement and the range of her prospective purchases is still unknown.

There may be some change in the initial price on coarse grains. The market for oats in the new crop year is clouded by the fact that the United States Government is considering placing restrictions on imports. Canada, in the 1952 calendar year, sold the U.S. some 73,000,000 bushels valued at \$61,000,000.

Mr. Gregg On Work-Of Rehabilitation: ---London, Ont., April 20 (CP) -- The Minister of Labour, Mr. Gregg, today appealed to Canadians, particularly those belonging to service clubs, to help with the work of rehabilitating disabled men and women.

He said the motive for giving such help is humanitarian and also stems from the fact that Canada "must make full use of its manpower resources."

"This is important because, as a result of the low birth rate in the 1930's, the number of fit young Canadians becoming available to enter upon productive work each year is not sufficient to maintain our present rate of production.

"And the statisticians say that this situation will not right itself until 1966."

University Aid For Children Of Deceased Veterans: Ottawa, April 20 (CP) -- The House of Commons today considered a new concept in veterans' legislation providing federal aid for the higher education of children of deceased veterans of two world wars and the Korean conflict.

Mr. Lapointe described the bill as the first of its kind in the world.

It provides payment of university tuition fees and a subsistence of \$25 a month for deceased veterans' children who graduate from high school or its equivalent and want to attend university. It was put through clause-by-clause study and will get final approval later.

Many members pressed for inclusion under the plan of vocational, commercial and trades training schools which do not require senior matriculation as an entry requirement.

U. Of Western Ontario Awards: London, Ont., April 20 (CP) -- Grants and fellowships totalling \$240,000 to further research studies in medicine, physics, botany, chemistry and zoology by faculty scientists were announced today by the University of Western Ontario.

The awards are made by the National Research Council, the National Cancer Institute, the Defence Research Board. One grant comes from the J.P. Bickell Foundation.

3,000 To 6,000 M.P.H.: Victoria, April 20 (CP) -- Canadian manufacturers are doing research on aircraft capable of speeds of 3,000 to 6,000 miles an hour.

President C.H. Dickins of Toronto, addressing the semi-final general meeting of the Air Industries and Transport Association today said:

"There are a number of projects under development in the hands of our manufacturer members....about which I am not at liberty to speak. I think I can say that Canada is keeping up with its research with such things as super speeds....which means 3,000 to 6,000 miles per hour, and of course, on missiles of different kinds."

The Air Industries and Transport Association is a conference of aircraft operators and manufacturers to encourage development of civil aviation.

Across Canada: The Commons today gave third and final reading to amendments to the Canada Shipping Act tightening up requirements for ship-to-shore communication facilities on Canadian vessels....A \$2,000,000 radio broadcasting building is planned for the Canadian Broadcasting Corporation in Toronto within the next year, Revenue Minister McCann told the select committee on broadcasting....In an act of clemency linked with the Coronation, the Government is deducting 30 days for each year of sentence being served by prisoners in Canadian penitentiaries and jails....The Commons gave final passage to legislation abolishing the annual \$2.50 licence fee on private radio receiving sets in Canada.



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Vol. 4, No. 77.

Wednesday, April 22, 1953.

Mr. St. Laurent To Discuss Trade In Washington Visit: Ottawa, April 21 (CP) --

Mr. Howe said today Prime Minister St. Laurent will follow up steady Canadian representations about United States trade barriers by discussing the situation with President Eisenhower in Washington early next month. He said Mr. St. Laurent will also discuss world trade problems there.

Mr. Howe told Mr. John Diefenbaker (PC-Lake Centre) in the House of Commons that Canada's Ambassador Hume Wrong and other officials are in almost daily touch with Washington officials about restrictions that strike at imports of Canadian dairy products, flaxseed and other goods.

Mr. Howe said there have been reports that new restrictions on imports of oats and feed grains are in the legislative mill in Washington, too, but to the best of his knowledge this was not true as yet. This being so, it was not appropriate for Canada to make any protest at this stage.

The U.S. Government was well aware of Canada's concern about these barriers. When Mr. St. Laurent goes to Washington shortly he would refer to the important question of trade between the two countries as well as to world trade and financial matters.

Mr. Chevrier On Seaway Delay: Toronto, April 21 (Dept. of Transport) -- "Deal

gently with all those to be affected by the St. Lawrence development" was the theme of an address by Mr. Chevrier to the Former Members of Council Association here today. Among those present were Chairman Robert Saunders and other Hydro officials who will have much to do with the rehabilitation of the communities affected by the seaway and power project.

Referring to hearings before a Foreign Relations sub-committee of the U.S. Senate, Mr. Chevrier noted "the opinion was expressed that it would be a mistake for the U.S. to allow us to build the seaway alone." He said "that point has already been determined and the United States has concurred in our decision to build it alone." He reminded his audience that the U.S. and Canada had made joint application to the International Joint Commission for the development of power "with the explicit understanding that Canada would build the seaway alone."

The Minister said that the Wiley bill before the Senate Foreign Relations Committee was "unquestionably intended to be helpful" but that it "in effect only helps to delay the power application" now before the Federal Power Commission. "It is however infinitely better than the Lehman bill," he added, "which would have us begin all over again and put us back where we were in 1941."

The Minister described seaway delays in Washington as "frustrating." The final delay is in the authorizing of an entity to join with Ontario Hydro in developing power. "Speaking diplomatically, this is a simple question" he said, but added that "speaking from the point of view of politics in the country to the south it becomes a matter of some complexity."

Mr. Chevrier pointed out "that Canada and Canada alone has built and paid for every canal that has ever been built, and every important channel improvement, from Lake Erie to the sea," spending over \$300,000,000 on them. Canada is "ready to provide the funds for the present project," he said, "but this time we need some effective co-operation from the United States." There are many projects in Canada and elsewhere on which this country has extended every co-operation to the United States, he stated, and now "we ask for similar co-operation from them."

More Housing Funds: Ottawa, April 21 (CP) -- Wide-ranging proposals for beating Canada's housing shortage were placed before the Government today by Opposition members of the House of Commons.

The House heard suggestions that included a federal-provincial conference, lower down payments, cheaper interest, longer payment periods and more federal money for home-building.

The debate was launched on a resolution preliminary to a Government bill—subsequently introduced—making several changes in the National Housing Act. Major amendment would be to increase to \$750,000,000 from \$450,000,000 the amount in the federal fund for home-building loans.

TV Targets: Ottawa, April 21 (CP) -- The CBC hopes to extend its direct television network to Winnipeg and Halifax by 1956, Mr. A.D. Dunton, Chairman of the CBC Board of Governors, today told the House of Commons Broadcasting Committee.

In a statement on future plans of the publicly-owned corporation, Mr. Dunton said the target dates for CBC television stations in operation were the late fall for Winnipeg and Vancouver and early next year for Halifax.

Highseas Fisheries Control: Ottawa, April 21 (CP) -- Highseas as well as off-shore fishing should be subject to international control, Fisheries Minister Sinclair said today.

He told the eighth annual meeting of the Fisheries Council of Canada that Canada in recent years has built up a series of international fish-conservation treaties without counterpart anywhere else in the world.

These treaties covered both coasts. However, pressure from foreign fishermen, coming each year with new and better equipment, was increasing.

Across Canada: Kitchener-Waterloo Dutchmen came through again in the third period to score a convincing 6-1 victory over Smiths Falls Rideaus in Kitchener last night and deadlock the Eastern Canada Senior final at three games each. The seventh and deciding game will be played in Ottawa Thursday night and the winning club will advance into the Allan Cup final against the Western champions, who will be either Fort William Beavers or Penticton V's. The first game of the Allan Cup final will be played Saturday....Progressive Conservative and Social Credit spokesmen criticized the new Government policy under which CBC radio and television operations will be financed from tax revenues without annual scrutiny by Parliament....Field Marshal Viscount Montgomery visited Valcartier Military Camp, inspected 1,700 troops of the 2nd Battalion of the Royal 22nd Regiment and chatted briefly with officers during the first day of his tour of eastern Quebec military installations....Edward Johnson last night received the Canadian Club of New York Award in New York.



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Vol. 4, No. 78.

Thursday, April 23, 1953.

In The House Of Commons: Ottawa, April 22 -- By a vote of 136 to 61 the House of Commons defeated a Progressive Conservative motion, submitted by Mr. Howard C. Green, Vancouver-Quadra, which read:

"This House, whilst in accord with a policy of imposing strict limitations and conditions on Canadian ships and cargoes and passengers carried thereon to mainland China or North Korea or within the territorial waters of these countries, desires to record its opinion that the action of the Government in proceeding by Order-in-Council under the Emergency Powers Act while the House is in session was a violation of the rights of Parliament and that any powers necessary to implement such a policy should have been provided by an amendment to the Canada Shipping Act."

Two Liberals, Mr. J.L. MacDougall (Vancouver-Burrard) and Mr. A.H. Jeffery, (London) joined the combined Opposition in support of the motion.

In The Senate: Ottawa, April 22 (CP) -- A Senate majority today defeated an attempt to remove the 10-per-cent sales tax from margarine after a prolonged debate that split party lines.

Thus collapsed an issue provoked by a Senate committee's vote in favour of taking the apparently unprecedented step of altering the budget proposals by adding margarine to the list of 100-odd foodstuffs currently exempt from the tax.

The Committee's proposal was defeated on a voice vote as the Senate sat in Committee of the Whole. The decision was ratified seconds later by the Chamber.

Anti-Discrimination Bill Favoured: Ottawa, April 22 (CP) -- Spokesmen for 17 groups representing about 1,000,000 Canadians appeared before the House of Commons Industrial Relations Committee today to voice approval of the Government's new anti-discrimination bill.

The bill has received second reading — approval in principle — in the House and is being considered in detail by the Committee.

The only person apparently disagreeing with the legislation was Mr. Jean Francois Pouliot (L-Temiscouata).

He argued that the bill is unnecessary. "This kind of legislation is a slur on Canada," he said, because it implied Canadians had to be protected from discrimination. It might give foreign countries the wrong impression.

All witnesses said they favour the measure which would outlaw discrimination in employment on grounds of race, religion, colour or national origin but suggested various amendments. The bill would apply to Government-regulated business such as the railways and communications and to Crown corporations.

Criminal Code Revision: Ottawa, April 22 (CP) -- The Communists have launched a last-ditch effort to delay passage through Parliament of a rewording of the Criminal Code, a House of Commons Committee was told today.

Mr. Don Brown (L-Essex West), Chairman of the Committee studying the consolidation of the Code, said Committee members are receiving a flood of telegrams and letters urging that Parliament delay for a year passage of the new code.

Mr. Garson said most of the requests come from Communists or Communist organizations. If the Committee does not complete the study, every Communist from Halifax to Vancouver will take credit.

Mr. Brown urged that Committee members reject the Communist claims that they cannot complete their work on the Code, under review for almost five years.

CBC \$6,000,000 Programme: Ottawa, April 22 (CP) -- The CBC plans a \$6,000,000 programme of capital spending for its television facilities in Vancouver, Winnipeg, Halifax, Ottawa, Montreal and Toronto, the House of Commons Broadcasting Committee was told today.

Mr. A.D. Dunton, Chairman of the CBC Board of Governors, outlined the programme at the request of Mr. Donald Fleming (PC-Toronto Eglinton). He said the plan may not all be fulfilled this year but developments in Ottawa, Vancouver, Winnipeg and Halifax have priority.

International Chamber Of Commerce: Ottawa, April 22 (CP) -- The Canadian Council of the International Chamber of Commerce today endorsed pleas for freer world trade, elimination of exchange restrictions and abolition of unnecessary customs formalities.

Views of the Council were outlined in a brief prepared for presentation to the Senate Committee on Canadian Trade Relations. The brief was presented by a delegation, headed by Mr. D.P. Cruikshank of Ottawa.

Across Canada: The Fisheries Council of Canada expressed concern about markets for Canadian fisheries products and urged the federal Government to maintain those it now has and to seek others....Gen. Theodoro Ruiz, newly appointed Chilean Ambassador to Canada, arrived in Ottawa yesterday to take over his new post and will present his credentials to Governor-General Vincent Massey within a few days....Dr. F. Cyril James, Principal and Vice-Chancellor of McGill University, who will represent the University at the Coronation, said yesterday that he is not leaving McGill to become President of the University of Pennsylvania, according to the Montreal Gazette....Armand Filion, Montreal sculptor, has been awarded the Allied Arts Medal of the Royal Architectural Institute of Canada, which opens its annual assembly in Toronto today. The medal, awarded this year for the first time, provides recognition for outstanding achievement in fields related to architecture.



Miss Hamilton

DAILY AIRMAIL BULLETIN

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OTTAWA - CANADA

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Vol. 4, No. 79.

Friday, April 24, 1953.

Preparing New Trade Agreement With Japan: Ottawa, April 23 (CP) -- Mr. Howe said today in the House of Commons that convertibility of sterling is "some months or years away" but the United Kingdom is making steady progress toward that goal and Canada will do everything to speed her on her way.

At the same time he said Canada is working out a new trade agreement with Japan under "amicable and friendly" circumstances. The resulting pact, he said, will be of mutual benefit to the two countries and yet give adequate protection to Canadian manufacturers who fear Japanese competition.

Parrying Opposition criticism that Government policy has led to the loss of the British market for Canadian foodstuffs and dependence on the United States market may lead Canadian agriculture to ruin, the Minister said:

1. Canada sold Britain a record \$745,000,000 worth of goods in 1952.

Britain's purchases of Canadian foodstuffs were at a peacetime high. Talk of food surpluses in Canada were in many cases "fictitious."

2. Despite sharp criticism by Social Credit members of the General Agreement on Tariffs and Trade, the Government plans to seek a further three-year renewal of the tariff-reducing pact this year.

3. Canada had placed about \$100,000,000 worth of defence orders with British firms. Canada favored placing orders in Britain and was giving preference whenever British prices, delivery dates and quality were equal with all other countries.

4. Scarcity of goods in Britain was hampering increased British sales in Canada. However, Britain would sell more in Canada -- and thus earn more dollars to buy Canadian goods -- as her strength increased.

5. Canada's exports may have shown a drop in February but that drop was equal to the amount of wheat blocked from movement from Vancouver elevators because of a prolonged strike there. He hoped the strike will not last much longer.

6. He felt certain that Britain will buy wheat from Canada in the next crop year, whether she comes in or stays out of the International Wheat Agreement.

7. Neither the Canadian nor the British Government advocated the acceptance by Canada of non-convertible sterling as payment for Canadian goods. That would be the same as giving Britain an interest-free loan and Britain had not asked for that kind of loan.

Programme Of Immigration: Ottawa, April 23 (CP) -- Mr. Harris said tonight the Government is fully aware that Canada cannot fulfil her destiny with a population of 15,000,000 and plans to continue a wide programme of immigration to acquire new citizens.

The Minister, reviewing immigration as his estimates came before the House of Commons, said Canada is now selecting immigrants on a very wide basis and the approach "will continue to be a realistic one with the development of our economy the guiding factor."

He added:

"We shall anticipate, as closely as we can, future developments, and gear our immigration programme to them realizing as we do that the next few years will present greater opportunities for the growth of the Canadian nation than ever before, and that, under these circumstances, there is an obligation on the Government to seize the opportunity and make the maximum use of it, not only in the interests of our people but in the interests of peace."

Mr. Harris reported that out of a total of 164,498 immigrants to reach Canadian shores in 1952—a decrease from 194,000 from 1951—42,675 were from the United Kingdom. That was an increase of 36 per cent in the proportion of British immigrants over the previous year and in actual numbers an increase of 11,000.

Senate Committee Considers Fishing Industry: Ottawa, April 23 (CP) -- Canada's canned pork business is interfering with free enterprise fish sales, a Senate trade committee was told today.

If the Government wants to help the fishing industry, it should "get out of canned pork," said Mr. H.W. Welch of Air Haven, N.B., a Director of the Fisheries Council of Canada.

The question of the Government's huge pork stockpile emerged as the Committee discussed the factors that relate to Canadian fish sales to North Atlantic countries.

U.K.-Import Restrictions Eased: Ottawa, April 24 (CP) -- The United Kingdom has eased import restrictions on a number of items, including wheat, coarse grains, metals and lumber, Mr. Howe said last night in the House of Commons.

Mr. Howe said he had received a letter from Mr. R.A. Butler, British Chancellor of the Exchequer, outlining the British Government's current policy, indicating there now was wider scope for exporters from Canada and other countries trying to build up trade in the U.K.

Kitchener Eastern Champions: Kitchener-Waterloo defeated Smiths Falls 6 to 0 in Ottawa last night and earned the right to enter the Allan Cup finals. Kitchener at one time in the play-off series of seven games was behind one game to three.

Across Canada: Mr. Howe said today that Cuba has placed a ban on exports of refined sugar to Canada. The Minister said in an interview that the move will affect all parts of Canada and will help Canadian sugar beet growers market more of their crops in the domestic market....The Canadian and Catholic Confederation of Labour opposed passage of the federal Government's bill outlawing race-creed-colour discrimination in employment and in union membership. Mr. Gerard Picard, of Quebec, President of the 90,000-member organization, telegraphed the Commons Industrial Relations Committee saying the bill could be interpreted as outlawing the CCCL....Voters may see part of the forthcoming election campaign fought by candidates in television broadcasts, the Commons Broadcasting Committee was told. Mr. A.D. Dunton said the publicly-owned corporation plans to offer Canadian political parties broadcasting time on television....The Canadian chief of the Brotherhood of Railroad Trainmen accused the railways of "welshing" and "stalling" in implementing a wage agreement reached in February under the threat of a rail-crippling strike.

Miss Hamilton

GOVERNMENT



CANADA

DAILY AIRMAIL BULLETIN

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Vol. 4, No. 80.

Monday, April 27, 1953.

Declarations For Citizenship Increase: Ottawa, April 24 (CP) -- The Minister of Citizenship and Immigration, Mr. Harris, said today that "all signs point to a growing awareness of the value and responsibilities of Canadian citizenship."

He told the House of Commons that declarations of intention, which precede actual application for citizenship, are showing an "encouraging" increase. There were 13,323 such declarations last year, 4,000 more than in each of the previous five years.

This trend would become more noticeable because in recent months the number of declarations had shown a "substantial" increase each month over an average of any of the months since the Citizenship Act came into force in 1947.

Mr. Harris said that among the largest ethnic groups to receive citizenship certificates last year were citizenship certificates of Polish nationality. Many of them were Polish veterans, among the first immigrants to be admitted to Canada after the Second World War. A person must live five years in Canada before he can apply for citizenship.

The Minister said the Canadian Citizenship Branch has helped in establishment of some 50 citizenship committees in the country. These committees include representatives of various ethnic groups and co-ordinate the activities of local organizations which help immigrants adjust themselves more rapidly to Canadian life.

Mr. Harris said that because integration of newcomers requires the assistance and support of all citizens and particularly of national and local voluntary organizations, a national seminar on integration will be held this spring or summer.

Sabre Jets For Europe's Defence: Zweibruecken, April 26 (CP) -- Mr. Claxton today warned the West to remain vigilant as he handed over more Sabre jet fighters for Europe's defence.

"We must welcome every effort to establish understanding and peace between both sides of the Iron Curtain, but our experience shows that we shall not gain that security through dropping our vigilance — we shall gain it by being more secure."

Mr. Claxton was speaking at the opening ceremony of the first Canadian air base in West Germany.

The base is just across the border from France and the planes on it are Sabre jets, newly arrived from Canada.

Another Canadian Sabre wing is at Gros Tonquin, a few minutes jet flying time away in France, and another destined eventually for the Continent — is at North Luffenham, England.

Mr. Claxton promised that a fourth wing, also to be based in Germany, will cross the Atlantic before the year's end to make Canadian air strength in Europe nearly 200 fighters.

In addition, he said, Sabres were coming off Canadian production lines for delivery to Allied Air Forces.

"We have kept up all our commitments to the Atlantic Community," he declared as he formally turned over the wing to the Command of French General Pierre Fay, representing U.S. General Loris Morstad, commanding Allied Air Forces Central Europe.

Earlier the French High Commissioner in Germany, André Francois-Poncet, had handed over the French-built base to the Canadians.

NRC Scholarships: Ottawa, April 27 (CP) -- The National Research Council yesterday announced award of 226 scholarships in science and engineering for 1953-54 at a total value of \$224,000.

The scholarships include 61 bursaries worth \$600 each, 113 studentships worth \$900 each and 13 fellowships worth \$1,200 each. Nearly all are to be held in Canada.

Special scholarships for study abroad include 17 awards worth \$1,500 each and seven worth \$1,200 each. These special scholarships include eight at London, four at Cambridge, three at Oxford, two each at Birmingham and North Carolina and one each at the Massachusetts Institute of Technology and the Universities of Chicago, Delaware, Pennsylvania and Wisconsin.

One additional special scholarship at \$1,200 has been awarded for study at the University of Western Ontario.

Fourteen overseas postdoctorate fellowships at \$2,500 each have been granted. They include three each for work at Oxford, Cambridge and London and one each at the National Institute For Medical Research and the Universities of Birmingham, Leiden, Louvain and Uppsala.

U. Of T. Chancellorship: Toronto, April 27 (CP) -- Three men have been nominated to succeed Governor-General Vincent Massey as Chancellor of the University of Toronto.

University alumni have nominated Dr. Samuel Beatty, former Dean of Varsity's University College, Dr. W.E. Gallie, former Dean of the University's School of Medicine, and Mr. Arthur Meighen, one time Prime Minister.

A special committee, comprising W. Eric Phillips, Chairman of the University's Board of Governors, President Sidney Smith, six members of the University alumni, six members of the University Senate and six other members of the Board of Governors, will meet Thursday to make the selection.

Across Canada: Mr. Pearson will stop over for a visit in Iceland on his way home from the North Atlantic Treaty Organization conference in Paris. He has been invited by the Icelandic Government, a news cable from Reykjavik reports.... Premier D.L. Campbell of Manitoba has announced a provincial election for June 8.... Penalties for defamatory libel under the Criminal Code would be stiffened in Code amendments recommended by the Commons Criminal Law Committee.... For the first time in 20 years anchorages in Vancouver's harbour are filled. The reason is the prolonged strike which has tied up shipments for some 70 days, the Canadian Press reports.... Senator William Duff, 80, died in his sleep at his home in Lunenburg, N.S., last night, according to word reaching his colleagues in Ottawa Sunday, Canadian Press reported.



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Vol. 4, No. 81.

Tuesday, April 28, 1953.

Commons Approves Wheat Pact: Ottawa, April 27 (CP) -- Canada's participation in the new International Wheat Agreement today received the support and approval of all parties in the House of Commons.

However, in a five-hour debate, some members expressed concern and fear for the future because of the United Kingdom's withdrawal from the multi-country pact, effective August 1.

As members discussed the Pact's details, the Government was urged to confer once again with the British Government, possibly during Coronation Week, to press for Britain's entry. However, Mr. Howe said he doubted whether Britain will change her mind.

However, he hoped Britain will have "one more look" at the Pact before it closes the door against it. He felt the British Government had been ill-advised in withdrawing from the Pact and said Britain can expect to get no wheat cheaper than under the Pact. He added that Canada would not interfere with Britain's decision.

A British representative, Sir Andrew Jones, Head of the British Food Mission here, sat through the lengthy debate in the Diplomatic Gallery.

Mr. Howe contended that Britain could have signed the Pact and still have saved a cent on a bushel. Britain withdrew because she would not agree to a price higher than \$2.05 (U.S.) a bushel. She wanted a \$2 top.

Mr. Howe argued that the \$2.05 includes the carrying charge, but if all member countries had agreed to the \$2 top, importers would have faced the prospect of a continuation of the six-cent carrying charge, bringing the price to \$2.06.

The only reason he could see why Britain did not sign was that she might believe world wheat prices would drop below the Pact's floor of \$1.35 a bushel, but Mr. Howe said he doubted Britain actually expected this to happen.

"It is rather significant that expert grain men in every other country which buys wheat have thought it wise to sign--yet the grain men in the U.K. have thought it unwise to sign.

"The one thing I am sure of is that the decision not to sign was not based on an expected saving in dollars."

There was a lot of wheat in the world, but the surpluses were in the hands of Governments and these Governments would make certain that wheat was not dumped on world markets at "fire-sale" prices.

As assurance of the expectancy of a buoyant market in the year ahead, Mr. Howe estimated that basic initial prices for wheat, oats and barley would be continued next year.

Farmers' Net Income Just Under \$2,000,000,000: Ottawa, April 27 (CP) -- Mr.

Gardiner said tonight in the House of Commons that Canadian farmers had a net income of just under \$2,000,000,000 in 1952, and there is some indication that this "present satisfactory position" may be maintained.

However, he said that the Government holds stocks not only of butter, but also beef, pork and skim milk, purchased to strengthen the price structure.

The Agricultural Prices Support Board still had 71,000,000 pounds of canned pork which it expected to get rid of this year. It also had 20,000,000 pounds of beef and 74 per cent of all butter stocks in Canada as of April 1, equivalent "to only one month's supply."

He observed that net income from the sale of farm products reached a peak of \$2,200,000,000 in 1951, and had eased somewhat since then, but so had production costs.

Criminal Code Consideration: Ottawa, April 27 (CP) -- Conflicting labour views today prompted the House of Commons Criminal Law Committee to defer action on Criminal Code amendments touching on strikes in public utilities and transportation.

The Committee studying a general revision and consolidation of the Code, put off until tomorrow a decision on the wording of clauses dealing with this type of strike. Meanwhile, its members were to study divergent representations from the Trades and Labour Congress of Canada and the Canadian Congress of Labour.

The opposing views of the two major central labour bodies developed chiefly over the clause in the new code—basically unchanged from the old criminal statutes—which makes it an offence to break a contract when it will hold up service by a public utility or a common carrier. Penalties range up to five years.

Retaliatory Duty Suggested: Ottawa, April 27 (CP) -- A Liberal member suggested today in the House of Commons that Canada should place a retaliatory export duty on shipments of nickel and asbestos to the United States if that country increase its tariff on Canadian lead and zinc.

The suggestion came from Mr. J.A. Byrne, Liberal member for Kootenay East constituency, a lead-and-zinc mining area in British Columbia. He is a former President of the Trail, B.C., branch of the International Union of Mine, Mill and Smelter Workers.

Mr. Byrne said legislation which now appears to be obtaining support in the U.S. Congress would provide for a one-cent increase in the U.S. tariff for every cent that the market price of lead and zinc fell below 15½ cents a pound.

This would be disastrous for lead and zinc mines in British Columbia where already 12 mines are closed and 1,000 miners out of work because of low prices, he said. It would mean that a 12-cent-a-pound American market price for lead would return only 8½ cents to the producer and 11-cent zinc would return the producer only 5½ cents a pound.

He also got support from Clarie Gillis (CCF-Cape Breton South) and qualified endorsement from Gordon Higgins (PC-St. John's East).

Says Selfish Interests Block Power Project: Toronto, April 27 (CP) -- Selfish interests in the U.S. blocking the St. Lawrence power project are denying North America electrical energy equal to a working force of 56,000,000 workers, Mr. Robert Saunders, Ontario Hydro chairman, said today.

Speaking to a joint conference of the American Institute of Chemical Engineers and the Chemical Institute of Canada, Mr. Saunders said Ontario's vast expansion of the last 14 years was possible only through a comparative increase in electrical power.

He told the U.S. delegates that Canada was asking only that their country name an agent to take over power development on the U.S. side of the border.

"We are not asking for assistance," he said. "We need only co-operation for we can afford the cost of the St. Lawrence project easily. We are willing to go the seaway alone."

Across Canada: Prime Minister St. Laurent yesterday launched a campaign to raise funds among Government employees for construction of a \$725,000 civil service recreation centre in Ottawa....The death toll of tuberculosis victims among the Indians of Alberta has been cut by one third in the last five years by federal X-ray and treatment programmes, the Health Department announced.... Toronto's new subway, a 4½-mile underground railway running up the city's main street, now will cost at least \$50,500,000. That's \$21,650,000 more than the original estimate, according to Canadian Press....A Korean casualty list included one man killed in action and four men wounded in action. The army list brought to 1,312 total casualties so far suffered by Canadian troops in Korea, including 249 dead, 951 wounded, nine missing, 87 injured and 16 captured. In addition, the Navy has reported three dead and three injured in action and the Air Force has reported one missing.

Miss Hamilton



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Vol. 4, No. 82.

Wednesday, April 29, 1953.

First Quarter Foreign Trade Deficit: Ottawa, April 28 (CP) -- Canada's imports soared almost to the billion-dollar mark in the first three months of 1953, but her exports dipped sharply, sweeping the foreign trade balance back into the deficit column.

The major problem appeared to be in shrinking overseas markets, particularly in the Commonwealth, a Bureau of Statistics preliminary trade report showed today.

While Canada's imports of British goods increased, Britain sliced her purchases in Canada in March by almost half.

This made Canada more and more dependent on the American market. Exports to the U.S. increased, but not as sharply as imports and thus Canada's traditional deficit in American trade widened.

Total exports to all countries in the first three months declined by \$87,900,000 to \$913,900,000 from the peak of \$1,001,800,000 last year.

Imports rose by \$82,100,000 to \$998,200,000 from \$916,100,000. All but about \$230,000,000 of those imports came from the U.S.

With the rise in imports and the fall in exports, Canada's foreign trade balance went into a deficit of \$84,300,000 in the first three months—a reversal of last year's \$85,700,000 surplus.

Trade in the first quarter showed these developments:

1. Shipments to the U.S. increased to \$575,000,000 from \$551,700,000 but Canada's imports of American goods rolled up to an all-time high of \$764,700,000 from \$694,000,000. Thus Canada's deficit in American trade widened to \$189,700,000 from \$142,300,000.
2. Britain's purchases of Canadian goods declined to \$124,600,000 from \$157,400,000, while Canada's imports of U.K. goods rose to \$95,300,000 from \$68,200,000. In her drive to seek a more favourable trade balance with the world, Britain had cut her traditional deficit with Canada to \$29,300,000 from \$89,200,000 last year.
3. Trade with other Commonwealth countries declined. Canada's exports dropped to \$56,500,000 from \$82,100,000, while imports slumped to \$28,800,000 from \$41,700,000. A similar trend was evident in trade with all other countries.

C.M.A. President On Trade With U.S.: Ottawa, April 28 (CP) -- The United States raises "invisible barriers" against the import of Canadian manufactures which help keep out a wide range of Canadian products, the Senate Trade Relations Committee was told today.

Mr. A.K. Sheils of Toronto, President of the 6,700-member Canadian Manufacturers Association, said the U.S. has not fulfilled its frequent promises to simplify customs procedures, the invisible barriers against Canadian goods.

Questioned by committee members about the C.M.A.'s proposals to expand trade, Mr. Sheils said the U.S. tariff is bad enough. But at least the manufacturer knows the tariff exists before he tries to ship goods to the U.S.

The manufacturer could not tell in advance what action would be taken by U.S. customs officials under their customs procedure which permits independent action to bar goods seeking entry to the U.S. market.

He told Senator W.D. Euler (L-Ontario) that Canada has set an example to other countries by fulfilling promises under the General Agreement on Tariffs and Trade. The same is not true of the U.S.

He said the U.S., in addition to retaining the invisible barriers of its customs procedure, employs embargoes against goods which it had promised to use only in cases of monetary or financial crisis.

He added that European countries also are employing these escape clauses in the international agreement.

Despite this, he said, the agreement has had a reasonable success. Moves to free world trade must be made slowly.

In a brief to the Committee, the C.M.A. said currency restrictions among sterling-area countries caused Canadian manufacturers to seek markets in the U.S. However, it was a poor substitute.

"It is obvious that the U.S., while quite willing to admit Canada's raw materials to her markets, does not show the same willingness to admit a wide range of manufactured goods."

The brief said Canada has gone about as far as she can to open her market to foreign goods. Further efforts must come from other countries.

Housing Statement: Ottawa, April 28 (CP) -- Resources Minister Winters told the House of Commons tonight that the Government has faced up to Canada's housing problem and "results are being achieved."

Replying to criticisms of Government housing policy Mr. Winters said Canada has housing legislation second to none in the world. It provided ample scope for private enterprise and ample scope for public authorities to help build houses.

But, said the Minister, he did not think the federal Government should play the role of landlord for too many Canadians or hold the mortgage of too many of them.

"I think it would be poor policy if the Government were to step in in a direct way so that most of the homes would be built by the Government," he said.

The Senate Discusses Wheat Pact: Ottawa, April 28 (CP) -- A British Columbia Liberal today entered a Senate free-for-all debate on the International Wheat Agreement to complain about western farmers "living the life of Riley."

Prairie senators exchanged diverging opinions about whether it is or is not a good idea for Canada to join an international wheat agreement among 41 countries to put a floor of \$1.55 a bushel and a ceiling of \$2.05 on wheat. The United Kingdom has declined to sign the pact.

Senator Reid said his opinion is that wheat comes too high anyway. He was fed up, he indicated, with farmers talking about their hard lot when the hard life they pictured existed 50 years ago. There were lots of farmers on the Prairies who left there to live the life of Riley, presumably in B.C.

C.C.L. On Broadcasting: Ottawa, April 29 (CP) -- The Canadian Congress of Labour yesterday accused the Canadian Association of Broadcasters of trying to hand over broadcasting to "whoever gets there with the most money."

The 370,000-member labour group said in a brief to the House of Commons Broadcasting Committee that "untrammelled free enterprise (in broadcasting) is bound to give us too little information and too much soap because soap pays."

Across Canada: Four civil servants from Pakistan are arriving in Canada this week to study Canadian Government administration under the auspices of the Colombo Plan, the Trade Department announced yesterday....The Canadian Congress of Labour said yesterday its stand on a proposed Criminal Code amendment dealing with penalties for strikes against utilities and transportation has been "seriously misrepresented." In a letter to the Commons Criminal Code Committee, made public by the Congress, it said the C.C.L. opposes illegal strikes and does not ask that they not be penalized....The federal Government will be asked to carry "at least 50 per cent" of the cost of dealing with British Columbia's law-defying Sons of Freedom Doukhobors, Attorney-General Robert Bonner of British Columbia announced....Kitchener-Waterloo Dutchmen last night broke a second-period tie with three goals in the final to down Penticton V's 5-2 in the opening game of the Allan Cup finals at Kitchener.



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Vol. 4, No. 83.

Thursday, April 30, 1953.

Supplementary Estimates \$41,237,118: Ottawa, April 29 (CP) -- Mr. Abbott today tabled in the House of Commons supplementary estimates for the 1953-54 fiscal year totalling \$41,237,118 which he said was the smallest supplementary listing in seven years.

The \$41,237,118 in extra estimated expenditure brings the Government's total estimates for the present fiscal year to \$4,446,213,354.

This compares with 1952-53 expenditures totalling \$4,326,812,000 which included supplementary estimates of \$77,680,383.

Additional expenditures estimated by the Public Works Department was the biggest supplementary item at \$5,589,004.

The Secretary of State's Department supplementary requirement of \$1,008,200 included a special item of \$1,000,000 to "provide for special expenditures by all departments in connection with the coronation" of the Queen in London June 2.

Public Service Safeguard For Code: Ottawa, April 29 (CP) -- A controversial provision touching on strikes in public utilities and transportation today was approved by the House of Commons Criminal Law Committee despite protests from CCF members against it becoming part of the Criminal Code.

The Committee, studying a general consolidation of the Code, voted 4 to 3 against a CCF suggestion embodying the proposals of the 370,000-member Canadian Congress of Labour.

Then the Committee voted 4 to 3 in favour of an amendment which the 520,000-member Trades and Labour Congress earlier told the Committee would be acceptable to it. The amendment was drafted by the Justice Department and moved by Mr. F.D. Shaw (SC-Red Deer).

The Committee spent the greater part of two meetings trying to iron out the objections of the two major labour groups to a clause in the proposed new code. The clause would make it an offence wilfully to break a contract when such action would hold up service by a public utility, endanger life or expose property to injury or destruction.

The amendment adopted by the Committee adds a clause specifying that there would be no offence on the part of employees or unions in the case of a legal strike.

Scope Of Credit Unions: Ottawa, April 29 (CP) -- Opposition developed in the Senate today at the prospect of Canada's credit unions expanding into a national organization to lend money from province to province.

Senator Cyrille Vaillancourt (L-Quebec) said such centralization could have bad results. Senator Arthur Roebuck (L-Ontario) saw it as a "great big mushroom" that could come tumbling down if the props were knocked out of one part of it. Senator G.P. Burchill (L-New Brunswick) was of like mind.

A Government bill to provide a general charter of rules and regulations under which a national credit association could operate, got approval in principle "on division".

The measure already has passed the House of Commons and now goes to a Senate committee for further study.

Superannuation Bill Approved: Ottawa, April 30 (CP) -- The House of Commons yesterday gave third reading and final approval to the new Civil Service Superannuation Act which extends permanent pension rights to over 60,000 temporary civil servants—20,000 of them in Ottawa.

Newfoundland Surplus \$6,544,100: St. John's Nfld., April 29 (CP) -- Finance Minister Gregory Power presented his budget to the Legislature today, estimating a surplus for the coming year of \$4,095,300.

Terming it the "greatest budget in Newfoundland's history," Mr. Power said the Province last year had a surplus of \$6,544,100, nearly \$250,000 more than estimated.

The budget called for only one tax change, a five-cent tax on admission to all places of entertainment. The estimated yield is about \$250,000 and will be used for cancer control.

Mr. Power estimated revenue for the coming year at \$36,095,300.

Ambassador Of Chile: (Press Release No. 26, April 29.) -- General Teodoro Ruiz Diez presented to His Excellency the Governor General at Government House on April 29 his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of Chile to Canada.

WMO Toronto Meetings: (Press Release No. 27, April 30.) -- The Department of External Affairs announced on April 30 that three of the working bodies of the World Meteorological Organization will hold their sessions in Toronto this summer.

The first of the WMO bodies to convene in Toronto will be the Regional Association No. IV, North and Central America, which will meet August 3-8.

The Technical Commission for Aerology and the Technical Commission for Instruments and Methods of Observation will meet from August 10 to September 5.

These meetings will be followed by a joint meeting of the Royal Meteorological Society, London, the Canadian Branch of the Society and the American Meteorological Society, in Toronto, September 9-15.

Across Canada: An expansion of the Customs Office was recommended by a Senate Committee "to meet proportionately the present serious threat to the moral standards of Canada" from indecent publications imported from the United States. The report of the Committee's investigation of the problem, presented to the Senate by Senator J.C. Davis (L-Manitoba), also called on the Canadian public to back up its recommendation....A contract awarded the Shell Oil Company of Canada, Ltd., Toronto, for \$1,135,750 topped the list of defence contracts issued during the first two weeks of April, the Department of Defence Production announced....Four thousand fans attended Ottawa's opening ball game yesterday, Ottawa defeating Syracuse 5 to 2.

Miss Hamilton

GOVERNMENT



CANADA

DAILY AIRMAIL BULLETIN

INFORMATION DIVISION

DEPARTMENT OF EXTERNAL AFFAIRS

OTTAWA - CANADA

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Vol. 4, No. 84.

Friday, May 1, 1953.

Mr. Chevrier's Suggestion On Seaway: Washington, April 30 (CP) -- The Minister of Transport, Mr. Chevrier, tonight suggested Canada and the United States might end delay on the St. Lawrence Seaway by each building its own waterway.

In a major seaway speech, the Minister put forward this Canadian Government view for the first time as a means of cutting through legislative and administrative slowdowns here that have held up the \$750,000,000 power-navigation project for years.

If the U.S. feels it must have a hand in the Seaway, he said, each country could build its own navigation works on its side of the St. Lawrence's International Rapids section. Both sets of canals could be used, he thought.

The Minister's suggested new approach to the big undertaking was advanced before the annual "Heartland" Conference of the pro-seaway Great Lakes-St. Lawrence Association at a time when known or prospective moves here appeared to have thrown new blocks in the way of a start on the project.

At present Canada is ready to start the \$300,000,000 navigation part of the Seaway alone under an agreement reached with the Truman administration. This awaits the designation of a U.S. agency to join the Ontario Government in the \$400,000,000 concurrent power development on the rapids.

Meanwhile, in the U.S. Administration and Congress moves have been developing for the U.S. to get in belatedly on the navigation job. A number of bills are before Congress, and President Eisenhower has designated a Cabinet committee to study proposals.

The Transport Minister spent some of the day in discussions with American authorities on strategy aimed at countering expected delaying moves from opponents of the project.

Toughest U.S. Embargo On Wheat, Says Mr. Gardiner: Ottawa, April 30 (CP) --

United States restrictions against Canadian products were criticized today in the House of Commons, and Mr. Gardiner remarked that the toughest of them all was a little-known embargo against wheat.

Mr. Gardiner said there is a lot of talk about American restrictions on dairy products, and while these restrictions were important in times of surpluses, the major U.S. barrier was against Canadian wheat.

From the point of view of the western grower, the wheat embargo, he said, is the "most serious" problem in the world.

"The question of what we are going to do with our wheat would not be nearly as difficult if it were not that there is an embargo against shipping wheat in the U.S.," he said.

"That in itself increases acreage in the U.S. from 62,000,000 to 83,000,000 acres and when you get 25,000,000 acres—which is equal to our own acreage—extra wheat in the U.S. it certainly has a bearing on the whole world situation.

Mr. John Diefenbaker (PC-Lake Centre) initiated the discussion and criticism of American trade restrictions as the House of Commons continued study of agriculture estimates.

Mr. Diefenbaker said there was much discussion about Canada-U.S. co-operation in the fight for preservation of freedom. But the U.S. has thrown up restrictions against Canadian dairy products and there was talk about imposing restrictions against imports of oats. The Canadian dairy industry now feared the possibility that the U.S. might dump surpluses of dairy products on world markets.

The strongest possible protest should be made against the U.S. restrictions, said Mr. Diefenbaker. He recalled that the U.S. had imposed tariff boosts back in the 1920's which had damaging effect on Canadian agriculture.

NATO Banking Alliance Urged: Ottawa, April 30 (CP) -- A 14-country Government-supported banking alliance may be one way of ridding North Atlantic countries of trade-crippling restrictions, the Senate Trade Relations Committee was told today.

The Committee, pondering how Canada could best assist in greater economic collaboration among NATO countries, heard a suggestion by the Trades and Labour Congress that a banking alliance be used to reinvest dollar-country foreign trade surpluses in European industries.

This would help build up European factories and economies and give the sterling area a better chance to produce more and sell more to the dollar countries.

Another proposal, by the Canadian Chamber of Commerce Foreign Trade Committee, was that the Government authorize a special committee of business and Government representatives to go into the problem of economic collaboration and form a blueprint on which Canada's policy would be based.

The TLC proposal was described by the Committee as the most concrete suggestion placed before it so far, but some Senators were dubious that it would work.

Tax Agreement With Southern Rhodesia: (Press Release No. 28, May 1.) -- The Canada-United Kingdom Tax Agreement, which has been in force since 1946, was extended today to cover the Government of Southern Rhodesia. This was formally effected by an exchange of notes between the Canadian and the United Kingdom Governments under the provisions of the existing Agreement. This extension raises to 24 the number of colonial territories of the United Kingdom now covered by the Agreement.

Across Canada: The House of Commons Criminal Law Committee recommended that a Royal Commission or parliamentary body be set up to consider abolition of the death penalty and whipping, relaxation of lottery laws and clearer definition of insanity for legal purposes. Mr. Garson had told the Committee previously the Government is prepared to appoint such a Royal Commission or parliamentary body.... Five scholarships have been awarded by the Royal Society of Canada to five Canadian students for post and pre-doctoral studies.... Kitchener, Ont., May 1 -- Kitchener-Waterloo Dutchmen last night defeated Penticton V's 8 to 3 in the second game of the Allan Cup hockey finals. The Dutchmen lead the best-of-seven series, 2-0.



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Vol. 4, No. 85.

Monday, May 4, 1953.

Mr. St. Laurent On Seaway: Ottawa, May 1 (CP) -- Mr. St. Laurent today reinforced a Canadian Government suggestion in Washington that Canada and the United States each build a seaway project on the International Rapids section of the St. Lawrence River.

The Prime Minister said in the House of Commons he has been told by competent experts it will not be long before two canals are required in the rapids section.

His statement buttressed a declaration by Mr. Chevrier in Washington that each country might build its own waterway in the international part of the River.

Mr. Chevrier's advice was aimed at overcoming some U.S. fears of a Canada-controlled system on the River.

Mr. St. Laurent spoke under questioning by Opposition members citing reports of a speech Mr. Chevrier delivered in Washington before the Great Lakes-St. Lawrence Association.

Mr. J.M. Macdonnell (PC-Toronto Greenwood) asked if a two-canal proposal would not "greatly alter" and call for reconsideration of an earlier Government decision to build the navigation part of the seaway alone.

"I am not sure that is so," Mr. St. Laurent replied. "I have been told by competent experts that just as there are two canals required at Sault Ste. Marie (between Lakes Superior and Huron), the traffic is apt to be such that it will not be long before two canals are required in the international section of the St. Lawrence."

The Prime Minister said that no thought had been given to the construction of two canals at the time when Parliament in 1951 authorized the establishment of a "St. Lawrence Seaway Authority" empowered to build and operate the navigation works of the project.

"If there were other arrangements made with the U.S. authorities," he said, "those arrangements would naturally be brought before Parliament for its consideration."

Mr. Rodney Adamson (PC-York West) asked Mr. St. Laurent if he has considered a "deadline beyond which the patience of Canada will not extend."

"I think this is something which is bound to be done," Mr. St. Laurent answered, "and we want it done just as early as possible and we are exerting every effort to have it done just as early as possible."

The Prime Minister also said, under Opposition questioning, that there has been no change in Canadian Government policy on the seaway.

It has been the policy of the Government, he said, to "proceed alone if there is not a new arrangement arrived at for carrying it (the seaway) out as a joint undertaking."

He added:

"If we can agree to co-operate on one canal, so much the better. But there is nothing now that would prevent the start of work except the designation of a U.S. agency to join with the Hydro Commission of Ontario in proceeding with the power development."

Mr. Pearson On Security: Ottawa, May 3 (CP) -- The Atlantic Pact powers have switched their planning more to long-term defence than to a buildup towards any arbitrary date, Mr. Pearson said tonight.

Speaking in a broadcast series known as United Nations on Record, he said nothing that Russia has done so far has changed in the slightest the need for continuation of the buildup of Western strength.

There should be and would be a willingness to discuss any genuine Communist overture but so far Moscow had done nothing to indicate a basic change in Communist strategy.

He was convinced more than ever by the recent Pact Council meeting in Paris that NATO is the most important and far-reaching move "in our time" for collective security and defence.

That meeting had survived the recent Russian overtures and had come to the conclusion that it would be folly if the West let down its guard. If NATO continued its buildup of strength with persistence and determination the world had the right to feel that war can be avoided.

The Council had agreed, at the same time, that while the West must be ready to fight at any time, planning must look to "the long pull" and not adhere rigidly to arbitrary deadlines as in the past.

Mr. St. Laurent's Washington Visit: (Press Release No. 29, May 4.) -- At the invitation of President Eisenhower, the Prime Minister will make an official visit to the United States from May 7 to May 9. Mr. St. Laurent will leave by special plane on May 7, arriving at the Military Air Transport Service Terminal, Washington, at 11:15 a.m. He will be accompanied by the Secretary of State for External Affairs, Mr. Lester B. Pearson, the Secretary to the Cabinet, Mr. J.W. Pickersgill, and his Private Secretary, Mr. Pierre Asselin.

Expansion Of National Health Programme: Ottawa, May 1 (CP) -- The federal Government today announced a three-fold expansion of its many-sided national health programme which will make an additional \$42,000,000 available to the Provinces during the next five years.

The new federal aid, announced in the House of Commons by Mr. Martin, will embrace special health aid for mothers and their babies, for disabled persons and for provision of X-ray and other modern laboratory equipment.

Across Canada: Canadian farms produced more than ever before in 1952, the Bureau of Statistics reported. The Prairies' enormous grain crops were the main reason production went soaring beyond the record established in wartime 1942. The farm production index, using the 1935-39 period as a base equalling 100, hit 165, compared to 164.2 in 1942 and 155.8 in 1951....Five Premiers went before the Cabinet Friday to back up a plea from eight provincial Governments that the federal administration throw out the seven-per-cent freight rate increase of March 16. The Provincial Governments—all except Ontario and Quebec—presented a formal appeal for the Cabinet to use its powers to revoke the \$38,500,000-a-year award of the Board of Transport Commissioners....It may be another year before Parliament passes a voluminous bill consolidating and in some cases changing Canadian criminal law. Prime Minister St. Laurent told the Commons that if an extended debate shapes up on the 700-odd sections of the proposed new Criminal Code it would not be in the public interest to have it so late in this session....The Commons Criminal Law Committee has recommended that a Royal Commission or parliamentary body be set up to consider abolition of the death penalty and whipping, relaxation of lottery laws and clearer definition of insanity for legal purposes....Canadian newsprint production in 1952 was 5,687,051 tons, an increase of 171,000 tons over the preceding year, the Newsprint Association of Canada announced....The R.C.M.P.'s top 46 horses are en route to the Coronation after being speedily loaded aboard the Canadian Pacific freighter Beaverburn at Montreal on Saturday morning....Quebec's great barren north and wild Gaspé Peninsula interior will be the sites of industrial and mining towns "in the not-too-distant future," Premier Duplessis predicted May 1. This week, he told a press conference, Gaspé Copper Mines, Limited, announced decision to build "soon" a smelter in the Gaspé interior, about 60 miles west of Gaspé, near large copper ore deposits.



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Vol. 4, No. 86.

Tuesday, May 5, 1953.

In The House Of Commons: Ottawa, May 4 (CP) -- Mr. George Drew today proposed a motion in the House of Commons asking the Government to embark on a "national policy" to promote, develop and conserve natural resources.

His motion urged the Government to consider a national policy "under a system of free enterprise and in close association and collaboration with the Provinces that will:

"1. Promote and develop all the country's natural resources for the benefit of the people of every part of Canada;

"2. Protect and conserve our forest, mineral and other resources from undue depletion and exhaustion;

"3. Expand the use of our resources for industrial production in Canada and thus create greater opportunities for the employment, advancement and security of all Canadians."

The House of Commons today approved a Government measure to outlaw discrimination in employment and union membership by reason of race, national origin, colour or religion.

The bill which would apply only in fields where the federal Government has labour jurisdiction still must pass the Senate.

Spokesmen for all opposition groups — Progressive Conservatives, CCF and Social Credit — supported the bill but urged the Government to undertake a programme of education against discrimination as well.

Mr. Gregg said the bill contains a provision giving the Government sufficient authority to carry out a programme of education.

The Progressive Conservative Party made two attempts today in the House of Commons to tighten control on the tax-revenue monies the publicly-owned CBC will get to finance expanding radio and television operations.

Both moves were unsuccessful but they stirred up a two-hour debate, with CCF spokesmen accusing the Progressive Conservatives and Social Crediters of attacking and attempting to undermine the Broadcasting Corporation. The charge was denied.

Mr. Donald Fleming (PC-Toronto Eglinton) got Social Credit support for an amendment to a Government bill which would have made monies going to the CBC from the 15 per cent sales tax collections on radio and television sets subject to annual parliamentary scrutiny.

The Minister of Labour, Mr. Gregg today introduced legislation to provide unemployment insurance benefits to persons who become sick or injured after being laid off work for other reasons.

The principle of the legislation met approval from members of all parties in the House of Commons, though some Opposition speakers said the Government should have gone further and covered workers against unemployment because of sickness.

Criminal Law Committee: Ottawa, May 4 (CP) -- The House of Commons Criminal Law Committee today urged the Government to establish a Royal Commission or joint parliamentary committee to settle the questions of lotteries, abolition of the death penalty and whipping, and the use of insanity as a defence in court.

The unanimous recommendation of the all-party committee would leave to the Cabinet the decision whether to establish one of these bodies to study the problems and recommend some solution.

The report, tabled in the House of Commons by Mr. Don Brown (L-Essex West), Chairman of the Criminal Law Committee, likely will be adopted before Parliament adjourns this month.

Living Costs Down: Ottawa, May 4 (CP) -- Another cut in food prices during March counteracted rising rents, widening the crack in living costs for the fifth month in a row.

With prices down for fresh meats, butter and potatoes, the new consumer price index, based on 1949 prices equalling 100, declined a fifth of a point, to 114.6 in March from 114.8 in February.

WHO Delegation: (Press Release No. 30, May 5.) -- The Department of External Affairs announced on May 5 that Dr. G.D. Cameron, Deputy Minister of Health, will head the Canadian Delegation to the Sixth World Health Assembly which opens in Geneva today (May 5). Dr. Donald Smith, M.P., Queens-Shelbourne, and Dr. O.J. Leroux, Assistant Director of Health Insurance Studies, Department of National Health and Welfare, will serve as delegates, and Dr. M.R. Elliott, Deputy Minister of Public Health and Welfare of the Province of Manitoba, and Mr. Bruce Williams, Permanent Delegation of Canada to the European Office of the United Nations, Geneva, will serve as alternate delegates.

Across Canada: The Governor-General, Mr. Massey will leave Ottawa Wednesday night for a two-week visit to the west coast during which he will attend the final performance of the Dominion Drama Festival at Victoria, Government House reported May 4....Brig. M.P. Bogert, Commander of Canada's 25th Brigade in Korea during some of its bitterest fighting, arrived by plane in Vancouver Monday....The long strike of grain-elevator workers that has paralyzed grain shipments out of Vancouver appears to be nearing an end. Mr. Howe told the Commons he and Labour Minister Gregg expect to see grain flowing out of the elevators again this week.



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Vol. 4, No. 87.

Wednesday, May 6, 1953.

Peace Proposals Discussed In Commons: Ottawa, May 5 (CP) -- Mr. Pearson said today he hopes truce negotiations in Korea will not be broken off by United Nations negotiators before countries with troops there are consulted.

He was sure, he said, that no such step would be taken by the Americans representing the U.N. at Panmunjom, without such countries as Canada and others with troops there first being consulted.

As for prospects of peace in Korea, the Minister told the House of Commons as it opened a debate on external affairs, it is too early to tell.

The Minister was followed by Mr. Gordon Graydon and Mr. M.J. Coldwell. Both agreed there seemed to be more than a little significance in the recent apparent change in the Russian attitude but diverged slightly as to how this change should be regarded by the West.

The recent North Atlantic Treaty meeting in Paris had discussed Russian moves. The NATO members decided to continue a buildup of NATO forces, but still be receptive to any Soviet overtures toward peace.

The Minister reported that a four-year programme of building up NATO "infrastructure" — communications and other facilities in Europe — will total \$316,000,000 (\$875,300,000), of which Canada's share will be approximately \$62,000,000.

Mr. Graydon said the West should be careful in dealing with Russia that she did not get caught in "some diabolical plan" where she would find herself hit when she lowered her defences.

Mr. Graydon said it was testing credulity too much to think the Russians would turn angelic overnight. He believed the West should test every Russian overture but should make sure "they don't buy us at one end of the market and sell us at the other."

The West, he felt, must guard against being led to lower its guard. It should follow a policy of "care, courtesy and common sense."

Mr. Coldwell said it seemed to him that on the diplomatic fronts at the present time, "the chief danger is that there will, if anything, be too much caution."

"Hesitation, delay and cautiousness may cause us to lose valuable opportunities for building peace," he said.

He saw in recent Russian moves indications of a profound change in the Russian attitude. All would hope that it might pave the way for an end of the cold war and the building of a secure peace.

Mr. Pearson, opening the debate, said U.S. negotiators in Korea are showing patience and perseverance "and with goodwill and any reasonable desire" by the Communists for peace, it should be possible to get an armistice.

The latest Communist proposal on the key prisoners-of-war issue did to a considerable extent bridge the gulf between the two sides.

If an armistice did come, the way would be open for a conference on political questions in Korea and possibly elsewhere in the Far East, the Minister said.

It would not be easy to work out arrangements for such a conference and it might be that the 60-nation General U.N. Assembly would not be the best mechanism for initial discussions.

He was concerned, he said, that while the Russians might have eased up on military aggression, they may be stepping up aggression in the trade field.

He believed military power should still get priority in Western plans, but that the time has come to give more attention to the economic aspects of NATO.

Speaking of the U.N., Mr. Graydon suggested heads of states should sit in on U.N. sessions more often. If they did, he felt it would aid in the exchange of ideas.

Mr. Graydon said President Eisenhower's recent peace proposals to Russia are "sane and sensible."

Mr. Coldwell said the recent change in Russian propaganda and activities within Russia itself could be regarded as a profound change in outlook if not a change in policy.

It would be unrealistic, however, to expect a complete reversal of the whole Russian position in the world. Such expectations might lead the West to make conditional demands on Soviet leaders which from their points of view, would be difficult if not impossible to meet.

Resources Motion Defeated: Ottawa, May 5 (CP) -- The House of Commons today completed a debate on Canada's vast natural resources by defeating a Progressive Conservative motion urging immediate consideration of a national policy.

The debate developed into arguments among spokesmen for three parties as to the merits of free enterprise and state control. CCF and Liberal spokesmen accused Social Crediters of trying to play it both ways at once.

Mr. Drew launched the discussion last night by moving an amendment to the Government's motion to go into Committee to study estimates.

Mr. Graydon On Seaway Delay: Ottawa, May 6 (CP) -- Mr. Gordon Graydon said yesterday he did not think Canada has "taken the gloves off quite enough" in making her position clear to the U.S. about American delay on the St. Lawrence Seaway plan.

Speaking during a House of Commons External Affairs debate, he said the U.S. Congress "ought to be told that this delay is not looked on with favour by the majority of the Canadian people."

He said there had been "lobbying" in Washington by interests opposed to the seaway and he is not satisfied the end of the delays had yet been reached.

Mr. Graydon also said there should be a much closer liaison between the External Affairs Department and the CBC on the makeup of the Corporation's international service.

External Affairs should have a close supervision over makeup of broadcasts to other countries that might touch on Canadian foreign policy.

Across Canada: Two Korean casualty lists showed that Canadian troops suffered at least 43 casualties in heavy fighting May 3 when Chinese Communists stormed their sector. The two lists included one officer and 14 men killed in action, 21 men wounded and one officer and six men missing, believed prisoners-of-war.... Loans to Canadian farmers under the Farm Improvement Loans Act climbed to a peak of \$98,259,000 in 1952, the annual report showed. This represents an increase of about \$13,000,000 over the \$85,300,000 loaned by the banks under the legislation's terms in 1951.... Senator W. Rupert Davies (L-Ontario) yesterday condemned any censorship of books published in Canada. Speaking in the Senate, he also said Parliament has no business legislating on what Canadians may read, according to the Canadian Press.

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Vol. 4, No. 88.

Thursday, May 7, 1953.

U.S. Trade Restrictions: Ottawa, May 7 (CP) -- The House of Commons united yesterday in objection to United States trade barriers and furnished Mr. St. Laurent with a strong weapon for protest against them in Washington this week.

The Prime Minister himself cleared the way for a unanimous expression of feeling and said it would be helpful to him in making Canada's stand clear not only to President Eisenhower and State Secretary Dulles but to other Cabinet Ministers and to members of the Senate and Congress. He leaves today with Mr. Pearson and will return Saturday.

The motion adopted without dissent by the House was originated by Mr. Donald Fleming (PC-Toronto-Eglinton) as an amendment to a government motion to go into supply.

Mr. St. Laurent said the deletion of two words from the amendment would remove any objection and open the way for a unanimous expression of opinion on what he called restrictions on agricultural imports "which are causing serious concern and even embarrassment."

The motion, backed by spokesmen for the CCF and Social Credit groups, said the House wished to "record its opinion that further and more vigorous efforts should be made by the Government to bring about the removal of restrictions imposed in violation of the general agreement on tariffs and trade."

Mr. St. Laurent gained Mr. Fleming's approval for removal of the words "and more," leaving the motion to read "further vigorous efforts." The Prime Minister said the words removed "might have implications both on the theme and the kind of measures or efforts that have been made up to the present time" and that they might "have implications that I would prefer not to have to put forward unless circumstances become such that methods other than the friendly efforts to bring about a more acceptable situation were doomed to failure."

Re-Armament Programme: Ottawa, May 6 (CP) -- Mr. Howe indicated today that Canada will help keep key defence production facilities in action by turning their products over to Atlantic Pact Allies. That, he hinted, will be the answer to the immediate problem of what to do with those special facilities now that the re-armament programme is levelling off.

Predicting that Canada must maintain an effective defence for some years to come, Mr. Howe said such a move would help the Allies and keep Canada tooled up for war if war should come.

Opening opposition fire on the Defence Production Department, Mr. Donald Fleming (PC-Toronto Eglinton) said he questions whether the Department is making purchases in the United Kingdom as extensively as it might do.

Concerning orders placed within Canada, he said these could have been used to assist in the development of the economy of Canada by encouraging production in the non-central provinces where lack of secondary industry is an economic weakness.

Piloting Defence Production estimates in the House of Commons, Mr. Howe made these points:

1. The shortage of strategic materials is over but demand for Canadian materials in that field will continue.
2. The three-year, \$5,000,000,000 re-armament programme has levelled off and its over-all impact on the national economy has "not been very great."

3. In the next year or two, "current plans will support a somewhat higher level of activity in the aircraft industry than in the past fiscal year with more substantial increases in shipbuilding, electronics and guns and ammunition."

4. There will be very sharp reduction in defence construction this year because the mild weather of 1952-53 was a real help.

5. Miscellaneous procurement, particularly in the clothing, textile and leatherwear fields, will keep on going down.

6. Canada has created or is creating the basic facilities necessary for production of a large part of the modern and intricate equipment and armament that will be required by the forces.

7. If world tensions did ease, a cut in defence spending would not seriously disrupt the economy.

Aid To Underdeveloped Countries: Ottawa, May 6 (CP) -- Mr. Coldwell accused the Government today of doing "pitifully" little to help underdeveloped countries of the world under the United Nations technical assistance plan and said Canada actually has been doing a bit less each year.

He said Canada is spending more to put earth around public buildings in Ottawa than on this vital need.

The reply of Mr. Pearson was that Canada has been doing her fair share and that he subscribes to President Eisenhower's statement that if defence spending could be cut substantially the way would be open to do more. But military defence came first.

Move To Raise Wheat Price Defeated: Ottawa, May 6 (CP) -- The combined Opposition in the House of Commons today pressed for immediate announcement of a \$1.65-a-bushel initial wheat price, but Liberal members defeated the demand.

With many members agreed that August 10 is the date for the general election, Hazen Argue (CCF-Assiniboia), who proposed the motion, suggested announcement of the 1953 price was being held up until shortly before voting. He said the House should not be satisfied with a minimum figure that could be "jockeyed around" before an election.

Mr. Howe, who previously has announced the initial payment will be not less than last year's \$1.40, said any justifiable increase over the 1952 payment will be announced after the July 15 deadline for ratification of the International Wheat Agreement.

The Minister said there may be difficulty getting ratification of the wheat pact, which would jump the previous agreement ceiling to \$2.05 from \$1.80.

The CCF proposal for announcement now of a \$1.65 initial price--in the form of a motion of non-confidence in the Government--was backed by the Progressive Conservative and Social Credit groups but defeated by the Liberal majority by 120 to 52.

Across Canada: Fear of a world depression, perhaps within the next two years, was expressed yesterday by the Canadian Importers and Traders' Association, embracing about 400 Canadian import firms. In a brief to the Senate Trade Relations Committee, the Association suggested that Canada take the lead, particularly among NATO countries, in advocating international control of trade and tariffs....Kitchener-Waterloo Dutchmen last night won the Allan Cup, emblematic of Canadian Senior Hockey supremacy by defeating Penticton V's 5-0 at Kitchener to take the best-of-seven series 4-1. It was the first time since 1918 that the title has been won by Kitchener.

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Vol. 4, No. 89.

Friday, May 8, 1953.

824 Jeeps For Holland: Ottawa, May 7 (CP) -- Canada is shipping 824 reconditioned Second World War jeeps to Holland as the latest help to European allies under her \$324,000,000-a-year mutual aid plan, it was announced today.

The Defence Department said in a statement that "they have been replaced by an improved version" built in Canada and similar to the jeep being made in the United States. However, Army Headquarters later indicated that by no means all of the 824 jeeps have been replaced.

The first of eight ships bearing the jeeps is already at sea and the last will sail May 18. They are part of shipments of arms to allies in Europe slated to make up much of Parliament's \$324,000,000 vote for mutual aid this year.

Anti-Submarine Warships: Ottawa, May 7 (CP) -- Mr. Howe said tonight the Government was too optimistic in the original plans for production of radical new anti-submarine warships but that they should start coming into use by the Navy in 1954.

(The Navy has ordered 14 of them as the key to its ambition to be the best anti-submarine fleet in the world. It once hoped to have some of them in service before now.)

Replying to questions by Maj.-Gen. G.R. Pearkes, V.C. (PC-Nanaimo), Mr. Howe said the programme launched in 1949 will take 5½ years to complete compared to six years for a similar programme in Britain and five in the U.S.

Whether they would all be in service in 1954 remained to be seen. Some might go over to 1955.

Gen. Pearkes asked if there is truth in reports that men and materials are being diverted into construction of freighters for a foreign country.

Mr. Howe said there is not. The main problem had been to get designers, and they had been imported from both Britain and the U.S. These problems were pretty well licked now and it was simply a case of putting the necessary manpower on to complete the work.

Sterling For Exports: Ottawa, May 7 (CP) -- A suggestion by the Canadian Congress of Labour that Canada accept sterling as payment for part of her exports to the United Kingdom today was criticized as unworkable by members of the Senate Trade Relations Committee.

The Congress suggested in a brief to the Committee, studying economic co-operation among North Atlantic Treaty countries, that the Government establish a "counterpart" fund with sterling exchanged for Canadian exports.

The Canadian exporter would be paid in dollars by the Government which would use the sterling in the counterpart fund to pay for its purchases from Britain or for materials purchased under the Colombo Plan for economic development of Southeast Asia.

Senators Peter Campbell (L-Ontario), J.J. Kinley (L-Nova Scotia) and G.P. Burchill (L-New Brunswick) expressed doubt that the fund would serve any useful purpose.

Mr. Martin Levinson of the CCL Department of International Affairs said such a method of trading with Britain would help get rid of agricultural surpluses in Canada.

Mr. A.R. Mosher, CCL President, added that the Colombo Plan purchases could be made in Britain, an increase in Britain's trade. At present, Colombo Plan purchases must be made in Canada or in the country where development was being undertaken.

Senator Kinley said that in the end the Government would have to take up the slack between the value of dollars it paid Canadian exporters and the sterling it accepted for the fund from British importers.

Cuban Sugar: Ottawa, May 7 (CP) -- Cuba has decided not to ship refined sugar to Canada for the remainder of 1953, Mr. Howe announced today in the House of Commons.

The decision extends a one-month bar on Cuban refined exports that followed consultations with Canadian authorities concerned about the effect of imports from that country on the Canadian sugar industry.

Mr. Howe and members of a Canadian trade delegation to Latin America discussed the matter with Cuban authorities last January.

Theatre Conference: Victoria, May 7 (CP) -- The Dominion Drama Festival will investigate the possibility of taking children's theatre under its wing.

The Festival executive accepted a resolution today from the theatre conference being held in conjunction with the Dominion Drama Festival here, urging the promotion of children's plays in regional festivals.

The conference set up a committee with Eastern and Western Canadian co-chairmen to explore the possibilities of encouraging the performance of children's plays. Julia Murphy of Ottawa is Eastern chairman.

It is hoped that plays for children will be held at regional festivals and the best in Canada will be shown in conjunction with, but not as part of, the Dominion Festival.

Strategic Materials Stockpile: Ottawa, May 7 (CP) -- Mr. Howe tonight declined on security grounds to make public the size of Canada's strategic materials stockpile.

He told Mr. J.M. Macdonnell (PC-Toronto Greenwood) in the House of Commons that he did not think he should make the information public. The United States had consistently declined to give out such information about its stockpile.

Across Canada: Mr. J.L. Phelps, Chairman of the Inter-Provincial Farm Union Council, told the House of Commons agriculture committee that the Prairie farm unions want a close scrutiny of Government marketing of grains. He said a major revision is needed in the Canada Grain Act which empowers the Government to market wheat, oats and barley for the producers. An investigation also is needed of past grading, storing, shipping, weighing and related matters by the Canadian Wheat Board, the Board of Grain Commissioners and elevator companies....The last draft of Canadian armed forces personnel taking part in the June 2 Coronation sailed yesterday from Quebec aboard the liner Atlantic.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
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OTTAWA - CANADA

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Vol. 4, No. 90.

Monday, May 11, 1953.

Mr. St. Laurent On Washington Visit: Ottawa, May 10 (CP) -- Canada and the United States have agreed to explore the possibility of creating a new joint board or committee to resolve trade grievances without resorting to embargoes.

Mr. St. Laurent, returning from a two-day state visit to Washington, told the House of Commons Saturday that the proposal was made in his discussions with President Eisenhower.

At the President's request, Mr. Pearson and Mr. Dulles will look into the possibility of developing such an organ, similar to the Canada-U.S. Joint Defence Board.

All grievances on trade between the two countries would be referred to the Board or committee for study. The Board would recommend to both countries methods under which the grievances could be settled without the need for restrictions.

Mr. St. Laurent said that both he and Mr. Pearson consider that this suggestion is "quite an indication" of America's "sincere desire to avoid having things that would be disturbing and remain disturbing."

Mr. Gordon Graydon said he didn't think much of the idea.

"The Prime Minister and all of us in the House agree," said Mr. Graydon, "that what Canadians are most concerned about on the tariff front is the possibility of pressure groups in the U.S. influencing Congress to the extent that they affect our entry into their market."

"I quite agree that it (the Committee) may be a little gesture but I am afraid that it will not go very far."

The Prime Minister replied:

"In the past we have taken steps to avoid things being done against us and something of that kind could eradicate many of these serious irritations."

The exchange developed as Mr. St. Laurent reported on the results of his two-day trip, in which he conferred for the first time with the new Republican administration.

He touched on the St. Lawrence seaway and said he is hopeful that the U.S. Federal Power Commission shortly will give a favorable decision on the New York State application to join with Ontario in developing the power phase of the multi-million-dollar project.

If those of the U.S. who oppose the seaway challenge any favorable FPC decision in the U.S. courts and try to obtain an injunction to delay digging, there would be a demand from pro-seaway authorities for a heavy bond to protect them against damages resulting from such action. The damages would be "impressive," Mr. St. Laurent said.

On the crucial issue of American trade policy, Mr. St. Laurent said he found President Eisenhower in favor of expanding world trade and against higher tariffs, but, of course, the President and his Cabinet "are not in a position to forecast what Congress will do or may do."

St. Lawrence Seaway: Ottawa, May 10 (CP) -- Mr. St. Laurent has put new, though gentle, pressure on the United States to speed up a start on the St. Lawrence seaway.

In a report to Parliament on talks with President Eisenhower, he suggested Saturday the possibility of Canada building its own power and navigation works on its own side of the river in the event of unfavorable U.S. action.

Mr. St. Laurent indicated an all-Canadian power-navigation job is unlikely. But his House statement, immediately after his return from a Washington trip, appeared to be another step in the pressure Canada has been putting on the U.S. with a view to starting the \$750,000,000 project.

Observers thought it was a follow-up to moves in Washington 10 days ago by Mr. Chevrier, who suggested there that Canada and the U.S. each could build its own seaway and that Canada might start advance work on downriver parts of the seaway in Canadian territory before Washington gives approval to the job in the International Section.

Mr. St. Laurent also said Saturday that he has been informed that an application for a bond guaranteeing against heavy damages will be filed against any anti-seaway interests who may try to block in the U.S. courts the carrying out of an expected U.S. decision favoring a start....

TV Report: Ottawa, May 10 -- CBC and private broadcasters were urged by a House of Commons committee Saturday to "co-operate loyally" in providing a national television service.

The service should have a "basis of programmes produced by Canadians for Canadians," the Radio Committee said in its final report. The report said privately owned TV stations would "have a definite place in the national television system."

Canadian Arts Council: Toronto, May 11 (Globe & Mail) -- Roland Hérard Charlebois, Directeur of l'Ecole des Beaux Arts of Montreal, was elected President of the Canadian Arts Council at the seventh annual meeting Saturday in Falconer Hall, Queen's Park. Twelve of the 15 national societies which are members of the Council sent delegates.

"When the federal Government sets up a Canada Council," said Claude E. Lewis, retiring President, "it will want to do business with a group that shows evidence of stability." To this end, he said, the Canadian Arts Council must ensure its future.

Aid For Ex-Servicemen: Ottawa, May 10 (CP) -- Old soldiers of the line, now members of Parliament, laid siege to Veterans Minister Lapointe Saturday in a concerted campaign to have the Government do better by the aged and needy ex-servicemen who need federal help to make ends meet. They took over the evening hours of the first Saturday sitting of this session of Parliament.

Across Canada: Some 200 bush workers and forest rangers are fighting a forest fire in the Black Sturgeon district near Port Arthur. Officials of the Ontario Department of Lands and Forests say the blaze has ranged through 5,000 acres of forest land....Forest fires, raging out of control, may close district forest travel in Quebec Province, near Ottawa. Two fires, helped by high winds, are burning out of control north of Fort Coulonge. There are also four or five smaller blazes in the Ottawa district....A bill to incorporate all Quebec real estate men into a profession will be presented to the Quebec Legislature next session, it was decided at St. Adele Sunday at the close of the first annual convention of the Montreal Real Estate Exchange....A Korean casualty list Saturday included one officer and three men wounded in action. The last list was issued May 7.

DAILY AIRMAIL BULLETIN



CANADA

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS

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Vol. 4, No. 91. Tuesday, May 12, 1953.

In The House Of Commons: Ottawa, May 11 (CP) -- Members of Opposition parties joined forces today in the House of Commons to repeat demands for a better deal for Canada's war veterans, particularly the elderly recipients of war veterans' allowances.

From Veterans Minister Lapointe they received the reply that the Government is giving continued study to the suggestions, but it would be costly. He indicated that nothing would be done at this time.

In reply to a question by Mr. Stanley Knowles (CCF-Winnipeg North Centre) as to whether the Government was "opposed" to increasing the allowance rates and increasing the ceiling on permissible income, the Minister said: "There is no provision before Parliament for any immediate changes to the act."

In the main Opposition spokesmen pressed the Government to raise allowances paid to "burnt out" pensioners 60 and over to \$60 from \$50 for single veterans and \$120 from \$90 a month for married veterans—the scale asked by the Canadian Legion.

They suggested, too, that veterans and their widows and children should get the benefit of the doubt in borderline pension cases. Some, like Mr. W. Chester S. McLure (PC-Queens), thought veterans—now restricted to an outside income of \$120 a year—be allowed to earn any sum without reduction of his pension.

Mr. Lapointe said the problem of increasing the allowance, raising the permissible earnings and eliminating the means test were greater than most seemed to realize.

To raise the permissible income ceiling to \$1,200 a year for single men and \$2,000 a year for married men would qualify at least 8,000 veterans for allowances and another 8,000 would qualify for at least part of it. That would boost the cost considerably.

The effect of removing the means test, the Minister said, would mean that any veteran who served in a theatre of operations could qualify for the allowance at 60. That would total some 1,100,000 veterans and he estimated the cost would be between \$65,000,000 and \$70,000,000 a year.

At the morning sitting the CCF moved a motion that the Government consider increasing old age and blind pensions "commensurate with the cost of living."

Mr. Knowles, who moved the motion on behalf of his party, made it clear the increase should be to \$60 from the present \$40 a month.

In a subsequent vote the Liberal majority defeated the motion by a count of 69 to 30. The Progressive Conservative and Social Creditors supported the CCF amendment.

The vote was taken after Health Minister Martin rejected it on behalf of the Government. He said it would impose huge additional taxes on Canadians. Since last Friday the Minister said Opposition groups had proposed measures that would increase Government spending by \$1,000,000,000 a year and since the start of the session, measures that have cost an additional \$4,000,000,000 a year.

C.M.A. President On International Situation: Saint John, N.B., May 11 (CP) -- Cancellation of all defence orders, if the international situation would permit, would be "tremendously beneficial," G.K. Sheils, of Toronto, President of the Canadian Manufacturers Association, said tonight in a speech to the Maritime division of the CMA.

Mr. Sheils said the loss of defence orders would be met as had been the loss of war orders at the close of the war, but said the Canadian Government would need to be on the "alert" against possible trade practices from the United States.

In the first place, said Mr. Sheils, probably no one "really believes that the Governments of the free world, and especially those of Britain, the United States and Canada, are going to be so stupid, so forgetful of past lessons painfully learned that they will cancel, or even substantially reduce, our defence preparations, merely because the Kremlin is making certain conciliatory gestures.

"Surely we must remember how often since 1919 the attitude of the leaders of Russia towards the countries of the West has fluctuated between the outstretched hand and the clenched fist, the honeyed word and poisoned propaganda, simply because such changes seemed to them at the time to be in their own self-interest...

May 15 Citizenship Day: Ottawa, May 11 (CP) -- Mr. St. Laurent today announced that Friday, May 15, will be observed across Canada as Citizenship Day.

The day has been set aside, he said for the observance of the people of Canada "and particularly younger Canadians."

"Each year as our national economic development continues, and as our country achieves growing importance in the world, Canadians have come to know and to understand each other better," the announcement said. "The unity which we have achieved as a nation is based upon the recognition that, no matter what our origin, traditions or our cultures may be, we all share in an equal Canadian citizenship.

"Citizenship Day also serves to remind Canadians of the importance of their membership in the Commonwealth of Nations and of the place of the Crown in their national life."

Across Canada: In the first of several public appearances in Victoria yesterday, Governor-General Vincent Massey visited patients at the naval hospital at HMCS Naden....With sufficient top soil moisture to ensure germination, the new grain crop "should get away to a good start," according to the initial crop and weather report of the season by Lake of the Woods Milling Co. Ltd....Rain and snow hit some of Canada's parched and fire-ravaged timber lands yesterday, snuffing out a few blazes and dampening others that destroyed thousands of acres of forest. Careless anglers and hunters were blamed for most of the outbreaks, numbering more than 100, according to the Canadian Press.



Miss Hamilton

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Vol. 4, No. 92.

Wednesday, May 13, 1953.

Mr. Drew Among Four New Privy Councillors: Ottawa, May 13 (CP) -- Mr. George Drew has been made a member of the Queen's Privy Council for Canada, first leader of the Opposition to become an adviser to the monarch while in that office.

Prime Minister St. Laurent announced in the House of Commons last night that Mr. Drew and three other members of the official Canadian Coronation delegation have been named as Privy Councillors.

The others are Rt. Hon. Thibaudeau Rinfret, Chief Justice of the Supreme Court of Canada, Mr. Ross Macdonald, Speaker of the House of Commons, and Senator Elie Beauregard, Speaker of the Senate. Chief Justice Rinfret, already in England, is a member of the Imperial Privy Council.

Mr. St. Laurent, a member of the Canadian and Imperial Privy Council, said the Government felt that in view of the prominent part the four men would play in the Coronation delegation it would be fitting that they be made Privy Councillors. He said Mr. Drew, 59, Mr. Macdonald, 61, and Senator Beauregard, 68, were sworn in yesterday by Justice Patrick Kerwin, acting for the Governor-General. The Chief Justice will be sworn in later.

The House of Commons: Ottawa, May 13 (CP) -- The current session of Canada's 21st Parliament may continue for a couple more days at least. There had been hopes that the Senate and Commons would prorogue today. However, this seems unlikely.

At 10 o'clock adjournment last night there still were before members many departmental estimates, including Fisheries, Post Office and supplementary appropriations for several other departments.

The House of Commons sat nine hours yesterday and completed consideration of Transport Department estimates and started on Fisheries.

National Health Survey: Ottawa, May 13 (CP) -- Canada's first country-wide sickness survey shows that Canadians spent a total of \$373,800,000 on health services in the 12 months between the fall of 1950 and the fall of 1951, the Bureau of Statistics reported yesterday.

This meant an average expenditure for each family unit of \$82.10 for the year. The term family unit covers families made up of husbands and wives with or without children, and single persons outside these family groups.

The survey was planned and conducted jointly by the federal Health Department, the 10 provincial Health Departments and the Bureau of Statistics. The object was to estimate the prevalence of illness and accidents, expenditures on health services and the amount of nursing, medical and other health care obtained by Canadians.

The Bureau emphasized that the \$373,800,000 spent by Canadians for the year does not include payments made by Government or similar agencies and therefore does not represent the total costs of health services in Canada. Further compilations of figures will be released later.

Out of the total \$373,800,000 an estimated \$88,400,000 or 23.7 per cent was spent in prepayment plans for medical care, hospital care and combined plans of care and services.

No Special Fall Session: Ottawa, May 12 (CP) -- Mr. St. Laurent said today in the House of Commons that the Government has no intention of calling a special fall session of Parliament this year. But he suggested the regular 1954 session might start before the end of the year, as was the case with the current 1953 session.

The Government's intentions came out when Mr. Garson referred to tabling some documents in the House next fall. Mr. Drew immediately wanted to know what that meant.

The Prime Minister, saying he wanted to answer recent suggestions of a fall session, declared the Government has no intention of calling a special assembly. The intention, always subject to emergencies, was that the next session would be the regular 1954 one, whether it was called before the end of this year or after.

Wheat For Pakistan: Ottawa, May 12 (CP) -- Canada has offered \$5,000,000 worth of wheat to Pakistan to relieve a critical food shortage, the External Affairs Department announced today.

The \$5,000,000 is in addition to a similar sum, also for purchase of Canadian wheat, allocated to Pakistan from the \$25,000,000 set aside last year by Canada for the Colombo Plan for development of Southeast Asia.

Across Canada: The Doukhobors and handling of natural resources are top issues in the campaign for the British Columbia provincial election June 9, according to the Canadian Press....Ninety-one candidates filed nomination papers yesterday to contest the 37 seats in the May 26 Nova Scotia election....Mr. Chevrier said in the Commons that consideration is being given to the question of whether or not there should be subsidies for shipping. But the Minister did not hold out much hope of resuming the federal subsidy system discontinued a few years ago, saying it would cost a "very substantial amount of money....Heartened by the announcement from Washington that FPC approval had been recommended, Hydro Chairman Saunders predicted again yesterday that power shovels would be working on the site of the St. Lawrence River power development this fall, according to the Globe & Mail.



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Vol. 4, No. 93.

Thursday, May 14, 1953.

In The House Of Commons: Ottawa, May 14 (CP) -- The Minister of Justice, Mr. Garson, announced yesterday in the House of Commons that prosecutions will be launched in connection with an alleged combine in the distribution and sale of coarse papers in the Vancouver area.

Existence of a combine had been charged in a report by Combines Commissioner, T.D. MacDonald.

Mr. Garson said that, in the opinion of legal counsel, court proceedings were warranted by the evidence and authority to prosecute had been given by his Department.

Attorney-General Bonner has indicated the British Columbia provincial authorities will co-operate, the Minister said.

A Government insurance plan for fishing vessels in Canada's six coastal Provinces was announced by the Minister of Fisheries, Mr. Sinclair.

The Minister told the House the scheme may be enlarged later to provide credit for fishermen such as farmers get under the Farm Improvement Loans Act.

Under the insurance plan, cheap coverage will be provided for loss or damage to vessels and their fixed equipment such as engines up to the value of \$7,500. The Minister said it is hoped to extend it to the inland fisheries shortly.

As a start in working out a plan for insuring fishing gear generally, coverage will be provided also on lobster traps, which are subject to heavy storm loss in the Maritimes.

The vessel insurance scheme, going into effect about July 1, will provide coverage at a premium of one per cent per year up to a value of \$7,500.

Members from Canada's mining communities east and west pressed the Government for a national coal policy to pull that industry out of what they described as the doldrums.

Mines Minister Prudham replied that a national policy has been operating since establishment of the Dominion Coal Board in 1947.

While admitting the coal industry is having difficulties, the Minister did not see the situation as hopeless. He believed, he said, that with co-operation among the federal Government, the Provinces and the industry, the difficulties could be worked out.

He blamed most of the difficulties of the western coal industry on development of oil and gas there.

State Secretary Bradley said that a site has been picked near the Supreme Court of Canada on which to build a National Library.

He said the site is occupied by a temporary government building constructed during the war on Wellington Street west of the Supreme Court and near the Parliament Buildings.

Plans for the building had not been prepared but as soon as they were completed construction would proceed as quickly as possible.

Rumour Says Mr. Pickersgill For Cabinet: Ottawa, May 13 (CP) -- Mr. John W. Pickersgill, 47, Clerk of the Privy Council and long time adviser to Liberal Prime Ministers, is reported to be slated for early appointment to the Cabinet.

This is a recurring rumour—that the stocky and sometimes controversial figure of "Jack" Pickersgill would enter the political frays—but today it was circulated with particular force.

The Ottawa Evening Journal, in a front page story, said it knew "from indisputable sources" that Mr. Pickersgill would be sworn in as a Cabinet member before dissolution of Parliament, about June 10.

Another report on Parliament Hill was that Mr. Pickersgill would enter the Cabinet and contest a Newfoundland riding in the next election, expected in August.

27th Speeds Training: Ottawa, May 13 (CP) -- More than 4,000 troops of the 27th Canadian Infantry Brigade group in Germany have moved into the Soltau training area of Central Germany for intensive training under canvas, the Army reported today.

The exercise will be the longest and largest in the Brigade's training programme for 1953. For three weeks the scheme will be on battalion or lower levels. The fourth week will see all elements of the Brigade in mock battle with the British 7th Armored Brigade.

Ottawa's Coronation Ceremonies: Ottawa, May 13 (CP) -- More than 6,000 officers and men of Canada's active and reserve armed forces will participate in Coronation Day ceremonies here June 2, Defence Headquarters announced today.

Highlights of the ceremonies will include the trooping of the colour by the Governor-General's Foot Guards, religious observances by servicemen, coronation music by massed bands of 449 members, a national ceremony on Parliament Hill, and the relayed broadcast of the Queen's address.

In addition, the R.C.A.F. plans a fly-past of more than 100 of its aircraft; the Governor-General will take the salute of a mammoth march-past, and artillery units will fire a 42-gun salute.

Across Canada: Prairie seeding has been delayed by rain and snow, the Bureau of Statistics reported yesterday in its second of the 1953 series of telegraphic crop surveys....Premier Duplessis of Quebec, announced by-elections for Thursday, July 9, in three Quebec ridings. Nominations in Montreal Outremont, Portneuf and Matapedia will be held two weeks before voting, June 25....State Secretary Bradley yesterday said in the House of Commons the Government has reached no decision yet on a request that all prisoners of war receive \$1-a-day compensation for their time as war prisoners.



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Vol. 4, No. 94.

Friday, May 15, 1953.

Parliament Prorogues: Ottawa, May 15 (CP) -- The seventh and last session of Canada's 21st Parliament was prorogued early today. The Speech said it is anticipated this session will be the final one of the present Parliament.

The 5,000-word Speech—longest in years—was read in the Senate by Mr. Justice Patrick Kerwin of the Supreme Court of Canada, acting in the absence of Mr. Massey.

"It is anticipated," the Speech said, "that the session now concluding will be the final session of the 21st Parliament."

The Speech consisted largely of a review of the work of the whole Parliament since it came into life with the 1949 election.

It looked ahead on only a couple of points. One was an expression of hope that the renewal of Korean armistice negotiations would be the prelude to peace.

Another was a declaration that work on the St. Lawrence Seaway and hydro development can be started as soon as an agency is authorized in the United States to co-operate with Ontario in the power undertaking.

Prorogation came at 1.15 E.D.T. after the House of Commons and then the Senate approved final departmental spending estimates of the Government for the 1953-54 fiscal year.

Combines Law Debated: Ottawa, May 14 (CP) -- Mr. John Diefenbaker suggested today in the House of Commons that Canada's combines law should be changed to provide mandatory imprisonment for directors who directly contribute or passively acquiesce in breaking that law.

He said present provisions of a fine for the convicted corporation was a "poor substitute" for imprisonment where wrong-doing had been proved. A new committee should study the combines law.

The position of the state must be, he said, that there be no interference with competition and to make sure that there is free competition in the field of trade. Otherwise, private enterprise would not survive.

Mr. Diefenbaker mentioned recent prosecutions of rubber companies in Toronto and said a maximum fine of \$10,000 was not in keeping with the offence committed.

The Minister of Justice, Mr. Garson, said there now was no ceiling on the fine that could be imposed in a combines case. The \$10,000 in the Toronto case was imposed because that was the maximum under the law at the time the offence was committed.

The Minister told Mr. Diefenbaker that Carl Goldenberg, appointed a special commissioner to investigate a possible combines in wire and cable, had completed his investigation. The combines director expected to receive his report by next September.

The Minister said he could not agree with the suggestion that a new commission or committee study the law. A Royal Commission recently finished such a job and changes in the law were made at the last session of Parliament.

Coronation Delegation: Montreal, May 15 (Gazette) -- Mr. Howe and Mr. Drew are included in a large Canadian Government delegation to the Coronation leaving here today aboard the Canadian Pacific flagship Empress of Scotland.

Others in the party include: Public Works Minister, Mr. Fournier, Senator Wishart Robertson; Senator Elie Beauregard; Senator Walter M. Aseltine; Mr. Charles Stein, Q.C., Under-secretary of State; Gen. H.D.G. Crerar; Lt.-Col. Rev. S.E. Lambert; Capt. F.J.L. Woodcock, Mr. Howard Measures, Mr. Léon Raymond and Mr. Philias Thibault.

Rt. Hon. Francis Ford, former Australian High Commissioner to Canada, is also sailing on the ship.

Among the many prominent western Canadians sailing on the white Empress are Lieut.-Governor J.J. Bowlen of Alberta; Lieut.-Governor W.J. Patterson of Saskatchewan; Most Rev. W.F. Barfoot, Archbishop of Edmonton and Anglican Primate of All Canada; and Mr. W.W. Evans, Edmonton.

Farm Income Drops: Ottawa, May 14 (CP) -- Ontario farmers bore the heaviest brunt of the drop as farmers' net income declined to \$1,949,900,000 last year from the peak of \$2,188,600,000 in 1951.

In Ontario, net farm income decreased by more than \$120,000,000 to \$454,600,000 from \$576,400,000, the Bureau of Statistics reported today.

Ontario, which led all provinces in net farm income in 1951, fell to second place, giving way to Saskatchewan. Saskatchewan and Prince Edward Island were the only two provinces to show increases in 1952—the year of foot-and-mouth disease in Western Canada.

Across Canada: The Geological Survey of Canada will place 77 parties in the field this year to carry out investigations and mapping in all 10 provinces, the Yukon and the Northwest Territories, the Department of Mines and Technical Surveys announced.... Progressive Conservative and CCF members joined yesterday in the Commons to congratulate Canada's penitentiary administration for its new penal reform system designed to give prisoners training and a new start in life.... Mr. Garson said in the Commons he favours discussing at the next federal-provincial conference the question of compensation for persons wrongfully convicted who serve prison terms.... Alphonse Ouimet, General Manager of the Canadian Broadcasting Corporation, last night announced plans for establishment of separate French and English-speaking television stations in Montreal by the first quarter of 1954, according to the Gazette.

Miss Hamilton.

VERNMENT



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Vol. 4, No. 95.

Tuesday, May 19, 1953.

Mr. Pearson on Anglo-U.S. Relations: Toronto, May 18 (Globe & Mail) -- Canada has no intention of getting mixed up in the "slinging match" currently being carried out between McCarthy elements in the United States and Clement Attlee and the British press, Mr. Pearson said in an interview Saturday. Mr. Pearson was in Toronto to speak to the annual meeting of the Ontario Liberal Association at the King Edward Hotel.

Canada will take no part in the "discussion between friend and neighbor," he said. "Anything which creates controversy between the two is no good for Canada."

In his speech Saturday night, Mr. Pearson made only an oblique reference to current Anglo-U.S. relations.

Speaking of signs that the cold war may be easing slightly, he said: "But they are only signs and they may have either a beneficent or a bad purpose behind them. We shall have to find out which--from experience--and while doing so we must remain on guard. But that does not mean that we should go around with a chip on our shoulders or acid on our tongues, and there seems to be a good deal of that today.

"These 'peace' moves behind the curtain may put a strain on the North Atlantic coalition--on the close and friendly relationship between allies by differences of opinion as to their meaning and what our reaction to them should be," Mr. Pearson said. "There are signs that this is happening. As the tension and fear seem to ease, we may yield to the temptation to be more critical of each other--to engage in useless bickering and backbiting."

Mr. Pearson said it would be a great tragedy for us and a great victory for those who may have altered their tactics for this very purpose. Good relations between friends may easily be spoiled, he said, if we mistake fierceness for frankness in our discussions, or if we substitute violent condemnation for honest criticism. Or, he said, if we are unable to take the frankness and honest criticism in the right spirit.

Mr. Wrong's Address at Queen's University: Kingston, May 17 (CP) -- Canada, as a partner with the United States in the North Atlantic alliance and the United Nations, has the right to examine what U.S. leaders say and to express frank judgment of U.S. policy, Mr. Hume Wrong said Saturday.

The Canadian Ambassador to the United States was addressing members of the graduating arts class at Queen's University annual convocation.

"But our growing stature as a nation and our own increasing international responsibilities require that our judgment should always be tempered with sympathetic understanding, which is by no means always the case," he said.

He said it was only natural that Canadians should frequently turn an appraising eye toward the United States, "a colossus which, it may be, can decide the issues of life or death for us as for other peoples."

"We should always remember," Mr. Wrong continued, "that if the United States is a colossus, it is a colossus of flesh and blood--blood very much the same as our own, and responding to many of these same impulses."

He suggested that the stretching of U.S. interests and responsibilities throughout the world in the last few years has been even more painful for that country than for Canada, because there was in the U.S. previously a firmer hold on the illusion that national safety lay in isolation.

"Furthermore, the United States has the special responsibilities of leadership in the free world," he said, "and it feels itself to be the chief target of what has often seemed the settled malice of Soviet communism."

Niagara Falls Beautification: Ottawa, May 15 (CP) -- The International Joint Commission has recommended development of a \$17,536,000 repair job to preserve the scenic beauty of Niagara Falls, the External Affairs Department announced today.

The recommendation was made in a joint report to the Governments of Canada and the United States, following a two-year study of the corroding crestline by commission engineers.

The Commission suggested that the repair job be divided between the two countries in such a way that each country completes the work required within its national boundaries. Costs would be divided equally between the two countries.

Wheat Agreement: (Press Release No. 36, May 18) -- The Acting Secretary of State for External Affairs announced on May 18 that the formal Canadian Instrument of Acceptance of the International Wheat Agreement was being deposited in Washington on that day. The Agreement was signed by Canada on April 13, 1953.

Mr. Holland's Visit: (Press Release No. 37, May 19) -- The Right Honourable S. G. Holland, Prime Minister of New Zealand will pay a four-day visit to Canada en route to the Coronation. Accompanied by Mrs. Holland, he will arrive at Niagara Falls on Wednesday morning, May 20. On Thursday morning, the Prime Minister and Mrs. Holland will be flown to Ottawa by special R.C.A.F. plane.

Upon arrival at Rockcliffe airport at 12.15 p.m. they will be greeted by the Secretary to the Governor General, by the Acting Prime Minister, Mr. Claxton, and by Commonwealth High Commissioners and senior officials. Mr. Holland will review a guard of honour before proceeding to Government House where he and Mrs. Holland will stay as the guests of His Excellency the Governor General.

Across Canada: -- Spokesmen for some 20,000,000 farmers in more than 30 countries-- including Canada--meet in Rome next month to ponder ways of bringing stability to world agricultural trade. High on the agenda of the sixth meeting of the International Federation of Agricultural Producers will be the question of international commodity agreements, the Canadian Press announced today....

The Army envisages training up to 35,000 men--equivalent of two divisions--at its huge new training camp in New Brunswick at one time, according to documents tabled in Parliament.... Premier Duplessis of Quebec announced that he will inaugurate the 100,000 horse-power hydro-electric development on the Manicouagan River July 18.



Miss Hamilton

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Vol. 4, No. 96.

Wednesday, May 20, 1953.

Four New Senators, Two Of Them Women: Ottawa, May 19 (CP) -- Mr. St. Laurent today filled four of the record 23 vacancies in the Senate, two of them with women.

Mrs. Marianna Beauchamp Jodoin, of Montreal, and Mrs. Muriel McQueen Fergusson, 54, of Fredericton, both widows, will occupy Quebec and New Brunswick vacancies in the Upper Chamber.

Premier Walter Jones of Prince Edward Island, 75, and Allan L. Woodrow, 67, Toronto business consultant and retired banker, were the others named to P.E.I. and Ontario vacancies, respectively.

The appointments of Mrs. Beauchamp and Mrs. Fergusson bring to four the number of women in the Senate. The other two, both occupying Ontario seats, are Senator Cairine Wilson, a Liberal, and Senator Iva Fallis, a Progressive Conservative.

The Liberals will hold 75 seats in the 102-member Upper Chamber at the next Parliament unless the Prime Minister makes further appointments. The Progressive Conservatives are represented by eight senators.

Breakdown of the 19 vacancies show six in Quebec, five in Ontario, four in New Brunswick and one each in Nova Scotia, Newfoundland, Manitoba and British Columbia.

Mr. St. Laurent Leaves For Coronation: Montreal, May 20 (Gazette) -- Mr. St. Laurent said in Montreal last night he hoped there would be no attempt in Pannunjom truce proposals "to depart significantly from the substance of the Indian resolution" on prisoners adopted last December.

He spoke to reporters at Windsor Station on his way from Ottawa to New York. He will go aboard the Queen Elizabeth at New York today on his way to the Coronation.

He was accompanied by Mrs. St. Laurent and his daughter, Mrs. Frank Lafferty, of Montreal.

"There has been some misgiving about apparently diverging views," he said of the Indian resolution, "but I believe there is a lot of good-will amongst us. Good-will generally prevails."

Before leaving Ottawa, he said Canadian representations to the United States were not "complaints" but a manifestation of interest" in the truce talks.

"We naturally like to know what is being done."

He added that it would be an exaggeration to say Canada had "rapped" the U.S. handling of the truce talks, as some headlines had put it.

But Canada wanted to be careful, he said, that any appearance of a departure from the substance of the Indian resolution be avoided.

"The Coronation," the Prime Minister said, "is a very important event and it is proper that it should be performed with due solemnity. It is a reminder of a very important feature of our British parliamentary institutions."

Canada-U.S. Economy: Montreal, May 20 (Gazette) -- The continuing dependence of the Canadian economy on the U.S. economy was emphasized by two major speakers at the International Credit Congress here yesterday.

Dr. Donald B. Marsh, Director of Economic Research for the Royal Bank of Canada, said any country with as high a proportion of the national income in foreign trade in exports as Canada has "is bound to be in danger of importing booms and depressions." Canada escaped the American recession in 1949, he said, but it could not escape another 1929.

Mr. C.F. Fraser, Economic Consultant to the CPR, said Canada is "extremely vulnerable to influences from south of the border. I would be the last to assert, as many in Ottawa believe, that the economy is shock-proof."

Dr. Marsh said Canada would be cushioned by the continuing American need of scarce raw materials, the self-sustaining character of its growing industrialism and the fact that some items like newsprint might be in greater demand during a recession.

He said that despite the importance of capital imports into Canada, the Canadian dollar seemed to depend in the final analysis on the current account balance. The trade balance changed significantly in July, 1951, when the Canadian dollar started to strengthen. With three deficits in the first three months of 1953, the Canadian dollar has weakened again."

Canadian-American trade, he said, could only expand as Canada becomes a major industrial nation if "there is a change of thought on both sides of the border." Industrial nations could profit a great deal from trading together, even though this involved importing things being manufactured at home.

Dr. Marsh suggested the possibility of extending reciprocity within limited areas as has been done for farm implements — allowing both countries the use of the enormous and growing joint market. This would eliminate dumping if applied to the textile industry, he felt.

Dr. Trueman Film Board Commissioner: Ottawa, May 19 (CP) — Dr. Albert W. Trueman, 51, President of the University of New Brunswick, was named today as Commissioner of the National Film Board.

He succeeds Mr. W. Arthur Irwin, 55, appointed Canada's High Commissioner to Australia. Mr. Irwin is expected to leave for Canberra next month.

Across Canada: Defence contracts totalling \$9,311,000 were awarded Canadian firms during the last half of April, the Defence Production Department announced yesterday. One contract, valued at \$1,800,000 for aircraft spare parts, tools and handling equipment for jet engines was placed with Rolls-Royce of Canada Ltd., at Dorval....The Queen will unveil a memorial to members of the Commonwealth Air Forces who died during the Second World War but who have no known graves. Next-of-kin of about 3,000 R.C.A.F. officers and men have been invited by the Imperial War Graves Commission to attend the unveiling next October at Runnymede, according to Canadian Press.



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Vol. 4, No. 97.

Thursday, May 21, 1953.

Mr. Pearson On World Affairs: Winnipeg, May 20 (CP) -- An urgent warning that Russia's latest peace offensive may cloak a calculated move to undermine the unity of the Free World was voiced today by Mr. Pearson.

Speaking at a Canadian Club luncheon, he called for a "wide-awake, wait-and-see attitude and judgment based on deeds, not words."

Mr. Pearson said it would be a tragedy if unity of the West became "obscured, soured, or weakened by internal quarreling." This may be the victory towards which communist forces are working," he added.

"We would be unwise to believe the objections of the Communists have been altered, even if the tactics have," he said. "But this change may almost mean a change of strategy and policy and if so, we must take full advantage of it."

Friendly words might be propaganda only, he stated. The Kremlin may soften up its own attitudes in order to charge the United States with war-mongering.

It may be their belief that a peace might mean a recession and eventual collapse among capitalistic countries. Such a situation could mean high tariffs and restrictive policies, Mr. Pearson said. Lower standards would take shape and economic disputes would be more frequent—all of this would mean the end of political co-operation.

Stop any such possibility before it starts, Mr. Pearson urged. If tension eases, the Western World should immediately widen and deepen its economic co-operation.

Another possibility might be the creation of disunity in the Free World over policies necessary to meet a peace offensive. Russia may expect the Western World to abandon the North Atlantic Treaty Organization.

Mr. Pearson branded recent exchanges between former British Prime Minister Attlee and Republican Senator Joseph McCarthy as "magnified out of proportion, and totally unjustified in view of the real unity now evident between nations of the Free World.

These evidences of apparent disunity, he said, were made to order for Communist propagandists.

"We need tolerance, restraint and a sense of responsibility. And between the two major nations in the West, Britain and the United States, Canada must emphasize the display these characteristics in its role as a conciliator."

He predicted the North Atlantic Alliance would face severe tests in the future in its effort to show the world that it is more than a military force held together by fear of aggression.

Gen. Ridgway Visiting Ottawa: Ottawa, May 21 (CP) -- Gen. Matthew B. Ridgway, Supreme Allied Commander in Europe, will visit Ottawa Friday, the External Affairs Department announced Wednesday, to "pay his respects" before quitting that post to become Chief of Staff of the United States army.

He has had Canadian troops under his command both in Korea, as Supreme U.N. Commander in the Far East, and in Europe.

Gen. Ridgway is coming, the announcement said, "to pay his respects to the Canadian Government" before returning to Paris to give up his NATO post. He will hold discussions with Defence Minister Claxton and the Chiefs of Staff.

U.K. Plans To Sell Canada More Arms: Ottawa, May 20 (CP) -- The British Government today announced it is taking new action to step up Canada's defence orders with Britain, the United Kingdom Information Office here said.

First of a number of measures will be the assignment of two officials to Canada to deal with requirements of the Canadian armed forces that could be supplied by Britain.

The U.K. office said announcement of the steps was made in the House of Commons at London today by Nigel Burch, Parliamentary Secretary to Defence Minister Alexander.

It came as an answer to a British member's question concerning an April 23 statement in the Canadian House of Commons by Mr. Howe, who said Canada favours giving Britain preference in defence buying whenever price, delivery dates and quality justify.

Domestic Wheat Price Increase: Edmonton, May 21 (CP) -- The increase in the price of domestic wheat from \$1.86 to \$2.05 a bushel is most welcome to Western farmers, but is another case of "too little and too late," President Henry Young of the Farmers' Union of Alberta said Wednesday. Announcement of the increase was made in Winnipeg Tuesday by the Canadian Wheat Board.

Across Canada: With a strike deadline only three days away, shipping companies prepared for a tie-up of some 20 vessels that serve British Columbia coastal points. The AFL Seafarers International Union confirmed a strike deadline of Saturday midnight. Canadian Pacific, Canadian National and Union Steamships immediately began preparations for the walkout that would interrupt service to places only accessible by sea and air, the Canadian Press reported from Vancouver.....Hog cholera has spread into six Ontario counties, infecting eight farms. Veterinarians said the outbreak still has not reached alarming proportions but they are taking no chances, the Canadian Press reported.



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Vol. 4, No. 99. Monday, May 25, 1953.

Gen. Ridgway On NATO: Ottawa, May 22 (CP) -- Canada will start this fiscal year to help meet a NATO ammunition shortage described here today by Gen. Matthew Ridgway as "very serious."

The retiring Supreme Allied Commander in Europe flew in from New York to "pay my respects" to the Canadian Government, to talk with the Cabinet and defence officials and to renew the pleasure of years of Canadian fishing.

In a press conference in Rockcliffe Airport's waiting room, the man who soon will lead the U.S. Army, hammered again at the theme that NATO has gathered "very great momentum" now and it would be folly to slow it down. Russia's overtures, he said, remain mere words without deeds to back up their peaceful tenor.

He was asked about a recent report by a U.S. congressional sub-committee saying that the Western alliance has little ammunition or fuel to back up its forces in Europe and that there isn't nearly enough of either to make up minimum stocks for 90 days fighting.

He made no bones about the situation. He said there are "very serious deficiencies" both in fuel and ammunition. He didn't elaborate.

Canadian officials reported later that Canada's \$324,000,000 mutual aid programme for helping NATO allies calls for a start on substantial shipments of ammunition this fiscal year and continuing into the following year and possibly after that.

Mutual aid to date has embraced air training in Canada and shipments of weapons and equipment, including Sabre jet fighters, radar, guns, rifles, grenades and other fighting gear. Ammunition will open up a new phase....

Visit Of Vice-President Of India: (Press Release No. 39, May 22.) -- The Department of External Affairs announced on May 22 that the Vice-President of India, Dr. Sarvepalli Radhakrishnan, would arrive in Ottawa on May 25, to begin a week's visit to Canada. The purpose of his visit is to give the Convocation Address at McGill University and to visit other Canadian educational institutions.

While in Ottawa Dr. Radhakrishnan will be the guest of His Excellency the Governor General. On May 25 he will call on the Acting Prime Minister and visit the Parliament Buildings. In the late afternoon the High Commissioner for India, Mr. R.R. Saksena, will hold a reception in his honour, and the Governor General will give a dinner in his honour in the evening.

Ambassador Of Indonesia: (Press Release No. 40, May 22.) -- His Excellency Dr. Ali Sastroamidjojo presented on May 22 to His Excellency the Governor General at Government House his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of the Republic of Indonesia to Canada.

Coronation Films After 10 Hours: Montreal, May 25 (Gazette) -- All of the pageantry of Coronation Day in London will be brought to Montreal and Toronto televiewers in a continuous 6½-hour programme beginning at 4.30 p.m. June 2--only 10 hours after the Crown of St. Edward has been placed on the head of Queen Elizabeth II by Archbishop of Canterbury, Most.Rev. Geoffrey Fisher.

The TV films of the Coronation parade, the ceremony in Westminster Abbey, and the Queen's appearance on a Buckingham Palace balcony will be flown from London to St. Hubert Airport, Montreal by helicopter, three RAF Canberra jet bombers and an RCAF CF-100 all-weather jet fighter.

The films will arrive here about 7½ hours after leaving the United Kingdom.

Sarnia Tornado Damage \$5,000,000: Sarnia, May 24 (CP) -- Sarnia citizens turned to their churches today in brilliant sunshine and then back to the work of cleaning their tornado-scarred city.

In the downtown area, hardest hit by the whirling funnel of wind which slashed through the chemical city of 42,000 in 30 seconds Thursday evening, thousands of workers continued reconstruction work behind rope barricades. Hundreds of residents watched from nearby rooftops.

More than 500 persons were left homeless in the storm which caused damage estimated at \$5,000,000 by City Manager E. Royden Coulter.

Across Canada: The Board of Transport Commissioners will begin hearings Monday on a challenge to part of its freight rate equalization programme. A Board proposal to lift rate ceilings on some rail rates on Western grain is being opposed by the Saskatchewan Government and the Saskatchewan Co-operative Producers, Ltd....Another four outbreaks of hog cholera were reported in Southwestern Ontario, Canadian Press reported on May 22....Winners of 28 Canadian Government overseas awards of fellowships and scholarships for 1953-54 academic and creative art study in Europe were announced on May 24 by the Royal Society of Canada.



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Vol. 4, No. 100.

Tuesday, May 26, 1953.

Sharp Decline In Exports: Ottawa, May 25 (CP) -- Britain, Europe and Latin America slashed purchases of Canadian goods in April, leading to a big \$47,500,000 drop in Canada's exports for the month.

Fourth consecutive monthly decline, exports for April dipped to \$304,700,000 from \$352,200,000, a drop of 11 per cent in volume and three per cent in price, the Bureau of Statistics reported today.

In the first four months of 1953 shipments slumped by a total of \$135,300,000 to \$1,218,700,000 from last year's high of \$1,354,000,000.

Only significant gain was in shipments to the United States which rose to \$192,200,000 from \$184,000,000 last year.

But offsetting this gain were major declines in shipments to overseas customers.

Britain cut her purchases of Canadian goods by \$28,100,000, reducing them in April to \$47,500,000 from \$75,600,000.

Exports to Latin America dropped by more than \$10,000,000 to \$16,324,000 from \$26,745,000; and to continental European customers declined by \$6,000,000 to \$22,000,000 from \$28,000,000.

Exports to all other countries declined to \$11,058,000 from \$15,806,000.

As yet there has been no report of imports for April, but imports for previous months were well ahead of exports, giving Canada a deficit in trade for the first three months of the year of \$84,300,000, a complete reversal of the \$85,700,000 surplus in the first quarter of 1952.

Canadians At Coronation: Ottawa, May 25 (CP) -- Apart from the official Canadian Government delegation headed by Prime Minister St. Laurent, Canada's federal and provincial legislatures and municipal bodies will be represented at the Coronation by about 80 visitors to London.

That many have arranged accommodation through the Coronation seating committee in Ottawa which concluded its work recently with all space spoken for. Some have already left, and others are leaving almost daily by ship and air.

The unofficial group handled by the committee includes eight lieutenant governors, six provincial premiers, seven senators, 12 members of the House of Commons, 18 members of provincial legislatures and 28 mayors or their alternates.

Western Provinces On Freight Rates: Ottawa, May 25 (CP) -- Western Governments today split on the question of whether the Board of Transport Commissioners has power to lift freight rate ceilings on some grain movements in the West.

Saskatchewan and Manitoba agreed the Board did not have this authority. British Columbia disagreed with them. Alberta gave qualified support to the two Eastern Prairie Provinces.

The divergency among the Western Provinces, which customarily agree on freight rate matters, came in a hearing before the Board on the Commissioners' announced intention to remove a long-standing "hold-down" on the freight rates on grain moving within the West to domestic markets.

Netherlands Minister On Economy Of Europe: Ottawa, May 25 (CP) -- Mr. S.L. Mansholt, Netherland's Minister of Agriculture, Fisheries and Food, said today that Europe and the Atlantic community need a unified political and economic plan if the individual nations are to survive.

Addressing the Canadian Club here, he said national sovereignties must be merged into a federation. "It is a matter of life and death for Europe."

This was so, he said, because of the challenge of Soviet economic growth which was increasing nearly 10 per cent yearly compared to two and three per cent in Western European countries.

To counteract this, Europe must have a ready and permanent access to the market and sources of food and raw materials in Canada and the United States. But he said any effort to create a common market in Europe was doomed unless freer trade existed in the dollar area.

Coronation Spoons For June 2 Babies: Ottawa, May 25 (CP) -- Canadian babies born Coronation Day, Tuesday, June 2, will receive a personal souvenir from Governor-General Massey. The souvenir will be a small silver spoon bearing an appropriate inscription.

An announcement from Government House today said this would be a personal gift from His Excellency "in commemoration of the Coronation of Her Majesty Queen Elizabeth."

Across Canada: A fanatic fringe of the Radical Sons of Freedom Doukhobors has voted to throw out all the leaders of the sect, it was learned at Vancouver yesterday, the Canadian Press reported. The action came Sunday at a meeting of 250 Freedomites at the village of Krestove, some 350 miles east of Vancouver in the Kootenays, where seven homes were burned by the "Sons" Saturday... Alexander W. Matheson was sworn in yesterday as Prince Edward Island's new Liberal Premier in succession to Walter Jones, who goes to the Senate.... Dr. Samuel Beatty, Chancellor-Elect of the University of Toronto, will be among the seven Canadians to receive honorary degrees in Convocation Hall June 5. The degrees will be presented by the retiring Chancellor, Governor-General Vincent Massey.



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Vol. 4, No. 101.

Wednesday, May 27, 1953.

Liberals Returned In Nova Scotia: Halifax, May 26 (CP) -- Liberals returned to power in Nova Scotia's general election today after the most spirited campaign in years reduced their majority to its lowest point since Mr. Angus L. Macdonald led them to power over a Conservative Government in 1933.

Liberals won 22 seats in the 37-seat Legislature and Progressive Conservatives 13. The CCF retained the other two. In the last House Liberals had 27 seats, P.C.'s eight and the CCF two. All three party leaders were re-elected.

For the Progressive Conservatives, led for the second time by Mr. Robert L. Stanfield, it was their strongest bid for power since 1933.

Lost in the Opposition gains were Highways Minister Merrill Rawding and Gordon Romkey, veteran Speaker and senior member of the House. The P.C.'s lost Mr. T.A. Giles, one of their front benchers.

RCAF To Fill NATO Division Ahead Of Time: Ottawa, May 26 (CP) -- The Air Force announced today that Canada will complete her one-division air commitment for NATO in August—months ahead of schedule—and that the final wing will be under a pilot who once was promoted five times in 12 months.

Thirty-five-year-old Group Capt. Robert S. Turnbull, D.F.C., A.F.C., D.F.M., of Govan, Sask., will leave his post as commanding officer of the air station at Saskatoon in July to go to Baden-Söllingen, Germany, as head of No. 4 Fighter Wing, last of the four that make up the division.

The original aim was to have the division in Europe by the end of this fiscal year, next March 31.

In August the three squadrons that make up the Wing will leap-frog across the Atlantic. They are No. 422, now at Uplands, Ottawa, No. 444 at St. Hubert, Que., and No. 414 at Bagotville, Que.

Retired Generals To Study Reserve Force: Ottawa, May 26 (CP) -- The Army has asked three retired generals to tell it what to do about a big problem child—the reserve force.

Establishment of a three-man board to advise Lt.-Gen. G.G. Simonds, Chief of the General Staff, on reserve force matters was announced today.

The Board will travel across Canada visiting reserve units "to gain first-hand knowledge of the current activities and problems" of the part-time force which in two world wars was the foundation of Canada's overseas fighting effort.

The three members are Major-Generals Howard Kennedy, CBE., M.C., of Ottawa, now head of the Government's Eastern Rockies Forestry Conservation Board; H.F. G. Letson, CB., CBE., M.C., of Vancouver, former Secretary to the Governor-General, and Mr. E.J. Renaud, CB., CBE., of Montreal, former officer commanding the military area with Montreal as headquarters.

Ambassador Of Venezuela: (Press Release No. 42, May 26.) -- His Excellency Fernando Paz Castillo on May 26 presented to His Excellency the Governor-General at Government House his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of Venezuela to Canada. Mr. Paz Castillo is the first diplomatic Envoy of Venezuela to Canada.

Ambassador Of Spain: (Press Release No. 41, May 26.) -- His Excellency Mariano de Yturralde y Orbegoso on May 26 presented to His Excellency the Governor-General at Government House his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of Spain to Canada. Mr. de Yturralde is the first diplomatic Envoy of Spain to Canada.

Arms For Portugal: Ottawa, May 26 (CP) -- Portugal is to receive Canadian Army supplies and equipment under NATO's mutual aid agreement, army headquarters announced today.

A shipment will leave Montreal, Lisbon-bound, aboard the S.S. "Maria Teresa G." during the first week in June. It will consist of 62 anti-aircraft guns and 47 cases of spare parts.

Plan New Set Of Stamps: Ottawa, May 26 (CP) -- The Post-Office Department, somewhat discouraged by its new postage stamps of the Queen, is already planning a new set.

The stamps currently on sale in one-to-five-cent denominations, and the special Coronation four-cent which goes on sale Monday, have drawn numerous complaints and considerable criticism, Mr. Walter Turnbull, Deputy Postmaster-General, said today.

Across Canada: The Cabinet has agreed to buy 5,000,000 pounds of cheese from Ontario producers at 30 cents a pound. Under the \$1,500,000 deal, the federal Government will take over the 1952 stocks held by the producers and offer them for sale at cost....Two days of heavy rain, hail, high winds and lightning have caused more than \$1,000,000 damage in Southern Ontario. One person was killed and four were hurt. Barns were flattened, trees felled by lightning and hydro wires cut when a storm rolled west from Lake Huron Monday night....Postponing Labour Day for two weeks would add millions of dollars in tourist revenue, Travel Minister Cecile of Ontario told a Chamber of Commerce meeting in suburban Eastview. He said that because Labour Day is regarded generally as the end of summer, Canada loses a heavy volume of tourist business. Educationists had objected to his idea, but he believed adjustments could be made in the school curriculums to compensate for the added time off.

VERNMENT



CANADA

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Vol. 4, No. 102.

Thursday, May 28, 1953.

Mr. Pearson On World Affairs: Vancouver, May 27 (CP) -- Mr. Pearson expressed concern today over the warning issued by Senator Robert Taft that the U.S. should forget the UN as far as Korea is concerned if current armistice negotiations fail.

"If this became U.S. policy it would be deplorable, and a terrible blow to the UN," he said.

Senator Taft said in a Cincinnati speech Tuesday the U.S. should abandon the UN in Korea truce negotiations and conduct them on its own.

Mr. Pearson, in an address to 400 members of the Canadian Club here, warned that the danger of world war would rapidly increase if there were any major splits in the Western Alliance. Great efforts were being made to divide the democracies and to convince them there was no threat to their security.

He did not think it would be wise to press for a general Pacific security pact at this time. The United States was not ready for it, he said, and other countries in the Pacific were reluctant, too. Some were not convinced Communism was the only danger in the Pacific.

"But," he emphasized, "security—like peace—is indivisible."

Mr. Pearson reiterated that the Communists might be recognized as the Government of China if they accede to UN Korean truce terms.

The UN has no definite policy on Peiping Government recognition at present but if they agree to an armistice under our fair and reasonable proposals this would bring an end to their aggression in the Far East," he said.

"This aggression is the main obstacle to recognition."

Mr. Wilgress On GATT: Toronto, May 27 (CP) -- The Canadian Manufacturers' Association opened its annual three-day convention here today with a round of conferences on problems ranging from foreign trade to fire protection.

Mr. Wilgress said that the United States, which "represents one-half of the economy of the whole world," must provide leadership to prevent "the danger of the world splitting up into a number of regional economic blocks."

He said the General Agreement on Tariffs and Trade provides the machinery to bring about further reductions in tariffs and formulate new trade rules.

"The success of the free world in solving its economic problems is of decisive importance in the struggle against Soviet communism."

Mr. G.K. Shiels, CMG, President of the Association, took a hopeful view of Canada's economy, answering the question: "What is going to happen when the support of defence orders is withdrawn?"

He said: "While it might entail certain temporary adjustments, the end result would be tremendously beneficial."

Governments could grant tax cuts to match the reduction in arms spending and consumer demand would increase.

The possibility of atom bomb attacks on Canadian cities was discussed by Maj.-Gen. F.F. Worthington, Canadian Civil Defence Co-ordinator.

He said: "It is quite evident that many of our cities, if not already prime targets, are well on the way to becoming such." Canadian cities should commence the careful location of industrial sites now so that few suitable atom bomb targets would remain in 50 years.

"Civil defence is a permanent and continuing requirement that should have a status as equal partner to the armed forces."

Immigration Falls Off: Ottawa, May 27 (CP) -- Immigration into Canada fell off sharply during the first three months of 1953, the Immigration Department reported today.

New arrivals totalled 22,937 compared with 42,743 in the same quarter of last year.

For the year ended March 31, the Department announced 144,692 persons entered, a drop of 31 per cent from 211,220 the previous fiscal year.

Immigrants from the British Isles rose to 40,152 from 36,000 and those from the United States went to 9,944 from 7,770, but others dropped heavily.

From Northern Europe there were 56,183 compared with 78,244. Other countries contributed 38,413 compared with 89,206 in the previous fiscal year.

Largest influx during the 1952-53 fiscal year was from Germany with 26,590, but this was a drop from 36,053 the year before.

Arrivals from England were in second place, moving up to 25,204 from 21,700. Next was The Netherlands group with 19,530, almost unchanged from the previous year's 19,908.

Italian immigrants made up the fourth-largest contingent, though the total of 18,016 was a sharp decline from 28,402 the previous period.

Across Canada: Mr. J.R. White, President of Imperial Oil Limited, said that war "is a restraint and not a stimulus to business." In a speech to a meeting of the CMA convention at Toronto, Mr. White said he deplored "the utterly false notion that business prosperity depends on war and preparation for war, hence industry wants war...." Despite considerable rain, good progress is being made in spring Prairie seeding, the Bureau of Statistics reported in its second report on crop conditions across Canada....The first jet transport to go into regular Air Force service anywhere in the world will be welcomed by Mr. Claxton and Air Marshal C. Roy Slemon, among others, on arrival at Ottawa, Friday.

Miss Hamilton



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INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 103.

Friday, May 29, 1953.

Mr. Pearson's Vancouver Speech: The following are excerpts from the address of Mr. Pearson to the Canadian Club at Vancouver on May 27, additional to the Canadian Press report carried in yesterday's Daily Airmail Bulletin:

"The Canadian Government considers that the new proposals submitted last Monday to the Communists by the United Nations Command should — if the Communists are acting in good faith — provide the basis for an honourable and acceptable armistice in Korea. The Canadian Government, along with the United States, United Kingdom and other governments participating in the Korean operations, stands firmly behind these proposals, as fair and reasonable and in accord with the resolution of the United Nations General Assembly which was supported by 54 of its members. The Communists should not think — or try to make others think — that we are divided in this issue. We are not."

"As regards the recognition of the Communist Government in Peking, it would be unwise to adopt a firm or final position now. If the Chinese Communists agree to an honourable armistice in Korea which will end their aggression and bring about their withdrawal from Korea, and if they do not begin some other aggression in Asia, then we should agree that serious consideration can be given to the question of recognition in the light of all the facts. I certainly would not go further than that at this time, but I think we should go that far."

C.M.A. Officials On U.S. Trade Policies: Toronto, May 28 (CP) -- Trade policies of the United States drew criticism from two officials of the Canadian Manufacturers' Association today at the CMA's 82nd annual general meeting.

Mr. G.K. Sheils, CMA President, said that the Association has been "struggling" since 1946 to persuade the United States to carry out its promises under the General Agreements on Tariffs and Trade.

He told a press conference on the second day of the CMA's annual convention: "To date we have not seen a very large measure of implementation of these promises."

Mr. J. Douglas Ferguson, First Vice-President, said European morale would be lifted by an end of "handouts" from the United States and an opening of the "great American market" to their trade.

Prof. Gordon M. Shrum of the University of British Columbia reviewed the "unprecedented" industrial expansion of B.C. and suggested that "meeting the minimum requirements of the teeming millions of Asia might easily provide the primary markets" for the Province's production when peace comes to the Orient.

In one of the opening conferences of the convention, Mr. W.F. Bull, Deputy Minister of Trade and Commerce, said that post-war international trade agreements have accomplished a great deal.

"It is this recently-developed capacity and habit of the free nations to consult and plan and act together that holds out the strongest promise that we have today for the future growth of international commerce."

He said a major free market somewhere in the world — such as Britain provided for 75 years up to the 1930's — "would give a great lift" to trade.

"In these circumstances, it is obvious that the role of the United States is a paramount importance."

Queen Of Canada: Ottawa, May 29 (CP) -- Elizabeth II was officially proclaimed "Queen of Canada" today, four days before her Coronation.

In the presence of Mr. St. Laurent, the Queen herself yesterday signed two texts of the proclamation altering her Canadian style and titles in both languages and making her:

"Elizabeth the Second, by the grace of God of the United Kingdom, Canada and her other realms and territories Queen, Head of the Commonwealth, Defender of the Faith."

It is the title approved by Parliament this year. The new title was officially proclaimed early today in a special edition of the Canada Gazette.

First RCAF Comet Due May 29: Ottawa, May 28 (Gazette) -- A veteran Korean airlift pilot has been named Captain of the new RCAF Comet on its maiden flight from London to Ottawa tomorrow; Air Force Headquarters has announced.

Sqdn. Ldr. J.D. Dickson, DFC, AFC, DFM, 33, of Hammond River, N.B., who flew with 426 Transport Squadron on the Korean airlift for more than a year, and who completed two tours of operations against the enemy during the Second World War, will be at the controls of the speedy four-engined jet airliner.

Assisting him on the 3,600-mile Atlantic crossing, via Iceland and Goose Bay, Labrador, will be another Korean airlift veteran and North Star Captain, Sqdn. Ldr. C.S. Olsen.

The aircraft will be the first Comet to arrive in North America and the first of its kind to be flown by any Allied air force in the world.

Across Canada: Withdrawal of a Social Credit candidate from the June 8 Manitoba general election campaign has left 170 contestants in the running. One Cabinet Minister was elected by acclamation....The Historic Sites and Monuments Board of Canada, meeting for the first time since it was established on a statutory basis by Parliament, is holding a four-day session in Ottawa....A prediction that Canada may have a population greater than that of the British Isles "within the lifetime of many of us," was made by Mr. J. Gerald Godsoe, Vice-President of the Canadian Chamber of Commerce, in an address in Kitchener. He said this could be accomplished "if we follow a broad and aggressive immigration policy." Going further, Mr. Godsoe said, "and I do not believe I am overstating it when I say an ultimate goal of not less than 100,000,000."



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Vol. 4, No. 104.

Monday, June 1, 1953.

36 Canadians To Get Awards For Korean Role: Ottawa, May 31 (CP) -- A list of 36 special Coronation awards to Canadians who have distinguished themselves in the Korean war was announced today.

They range from a gallantry medal for the son of a Canadian General-Ambassador to an M.B.E. for a personable Irish-Canadian who has done a great deal to keep things running smoothly between Commonwealth Division Headquarters and the headquarters of the American Corps which commands it. And they include the first Canadian nursing sister decorated in Korea.

The Army awards include one Companion of the Order of the British Empire, nine members of the same order, one Royal Red Cross Medal, two Military Crosses, two British Empire Medals, two Military Medals and 18 mentions in dispatches.

In addition a mention in dispatches was awarded to one Navy man—CPO. Frederick Ewald of Esquimalt, B.C.—for his work aboard the destroyer Crusader off Korea. Most of the recipients now are back in Canada.

The top award, the CBE, goes to Col. G.L. Morgan Smith of Winnipeg, for his outstanding work as senior medical officer at Commonwealth Division Headquarters, work which went on both at the front and in rear areas.

The first-nursing sister honoured for her services in that theatre is Capt. (Matron) Elizabeth Barker Pense of Kingston, Ont., Matron of the Canadian Field Dressing Station. She was awarded the Royal Red Cross (1st class).

Acting Major William H. Pope, 33, formerly of Quebec City, son of Lt.-Gen. Maurice Pope, Canadian Ambassador to Belgium, emulated his father in winning the Military Cross. He did so as a company commander with the 1st Battalion, Royal 22nd Regiment, the same unit he was with in the Second World War when he was twice wounded.

The Irishman is Maj. J.A. Clancy, 34, of Walkerton, Ont., and Petawawa, who won the Military Cross as a paratrooper in the last war.

Jet Transport Arrives: Uplands Airport, Ottawa, May 29 -- The first jet transport to be operated by any air force in the world glided gracefully down the long runway here this afternoon to open a new chapter for the RCAF.

As the British-built \$1,200,000 Comet airliner came to a stop it was greeted by the Defence Minister and scores of top officers of the RCAF.

It landed here just 10 hours and 20 minutes flying time from London, England, the first pure jet transport to fly the route. It was the first and, naturally, a record.

The time was slow compared to the British Canberra jet bomber transoceanic flight, which did the trip in under five hours.

"We were not trying for any record. We were just timing ourselves to arrive for the three o'clock ceremonies," said Sqdn. Ldr. C.S. Olsen, 32, of Wilkei, Sask., the crew's captain on the last leg of the flight.

Honoured By The Queen: Ottawa, May 31 (CP) -- Eight high-ranking officers of Canada's three armed services have been appointed honorary physicians, surgeons or dental surgeons to Queen Elizabeth, Mr. Claxton announced tonight.

Two of the appointments went to the Royal Canadian Navy, four to the Army and two to the R.C.A.F. All are for a three-year period.

Named honorary physicians are: Surgeon Capt. E.H. Lee, 50, of Saskatoon and Ottawa, the Navy's Medical Director-General; Brig. K.A. Hunter, 48, of Ottawa, Director-General of Army Medical Services; and Air Commodore A.A.G. Corbet, 47, of Ottawa, Director of Health Services for the R.C.A.F.

The Queen's new honorary surgeons are: Surgeon Capt. D.R. Webster, 51, of Montreal, retired R.C.N. officer; Col. L.C. Montgomery, 58, of Montreal, of the Army's supplementary Reserve; and Air Commodore J.W. Tice, of Hamilton, of the R.C.A.F. Reserve.

Officers named honorary dental surgeons are: Brig. E.M. Wansbrough, 54, of Ottawa, Director-General of the Army's Dental Services and Col. J.F. Edgecombe, 54, of Saint John, N.B., of the Royal Canadian Dental Corps Reserve.

The Expanding North: Toronto, May 29 (CP) -- Canada's expanding, rigorous North will in a matter of a few decades be producing vast new amounts of minerals, oil and hydro power, Maj.-Gen. H.A. Young predicted Thursday.

The Deputy Minister of Resources and Commissioner of the Northwest Territories predicted also that extension of industry northward will boost population in the land of the short summer and will even bring increasing amounts of small, secondary manufacturing industries.

Potentially, the Northwest Territories and Yukon are "one of the great rich mineral areas of the world," Gen. Young said in a speech before the annual meeting of the Canadian Manufacturers' Association.

St. Lawrence Seaway: Ottawa, May 31 (CP) -- A major decision on the next move in the St. Lawrence seaway is expected to confront Cabinet immediately on the return of key Ministers from the Coronation in London.

During the last few days, the Government has been getting private reports that favorable action on the United States end of the project is looked for soon.

The Government's information indicates that the U.S. Federal Power Commission will authorize Ontario and New York to go ahead with the power development of the \$750,000,000 hydro-navigation undertaking in June....

Across Canada: Mr. J. Douglas Ferguson, 50, of Rock Island, Que., was elected President of the Canadian Manufacturers' Association in Toronto on May 28. Mr. J.A. Calder of Montreal was elected First Vice-President and T.A. Rice of Hamilton Second Vice-President.... Frederick Keenan Morrow, a one-time farm boy who became one of Canada's most successful business men, died at his home in Toronto Friday night after a lengthy illness. He was 67.... President Rhys M. Sale of Ford of Canada said at Windsor that transfer of final assembly operations to the new plant in Oakville, Ont., will not cause as great a layoff of Windsor employees as predicted several months ago. However, he said, up to 1,400 men will be laid off following the annual vacation shut-down in August.... B.C. Labour Minister Lyle Wicks said Saturday a "get tough" policy will be established by the Social Credit Government in British Columbia to halt infiltration of workers from the United States, the Canadian Press reported from Vancouver. Hundreds of U.S. workers are employed on big construction projects in B.C., and Mr. Wicks charged there had been discrimination against Canadian workers, according to the despatch.



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Vol. 4, No. 105.

Wednesday, June 3, 1953.

100,000 Witness Ottawa Coronation Ceremonies: Ottawa, June 3 (Citizen) -- In a showing of allegiance to reigning monarch and country never before witnessed in such sincerity, Ottawa paid homage and honour to the nation's new Queen yesterday.

Approximately 100,000 persons packed Parliament Hill and lined the downtown parade routes to see one of the greatest spectacles of colour and pomp ever reviewed in this capital city of the nation.

Hours after the afternoon ceremony was concluded officially, hundreds remained on the grounds to look over again and again the scene of a triumphant Coronation celebration.

From the time the Governor-General stepped onto the beautiful reviewing stand on the steps leading to the Peace Tower until the last troops had marched off west on Wellington Street, the celebration was a pageantry of loyalty to Queen and pride of country.

As he made his short speech of allegiance to the new Queen, everyone stood in respect and then assumed their chairs with Mr. Massey to await the Queen's address direct from Buckingham Palace.

Thirty seconds after four o'clock a fanfare of trumpets sounded out over the huge throng of people and simultaneously the Governor-General's royal blue standard with the gold centerpiece slowly started its descent down the Peace Tower flag pole.

As it neared the bottom the Queen's Royal Standard was affixed to the lanyard and fluttered in the strong northerly breeze as it was hoisted majestically to the top of the staff....

Mr. Massey's Coronation Address: Ottawa, June 2 (CP) -- Queen Elizabeth personally has won the devotion of Canadians, the Governor-General, Mr. Massey, said today in a Coronation address on Parliament Hill.

"The Coronation brings home to us the great role of the Crown in our country's life. This royal sign tells us of the glories of the past; it lends us ardour for the tasks which lie ahead.

"How precious to us is this heritage of which our Queen today is the symbol! How fortunate it is for this great nation to have, in the Crown, an institution towards which each one of us can turn with respect and veneration. It is a blessing which all share.

"But the Crown is more than a symbol. We have a profound affection for the person who wears the Royal insignia. And the Queen is the head of a Royal House whose devotion to duty and whose family life have won for many years our most sincere admiration...."

Trade Deficit Increasing: Ottawa, June 1 (CP) -- Imports rose to a near-record high during April while exports fell, adding another \$88,300,000 to Canada's deepening foreign trade deficit.

April's deficit, which compared with a \$28,200,000 surplus in April last year, brought to \$172,700,000 the unfavourable trade balance for the first four months of 1953, the Bureau of Statistics reported today.

This was a complete about-face from the four-month surplus of \$113,900,000 last year.

Exports during April dropped to \$304,800,000 from \$352,200,000 a year ago, pushing the four-month total to \$1,218,700,000 — down \$135,300,000 from the peak of \$1,354,000,000 in 1952.

Imports, on the other hand, rose to \$393,100,000 in April, up from \$324,000,000 last year and the highest since the record \$405,100,000 in May, 1951. The heavy buying was in the United States.

These increased imports brought the four-month total to a high of \$1,391,400,000—a jump of \$151,300,000 from \$1,240,100,000 last year.

April's figures showed that Canada's imports from the U.S. were increasing at a far faster pace than her exports. Exports to the U.S. rose to \$192,300,000 from \$184,000,000 last year, but imports rose to an all-time monthly high of \$300,000,000 from \$245,600,000.

Thus Canada's deficit in American trade swelled to \$207,700,000 in the month from \$61,600,000 a year ago.

Canadiana Wins Queen's Plate: Toronto, June 3 -- Canadiana, favorite, owned by Mr. E.P. Taylor, won the Queen's Plate in a field of 19 starters here today.

Blue Scooter, second-choice favorite behind Canadiana at 7-to-1 and owned by Mr. Jack McIntyre, of Toronto, placed second, $5\frac{1}{2}$ lengths behind and Lively Action, a stablemate of Canadiana, took the show position another four lengths behind.

Canadiana, which closed at odds of 3-to-5 on the board, paid \$3.20, \$2.70 and \$4.20. Blue Scooter returned \$5.10 and \$5.30 and Lively Action \$4.20.

Across Canada: The federal Government on June 1 announced it has decided to grant Ontario cheese producers price support for 1953, agreeing to buy all surplus cheddar at 30 cents a pound wholesale. At the same time it formally reiterated that it is taking 5,500,000 pounds of surplus 1952 cheese off the hands of Ontario producers, paying 30 cents a pound, or a total of \$1,650,000....Federal Government grants for civil defence totalling nearly \$1,500,000 have been made available this year to the Provinces, provided the Provinces undertake matching expenditures, the Health Department announced June 1....Members of the Washington Board of Trade laid a wreath at the Cenotaph in Ottawa....The CBC Board of Governors recommended that the Government approve two applications for television stations in Rimouski and Regina. It deferred decision on six other applications for television stations in four cities....Atlantic seaboard hearings in the Board of Transport Commissioners' country-wide inquiry on freight rate equalization will open at Halifax July 2.

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Vol. 4, No. 106.

Thursday, June 4, 1953.

Canadians Find Part Of U.S. Flag Near North Pole: Ottawa, June 3 (CP) -- A fragment of the United States flag that first was planted on the North Pole has been found in the far Arctic by two Canadian scientists.

With the historic piece of blue silk from the Stars and Stripes, the explorers found records of one of Admiral Robert E. Peary's polar expeditions on America's northern-most mountain 400 miles south of the Pole.

Canada's Defence Research Board today announced word of the discovery from its two scientists, who have been investigating the ice shelf bordering the northern coastline of Ellesmere Island, where Peary jumped off for the Pole.

The cache was found on Cape Columbia mountain by Geoffrey Hattersley-Smith, 30, of Ottawa, a glaciologist, and Robert Blackadar, 23, of Ottawa, a geologist.

In a letter written May 22 and just received by the Board, Hattersley-Smith wrote:

"From the summit of Cape Columbia peak we recovered Peary's 1906 records and a piece of the silk ensign which three years later he flew at the North Pole. The record looks as if written yesterday."

Cape Columbia peak is a mountain more or less by courtesy. Officials here estimate it rises about 1,100 feet above the Arctic Sea.

Peary's successful dash for the Pole was launched from Cape Columbia in 1909. He made a 40-mile-a-day trek over floes to be the first man to reach the top of the world.

His 1906 records have been copied by the Canadians and replaced in the cairn where they were located.

The two Ottawans have been investigating, for the Canadian Government, a theory that ice islands floating in the Arctic Ocean stem from the ice shelf on the Ellesmere Island north coast.

124 Army Trucks For NATO Nations: Ottawa, June 3 (CP) -- Canada will contribute a total of 124 Army trucks to four European countries this month under its North Atlantic mutual aid agreement, the Army announced today.

Sharing in the mutual aid donation will be France, The Netherlands, Norway and Belgium. The trucks are of the three-ton and three-quarter-ton variety, known as the "work-horses of the Army."

France will get the biggest shipment, 50 of the heavy-duty, three-ton vehicles. The Royal Netherlands Army will get 30 and the Belgian Army 20. The Norwegian Army will get four three-tonners and 20 of the smaller vehicles.

Eight ships will carry the Canadian NATO contribution across the Atlantic, leaving from Hamilton, Ont., some time during the first half of June.

Canadian-Made Sleeping Bag Aid On Mount Everest: Ottawa, June 3 (CP) -- A Canadian sleeping bag designed to beat the Arctic cold was part of the equipment of the British team that conquered Mount Everest last week.

The bag, an elaborate affair of overlapping zippers and down-filled nylon, was designed by Fred van Veen, 44, of Ottawa and was one of 46 Canadian products winning this year's design merit awards in industry sponsored by the National Gallery.

The lightweight bag--only 8½ pounds--was tested on the world's highest mountain in 1951 and 1952 by Everest reconnaissance expeditions under Eric Shipton. For this year's successful climb, the British team under Col. John Hunt ordered 12 of the bags from the Ottawa firm which manufactures them.

12 Hour Rain Hits Saskatchewan Crops: Moose Jaw, June 3 (CP) -- A torrential 12-hour rainfall washed out thousands of acres of crops and flooded homes and basements in this district late last night.

The rain continued until mid-morning today, and left three inches of water on land already soaked with spring rains.

District farmers estimate 25 to 35 per cent of seeded wheat is under water and will have to be reseeded.

Forest Fires In Quebec: Quebec, June 3 (CP) -- The Director of the Quebec Forest Protection Service, announced today that travel will be banned, effective immediately, in five districts of the Province where about 50 forest fires are reported.

The ban covers travel in the southern section of Abitibi East, in the Rouyn-Noranda area of Abitibi West, and in the counties of Temiscamingue, Pontiac and Gatineau.

Across Canada: Rev. Dr. W.A. Cameron of Woodville, Ont., General Secretary of Foreign Missions, Wednesday night at Toronto was elected Moderator of the 79th Assembly of the Presbyterian Church in Canada....Whipped by winds gusting to 36 miles an hour, 2.52 inches of heavy rain fell in Southern Alberta points Tuesday, washing out both Coronation Day activities and railroads....Mr. Massey will visit the University of Toronto Friday to attend a ceremony dedicating bells added to the Soldiers' Tower Carillon in memory of members of the University killed in the Second World War....The Joint Committee of the Engineering Institute of Canada and the American Society of Mechanical Engineers will hold a council meeting in Montreal June 9 to be presided over by Dr. A.G. Christie of John Hopkins University, Baltimore.



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Vol. 4, No. 107.

Friday, June 5, 1953.

Encouraging Reports On Truce Talks: Ottawa, June 5 (CP) -- Mr. Claxton said yesterday he has received a confidential report on Korean truce negotiations and it is "most encouraging."

Mr. Claxton, Acting Prime Minister, said he hopes the negotiations will lead to a peaceful settlement of the Korean war on "an acceptable basis."

Mr. Claxton's statement:

"While it is still too early to say with certainty what the results will be, the report I have received on the progress made in negotiations for a cease-fire in Korea is the most encouraging we have had and like everyone else, I earnestly hope they will result in the termination of hostilities and a peaceful settlement on an acceptable basis."

Similar sentiments were expressed by the External Affairs Department. Mr. Pearson was absent from the city, but the Department also announced that it has received a "most encouraging" report on Korean truce negotiations.

A Departmental spokesman declined to give details of the report, other than it indicated that United Nations and Communist negotiators at Panmunjom are "closer to an agreement on an armistice than they've been."

"The report is the most encouraging we have ever received," the spokesman said.

The spokesman said he could not amplify because it was impossible to gauge here the moment-to-moment technical developments of the armistice negotiations.

The Department of External Affairs report followed a dispatch from Washington quoting "high quarters" of the U.S. Government as saying there is strong confidence that agreement on a truce is at hand.

At that time Departmental officials had received no official word of any major change in the negotiations. An official, however, said that it would be "wonderful" if the Communists accept the U.N. truce terms.

Later a Departmental official disclosed that new word had been received on the talks and the report was "most encouraging."

"We cannot comment further," he said.

Average Weekly Earnings \$56 Per Week: Ottawa, June 4 (CP) -- Canada's expanding economy took new strides in the first quarter of 1953, boosting industrial production, labour income and retail trade.

While wholesale and retail prices eased from their high 1952 levels, labour income averaged \$929,000,000 a month in the first quarter of 1953, a jump of \$77,000,000 from \$852,000,000 last year, the Bureau of Statistics estimated today in its economic review for May.

Average weekly earnings rose to \$56, up from \$52.52 a year ago, on the heels of an expansion of industrial production and a bigger turn-over in retail trade.

The Bureau estimated that retailers on the average did \$834,300,000 worth of business a month in the first quarter, up from \$771,500,000 last year.

The index for industrial production, based on 1935-39 equals 100, climbed to 247.0 in March from 222.2 last year, and for the first quarter averaged 240.3, compared to 217.7 a year ago.

This yardstick covers production of such key products, metals and resources as gold, copper, steel, newsprint, hydro power, and automobiles.

The employment index, also based on 1935-39 equals 100, rose to 181.8 in March from 178 last year and averaged 183.8 monthly, compared to 178.9 in the first quarter of 1952.

Population 14,692,000 On March 1: Ottawa, June 4 (CP) -- Canada's population stood at 14,692,000 at March 1 this year, an increase of 68,000 over the previous three months and a jump of 376,000 compared with March 1 last year, the Bureau of Statistics reported today in a quarterly estimate of population.

The December-March quarter usually shows a smaller gain than other quarters of the year. The latest figure of 68,000 compares with increases of 90,000 from Sept. 1 to Dec. 1 last year, 104,000 from June 1 to Sept. 1 and 114,000 from March 1 to June 1.

The latest estimate indicates a gain of 683,000 or 4.9 per cent in the 21 months from June 1, 1951, the date of the last census which recorded a population of 14,009,000.

May Trim Hog Quarantine Area: Ottawa, June 4 (CP) -- The 50,000-square-mile hog cholera quarantine area in Southwestern Ontario may be trimmed within the next few days, despite the infection's mounting toll in dead hogs and money loss.

Dr. Thomas Childs, Veterinary Director-General, said today the virus disease is being contained in a well-defined area. He said he will make a decision on a reduction of the quarantine area "in the next few days."

Dr. Beauchesne To Run For Commons: Ottawa, June 4 (CP) -- Dr. Arthur Beauchesne, who spent 32 years in the House of Commons, is going to try to enter the House as an elected member for the first time.

The 76-year-old retired clerk of the House, recognized as Canada's top authority on parliamentary procedure, said today he will be the Progressive Conservative candidate in Ottawa East in the coming general election.

Across Canada: Mr. Joseph A. Bradette, 67, Chairman of Canada's External Affairs Committee and Liberal Member of Parliament for Cochrane since 1926, said yesterday he will not be a candidate in the next federal election, the Canadian Press reported....Dr. E.W.R. Steacie, a native of Westmount, Que., and President of the National Research Council of Canada, was awarded the Chemical Institute of Canada Medal, highest award of the Institute....A delegation of Air Cadet League and RCAF officials will attend the conference of the United States Civil Air Patrol starting Friday in Cheyenne, Wyoming....New motor vehicles sales in Canada during April increased 37 per cent in number and 36 per cent in retail value over April last year to reach a total of \$140,479,800 paid for 56,114 vehicles, the Bureau of Statistics reported....Eight hundred Dutch immigrants, in families numbering as many as 11, arrived yesterday in Montreal when the Dutch Government liner Grooten Beer docked from Rotterdam, the Montreal Gazette reported.



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Vol. 4, No. 108.

Monday, June 8, 1953.

Defence Expenditures Rise: Ottawa, June 5 (CP) -- The Government opened the 1953-54 fiscal year with a budgetary surplus of \$79,426,000 for April, Mr. Abbott announced today.

Revenues were slightly higher but a jump in spending — mainly in defence — made the surplus \$20,000,000 less than the \$99,614,000 in the first month of the 1952-53 fiscal year.

"The figure for April cannot be taken as indicative of the probable results for the fiscal year as a whole," said Mr. Abbott.

"April is always an abnormal month. A large portion of the budgetary expenditures made during that month are attributable to the previous fiscal year and are charged to that year in the Government's accounts."

Budgetary revenues in April rose to \$268,774,000 from \$265,319,000 last year. Expenditures climbed to \$189,348,000 from \$165,705,000.

Revenues from personal income tax and from indirect taxes, such as import and excise duties, rose slightly but revenue from corporation income tax slipped.

Personal income tax collections rose to \$95,260,000 from \$93,822,000 while corporation income taxes slipped to \$75,184,000 from \$81,773,000. Customs import duties rose to \$28,459,000 from \$23,345,000; excise duties to \$17,237,000 from \$16,772,000; and excise taxes — excluding old age security tax — to \$31,841,000 from \$29,728,000.

The big increase in spending was on the military side, with defence expenditures rising to \$66,112,000 from \$44,637,000. Increases were shown by all three fighting forces, but by far the biggest was in the Air Force which spent \$40,616,000, almost double the \$22,979,000 a year ago.

Army spending increased to \$14,069,000 from \$11,141,000 while naval expenditures rose slightly to \$5,068,000 from \$4,494,000.

While the Government came out on the surplus side on budgetary transactions, non-budgetary old age pension transactions showed that revenues are still lagging behind expenditures.

In April receipts from earmarked portions of the sales tax, income tax and corporation tax totalled \$19,894,000, up from \$4,904,000 last year. But old age pension payments rose to \$27,950,000 from \$26,261,000.

Advisory Committee On Northern Development: Ottawa, June 5 (CP) -- The Cabinet has moved quietly to set up a new brain trust to protect Canada's northern interests and co-ordinate all future economic and military planning in the Arctic, it was learned today.

The new group, known as the Advisory Committee on Northern Development, is headed by Maj.-Gen. H.A. Young, Deputy Resources Minister and Northwest Territories Commissioner. Top military, science, financial and transport experts are included.

One of the Committee's major responsibilities will be to dovetail Canada's military planning in the Arctic with that of the United States, making certain that all of Canada's rights are respected.

The Committee may establish new areas of defence activities, begin surveying of uncharted coastal waters, plan for the allocation of Arctic shipping and new geological surveys and study ways of enhancing Arctic economic productivity.

31 Arctic Research Projects: Montreal, June 8 (Gazette) -- Thirty-one research projects, largest number ever sponsored in a single season, will be put into the field this summer by the Arctic Institute of North America, Mr. R.C. Wallace, Executive Director, announced yesterday. The 1953 programme, which will be carried out with support from the Office of Naval Research, U.S. Department of the Navy, will place investigators throughout the North American Arctic and Subarctic, from Little Diomed Island and Point Barrow in the West to Baffin Island and Greenland in the East.

Studies will be conducted in such diverse fields as linguistics; economics, geology, oceanography, and entomology. The current programme will bring to a total of 140 the field projects sponsored to date by the Arctic Institute, which was organized in 1945 to advance the scientific study of the northern reaches of this continent.

Says Canada Now Attracting Specialists: Windsor, June 5 -- Dr. E.W.R. Steacie, President of the National Research Council, said at the 36th Annual Conference of the Chemical Institute of Canada, that while the U.S. had been a mecca for Canadian scientists and engineers, the tables now are turning.

"Canada is now keeping its top men and attracting top-flight specialists from the U.S.," he said.

His Excellency At U. of T. Convocation: Toronto, June 8 (Globe & Mail) -- Governor-General Massey yesterday rendered his swan song as far as University of Toronto convocations are concerned. The retiring Chancellor conferred honorary degrees on seven men and women prominent in academic, cultural and scientific fields of Canadian life.

Later, he took part in the ceremony of dedication of 19 new bells donated to the carillon in Soldiers' Tower by Mr. Eric Phillips, Chairman of the University's Board of Governors.

Perhaps the most fitting act of the Governor-General's full day in Toronto was his conferring of the honorary degree of Doctor of Laws on Dr. Samuel Beatty, Chancellor-elect of the University.

Across Canada: Premier Duplessis of Quebec said uranium prospecting in Quebec may lead to discoveries that will make the Province a leader in Canadian production of the precious mineral. He said at his weekly press conference uranium finds have been reported from widely-separated areas of the Province....The RCAF's new Comet jet transport will take off next Monday on a training flight to 10 Canadian centres, Air Force headquarters announced. The tour is to enable Comet crews to work out landing and servicing procedures with RCAF and civilian airport officials....Air Marshal Wilf Curtis, who recently retired as Chief of Canada's Air Staff, has been elected Vice-Chairman of the Board of Directors of Avro Canada Limited, the Globe and Mail reported....Living costs declined during April for the sixth month in a row as lower food prices took the edge off rising rents to snip another fifth of a point from the consumer price index.



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INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 109.

Tuesday, June 9, 1953.

Mr. St. Laurent's London Press Conference: London, June 8 (CP) -- Mr. St. Laurent said tonight Canada welcomes the news from the Far East indicating that an agreement has been reached on exchange of prisoners. He said at a press conference he hopes there will be no last-minute "snags" now that negotiations appear to be moving toward an armistice.

The Prime Minister added that he is "somewhat disturbed" by what is reported to be the attitude of South Korea's Syngman Rhee, some of whose statements have suggested his country will fight on.

He confirmed that the Commonwealth Premiers, in session since Tuesday, are agreed on the desirability of high-level talks with Russia. Asked about any specific agreement by the Premiers, he said:

"The views held by us are in such close conformity that nothing in the way of a specific agreement seemed required. We have gone over the matters which we anticipate will arise at Bermuda. We gave no formal mandate to Sir Winston but we feel what he is saying is about what we would say."

On the question of recognition of Communist China, the Prime Minister said he still feels, after all the London discussions, that some day that country will have to be recognized. That moment would be at a time when the Government of China showed itself in conformity with the criteria of the United Nations Charter.

Discussing economic matters, he said the confidence of those who attended the Commonwealth Economic Conference in the last two months of 1952 has since been strengthened.

U.S. Import Restrictions: Ottawa, June 8 (CP) -- Canada may consider withdrawal of certain tariff concessions granted to the United States if tighter American import restrictions go into operation, it was learned today.

Trade officials were deeply perturbed over the latest protectionist move by the U.S. Government, proclaiming tighter curbs on dairy and other agricultural imports to take effect next July if current restrictions under the Defence Production Act die on June 30.

A Washington dispatch said President Eisenhower, acting on the advice of the U.S. Tariff Commission, proclaimed the new restrictions as a standby measure.

Canadian officials said the new curbs were even more restrictive than those currently in force and which had caused the Canadian Government to protest three times to the American Government—all to no avail.

"We take a poor view of these latest restrictions," said one official. "They are very serious."

There was general agreement that Canada likely will lodge a new and stronger protest with the U.S. Government, but there was no expectation that it would achieve any betterment of the situation for exporters of Canada and overseas countries who depend on the American market for their livelihood.

One informant said the whole issue will be studied shortly by the federal Cabinet. The Cabinet, he said, likely will not consider economic retaliation against the Americans, but might consider withdrawal of certain tariff concessions.

The whole question likely will be reviewed by Mr. St. Laurent and Mr. Howe when they return from London.

Truce Aftermath Speculation: Ottawa, June 8 (CP) -- Informed opinion here is that Canadian military formations will have to be kept at roughly their present strength in Korea for a matter of months after the truce that now appears imminent.

Nobody knows definitely how much Canada will have to do in the period between truce and any broad political agreement that may follow it....

But neither the army with its 7,000-man 25th Brigade and reinforcements nor the navy with its three-destroyer flotilla expects to be able to start thinning out its forces immediately. A number of officials think it will be some months before there can be any substantial reductions....

Some cuts in the \$2,000,000,000-a-year programme appeared likely for the 1954-55 fiscal year anyway, but a stable peace in Korea, without further communist adventures elsewhere, might make the cuts larger....

Manitoba Government Returned: Winnipeg, June 9 (CP) -- Premier Douglas Campbell's Liberal-Progressive Government, gunning for a mandate of its own after 10 years of coalition with the Progressive Conservatives, retained power in Monday's Manitoba election.

The Canadian Press trend-analysis indicated at 11.07 p.m. (CDT) that the Liberal-Progressives had been returned and that their strength in the Legislature would be little altered from the last House.

At that point in the vote tabulation—little more than two hours after the 9 p.m. closing of polls—the Liberal-Progressives were far enough ahead of their Progressive Conservative, Social Credit and CCF opponents to form the next Government.

The Social Credit Party was making little headway in its first bid for power in this Province since 1945. Generally, it appeared that the political make-up of the new Legislature would closely parallel that of the last.

Across Canada: The Tariff Board has completed its inquiry into the price spread on anti-freeze, Mr. Abbott said. The Board's report will be made public at the opening of the next session of Parliament in accordance with the law....A new and bigger central building at Jasper Park Lodge, replacing the one destroyed by fire last summer, has been completed and will be opened with the beginning of the park season Wednesday, Canadian National Railways announced....The Distinguished Service Cross has been awarded to Lt.-Cmdr. John Bovey, 36, of Montreal and Victoria, Commander of the destroyer Crusader, which has run up a better record than any other UN ship in the business of molesting Communist trains.



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Vol. 4, No. 110.

Wednesday, June 10, 1953.

Department Of External Affairs Top Appointments: (Press Release No. 43, June 10.) -- The Secretary of State for External Affairs, Mr. L.B. Pearson, on June 10 announced on behalf of the Prime Minister the appointment of Mr. H. Hume Wrong, Canadian Ambassador to the United States, as Under-Secretary of State for External Affairs. Mr. Pearson also announced the appointment of Mr. L. Dana Wilgress, Under-Secretary of State for External Affairs, as Permanent Representative of Canada to the North Atlantic Council and Representative to the Office of European Economic Co-operation, and the appointment of Mr. A.D.P. Heeney, Q.C., Permanent Representative of Canada to the North Atlantic Council and Representative to the Office of European Economic Co-operation, as Canadian Ambassador to the United States.

These changes will take place at the end of July and the beginning of August, although Mr. Wrong will not take up his new duties until November 1.

Mr. Wilgress entered the Government service in 1914 and has held a number of important posts in the Departments of Trade and Commerce and of External Affairs. Prior to his appointment as Under-Secretary of State for External Affairs, he was High Commissioner for Canada to the United Kingdom and Canadian Representative on the Council Deputies of NATO.

Mr. Wrong has been in the diplomatic service for twenty-six years. Prior to his appointment as Canadian Ambassador to the United States in 1946, he was Associate Under-Secretary of State for External Affairs.

Mr. Heeney, prior to his present appointment, was Under-Secretary of State for External Affairs, and before that was Secretary to the Cabinet and Clerk of the Privy Council.

Social Credit Government Returned In B.C.: Vancouver, June 10 (CP) -- Premier W. A.C. Bennett's minority Social Credit Government, defeated after seven months in power, appeared to have been re-elected with increased power. Preliminary tabulation by the Canadian Press of the popular vote showed Social Credit with 36 per cent compared to 27 in last June's election. CCF with 32 per cent and the Liberals with 24 were each up one per cent in the incomplete figures but the Progressive Conservatives dropped to 5 per cent from 17.

Definite results in about 40 of 48 constituencies will not be available until the necessary second counts are made June 30.

It appeared that the CCF might again be the official opposition, a post the party has held in the 48-seat Legislature for 20 years.

The Liberals and Progressive Conservatives trailed and far behind were candidates of the Christian Democrats and the Labor-Progressive (Communist) Party.

Premier Bennett and three of his Cabinet Ministers were re-elected; CCF Leader Arnold Webster was well ahead, and Arthur Laing, the Liberal Leader, held a lead over Education Minister Mrs. Tilly Rolston.

Second counts are possible in the majority of seats, but under the B.C. Election Act a three-week delay is necessary before the ballot distribution starts.

The long delay is necessary in order to return absentee ballots to home constituencies.

Latest Manitoba Election Returns: Winnipeg, June 10 (CP) -- Manitoba's victorious Liberal-Progressive Government picked up additional legislative support Tuesday as electoral officials began their re-check of ballots cast in Monday's Provincial election.

Later returns in Russell constituency indicated the election of an independent candidate pledged to support the administration. Two of the three other independents returned also have declared support for the Government.

Two Social Crediters were elected in rural ridings as the transfer of ballots got under way in ridings which use the alternative voting system.

The latest party standing follows:

Elected (Leading)

LP	24	5
PC	9	3
SC	2	-
CCF	2	3
Ind	3	1
Ind-L	1	1
Lab-Prog	-	1
Deferred	2	
Total	57	

The elected and leading trends indicated Premier Campbell's Government overall majority in the new Legislature would be little altered from the last House. The Progressive Conservatives strengthened their position while the CCF lost ground.

Across Canada: A step forward in scientific law enforcement in western Canada is being taken tomorrow with the opening of a modern crime detection laboratory at the RCMP barracks in Regina, the Canadian Press reported from Regina. The \$380,000 building is run by the RCMP but it will do work for all recognized enforcement agencies in the four Western Provinces. Some of the latest equipment are machines which show what unidentified materials are composed of. Other sections specialize in blood work, study of documents, identification of hair, fibre and glass, firearms and photography....The University of Toronto has been granted \$44,250 by the Ford Foundation for a two-year study of changing patterns of language and behavior and the new media of communication....Mr. Dunton said today that Ottawa is to become the operational headquarters for the CBC.... Thanksgiving Day will be observed this year on Monday, October 12, the Government announced in the official Canada Gazette.



Miss Hamilton

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Vol. 4, No. 111.

Thursday, June 11, 1953.

Mr. Abbott On U.S. Import Restrictions: Montreal, June 11 (CP) -- Mr. Abbott yesterday urged the United States to refrain from further protectionist measures and said the Canadian Government will protest against any tariff boosts which hit Canadian exports.

In a direct appeal to the American consumer and businessman, Mr. Abbott declared that the imposition of American import restrictions is a costly process — "and the costs are borne by the American consumer."

"Inevitably, they must pay higher prices because domestic industry is shielded against competition from abroad," he said in a speech at the 1953 summer conference of the American Marketing Association.

Mr. Abbott suggested that American businessmen have little to fear from their colleagues in other countries.

"The U.S. economy is strong, its factories are efficient, its mines and farms are highly productive, Imports will not likely undermine the U.S. economy or drive American businessmen to the wall."

But Canada, he added, has never made any secret of its concern with potential increases in American tariffs on Canadian goods. Canada had to export to live and her biggest market by far was the U.S.

"Any government would be failing in its duty," said Mr. Abbott, "if it did not show concern over threats of artificial restrictions on the U.S. markets for some of our exports—whether they be cheese or oats, lead or zinc."

"We feel bound to protest against tariff increases, for they have a direct effect on our standard of living."

Lake Ontario High Water Damage Claims: Ottawa, June 11 (CP) -- Representatives of the Canadian Government and a group of United States citizens yesterday made "substantial progress" towards a method of settling the Americans' claims against Canada for high-water damage along Lake Ontario, the External Affairs Department said late yesterday....

The group of about 5,000 Americans now have an action before the U.S. courts against the Canadian Government, contending the Lake's high water was caused by Canada's now-removed Gut Dam in the St. Lawrence River near Prescott.

After yesterday's meeting, held in private, the External Affairs Department issued this statement:

"Canadian Government officials met today with representatives of the Lake Ontario Land Owners and Beach Protection Association, Inc., regarding the matter of Gut Dam.

"The President of the Association stated he was very pleased with the co-operation and friendly spirit of the Canadian officials and that substantial progress was made towards the creation of the appropriate judicial machinery to determine claims which had been made in connection with Gut Dam.

"Proposals will naturally have to be drafted and considered.

"The President of the Association stated at the conclusion of the meeting that he is confident an amicable arrangement can be worked out."

Latest B.C. Election Returns: Vancouver, June 10 (CP) -- Premier W.A.C. Bennett's Social Credit Government appears headed back to power in British Columbia following Tuesday's general election but the final result will not be known for nearly three weeks.

Late returns today confirmed the trend which indicated following the close of polls last night that the minority Government would return to power in the Legislature, probably with increased strength.

The battle was between Social Credit and the CCF; Liberals and Progressive Conservatives were left far behind.

But definite results in some 40 ridings will not be known until June 30, when the second count is over.

Premier Bennett and three of his Cabinet Ministers, already were assured of personal victories.

	Elected	Leading
S.C.	4	26
C.C.F.	2	15
Labor		1
Total		48

Fire And Floods In Alberta: Lethbridge, Alta., June 10 (CP) -- Fire in the North and floods in the South ravaged Alberta today as unseasonal weather continued in Western Canada.

At Lethbridge, the Old Man River burst its banks, driving 150 persons from their homes, flooding the city power house and cutting water supplies to less than half of normal.

A brewery and the city's largest laundry were closed in an effort to conserve water supplies as the city of 25,000 population fought the most damaging flood in its history.

Flood waters cut off rail and highway traffic to the Southwest leaving only two highways to the East passable.

Across Canada: Prime Minister St. Laurent flew back to Ottawa Wednesday....Twenty-three grants totalling \$8,500 for research in the social sciences by Canadian university professors and students were announced by the Canadian Social Science Research Council....The Health Department is sending an expert on contagious diseases to the polio area of the Yukon and the Northwest Territories, the Department said....Unless there is a shift from persistent rainy weather, a lot of cultivated prairie land will not be seeded this season, the Bureau of Statistics predicted yesterday in a telegraphic report on national crop conditions.

Miss Hamilton

GOVERNMENT



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Vol. 4, No. 112.

Friday, June 12, 1953.

Mr. Pearson's Harvard U. Address: Ottawa, June 12 - The following is an excerpt from the address of Mr. Pearson to the Harvard University Alumni Association, Cambridge, Mass., June 11:

"There are some who believe that Asian Communism is an implacable foe, bound hand and foot to Moscow, and that to negotiate with it in any circumstances is futile and perilous. Therefore, they argue we must all do everything we can through governmental action short of all-out-war - but even at some risk of war - to prevent the appearance of Asian communist governments; and to weaken and destroy them if they have managed to obtain power. This may require the active encouragement of and support for anti-communist elements in communist countries, and by continuing and strong support for any regime which is opposed to Communism, irrespective of its nature or its popular support.

"There are others, however, individuals, groups and governments, who will have none of this policy. They feel that Communism in Asia, though it may be far deeper and more sinister than 'agrarian reform', is a social, economic and political development, growing out of special Asian conditions and one primarily for Asians to deal with; that the only justification for direct Western intervention is when Communism expresses itself in military aggression. It is felt that our obligation in this matter is positive, not negative; not to intervene against Asian Communism, an intervention which would be stigmatized in Asia as Western and colonial, but to help democratic Asian Governments build up free and stable institutions which will defeat Communism by doing more for the welfare of the under-privileged and under-nourished millions of the East than Communism can ever hope to do. We should also, according to this view, not expect Asian governments or Asian people automatically to accept our western views of the cold war and the Kremlin conspiracy.

"Those are the two viewpoints, each of which has its advocates within our Western coalition. I admit that the latter may not always take sufficient account of the aggressive nature of Communism or of the efforts that are being made by the United States to build up a security system in the Pacific. But I also believe - and firmly - that there can be no effective or successful collective action or policy on the basis of the first concept. I believe this because such a policy would have to be worked out and agreed on at the United Nations or in the North Atlantic Alliance, and, frankly, I can see no possibility of such agreement.

"It would mean that we would have to extend our specific obligations to the defeat of communist governments in North Korea and Peiping, and not merely to the defeat of military aggression. There are few countries inside the Western Alliance willing to accept this obligation, especially in the terms in which it is sometimes presented in this country.

"Now that the (imminent) signing of an armistice in Korea marks - as we hope - the end of aggression there, this particular problem of our policy towards Asian Communism becomes one of immediate urgency. The Armistice in Korea is to be followed by a political conference on Korean and related problems. At this conference, the United Nations will be represented. But so will communist Asian governments. We are moving from the military to the political aspect of Far Eastern problems and it is to be hoped that we on the United Nations non-communist side, can move in unison. I can think of no more important subject for discussion at the forthcoming three-power conference in Bermuda than how to ensure this unison...."

Report \$100,000,000 Aircraft Contract Cancelled: Ottawa, June 11 (CP) -- The U.S. Air Force has cancelled a \$100,000,000 aircraft contract in Canada, it was disclosed today.

Mr. T. Norbert Beaupre, Head of the Production Department's Aircraft Division, said there is no reason to believe that other American aircraft orders in Canada are in jeopardy.

First word of the cancellation came from Canadair Ltd., the Montreal aircraft plant that had received the U.S. order to produce 227 T-36 American bomber-trainer planes for the USAF....

Mr. Beaupre observed there had been no discrimination against Canada in the cancellation. Both the American and Canadian orders were cancelled at the same time.

Saskatchewan River Flood: Medicine Hat, Alta., June 11 (CP) -- The normally-placid South Saskatchewan River gushed on a zig-zag northeasterly course across the prairies toward Saskatoon tonight.

Spilling over from heavy rains that drenched the southern prairies in the last 10 days, the river early today inundated 30 city blocks and forced 40 to 50 persons to evacuate the Purmal area on Medicine Hat's northeastern outskirts.

In the last week at least 500 persons have been forced by high waters to leave their southern prairie homes.

Across Canada: The RCAF's new Comet jet transport skimmed into Ottawa's Uplands Airport at 7:34 p.m. EDT last night after making the 1,050-mile flight from Winnipeg in two hours and 18 minutes....Discovery of high-grade uranium-bearing ore in northeastern Alberta was reported by two prospectors who say there is a rush of claim-staking near the Saskatchewan border about 425 miles northeast of Edmonton, according to the Canadian Press from Edmonton.... Mr. Jean Bruchesi, Quebec's Provincial Under-Secretary, said yesterday that in Europe Canada is in the unusual position of being well liked but little known.

VERNMENT



CANADA

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Vol. 4, No. 113.

Monday, June 15, 1953.

Election August 10; Cabinet Changes: Ottawa, June 12 (Globe & Mail) -- A general election has been called for August 10. Mr. St. Laurent made the announcement today (June 12.) His recommendation that Parliament be dissolved and an election held had already gone to the Governor-General.

Also announced by the Prime Minister was the appointment to the Cabinet of Mr. J.W. Pickersgill, 47, Clerk of the Privy Council and Secretary to the Cabinet.

Mr. Pickersgill becomes Secretary of State, succeeding Mr. Frederic Gordon Bradley, who was appointed to the Senate, together with six others. Among these were Mr. Ross W. Macdonald, Speaker of the Commons, and Mr. Joseph A. Bradette (L. Cochrane), 27 years a member of Parliament.

Other Senate appointees were Mr. Leonard Tremblay, Liberal Member for Dorchester, Que.; Mr. Sarto Fournier, Liberal Member for Maisonneuve-Rosemount; Mr. Aurele Leger, Liberal Member for Kent, New Brunswick, and Mr. John J. Connolly, Ottawa lawyer and the only new Senator who has not been a Member of Parliament.

The Prime Minister announced the resignation of Mr. Alphonse Fournier as Minister of Public Works and his appointment as a Judge of the Exchequer Court. Mr. Fournier has been in the House since 1930 and Minister of Works since 1942. Mr. St. Laurent said the Public Works portfolio would not be filled before the election.

Campaigning for this first August general election since 1867 will begin almost immediately. The Prime Minister will begin, in person and on the air, on June 22.

His first appearance will be at a station meeting at Chatham on that day, but the actual commencement will be that evening, when he will attend a meeting in Windsor and make a recorded broadcast.

Mr. Drew said he will open his campaign at Guelph next Friday night.

Mr. Coldwell leaves Ottawa this weekend—he had planned to do so before today's announcement—to campaign through the West. He will begin in his home province, Saskatchewan. Plans of Social Credit Leader, Mr. Lowe, have not been announced.

The Prime Minister said the August 10 date was chosen because it was the only possible date this side of November. His reasoning was that the enumeration of voters, which must be done between the 49th and 44th day before voting, could not be made during July or August, because many persons would be away.

Mr. Pearson's Dartmouth Address: Hanover, N.H., June 15 (CP) -- Speaking in the presence of President Eisenhower, Mr. Pearson said Sunday no Western power can "go it alone" in the economic field any more than in the military fields because the former might well be the decisive one in the cold war.

He said the greatest threat to the alliance of Atlantic states lies, paradoxically, in the Pacific, in conflicting attitudes towards the upsurge of Communism in Asia.

Mr. Pearson did not repeat his last week's statement at Harvard that any U.S. attempt to oust Red regimes in Asia would get scant support but he did say the problem raised by them is "so grave that if we do not achieve agreement in our approach to them, our unity will be weakened and prejudiced."

In an address prepared for delivery at Dartmouth College's commencement exercises, he hailed President Eisenhower's recognition of the fact that no nation can "go it alone" any more. But he added that the Western nations must not only "go it together" as military Allies but in economic harmony too.

Both Mr. Pearson and the President received honorary degrees.

Mr. Pearson said the West would have to be on the military alert against Communism for years but the decisive issue of all might lie in the economic field in the success of the free world in solving its economic problems.

The Russian "peace offensive" might bring opportunities. They should be exploited.

"But it may also bring new tests and even dangers which will call for steadiness and patience. Military force is only one weapon ... There are other weapons, less obvious but no less powerful which will be employed in the hope of dividing us.

"One is the economic weapon. We must see to it that disunity arising out of economic nationalism does not do the job that military force has so far been unable to do. Here, too, we must 'go it together'. There would be no surer way to dismember our coalition than to permit the flow and volume of trade between the free nations to start on a downward spiral with countries again resorting to extreme restrictive measures against one another."

As for Asia, there was no question of fighting Communism when it committed aggression. But the "basic requirement is to recognize the distinction between Communist military aggression as members of U.N. and Communism as a social, economic and political doctrine..."

Communism, short of aggression, could best be defeated by "making our own democracy work and assisting and encouraging Asian democracy to work in ways which will do more for the welfare and happiness of men than Communism can ever hope to do..."

Mr. St. Laurent's Press Conference: Ottawa, June 13 (Citizen) -- Canada is taking "a realistic attitude" on the problem of the early admission of Communist China to the United Nations, Mr. St. Laurent indicated at his press conference yesterday afternoon.

Asked if the Government might be taking any special economic measures or early steps for tax reductions in the light of the expected armistice in Korea, Mr. St. Laurent replied in the negative.

"We will have to wait and see the circumstances before we can take concrete decisions, he emphasized....

Gold And U.S. Dollar Reserves: Ottawa, June 14 (CP) -- Canada's official reserves of gold and United States dollars declined by \$82,500,000 during May to \$1,-761,200,000, the Bank of Canada statistical summary for May showed today.

Officials explained that the major factor in the big drop was the Government's use of \$75,000,000 in the exchange fund to repurchase that much worth of Government bonds sold in the New York market in 1948.

Across Canada: Dr. Gerhard Herzberg, Director of the National Research Council's Division of Physics, has been awarded the Henry Marshall Tory medal of the Royal Society of Canada for his work on atomic and molecular spectra....All flooded-out families in Medicine Hat have returned to their homes as the South Saskatchewan River continued to drop Sunday after reaching a level of 29.19 feet, the highest in 30 years, Thursday, the Canadian Press reported....Fire-raiding Sons of Freedom Doukhobors destroyed 14 homes in the West Kootenays early Friday in apparent retaliation for the 14 years prison sentence passed Saturday on arsonist Paul Popoff.



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Vol. 4, No. 114.

Tuesday, June 16, 1953.

Overseas Airmail Rates Halved: Ottawa, June 15 (CP) -- Canada today virtually cut its overseas airmail rates in half and announced plans to help the export trade by establishing an international air service for parcel post, printed matter and newspapers.

The major rate reduction, which goes into effect July 1, results from an international agreement to lift the basic airmail letter weight to $\frac{1}{2}$ ounce from $\frac{1}{4}$ ounce without changing costs, the Post-Office Department announced.

Canadians now will be able to send $\frac{1}{2}$ ounce of airmail overseas for the price of $\frac{1}{4}$ ounce. The cost on any letter heavier than $\frac{1}{2}$ ounce will be sliced to half the current rate.

For example, the rate to Britain and Europe will be 15 cents for $\frac{1}{2}$ ounce, instead of $\frac{1}{4}$ ounce. To Central and South America and the West Indies it will be 10 cents a half ounce, and to the rest of the world 25 cents a half ounce.

Further, the 15-cent air letter form will be discontinued and the 10-cent form, to be known in the future as aerogrammes, will be used for all points. Previously the 10-cent form could be used only for Britain, the West Indies and South America.

The lower rates result from an international agreement reached at the Universal Post Congress held in Brussels last year.

An international air service for parcel post, printed matter and newspapers will be brought into use as soon as agreements are reached with countries concerned, the Department said.

Says Prosperity Based On Peace Needs: Bigwin Inn, Ont., June 15 (CP) -- The present and future prosperity of Canada is based on providing for the needs of peace not war, Mr. E.J. Umphrey, Vice-President and Director of Sales of General Motors of Canada, said tonight.

"If international tension lessens and our defence expenditures decrease, we can turn to the enormous backlog of needed municipal and provincial improvements in the form of more and better houses, hospitals, schools, highways and town planning," he said at the 18th annual convention of the Canadian Junior Chamber of Commerce.

Canadians can no longer ignore the challenge of the future, he said, and as business men "we must decide now whether we are equal to the magnitude of Canada's growth or whether Canada has outgrown us."

Mr. Umphrey warned business men to make certain their facilities are on an ever-expanding basis to capitalize on the expanding economy. It wasn't enough just to improvise and meet issues when they occurred.

"Our Canadian emergence from obscurity to prominence has taken place in an era of far greater complexity, both in the means of production and distribution and in the administration of business, than the time when other nations became industrial powers," he said.

"Skilful use of capital and machinery and skilful direction, in other words all-round efficiency, have been responsible for our remarkable growth."

Consul-General At Los Angeles: (Press Release No. 45, June 16.) -- The Department of External Affairs announced on June 16 the appointment of Mr. Leslie G. Chance, as Canadian Consul-General at Los Angeles. This post was opened in April of this year and has been in charge of Mr. K.W. Wardroper.

Shipping More Wheat, But Lots Left: Ottawa, June 15 (CP) -- Canada is shipping more wheat to the world this year than she did a year ago, but she still has a big stockpile in her storage bins.

Exports of wheat and wheat flour rose to 249,100,000 bushels in the first nine months of the current crop year, a jump from 224,500,000 bushels in the similar period a year ago, the Bureau of Statistics reported today.

The amount still available on May 1 for export and carryover totalled 496,000,000 bushels, sharply higher than the 348,500,000 last year. The crop year ends July 31.

Sales of Canadian wheat under the International Wheat Agreement totalled 205,323,000 bushels in the period August 1, 1952-May 19, 1953, the Bureau said. Canada's export quota for the year is 235,000,000.

Oil Products Head Defence Contracts List: Ottawa, June 15 (CP) -- With oil products heading the list, a total of \$8,500,000 worth of defence contracts were placed in the second half of May, the Defence Production Department announced today.

Petroleum contracts, totalling \$3,700,000, went to several firms, topped by Imperial Oil Ltd., Ottawa, which obtained \$1,787,000 worth of orders. Included was aviation fuel and lubricants.

Across Canada: The Governor-General left Monday by air for a visit to the United Kingdom....A brief demonstration by two women protesting the scheduled execution of atomic spies Julius and Ethel Rosenberg was broken up in Montreal Monday by police, the Canadian Press reported....Commercial bankruptcies in Canada totalled 382 in the first quarter of 1953, a drop from 470 in the same period a year ago, the Bureau of Statistics reported.

Miss Hamilton



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 115.

New Plan Shaping For Aid In Asia: Ottawa, June 16 (CP) -- Mr. R.G. Cavell, Canada's Colombo Plan administrator, said today he is hammering out a new Canadian economic aid plan for India, Pakistan and Ceylon for presentation to the Government.

Returning from a 50,000-mile Asian tour, Mr. Cavell said the proposals he will make are based on talks with Governments of the three Asian countries.

The proposals will be long-ranged and within the framework of Canada's \$25,000,000-a-year contribution to the six-year, \$5,000,000,000 Commonwealth plan to build up the Asian democracies as a bulwark against Communist aggression.

He said his inspection trip which began last February showed that the Colombo Plan is making an "impact" on the economy of south and southeast Asia.

He found:

1. No visible signs of any increasing activity by the Communists in the three countries.
2. "Valiant" efforts by India to improve her economy and to increase production to avert famine.
3. While India's situation was improved, Pakistan's had worsened. He found famine conditions in Pakistan.
4. Ceylon was in "fair shape."

Canada is helping all three countries this year by allotting about \$13,000,000 for aid to India; \$10,000,000 to Pakistan and about \$2,000,000 to Ceylon.

New U.S. Ambassador's Press Conference: Ottawa, June 16 (CP) -- A 67-year-old diplomatic novice who once worked in a Canadian factory for 17½ cents an hour is coming back to Canada to work as American Ambassador. And work, says Mr. Robert Douglas Stuart, is just what he intends to do in this country where his father was born and his grandfather was shipwrecked.

He met the press today during a brief visit to prepare for his arrival to stay in July and impressed them, not so much by what he said—because he didn't say much of significance—but by his plain and pleasant manner, his grin and his absence of "side."

The reporters tried hard to draw him out on such matters as the St. Lawrence Seaway and the possibility of an upsurge of tariffs under a Republican Administration he actively helped elect as party treasurer. They didn't get far.

On the Seaway Mr. Stuart said "all I can say is that generally I believe in the development of waterways all over this continent...."

Second Comet Jet Arrives: Ottawa, June 16 (CP) -- The RCAF's second Comet jet ended its 3,545-mile flight from London at 3.32 p.m., E.D.T., today, landing at nearby Uplands Airport.

The big transport beat its sister ship which flew the Atlantic recently, by more than an hour. Its flying time from London to Goose Bay, Labrador, was six hours, 55 minutes compared with the first Comet's eight hours 21 minutes.

Ask Federal Aid In Meeting Doukhobor Problem: Appledale, B.C., June 16 (CP) -- Mr. John Murphy, Secretary of the Slocan Valley Citizen's Committee, said tonight telegrams are being prepared for Mr. St. Laurent and Mr. Garson asking the federal Government to take over control of the Sons of Freedom Doukhobors, blamed for night raids on valley communities.

It is quite evident that the B.C. Government cannot control the situation," said Mr. Murphy.

In the latest wave of terrorism, 14 homes and an abandoned school were destroyed by fire.

Meanwhile, in Victoria Premier W.A.C. Bennett said he is preparing a telegram for Ottawa asking the federal Government to co-operate with provincial authorities on the problem.

Trans-Canada Medical Plans: Winnipeg, June 16 (CP) -- Canadians now can get medical services anywhere in Canada under trans-Canada medical plans, the Canadian Medical Association learned today.

The CMA General Council, meeting at the Organization's 86th annual convention, heard a report by Dr. Roy W. Richardson of Winnipeg, Chairman of the CMA Committee on Economics. The meeting was in camera.

Dr. Richardson said the addition of two plans in Quebec and the Maritimes, gives the CMA-sponsored organization territorial coverage from Newfoundland to British Columbia. The new services are Blue Cross medical plan and Maritime hospital services.

The two additional plans, covering about 800,000 persons for medical services--the plans do not include hospital care--bring the total number covered to more than 1,900,000.

Across Canada: Twenty years have been added to the average person's life span since the turn of the century, Dr. N. Segall, of Montreal, President of the Canadian Heart Association, said yesterday at the annual convention of the Canadian Medical Association....A net of 10,905,306 barrels of oil flowed out of Canadian pipe lines during March to set a new record for total deliveries in one month, it is reported by the Dominion Bureau of Statistics. This figure was 733,664 barrels above the February total and was 60 per cent above the March, 1952 total of 4,102,989 barrels....Dr. Philip G. Rowe, Professor in Surgery at McGill University and Surgeon-in-Chief at the Montreal General Hospital, has been appointed Chairman of the University's Department of Surgery. He succeeds Dr. Gavin Miller, who is retiring.



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Vol. 4, No. 116.

Thursday, June 18, 1953.

First Television Litigation: Ottawa, June 17 (CP) -- The Exchequer Court of Canada today was asked to rule that a Montreal company violated copyright laws by picking up television broadcasts of football games and sending them by wire to the homes of subscribers.

Mr. J.J. Robinette, Counsel for Canadian Admiral Corporation of Toronto, asked Mr. Justice J.C.A. Cameron to award Admiral \$600 damages for infringement of copyright. He also asked for an injunction against Rediffusion, Inc., of Montreal, to bar any further provision of television broadcasts by Rediffusion to homes of its subscribers.

Mr. E. Gordon Gowling, representing Rediffusion, said that Admiral failed to show how Rediffusion violated copyright by picking up the television broadcasts of Montreal Alouette football games and sending them by wire to sets rented to subscribers to the service.

The case, first of its kind in Canada involving television, is expected to conclude tomorrow.

CCF Manifesto: Ottawa, June 18 (CP) -- The CCF Party yesterday issued a 10-point manifesto while leaders of the other three major parties put the finishing touches to their own election platforms.

The CCF statement, a 48-page booklet, set out the Party's policy on topics ranging from housing and taxes to international affairs and trade.

The 10 major planks listed in the CCF platform are:

1. "Canadian leadership for peace" to avert Communism by eliminating hunger and poverty and building collective security and support of the U.N.
2. An immediate national health insurance plan.
3. A social security programme with sickness benefits and increased old age pensions and family allowances to offset increased living costs.
4. A housing programme to build 100,000 new homes a year, implementing it with lower interest rates and down payments for home-buyers and subsidized low-rental housing for tenants.
5. Marketing agencies for interprovincial and export sale of farm and fish products.
6. Guaranteed advance prices, based on parity, for primary producers.
7. Economic arrangements with Commonwealth and other sterling-area countries to "regain and expand overseas markets".
8. Complete revision of freight rates "to eliminate discrimination".
9. Extension of unemployment insurance to provide higher benefits and sickness protection, coupled with a national labour code to guarantee union and job security.
10. Reduced income taxes for low-income groups, higher corporation taxes and new taxes on excess profits and capital gains.

Says Canada's Economy Changing: Montreal, June 18 (Gazette) -- Mr. W.E. Loughood, Canadian Bank of Commerce economist, said yesterday Canada is rapidly changing from an agricultural to an industrial economy.

Mr. Loughood, addressing delegates to the Canadian Gas Association's convention, said agriculture would continue to be of importance but its sector of the national economy would decrease as compared to industry's

The potential output of Canada was increasing and the health of the economy would depend on the ability of sellers to market this output.

He said Canada's net population increase in the last decade has been greater than that in any other and that the gross national product has more than doubled since 1939.

Employment Rise In May: Ottawa, June 18 (CP) -- Employment rose in the month up to mid-May, the Government reported yesterday.

Canadians working a full week during the week ended May 16 totalled 4,720,000, the Bureau of Statistics estimated, compared with 4,645,000 a month earlier.

Persons without jobs and looking for work fell off to 114,000 from 165,000.

Across Canada: Canada's four major political parties have agreed not to use television in the current election campaign, Mr. A.D. Dunton, Chairman of the CBC Board of Governors, announced yesterday. He said the CBC had offered free television time for campaign broadcasting, but the parties decided among themselves not to use the new medium in this election....The RCAF yesterday announced that No. 1 Air Navigation School is being shifted from Summerside, P.E.I., to Winnipeg next October....The Resources Department announced that a bronze tablet has been pinned to the Sir John A. Macdonald monument in City Park, Kingston, Ont. The tablet, which tells of the Prime Minister's political career, was constructed on the recommendation of the Historic Sites and Monuments Board.

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Vol. 4, No. 117.

Friday, June 19, 1953.

Mr. Pearson On Korean Situation: Orono, Ont., June 19 (CP) -- Mr. Pearson said last night Canadian troops in Korea will not be used in any fighting that may break out between the South Koreans and the North Koreans after an armistice. He spoke at a Durham riding nomination meeting.

"We are under no obligation to support or participate in any operation brought on by the Government of the Republic of South Korea and not by decision of the United Nations," said Mr. Pearson.

The Minister, who is keeping in constant touch with Ottawa and Washington on the Korean situation with regard to this week's prisoner release by the South Koreans, afterward told reporters:

"From this it follows that we must condemn the last-minute action ordered by the Government of the Republic of Korea which might prejudice an armistice agreement, which we hoped would be the first step in bringing about peace and unification of that unhappy land."

Mr. Pearson declined comment on the question of whether Canadian troops will be used in any roundup of escaping prisoners of war. At present only United States troops are being used for that purpose.

Mr. Claxton On Troops In Korea: Ottawa, June 18 (CP) -- The Army's 25th Brigade in Korea will intensify its training and go in more heavily for leave, welfare and education if a truce ends the fighting, Mr. Claxton said tonight.

His statement didn't mention anything about when the Brigade might be thinned out or pulled out. The reason, officials said, is that nobody knows....

Indications are that it would be a matter of months after a truce before there was any substantial reduction in the Brigade's size.

DBS Plans Economy Report Every Three Months: Ottawa, June 18 (CP) -- Government statisticians are planning to tape the size of Canada's over-all economy four times a year instead of once.

Figures on Canada's national accounts—including the gross national product—will be available every three months instead of annually, Bureau of Statistics officials said today.

The first of the new quarterly surveys likely will be ready "before the end of this year," officials said.

The national accounts hold key figures on the growth of the Canadian economy. They include surveys on salaries and wages, investment income, indirect taxes and depreciation, consumer spending, investment and foreign trade.

Officials said the move toward quarterly surveys followed stepped-up demand for more frequent figures from Canadian business men and commercial economists.

The value of Canada's gross national product—total value of all goods and services produced—reached a high of \$23,000,000,000 last year.

The Finance Department has predicted it may jump by another billion dollars in 1953.

Urges Policy For Employment Of Older Workers: Winnipeg, June 18 (CP) -- The federal Government today was urged to take the lead in implementing a policy for the employment of older workers, past retirement age but still able and anxious to work.

In a speech prepared for delivery to the annual convention of the National Council of Women, Dr. Wallace Wilson of Vancouver, Adviser in Geriatrics to the Department of Veterans Affairs, declared the need for such a policy on a national scale is urgent.

In employment of older workers, the federal Government could give the whole movement a tremendous stimulus if it developed and put into force an up-to-date and realistic policy for its own employees.

Dr. Wilson said pensions for older people no longer capable of productive work must always be part of the programme of caring for the aged, but pensions and forced retirement for those able and anxious to continue working was biologically wrong.

U. Of Alberta Chancellor On Doctors' Ethics: Winnipeg, June 18 (CP) -- Commercially-minded doctors who admit they are out for all the traffic will bear are doing more to promote state medicine than any other agency, Dr. E.P. Scarlett of Calgary said today.

He spoke at the annual convention of the Canadian Medical Association.

"Even a few such men in our midst can ruin the reputations of all," said Dr. Scarlett, Chancellor of the University of Alberta. "Because of them, medicine, once a science has become a trade."

"We must impose a discipline on ourselves rather than expect one from without," he said.

Across Canada: Formation of Sun-Canadian Pipe Line Company, Ltd., to construct and operate the eight-inch, 200-mile products pipe line already started between Sarnia, Ont., and Toronto, was announced yesterday...An amendment to the Highway Traffic Act two months ago barring payments under the Unsatisfied Judgment Fund to persons living in other provinces or countries where there is no such fund is not retroactive, Mr. Justice Ferguson ruled yesterday. The Supreme Court Justice granted a motion ordering Ontario Highways Minister Doucett to pay two United States residents a total of \$2,960...With business hitting a quick stride in Montreal harbour, the port's records assured authorities of a new record year for ocean vessels arrivals, if the pace continues, the Gazette reported.



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Vol. 4, No. 118.

Monday, June 22, 1953.

Canada-France Tax Agreement: Ottawa, June 22 (Press Release No. 47, June 20.) -- The Department of External Affairs announced on June 20 that by an Exchange of Notes between the Governments of France and Canada provisions of two Conventions removing double taxation in the fields of income tax and succession duties have now been brought into force. By the Exchange of Notes, signed in Ottawa on May 28, 1953, provisions on income taxation, with certain exceptions, and provisions on succession duties became effective retroactive to January 1, 1952.

The original agreements were signed in Paris, March 16, 1951, and a codicil to the Income Tax Convention was signed at Ottawa, October 6, 1951.

Under the Income Tax Convention the two Governments agree to follow certain rules in taxation on industrial and commercial profits earned in one country by business concerns of the other country. The agreement embodies the principle of "permanent establishment" of an enterprise in both countries and emphasizes residence rather than nationality as a basis for taxation. Each country undertakes generally to credit, with respect to its own levy, the amount of tax paid at the source on income from the other country. In the case of shipping and aviation concerns, taxation will be levied only by the country in which the headquarters are located. Other articles deal with royalties, pensions, annuities, earnings of professional men, public servants, teachers and students.

16-Point P.C. Election Manifesto: Ottawa, June 22 (CP) -- Mr. Drew announced the Progressive Conservative Party election platform in a speech on June 19 in his home town of Guelph, Ont. He pledged a Progressive Conservative Government to:

1. Reduce federal taxes by at least \$500,000,000 a year, without reducing social security payments or cutting the armed forces' efficiency.
2. Exempt municipalities and school boards from sales and excise taxes and permit municipal taxation of federal property.
3. Call an immediate federal-provincial tax conference to reduce property taxes for education, health and other essential services.
4. End "waste and extravagance" in government, increase efficiency and "in particular" reorganize the Defence Department.
5. "Restore the supremacy of Parliament ... return control of the nation's business to the elected representatives of the people... put an end to government by secret Orders-in-Council ... repeal the Emergency Powers Act".
6. Set up a joint parliamentary committee to reform the Senate.
7. Amend the Criminal Code to ban "Communist or other subversive activities."
8. Take immediate steps to restore and expand world markets for farm and other primary products.
9. Appoint a National Agricultural Board to establish floor prices related to farm costs.
10. Review labour laws immediately to improve collective bargaining procedure, provide equal pay for equal work and extend unemployment insurance for sickness and accidents.
11. Launch a housing programme, improving terms and conditions for home-buyers.
12. Introduce a contributory health insurance programme to provide medical services "without introducing state medicine."
13. Take immediate steps to deal with the freight rate structure, respecting regional statutory rates and encouraging use of Canadian ports.

14. Review civil service legislation to give security to all but casual employees and provide pay and working conditions comparable to industry and commerce.

15. Establish a national policy on natural resources in co-operation with the provinces and "under a system of free enterprise."

16. Give full support to NATO and other organizations under the U.N.

Alberta Oil Production Jumps: Edmonton, June 22 (CP) -- Crude oil production in Alberta for the first four months of 1953 was up 5,118,530 barrels over the same period of last year.

The Petroleum and Natural Gas Conservation Board, in its April report said that production for the four-month period totalled 19,351,298 barrels compared with 14,232,768 for the same 1952 interval.

April production totalled 5,144,219 barrels against 3,729,327 in April, 1952 and 4,696,544 in March this year.

Forty-eight more oil wells were brought in during April compared with 60 in the same month last year. However, 295 producers were drilled in the first four months of this year, an increase of 26 over the same 1952 period.

At the end of April this year Alberta had 3,936 oil wells operating or capable of operation, an increase of 941 in one year.

Peaks Renamed To Honour Queen Elizabeth: Ottawa, June 19 (CP) -- Mountains surrounding Maligne Lake in Jasper National Park will be named the Queen Elizabeth ranges to commemorate the Coronation, the Resources Department announced today.

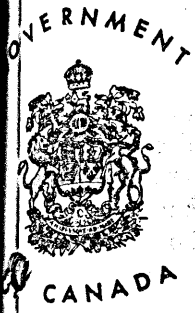
The Department says the Queen has agreed to the idea, which originated with the Alberta Geographic Board.

Maligne Lake, 32 miles from Jasper, has hardly been disturbed since first seen by white men in the early 1900's. A road leads to within four miles of the sapphire lake, but the last four miles must be travelled by boat and mountain trail.

The Queen Elizabeth ranges consist of about 15 mountain peaks towering 10,000 feet.

Across Canada: Mr. Garson disclosed Friday that he has again rejected an invitation by the British Columbia Government to go to Victoria to discuss the Doukhobor problem and has reiterated a request that the provincial Government come up with a policy of its own....The first full scale federal-provincial meeting to discuss the status of the barren-ground caribou in Canada was held in Ottawa. Game commissioners and officials from those provinces concerned with the management of caribou met with officials from the Department of Resources and Development and other branches of the federal Government....Officers of the RCAF Reserve may not deduct the cost of uniforms as an expense for income tax purposes, the Income Tax Appeal Board has ruled....Eighteen Hull grocers Friday pleaded guilty to charges of possessing margarine and were fined \$20 each. The charges followed a drive by the Quebec Government to enforce a ban against the production, sale and distribution of margarine in the Province.

Wm. Hamilton



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Vol. 4, No. 119.

Tuesday, June 23, 1953.

Mr. Pearson's Letter to Dr. Rhee: Ottawa, June 23 (Dept. of External Affairs.) --

Following is the text of a letter from the President of the Seventh Session of the United Nations General Assembly, Mr. L.B. Pearson, which has been cabled to the President of the Republic of Korea, His Excellency Dr. Syngman Rhee:

"Dear Mr. President,

"As President of the General Assembly of the United Nations I have been shocked to hear of the unilateral action which you have sanctioned in bringing about the release of non-repatriable North Korean prisoners from the United Nations prisoner-of-war camps in Korea.

"I take this occasion to recall the decisive action taken by the United Nations when aggression was initiated in June, 1950, and the satisfaction which you expressed in the response of the United Nations to the urgent appeals made by you for military and other assistance. That collaboration, aimed at the repelling of aggression and the restoration of your country to a condition of peace and economic well-being, has been marked by three years of effective effort on the part of Members of the United Nations, and of your Government and people, under the direction of the United Nations Command. In view of what this collaboration has meant to your people it is most regrettable that you have taken action which threatens the results already achieved and the prospect of a peaceful solution of remaining problems.

"This release of North Korean prisoners from United Nations prisoner-of-war camps in Korea is particularly shocking in view of the progress made by the armistice negotiators in Pannunjom, which has resulted in the acceptance of principles laid down in the United Nations General Assembly's resolution of December 3, 1952, endorsed by 54 Member Nations. The acceptance of the principles underlying this resolution, especially that of no forcible repatriation of prisoners, which has been the basis of your position as well as that of the United Nations, has only been obtained after two years of patient and persistent negotiation by the United Nations Command.

"The action taken with your consent, in releasing the North Korean prisoners, violates the agreement reached by the two sides on June 8, 1953, embodying these principles, and it occurs at a time when hostilities are about to cease, and when the questions of the unification of Korea and related Korean problems can be dealt with by a political conference involving the parties concerned.

"In July, 1950, as a means of assuring necessary military solidarity with the United Nations effort in repelling aggression, you undertook to place the land, sea and air forces of the Republic of Korea under the "command authority" of the United Nations Command. Your action referred to above violates that undertaking.

"As President of the General Assembly of the United Nations, I feel it my duty to bring to your attention the gravity of this situation. I hope and trust that you will co-operate with the United Nations Command in its continuing and determined efforts to obtain an early and honourable armistice.

"I should like to take this occasion to express, as President of the United Nations General Assembly, my profound sympathy for the sufferings of the people of Korea during the past three years, and my admiration for the valiant efforts of the R.O.K. Army in its co-operation with the forces of the

United Nations. It is my earnest hope that this co-operation will continue, not only in the immediate task of obtaining the armistice but in assuring that the armistice is thereafter faithfully observed, in order that we may jointly proceed toward our common objective of the unification of Korea by peaceful means. If this co-operation were ended, it would be the Korean people who would suffer first and suffer most."

L.B. Pearson,
President of the United Nations General Assembly.

Medicine For Arctic Outposts: Ottawa, June 23 (Transport Dept.) -- Nearly 4,000 tons of supplies will be shipped to Canadian Arctic outposts this summer by the Department of Transport, according to an announcement by the Minister of Transport. All but 580 tons will go to Eastern Arctic points.

A special consignment to the north this summer will be some 7,000 doses of anti-rabies vaccine being shipped north by the Department of Agriculture to some twenty outposts to offset a spread of this disease to the dog teams of the Eastern Arctic Eskimos. In addition, some 6,000 lbs. of medicine are included in the cargo, destined to replenish the supply of some five of the principal outposts.

Commercial Counsellor At Washington: Ottawa, June 23 -- Mr. Robert Guy Carington Smith, of Quebec City, has been appointed Commercial Counsellor at the Canadian Embassy, in Washington, D.C., where he will succeed Mr. John H. English, recently appointed Director of the Canadian Trade Commissioner Service, with headquarters in Ottawa. Mr. Smith recently arrived in Ottawa from Paris, where he was Commercial Counsellor for Canada.

Mr. St. Laurent Opens Election Tour At Windsor: Windsor, Ont., June 22 (CP) -- Mr. St. Laurent, starting off his campaign for re-election, tonight appealed to Canada's voters on the record of his Liberal Government.

His keynote speech launching a coast-to-coast tour called for electoral support on the promise of continuance of Liberal policies without holding out any specific new inducements.

The Prime Minister, beginning a 15-community, five-day Ontario tour, confined his address chiefly to a recital of the work of his Government over the last four years.

Mr. St. Laurent declared this as Liberal Party policy:

"Our aim is a land of expanding prosperity and expanding opportunities. Our aim is work for those who are able to work and security for the family and the home, our aim is a strong and united Canada which will give full scope for the development of a free and vigorous people.

"I believe the policies we have followed and the measures we have adopted have benefitted Canadians in every walk of life and in every section of the country...."

Mr. Drew Over Radio Network: Ottawa, June 22 (CP) -- Mr. Drew said tonight that taxes can be reduced by \$500,000,000 a year by "ending over-taxation" and increasing efficiency in government.

Taxes "can and must come down without delay," Mr. Drew said in a speech prepared for delivery in the CBC's free-time political series over the Dominion network.

The speech repeated the 16-point election manifesto presented by Mr. Drew in Guelph, Ont., last Friday—the Progressive Conservative Party's major pledges of action if it is voted into office in the August 10 election.

Across Canada: Mr. St. Laurent has sent messages of congratulations to the men who conquered Mount Everest, saying he shared "the elation" that greeted news of their triumph....Time lost through strikes and lockouts during May was slightly higher than the preceding month but lower than in the corresponding month a year ago, the Labour Department has reported....National Film Board officials Monday said that top sound engineers are in the midst of designing a complex sound deadening barrier that will surround the new studios of the Board in Montreal aimed at eliminating the sound of jet aircraft engines.



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Vol. 4, No. 120.

Wednesday, June 24, 1953.

Four Years To National Library: Toronto, June 24 (Globe & Mail) -- It will be another four or five years before Canada can boast a genuine National Library, Mr. Kaye Lamb, National Librarian, told the Canadian Authors' Association convention at Hart House yesterday. It has taken two and one-half years of solid work by his staff, already. When all the cataloguing is done the National Library will be able to put its finger on any one of millions of books, publications and other documents, whether in its own centre at Ottawa or any other Canadian library.

There is no real library building in Ottawa yet, he said. But the site has been selected and an architect engaged to plan one. The librarian estimates that the new National Library building should be completed within four years.

The fire in the Parliamentary Library last year helped the schedule along immeasurably, he said. The 400,000 to 500,000 books from the building are now in storage and there will be no place to put them until the National Library building is completed.

Right now the National Library is functioning, although it hasn't any building. It publishes a periodical survey of new Canadian work in "Canadiana."

This monthly catalogue of all works by Canadians anywhere in the world, which is circulated to 600 Canadian libraries, is a big boost to the unknown writer, the librarian said, in the place appreciated best--sales.

The library's principal interest is in having record, on microfilm or otherwise, of little known work which, when it goes out of print, may be impossible to obtain. Already it has catalogued about 3,000,000 volumes.

When the backlog of cataloguing is completed, a tremendous job will be finished, the Librarian said. It will mean that anybody with a serious interest in a Canadian book will have all the publication resources of the country at his finger.

Travel Restrictions: Ottawa, June 23 (CP) -- The External Affairs Department is awaiting full information from its Moscow Embassy on the easing of Russian travel restrictions before any consideration is given to Canada's own bans on travel by Russian Embassy personnel in this country.

A spokesman said today the Department so far has only press reports to go on and is awaiting complete details from the Embassy. No immediate action to relax the Canadian ban is anticipated.

\$8 Billion Annual Construction Possible By 1960: Muskoka, Ont., June 24, (CP) -- Volume of Canadian construction may reach \$8,000,000,000 annually by 1960, Mr. John N. Flood, of Saint John N.B., said yesterday.

Mr. Flood, who is President of the Canadian Construction Association, addressed the CCA's Central Canada regional meeting and said the huge 1960 figure, which would mean a doubling of today's volume, would be reached if the construction industry continues to expand at the rate of the post-war years to date.

Under such an expansion, he said, Canadian steel production would reach 6,500,000 tons; cement, production 47,000,000 barrels; and motor vehicle production more than 1,000,000 units.

"Some of these figures may sound somewhat fantastic, but no more so than if today's figures had been predicted in 1946...."

Mr. St. Laurent At Guelph, Ont.: Guelph, June 23 (CP) -- The Progressive Conservatives cannot deliver on their election pledge of \$500,000,000-a-year tax cuts, Mr. St. Laurent said tonight.

He said Mr. Drew is "promising the impossible" in predicting the tax slash he did in this same Western Ontario city last Friday night.

Mr. St. Laurent criticized many of the 16 points in the Progressive Conservative manifesto. At the same time, speaking in the Guelph arena, he wrote off chances of any party but the Liberals or Progressive Conservatives getting into power at Ottawa.

Speaking of Mr. Drew's party manifesto in general terms, the Prime Minister said he believes it would be "absolutely impossible" for any party to carry out the 16-point platform.

Mr. Knowles Speaks For CCF: Winnipeg, June 23 (CP) -- The CCF Party said tonight the "only way" Canadians can show their desire for a national health insurance plan is by voting CCF on August 10.

The Party's health insurance proposals, one of 10 points in its election platform, were outlined by Mr. Stanley Knowles, CCF candidate for Winnipeg North Centre, in a 15-minute speech in the CBC's free-time political series on the trans-Canada network.

"We are asking you in this election campaign to indicate your desire for immediate nation-wide health insurance," Mr. Knowles said.

"There is only one way you can do this, and that is by giving your support to the CCF, the only party which really believes in a national health programme..

Across Canada: Canada's Defence Research Board has perfected a new-type gas-mask which doesn't "fog up" as conventional masks do in cold weather. A Board official said today the mask solves the two major problems encountered by conventional masks in sub-zero temperatures....The Air Force is getting more of this year's Royal Military College graduates than the Army, possibly for the first time. Of 110 young men in the graduating class of the officer training school, 27 are going straight into the RCAF, 21 into the Army and two into the Navy....More than 1,000 men were fighting forest fires—some out of control—in Shawville and Maniwaki, Que., areas last night, the Ottawa Citizen reported....Convinced that real estate will be unable to carry the burden of increasing education costs much longer, Ontario trustees joined in a crusade to get more money out of the provincial Government for schools. A resolution introduced at the Urban and Rural Trustees' Association at Bigwin Inn, Muskoka, urged school boards to by-pass the Department of Education and go straight to Premier Frost and Cabinet with their plea, the Globe & Mail reports.



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INFORMATION DIVISION
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OTTAWA - CANADA

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Vol. 4, No. 121.

Thursday, June 25, 1953.

Year's Surplus Approximately \$24,000,000: Ottawa, June 24 (CP) -- Mr. Abbott today estimated the Government had a 1952-53 budgetary surplus of \$24,000,000.

This is one-half the \$48,000,000 Mr. Abbott forecast in his budget speech February 19, but almost triple the \$9,000,000 he predicted at the beginning of the fiscal year. This is the Government's seventh consecutive surplus.

The fiscal year ended March 31. Usually the final revenue and expenditure figures are not available for months later.

However, Mr. Abbott said that while final audited figures will not be available until about the end of July, it now is possible to give figures "which will be very close to the final results."

"These figures show total budgetary revenues of \$4,361,000,000, expenditures of \$4,337,000,000 and a surplus of \$24,000,000.

"In my budget speech on February 19, I estimated our revenues at \$4,375,000,000 and our expenditures at \$4,327,000,000 with a surplus of \$48,000,000. Revenues have turned out to be \$14,000,000 or one-third of one per cent below my forecast, and expenditures \$10,000,000 or one-quarter of one per cent above my forecast," Mr. Abbott said.

"The final surplus of \$24,000,000 is about one-half of one per cent of total revenues. It would hardly be possible to get closer to an even balance."

Ready To Begin Seaway Immediately: Finch, Ont., June 25 (Citizen) -- The federal Government is ready to begin construction of St. Lawrence Seaway canals immediately, Mr. Chevrier told the nomination convention of the Stormont Liberal Association here last night....

Construction of the International Rapids section of the seaway would make Cornwall the headquarters for the whole operation, Mr. Chevrier stated.

The project was nearer to completion than ever before, he declared, noting that the Federal Power Commission was expected to grant a licence to the New York State Power Authority soon to develop power with Ontario.

If there was an appeal against this licence, he said, there would be three alternatives, a canal on the Canadian side, a canal on the American side or a canal on each side....

Sees Greater Prosperity With War's End: Sudbury, Ont., June 24 (CP) -- Mr. Howe said here Wednesday that the end of the Korean war, instead of being a threat to Canada's economy, would bring "even greater prosperity."

Mr. Howe, speaking at a dual nomination here, scoffed at charges that a return to peacetime economy would upset present policies of the Government.

New Savings Bond Offering In October: Ottawa, June 24 (CP) -- The Finance Department announced today that an eighth series of Canada savings bonds will be offered the public in October.

Payroll savings plan arrangements for bonds are now being used by approximately 2,950 firms across the country, representing 88 per cent of all establishments employing more than 100 persons. Sales of the seventh bond series as of June 15 totalled \$372,000,000.

Farm Cash Income Declines: Ottawa, June 25 (CP) -- Farmers' cash income declined to \$531,100,000 in the first three months of 1953, a drop of \$28,700,000 from \$559,800,000 last year, the Bureau of Statistics reported yesterday.

Substantially smaller wheat payments and reduced returns from the sale of potatoes, tobacco and hogs were the main factors in the decline, the Bureau said. The drops more than offset income increases from the sale of wheat, barley, eggs, dairy products, cattle and calves.

Across Canada: Canada will have a new official Book of Remembrance, containing names of servicemen killed in the last war, ready in about two years. Cmdr. Alan B. Beddoe, who has charge of the work, said the book will likely be completed by October, 1955. It will contain approximately 45,000 names inscribed by hand on 600 pages of calfskin vellum....At the top and at the bottom, age limits are apt to disappear in the Civil Service. This was re-asserted yesterday with the making public of an order-in-council which confirms what Parliament did earlier this year. In April, in the amending of the Superannuation Act, Parliament removed the 65-year age limit at the top of the Civil Service, and practically removed it at the bottom by permitting many classifications to begin work in the public service at 16....Revised regulations for radio broadcasting in Canada, made by the CBC Board of Governors, were made public yesterday in the Canada Gazette. The new regulations, replacing those in force since October, 1949, follow the same lines as regulations proposed last fall by the CBC. However, they do not require stations to devote a specified percentage of time to Canadian programmes, as suggested last fall.



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Vol. 4, No. 122.

Friday, June 26, 1953.

Predicts Record Grain Exports: Regina, June 25 (CP) -- Mr. Howe predicted tonight that Canada's grain exports this year will hit a peak and estimated Western farmers will get a total of \$1,100,000,000 in Wheat Board payments in the crop year ending July 31 next....

Speaking at a political nomination meeting, Mr. Howe said he had seen the wheat business on the crest of a boom and farmers buffeted by depression and drought, but "never in my whole experience, extending over many, many years, have I seen a period of such steady prosperity as the period since the end of the Second World War."

"By the time this present crop year runs its course, we are going to have new records established in the volume of grain delivered by producers and the volume of grain exported from Canada. To me that is an achievement in the management of grain supplies and one that gives me great satisfaction."

Yellowknife Seeks Municipal Status: Yellowknife, N.W.T., June 25 (CP) -- The Northwest Territories Council today received proposals for new steps toward local self rule in Canada's North, but was told the day for full self-government is not in sight.

The Speech from the Throne, read at the opening of the fourth meeting of the "Little Parliament of the North," asked the Council to clear the way for Yellowknife itself to have a fully elected council and mayor instead of the partly appointed, partly elected Board of Trustees that rules now.

This would make this mining town of 3,000 the first self-run community in the Territories. However, both Whitehorse and Dawson City in neighbouring Yukon have had self-rule for some time.

The Speech, read by Maj.-Gen. Hugh Young, as Commissioner of the Territories, called these proposals "important and well-merited" and said they are based on the fact that this mining town "has, in general assumed the financial responsibilities normally borne by municipalities in the Provinces" and has "a record of active interest in its own government."

The Speech said another bill would change the name of local administrative districts to municipal districts and give their councils certain powers normally held by municipalities of the Provinces.

Chalk River A-Reactor Is "Buried": Chalk River, June 25 (CP) -- The story of Calandria's funeral was officially told today—a weird, other-worldly tale of how atomic scientists removed and buried probably the biggest radioactive object man has handled.

In one long piece of delicate and grotesque surgery, the deadly 2½-ton aluminum tank—officially known as the Calandria—which long held the guts of the world's best atomic reactor was lifted from the broken-down reactor and conducted to its grave.

The details were issued weeks after the event by Dr. C.J. Mackenzie, Canada's atomic chief.

Can-shaped Calandria's coffin was a giant canvas bag which kept parts from dropping to the ground. Its hearse was a towering grader. Its grave consisted of a huge hole in the ground covered by heaps of sand. Its final salutes came from recording instruments which agitated wildly as it went by. Its attendants were supervisors who drove ahead in cars and health surveyors who drove along behind to see if Calandria was shedding dangerous radioactive contamination on its way to the grave.

Everybody else kept out of sight. Even the main gate of this secretive atomic project stood unguarded for the first time in years as the funeral procession went through; this was probably the "hottest" corpse ever buried in Canada. The radiation field around it was equal in strength to that from half the radium ever produced.

Nobody was hurt, mainly because the whole thing was handled with care and preparation that rehearsed every action beforehand.

This unique event in the world's atomic experience was one of the last stages in the dismantling of the insides of the NRX reactor which broke down in December but now will be rebuilt better than ever—an important precedent in atomic science. It was a precedent because the 5-year-old NRX was the first important reactor to reach the point of collapse.

The weeks since have shown, among other things, that work can be carried out safely in radiation fields once thought too strong for human safety.

Mr. St. Laurent At Owen Sound: Owen Sound, Ont., June 25 (CP) -- The Progressive Conservatives are making empty promises about boosting Canada's foreign trade, Mr. St. Laurent said tonight.

The Prime Minister said this country cannot crack the dollar-sterling problem to have Canada sell more abroad as Mr. Drew has indicated his party will do. He suggested that was more a job for the United States than for Canada.

This would be through the U.S. purchasing more goods from other countries so these could import more.

Mr. Drew At Quebec City: Quebec, June 25 (CP) -- Mr. Drew said tonight his party "is determined to resist every attempt to further centralize power in Ottawa." He said his party is opposed to centralization because "it threatens the rights and authority of provincial governments as well as the financial independence of municipal councils."

Speaking in French he promised "to restore to the Province and municipalities full autonomy in their own affairs, and to respect the spirit and the letter of the British North America Act."

Across Canada: Canada's 3,000 Coronation sailors returned from the Spithead naval review yesterday. The five Canadian warships and the visiting Australian aircraft carrier, Sydney, glided easily into their berths in Halifax while four military bands played on shore, the Canadian Press reported.... The strike of more than 500 drivers of ready-mix cement trucks and building supply vehicles in Toronto Tuesday is beginning to affect some of Toronto's construction projects. With stockpiles of building materials dwindling and the lack of cement, early layoffs in the construction industry are threatened....



Miss Armstrong

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Vol. 4, No. 123.

Monday, June 29, 1953.

Mr. Hammarskjold And Mr. Pearson Meet In Ottawa: Ottawa, June 26 (Dept. of External Affairs) -- The President of the United Nations General Assembly, Mr. L.B. Pearson, and the Secretary-General, Mr. Dag Hammarskjold, met today in Ottawa to discuss arrangements for the convening of the Assembly if an armistice is concluded in Korea. It will be recalled that the Assembly is required to meet under the terms of the Resolution adopted on April 18 last, which reads in part as follows:

"Decides to recess the present session upon completion of the current agenda items and requests the President of the General Assembly to reconvene the present session to resume consideration of the Korean question (a) upon notification by the Unified Command to the Security Council of the signing of an armistice agreement in Korea; or (b) when in the view of a majority of members other developments in Korea require consideration of this question."

Preliminary consideration was also given to the arrangements required and the procedure that might most usefully be followed at any United Nations meeting called to discuss the peace settlement in Korea which is to follow an armistice.

Views were also exchanged as to how and when the Assembly might be reconvened if the present situation regarding an armistice in Korea were prolonged in a way which would appear to the members of the Assembly to require a meeting.

Budget Surplus \$200,000,000 For Two Months: Ottawa, June 26 (CP) -- The Government produced a surplus of \$120,820,000 in its May budget accounts, boosting the total for the first two months of the 1953-54 fiscal year to \$200,246,000.

The May surplus, however, was down \$20,700,000 from \$141,515,000 last year and the two-month total was down \$40,900,000 from \$241,129,000, Mr. Abbott said in issuing the May statement of the Government's financial operations.

"As I have pointed out on many past occasions, based on long years of experience, the Government's revenues in the earlier months of each fiscal year are always large, while expenditures are always much more heavily concentrated in the later months," he said.

"For example, a year ago our surplus in the first two months was \$241,000,000, yet we ended the year, as I announced a few days ago, with a surplus of only \$24,000,000.

"...If we do not build up substantial surpluses in the earlier months of the year, a deficit for the year as a whole is inevitable."

Both revenues and expenditures were higher during May than a year ago. But the jump in spending resulted mainly from the inclusion of Canada's annual \$25,000,000 Colombo Plan grant in the May accounts. Defence spending, which had caused increases in previous months, was down.

During May budgetary revenues rose to \$409,858,000 from \$402,193,000 last year, bringing the two-month total to \$678,632,000 from \$667,512,000.

Says Canada Pricing Food "Out Of Picture": Ottawa, June 27 (Citizen) -- Canada must either cut the prices of its agriculture products or lose its markets in the United Kingdom, Sir Andrew Jones, Head of the British Food Mission in Canada, warned last night.

Speaking to delegates to the mid-summer convention of the Ontario Retail Farm Equipment Dealers' Association, Sir Andrew said Canada was "pricing products right out of the picture" as far as Great Britain was concerned. The convention was held at Whitehill Glade.

"We would like nothing better than to buy bacon, cheese and other things from you," he said. "But the prices you are demanding — and getting from other sources — make it impossible for us to do business.

"Britain's balance of trade with Canada is growing steadily worse. And to trade you need not only a willing seller but also a willing buyer."

Sir Andrew said that the problem was an extremely difficult one to solve.

"You can't use sentiment as a basis for trading. Money counts. It's only natural to sell to the highest bidder."

Mr. St. Laurent At Oakville, Ont.: Hamilton, June 26 (CP) -- Mr. St. Laurent said today he is sure an agreement will be reached between the federal Government and the Provinces on constitutional issues.

He said that he is certain that some day they will agree on methods of amending the constitution in matters of joint federal-provincial interest. A 1950 conference of Government heads in Ottawa failed to settle the question.

The Prime Minister's statement was made at a picnic-type outdoor meeting in nearby Oakville.

Mr. Drew At Regina: Regina, June 29 (CP) -- Mr. Drew, Progressive Conservative Leader, said Saturday night the same savings could be made in Canada's defence expenditures as in the United States, where a congressional committee found a 10-per cent cut could be made.

Mr. Drew said the Progressive Conservative party, if elected to power August 10, would find "many millions of dollars" in savings in the Defence Department and indicated he would appoint more than one Defence Minister to reorganize the Department.

Across Canada: The Government's old-age pension scheme showed a \$2,647,000 deficit in May. As in previous months, the Government made up this deficit with a temporary loan. This brought total temporary loans paid to the pension fund since April 1, 1952, to \$110,186,444....An RCAF jet Comet transport aircraft Saturday made a record non-stop flight from Vancouver to Ottawa in four hours 41 minutes. Air force officers said this was a little more than half the time the flight would have taken a piston-engined airliner....Social Credit members were the real fathers of such benefits as family allowances and old age pensions, Mr. Solon Low, national leader of the Social Credit party, said Saturday at Aurora, Ont., the Canadian Press reported....Mrs. M.J. Coldwell, wife of the Leader of the CCF Party, who followed her husband's political career through 21 years in a wheel-chair, died early Friday at her Ottawa home. She was 64.



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Vol. 4, No. 124.

Tuesday, June 30, 1953.

Labour Sends Protest To Soviet Embassy: Ottawa, June 29 (CP) -- Canada's two top labour bodies today jointly accused Russia of "murderous repression" of the workers' rights in the recent uprising in East Germany.

A strong protest against the use of Soviet troops and tanks to attack and put down the East German strike was sent to the Soviet Embassy. It was addressed to the Chargé d'Affairs.

The letter was signed by Mr. Percy R. Bengough, President of the 520,000-member Trades and Labour Congress, and Mr. A.R. Mosher, President of the 370,000-member Canadian Congress of Labour.

Mr. Howe Combines Three Divisions: Ottawa, June 29 (CP) -- Mr. Howe today announced the appointment of Dr. H.H. Saunderson, 49, as Director of the Department's ammunition division to replace Mr. H.R. Malley, who is resigning to devote full time to his position as President of Crown Assets Disposal Corp.

Mr. Howe announced also that three divisions of the Department, the non-ferrous metals, priorities and steel divisions, will be combined in a new materials division to be headed by Mr. J.P.C. Gauthier, present Director of Priorities.

Fair Employment Act Now In Effect: Ottawa, June 30 (Dept. of Labour) -- Canada's Fair Employment Practices Act, passed at the last session of Parliament, comes into effect tomorrow, July 1. The objective of this Act is to prevent and eliminate practices of discrimination against persons in regard to employment and in regard to membership in trade unions because of race, national origin, colour and religion. The Minister of Labour, Mr. Gregg, in a statement today, said that although the Act applies only to works and businesses within federal jurisdiction, it was expected that the legislation would have a far-reaching and healthy influence all across the country.

The Act states that no employer shall refuse to employ, or continue to employ, or otherwise discriminate against any person in regard to employment or any term or condition of employment, because of his race, national origin, colour or religion. Further, an employer is not to use any employment agency which practices discrimination against persons seeking employment.

Under the Act, employers are not permitted to publish any advertisement relating to employment which expresses directly or indirectly any limitation or preference based on race, national origin, colour or religion, except in cases where the preference or limitation is based on a bona fide occupational qualification. There are similar provisions against the use of application forms by an employer which express such limitations.

Charges Canada, U.S. Railways In Rates "Deal": Ottawa, June 29 (CP) -- The Board of Transport Commissioners today reserved judgment on an appeal against a \$1,000,000-a-year freight-rate boost on West Coast lumber shipped to Toronto, Montreal and other Eastern Canadian markets.

Mr. C.W. Brazier of Vancouver, Counsel for the British Columbia Lumber Manufacturers Association and other Western lumber groups which initiated the appeal, said the rate boost would throw the whole Western lumber rate structure into "utter confusion."

He charged the increase was part of a secret tariff deal between Canadian and American railway interests operating out of the Pacific Coast. The charge was promptly denied by railway witnesses.

Moreover, said Mr. Brazier, Canadian railways took part in rate setting not only in Canada but also in the United States and thus created a situation in which they "compete with themselves."

The rate boost, he added, was discriminatory. It was lower on shipments from Vancouver to New York than from Vancouver to Montreal.

Mr. Drew At Victoria, B.C.: Victoria, June 29 (CP) -- Mr. Drew says Communists are in a position to sabotage some of Canada's vital industries. He said in a press conference here today that known Communists are employed in Government agencies and vital industries and, in the case of Government agencies, the Government is aware who they are....

Mr. Low At Ottawa: Ottawa, June 29 (CP) -- Mr. Low, National Social Credit Leader, tonight charged the Liberal Government with financial "mismanagement" and said his party will dedicate itself to the job of "restoring the purchasing value of the Canadian dollar" if elected to power....

Mr. Croll On Health Insurance: Midland, June 29 (Globe & Mail) -- The prediction that a health insurance plan will be initiated at the first session of the new Parliament was made here tonight by Mr. David Croll, Toronto Liberal.

Speaking at a Simcoe East nomination meeting, Mr. Croll told his audience: "Health insurance must be undertaken at the first session of a new Parliament. It will be, I am sure, a workable plan, not just something on paper."

Across Canada: The RCMP issued a warning at Penticton, B.C., on possible new Sons of Freedom Doukhobor raids in the South Okanagan fruit belt after a week-end of violence that saw 10 homes destroyed in the Kootenays.... Dr. James S. Thomson, Dean of McGill University's Faculty of Divinity, has been appointed Robertson lecturer at the University of Glasgow, it was learned yesterday, according to the Montreal Gazette. Dr. Thomson will deliver six lectures at the University next January to fulfill the conditions of the lectureship. It is a three-year appointment. He succeeds Dr. Emil Brunner, a noted European theologian.... Arthur St. Clair Gordon, 58, businessman who succeeded the late Mitchell F. Hepburn as Ontario Provincial Treasurer and served as Liquor Commissioner under both Liberal and Conservative administrations, died in Wallaceburg Monday.



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Vol. 4, No. 125.

Monday, July 2, 1953.

U.S. Dairy Curbs Protested: (Press Release No. 49, July 1.) -- The Department of External Affairs today announced that the Canadian Government has protested to the United States about the continuation of its restrictions on the import of Canadian dairy products. The Canadian Government considers that these restrictions constitute an infringement of international Agreements, unnecessarily restrict Canadian-United States trade and impair international trade generally.

The United States originally restricted the import of fats, oils and dairy products under Section 104 of the Defence Production Act of 1951. Section 104 expired on June 30th but the United States imposed new restrictions on July 1 under the authority of Section 22 of the Agricultural Adjustment Act. The harmful effects of these restrictions have been of constant concern to the Canadian Government and representations have been made to the United States on several occasions.

The text of the Note which was presented on June 30 to the State Department by the Canadian Ambassador in Washington followed the text of this announcement.

Federation Of Canadian Music Festivals: Peterborough, Ont., July 1 (CP) -- A national music festival was brought a step nearer yesterday by the Federation of Canadian Music Festivals meeting in annual convention here.

The more than 30 delegates from every province except Quebec decided to have the Director from each Province submit a list of ideas to the 1954 convention on the possibility of such a festival.

The question was first raised by the Federation last year and at that time a committee was formed to consider the question.

Mr. Benjamin Gus of Saint John, N.B., Committee Chairman, said yesterday:

"It is believed that we stand now at the cross roads of development of the national music festival movement and that a spirit venturesome would establish the Federation as a potent force in the musical life of the country."

Mr. John Melnyk, Winnipeg musician, submitted a list of recommendations for the festival. He suggested that competitors should be required to present a complete concert programme from a specified list or free list as may be decided by the governing committee. Two concerts, one classical and one romantic or modern would be required.

The competition would be in three stages: preliminary examination, public competition and performance with an orchestra.

The major award would be a trans-Canada tour and concerto performances with every orchestra in Canada.

The Metropolitan Church Choir of Toronto and the English Choral Singers of Halifax were named joint winners of the National Federation Trophy awarded by the entire team of adjudicators officiating at the main chain of music festivals for the best performance by an adult choir.

S.C. Apparent Victor In B.C.: Vancouver, July 2, (CP) -- British Columbia's Social Credit Government still seemed certain of re-election as returns trickled in from the alternative vote count.

The latest count showed Social Credit with 17 members elected to the 48-seat Legislature and CCF 12. Five other members were elected, representing Labour, Liberal and Progressive Conservative parties. Social Credit held a lead in 12 ridings and CCF in two.

\$30,000,000 Order For Sabre Jets Reported: Toronto, July 2 (Globe & Mail) -- Canadair has received a substantial order for F-86E Sabre jets for the Royal Canadian Air Force from the Canadian Government, Company President J.G. Notman announced July 1.

The contract is for 120 of the fighting planes and is said to be worth between \$30,000,000 and \$40,000,000 to Canadair.

Mr. Notman said the Sabre order is to replace those sold last year by the Canadian Government to the United States Air Force.

U.S. Business Executives' Visit: Ottawa, June 30 (CP) -- A small army of air-minded United States business men is planning a friendly invasion of Canada by air in the latter part of next month, the Government Travel Bureau announced today.

Travelling in 80 privately-owned light aircraft from Northern California, Oregon and Washington, the invaders will hit Lethbridge, Alta., first and then sweep eastward to the Maritimes.

One hundred light planes will carry about 300 persons in the tour starting at Lethbridge July 25. The tour is sponsored by the Royal Canadian Flying Clubs Association and the Portland, Oregon, Chamber of Commerce.

Most of the Americans will be business executives who in previous years visited Alaska, Cuba, Hawaii and South America on similar tours.

Across Canada: At St. John, N.B., Mr. St. Laurent defended Liberal policies on federal-provincial division of taxing powers and said he is willing to meet the Progressive Conservatives head-on if they want to make that the chief issue of the election campaign. The Provinces' rights have been made stronger and provincial autonomy more secure under federal-provincial tax rental agreements, he said, challenging the Progressive Conservatives' policy for a re-allocation of taxing authority between the two types of Government. Any constitutional change permanently re-allocating tax powers, he said, will have to be made by some other Government than his.... At New Westminster, B.C., Mr. Drew said Canada's export markets in Britain and other sterling areas can be regained by a positive approach and by faith in the future of Britain. He told an audience of 150 that British Columbia has lost its British markets for lumber, salmon and other products because the Government didn't have enough interest in the British market to keep it open, the Canadian Press reported.... A CCF Government would bring "some sunshine" into the life of the old-age pensioner, a spokesman for the Canadian Congress of Labour said as the 370,000-member labour body threw its support behind the CCF election campaign.



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Vol. 4, No. 126.

Friday, July 3, 1953.

Additional \$500,000 For UNICEF: (Press Release No. 50, July 3.) -- The Department of External Affairs announced on July 3 that Canada has made a further contribution of \$500,000 to the United Nations International Children's Emergency Fund (UNICEF). A cheque for this amount has been forwarded to the Canadian Commercial Corporation where it will be used for the purchase by the Fund of commodities required to implement its programme.

Including the contribution now made to UNICEF for the year 1953, the Canadian Government has contributed \$8,475,050 to the Fund since its establishment. In addition voluntary contributions from Canadians have reached approximately \$1,500,000.

Mr. St. Laurent In Newfoundland: St. John's, Nfld., July 3 (CP) -- Mr. St. Laurent spend yesterday, July 2, campaigning Newfoundland-style, touring 100 miles along craggy seacoast, talking informally to fishermen who scratch a living from the sea and rocky soil and eating a picnic lunch by the road with a group of voters and their youngsters. At night he delivered two outdoor speeches in the Capital.

Campaigning with the Prime Minister were Liberal Premier Joseph Smallwood and Mr. John W. Pickersgill, former Clerk of the Privy Council who recently became Secretary of State and is running in Newfoundland's Bonavista-Twillingate riding.

They led a mile-long cavalcade of automobiles through the winding, precipitous roads of the Avalon peninsula down to the south-east corner of Newfoundland in a seven-hour tour of that fishing area.

Outport villages decked out in flags and bunting greeted the Prime Minister's party all through the peninsula, with the families turning out in little knots at crossroads and communities to hear him. Hip-booted fishermen fresh from the cod grounds mingled with flag-waving boys and girls.

Mr. St. Laurent spoke a half-dozen times to these gatherings before returning to his hotel here for his St. John's night meetings.

S.C. Government Assured In B.C.: Vancouver, July 3 (CP) -- Premier W.A.C. Bennett's Social Credit Government, assured of re-election, drove within five seats of a clear majority last night as counting of alternative choices continued from the June 9 British Columbia election. Social Credit and CCF each added another member to the elected list during the day.

The standing late last night was:

Elected		
SC	.....	20
CCF	.....	13
Lab.	.....	1
Lib.	.....	3
PC	.....	1
Leading		
SC	.....	9
CCF	.....	1
Total	.....	48

For a working majority, the Government will need 25 seats in the 48-seat legislature.

Final strength of Social Credit may not be known until next week. A re-check of first choices held up final results in Vancouver ridings where only two of nine seats have been settled.

NATO Group Meeting In Halifax: Halifax, July 3 (CP) -- Thirty North Atlantic Treaty Organization communications officers will meet here July 6 to plan extensions of communications services in the North Atlantic area. It is the third such meeting to be held here.

Court Weighs Reporter's Right To Conceal News Sources: Vancouver, July 3 (CP) -- Decision has been reserved by Mr. Justice Norman Whittaker in a case involving the right of a reporter to conceal his sources of information.

The case is a libel suit brought by Mr. Gordon S. Wismer, former Attorney-General of British Columbia, against Maclean-Hunter Publishing Co. Ltd., of Toronto and Mr. Blair Fraser, Ottawa correspondent for Maclean's Magazine.

Mr. Justice Whittaker reserved decision Tuesday on an application for an order to compel Mr. Fraser to give the names of persons who gave him information on which he based an article entitled: "B.C. Coalition Commits Suicide."

Across Canada: Speaking at Calgary last night, Mr. Drew said that Prime Minister St. Laurent has "made it clear" the Liberal Government intends to keep "centralized control over the tax dollar."...The Navy's aircraft carrier Magnificent sailed yesterday from Halifax for Saint John, N.B., and annual drydocking. She will be laid up a month for hull scraping and painting.... Georges Lapalme, Provincial Liberal Leader, said last night he will resign as party leader if he is defeated in the Montreal Outremont by-election July 9, according to the Canadian Press.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 127.

Monday, July 6, 1953.

Immigration Down 27 Per Cent: Ottawa, July 3 (Globe & Mail) -- Immigration to Canada in the first five months of this year was 27 per cent below 1952, according to Government figures released today.

A total of 59,960 newcomers entered the country compared to 82,088 during the Jan.-May 31 period of 1952. Immigration from the British Isles at 18,745 was four-tenths of one per cent above 1952 while the U.S. total, 3,956, was up 32 per cent.

But the number of admissions from North Europe fell 22 per cent below 1952 while the total from all other countries was down 56 per cent. At 24,364, the North European immigrants formed the largest group, being about one-third more numerous than the newcomers from the British Isles.

During May, immigrants numbered 20,905, the highest number for any month so far this year. This figure was 1,057 higher than of May, 1952. The general decrease from the 1952 figures was effected during the first four months of the year.

The English, who numbered 11,507, formed the largest single national group of immigrants during the five months. Germans followed closely with 11,061. Other large groups were the Dutch, 8,707, and the Italians, 6,193. The same pattern was maintained in the single month of May.

Canada, U.S., In Beaufort Sea Expedition: Ottawa, July 3 (CP) -- Canadian and American sea and air forces will participate in an oceanographic and hydrographic expedition in the Beaufort Sea from July to October, it was announced here today. The Beaufort Sea is in the lower Arctic, north of Alaska.

Lancaster bombers from the RCAF's 404 Maritime Squadron will make ice reconnaissance flights out of Resolute Bay, on Cornwallis Island, during a period of the expedition.

The U.S. Navy icebreaker Burton Island will endeavour to deliver supplies to the joint Arctic weather station at Mould Bay, Prince Patrick Island. If successful, it will be the first visit to this station by icebreaker.

Living Costs Reverse Trend: Ottawa, July 3 (CP) -- Living costs made their biggest jump in 19 months during May with a sudden rise in food prices reversing the continuous six-month decline in the consumer price index.

The yardstick based on 1949 prices equalling 100, rose by one-half a point to 114.9 from 114.4, the Bureau of Statistics reported today. It was the biggest increase since the jump of four-fifths of a point in October, 1951. The peak was 118.2 in December, 1951.

House Building Costs Rise 7 P.C.: Ottawa, July 6 (CP) -- Cost of building a home in Canada last year was seven per cent higher than in 1951. Interest rates on housing loans also rose. The owner put up more money himself to finance his house. Housing facts and figures for 1952 were issued July 2 in the annual review of Central Mortgage and Housing Corporation.

Mr. St. Laurent Ends Maritime Tour: Campbellton, N.B., July 6 (CP) -- Prime Minister St. Laurent last night wound up his first Maritime election tour with station-stop speeches at Bathurst and Campbellton, N.B.

For Saskatchewan Irrigation Project: Saskatoon, July 5 (CP) -- Mr. Drew said Saturday night that his party has pledged "unqualified support" to the South Saskatchewan River power and irrigation project.

Mr. Knowles On CCF Policies: Windsor, July 5 (CP) -- Mr. Stanley Knowles, speaking for the CCF Party, said today his party was anxious to see Canada's workers receive their fair share of the country's wealth. Mr. Knowles reviewed CCF promises to provide a national health plan and a housing programme under which "every worker could own his own home."

Across Canada: The Canadian Red Cross Society will send \$20,000 in Canadian funds for immediate relief of flood stricken Japanese families. Half of the amount is being supplied by the Junior Red Cross to aid Japanese children suffering from floods which killed 1,202 and injured 1,104 persons, it was announced.... Premier Duplessis of Quebec announced that the Quebec Hydro-Electric Commission has been authorized to spend \$4,000,000 for a power line to the Chibougamau gold mining area....Ottawa's electors in the four ridings of the National Capital area have increased by almost 10,000 since the 1949 general election, constituency returning officers reported on the basis of the preliminary enumeration figures....The last flicker of fires which, during the past two weeks have devastated Northern Quebec forests to within 92 miles of Ottawa, were reported dying....



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Vol. 4, No. 128.

Tuesday, July 7, 1953.

Mr. Pierce Ambassador To Brazil: (Press Release No. 51, July 7.) -- The Department of External Affairs announced on July 7 the appointment of Mr. Sidney Pierce as Canadian Ambassador to Brazil, to succeed Dr. E.H. Coleman who is retiring from the public service. Mr. Pierce is Minister at the Canadian Embassy, Washington, and in that capacity is Director of the Washington office of the Department of Defence Production.

(Also announced by the Prime Minister was the appointment of Mr. John S. McDiarmid, to be Lieutenant-Governor of Manitoba, effective August 1, and the appointment of Mr. Leslie Mutch, former Member of the House of Commons for Winnipeg South, to be Deputy Chairman of the Canadian Pensions Commission, effective immediately.)

Social Credit Has Majority Government In B.C.: Vancouver, July 6 (CP) -- Social Credit, headed by Premier W.A.C. Bennett, tonight elected a majority government when three more members were declared elected under the alternative voting system.

Social Credit now has elected 27 members to the 48-seat house. It needed 25 for an overall majority.

The CCF with its new leader, Arnold Webster, will form the official opposition, a position it has held in B.C. for 20 years. The CCF has elected 13 members.

Party standing tonight:

	Elected	Leading
SC	27	2
CCF	13	1
Lib	3	-
PC	1	-
Labor	1	-
Total	48	

Premier Bennett headed a minority government last year, facing the House with 19 members against 18 for the CCF.

Builders Criticize Subsidized Housing: Montreal, July 6 (CP) -- Subsidized housing was criticized today by Canadian builders.

Management committees of both the National House Builders Association and the Quebec Home Builders Association, meeting jointly in Montreal, urged Canada's next Government to put prospective home owners at the top of its list and provide increased mortgage facilities and lower down payments on National Housing Administration loans.

Mr. Gordon S. Shipp of Toronto, National President, said prospective home owners should be given priority in any housing policy, followed by people who could afford to pay economic rents.

Mr. Shipp added:

"The aged, infirm, unemployed, widowed and orphaned are not directly benefitted by subsidized housing legislation. Instead it is the highly privileged few who are earning as much or more than home owners, but who spend their money in other ways and look to the state to provide subsidized housing for them."

National Health Programme: Ottawa, July 6 -- The Health Department has issued a glowing report of achievements since the national health programme was started in 1948.

"Because of the stimulus and support provided by the national health programme, the report said, "all provincial and local governments have substantially increased their expenditures on health."

Three thousand health projects started by the provincial Governments and supported by the federal treasury to the extent of \$93,997,692 had directly affected 75 per cent of Canadians, the report said.

In a foreward, Health Minister Paul Martin said the average duration of life for Canadians had increased by 20 years since the start of the century.

South Saskatchewan Irrigation Project: Ottawa, July 6 (CP) -- Mr. St. Laurent said today that only the concurrence of the Alberta Government is required before a final decision is reached on construction of the controversial South Saskatchewan irrigation and power project.

However, he made clear that the federal Government has not yet made up its mind whether it will finally agree to participate in the project which for years has been a contentious political issue on the Prairies.

The big Saskatchewan water and power development, which a Royal Commission said would cost \$250,000,000 and was uneconomic, would mean harnessing Saskatchewan River waters which cross all three prairie provinces.

Mr. Coldwell At Saskatoon: Saskatoon, July 7 (CP) -- Mr. Coldwell said last night his CCF party would propose a host of social benefits if elected to power, including a "good kitchen sink and a first-class bathroom" in every home. At the same time he described the promise of the Progressive Conservatives of reducing taxes by \$500,000,000 a year as the "most dishonest political promise that has been made in this country since Social Credit promised every one in Alberta \$25 a month."

Across Canada: Between 1,400 and 1,500 Ford of Canada employees will be dismissed during August as a result of the shift of passenger car assembly operations to the new plant in Oakville, the Company announced yesterday. The Company said notices to this effect were sent to the employees yesterday....Fifty Canadians, including 35 citizens of Greek origin, were presented with Greek Red Cross medals at Ottawa. The presentations were made by Mr. Raoul Bibica-Rosetti, the Greek Ambassador. The recipients were persons who had rendered services to Greece during the Second World War....Manitoba farmers, who earlier this year faced a possible drought, now are being plagued by hail, rust and excessive moisture, the Canadian Press reported.

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Vol. 4, No. 129.

Wednesday, July 8, 1953.

May Imports Break Record: Ottawa, July 7 (CP) -- Imports soared to a record high during May, bumping up Canada's foreign trade deficit another \$37,200,000. It was the fifth successive monthly deficit this year.

The Bureau of Statistics reported today that the total deficit for the first five months of 1953 stands at \$209,900,000. There was a surplus of \$114,800,000 for the same period last year.

Exports totalled \$1,603,700,000 in the January-May period this year, a drop of \$137,200,000 from the same period in 1952. At the same time, imports rose from \$1,626,100,000 to \$1,813,600,000, leaving an unfavourable trade balance of \$209,900,000.

May imports rose to an all-time monthly peak of \$422,200,000 compared to \$393,100,000 the previous month and \$386,000,000 in May, 1952. Previous monthly high was the \$405,100,000 in May, 1951.

May exports amounted to \$385,000,000, a decline of \$1,900,000 from May of the previous year. This left an unfavourable trade balance of \$37,200,000 for the month compared to a surplus of \$1,000,000 for May, 1952.

The \$422,200,000 import figure, when compared to the previous high in May, 1951, represents a bigger rise in volume than the value figures indicate because prices on the average now are lower than they were then.

The Bureau said the deficit this year is less than that of 1951, which amounted to \$295,800,000 at the end of May.

Major part of the increased buying in May was accounted for by higher imports from the United States — \$314,800,000 compared to \$282,900,000 in May a year ago. Exports to the U.S. increased from \$202,000,000 to \$224,200,000 leaving a deficit of \$90,600,000 compared to \$80,900,000 in May, 1952.

Trade deficit with the U.S. for the first five months of this year was \$388,000,000 compared to \$284,800,000 for the comparable period in 1952. Exports increased from \$937,700,000 to \$991,500,000 but sales swept farther ahead, from \$1,222,500,000 to \$1,379,500,000.

While Canada's trade gap with the U.S. widened, Britain's gap in Canadian trade continued to narrow.

Canadian purchases from Britain increased in May from \$33,200,000 last year to \$43,200,000 this year. Exports to the United Kingdom were down from \$87,800,000 to \$68,500,000, leaving a surplus of \$25,300,000 compared to a \$54,600,000 surplus in May last year.

Purchases from the U.K. for the first five months of this year totalled \$176,300,000, an increase of 35 per cent over the same period last year. At the same time, exports dropped to \$238,500,000 from \$318,100,000 and the surplus was \$62,200,000. Last year in the comparable period it was \$188,200,000.

Says St. Lawrence Project May Start Soon: Morrisburg, July 8 (Citizen) -- Construction of the multi-million dollar St. Lawrence seaway project may be started almost immediately, the Minister of Transport, Mr. Chevrier, said here last night.

Speaking at a Liberal rally he said that United States is about to give final permission.

"We have been told in about 10 days time, the New York Power Authority will receive license from the Federal Power Commission in Washington to proceed with this important project," he said.

"Once this has been accomplished, your federal Government is ready to go ahead with the job.

"The first step will be the construction of a control dam at Iroquois in co-operation with the Ontario Hydro Commission.

"At the same time the Government will launch work on navigation facilities at Cornwall," he said.

Mr. Chevrier warned that litigation launched by obstructionists in United States might hold up work on the project.

"We have been assured by United States authorities that there is no likelihood that opponents will succeed in killing the project."

"They might use tactics that will delay for some time," he said.

Report Unemployment Insurance Coverage Extended: Ottawa, July 7 (CP) -- Extended unemployment insurance coverage for Canadian workers will go into effect August 3, it was learned today.

The enlarged benefits -- covering persons who become incapacitated after losing their jobs -- were authorized at the last session of Parliament, but proclamation of the measure was delayed while details of the plan were worked out.

Officials said today Unemployment Insurance Commission offices across the country now have been equipped with instructions for applying the legislation. It will be proclaimed July 18, to go into practical operation August 3.

Mr. Drew On Trans-Canada Network: Ottawa, July 8 (CP) -- Mr. Drew said last night a Progressive Conservative Government could cut \$200,000,000 a year from the defence budget alone. He said Liberal Government members "admit they are incapable of tearing down this Frankenstein of waste and extravagance which they have created."

Mr. Drew, in a 15-minute speech recorded at Fort William Monday night for delivery last night over the CBC Trans-Canada Network in the CBC's free-time political series, dealt solely with his party's election promise of a \$500,000,000 annual tax reduction.

Across Canada: In the last surprise of the election in British Columbia, Mr. Arthur Laing, new Liberal Leader, captured a seat from Social Credit. He defeated Education Minister Mrs. Tilly Rolston as the count was completed in the multi-seat riding of Vancouver-Point Grey, the Canadian Press reported from Vancouver.... Contracts to six Canadian shipbuilding companies for construction of six minesweepers for the Royal Canadian Navy were announced by the Production Department. The vessels are in addition to 14 minesweepers now under construction, and will replace six being transferred to the North Atlantic Treaty Organization as part of Canada's mutual aid programme.... Some 50,000 Orangemen from Eastern Ontario and Watertown, N.Y., will take part in mammoth parades to celebrate the 263rd anniversary of the Battle of the Boyne in Ottawa July 12-13.



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Vol. 4, No. 130.

Thursday, July 9, 1953.

Mr. St. Laurent On Communism: Winnipeg, July 8 (CP) -- Mr. St. Laurent today opened his western election campaign with an attack on Communism, branding it as a "godless, reactionary and destructive doctrine."

But he warned against raising false hopes of armed support for those behind the Iron Curtain who seek to throw off their chains and become free.

"A policy of liberation that would lead to a general atomic war could do no good to anybody," he said in a speech prepared for delivery before the fourth all-Canada Congress of the Ukrainian Canadian Committee.

In Canada as in other countries Communism is "subversive and a threat to security," said Mr. St. Laurent. It had to be "watched and countered."

"We must take advantage of every opportunity to show that the Canadian communist leaders and their dupes are tied hand and foot to Moscow and that Moscow now is primarily interested in foreign Communism merely as an auxiliary in its plans for imperial power and expansion.

"Vigilance and adequate legal measures are essential for this purpose. But we do not, however, need to exaggerate this threat or adopt unnecessary and dictatorial measures to deal with it...."

"Communism as an agency for internal subversion in free countries can be met by exposing its political purposes and by opposing to it the democratic, progressive policies of free states," he said.

As for developments in Eastern Europe, where uprisings against the Communists have been reported, Mr. St. Laurent told the Ukrainian homeland and the other countries dominated by communism who still long for personal liberty and national freedom that they are neither forgotten nor deserted.

"The recent events in East Germany show that these forces are very much alive. Our feeling of sympathy for them is also very much alive. But it would be cruelly misleading if we were to give them the impression, in our propaganda or in our policies, that we now were in a position to give them armed assistance, or if we encouraged them by false hopes to ill-timed uprisings which could only bring savage retaliation.

"....Our deep sympathy for the courageous and indomitable refugees from Communism and our admiration for the struggles of their compatriots against Communist enslavement should not blind us to the necessity of carefully examining, from the point of view of our national interest and from the point of view of avoiding general war, proposals for a dynamic liberating policy that may be advanced in any quarter."

1953 Capital Investment: Ottawa, July 8 (CP) -- Capital investment in Canada this year is estimated at \$5,564 millions, the Department of Trade and Commerce reported after a mid-year survey.

The figure is an increase of about 3 per cent over the Department's estimate of \$5,421 millions at the start of 1953. It compares with \$5,122 millions last year.

The expected increase over 1952 is about 9 per cent in dollar terms, and the Department said the volume increase — in construction, machinery and equipment — should be close to this figure because of slight price changes. The estimate covers public and private spending.

Most of the increase over the original 1953 estimate is in the machinery and equipment category. Planned outlays for this purpose now amount to \$2,085 millions, up 5 per cent from the earlier estimate and up 6 per cent from 1952.

The Department said the mid-year revision further emphasizes capital spending in mining, housing and in the trade and finance groups that was anticipated early in the year. Also, manufacturers who had originally planned expenditures at a reduced rate had boosted their investment plans and now anticipated spending slightly more than in 1952.

Capital expenditure on housing this year now is estimated at \$992 millions, compared with \$891 millions in the first 1953 forecast and with \$850 millions last year.

Prairie Crops Considered Late: Ottawa, July 9 (CP) -- Crop development across most of the Prairies, though still uneven, improved somewhat during the last week, the Bureau of Statistics said Wednesday in the eighth of its 1953 telegraphic reports on western crop conditions.

Temperatures were slightly higher and moisture adequate to excessive, with minor exceptions. Early-seeded crops are starting to head in most parts of Manitoba and Alberta and in some sections of Saskatchewan. Above-average yields of fall rye are in prospect.

Much of the crop still is considered 10 days to three weeks late and thus faces a greater-than-usual potential threat from rust and frost.

Will Seek Seats For Defeated B.C. Minister: Kelowna, B.C., July 8 (CP) -- Premier W.A.C. Bennett said today two by-elections will be held after the fall session of the B.C. legislature to seat his defeated Cabinet Ministers. Education Minister Mrs. Tilly Rolston and Finance Minister Einar Gunderson were defeated in the June 9 provincial election. The fall session is expected to open about September 15.

Across Canada: Mr. Drew spoke in Lansdowne Park, Ottawa, last night to his own constituents....The RCAF's new jet Comet airliner blew three tires in landing at Mitchell Field, N.Y., the RCAF said here last night. She suffered no other damage. The Comet took off from Uplands Airport in Ottawa, Wednesday, on a familiarization flight to the United States....Mr. N.R. Chappel has been appointed Director of the Production Department's office to succeed Mr. S.D. Pierce, who was appointed Canada's Ambassador to Brazil, Mr. Howe announced....Canada's index number of industrial production for April stood at 256.1, up 11 per cent from April last year, according to figures released by the Bureau of Statistics.

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Vol. 4, No. 131.

Friday, July 10, 1953.

Mr. St. Laurent At Vancouver: Vancouver, July 10 (CP) -- Mr. St. Laurent said last night the Liberal Government will continue to cut taxes — providing national income rises and other circumstances warrant reductions.

He said also his Government is ready to assist in a "sensible and practical" country-wide contributory health insurance scheme if "satisfactory" agreements can be worked out with the Provinces.

He made these and other declarations of his Government's intentions in a 12-point policy speech prepared for delivery over the CBC's Trans-Canada Network.

Canada, he said, can hope for a reduction in its defence bill if peace comes to Korea, "but while the Korean war is on, there cannot be any substantial cut in defence costs without impairing our defences."

The Prime Minister said if he receives a vote of confidence on August 10, "I shall regard it as a mandate from you to carry on as Prime Minister just as long as I feel I am capable of performing the duties of that office effectively."

As for farm and fisheries price support programmes, these would be continued as a protection against "calamity and disaster" for the producers. But the Government's chief aim would be to help fishermen and farmers find markets to absorb their goods at prices higher than the support level.

Mr. Drew At Pembroke: Pembroke, July 9 (Globe & Mail) -- Although it is owned by the federal Government, Canada's vital uranium industry could be paralyzed at any time by a communist-led union headed by a Moscow-trained operative, Mr. Drew charged here today.

If the Government does not know about those activities, then it is added proof that it is incapable to govern, Mr. Drew told some 300 people in the Collegiate Institute auditorium here.

"I am informed that at this very time there is an application by this communist-led organization before the Labour Relations Board to be certified as the bargaining agent for the Government-owned uranium operation in Saskatchewan...."

Department Of Labour Survey: Toronto, July 10 (Globe & Mail) -- The trend to the 40-hour week in Canadian industry is continuing, with more than 40 per cent of the workers now on the shorter work week, a survey by the Economics and Research Division of the Department of Labour discloses. This is an increase of 4 per cent over last year.

Similarly, the move to the five-day week has also been stepped up and 75 per cent of the workers covered in the survey of manufacturing plants are now enjoying two leisure days a week.

"It is apparent," says the study, "that the 40-hour five-day week is becoming an increasingly popular work schedule."

The fast-paced development of the shorter work week is illustrated by a comparison with the hours of work over the past five years.

Back in 1947 the major concentration—30 per cent—was in the 48-hour group and fewer than 20 per cent of the workers were on the 40-hour week. But by 1952, only 13 per cent of the plants were on a 48-hour week and 40 per cent were operating 40 hours or less.

British Columbia has led the way in the reduction of the work week, achieving an average of 41.5 hours. Ontario is a close second with an average of 42.5.

Ontario is at the top so far as the five-day week is concerned, with 86 per cent of its manufacturing plant employees on this schedule.

New Brunswick is at the bottom of the list when it comes to the number of hours worked, with an average of 47.4.

As for the cities, Vancouver workers lead the way for shorter hours, with only 10 per cent working more than 40 hours a week.

Office employees, too, are continuing to cut down the number of hours worked. However, the reduction in hours there has not been so marked as among plant employees. The percentage of office employees on a five-day week in 1952 was 82, as compared with 76 per cent in 1951.

Tariff Classification Changes Reported: Ottawa, July 9 (CP) -- Changes in the tariff classifications on three products were announced today. The articles were reclassified as "made in Canada," making them subject to dumping duties and in two cases boosting the customs tariff.

Butyl alcohol, used in making plastics, has the duty lifted to 15 per cent from the free category.

Acetone, also used in plastics, retains present duties but now is subject to dump duties.

Some types of machines for making hot-mix asphalt have the duty increased to 22½ per cent from 7½ per cent.

Officials said the changes were ordered, under federal legislation, because Canadian firms now are making substantial quantities of these products.

Cost of Overseas Air Division: Brantford, Ont., July 9 (CP) -- Canada's air division overseas costs taxpayers 10 times as much a year as an infantry brigade, the Minister of National Defence, Mr. Claxton said tonight.

He said in a speech at a Liberal nominating meeting here it costs \$600,000,000 a year to train, equip, transport and maintain the RCAF's division of Sabre jet fighters in Germany, France and Britain.

Across Canada: Canada's apple crop will probably be a little larger than last year, the Bureau of Statistics reports. Production of pears, peaches, plums and prunes also may be larger, especially in British Columbia....A two-year study to determine the extent of gastro-intestinal disorders and to find out if they are increasing has started at the University of Western Ontario, Health Minister Martin said in a statement....Mr. Justice M.B. Archibald, 62, of the Nova Scotia Supreme Court, a former chairman of the National War Labour Board, died yesterday.

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Vol. 4, No. 132.

Monday, July 13, 1953.

Pleased With Seaway Progress: Ottawa, July 10 -- Expressing pleasure with the decision of the Federal Power Commission to grant a license to the Power Authority of the State of New York in connection with the St. Lawrence seaway project, the Minister of Transport, Mr. Chevrier, said on July 10:

"I am delighted with the decision of the Federal Power Commission to grant a license to the Power Authority of the State of New York. This is indeed good news for Canada.

"Two steps were required before the project could be finalized:

- (1) The order of the International Joint Commission approving the application to develop power.
- (2) The authorization of a United States entity to join with Ontario Hydro in the development of power.

Both steps are now complete. Subject to what litigation may ensue, we will proceed at once to consider:

- (1) The appointment of the St. Lawrence Seaway Authority.
- (2) The appointment of the St. Lawrence Board of Engineers as envisaged in the order of the International Joint Commission.
- (3) The appointment by the International Joint Commission of a Board of Control.

"It may well be necessary for our officials to meet further with their opposites in Washington. In any event they will want to discuss the matter with Ontario Hydro, who in turn will undoubtedly wish to consult with the New York State Power Authority. We in the Department of Transport can proceed immediately and I am informed that such is the case with Ontario Hydro.

"All in all this is good news. It is the successful culmination of a long fight for the Seaway. I must add that this success could not have been possible without the full co-operation of the present administration in Washington."

Canada-U.S. Air Exercise Declared Success: Montreal, July 13 (CP) -- Joint Canada-United States manoeuvres designed to test the air defences of both countries went into their final phase Sunday in Operation Tailwind.

During the last two days fighter aircraft have taken off from airfields in Eastern and Western Canada to intercept the "attacking" bombers. Anti-aircraft units, their radar equipment picking up and tracking down the invaders, have aided in the defence.

The Ground Observers Corps — civilian spotters who relay their information to filter centers where the invaders' courses are plotted — have played a major role in the operation.

Both reserve and active units took part in the exercise. It is similar to another, "Exercise Signpost" held last year. Results will not be known for some time and they will not be made public.

But they will be thoroughly studied by the air defence commanders of both countries for flaws which still exist in their defence set-up.

A/V/M A.L. James, Air Officer commanding RCAF air defence command, and Gen. Benjamin Chidlaw, of the USAF, commanded the exercise.

Air Vice-Marshal James said:

"I am very pleased with the way 'Tailwind' has been going. It certainly shows how we have progressed since 'Signpost' last year."

Asks Greater Protection For Textile Industry: Montreal, July 13 (CP) -- Mr. E.C. Cluney acting Canadian Director of the Textile Workers Union of America (CCL-CIO) Sunday urged the Canadian Government to provide greater protection for the textile industry.

In a prepared statement, Mr. Cluney said that for the last two years a "destructive flood of imported textiles and textile products" has resulted in "serious unemployment" in the Canadian industry.

Mr. Cluney added:

"We are aware that the whole question of Canadian tariff and international trade policy is a complicated and controversial one. We believe, nevertheless, that any nation is justified in taking emergency action via quotas or other systems of protection when an industry vital to the peacetime economy and wartime security of the nation is threatened with destruction.

"For instance the United States, at the moment the main source of textile imports into Canada, imposes quotas in order to protect her dairy farmers and the workers in a number of other valuable and vital industries.

"We believe that the workers in the Canadian textile industry, the largest employer of manufacturing labour in the Dominion and in times of emergency the only dependable source of textiles for civilian and military uses, are entitled to similar protection in times of crisis such as now exists.

R.C.A.F. Personnel For Germany: Ottawa, July 10 (CP) -- Air Force Headquarters said today that 67 R.C.A.F. personnel, including 51 airwomen, will leave Canada next Wednesday for service with No. 4 Fighter Wing at Baden-Soellingen, Germany.

They will join the ground crew preparing for the arrival of Sabre jets from Canada. Three squadrons of F-86's are in final stages of training before flying the Atlantic to their new North Atlantic Treaty Organization base. Their arrival will complete Canada's air division.

Across Canada: Mr. St. Laurent spoke in Victoria, B.C., Friday and Calgary on Saturday; Mr. Drew spoke at Jonquiere, Que., on Saturday, while Mr. Coldwell on Friday was concluding a week's tour of his home riding of Rosetown-Biggan and was to proceed to the Maritimes....



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DEPARTMENT OF EXTERNAL AFFAIRS

OTTAWA - CANADA

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Vol. 4, No. 133.

Tuesday, July 14, 1953.

Mr. Pearson On Convertibility Of Sterling: Ottawa, July 14 (Citizen) -- Mr. Pearson said last night that plans for the convertibility of sterling "are on the way to completion."

He stated that the Government had been working for months with other Commonwealth countries and the United States "on concrete plans by which the pound will again become free and convertible."

Mr. Pearson asserted that while the Government had been working on plans for pound convertibility, action could not be taken in the matter by Canada alone.

Dealing with other foreign policy matters, Mr. Pearson said that the free world coalition has had "real success" in the last four years of international tension.

Mr. Pearson said formation and the growing strength and unity of NATO has been decisive in prevention of war in the west. "In the East, successful resistance to aggression through the United Nations, has, I think, lessened the chances of aggression elsewhere," he added.

He spoke before a gathering in the Glebe Collegiate Auditorium.

Assessing Revelations Of Mock Air War: Montreal, July 14 (Gazette) -- All across the continent yesterday, the RCAF and USAF started to take stock of the strength and weaknesses of North America's air defences following a three-day mock war involving global bombers.

Some 1,600 jet and propeller-driven aircraft had thundered through U.S. and Canadian skies in "Operation Tailwind" a gigantic exercise designed to test the air defences of the two countries.

Teams of researchers now have the job of evaluating the findings as recorded on the camera guns carried by the planes. The RCAF has made it clear that little information will ever be released.

But individual units and squadrons have already made their unofficial claims of direct hits on the "enemy". Some of these would indicate that Canada's radar network is far from complete.

But countering these disturbing reports was the assurance that the country's air defences are stronger now than ever. This statement was made by Air Vice Marshal A.L. James, Officer Commanding, RCAF Air Defence Command, in charge of Canadian operations.

In Ottawa came the claim from 401 City of Westmount Fighter Squadron that it had set a new record in flying hours for auxiliary squadrons. A squadron spokesman said 401 pilots had averaged more than 50 hours per day in the sky with their Vampire jets.

Included in the squadron's toll was the RCAF's new Comet jet transport, used in the exercise as an "enemy bomber."

Sqdn. Ldr. Tom Dowbiggin was credited with hitting the Comet as it flew over Ottawa. He dived out of the overcast to attack the transport as it flew low.

Ontario Employment At All-Time High: Toronto, July 14 (Globe & Mail) -- The level of employment in manufacturing in Ontario has hit an all-time high.

A survey of manufacturing activity indicates that there are 25,000 more industrial jobs in the Province than there were a year ago.

But with this continuing rise in employment there have also been a few dips in the employment picture. The farm implement industry, hit by a curtailment in exports, has placed 1,500 men on a part-time basis and laid off many others over the past few months....

Across Canada: At Edmonton last night, Mr. St. Laurent pledged the Liberal Government to back development of an all-Canadian pipe line to give Eastern Canadian centres the benefit of Alberta's cheap natural gas, according to the Canadian Press report.... Three gold mines in the Porcupine area were closed last night and picketed by 750 miners who have gone on strike during the last two days. There were fears the walkouts may spread to other diggings.... In what was reported locally to be the largest twelfth of July parade ever staged in Canada, 65,000 Orangemen from Eastern Ontario, Quebec and New York State participated in celebrations in Ottawa yesterday.

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4, No. 134

Wednesday, July 15, 1953

Lawrence Development Planning: Toronto, July 15 (Globe & Mail) -- Engineers from Ontario Hydro Electric Power Commission and the New York State Power Authority will meet, likely within the next two weeks, to begin preliminary co-ordination work on the St. Lawrence power project.

While the New York agency waits out the 30-day period before its license from the Federal Power Commission takes effect, the engineers will discuss plans and specifications for the power phase of the project.

In a conference with Chairman John Burton of the New York agency during the weekend, Ontario Hydro Chairman Saunders offered the power authority all the St. Lawrence information Hydro has at its disposal. This includes the results of surveys which have been carried out by Hydro men on the river in the last year.

Mr. Burton will come to Toronto later this month for further discussions. At the end of the 30-day period in which opposition forces have a chance to petition for a re-hearing, Mr. Burton and his colleagues will be able to start raising the funds necessary for even preliminary work on the U.S. side of the river.

Mr. Saunders said he was still hopeful that ground could be broken before winter sets in along the river. He declined comment on a plan suggested last week by Transport Minister Chevrier which would have Hydro going ahead with work in the Iroquois area on behalf of both power agencies while New York's license is being cleared through the court.

Any such plan would, of course, hinge on an agreement with the New York authority and could not be entered into at least until after the 30-day period for request for re-hearing.

Hydro officials have also been in Ottawa recently talking with federal officials and scrutinizing closely all preliminary work on this side of the river, making sure they were leaving nothing undone that might reasonably be completed before New York's license had been cleared.

Stratford Shakespearian Festival: Stratford, Ont., July 14, (CP) -- Canada's most ambitious theatrical venture the Stratford Shakespearian Festival, got off to a glittering start Monday night before a near-capacity audience of about 1,300 persons.

Shakespeare's Richard III was warmly received by the audience sweltering under the big top in Queen's Park, a few hundred yards from the Avon river which runs through this sleepy southwestern Ontario city of 19,000.

The first night of this five-week affair was not unlike a Broadway opening. Photographers' flash bulbs popped, radio commentators interviewed the opening night celebrities who mostly went unrecognized by the crowd of several hundred standing outside the barricade fronting of the tent-covered theatre....

Commonwealth Air Forces Memorial: Montreal, July 14 (CP) -- Next-of-kin of some 3,000 Canadian war dead have been invited to attend the unveiling in England of a Commonwealth Air Forces Memorial by Queen Elizabeth October 17, it was announced today.

Mr. Arthur Randles, Chairman of the Canadian Legion pilgrimage committee, said the names of some 21,000 Commonwealth airmen who rest in no known graves will be inscribed on the memorial.

A giant stone structure, it stands on the bluffs at Cooper's Hill, Surrey, overlooking the Thames River Island of Runnymede where the Magna Carta was signed in 1215.

Subsidized Education For Retarded Children: Toronto, July 15, (Globe & Mail) -- The Ontario Department of Education will subsidize education of retarded children to the extent of \$250 per pupil annually, according to regulations published yesterday. The regulations were made under an amendment to the Department of Education Act passed at the last session of the legislature.

The grant will be paid to parent groups on the basis of average daily attendance for each month in which the class is operating. The Ontario Association for Retarded Children is responsible for term-end statements to the Deputy Minister giving full statistics.

Across Canada: At Vancouver, Mr. Douglas Abbott turned over a federal cheque for \$100,000 to the British Empire Games Society to help finance the 1954 Games there. In the course of a western speaking tour, Mr. Abbott attended a regular weekly meeting of the games executive to present the cheque, half of a proposed federal grant of \$200,000 to the games. The first half was approved by Parliament and the other is expected to be voted next year....The number of candidates for the August 10 election reached 757 yesterday, according to an unofficial compilation by the Canadian Press. Already, 39 women--21 of them in Ontario--have entered the race compared with 15 in 1949. The Labor-Progressives have 19 women candidates, the CCF has 9, Progressive Conservatives 8, Liberals 2 and Social Credit 1. When official nominations close Monday, July 27, in 242 of the country's 263 constituencies the total may surpass the record of 954, set in 1945. The number now is only 91 short of the 1949 total of 848.

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Thursday, July 16, 1953

Vol. 4, No. 135

Hopes For Seaway By End Of Decade: Port Arthur, July 16 (CP) -- Mr. St. Laurent said Wednesday night he is hopeful that Canadians will see great seagoing ships plowing on the St. Lawrence River to the Lakehead "before the end of this decade."

He extolled the benefits which all Canada, and particularly the lakehead, will receive from the construction of the St. Lawrence Seaway project and estimated that in hydro production alone the big development will provide a total saving in electrical charges to Ontario and New York State of about \$75,000,000 a year.

Ambassador Of The United States: (Press Release No. 52, July 15.) -- His Excellency Robert Douglas Stuart presented today to Mr. Justice J.W. Estey, Deputy Administrator of the Canadian Government, his Letter of Credence as Ambassador Extraordinary and Plenipotentiary of the United States of America to Canada.

Mr. Stuart who was born at Glencoe, Illinois, in 1886, is a prominent business man. He has been associated with the Quaker Oats Company since 1906 and became Vice-Chairman of the Board of Directors of this company. He is also a Director of several important business firms. During World War I he served as Red Cross Commissioner for France.

Customs Check On Textiles: Montreal, July 16 (CP) -- The Department of National Revenue has ordered tighter customs checks to prevent possible "dumping" of United States textile goods on the Canadian market, following complaints from company and union officials of the industry.

Mr. L.R. Younger, chief Dominion customs appraiser, said in an interview Wednesday the Department has issued explicit directions and customs men have been told to give textile imports a more careful appraisal....

Warm Weather Advancing Crop Growth: Ottawa, July 16 (CP) -- Warm summer weather advanced crop growth materially in the three Prairie Provinces during the last week, the Bureau of Statistics said yesterday in a telegraphic report on crop conditions across Canada.

Moisture conditions remain generally good to excellent in most districts. However, crops are drawing heavily on moisture reserves and rain will be needed soon in parts of west-central and north-western Saskatchewan and adjoining areas of Alberta.

Canadian Ballet Company For U.S. Festival: Toronto, July 16 (CP) -- The National Ballet Company will open its new season and make its first appearance in the United States with a week-long series of performances starting August 4 at the famed Jacob's Pillow Dance Festival held near Lee, Mass.

It is the first time a ballet company from outside the United States has been asked to appear at the festival, founded and directed by Ted Shawn. The festival features such top names in the dancing world as Alíciá Markova, Toronto-born Melissa Hayden and Jose Limon.

The Canadian company, under direction of Celia Franca, will take 15 dancers. Musical director George Crum of Toronto and Stage Manager David Haber of Quebec City, also will accompany the group.

Across Canada: Two New Zealand Cabinet Ministers enroute home from the Coronation on Wednesday started a round of courtesy calls at Government offices here. They were Hon. William Sullivan, New Zealand Labor Minister, and Hon. E.B. Corbett, Minister of Lands and Maori Affairs....Several hundred citizens of France, now living in Montreal, observed the 14th of July, their National holiday or Bastille Day, with a reception by Mr. Ernest Triat, Consul General of France in Montreal, at the headquarters of the Union Française, the Gazette reported....The federal and Prince Edward Island Governments announced a joint plan for loans to P.E.I. lobster fishermen to replace traps lost in severe storms during May.



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Vol. 4, No. 136

Friday, July 17, 1953

Mr. St. Laurent On Canada's Role In World Affairs: Sudbury, July 16 (CP) --

Mr. St. Laurent suggested tonight that Canadian bonds may drop in value under a Progressive Conservative Government if the party believed in cutting taxes by deficit financing.

With him on the platform were Mr. Pearson and other Liberal candidates in this area.

Canada, he said, is playing a leading part in world affairs because, among other reasons, "we have been willing to pay the premium for the insurance against totalitarian aggression."

As long as there was war in Korea, "we cannot afford to reduce that premium," but if the fighting should end, then there was the possibility of a reduction in taxes and greater Canadian aid to underdeveloped countries.

"I hope that the danger from military aggression will so decrease that we can make substantial reductions in our defence expenditures and in our tax rates and still afford to allot more of the premium for peace to the Colombo Plan and to the United Nations."

Truckers' Strike Threatening Industry: Toronto, July 16 (CP) -- Some 3,500 southwestern Ontario truckers are scheduled to go on strike next Monday.

The walkout will close 36 transport companies in the area between Hamilton and Windsor and force industries all over the province to bring goods from the United States and other Ontario points by rail and water instead of road.

Officials of the International Brotherhood of Teamsters (AFL-TLC) last week said they had advised union members in their Southern Ontario locals to reject recommendations of a conciliation board for a seven-cent-an-hour increase to drivers and 11 cents for mechanics.

Wheat Holdings Up: Ottawa, July 16 (CP) -- The four major wheat-exporting countries -- Canada, the United States, Argentina and Australia -- had almost twice as much wheat on hand last month as a year ago, the Bureau of Statistics reported.

Wheat for export and carryover on or about June 1 totalled 1,264,000,000 bushels in the four countries. This was about 95 per cent more than the 646,600,000 available a year ago.

Canada held 449,500,000 bushels compared with 304,500,000 a year ago, the United States 596,100,000 bushels against 284,500,000, Argentina 144,300,000 against 1,800,000 and Australia 74,100,000 against 55,800,000.

Mackenzie King Scholarships: Vancouver, July 16 (CP) -- The Mackenzie King travelling scholarship winners were announced by Dean Walter Gage of the University of British Columbia.

The awards are presented annually to no more than eight students who wish to study international or industrial relations in England or the United States. They are valued at not less than \$1,500.

This year's five award winners: Jacques-Yvan Morin of Quebec City, at present studying for his master of arts at the University of Montreal. William Donald Wood, Palermo, Ontario, who received his master of arts degree from Queen's University, Kingston, last year.

Alexander Lovell Murray, London, Ontario, who received his bachelor of arts from McMaster University, Hamilton, this year.

(over)

Theodore George Pearce, who will study international law at the University of London on a \$2,000 award. Mr. Pearce, a native of Catalina, Newfoundland, led the University of British Columbia law class this year, receiving the society's gold medal and prize. He also won the Newton Fellowship of \$800.

Fifth prize winner is Marcel Landey, a 1952 graduate of Carleton College, Ottawa.

Heat Wave Causes Water Shortage: Toronto, July 17 (CP) -- A heat wave which has left Southern Ontario sizzling this week has resulted in a serious water shortage in several cities.

Ontario Hydro Chairman Robert Saunders said Thursday a critical shortage of water power used in generating power was also developing.

Water restrictions have been announced in Hamilton, St. Catharines, Niagara Falls and North York.

U.S. Restrictions Against Alberta Cattle Lifted: Vancouver, July 17 (CP) --

The United States Thursday re-opened its borders to Alberta cattle and is expected to take similar action on hogs by the beginning of the week.

Dr. F.W.B. Smith, Chief Federal Health of Animals Officer for the Vancouver area, said U.S. restrictions on entry of Alberta cattle was lifted following a meeting between Canadian and American livestock officials.

The restrictions on Alberta hogs and livestock were imposed last week when a U.S. inspector found traces of what he believed was vesicular exanthema among a shipment of 300-odd Alberta swine.

Dr. Smith said tests made here and at the central laboratory in Hull, Quebec, had shown no trace of the disease. He said Canada is making a double check on the hogs before giving them a clean bill of health.

Across Canada: The Air Cadet League and the RCAF will bring 58 Air Cadets from Britain, the United States, Norway, Sweden, Holland and Denmark to Canada this summer as part of an international exchange program, Air Cadet Headquarters said today. A similar number of Canadian Air Cadets will tour the U.S., Britain and Continental Europe....Production of newsprint in Canada during June amounted to 463,193 tons, an increase of 11,278 tons or 2.5 per cent over the corresponding year ago figure of 451,915 tons, according to the monthly report of the Newsprint Association of Canada.

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Monday, July 20, 1953

Mr. St. Laurent On Nationhood: Mont Joli, Que., July 20 (CP) -- Prime Minister St. Laurent said Sunday night he hopes Canada will soon be able to settle "all its affairs without asking the permission of another country."

Mr. St. Laurent, speaking in this lower St. Lawrence town, said he did not mean that Canada should be "outside the Commonwealth." I want Canada to remain in the Commonwealth but with all the privileges of the United Kingdom itself".

Speaking in French and without notes, he said his Government had concentrated on leading Canada to full nationhood and self-government.

A nation should be able to settle its own quarrels and the Supreme Court of Canada has been made the court of last resort instead of the Privy Council; Newfoundland had been brought into Confederation; Canada now had a Canadian-born governor general and the principle was accepted.

"In other words the Government has tried to make Canadians more proud to be Canadian and has tried to urge them to be Canadian first."

Canada should be able to amend its own constitution without asking the permission of the British Parliament.

The consent of the Provinces was necessary before Canada could amend its constitution independently and no solution had been worked out so far.

"I hope my grandchildren, or perhaps my great grandchildren, at least my great great grandchildren will see the day when all that concerns Canadians will be settled within Canada."

Mr. St. Laurent said all this was to be done without encroaching on the language and religious rights of Quebec.

What the Liberal administration sought was to place all Canadians on the same footing before the constitution so that a Canadian in any part of the country could enjoy the same privileges."

"This could be done without changing the ancestral traditions rooted in our French origins," Mr. St. Laurent said.

St. Lawrence Seaway: Ottawa, July 17, (CP) -- Federal quarters today took the view that a new phase of United States congressional inaction on the St. Lawrence seaway serves to enhance the prospects of a start on the \$750,000,000 project, with Canada taking the lead.

"The situation has never been so favorable as at present," the Minister of Transport, Mr. Chevrier, said in an interview after the U.S. Senate leadership had sidetracked until next January a bill calling for U.S. participation in the navigation end of the development....

Truck Drivers' Strike Launched: Ottawa, July 20, (CP) -- Mr. F.W. Murray, General Manager of the Motor Transport Industrial Relations Bureau said early today that more than 1,500 truck drivers went on strike throughout Southwestern Ontario at midnight to enforce demands for pay increases.

He said in Toronto the strike involves 980 members of the Hamilton local of the International Brotherhood of Teamsters (AFL-TLC) and 560 members of the local in Windsor.

As the deadline passed, small groups of sign-carrying pickets took up positions outside Windsor trucking company premises.

The truckers turned down last-minute requests by the Ontario Government to postpone the strike.

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The walkout will close down 36 transport companies from Hamilton to Windsor, cutting off transport of food and supplies to scores of communities and slowing down production at industries dependent on trucking for assembly-line parts and raw materials.

Sees Possibility Of Slight Federal Deficit: Winnipeg, July 17, (CP) --

Mr. Abbott today said he would not be surprised if we ended up this fiscal year with a slight deficit rather than a surplus."

In an interview on his arrival at Winnipeg, Mr. Abbott based his statement on the fact that during April and May, the first two months of the present fiscal year, the surplus was running about \$40,000,000 less than during the same period last year.

At the end of the last fiscal year, the surplus stood at \$24,000,000 or one-half of one per cent of the total budget, he said. This year, he is budgeting for a surplus of about \$11,000,000 out of a total revenue of some \$4,500,000,000-- "not much of a margin for error."

"Haida" Returning to Halifax: Ottawa, July 19 (CP) -- The destroyer Haida will arrive at her home port of Halifax Wednesday after a seven-month patrol of Korean waters, the navy announced today.

During her patrol Haida blasted North Korean factories and shore installations and destroyed three trains. She emerged unscathed from the fire of enemy shore batteries. Less spectacularly, she patrolled friendly islands off the Korean coast and joined in the escort of aircraft carriers.

Across Canada: More than 3,000 Boy Scouts from every province in Canada together with Scouts from as far away as Chile and Australia are visiting Ottawa for the opening of the second Canadian national jamboree at near-by Connaught Rifle Ranges....Premier Duplessis of Quebec officially opened the province's newest power project Saturday. At a dinner following the inauguration of the \$15,000,000 power development on Quebec's Manicougan River, Mr. Duplessis said U.S. capital will always be welcome in Quebec, the Canadian Press reported from Baie Comeau.



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Tuesday, July 21, 1953

Note To U.S. On Trade Restrictions: Ottawa, July 20 (CP) -- Canada today warned the United States of possible "serious implications" if the U.S. imposes import restrictions against Canadian oats and ground fish fillets.

An official Canadian Government note of protest and appeal against American trade proposals was handed to the U.S. State Department today by the Canadian Embassy.

The new note followed by just three weeks a previous note of protest against new American dairy import curbs. Officials here said the previous protest received nothing more than a routine reply.

The Canadian Government now has become concerned over the possibility that the U.S. may slash imports of Canadian oats and ground fish fillets.

The American Tariff Commission has held hearings on a U.S. Agriculture Department proposal to cut imports of Canadian oats to about 23,000,000 bushels a year from 75,000,000 bushels in 1952.

The two commodities were of major concern to Canada, the Canadian Government said in its note.

"A decision by the U.S. Government to limit the imports of either of these commodities would have serious implications, not only for trade but for other aspects or relationships between our two countries."

More Aid For Ceylon: (Press Release No. 35, July 20) -- The Department of External Affairs announced on July 20 that agreement had been reached between the Government of Canada and the Government of Ceylon on a programme of additional capital assistance under the Colombo Plan for the development of Ceylon. The various projects and the approximate amounts of Canadian assistance are as follows:

Aid for rural road construction	\$ 450,000
Aid for building and equipping a Polytechnic institute	500,000
Provision of 2 diesel locomotives	425,000
Provision of 25 pumping sets and 1 well-boring machine for drainage and irrigation purposes	185,000
Provision of equipment for 15 agricultural machinery maintenance workshops	225,000
	<u>\$1,785,000</u>

In addition to the above the Canadian Government has approved in principle the provision of funds for further development of the Ceylon pilot fisheries development project and for pest control. The amount and character of assistance to be provided for these two projects will be decided after further investigations and consultations have taken place.

In deciding on the above programme account was taken of the priorities established by the Government of Ceylon, particularly the desirability of increasing food production, and of the availability from Canada of the various types of assistance requested.

Canadian aid for rural road construction and the building of a Polytechnic Institute was asked for in a form which would generate local funds which the Ceylon Government in its present financial position is unable to make available. In this connection the Canadian Government has agreed to supply flour or other suitable commodities, the sale of which would provide the Government of Ceylon with the amount of rupees necessary to finance these projects.

(over)

Mr. St. Laurent On Ambassador To Vatican: Thetford Mines, July 20 (CP) --

Mr. St. Laurent said today the day will come when Canada will have an Ambassador to the Vatican.

Speaking in French in the town school yard to an audience of about 1,500 Mr. St. Laurent said appointment of an Ambassador to the Vatican cannot be made at this time "because there are still honest Canadians who would interpret this gesture as an insult against their religion."

"They are wrong, and I might add that if the matter rested only with my colleagues the appointment could be made.

"But what would be the good of arousing a religious quarrel?"

Mr. St. Laurent said he felt the day will come when the question of an Ambassador to the Vatican will be acceptable to all Canadians.

Arms For France: Ottawa, July 20, (CP) -- Army Headquarters today announced that a shipment of field guns, gun trailers and gun equipment has been sent to the French Army under the North Atlantic Treaty.

Thirty-nine 25-pounder field guns, 120 wheeled trailers and equipment for 28 six-pounder guns made up the shipment aboard the vessel Prins Johan Willem Frisco which sailed from Montreal for Cherbourg.

The Case Of Maj.-Gen. Kurt Meyer: Ottawa, July 20, (CP) -- The Canadian Government has not yet decided whether to take part in tribunals reviewing the sentences of Nazi war criminals including Maj.-Gen. Kurt Meyer.

Official sources today said it will be up to Cabinet to determine whether this country joins in sentence-reviewing bodies that are to be set up....

An informant here said there is no disposition on the part of the Canadian Government to accord any special treatment to Meyer. Friends of his have been making continuous attempt to get him released on the grounds of ill-health.

However, it was indicated here the Canadian view is that Meyer should be treated the same as other prisoners -- without representations from this Government on his behalf -- under the tribunal system to be set up.

Across Canada: Mr. St. Laurent and Mr. Drew both spoke at Thetford Mines, Que., on Monday....Mr. Coldwell spoke over nation-wide radio last night and said that though his party is yet to hold Federal office, it "may justly claim to have improved the whole pattern of Canadian life."...Weather conditions have been quite favorable for the advancement of crop growth during the past two weeks, according to the latest crop report issued by Lake of the Woods Milling Co. Ltd., Temperatures were cool to normal during the first part of July, the report states, but hot weather is at present covering all three provinces, with the mercury reaching well into the 90 degree mark.

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Vol. 4, No. 139

Wednesday, July 22, 1953

Lift Some Controls Over Nickel: Ottawa, July 21, (CP) -- The federal Government has decided to lift some of its controls over nickel, the Defence Production Department announced.

Buyers of primary nickel, electrical resistance alloys and nickel anodes from distributors will no longer be required to get departmental approval of their orders.

However, the Department still will maintain control over shipments from nickel producers.

The relaxation, effective immediately, will eliminate a "lot of paper work," an official said. Previously all purchases, whether from distributors or producers, had to be approved by the Defence Production Department.

"Ninety-nine per cent of the applicants who previously were required to submit their orders to Ottawa for authorization now are free to purchase their materials through normal trade channels," the Department said.

Mr. St. Laurent In Quebec: Joliette, July 21, (CP) -- The Government spent \$2,500,000,000 to defend Canada's democratic system; if the people wanted the democratic system to live on they had to go out and vote, Mr. St. Laurent said here today.

He said that the Government stood together with other North Atlantic countries against communist aggression. Inevitably, he said, if a third world war broke out, Canada would be drawn in.

But his Government was doing all possible to discourage aggression by speeding up defence measures.

If thereby a third world war was put off, Mr. St. Laurent said he would be satisfied he had accomplished something not only for his own family but for all Canadian families.

Canada Fourth In Air Transport: Montreal, July 22, (CP) -- Canada now ranks as the fourth largest user of domestic air transports and sixth in the field of international operations, Mr. Michael R. Hildred, Public Relations Officer of T.C.A., told the Verdun Rotary Club yesterday.

"Of the 58 countries operating domestic air lines, only the U.S., Australia and Brazil have greater usage than this country," he said.

Mr. Hildred stressed the importance of travel as a means of establishing friendly relationships with other countries. He said TCA carried a total of 1,000,000 passengers between 1937 and 1946.

"Now the airline carries over 1,000,000 people annually."

1,492 Casualties In Korea: Ottawa, July 21, (CP) -- A Korean casualty list today included one man dead of wounds and six wounded. The last list was issued July 17.

The Army list brought to 1,492 total casualties so far suffered by Canadian troops in Korean action, including 288 dead, 1,065 wounded, 26 missing, 95 injured and 18 captured. In addition the Navy has reported three dead and three injured in action and the air force has reported one missing.

(over)

"Canadian Pentagon": Ottawa, July 21, (CP) -- The Ottawa Board of Control today opposed a proposal to build a huge national defence headquarters on a federal motor vehicle proving ground on the Montreal road six miles east of the centre of the city.

Mayor Charlotte Whitton said the headquarters building would be a "Canadian Pentagon" and would be beyond contemplated limits for expansion of municipal services.

Air Cadets On European Tour: Ottawa, July 21, (CP) -- Thirty-three Canadian Air Cadets will leave Montreal July 30 by RCAF North Star for a three-week tour of Britain and Continental Europe.

The Cadet will pay a two-day sightseeing visit to London before eight of their number, travelling in pairs, fly to Norway, Sweden, Holland and Denmark for visits to air bases and points of interest.

While the eight are on the Continent, the remainder of the party will fly to Scotland where they will visit Edinburgh, Oban and Loch Lomond for five days. Later, they will take part in an Air Cadet rally for Commonwealth Cadets at White Waltham.

Visits also are planned to Windsor, Southampton, Exeter, Plymouth Hoe, York, Cranwell, Cambridge University and London where their visit ends.

Teachers' Delegation To Oxford Conference: Ottawa, July 21, (CP) -- The Canadian Teachers' Federation announced today it will send a delegation of 10 to an international conference of teachers in Oxford, England, July 30 to August 5.

Some 300 to 400 teachers from 45 countries will attend the conference, arranged by the World Confederation of Organizations of the Teaching Profession.

The Canadian Delegation will be headed by Dr. M.R. Conway, Winnipeg, President of the Teachers Federation.

Across Canada: Canadian prisoners of war exchanged by the Communists after an armistice will be flown home, the Canadian Press reported from Korea.... About 800 miners at the Big Noranda mines have voted to start registering Monday for strike relief as a result of bogged-down wage talks, the United Steelworkers of America (CIO-CCL) said, the Canadian Press reported from Noranda.... An increase of 26 cents a barrel in the purchase price of light crude oils at its Alberta well locations was announced Tuesday by Imperial Oil Ltd. The Company said the prices were adjusted in line with a higher competitive price for imported United States crude oil at Sarnia, Ontario.... Canadian farmers paid more for commodities and services in April than they did in January, the Bureau of Statistics said. The all-Canada retail price index of commodities and services used by farmers rose from 220.1 in January to 226.1 in April, an increase of 2.7 per cent.

DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 140.

Thursday, July 23, 1953.

UN General Assembly: The President of the United Nations General Assembly, Mr. L.B. Pearson, plans to be in New York from Friday, July 24, to Sunday, July 26, to hold consultations with the Secretary-General of the United Nations, Mr. Dag Hammarskjold, regarding the reconvening of the General Assembly, if discussions in Korea result - as they hope they will - in an armistice. The resolution of the General Assembly passed on April 18, 1953, provides that the President shall reconvene the Assembly on the signing of an armistice in Korea or when, in the view of a majority of Members, other developments in Korea require a consideration of the question.

Remedial Works At Niagara: Ottawa, July 22: (Press Release No. 55, July 22.) -- The Department of External Affairs announced on July 22 that the Governments of Canada and the United States have notified the International Joint Commission that they have approved the Commission's recommendations for remedial works necessary to preserve and enhance the scenic beauty of the Niagara Falls and River. Notification was sent to the International Joint Commission July 21.

The recommendations were submitted to the two Governments on May 12 of this year in response to a Reference submitted to the Commission on October 10, 1950, pursuant to Article II of the Niagara Treaty of that year. The two Governments have now requested the Commission to supervise the construction of the remedial works which, in accordance with the terms of the Niagara River Treaty of 1950, must be completed within four years.

The remedial works recommended by the Commission comprise a control structure extending 1550 feet from the Canadian bank of the River about a mile above the Falls, together with excavation and fill on both flanks of the Horseshoe Falls. The total cost of these works is estimated at approximately \$17½ millions, which will be divided equally between Canada and the United States....

Exports To Britain Drop: Ottawa, July 22 (CP) -- Britain has slashed purchases of Canadian goods narrowing her deficit in Canadian trade to about one-quarter the 1952 size, Bureau of Statistics figures showed today.

At the same time Canada's purchases in the United States have climbed with Canada's unfavourable balance in American trade rising to the highest level in six years.

The Bureau estimated that in the first four months of 1953, Canada's exports to Britain dropped to \$170,000,000 from \$230,400,000.

Thus the Anglo-Canadian trade balance—dropped to \$36,700,000 from \$133,700,000 last year.

Canada's exports to the U.S. in the four months rose to a high of \$767,300,000 from \$735,700,000, but imports far outstripped exports, rising to a high of \$1,060,300,000 from \$939,600,000.

This trade trend boosted Canada's deficit in American trade to \$293,000,000 from \$203,900,000 last year, the highest deficit since the \$294,800,000 unfavourable balance of 1947.

Canada's total exports to all countries in the four months dropped to \$1,218,700,000 from the peak of \$1,354,100,000 last year, while imports climbed to a high of \$1,389,700,000 from \$1,240,100,000.

The four-month deficit—\$171,100,000—compared to a surplus of \$114,000,000 last year.

\$43,842,000 For Power Projects At Niagara: Toronto, July 23 (Globe & Mail) -- Approval of spending an additional \$43,842,000 on Ontario hydro power projects at Niagara Falls was announced yesterday by Premier Frost. Total amount allocated—\$343,742,000—will finance work already under way on the Sir Adam Beck No. 2 generating station and the following projects:

A storage reservoir covering 600 acres (nearly a mile square) and holding 650,000,000 gallons of water which is to be built below the City of Niagara Falls;

A pumping plant to raise water from the canal to the reservoir, with a generating power of 226,000 horsepower;

Four additional generating units with 100,000-horsepower capacity each.

Across Canada: The train-busting destroyer Haida came back to Canada from Korea July 22. She brought 270 officers and men and one dog from seven months in Far Eastern waters, circling the globe in the bargain, the Canadian Press announced from Halifax....Dr. A.W. Peart, Chief of the Epidemic Division of the federal Department of Health, announced that the Manitoba polio epidemic now has become the most severe in Canada. Meanwhile 13 more cases of polio were reported yesterday by health officials, boosting the 1953 total to 218, including 146 cases with paralysis....The total crops destroyed by heavy hailstorms in Alberta to date this season is estimated at 500,000 acres.



Mrs. Hamilton

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Vol. 4, No. 141.

Friday, July 24, 1953.

Mr. Pearson On Post-Armistice Problems: Listowel, July 23 (Globe & Mail) --

Difficult as it has been to bring about an armistice in Korea, the task of restoring peace and unity to that war-torn country will far exceed any of the difficulties faced to date, Mr. Pearson warned here today.

Delivering what should have been an election speech, Mr. Pearson restricted his political remarks to a minimum and gave his luncheon audience an outline of the tremendous problems still to be solved, in Korea in particular, but in Asia in general.

It was because of the imminence of an armistice, he said, that as President of the UN General Assembly he was calling that group into session. He is scheduled to leave for New York tonight. He said it would take several weeks to assemble the representatives of the member countries.

"I hope an armistice will be signed and if I didn't think so, I wouldn't be flying to New York," he declared. "And hostilities will be brought to an end on the terms we've laid down in the UN which in itself is a vindication of the moral strength of the UN."

However, he cautioned, an armistice will not bring peace. It will only end the fighting. If it is to be carried out to its logical end, it will involve good faith on the part of the Communists — something which can't be taken for granted.

"It would be tragedy and an international crime if there is a renewal of aggression," he said. "It (the armistice) will also involve the co-operation of the South Korean Government. That is absolutely essential. Any breach would not be supported by any government in the UN."

He said he was not suggesting there would be any such breach but reminded his audience that there was a difference in the respective attitudes of the South Korean Government and that of the UN.

Mr. Pearson said that once the armistice is signed, he would call a political conference to effect a free and united Korea — something which won't be easy with Communists sitting around the table, he said.

A political conference would also have to decide on what policy the countries of the free world should adopt toward the Communist regimes. Some of the questions posed by Mr. Pearson, for which he said he did not have the answers, were:

Should we actively encourage every element of resistance to the Communist regimes in the hope they would be overthrown by the people in these countries? Some say that would be liberation; others label it as intervention.

Should we strengthen Chiang Kai-shek and continue to recognize his Government, even though UN will soon be dealing with the Peking Communist regime? By ignoring the Peking regime, would that cause insult and loss of face to the bulk of the Chinese and prompt them to tie themselves even more closely to Moscow?

Should we let the Chinese deal with Communism in their own way and accept as an accomplished fact that they now have a Communist Government?

"The search for answers," Mr. Pearson declared, "is going to require patience and understanding, care and wisdom."

Says Norway Plans Larger Fleets For Seaway: Toronto, July 24 (CP) -- Norwegian shipping firms are planning to expand their fleets in anticipation of the opening of the St. Lawrence Seaway.

So said Capt. Kristoffer Vadum, Master of the Norwegian motor ship Grindefjell, which reached here Thursday on her maiden voyage from Europe.

Capt. Vadum said his company, the Fjell Line, has already completed three 7,200-ton ships for the Great Lakes. They will make their first sailings on the run as soon as the seaway is completed.

Since 1946, Captain Vadum has commanded the vessels Carmelfjell and the Ornefjell on the Europe-Canada run.

International Freedom Of The Air: Montreal, July 24 (CP) -- Full international freedom of the air might come out of the existing bilateral agreements between many countries, A/V/M Alan Ferrier, Assistant Secretary General of the International Civil Aviation Organization, said Thursday.

Addressing a service club luncheon, Air Vice-Marshal Ferrier said that international multilateral agreement is possible, although ICAO's last attempt at Geneva in 1947 failed.

"The Council of Europe has appealed to ICAO for help in solving the economic and political problems of air traffic in continental Europe," he said.

Air Cadets Exchange Programme: Montreal, July 24 (Gazette) -- Departure of 24 air cadets aboard an RCAF North Star yesterday, marked the beginning of the annual U.S.-Canadian exchange training programme for squadron members who did outstanding work during the year. The Air Force plane took the cadets to Washington, D.C., first stop on a cross-country tour which includes a visit to New York and 10 days in Virginia.

Today 25 Civil Air Patrol cadets arrive at noon from the U.S. at Montreal Airport. Their three weeks tour of Canada will include a flight to British Columbia with stops at Fort William, Winnipeg, Saskatoon and Edmonton.

Next Thursday 30 air cadets will be flown to the U.K. for a three-week stay. On the plane's return flight, August 3, 25 British cadets will be brought to Canada, with eight more from Sweden, Denmark, Norway and Holland.

Across Canada: The wage walkout of more than 1,500 Southwestern Ontario truck drivers was still in full swing Thursday night with no sign of a settlement. Many loads were being carried by non-union men....About 300 officers and men, veterans of a year's service in Japan and Korea are scheduled to arrive by ship at a west coast port July 24, Army Headquarters announced yesterday. The veterans will go to their home towns for repatriation leave following their arrival in Canada....Mr. Drew will campaign in Ontario and Quebec during the last two weeks of the election campaign, his itinerary showed yesterday.... Mayor Whitton and Mr. C.D. Wight, city planning commissioner, charged that construction of a new national defence headquarters on the Montreal Road, six miles east of the centre of Ottawa would wreck the national capital plan.



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Miss Hamilton

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Vol. 4, No. 142.

Monday, July 27, 1953.

Mr. Pearson's Armistice Statement: Ottawa, July 26. - The following is the text of the statement by the President of the United Nations General Assembly, Mr. L.B. Pearson, on the announcement of the signing of an armistice in Korea:

"The good news tonight from Korea reflects the wishes of millions throughout the world that the fighting there should be brought to an end on honourable terms.

"Our first thought at this moment is for those who have defended the principles of the United Nations with their lives, and in the hope that their devotion might save us from the destroying horror of another world war.

"On June 25, 1950, the United Nations faced its greatest challenge: the aggression launched against the Republic of Korea. The challenge has been met by the United Nations in the spirit of the Charter. By resisting and ending aggression in Korea, the United Nations has reduced the chance of successful aggression elsewhere.

"In nearly three years of hard fighting, under bitter conditions, the forces under the United Nations command - mainly from the Republic of Korea and the United States of America - have carried out their task with courage and determination.

"The armistice will end the fighting in Korea. As such it is the first step toward a peaceful settlement in that area.

"The next step is to call the United Nations General Assembly back into session to prepare the way for calling the political conference, recommended in the armistice terms. There are a number of decisions that will have to be made by the Assembly before this political conference can meet. There is also the need for further United Nations action to aid the Korean people in the restoration and reconstruction of their devastated land.

"Therefore, as President of the Assembly and in accordance with the Assembly's resolution of last April 18, I am informing the member governments tonight that the Assembly will reconvene at United Nations Headquarters on Monday, August 17, to take up these Korean questions.

"The signing of the armistice is the end of one chapter of bloodshed and fighting. But it is only the beginning of a new and difficult one - the making of peace.

"This new chapter can not be completed successfully in Korea unless the armistice terms are faithfully and scrupulously observed by all concerned.

"If this is done, we can move on to the next stage, toward political settlement and reconstruction in a free, democratic and united Korea - a goal which the Korean people have fought so valiantly to reach. Such a settlement could in its turn lead to a solution of outstanding issues in the whole of the Far East.

"The magnitude of the effort already made for peace and unification in Korea is the measure of the task which lies ahead. We shall succeed in that task only if we follow the course laid down by our Charter and maintain the spirit of joint endeavour that has carried us to this point on the long and hard road to peace."

Mr. St. Laurent's Armistice Statement: Ottawa, July 26. - The following is the text of the statement by the Prime Minister, Mr. St. Laurent, on the announcement of the signing of an armistice in Korea:

"The news of the signing of the Armistice Agreement in Korea has been received with deep satisfaction by the Canadian Government and by the people of Canada. For three years, the forces of the United Nations have been fighting in Korea in order to resist an unprovoked aggression launched against the Republic of Korea. In response to the various resolutions of the Security Council of the United Nations, a Brigade of Canadian soldiers, as well as three destroyers of the Royal Canadian Navy and elements of the Royal Canadian Air Force, have been in action since early in the fighting. All Canadians are proud of the courage and discipline of our servicemen during these three years of hostilities. Never in history have our soldiers, sailors and airmen fought so far from their homeland in defence of that homeland and of the highest ideals of peace. We will not forget the sacrifices which they have made, nor will we forget their losses which are the losses of the whole nation.

"We will not forget that these sacrifices and losses were part of the cost of a great collective effort shared by many peoples, especially those of the Republic of Korea and the United States, to the end that peace shall prevail. We pay tribute to all the forces allied in this effort, under the leadership of the Unified Command.

"When, in the summer of 1950, the United Nations intervened in Korea, it did so for the sole purpose of resisting aggression against the Republic of Korea. This objective has now been achieved. An armistice drawn up in honourable terms has now been signed. It is the earnest hope of the Canadian Government that this armistice in Korea will be observed scrupulously by all concerned and will lead to a political settlement in that ravaged peninsula, and eventually to a general settlement of outstanding issues in the whole of the Far East."

Across Canada: The Shakespearian Festival at Stratford, Ont., has captured the enthusiasm of Dr. Edward Johnson, former General Manager of the Metropolitan Opera in New York, who said Saturday, "my enthusiasm knows no bounds." Present Chairman of the Board of Governors of the Royal Conservatory of Music in Toronto, Dr. Johnson said he thought Richard III a "sensational success." The company, he added, was "beautifully integrated and co-ordinated." . . . The Board of Directors of the Stratford Shakespearian Festival Foundation announced from Toronto Saturday that due to the heavy demand for tickets, the festival season will be extended one week, from August 15 to August 22.... S/L J.D. Dickson, 32, thrice-decorated RCAF pilot in the Second World War, died Saturday night at the Royal Air Force Station at Holton, Eng., it was announced at Montreal by Air Defence Command Headquarters.... Canadian Airways Ltd., of Montreal which once operated the largest air service in Canada has applied for leave to surrender its charter, the Canada Gazette says. Leave is expected to be granted as a matter of course and the company, whose assets were bought in 1941 by Canadian Pacific Airlines, will pass out of existence, the Montreal Gazette reports.



Miss Hamilton

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Vol. 4, No. 143.

Tuesday, July 28, 1953.

Mr. St. Laurent On Truce In Korea: London, Ont., July 28 (CP) -- Mr. St. Laurent called on Canada Monday night to continue the defence build-up to a point where no would-be aggressor would dare to attack this country or its allies.

The truce in Korea, he said, will make for some savings in defence costs — such as ammunition and the like — but he believed there must be something more than a truce before there can be any substantial reduction in Canada's \$2,000,000,000-a-year defence budget....

He wanted the free countries to be so strong that the Communists would consider it wise to follow up the truce with an armistice and a peace treaty in Korea.

Mr. Howe On Business Outlook: Vancouver, July 27 (CP) -- The Korean truce may eventually lead to a reduction in Canada's defence expenditures, the Minister of Trade and Commerce and of Defence Production, Mr. Howe, said today.

The only immediate saving, Mr. Howe said at a press conference, "will be a lessening of expenditures for ammunition." It might be possible to reduce defence expenditures "by the time the next budget is brought down in the spring."

The Minister said the Korean truce is only an agreement to stop fighting.

"We hope they can work out an agreement to end the war but in the meantime I doubt very much if we can take our troops out of Korea although I hope that before long we can bring them home."

Mr. Howe said he expected to see a "downward trend" in defence expenditures but that there would be "no termination" of existing contracts. It was "impossible" to promise any specific defence reductions since the international situation could change from day to day.

If international tension continued to ease, it should be possible to reduce the strength of Canada's armed forces "certainly within three or four years," but he warned:

"We don't understand what is going on behind the Iron Curtain. No one does."

The Minister had this to say on the effect of the truce signing on Canadian business:

"I look for no particular (business) dislocation. The country's defence programme is built on top of a pretty substantial civilian economy. A peace settlement in Korea will have very little effect on business.

"I see no possibility of a depression in Canada," continued Mr. Howe.

On taxes:

"There will probably be an opportunity to reduce taxes next year but it is not safe to make any hard and fast promises. It is too dependent on the international situation. However, I think I can promise that taxes won't go any higher."

On trade:

Trade relations with the United States are "excellent" and negotiations for a trade treaty with Japan "are proceeding very satisfactorily."

Mr. Howe said in his opinion signing of the Korean truce would have little "immediate effect" on trade relations with Red China.

Air Agreement With Mexico: Ottawa, July 27 (Dept. of Transport) -- The Minister of Transport, Mr. Chevrier, today announced that a bilateral air agreement between Mexico and Canada had been concluded providing for the opening of direct air routes between both eastern and western Canada and Mexico City on a reciprocal basis.

The agreement was made effective by exchange of diplomatic notes in Mexico City following negotiations with the Mexican authorities by the Chairman of the Air Transport Board. It provides for the establishment of a route to be operated by a Canadian airline from Vancouver to Mexico City and onward to Lima, Peru and Sao Paulo, Brazil, and for a route to be opened by a Canadian airline from Montreal or Toronto direct or via Tampa to Monterey and Mexico City.

The route from Vancouver will be operated by Canadian Pacific Air Lines and the route from Montreal or Toronto will be operated by Trans-Canada Air Lines. It is hoped that both these services will be in operation before the end of the present year.

In return a Mexican airline will be authorized to operate from Mexico to Vancouver and onward to points in the north Pacific which may subsequently be agreed between the two Governments and a Mexican airline will be authorized to operate from Mexico through Toronto to Montreal.

The Minister indicated that while no immediate plans existed for operation of a Mexican airline to Vancouver, it was understood that the Mexican Government hoped within the next two or three years to be able to institute a Mexican air service as far as Montreal under the agreement. This would be welcomed by the Canadian authorities.

902 Candidates Officially Nominated: Ottawa, July 28 (CP) -- Canada's political parties yesterday named 902 candidates to battle it out for the 265 House of Commons seats in the August 10 federal election.

It was not a record nomination list, despite the larger House representation under the latest redistribution, but it was well ahead of the 849 total of candidates in the election of four years ago. The 1945 number of 954 is still the top.

Liberals and Progressive Conservatives ran virtually full slates across the country.

The Liberals named 264 candidates, Progressive Conservatives 250, CCF 172 and Social Credit 71. The Communist Labour-Progressive Party came up with the strong turnout of an even 100--against 19 in the last election--centred in Ontario, Quebec and the West.

After some earlier indications that they would move strongly into the East on the basis of their showing of power in the B.C. provincial election June 9, the Social Crediters centred their fire heavily on the four western provinces. They nominated only nine east of the Lakehead.

Across Canada: Premier Frost of Ontario on Monday expressed concern over recent clashes in the trucking and gold mining strikes and called AFL and CIO union leaders into conference, requesting their co-operation in respect for the law....Already more than 500,000 tourists have visited Montreal -- but before it's all over the influx will equal the metropolis' million-and-a-quarter population. Tourist officials predict the city will have enjoyed its biggest year in history when the summer draws to a close, the Montreal Gazette reports.



Miss Smith

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Vol. 4, No. 144.

Wednesday, July 29, 1953.

Mr. St. Laurent On Defence Expenditures: St. Thomas, Ont., July 28 (CP) -- Canada would be "betraying" her Allies if she reduced defence expenditures by 10 per cent at this time, Mr. St. Laurent said today.

"Don't look to us for any 10-per-cent reduction immediately," he told an audience of about 700 persons at a park gathering at the edge of this railway city.

He hoped the day would not be "far distant" when Canada "with safety" could reduce defence spending and spend more for welfare and to help her friends in Asia, to enable them to weed out from their midst the seeds of Communism, such as hunger and poverty.

If Canada did not want war, it was important for her to see that these friends in Asia stayed out of the communist world and kept "on our side."

Mr. St. Laurent said flatly:

"We are not going to stop building up our strength under the North Atlantic alliance and we are not going to consent to have our associates stop building up their strength until we have something better than a truce."

He said the Korean truce may help Canada save some money -- there would be money saved on ammunition, in the reduced use of aircraft and guns.

But the free world, he added, had not yet reached the point "where it could stop the Communists dead in their tracks." The free world had to "keep going" in its defence build-up. That was the most effective way of stopping aggression.

Mr. Drew At Niagara Falls: Niagara Falls, Ont., July 28 (CP) -- Mr. Drew said today the recent action of the United States Government in reducing military appropriations supports his proposal that taxes in Canada can be cut by \$500,000,000 a year.

Mr. Drew, who charged in a campaign speech that there is waste and extravagance in Canada's National Defence Department, said the U.S. Government cut its appropriation for the Air Force alone by \$5,000,000,000 through reducing inefficiency.

"Huron" Officers Face Routine Courtmartial: Ottawa, July 28 (CP) -- Naval headquarters announced today that three officers of the destroyer Huron, including the ship's commanding officer, Cmdr. R.C. Chenoweth of Montreal, are being flown to Canada to face court martial charges arising out of the grounding of the vessel off the east coast of North Korea on July 12.

The two other officers are Lt.-Cmdr. T.J. Thomas, Dartmouth, N.S., and Lieut. G.H. Emerson, Bathurst, N.B.

The navy said the three officers are being flown to Canada for the court martial, but was unable to state their arrival date.

The court martial will be held at HMCS Stadacona at Halifax on a date to be fixed following arrival of the officers, witnesses and evidence from the Far East.

The navy described the court martial as a "routine procedure following incidents of this nature."

Windsor Man Last Canadian Casualty: Ottawa, July 28 (CP) -- The Army today issued the last casualty list of the Korean war.

It contained three men wounded in action, including the last Canadian casualty of the war — Tr. James Murrill Nickerson of Windsor, Ont., whose mother, Mrs. Frances Newell, lives at Kentville, N.S. It brought total Canadian casualties in Korea to 1,509, of which 1,502 were sustained by the Army.

Red Cross In Korea: Toronto, July 28 (CP) -- Canada will have representatives on Red Cross teams assisting in repatriation of prisoners of war in Korea, the Canadian Red Cross Society said today.

Mr. Albert Batten of Hamilton, who has been attending preparatory briefing sessions of the United Nations Command, will be a member of an all-male team drawn from United Nations members with troops in Korea.

Supplementing the work of the male team will be the Canadian Red Cross Society's welfare workers established in the Far East last year. They will be stationed at the forward Commonwealth medical unit in Korea and along the line of evacuation into Japan.

Across Canada: The Canadian National Exhibition Stadium, a sports white elephant since it was built a few years ago, may be used as bait to lure the summer Olympic Games and major league baseball to Toronto. Plans are under way to make it the biggest sports arena in the country, the Canadian Press reported.... A German merchant seaman who escaped from an Ontario detention camp shortly after the end of the Second World War was taken into custody at Hamilton yesterday. He had worked as "an exemplary citizen" for six years. The RCMP said Franz Jenisch, about 45, was picked up at a machine shop after a resident noticed his picture in a newspaper photo series of escaped prisoners of war still at large....The first session of British Columbia's 24th Legislature will open Tuesday, September 15, Premier W.A.C. Bennett announced.



Miss Hameltre

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Vol. 4, No. 145.

Thursday, July 30, 1953.

June Exports Set New Record: Ottawa, July 29 (CP) -- Canada did more business with foreign countries in June than in any previous month this year, the Bureau of Statistics reported today.

The value of exports — domestic and foreign — rose to \$416,016,000 from \$380,738,000 in June, 1952, an increase of \$35,278,000 and higher than any month in history.

Domestic exports rose 9.3 per cent during the month to \$411,659,000, compared with \$376,700,000 in June of last year. Exports of foreign produce rose moderately to \$4,357,000 from \$4,044,000 in the same month in 1952.

The value of domestic exports shipped to the United Kingdom was lower than in June of last year. However, there were increases in the value of exports to other Commonwealth countries as a group, the United States, Latin America and European countries.

The volume of trade with Canada's foreign customers also increased in June.

Average export prices for the month were about 2.1 per cent below those of June, 1952. Taking the lower prices and the increased value of exports into account, the volume of trade was consequently about 11.5 per cent greater, the Bureau said.

During the first six months of 1953, the value of all exports rose to \$2,019,698,000, a drop of less than five per cent as compared with \$2,121,759,000 in the first half of 1952. Prices were about 3.5 per cent lower in the period, and the volume of exports was down approximately 1.7 per cent.

Exports increased to the United States and a number of small foreign countries during the half-year period. However, they were down to the United Kingdom, Latin America and European countries.

Domestic exports to the U.S. rose in June to \$214,588,000 from \$191,483,000 last year, and represented 52 per cent of Canada's total exports in the month. During the six month period exports to the U.S. increased in value to \$1,188,420,000 compared with \$1,113,307,000 a year ago.

However, shipments to the United Kingdom in June declined to \$77,026,000 from \$84,632,000 in the same month of 1952. In the half-year period they totalled \$314,234,000 as against \$400,976,000 last year.

WMO Meetings At Toronto: Ottawa, July 29 (CP) -- Communist Yugoslavia will send two delegates to three important meetings of the World Meteorological Organization in Toronto in August, the Transport Department announced today.

The Department said it has no word whether Russia, which is a member of WMO, will send delegates.

Besides Yugoslavia, the meetings will be attended by delegates representing 14 other countries. They are Canada, the United States, Belgium, the Dominican Republic, India, Ireland, France, Norway, the Netherlands, Sweden, Switzerland, South Africa, the United Kingdom and Trinidad. Other countries may announce later that they will send delegates.

The first of the three meetings will be held by the regional association for North and Central America from August 4 to 7. The second and third meetings will be held simultaneously from August 10 to September 4.

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Destroyers To Continue On Duty: Ottawa, July 29 (CP) -- More than 3,500 officers and men of the Royal Canadian Navy gained battle experience in Korea aboard the eight destroyers Canada placed on duty at various times in the Far Eastern battle zone, the Navy said here today.

Two of the three destroyers now in the Far East are on standby duty following the signing of the Korean armistice.

A Navy statement said the vessels are still under United Nations orders "and will continue on duty until the need for them no longer remains." The future activities of the ships "rests on the outcome of the political conference called for in the armistice terms."

Acclamation In Terrebonne: Ottawa, July 29 (CP) -- Mr. Lionel Bertrand, Liberal candidate in Terrebonne, Que., was today declared elected by acclamation when his only rival for the general election of August 10, Philippe Beauchamp, Progressive Conservative, formally withdrew.

Announcement of the first acclamation in a general federal election since 1930 was made by the returning officer for Terrebonne to Nelson Castonguay, chief electoral officer for Canada.

Across Canada: Building and equipment totalling close to \$1,400,000 is being installed in the Royal Canadian Mint, a senior Government spokesman said yesterday. The expenditure covers some \$300,000 for erection of a new 40-by-80-foot building which will house a machine shop and coin presses. New machinery, including five new coin presses, will cost almost \$700,000.... Mr. Drew promised at Brantford, Ont., his first move as Prime Minister, if returned to power, would be to go to Britain to try for an increase in Canada's sterling markets....Mr. Howe said in Victoria, B.C., "I think this will be my last election", the Canadian Press reported....Mr. J. Alphonse Ouimet, General Manager of the CBC, said the Labour-Progressive Party, with 100 candidates nominated for the August 10 federal election, now qualified for free time on CBC networks for political broadcasts.



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 146.

Friday, July 31, 1953.

Mr. St. Laurent On Security: Brantford, Ont., July 30 (CP) -- "The truce in Korea still isn't good enough to allow us to stop building up our strength," Mr. St. Laurent said at Galt, Ont., today.

The Communists had been shown in Korea that they can't advance, "but the strength we have is not great enough to give us the security we need," he said.

Canada, for example, intended to keep on producing CF-100 jet aircraft, which, said the Prime Minister, are "so destructive" that it makes him "shudder" to think of them.

"We are going to continue to build them to provide that kind of strength that would make it advisable for others not to start anything."

But, he added, the chances of peace are good and given that peace, Canada's children would witness an increase in the standard of living, now the world's second highest.

And if peace came, he hoped there also will be sufficient prosperity to make it possible to boost aid to Canada's friends in Asia. He had told Prime Minister Nehru of India that he did not want the people of India to think that Canadians considered themselves in any way superior. All people were equal. But Canada did have some "know how" which India did not have and this should be passed along to those in Asia to help prevent them from falling prey to the Communists.

At Port Dover, he said Canada's defences are costing her a "lot of money" but his Government is not only thinking of Canada's current crop of Canadians but those of the future. It wanted to protect future generations from war.

There are those, he said, who maintain that Canada's markets are ruined, but in June Canada's exports were the highest in history. He was not promising that this record will be repeated continually. There were trade problems to be faced.

Mr. Pearson On Peace Progress: Ottawa, July 30 (CP) -- Mr. Pearson said tonight some of the "stress and tension of a few years ago now has disappeared -- some progress has been made toward security and peace."

In a speech over the trans-Canada network of the CBC, Mr. Pearson said, however, the "basic danger for aggressive communist imperialism, harnessed to the might of Soviet Russia, remains, in spite of olive branches, which now occasionally flutter from the Kremlin walls.

"In the years before us, we are certain to have to face new and dangerous international problems, on which the greatest issue of all, peace and war, may well be decided. That issue still hangs in the balance.

Mr. Gordon Declines British Transport Post: Quebec, July 31 (CP) -- The Minister of Transport, Mr. Chevrier, said Thursday that Donald Gordon, President of Canadian National Railways, has turned down an offer to become Chairman of the British Transport Commission.

During a press conference, Mr. Chevrier said Mr. Gordon decided Tuesday not to accept the invitation "on the grounds that his existing duties and responsibilities were such that they preclude his leaving Canada or considering any other undertaking in the foreseeable future."

Mr. Chevrier said he was "highly pleased at this decision." Mr. Gordon was doing an outstanding job of running the country's national railway system. "With the tremendous development in this country today Canada needs the organizing and administrative ability which he has so well demonstrated throughout his career," Mr. Chevrier said.

1952-53 Budgetary Surplus \$23,547,000: Ottawa, July 30 (CP) -- The Finance Department announced today that the Government's 1952-53 budgetary surplus totalled \$23,547,000.

The surplus is slightly below the \$24,000,000 estimate contained in a preliminary statement issued by Mr. Abbott, June 24 and less than one-half the \$48,000,000 forecast in his Budget Speech February 19. However, it is nearly three times greater than the \$9,000,000 the Finance Minister predicted at the beginning of the fiscal year.

This was the seventh consecutive surplus reported by the Government. Revenues for the 1952-53 fiscal year totalled \$4,361,000,000, a decrease of \$14,000,000 compared with the Budget forecast of \$4,375,000,000. Expenditures totalled \$4,337,000,000, an increase of \$10,000,000 over the \$4,327,000,000 forecast.

The gross liability of the Government on March 31, 1953, amounted to \$17,918,000,000, including \$14,811,000,000 of unmatured funded debt. Active assets totalled \$6,757,000,000, resulting in a net debt of \$11,161,000,000, compared with \$11,185,000,000 at the end of the previous fiscal year.

The decrease of \$24,000,000 is the equivalent of the budgetary surplus for the 1952-53 fiscal year.

Crop Storage Problem: Winnipeg, July 30 (CP) -- For the third successive year, Western farmers face a storage problem this fall as the crop year ends.

Prospects of another good grain crop and a carryover of about 485,000,000 bushels of all grains add up to a possible major storage tie-up when the new grain starts moving to elevators.

This year's carryover is 80,000,000 more than the 1951-52 figures. The 10-year average carryover is about 370,000,000 bushels.

No estimate has yet been made of the size of the new crop. Acreage was cut sharply in some areas due to excessive rains -- but the same rain caused lush growth in other regions.

The crop is entering its critical stage when rust, hail, frost, excessive rain, high wind can drastically change the picture. But from this point officials are agreed: The crop looks good.

Across Canada: Construction will start next May on the W. Clifford Clark Memorial Recreation Centre for the Civil Service Recreational Association. Mr. Kenneth W. Taylor, Chairman of the campaign for funds for the centre, said \$725,000 will be available for the building. The centre is being named in memory of the late Deputy Finance Minister....An Ontario Supreme Court judge Thursday ruled in effect that an employee who takes time for coffee or tea does so at his or her own convenience and so cannot claim damages under the Workmen's Compensation Act for injuries suffered during the rest period....

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Vol. 4, No. 147.

Tuesday, August 4, 1953.

Mr. St. Laurent In Quebec: Granby, August 3 (Montreal Gazette) -- Mr. St. Laurent, at a meeting here this afternoon, quoted comparative tax tables of the United Kingdom, United States and Canada to prove taxes here are lowest. And he said he would not risk the security of this country by making tax cuts at this time which would jeopardize the part it was playing in the North Atlantic Alliance.

The Prime Minister, working his way westward through the Eastern Townships in a 20-car motorcade, spoke at the Granby Palace Theatre which was crowded to its 1,800-seat capacity.

The tax tables he read were personal income imposts which showed the Canadian rate for single and married persons the lowest. Rates for people with children were slightly higher than in the United States but, he explained, "in Canada there is the family allowance and a married man with two children gets about \$150 a year, it should be remembered."

In direct and indirect taxes, on national production, Mr. St. Laurent said that in 1951 the United Kingdom figure was 38 per cent, the U.S. 26.4 and Canada 24.9.

"Right now, I believe the Canadian figure would be closer to 22 per cent," he said.

Mr. Drew In Carleton: Ottawa, August 3 (Montreal Gazette) -- Conservative Leader George Drew has ruled out the possibility of a post-election coalition with the CCF or Social Credit parties.

He told supporters in his own riding of Carleton that his party has no intention of forming a coalition government of any variety, should the Conservatives fail to gain a clear House of Commons majority.

Mr. Coldwell At Victoria: Victoria, August 3 (CP) -- Canada's wealth is sufficient to support a high standard of social security, Mr. Coldwell said here tonight.

He said payments would merely involve a redistribution of wealth -- the taxing of those who can afford it in order to give to those who need it.

"In other words, the sharing of one another's burdens."

Mr. Mayhew On Korea: Victoria, August 3 (CP) -- Mr. Robert Mayhew, Canadian Ambassador to Japan, said today the next 30 days will be crucial in Korea.

"I see real hope in the future, but this is not the day to listen to demagogues," said Mr. Mayhew who returned today from Korea.

He said the whole prestige of the United Nations in Asia will rest on what is done to rehabilitate war-torn Korea. Under a long-range plan, the U.N. should send experts to Korea to determine what is needed most and how much aid is required.

It would be foolish to withdraw Canadian troops from the country at this stage; such action might hamper the success of the important political conferences on which so much depended.

Expansion Of Kitimat Aluminum Plant: Vancouver, July 31 (CP) -- Expansion of Aluminum Company of Canada's big plant at Kitimat, B.C., will depend on markets but "there is no doubt that expansion will ultimately take place," McNeilly DuBose, Vice-President of the Company said here today.

Mr. DuBose was replying at a press conference to questions regarding an anti-trust court action by the United States Government against Aluminum Company of America (ALCOA).

The U.S. Government acted two weeks ago to stay a contract under which ALCOA would buy 1,200,000,000 pounds of aluminum from Aluminum Ltd., partner company of both ALCOA and Aluminum Company of Canada (ALCAN).

Quebec Mental Hospital Programme: Quebec, July 31 (CP) -- A vast plan to enlarge and modernize Québec's mental hospitals was announced today by Premier Duplessis.

The programme, outlined in general terms during a press conference, will get under way shortly with a \$7,000,000 reconstruction and enlargement project at St. Michel Archange Hospital at nearby Mastai.

Mr. Duplessis said the Government is contributing a \$3,000,000 grant to the St. Michel Archange project.

Plans are being worked out for improvements in the Montreal area -- including probable construction of a new hospital for mental patients. Details would be announced subsequently, Mr. Duplessis said.

Dr. G. I. Christie Is Dead: Guelph, August 3 (CP) -- Dr. G. I. Christie, 72, President Emeritus of the Ontario Agricultural College, died in hospital early today.

He served a 19-year term as President of OAC, largest agricultural college in the Commonwealth. He was appointed in 1928 and retired, owing to ill health, in 1947.

His period of office was the longest of any of the OAC's seven Presidents.

Across Canada: Rising food prices during May reversed a continuous six-month drop in the Canadian consumer price index, bumping it by one-half point. The index, based on 1949 prices equalling 100, now stands at 114.9, just 3.3 points below the all-time high of 118.2 in December, 1951, the Canadian Press reports....Premier Duplessis said his Government intends to put electricity into every Quebec farm home. During his weekly press conference, Mr. Duplessis announced the Quebec Rural Electrification Board has been authorized to spend \$300,000 to extend electrical services in rural regions, according to Canadian Press....One of Western Canada's top authorities on grain, takes an optimistic view of the world wheat situation at the end of the 1952-53 crop year despite the large carry-over in Canada and the United States and substantial stocks in importing countries. Mr. J.H. Wesson, President of the Saskatchewan Wheat Pool, suggested in a week-end interview that the large amount of wheat left in Canadian bins July 30 might not be such a depressing factor on world prices as appears on the surface.



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Vol. 4, No. 148.

Wednesday, August 5, 1953.

383 Fatal Casualties: Ottawa, August 5 (Citizen) -- The Korean war has cost the Canadian Army in the Far East a total of 383 fatal casualties from all causes since the first troops of the 25th Canadian Infantry Brigade Group landed in Japan and Korea late in 1950. In addition, Army Headquarters announced yesterday, one soldier is missing but presumed to be dead and a further 27 are listed only as missing. Their fate is still undetermined.

Of the 383 fatal casualties, 293 were directly attributable to enemy action and the remaining 90 to training accidents, vehicle accidents, natural causes, drownings, burns and infections including haemorrhagic fever, and other causes. Seventy-nine of the 90 occurred in Korea and 11 in Japan.

The army also listed a total of 1,113 officers and men wounded in action, 98 injured in action, and 18 prisoners of war. Two former prisoners of war were exchanged and repatriated earlier this year.

During the period of Canadian participation a total of 338 Commonwealth decorations and medals and six foreign decorations were awarded to officers and men of the three Canadian Services, the majority going to the army.

Pocket Money For Released Prisoners: Ottawa, August 4 (CP) -- Canadian war prisoners freed by the Communists in North Korea will receive pocket money shortly after their arrival in Pammunjom, the Army said today. They will pick up their back pay later in Japan.

The British paymaster in Pammunjom will pay about \$30 to an officer and \$15 to other ranks.

"The money will enable the men to buy cigarettes and other necessities in the British canteen at Pammunjom," an Army spokesman said.

Price Index Rises: Ottawa, August 5 (CP) -- The consumer price index rose half a point in June to 115.4 from 114.9 under the impact of a seasonal increase in food costs and higher prices for clothing, rents and other commodities.

The Bureau of Statistics reported yesterday the rise in the prices yardstick, based on 1949 prices equalling 100, largely reflected seasonal increases in the price of eggs, fresh fruits and vegetables. Price increases for these goods drove the food sub-index up to 112.7 from 111.4.

The old cost-of-living index, based on 1935-39 prices equalling 100, rose 1.2 points to 186 from 184.8 in May.

Navy Reserve Air Arm: Ottawa, August 5 (Citizen) -- A Canadian navy reserve air arm, first in Canada's senior service history, is being established, naval headquarters said last night.

A reserve unit has already been established at Toronto and a second is planned for Kingston, Ont.

"The project is still on an exploratory basis," a navy spokesman said. It was not yet known when actual flying would start or how many men would be involved.

Mr. Coldwell On Trade Picture: Vancouver, August 4 (CP) -- Mr. Coldwell said tonight the Government has jeopardized Canada's economic security by "hanging on to temporary, short-term and unstable American markets." He said this had been done instead of restoring pre-war markets in such countries as the United Kingdom which most require our products.

In a speech prepared for delivery here he said that last year Canada's foreign trade was the second highest on a per capita basis in the world. Any substantial reduction in exports would cause an immediate depression.

Mr. Drew On LPP Radio Free Time: Montreal, August 5 (Gazette) -- Mr. Drew last night criticized the award of free time on the CBC for speeches by members of the Labour-Progressive (Communist) Party.

(The LPP was given 30 minutes in free time for speeches after it had nominated 100 candidates across the country. Earlier the CBC had ruled time would be given to parties nominating at least 66 candidates in three or more provinces.)

"I don't believe our taxes should go to the service of the Communist Party of Canada," Mr. Drew told a cheering audience of about 800 in the Atwater Market.

Mr. St. Laurent On Unity, Buoyant Future: St. John's, Que., August 4 (CP) -- Mr. St. Laurent last night completed a two-day sweep of Quebec's Eastern Townships, drawing the crowds wherever he went.

Some 1,500 persons jammed into a parish hall meant to hold 1,000 to hear the Liberal leader reiterate his hopes and beliefs of peace, unity and Canada's buoyant future.

Mr. St. Laurent leaves for Ottawa today for a Cabinet meeting and a rally Wednesday night. He will end his six-week campaign with meetings in Montreal Thursday, and Barrie, Ont., and Toronto Friday.

Across Canada: A third Quebec candidate has withdrawn from the general election, assuring acclamations for two Liberals. The acclamations are the first in a federal general election since 1930 when there also were two. They leave 896 candidates in the race. Newest withdrawal was that of Jacques Trempe, nominated as Progressive Conservative candidate for St. Hyacinthe-Bagot. His retirement gave an acclamation to Joseph Fontaine, Liberal member of the last House of Commons....Attorney-General Robert Bonner said yesterday emergency police squads will combat "any mass disturbance" by radical Sons of Freedom Doukhobors. He was commenting on an announcement by railway men that they will take "vigilant" action to protect themselves against the Doukhobor terrorists, the Canadian Press reported from Nelson, B.C.



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Vol. 4, No. 149.

Thursday, August 6, 1953.

Mr. Pearson On Canada-U.S. Relations: Espanola, August 5 (CP) -- Canada's dealings with the United States should not be with a chip on her shoulder but with her shoulders back, Mr. Pearson said Tuesday night in a campaign speech here.

"We talk frankly and friendly to the U.S.," he said, "and they understand that kind of talk."

"In the House of Commons, we find a certain unity of foreign policy," Mr. Pearson continued. "However, we disagree at home, we face the world united. We all agree that we should work through NATO, the United Nations and the Commonwealth. We consider that the United States and Canada are two neighboring states—Canada is not considered inferior. If you like, we will say one is as good as the other."

He said important decisions face the Canadian Government immediately after the August 10 election with the U.N. General Assembly meeting August 17 to discuss the Korean question, the question of peace in the Far East.

"It may mean peace in the world," declared Mr. Pearson.

Cabinet Meeting: Ottawa, August 5 (CP) -- Seven Government Ministers turned up at the East Block today at attend what may be the final cabinet meeting before the August 10 voting.

With Mr. St. Laurent were Trade Minister Howe, Defence Minister Claxton, Revenue Minister McCann, Transport Minister Chevrier, Postmaster-General Côté, and State Secretary Pickersgill.

The meeting finished at noon. There were no announcements.

More Arms For Allies: Ottawa, August 6 (CP) -- Additional supplies of Canadian arms will be shipped to Italy and Portugal this month under the mutual aid agreement of the North Atlantic Treaty Organization, the Defence Department announced yesterday.

The Italian army will receive 58 three-ton trucks. They will be shipped to Naples this week on the Capo Miseno sailing from Montreal and on the Kollbryn sailing from Hamilton.

The Portuguese army will receive 240 military wireless sets which will be shipped from Montreal to Lisbon on the Polycrest about the middle of the month.

Extended Duck-Shooting Seasons: Ottawa, August 5 (CP) -- Extended shooting seasons and bigger bag limits for duck hunters in most parts of Canada were announced today by the Resources Department.

Streamlined regulations which should enliven the duck marshes this fall were approved by the federal Cabinet today and are being sent to post-offices, other Government buildings and enforcement officers across the country for posting.

The 1953 rules, set after study of migratory bird populations and consultation with United States authorities under an international convention, establish open seasons throughout Canada, the first of which becomes effective September 1.

Voting Inside Arctic Circle: Ottawa, August 5 (CP) -- Groups of RCAF personnel scattered through the Canadian Arctic probably qualify as the voters furthest North during this week's voting in the federal election by members of the armed forces.

The Navy men voting at Aklavik, N.W.T., 125 miles inside the Arctic Circle near the mouth of the Mackenzie River, are almost in the balmy south compared to RCAF voters at Resolute, hardly 1,000 miles from the North Pole.

Across Canada: The value of cheques cashed in 35 clearing centres across Canada showed a sharp increase over last year in June and in the first six months, the Bureau of Statistics reports. Cheques cashed in June had a value of \$11,671,224,000, as compared with \$10,524,543,000 in the corresponding month of 1952. For the first half, the value rose to \$67,259,354,000 from \$59,674,597,000 in the year-ago period, an advance of about 13 per cent.... Hillyard Lang, 67, Superintendent of the Toronto Harbour Police, who was instrumental in saving hundreds from death by drowning, died last night in Toronto General Hospital.... Prairie crops are heavy and prospects for a big harvest are good if the West can get warmer weather, the Bureau of Statistics reported Wednesday in the sixth cross-country survey of crop conditions. "Stands of crops are generally heavy throughout the Prairies with warmer weather being the major requirement to ensure realization of current favorable prospects now existing in most areas," the Bureau said.



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Vol. 4, No. 150.

Friday, August 7, 1953.

Mr. St. Laurent In Montreal: Montreal, August 7 (CP) -- The roar of a thunderous ovation swept over Prime Minister St. Laurent last night as he wound up his campaigning in this metropolis with two humanity-packed market place meetings.

At Atwater Market, in south-west Montreal, some 3,000 persons filled the second storey meeting hall to overflowing. Another 2,000 were in the streets below.

A similar crowd packed the St. James Market meeting in east-end Montreal. At both meetings, the crowds shouted, applauded and cheered the Prime Minister as he reiterated his single election promise: "To do my best"....

Mr. Drew At Orillia, Ont.: Orillia, Ont., August 7 (CP) -- Two trade-building visits—to the United Kingdom and the United States—were promised yesterday by Mr. Drew if the Progressive Conservatives are voted into office in Monday's federal election.

He said he would go to London with the new Ministers of Trade, Finance and Agriculture to "reopen British markets" to Canadian farm products.

Another conference would be held with President Eisenhower to discuss U.S. restrictions on imports of some Canadian foodstuffs and U.S. "dumping" of textile products in this country.

"There is only one way we can make our farmers prosperous—and in that way keep our villages, towns and cities prosperous," Mr. Drew told a picnic audience of about 350 in Couchiching Park here. "That is to find export markets for our farm products"....

Mr. Coldwell At Edmonton: Edmonton, August 7 (CP) -- CCF Leader M.J. Coldwell says he will be ready to take a back seat in Canadian politics when a national health insurance plan is brought in.

Speaking here at a public meeting Wednesday night, Mr. Coldwell said he will be ready to "hand over the torch" to a younger man when this "last great piece of social legislation" is introduced.

The 64-year-old former school teacher, a Member of Parliament since 1935 and CCF Leader for 13 years, said the Canadian people have the right to adequate medical services.

The medical scheme could be financed out of general revenue and if necessary a social security contribution, based on ability to pay.

Mr. Coldwell was to leave today for Lloydminster and Prince Albert in Saskatchewan, then to his home riding of Rosetown-Biggar, to continue his federal election campaign....

Ask Royal Commission On Textiles: Granby, Que., August 7 (CP) -- The Federation Nationale Canadienne du Textile (the Canadian National Textile Federation) has asked Mr. St. Laurent to set up a Royal Commission to "examine the tariff problem" with regard to the textile industry, it was learned yesterday.

In a telegram over the signature of President Rene Gosselin, the Federation said:

"We ask you in the name of the textile workers to establish a Royal Commission to examine the tariff problem and the request of employers to increase tariff protection against foreign textile products. The Commission should at the same time study the necessity of this tariff protection for the Canadian textile industry and its consequences on the economy of the country."

Curb On Nickel Ended: Ottawa, August 6 (CP) -- An informal two-year agreement between the Defence Production Department and some Canadian metal manufacturers to conserve nickel supplies for the defence programme was ended today.

Under the agreement the manufacturers in June, 1951, reduced the amount of nickel in stainless steel, low-alloy steels and copper and aluminum alloys produced for non-war purposes. Voluntary action by the manufacturers increased the amount of nickel available for the defence effort.

The Defence Production Department said the agreement is terminated because of a major improvement in the nickel supply situation.

Across Canada: Mayor Whitton announced yesterday that Ottawa will set up a rental reference board when provincial rent control regulations end March 31, 1954. She said the Board will confine its activities to the arbitration of differences on rentals charged between landlords and tenants. Although the Board would be set up under the 1953 Ontario Rent Control Act which authorizes municipalities to implement present provincial rentals regulations, Ottawa did not intend to continue them, she said....A proposal to develop a new town seven miles east of Edmonton was made yesterday at a meeting of the Edmonton District Planning Commission. The town would accommodate 10,000 to 20,000 persons, depending on available land. It would be primarily for workers employed in the industrial district east of the city limits....Delegates representing 70,000 teachers from every province in Canada will attend the 32nd annual conference of the Canadian Teachers' Federation in Montreal August 11 to 15.



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Vol. 4, No. 151.

Monday, August 10, 1953.

Mr. Pearson On World Outlook: Toronto, August 10 (CP) -- Mr. Pearson said last night there is a "danger" of division and disunity among the countries of the free world as they approach the task of trying to make a peace in Korea. He told an election rally that although there has been some progress made in overcoming the "Russian Communist aggression", the risk of war still remains in Europe and in the Far East.

Record Grain Deliveries: Ottawa, August 7 (CP) -- Grain producers in Canada's bulging bread basket delivered record quantities of prairie grain during the crop year ended July 31, the Trade Department said today.

In a review of the 1952-53 crop year, the Department said prairie grain producers marketed 812,000,000 bushels during the 12-month period, the highest volume of deliveries in a single crop year. Final figures may boost the total to 825,000,000 or 830,000,000 bushels.

The 1952-53 deliveries were higher by about 90,000,000 bushels than those of the previous crop year.

The record crop sparked record sales abroad of 582,000,000 bushels of all grains and flaxseed, including wheat in the form of flour. This was 77,000,000 bushels higher than the previous record export sales in the 1951-52 crop year.

Wheat and flour exports soared to 385,000,000 bushels from 356,000,000 in the previous crop year. Barley exports jumped to 119,000,000 bushels from 70,000,000 -- an increase which the Department described as "startling."

Oats exports were down slightly to 65,000,000 bushels from 69,000,000 and rye and flaxseed exports "were well in excess of the exports in the previous crop year."

The Department said wheat exports to the United Kingdom, Western Europe and Asia were "very large." Exports of wheat and flour to the South and Central American countries set a record.

A particularly interesting pattern of barley exports was established in 1952-53. Western Germany was the largest buyer of Canadian barley followed by Japan, the United States, Korea, Belgium and The Netherlands.

Large Wheat Carryover: Winnipeg, August 10 (CP) -- Canadian wheat stocks in transit or in store at North American positions at the close of the 1952-53 crop year, July 31, totalled 268,100,000 bushels, the Board of Grain Commissioners announced Saturday.

This is the heaviest wheat carryover since the end of the Second World War and exceeds the previous year by 40 per cent. The figure does not include stocks on farms which are estimated later.

New Auto Buying Up 28 Per Cent: Ottawa, August 7 (CP) -- Canadians spent nearly \$700,000,000 on new motor vehicles during the first six months of 1953, an increase of 28 per cent over the same period last year, the Bureau of Statistics reported today.

Sales of new vehicles in the January-June period totalled 274,039 valued at \$687,883,412 compared with 212,566 vehicles worth \$538,433,773 in the corresponding months a year ago. In June the number of new units sold increased moderately to 46,449 from 43,171 in the same month of 1952.

The number of new passenger cars sold in the six-month period soared to 214,054 units valued at \$538,712,766 compared with 155,353 units worth \$391,950,362 last year.

Nearly 8,500,000 Voters For Election: Ottawa, August 7 (CP) -- Information reaching Mr. Nelson Castonguay, Chief Electoral Officer, indicates possible registration of close to 8,500,000 voters in the August 10 federal election. The total registration in the 1949 general election was 7,893,629 compared with 6,952,445 in 1945.

Urban areas will still hold the edge over rural sections in number of votes. In 1949 the urban registration was 4,242,846, rural 3,650,783.

Based on requests from returning officers for supplies, the indications are that the increased registration this year is predominantly urban.

There are 60 constituencies in which all the polling stations are located within urban areas—municipalities with a population of 5,000 or more.

Ontario and Quebec contain 47 for the wholly urban ridings, and most of about 25 other ridings in which there are more urban than rural polls.

Across Canada: The Trades and Labour Congress annual convention opens in Ottawa today....Canada's six main types of chain stores increased their sales by more than seven per cent during the first six months of 1953, the Bureau of Statistics has announced....A crowd of more than 8,000 is reported to have heard Mr. St. Laurent at the Toronto Liberal rally held in Maple Leaf Gardens Friday night.



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Tuesday, August 11, 1953.

The Government Returned: Ottawa, August 11 (CP) -- The Canadian Press party standings in yesterday's federal election as reported at 1:45 this morning were:

Elected:		
Lib	.....	171
PC	.....	50
CCF	.....	23
SC	.....	13
Ind	.....	3
Ind-L	.....	2
L-Lab	.....	1
Leading:		
Lib	.....	1
SC	.....	1

The Liberals rolled into power for the fifth time in a row yesterday with a House of Commons majority slightly reduced. All House Opposition parties sliced into the huge Liberal lead in varying degrees, but none to any great extent. It was the Socialist CCF—third largest group in the House of Commons—that made the most substantial gains in the general election.

The CCF bit into the Liberal ranks chiefly in Socialism's western stronghold of Saskatchewan, reversing a majority from that Province enjoyed by the Liberals in the last Parliament.

The Socialists made gains, too, in British Columbia, where a Social Credit threat failed to develop despite the party's show of strength in two provincial elections.

Making his second bid for power since he became party leader in 1948, Mr. Drew took but 32 of Ontario's big bloc of 85 seats.

The Ontario showing bolstered by six the Conservatives' dissolution standing from that Province. The Liberals, with 55 at the end of the last Parliament came out of this election with 51 plus a Liberal-Labour supporter of the Government.

In Ontario also, the CCF took one of its only two Eastern seats. It got the other in Nova Scotia, just holding its former House membership there.

The Communist Labour-Progressive Party, though it threw 100 candidates into the fight, ended nowhere. Leader Tim Buck lost his deposit when a Liberal snowed him under in Toronto Trinity, and most of his followers met the same treatment.

But the voters returned all other party leaders as well as all Cabinet Members and virtually every front-rank member of the last Parliament.

The major single casualty was Dr. E.A. McCusker, Parliamentary Assistant to Health Minister Martin, who lost to a CCF candidate in Regina City.

Mr. St. Laurent had the biggest majority in the country in Quebec East—almost 20,000.

Mr. Drew again was elected comfortably in Carleton on the outskirts of Ottawa. (Mr. Drew's plurality in Carleton was reported to be 5,574 votes.)

Mr. Coldwell coasted back in Rosetown-Biggan on the CCF tide in Saskatchewan, and Mr. How, Social Credit Leader, held to his old Alberta riding of Peace River on the fringe of the north.

Most Cabinet Members had fairly easy going but Mr. Gardiner came through in Melville only after a stiff scrap with Mr. Percy Wright, the CCF's chief farm expert in the last Parliament.

A Progressive Conservative national figure—Mr. John Diefenbaker—was squeezed out of his old riding of Lake Centre, Sask., but shifted over to Prince Albert and won out. He was his party's only winner in Saskatchewan.

Three women were elected, all from Ontario, to give the House of Commons its greatest representation ever from their sex. Mrs. Ellen Fairclough, Hamilton West Progressive Conservative in the last House, was joined by Mrs. Ann Shipley of Timiskaming, a Liberal, and Miss Sybil Bennett, a Progressive Conservative in Halton. They were the only survivors among 23 women who tried for office.

In the popular vote, the Liberals were running ahead of 50 per cent with 24,659 of 39,797 polls tabulated by the Canadian Press.

The Liberals won all seven seats in Newfoundland, including two in the city of St. John's that were held in the last House of Commons by Progressive Conservatives. Mr. Pickersgill won in Bonavista-Twillingate.

In Nova Scotia, the Liberals won 10 of the 12 seats, including Colchester-Hants and Cumberland, held in the last House by Progressive Conservatives.

Mr. George Nowlan, National President of the Progressive Conservative Association of Canada, was re-elected in Digby-Annapolis-Kings.

Mr. Leon Balcer, National President of the Young Progressive Conservative Association, was re-elected in Trois-Rivieres, Que.

Mr. Henri Courtemanche, P.C. member for Labelle in the last House of Commons, and Mr. Paul Spence, P.C. for Roberval, were both trailing in their ridings.

However, P.C. candidates were leading in two other Quebec constituencies, held by Liberals in the last House—Montreal Notre-Dame-De-Grace and Quebec West.

Across Canada: Canada's trade with her foreign customers was in the black in June for the first month this year, the Bureau of Statistics reported. The Bureau said the export surplus for the month amounted to \$6,800,000, compared with a surplus of \$54,500,000 in the same month last year. However, for the first half of the year imports were still running well ahead of exports, with the imports exceeding exports by \$201,500,000. Imports in June totalled \$409,300,000, compared with \$422,200,000 in May. However, they were up 26 per cent over last June's value of \$324,300,000. Domestic and foreign exports during the month rose to a record \$416,000,000, as against \$378,800,000 in June of 1952, yielding the export surplus of \$6,800,000.



DAILY AIRMAIL BULLETIN

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Vol. 4, No. 153.

Wednesday, August 12, 1953.

Party Standing By Provinces: Ottawa, August 12 (CP) -- The present party standing by provinces in the federal election of August 10 is as follows:

Party	Nfld	PEI	NS	NB	Que	Ont	Man	Sask	Alta	BC	Yuk-NWT	Total
Lib	7	3	10	7	66	50 ⁵⁰	8	5	4	8	2	170 ¹⁷⁰
PC	0	1	1	3	4	33 ³³	3	1	2	3	0	50 ⁵⁰
CCF	0	0	1	0	0	1	3	11	0	7	0	23
SC	0	0	0	0	0	0	0	0	11	4	0	15
Ind	0	0	0	0	3	0	0	0	0	0	0	3
Ind-L ...	0	0	0	0	2	0	0	0	0	0	0	2
L-Lab ...	0	0	0	0	0	1	0	0	0	0	0	1
Total	7	4	12	10	75	85	14	17	17	22	2	265

The incomplete major-party vote, compared to the complete vote in 1949 and 1945, follows:

	1953 %	1949 %	1945 %
Lib	2,521,540 (48)	2,897,344 (50)	2,045,555 (39)
PC	1,642,753 (31)	1,729,275 (30)	1,426,569 (27)
CCF	609,110 (12)	782,331 (13)	816,259 (16)
Others	457,066 (9)	439,816 (7)	957,747 (18)
Total	5,230,469	5,848,766	5,246,130

Post-Election Speculation: Ottawa, August 12 (Citizen) -- A number of important decisions await the attention of the Cabinet following the Government's sweeping return to office, but many of these items are expected to be set over for the time being when the Cabinet meets Thursday.

The more important matters include:

1. Establishment of the St. Lawrence Authority of three members to handle construction of the canal system on that river.
2. Three or four Parliamentary Assistantships, including one for the Prime Minister. Prior to the election, Mr. St. Laurent said he would like to have W. Gibb Weir, Portage-Neepawa, Chief Government Whip, as his Parliamentary Assistant after the election. There has been another reliable report that Mr. Weir may shortly be named a Commissioner on the Canadian Wheat Board with headquarters at Winnipeg.
3. Clerk of the Privy Council and Secretary to the Cabinet, which vacancy, created by the promotion of Mr. Pickersgill as Secretary of State, deliberately was left unfilled by the Prime Minister until after the election. The names of Mr. Robert B. Bryce, Assistant Deputy Minister of Finance, and of Mr. John F. MacNeill, Q.C. Senate law clerk, have been mentioned for this important post.
4. Two judgeships on the Ontario Supreme Court are vacant due to the recent deaths of former incumbents at Osgoode Hall, Toronto.
5. There will be a vacancy from Quebec Province on the Exchequer Court of Canada here when the retirement of Mr. Justice E.R. Angers takes effect in the early fall.

6. Mr. St. Laurent left 12 Senate vacancies unfilled at election time and it is just possible, before Parliament meets in mid-November, a limited number of Senatorial appointments may be made.

At the first session of the 22nd Parliament, to open in late October or early November, adjourning for Christmas recess, the chief items of expected business embrace the following:

1. Decennial revision of the Bank Act, touching renewal of the charters of the private banks of Canada.

2. Extensive revision of the Civil Service Insurance Act, probably introducing a measure of group insurance for civil servants.

3. Revision of the Criminal Code, which important work was laid over from last session after extensive preliminary work by a special judicial committee, extended sittings by the Senate banking and commerce committee, and also by a Commons committee.

4. Revision of the rules and procedure of the House of Commons to expedite and make more efficient the work of that chamber, and quite possibly, salary increases for the Prime Minister, Cabinet Ministers, and Parliamentary Assistants; salaries for the Chief Whips of the Government and Opposition parties; and increased indemnities for private Members and Senators.

Canada-U.S. Petroleum Pipeline: (Press Release No. 55, August 12.) -- Simultaneous announcements were made on August 12 in Ottawa and Washington of the satisfactory conclusion of negotiations which have been under way for the past year by the Canadian and United States Governments of plans for the construction by the U.S. Army Corps of Engineers of an 8-inch petroleum products pipeline from Haines, near Skagway, in Alaska, through northwestern British Columbia and Yukon Territory to Fairbanks, Alaska.

The pipeline will play an important part in meeting the military requirements for an assured supply of petroleum products for forces based in Alaska. In addition to meeting the U.S. military needs the pipeline will also be available to fill Canadian military requirements in the Northwest. When the line is not required for military purposes civilian needs will be satisfied. The total cost of the project is estimated at about \$40 million of which about \$12 million will be spent on the Canadian section.

The pipeline will follow the route of the "Haines Cut-Off" -- the military road which runs from Haines to Haines Junction, a point on the Alaska Highway. From there it will follow the Alaska Highway to Fairbanks. The length of the pipeline in Canadian territory is 284 miles.

Across Canada: A national labour education campaign, which may help bring Canada's two major labour bodies closer together, yesterday was enthusiastically endorsed by the delegates of the Trades and Labour Congress annual convention. They adopted a suggestion of a study of the possibility of appointing a full time TLC education director and of setting up an educational department to expand the work of TLC schools across the country, the Citizen reported.... William James Middleton, 72, formerly of Winnipeg and one of the original famous Canadian "Dumbbells" entertainment group formed in France in the First World War, died in Veterans' Hospital in Victoria Tuesday. He was a retired street car operator in Winnipeg....An-end-of-the-month cutback caused a drop of more than 45,000 barrels daily in Alberta's crude oil production in the week ended August 3....Trades and Labour Congress membership was reported at the convention in Ottawa yesterday to be a record 580,000.



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Vol. 4, No. 154.

Thursday, August 13, 1953.

Last Jets To Leave For NATO: Ottawa, August 12 (CP) -- The last three squadrons of Canada's 12-squadron Sabre jet air division for the North Atlantic Treaty Organization will begin moving from Canada to their base at Baden-Soellingen, Germany, August 27, weather permitting, the Air Force announced today.

Arrival of the three squadrons, which make up the fourth wing of the fighter air division, will complete Canada's air commitment to NATO forces in Europe well ahead of schedule. Two wings, each consisting of three squadrons of Sabre jets, already are stationed on the continent and another is slated to move from England to Europe next year.

The squadrons composing the fourth wing are 414 from Bagotville, Que.; 422 from Uplands, near Ottawa, and 444 from St. Hubert, Que. They will fly the Atlantic to their German base in a mass flight called "Operation Leap Frog Four."

The commander of the Trans-Atlantic flight will be Wing Cmdr. D.G. Malloy, 35, of Halifax, former commanding officer of the RCAF station at Uplands, who was recently appointed staff officer operations for the wing. The commander of the wing at Baden-Soellingen will be Group Capt. R.S. Turnbull, of Saskatoon, Sask.

The movement of No. 4 RCAF Fighter Wing to Germany will be carried out in two phases. In the first, RCAF North Star transports will move the ground crews of the three squadrons to Baden-Soellingen. This movement started today and is expected to continue for another three weeks.

The Sabre jet squadrons will proceed from their bases in Ontario and Quebec to the RCAF station at Goose Bay, Labrador, in time to leave there August 27 on the trans-Atlantic flight. They will make refueling stops at Bluie West 1, in Greenland; Keflavik, Iceland, and Kinloss, Scotland.

The planes will be serviced at each stopping point by their own ground crews.

Post-Election Speculations: Ottawa, August 12 (Montreal Gazette) -- Both of Canada's major political parties are likely to undergo sweeping changes prior to the next general election in 1957 or 1958.

The Liberals and Conservatives alike face leadership problems, though of a different nature.

There is no certainty, at this early stage, that Mr. Drew will lead the Conservatives into his third general election. During the next few months, a decision in this respect will have to be made by the party — and by Mr. Drew himself to whom the results of the last two elections have been bitter disappointments.

It is at least equally doubtful that the Liberals will enter the next general election under the leadership of Prime Minister St. Laurent.

Mr. St. Laurent has given serious consideration to retirement from public life on several occasions since the war's end. Always, he has been persuaded to remain. The most recent of these occasions was only last year when he agreed — not without some reluctance — to carry on through the recent election.

The big question mark confronting the Liberals now is: Will he lead the party into a third election? He has given no such undertaking. To Conservative claims that he was thinking of retirement, the Prime Minister gave no more conclusive answer than that he expected to be around for quite a while yet. But no one, Liberal or Conservative — perhaps not even Mr. St. Laurent himself — knows just how long this will be....

Even the CCF Party could experience a change of leadership during the next four years.

Just a week ago, Mr. Coldwell told an Edmonton audience that he was prepared to retire just as soon as a national health plan was passed by Parliament....

TLC Convention For Government Lotteries: Ottawa, August 12 (CP) -- A majority group of the Trades and Labour Congress today bucked a protesting opposition to push a resolution through the convention floor calling on the federal Government to legalize Government-operated lotteries in Canada.

The 650-delegate convention, working harmoniously in the first two days of the week-long meeting, split over the lotteries issue so sharply that for the first time the chairman had to call for a show of hands before ruling in favour of the lottery legalizers.

More agreeable to the delegates was a resolution, passed unanimously, demanding that the federal Government establish a Government-subsidized contributory national health insurance scheme covering every Canadian.

The lotteries resolution was sponsored by the Quebec Federation of Labour. It called for an amendment to the Criminal Code to permit establishment of provincial lotteries, but the resolutions committee amended this to "Government-operated" lotteries.

Record Dwelling Constructions: Ottawa, August 12 (CP) -- Record numbers of new dwellings were started and completed in Canada during the first six months of 1953, the Bureau of Statistics reported today.

The Bureau also forecast that the upswing in new residential construction would continue during the second half of the year.

The number of units started and completed in the January-June period was up substantially over 1952 and well above the previous peak figures of 1951.

Half-year starts soared to 46,746 from 35,291 in the first six months of last year, a gain of 33 per cent. Completions rose to 39,491, a jump of 39 per cent as compared with 28,340 last year.

Across Canada: Canada's medical profession came under fire from President Percy Bengough and other speakers at the Trades and Labour Congress convention in Ottawa Wednesday afternoon as the meeting passed a resolution demanding a Government subsidized contributory national health plan....Ontario trucking companies affected by a drivers' strike that started 3½ weeks ago announced Wednesday they are resigned to a long strike and have no intention of giving in to union demands....Wing Cmdr. E.L. Wurtele, 39, of Saint John, N.B., and Montreal, has been appointed Canadian Naval, Military and Air Attaché to Belgium and Air Attaché to Norway and Denmark, the RCAF announced yesterday... Corporal James Pelletier of Chatham, Ont., Canadian prisoner of war returned by the Communists August 5, on August 12, at Seoul, boarded a U.S. Air Force Globemaster for Tokyo and then Canada.



GOVERNMENT
OF CANADA

Miss Hamilton

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Vol. 4, No. 155.

Friday, August 14, 1953.

Mr. Pearson On Peace Settlement Efforts: Ottawa, August 13 (CP) -- A tough job faces negotiators who will try to work out a final peace settlement for Korea, Mr. Pearson said today.

Shortly before leaving to preside over a United Nations General Assembly meeting on Korea, the U.N. President said the impending political negotiations will be "long, difficult and complicated."

At his first press conference since Monday's election, Mr. Pearson said the signing of a truce in Korea by no means indicates that the biggest obstacle to a lasting peace in the Far East has been overcome. He suggested the political talks would be a stiffer task.

The General Assembly is to meet Monday at New York on the Korean situation, and Mr. Pearson said he assumes it will set up a "political conference" to work out arrangements on the basis of a unified Korea.

He expected its complement would include North and South Korea, China and the United States at least, with probably the United Kingdom, France and Russia.

Whether Canada will be represented, Mr. Pearson said, depends on the size of the body set up for the political discussions. He did not think he would be appointed to it in his capacity as U.N. head....

The Minister said Canada believes India should be represented, because the conference may have far-reaching effects on peace in the Far East generally.

Mr. Pearson restated the Canadian position that if South Korea breaks the truce and makes a peace settlement impossible, Canada will not feel herself bound to support such a breach or help meet its consequences....

Mr. Pearson also said that if the Communists should break the truce by unprovoked aggression, Canada would have the same obligation to resist aggression as in the first place.

Parliament Likely To Meet In November: Ottawa, August 13 (CP) -- Canada's new Parliament probably will start its 1954 session in mid-November of this year, Mr. St. Laurent said today.

The Cabinet reached agreement on this point at its first post-election meeting today, but Mr. St. Laurent said the Ministers left the formal decision until later in case circumstances should change before fall.

A changed situation — particularly in the international outlook — could result in an earlier summons of the Senate and the 265 House of Commons Members elected in Monday's balloting, the Prime Minister indicated.

Speaking to reporters after the Cabinet meeting and shortly before leaving on an extended Quebec holiday, Mr. St. Laurent said the final decision on the sessional date will not be taken before September 9 when the Ministers get together for their next full session.

Most of the day's Cabinet decisions, he said, were of a routine nature. There had been some consideration of a five-day week generally for civil servants, but action had been deferred until September.

T.L.C. Blacks Infiltration Of Red Unions: Ottawa, August 13 (CP) -- The Trades and Labour Congress today crushed a move which would have allowed Communists to infiltrate into TLC activities and with one exception swept back its leaders by acclamation for another year of power.

Back into power for his 11th term as President was Mr. Percy R. Bengough. Nearing the end of week-long deliberations, the 650-delegate convention turned to constitutional issues, knocking out several drafted resolutions including one favouring election of Congress officers by referendum vote.

Then, in a sharp indictment of Communism, the delegates defeated a move by Hamilton Local 105, International Brotherhood of Electrical Workers, urging the convention to "accept the credentials of all properly elected delegates without regard to religion, race or political opinion."

Across Canada: The issue of a distinctive national flag will be one of the first to be placed before the new Parliament when it convenes in the fall. Mr. Bona Arsenault, newly re-elected Liberal Member for Bonaventure, Que., has given notice that he will renew a 1946 proposal for a compromise aimed at satisfying conflicting views, the Canadian Press reported from Ottawa.... The Nova Scotia Bureau of Information announced that a Netherlands fishing team captained by W.A.M. Mutsaerts of Amsterdam will be one of 11 entered in this year's international tuna cup match at Wedgeport, N.S. Other teams to compete in the match of September 9-11 represent Argentina, Brazil, the British Commonwealth, Chile, Cuba, France, Mexico, Scandinavia, the United States and Venezuela. Cuba won in 1952.... Lt-Col. Desmond T. Burke, formerly of Ottawa, of Lansing, Ont., was named the winner of the Helmer Service Aggregate Challenge Trophy at the 85th annual Dominion of Canada Rifle Association Shoot.



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Vol. 4, No. 156.

Monday, August 17, 1953.

Soldiers' Election Votes Effect No Changes: Ottawa, August 16 (CP) -- The armed services vote in the federal election, predominantly Liberal, failed to turn over any seats but tightened up the count in a few close contests.

The vote, taken the week before the August 10 civilian balloting and made public here Saturday, favoured the Liberals in all but a handful of the 263 ridings, including most of those that went to other parties on the civilian vote.

It left the Government party with 171 seats in the new House of Commons, compared to 181 at dissolution. The Progressive Conservatives held their election-night count of 50. The CCF and Social Credit parties remain with 23 and 15, respectively, and there are three independents, two independent Liberals and one Government-supporting Liberal-Labour in the new House of Commons.

The Communists got nowhere in the service vote, 32 of their 100 candidates ringing up zeros and none getting more than nine.

The closest to a turnover produced by the service vote was in British Columbia's New Westminster riding, where it brought the Liberal to within 19 votes of the Social Credit front-runner and virtually assured a recount.

TLC Bars Reds From Top Jobs: Ottawa, August 17 (CP) -- Canada's biggest labour body, the Trades and Labour Congress, Saturday handed one more blow to the dwindling minority of Communists in Canadian union ranks.

The Congress, concluding its annual convention, decided to launch a strong campaign to expose the activities of Reds in the labour movement and ensure that none will be allowed to attain influential jobs.

For the 580,000 member TLC, once riddled by Communists, it was about the final wallop the Congress could administer. It started a house-cleaning of Reds a few years back, and there now is only a minor scattering left in office among Congress affiliates. None has been admitted as delegates to recent TLC conventions, even though holding office in unions.

U.K.-Canada Loan Arrangement: Ottawa, August 14 (CP) -- The United Kingdom has agreed to pay the outstanding portion of its 1942 Canadian loan by 1958 through an immediate lump payment of about \$39,000,000 and 20 equal quarterly payments of \$7,500,000 beginning next March, Finance Minister Abbott announced today.

In return, Canada has freed Britain from a pledge to apply the dollar proceeds from the sale of Canadian securities held by British investors against the interest-free loan, Mr. Abbott said in a statement.

The payments decisions were reached following discussions between the two Governments and announced simultaneously in Ottawa and London.

The 1942 loan, made by Canada to Britain before the wartime mutual aid programme developed, totalled \$700,000,000. Britain agreed to pay off the loan by applying against it the dollars she obtained from the sale of the investments in Canada.

The loan was to be interest-free until after the war, but Parliament extended this concession from time to time and under the latest arrangements Britain will continue to obtain this concession.

Wheat Crop Estimate 603,793,000 Bushels: Ottawa, August 14 (CP) -- Canada this year may be faced with the mixed blessing of another over-sized wheat crop, which could choke storage facilities, strain sales and transportation outlets and possibly exert deflating pressure on world wheat prices.

With a big portion of Canada's record 1952, 688,000,000-bushel wheat harvest still piled high in storage, the Bureau of Statistics, in its first seasonal forecast today, estimated the 1953 crop at 603,793,000 bushels, second highest in history.

A crop of this size may make it more difficult for Canada to maintain the high price for her wheat, the experts believe.

However, they emphasize that this is a first estimate. The crop is late. Part of it already has been hit by rust. It also likely will face the threat of frost later. This may reduce the actual harvest.

Couchiching Conference: Geneva Park, Lake Couchiching, Ont., August 16 (Montreal Gazette) -- During the last eight months the Western nations "have become good at the things we used to be hopeless in achieving—joint defensive and political arrangements—and bad at the game we used to be good at—diplomacy," Mr. Alistair Buchan, son of Canada's former Governor-General, said tonight.

In an address to the 22nd Couchiching Conference, Mr. Buchan, Washington correspondent for the London Observer, said:

"Democratic public opinion of the West has to relearn the lesson that we can discuss and perhaps settle outstanding points at issue between ourselves and the Soviet Union without in any way letting down our guard."

Mr. Buchan detected a shift in emphasis in the last eight months from the military build up through NATO to opportunities for diplomacy and noted that the shift "has been accompanied by considerable confusion in the Western camp."

The U.S. has been viewed as sticking to a rigid policy, demanding that all concessions necessary to settle tension in Germany, Austria and the Far East be made by Soviet Russia, while Britain, the Commonwealth countries and Western Europe have been considered to be in a mood for bargaining, he said.

He called this view "a travesty of the differences in emphasis" between the U.S. and its Allies, although "it has come to be widely accepted and has contributed to the precipitate decline of American influence in Europe"....

Across Canada: The Russian-born wife of Albert Hall, Deputy Information Director of the U.K. Information Office in Ottawa, telephoned her husband after being informed by the British Embassy in Moscow that the Russian Government has granted permission to leave her homeland with her seven-year-old son, Nicholas John. She has not seen her husband since March, 1946, when he was transferred from Moscow to London and later to Ottawa....E.B. Jolliffe, 48, Ontario CCF Leader since 1942, announced his resignation Sunday. In a letter to Provincial Secretary Ken Brydon, Mr. Jolliffe said he was resigning because of the pressure of his private law practice....Two of the world's largest manufacturers of farm implements have announced that they intend to amalgamate. In a joint statement, Mr. James S. Duncan, President of the Massey-Harris Company, and Harry Ferguson, Chairman of the Harry Ferguson Companies, announced that their organizations have agreed to unite and will operate under the name of Massey-Harris-Ferguson Limited, the Canadian Press reported from Toronto....Women and children were moved out of danger along a specially-protected road Sunday night while husbands and fathers remained behind to operate fire equipment against forest fires threatening the little north-shore communities of Forestville and Ste. Therese de Colombier, Quebec....Lt. Hugh Thorburn, Victoria, won the coveted Governor-General's Medal at the 85th annual Dominion of Canada Rifle Association prize shoot at Connaught Ranges Saturday.



Miss Hamblin

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Vol. 4, No. 157.

Tuesday, August 18, 1953.

Aid For Greece: (Press Release No. 56, August 17.) -- The Department of External Affairs announced on August 17 that a Royal Canadian Air Force plane was being made available to fly emergency supplies to the stricken areas of Greece. The supplies of meat, sugar, camp-cots, sheets, pillowcases and soap, which have been donated by the Canadian Red Cross Society, will be distributed in Greece by the Greek Red Cross. The aircraft left Toronto's Malton airport that evening.

The Canadian Embassy in Greece already had conveyed to the Greek authorities the sympathy of the Canadian Government and people in connection with the disastrous earthquakes in the Ionian Islands.

New Bonds Pay Record High Rate: Ottawa, August 18 (CP) -- The eighth series of Canada saving bonds will go on sale to the public October 19, the Bank of Canada announced yesterday.

Bonds offered in the eighth series will be dated November 1, 1953, and will mature November 1, 1965. They will pay a full $3\frac{3}{4}$ per cent interest rate each year to maturity and will carry 12 annual interest coupons.

The $3\frac{3}{4}$ per cent interest is a record for such bonds. Previous high was the $3\frac{1}{2}$ per cent for the seventh series but these bonds had to be held for at least 26 months to earn this rate.

Sale of the seventh series bonds will be discontinued August 31 although applications for these bonds made prior to that date and arrangements for deferred payment will not be affected.

The new series may be purchased in denominations of \$50, \$100, \$500, \$1,000 and \$5,000, and must be registered in an individual's name whether adult or minor. The registration gives protection against bonds being lost, stolen or destroyed.

The eighth series bonds will remain on sale until November 16, 1953, at a price of 100 per cent.

The Bank of Canada also announced that bonds will be available for the first time in fully-registered form in denominations of \$500, \$1,000 and \$5,000. Purchasers of fully-registered bonds will receive their interest payments annually by cheque.

Heart Disease Research Centre: Montreal, August 18 (Gazette) -- A renewed research attack on diseases of the heart and arteries will be assisted through a federal grant of \$99,000 to equip the new Institute of Cardiology in Maisonneuve Hospital.

The first institute of its kind in Canada, officials expect that it will provide a research centre where skilled scientists can develop new techniques of diagnosis and treatment and so make a further contribution to medical science.

The federal grant will be used entirely to buy special equipment for the laboratory of experimental surgery, operating room and radiology and other departments.

Canada-U.S. Pilgrimage To Europe: Windsor, August 18 (CP) -- A group of bed-ridden and wheel chair-bound pilgrims from all parts of Canada and the United States will sail for Europe next month on an unique pilgrimage to Rome and Roman Catholic shrines in Europe.

The pilgrimage, first of its kind from North America, has been arranged by the Confraternity of Pilgrims, a 15,000-member organization whose spiritual director is Bishop C.L. Nelligan of Assumption College, Windsor.

The group will sail for Europe September 28 aboard the liner Nieuw Amsterdam from Hoboken, N.J.

Alberta Crude Oil Production High: Calgary, August 18 (CP) -- Alberta crude oil production in the week ended August 10 reached a daily average of 271,896 barrels, just short of the record of 274,029 barrels set in the week of July 20.

The Petroleum & Natural Gas Conservation Board reported that output was 56,278 barrels daily greater than the previous week. Of the 28 fields and areas listed 21 increased their daily average.

Redwater, Canada's biggest field, led with an average of 85,534 barrels daily followed by Ledue-Woodbend with 77,267.

Across Canada: Rental disputes, when they become the problem of Ottawa, will be heard by a three-person Rental Reference panel to be drawn from the six members of Ottawa's two Courts of Revision, the Citizen announced....The Canadian football season opened last week-end with exhibition games between eastern and western teams in which western teams were on each occasion victors by small margins. Yesterday, however, in continued exhibition contests, Montreal Alouettes defeated Calgary Stampeders in Montreal 17 to 12 and Hamilton Tiger-Cats defeated Saskatchewan Roughriders 21 to 12 in Hamilton. Edmonton defeated Ottawa 12 to 9 in Edmonton and Winnipeg Blue Bombers defeated Toronto Argos 24 to 0 in Winnipeg....Activities of the Canadian Inter-American Association which seeks to promote closer economic and cultural relations between Canada and the countries of Latin America, are about to become nation-wide in scope, according to Mr. Peter M. Bonardelli, of Montreal, the Association's executive secretary who spent the week-end in Ottawa as the guest of the Peruvian Ambassador, His Excellency German Fernandez-Concha. He foresaw the day in the not distant future when there would be an active branch of the Association in Canada's larger cities, the Ottawa Citizen reported.



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Wednesday, August 19, 1953.

Miss Aitken, P.C., Elected On Official Count: Toronto, August 18 (CP) -- Margaret

Aitken, Toronto newspaper columnist running as a Progressive Conservative, was elected to the House of Commons for York-Humber, Returning Officer Charles Ring announced after the official count today.

Mr. Ring said the count gave Miss Aitken 11,175 votes against 11,097 for Liberal Ken Thompson who was reported to have taken the riding by a close margin after the August 10 general election.

There was no immediate indication that a recount will be asked. Mr. Thompson is vacationing in the Timiskaming area.

Miss Aitken's election gives the Conservatives 51 seats in the 265-seat House. The Liberals have 170 seats, CCF 23, Social Credit 15 and Independent six.

Miss Aitken is the fourth woman to be elected to the House of Commons in the election. The others are Ellen Fairelough, PC for Hamilton West, Ann Shipley, a Liberal for Timiskaming, and Sybil Bennett, PC for Halton.

It was Miss Aitken's first campaign in federal politics.

Results after the election gave Mr. Thompson a 36-vote margin over Miss Aitken. Mrs. Jane Prosser, the CCF candidate, lost by a big margin.

Immigration Declines 20 P.C.: Ottawa, August 18 (CP) -- Immigration to Canada fell 20 per cent during the first six months of this year compared with the corresponding period in 1952, the Immigration Department reported today.

In a summary by national origin, the Department said that while immigration increased from the United Kingdom and the United States it dropped from nearly all other countries. The overall decrease was to 78,336 from 98,057.

The report said that in the six months ended June 30 this year, 32,726 men, women and children of Northern European origin entered Canada compared with 38,478 in a similar period last year. This group included Austrians, Belgians, Danish, Dutch, Finnish, Germans, Icelanders, Norwegians, Swedish and Swiss.

Immigration from the United States to Canada rose 10 per cent to 4,337 from 3,931 and from the United Kingdom to 24,022 from 23,001—a jump of four per cent.

A total of 17,251 immigrants from other countries entered Canada in the six-month period compared with 32,647 in a similar period last year. This fall of 47 per cent included marked decreases in immigrants whose national origin was in Communist-dominated countries of central and eastern Europe.

From Russia, the figures were 218 this year, 822 in 1952; from Bulgaria, 23 to 92; from Czechoslovakia, 243 and 661; and from Hungary, 386 and 1,025.

Of a total of 78,336 immigrants this year, 32,300 were men, 25,198 women and 20,838 children under 18 years.

The largest group of immigrants—11,995—represented manufacturing, mechanical and construction workers. Agricultural workers were next with 10,346.

Ontario took by far the greatest proportion of the immigrants, with Quebec running second.

Admission of Grecian Homeless: Ottawa, August 18 (CP) -- An international appeal to Canada to admit large numbers of persons left homeless by earthquakes on the Ionian Islands off Greece will receive the Government's sympathetic consideration, an Immigration Department official said today.

The appeal was made in Geneva, Switzerland, by Mr. Hugh Gibson, Director of the intergovernmental committee for European migration. Mr. Gibson said he had cabled the Canadian Government stating his organization was prepared to provide free transportation to any of the homeless permitted to enter Canada.

"The appeal has not reached up yet, but we understand it is on its way," the official said. "We are not yet in a position to comment on it. However, it will receive sympathetic consideration."

Gold, U.S. Dollar Reserves Up Slightly: Ottawa, August 19 (Globe & Mail) -- For the first time in four months Canada's reserves of gold and United States dollars during June showed a minor improvement to stand at July 1 at \$1,755,700,000, latest figures issued by the Bank of Canada reveal.

These official reserves, representing gold and U.S. dollars held by the exchange fund account and the Bank of Canada, and U.S. dollars held by other Government of Canada accounts, are up from \$1,750,100,000 at June 1. They are, however, considerably below the high level of \$1,866,800,000 reached at the first of the year and they compare with \$1,845,000,000 a year ago.

The latest reserves are comprised of \$942,200,000 in gold and \$813,500,000 in U.S. dollars.

Across Canada: Average earnings of hourly paid employees in Canadian manufacturing were \$1.36 an hour at June 1, the Bureau of Statistics reported. This was a half-cent up from May 1 and six cents higher than a year earlier. The average weekly earnings at June 1 were \$57.67 and the average period worked was 41.7 hours....The rule of the western white man is just as surely doomed in Africa as it was in Asia, and the West had better recognize this fact before it is too late, the Couchiching conference was told last night. Mr. Harold J. Isaacs, research associate at the Centre for International Studies, Massachusetts Institute of Technology, Cambridge, warned that Africa, "a weak spot in western armor," might very easily pass under the domination of communism. The U.S. authority asserted that, just as China had gone into the Communist camp, other Asian people may surrender themselves blindly to new forms of tyranny, Communist or other....Engine trouble forced the aircraft carrier Magnificent back to Halifax Tuesday for the second time in two days. She returned for repairs to a turbo-generator. The trouble will delay departure of the carrier for a training cruise to U.S. ports, the Canadian Press reported from Halifax.

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Vol. 4, No. 159.

Thursday, August 20, 1953.

Mr. Martin At U.N. On Participation In Peace Talks: United Nations, N.Y., August 19

(CP) -- Canada and the United States today joined in rejecting a Russian proposal on makeup of the vital Korean political conference and heard from Russia's Mr. Andrei Vishinsky some harsh words about American diplomacy and "cliques" which he said do not want peace.

Mr. Vishinsky let loose some scathing phrases in the U.N.'s political committee following a 15-minute speech by Canada's Minister of National Health and Welfare, Mr. Martin, calling for Canadian participation in the Korean peace settlement along with India and Russia herself.

Mr. Martin rejected the Russian proposal on the ground it would exclude Canada from the peace table and would stifle the voice of South Korea....

Warmth Speeds Crops, Outlook Excellent: Ottawa, August 20 (CP) -- Warm weather

in the last fortnight has promoted rapid development of crops through the Prairie Provinces, the Bureau of Statistics reported yesterday in a summary of its eighth telegraphic crop report.

"As a result of these favourable weather conditions," the Bureau said, "crops in many areas will reach maturity earlier than previously expected."

The report added that, with few exceptions, "moisture supplies are adequate to carry crops to maturity."

"Yield prospects are still generally excellent," the report said, "despite considerable local damage earlier in the season from flooding and hail. Some rust damage has occurred and is still a threat, particularly to late-sown crops in Manitoba and Saskatchewan.

"Despite the recent rapid development of crops, frost is still a hazard over wide areas."

In other parts of the country, the Maritimes are getting a heavy yield of grain and of potatoes and root crops, though blight may reduce potato yield.

Dry weather and cool nights during the last two weeks slowed growth and slightly reduced yield prospects of all late crops in Quebec. Grain yields are varying from fair to slightly above average.

The general outlook for Ontario is reported good, with improvement reported in grain crops, corn and soybeans.

Adequate Supply Of Cars For Crop Movement: Montreal, August 20 (Gazette) --

Western Canadians were assured Tuesday that the nation's third successive "better than 500 million bushel" grain crop offers no problem to the Canadian Pacific Railway.

Mr. N.R. Crump, Vice-President, said, "We have an adequate supply of cars and anticipate no difficulty in moving the crop, so long as there is some place where it can be received."

He was referring to the several elevators from the head of the lakes to the Atlantic which today are bulging with unsold grain.

Couchiching Conference: Geneva Park, Couchiching, Ont., August 19 -- Formation of an international authority to supervise the evolution to national independence of colonial dependencies of western nations was proposed last night at the 22nd Couchiching Conference.

The idea came from Mr. Harold R. Issacs, former Far Eastern correspondent of Times Magazine. Mr. Issacs had a rough evening trying to sell it to Rt. Hon Hugh Gaitskell, former Labour Chancellor of the Exchequer, of Great Britain.

Mr. Gaitskell said that if the authority were to work, the members would have to follow the most intelligent course possible with the best good will. And if the Western powers had these virtues, then there would be no need for the authority.

Dr. Hubertus J. Van Mook, former Lieutenant-Governor of the Dutch East Indies and now an administrator with the U.N. Technical Assistance Administration, thought that an authority "might be useful" but that more than political devices were needed.

Mr. Issacs declared that "Europeans and Americans will be unable to establish the bona fides of their goodwill toward an independent, free and democratic Asia if at the same time they practise or condone colonial and racist rule in Africa.

"Africa is a weak spot in western armor which the Communists can pierce with a minimum of effort and a minimum of lying," Mr. Issacs, now on the staff of the Center of Industrial Studies, Massachusetts Institute of Technology, declared.

ICAO Studies Airline Liability: Montreal, August 20 (Gazette) -- International laws limiting the liability of airlines for damage caused to passengers, baggage and cargo in accidents will be studied at a meeting in Rio de Janeiro, August 25, International Civil Aviation Organization announced here yesterday.

There is a possibility that airline liability agreed to by 50 nations under the Warsaw Convention will be doubled as the result of this meeting of the ICAO legal committee.

Across Canada: The Dionne quintuplets will soon go their separate ways. Marie may become a nun. Mr. Dionne, father of the quints, said in an interview yesterday that the girls, inseparable since their birth, will break up this September. Yvonne will go to Montreal to specialize in art at the Notre Dame Congregation. Cecile, Annette and Emilie will return to Nicolet, Que., to continue their study at the Institut Familial, a Roman Catholic school, the Canadian Press reported....Defence contracts placed with Canadian firms during the last half of July totalled \$14,232,862, the Defence Production Department announced....The new Mount Sinai Hospital on University Avenue, in Toronto, which has cost \$7,300,000 and has been 12 years in the planning and building, was officially opened Tuesday....The federal Health Department announced that a five-year study is being launched in Toronto in an effort to reduce stillbirths and the death rate of infants at or shortly after birth....Mr. Charles (Chubby) Power, former Minister of Air, was operated on at St. Francis of Assisi Hospital in Quebec. Hospital authorities refused to disclose the nature of the illness, but said the operation was not serious. They described Mr. Power's condition as "satisfactory."



Miss Aitken

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Vol. 4, No. 160.

Friday, August 21, 1953.

Jobs Plentiful For University Graduates: Ottawa, August 20 (CP) -- Only about two per cent of Canada's 1953 crop of college graduates are still looking for jobs, the Labour Department said today.

Of more than 12,000 graduates, 254 were registered with National Employment Service early this month. The Department said some of these actually were working and were looking for better jobs.

Besides the graduates, practically all of the 42,000 undergraduates had found summer work.

In some types of graduates, there were not enough to meet the demand. There were 461 electrical engineering jobs available and only 235 candidates. Shortages also were evident in other engineering professions.

Recount Applied For In York Humber Riding: Toronto, August 20 (CP) -- Mr. Ken Thompson, Liberal candidate for York Humber who lost by 78 votes to Progressive Conservative Margaret Aitken in the August 10 general election, today applied for a recount.

Mr. Thompson was reported to have won the seat in the unofficial count just after the election. However, in an official tabulation Tuesday Miss Aitken was given the seat.

Mr. Thompson said in a telephone interview from his Timagami, Ont., summer home that the result "came as a complete surprise....and does not agree with the incomplete returns available at the time I left."

Atomic Oven Repairs Probable By November: Ottawa, August 20 (CP) -- Dr. C.J. Mackenzie, President of Atomic Energy of Canada Limited, said today repairs of the radiation leak in the NRX atomic oven at Chalk River, Ont., will probably be completed by the end of October or early November.

But, he said, this date depends on whether certain equipment is available in time. When it does arrive, the pile will again be used for production of atomic by-products urgently needed by Canadian business, industry and medicine.

Air Weapons Range In Saskatchewan: Regina, August 21 (CP) -- An agreement has been signed between the federal and Saskatchewan Governments establishing a 2,400-square mile air weapons range in the Primrose Lake region of Northwestern Saskatchewan, Resources Minister J.H. Brockelbank announced Thursday.

The agreement, effective April 1, 1954, will run for 20 years subject to cancellation by the federal Government if the area is no longer required for military purposes.

The Province will be denied use of natural resources in the area during the existence of the agreement and will be compensated by the federal Government, Mr. Brockelbank said.

The range will be known as the Primrose Lake range.

International Boy Scout Jamboree For Canada: Ottawa, August 20 (CP) -- The Canadian site for the 1955 International Boy Scout Jamboree will be decided at a meeting in Regina October 25, the Boy Scouts Association of Canada announced today.

Announcement that the eighth international meeting of boy scouts would be held in Canada was made in London by the International Boy Scouts Association. The jamboree is expected to attract at least 50,000 youths from many countries.

Police Convoys In Truck Strike: Toronto, August 21 (Globe & Mail) -- As tension mounted and tempers flared in the month-long truck strike in Western Ontario, union leaders and operators conferred with Labour Minister Charles Daley and Conciliation Officer Louis Fine in a closely guarded room at Queen's Park. For two days the groups have been trying to settle the strike; they met all day, adjourned and went back again at 8:30 last night. No decision has been reached.

Meanwhile, this what was happening on the embattled strike front of Western Ontario:

Seventeen drivers or union men have been arrested in Windsor.

Police convoyed a 50-truck caravan from Toronto to Fort Erie to prevent possible trouble.

Attorney-General Dana Porter urged non-striking drivers to ask for police protection.

Commemorate A.P.'s Pony Express News Service: Ottawa, August 20 (CP) -- A famous old news-transmitting service will be commemorated by a memorial to be unveiled August 26 at Victoria Beach, N.S., near Digby, the Resources Department announced today.

The memorial, constructed on recommendation of the Historic Sites and Monuments Board of Canada, will recall the Pony Express operated by an Association of United States Newspapers, the forerunner of the present Associated Press.

The news was brought by the Cunard steamers reaching Halifax fortnightly on their way to Boston. The Express, using horses from Halifax to Digby Gut—now Victoria Beach—and steamboats from there, carried the news to Saint John, N.B., where it was sent to United States points by telegraph.

The Pony Express operated from February to November, 1849.

Across Canada: Mr. Gordon Graydon, foreign affairs expert for the Progressive Conservative Party and member of the House of Commons for Peel, is in Toronto General Hospital with a stomach ailment. Members of the family said Thursday an operation may be necessary later this week. Mr. Graydon, 56, was taken to hospital from his nearby Brampton home Monday....Last minute arrangements for a Toronto meeting between representatives of the United Steelworkers and Mine President James Y. Murdock of Noranda Mines, late Wednesday averted a strike scheduled to start at midnight....A 10-mile railway line that played a leading role in the colourful pioneering days of the north will stop operations next year. It's losing money. The Government-owned Ontario Northland Railway Thursday set May 31, 1954, as the closing date for its branch line between Englehart and Charlton. Once crowded with prospectors, settlers and supplies for the Elk Lake and Gowganda gold rushes, the line's earnings have skidded steadily to reach an annual deficit of \$17,000.



Miss Hamill

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Monday, August 24, 1953.

Dr. McCann Acting Prime Minister: Ottawa, August 23 (CP) -- A physician and surgeon turned politician is Acting Prime Minister of Canada, Minister of National Revenue and Acting Minister of every other Department of Government.

The Minister of National Revenue, Dr. McCann, finds himself in this unusual position because he's the only member of the federal Cabinet at his desk in the Capital. His colleagues, including Mr. St. Laurent, are on holidays.

A spokesman in Dr. McCann's office said the Acting Prime Minister "is a pretty busy man." However, he said, Dr. McCann can reach Mr. St. Laurent or other members of the Cabinet almost immediately in event of an emergency.

Dr. McCann took over as Acting Prime Minister when Mr. St. Laurent left for a holiday at his St. Patrick, Que., summer home after the August 13 Cabinet meeting. All other Ministers, except Dr. McCann, left the city on vacation during the next two or three days.

The Revenue Minister was appointed Acting Prime Minister by Order-in-Council. The same order enables him to act for other Ministers out of the city.

Most of the vacationing Ministers won't be back in Ottawa until after the Labour Day week-end. All the Ministers are expected to be back in the city for the September 9 meeting of the Cabinet.

Market Outlook For Canadian Wheat: Winnipeg, August 24 (CP) -- Mr. J.B. Lawrie, European Manager of the Canadian Wheat Board, said in a press statement that he has "every confidence" that markets will be found for large quantities of Canadian grain, but "it will take time."

Mr. Lawrie, who represents the Canadian Wheat Board in the United Kingdom and Western Europe, is in Winnipeg to confer with Board officials and to get a first-hand picture of Canada's grain position.

"The marketing of the large 1953 grain crop will present some difficulties, but with the co-operation of all concerned, a good job can be done during the present crop year.

"Canadian wheat still is recognized in Europe as the world's best, and this is going to help us with the big job that lies ahead. Wheat in good volume is a basic necessity in both the United Kingdom and in Western Europe, and large supplies will be required during the crop year."

Mr. Lawrie said European crops are coming on the market at the moment, affecting the immediate demand.

"Improved economic conditions in the U.K. and in most western European countries will be reflected in the demand for breadstuffs. Europe also recognizes that non-European markets for grain are much larger than before the Second World War."

B.C. Fishermen's Union Suspended By TLC: Ottawa, August 21 (CP) -- The last major Red-led bloc in the Trades and Labour Congress of Canada—the British Columbia Fishermen's Union—has been suspended from the TLC for Communist leadership.

Canada's biggest central labour body, which has had a Red house-cleaning under way for the last few years, announced that the 4,000-member union will stay suspended until it proves it is ridding itself of "Communist leadership and leanings."

The Union—the United Fishermen and Allied Workers Union of B.C.—has as members fishermen and fish-processing plant employees all the way up the B.C. coast. While the bulk of its members are not Communists, the organization has been under Red domination from the top for years.

Viscount Montgomery's Schedule: Montreal, August 23 (Gazette) -- Field Marshal Viscount Montgomery, Deputy Allied Commander in Europe, will arrive here Monday morning.

The Field Marshal is scheduled to arrive at Montreal Airport at 7.30 a.m. Accompanied by Lt.-Gen. Guy Simonds, Chief of Staff of the Canadian Army, the Field Marshal is flying from London by B.O.A.C. aircraft.

Viscount Montgomery is scheduled to open the Canadian National Exhibition at Toronto August 28.

No official functions are planned during his brief stopover here, except an inspection of an RCAF guard of honour. Following the inspection, he and Gen. Simonds will fly to Ottawa.

At Ottawa he will meet with military leaders and address the Canadian Club. Viscount Montgomery will return here to fly back to England August 31.

Trans Mountain Pipe Line Filling: Edmonton, August 24 (CP) -- Alberta crude oil valued at more than \$5,000,000 now is being channeled into Edmonton to fill the Trans Mountain Oil Pipe Line Company's 718-mile line, now nearing completion between here and the west coast.

More than 1,000,000 barrels of crude oil are in storage at Trans Mountain's tank farm in the refinery area on Edmonton's eastern outskirts. The tank farm and pump station there are in the final stages of construction.

Canadian Bechtel Ltd., agents for Trans Mountain, estimate that 2,100,000 barrels of oil, worth more than \$5,000,000, will have to be pumped into the line to fill it to capacity.

Recount In Rimouski: Rimouski, Que., August 24 (CP) -- A judicial recount of ballots cast in the August 10 federal general elections in Rimouski constituency will be held early this week. The recount was requested by Mr. Gabriel Morin, a district farmer, on behalf of Mr. Derome Asselin, the P.C. candidate.

Complete official returns were: Gerard Legare (L), 8,554; Derome Asselin (PC), 8,201; J.H. Rousseau (Ind-L), 5,478; Blaise Lavoie, (Ind-L), 1,668.

Across Canada: A \$500 reward was posted during the week-end for identification of the dynamiter who blasted an electrical transformer at the strike-bound Broulan Reef gold mine Saturday. It was the second dynamiting in the area in a week, the Canadian Press reports from Timmins.... Fires and violence broke out anew in South-western Ontario Saturday as union bosses disagreed over the explosive strike strategy of 1,500 truck drivers. Truck convoys were still running between Toronto and the Niagara Peninsula with police escorts as reports of truck burning attempts came from at least two cities.... The Council of Canadian Beef Producers, western section, reports there is an "alarming" shortage of acceptable freight cars in certain areas of Canada-- which might prevent the railways from handling any big increase in livestock exports to the U.S. The Council said the shortage results from the U.S. Interstate Commerce Commission's action in stopping at border points, since July 1, all freight cars not fitted with the latest type of air brakes.



Miss Hamilton

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Tuesday, August 25, 1953.

Russia Appoints Ambassador To Canada: Moscow, August 25 (Reuters) -- Russia has appointed Mr. Dmitriv Stepanovich Chuvakhin as Ambassador to Canada, Soviet newspapers announced today....

Ottawa, August 25 (CP) -- Appointment of a new Russian Ambassador to Canada was seen here last night as a fractional drop in the cold war thermometer....

A spokesman for the External Affairs Department said: "The Canadian Government will in due course give consideration to elevating the level of existing representation in Moscow."

Russia made the first move to re-establish the post of Ambassador here, asking the Canadian Government for agreement on the appointment of Mr. D.S. Chuvakhin. Canada agreed.

The First Secretary at the Russian Embassy here said last night that the appointment of an Ambassador to Canada was a "sign of better relations" between the USSR and this country.

Mr. Vladimir P. Bourdine confirmed the naming of Mr. D.S. Chuvakhin as the first Soviet Ambassador to Canada since Mr. Georgi Zaroubin returned to Russia in 1945.

Mr. Bourdine told The Citizen that the Embassy did not know when the new appointee would arrive in the Capital, but that he is expected soon.

Prior to Mr. Chuvakhin's posting to Canada, he had been stationed in Moscow, said Mr. Bourdine.

Last Sabres Start For Europe: Ottawa, August 24 (CP) -- The RCAF bade an official "Bon Voyage" today to the last three of its 12 jet fighter squadrons assigned to the defence of Western Europe.

Well ahead of schedule, Operation Leap Frog Four began shortly after noon at the RCAF's Uplands Station.

It was the last phase of a programme which has placed nearly 80 Canadian-made Sabre-jets at the disposal of North Atlantic Treaty commanders.

The three squadrons were inspected by Chief of the Air Staff, Air Marshal C.R. Slemon. Then Squadrons 414 and 444, based at Bagotville and St. Hubert, Que., respectively, flew past in formation.

This was the beginning of a flight which will take them and Squadron 422, based at Uplands and scheduled to leave later, to their new base at Baden-Soellingen, Germany.

The three squadrons will rendezvous at Goose Bay, Labrador, August 27 for their trans-Atlantic hop.

From Goose Bay, the speedy jets will proceed to Germany via Greenland, Iceland and Scotland. The operation is expected to take a week or 10 days.

Although no official target date for delivery of the 12 squadrons to Europe had been previously announced, an Air Force spokesman said today's flight completed the programme "well ahead of schedule."

Ground crews for the three squadrons have been sent on ahead to service the jets along the route.

Must Not Relax Defences, Says Montgomery: Montreal, August 25 (Gazette) -- Field Marshal Viscount Montgomery arrived before dawn at Montreal Airport yesterday and stayed just long enough to have a cup of coffee, inspect an honour guard and issue a warning to NATO nations.

"The NATO powers should not and must not relax their defence efforts," said the Deputy Commander of Allied Forces in Europe....

Lord Montgomery said he had no idea whether the Russians had the hydrogen bomb.

"Ask the scientists," he said.

He is in Canada to open the Canadian National Exhibition at Toronto on Friday. He will spend a few days in Ottawa discussing military affairs prior to returning home next Monday.

At Ottawa, he repeated his warning to NATO by telling newsmen that the world's "real problems" lie in the future.

"I feel that a lot of people think all our troubles are behind us. The Korean War is over and we have had eight years of peace since the Second World War but, now, our real troubles are ahead of us," he said.

Israel's First Minister Greeted: Ottawa, August 24 (CP) -- Jewish leaders and Government officials today greeted Mr. Michael Aul Comway, Israel's first Minister to Canada, on his arrival here.

Mr. Comway, a native of South Africa, is a former delegate to the United Nations. He will open an Israeli Legation here.

He was met by Mr. H.F. Feaver, Chief of Protocol for the External Affairs Department, and Mr. J.F. Delaute, Administrative Secretary to the Governor-General.

Record Number of Polio Cases: Ottawa, August 25 (CP) -- Polio, striking in near-record proportions in many parts of Canada, has taken 88 lives so far this year. Most seriously hit is Manitoba where 24 deaths in 1,024 cases have been reported, a Canadian Press survey showed today. The number of cases is a new record, 13 more than the previous peak in 1941. Doctors in Newfoundland are fighting the worst epidemic of the disease in the Island's history. Two persons are dead and 88 cases are reported.

Across Canada: Management representatives of the 36 struck southwestern Ontario trucking companies met in Toronto yesterday to discuss a strike settlement formula advanced last week by Labour Minister Daley. It is understood that Mr. Daley's formula calls for a 20-cent-an-hour wage increase, spread over a two-year period. This would be seven cents more than the industry offered the drivers, the Canadian Press reported....Le Droit, French-language newspaper, said yesterday that a new party, the Nationalist Front (Front Nationaliste), has been formed in Quebec and that activities likely will be confined to that province. Le Droit says the formation of the party was decided upon last March in Montreal and was advanced further August 16 at Rouyn during a meeting attended by a score of persons. Renald-J. Leroux, of Rouyn, was named acting chief of the party and Martial Donaldson, of Noranda, secretary, according to the Canadian Press.... Canadians bought 29 per cent more new motor vehicles in the first half of this year than in the first half of last. According to the Bureau of Statistics half-year sales rose to 274,039.



Miss Hamilton

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Vol. 4, No. 163.

Wednesday, August 26, 1953.

Viscount Montgomery On Western Defence: Ottawa, August 25 (CP) -- Harder times, higher tension and tremendous problems were forecast for the Western World today by Field Marshal Viscount Montgomery.

To meet such a future and the threat it holds of renewed Communist aggression, he urged a 25-year global strategy for all free nations of the world. Without it, he warned, Communism can win.

The Field Marshal spoke to the Canadian Club. He told more than 500 members and guests that he noticed a tendency in many of the countries he visited to discount the North Atlantic Treaty Organization as less necessary now than at its inception.

"Never was there a greater mistake," he added.

He said NATO is the "strong right arm" of the United Nations which itself has "no strength and it does not seem to me to have any unity."

"If NATO had come into being earlier there would have been no Second World War. In the strengthening of NATO lies the best hope of preventing a third world war."

He said the major objectives of Soviet policy are to "get control of China and of Germany and to separate the U.S. from her allies."

"This is their number one project. If they achieve it, they win."

Reviewing the cold war, he said Russia will not resort to a hot war "as long as they are doing well in the cold one, which they are doing."

"As a result of the ideological conflict and the cold war, we live today in a state of continuous tension and the pace is hot. Governments feel the strain; leading statesmen get ill; some go mad, the ones who aren't mad already go mad; we are almost in a state of semi-mobilization.

"In my view we have not yet reached our hardest times. I think the present strain is going to continue and get more intense."

Referring to the military build-up in Europe, he said:

"All this costs money and nations cannot continue to carry indefinitely the present enormous defence budgets. Defence expenditure has in many cases reached the peak compatible with sound economies, and in some cases the peak has been passed."

This meant, he said, that a "long haul" policy must be applied. A plan must be shaped "in such a way as to give security for 25 years and it must be in full accord with practical realities and economic possibilities."

"If war comes, the superior potential of the free nations must win in the end, provided they are not overwhelmed before they can develop their full war potential."

In this connection, he said that had an enemy attacked Western Europe four years ago, they would have had a "walkover".

"Today he would not have things all his own way. Neither would we. It would be a bit of a party, I'd say."

Meanwhile, the major Western powers must get together on a common policy. He mentioned the United States, Britain and France, in particular, saying:

"Even these three cannot always agree on a policy. Indeed, in the Far East, the British and Americans hardly speak the same language. I have never been clear myself as to what is the Western policy in Eastern Asia."

The Field Marshal urged full development of reserve forces in all Western countries. Apart from manpower, he cited four essentials for Western defence: good organization, good logistics, good civil defence and "co-operation and unity among ourselves."

He said he believes recent Russian utterances have not altered the problem confronting NATO forces.

"In my view recent events indicate a change in tactics rather than policy and must be treated as such until events prove otherwise."

Retail Sales Up 210 P.C. In Decade: Ottawa, August 25 (CP) -- Canada's retail sales in the 1941-51 decade multiplied nearly 10 times as fast as the population.

The Bureau of Statistics, still studying various aspects of the 1951 census, came up with the comparison in a report issued today.

In the 10 years, annual retail sales increased 210 per cent to \$10,-659,945,600 from \$3,440,900,000 in 1941. The population climbed nearly 22 per cent to 14,009,429 from 11,506,655. Thus the average Canadian spent \$760.91 in retail stores in 1951 as compared with \$299.03 in 1941.

The number of retail stores, however, did not keep pace with the population increase. They increased by about 10 per cent to 151,611 from 137,331. Average sales for each store increased by more than 180 per cent to \$70,311 from \$25,055.

Canada Praised For Cancer Research: Montreal, August 26 (Gazette) -- Dr. A.C. Singleton, of Toronto, said yesterday delegates at a recent International Congress of Radiology in Copenhagen praised Canada's part in the fight against cancer.

Dr. Singleton, a Canadian delegate to the conference, said in an interview on his arrival in Montreal from Europe, delegates named Canada as a leading contributor to cancer research. Canada's development of radio-active cobalt manufacture was praised in particular.

The conference showed, he said, that very significant progress had been made in cancer research during the last three years.

Director of Citizenship Branch: Ottawa, August 25 (CP) -- The Citizenship and Immigration Department today announced appointments to fill two of the top posts in the Department.

Lt.-Col. H.M. Jones, a veteran of two world wars, becomes Director of Indian Affairs and Eugene Bussiere, 43, becomes director of the Canadian Citizenship Branch.

Lt.-Col. Jones, formerly superintendent of Indian Welfare, succeeds the late Maj. D.M. MacKay. Mr. Bussiere, who was associate director of the Citizenship Branch, succeeds the late M. Frank Foulds.

Across Canada: Defence contracts placed with Canadian firms during the last half of July totalled \$14,232,862, the Defence Production Department announced.... A record number of entries, so large that 200 had to be turned down, has enrolled for the Canadian National Exhibition music competitions this year. The competitions will be in three divisions—piano, voice and violin.... About 250 miners at the Delnite Mine, five miles southeast of Timmins, Tuesday night joined four other mines on strike for the last six weeks.... A giant cheddar cheese weighing more than five tons will be displayed at the Quebec Provincial Exposition in September. Made by cheesemaker Harry Gagne, of Lac St. Jean County, the cheese required 100,000 pounds of milk—the equivalent daily production of 4,000 cows—and 442 man-hours of work.



Miss P. Hamilton

DAILY AIRMAIL BULLETIN

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Vol. 4, No. 164.

Thursday, August 27, 1953.

Lake, Coast Shipping Strike Vote Ordered: Montreal, August 27 (CP) -- More than 8,000 Canadian seamen, members of the Seafarers' International Union (AFL-TLC), Wednesday night called for a nation-wide strike vote following rejection of what they termed an "entirely unsatisfactory" arbitration award.

Mr. Hal C. Banks, International Vice-President of the Union, in a statement from SIU headquarters in Montreal, said:

"The finding of the Board—a shipowners' Board—is entirely unsatisfactory and our members are united in taking immediate action as provided by the law to protest this unfair decision. The members are calling for an immediate strike vote."

The statement said reports confirming the decision of SIU's membership were received at the headquarters Wednesday night. They came from Victoria, Vancouver, Fort William, Thorold, Toronto, Saint John and Halifax.

Mr. Banks said the strike could start Monday and would affect most Canadian shipping, including deep-sea shipping. The union mans 99 per cent of shipping on Canada's inland waterways, and all but two Canadian-owned deep sea-going freighters.

He said ships on the West Coast, operated by Canadian Pacific and Canadian National Railways and Union Steamships, would not be affected as the union and companies have already come to terms.

He said the union and companies signed a contract several months ago, covering vessels on the West Coast and the one in the East. The companies granted \$30 across-the-board and a 40-hour work week.

The main point in the union's current contract demands that the work-week be reduced to 40 and 56 hours. The union says the schedule must start Monday and end Friday and work done Saturdays and Sundays would be paid for at time-and-a-half rates.

Find Last Piece Of Peary Flag: Ottawa, August 27 (Citizen) -- A five-by-ten inch piece of the silk ensign which later flew at the North Pole was brought to Ottawa this week by a two-man Defence Research Board expedition and is to go later to the widow of Admiral Robert E. Peary, famous U.S. explorer, who planted it there.

Admiral Peary left six pieces of the ensign in cairns through the far northland. Three have been recovered so far and two are known to have been lost in cairns which were built on ice packs and have been destroyed. This is the last piece that will ever be found.

The two men—Geoffrey Hattersley-Smith, now of Ottawa and wartime Royal Navy lieutenant, and Robert Blackadar, also of Ottawa—also brought back to Ottawa from Canada's northernmost possession, Ellesmere Island, a record in the handwriting of Admiral Peary describing his expedition in 1906 at Cape Columbia after he landed from his ship, the SS Roosevelt. They showed it with the piece of flag at a press conference here yesterday.

The writing is in pencil but is as legible now as though it were written only last week. It was found in the cairn on the summit of Cape Columbia which the two men opened.

Turkish Air Force Trainees To Canada: Ottawa, August 27 (CP) -- A first contingent of Turkish Air Force men for training by the RCAF for the North Atlantic Treaty Organization will arrive in Canada next month, Air Force headquarters announced yesterday.

The RCAF is already training flyers from eight other European countries-- Great Britain, France, Belgium, Italy, Norway, Denmark, the Netherlands and Portugal.

The Turks, like the others, will start with a course at the officer school, London, Ont., to make preliminary technical studies and to be given an insight into the traditions and customs of the RCAF and of Canada in general.

Under the plan 1,400 airmen a year are sent to Canada for training as pilots, navigators or radar observers. At the end of March the RCAF had trained 748 pilots and 947 navigators from other NATO countries and 1,200 more were in training.

Catholic Scholars Meet In Ottawa: Ottawa, August 26 (CP) -- Fragments of manuscript dating from early Christian times discovered recently in the Judean desert were among the items discussed today at the 16th general meeting of the Catholic Biblical Association of America.

Some 90 Catholic scholars who come from many points in Canada and the United States were welcomed to the conference today by Msgr. Maxime Tessier, vicar capitular of Ottawa. The conference is continuing.

Across Canada: An expansion of the federal Government's effort to control livestock pests in western Canada has been announced by the Agriculture Department....Canada's seventh annual Air Force Day will be observed on September 19, the day before Battle of Britain Sunday, the Defence Department has announced....In the opening contest of the Big Four football season, Toronto Argos defeated Montreal Alouettes 11 to 9 in 90 degree temperature at Toronto yesterday.

Miss Hamilton

GOVERNMENT



CANADA

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Vol. 4, No. 165.

Friday, August 28, 1953.

U.S.-Canada Joint Command Speculation: Ottawa, August 27 (CP) -- A joint Canadian-American command for the defence of North America is a possibility, but only if it fits into the North Atlantic Treaty Organization.

Canadian military observers say such a command makes military sense. However, the road could be rough from a political standpoint.

They do not think it is an immediate necessity, but rather an eventual and logical outgrowth of existing close liaison between United States and Canadian defence forces.

Gen. Omar Bradley, former chairman of the American Joint Chiefs of Staff, has called for a joint continental command in a series of magazine articles. He suggested that President Eisenhower and Prime Minister St. Laurent discuss the possibility in the near future.

Meanwhile, Canadian military officials declined to comment on the articles. It was suggested that a continental command means a supreme continental commander.

One qualified source, noting that NATO responsibility includes North America's most northern defences, described the proposed continental command as "the missing link" in the chain of Western outposts.

Canadian military reaction to such a proposal, he said, could be expected to be "not favourable". He cited, for example, that American personnel now man radar and weather stations in the Canadian north.

Politically, any proposal such as Gen. Bradley's, probably would run into a number of hurdles, no matter from whom it came.

Politicians might demand an explanation, for instance, for the necessity to continue sizeable Canadian defence contributions overseas when, apparently, there is just as great a need here. Others might insist that Canada look after her own defences "with advice and assistance, but no direction" from the U.S.....

Canada Fires Working Model Of New Missile: Ottawa, August 27 (CP) -- Scientists today fired a working model of Canada's air-to-air guided missile and later announced that the radar-guided weapon has been tested previously in Canada.

The veil of secrecy which cloaked this and previous tests was lifted only enough for a few bare facts to be made known. The model was fired near here as part of a series of such tests.

The experimental missile was designed and built in Canada. It is being developed for the RCAF by the Defence Research Board and the National Research Council.

The fact that Canada has been engaged in such work has been known for some time. The Government announced a decision last year that Canada was building a missile for use against enemy bombers which might attack from the north.

Dr. O.M. Solandt, Chairman of the Defence Research Board, said in an interview that others have been fired in this area in recent months. Today's firing took place near Winchester, Ont., 35 miles southeast of the capital.

The missile was fired from a Sabre jet fighter. No further details of the firing or of the outcome of the experiment were disclosed.

"The missile fired today is still in the development stage," Dr. Solandt said. "Today's firing was one of a series of tests which have taken place during the last few months."

The Defence Research Board chairman said an air-to-air guided missile must be developed by stages and each stage must be tested. The firing experiment today was to test one of the stages of development.

"The missile fired today was not a finished missile," Dr. Solandt said. There may be later stages.

Board officials declined to give any further details of the test firings on grounds that they are classified. The development work on the air-to-air guided missile is being carried out at the Defence Research Board's guided missile establishment at Valcartier, Que.

Seafarers' Union Strike Threat: Montreal, August 28 (Gazette) -- Steamship operators on the Great Lakes were reported yesterday to be ready to "sit out" any strike which may be called by the Seafarers' International Union (AFL-TLC) in protest against a conciliation board award handed down this week.

Shipowners who met in Montreal yesterday afternoon said they had not discussed the strike threat. They said they held an "annual" meeting. Mr. T.R. McLagan, President of the Canada Steamship Lines, left for Quebec City last night.

He said he was not worried about the strike threat.

It was reported further discussions took place between other shipowners here.

Settlement Reached In Truckers' Strike: Toronto, August 27 (CP) -- A basis of settlement in the wages strike by 1,500 truck drivers belonging to the Hamilton and Windsor locals of the teamsters' union (AFL) was reached today in talks at the office of Labour Minister Daley. The Hamilton local will vote tonight on the settlement proposals. The local at Windsor called a similar meeting for tomorrow forenoon.

Mr. Daley announced the settlement late today, after two days' of talks between union representatives and negotiators for the 36 trucking companies against which the drivers struck July 20.

Across Canada: Canadian Catholic Confederation of Labour officials will report to a mass meeting of employees of the Aluminum Company of Canada at Arvida on progress of negotiations to settle a wage dispute between the Company and 3,000 employees. Negotiations between the Company and the Union opened after a three-man arbitration board made its recommendations in a report August 17.... Field Marshal Viscount Montgomery said at Toronto that he visited Canadian NATO troops in Germany a month ago and found them "excellent and of fine spirit." In comparing peacetime forces he rates Canada's brigade in Germany as tops, he said at a press conference.... It was 95 degrees in Toronto Thursday, a record for any August 27.



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Vol. 4, No. 166.

Monday, August 31, 1953.

Four-Month Surplus \$230,407,000: Ottawa, August 28 (CP) -- Government operations, in the red during June, jumped back into the black last month pushing the surplus in the first four months of the fiscal year to \$230,407,000.

The Finance Department reported tonight that July revenues of \$389,294,000 exceeded expenditures of \$343,924,000 by \$45,370,000, due largely to higher tax returns.

In the first four months of the fiscal year beginning last April 1, revenues of \$1,439,858,000 outpaced expenditures of \$1,209,451,000.

But Mr. Abbott said in a statement the surplus is no indication of how big a surplus the Government will have at the end of the fiscal year March 31, 1954.

"The experience of the past few years has shown that by the time four months of the fiscal year have elapsed about one-third of the total annual revenues have been collected while only about one-quarter of the expenditures have been made," he said.

The July revenues were up from \$371,932,000 in June and \$380,373,000 in July last year. July expenditures were up from \$387,141,000 the previous month and \$307,932,000 a year ago. The July surplus compared with \$72,441,000 in July last year and June's \$15,209,000 deficit.

Revenues from direct taxes — personal income, corporation income, succession duties and the like — totalled \$229,686,000 in July and \$885,783,000 in the four-month period compared with \$223,110,000 in July last year and \$859,133,000 in the first four months of last fiscal year.

Revenue from indirect taxes such as customs and excise duties and taxes increased to \$138,240,000 in July and \$488,667,000 in the four-month period from \$135,448,000 and \$448,832,000 in comparable periods last year.

Total tax revenues in July rose to \$367,926,000 from \$358,558,000 a year ago and in the four-month period to \$1,374,450,000 from \$1,307,965,000 a year ago.

The Government's total revenues in July jumped to \$389,294,000 from \$380,373,000 a year ago. In the four-month period they rose to \$1,439,858,000 from \$1,376,752,000 in a similar period last year.

Spending on the Air Force both in July and in the four-month period placed defence expenditures of \$172,814,000 in July and \$501,872,000 in the four-month period compared with \$133,638,000 and \$439,653 in similar period last year....

On the revenue side, personal income taxes rose to \$70,536,000 in July from \$68,671,000 a year ago. In the four-month period they were \$216,521,000, up from \$207,094,000 last year.

Corporation income taxes yielded \$111,367,000 in July and \$403,106,000 in the four-month period compared with \$104,999,000 and \$400,504,000 in similar periods last year.

C.P. Correspondent Bill Boss On "Peace" Outlook: Vancouver, August 30 (CP) -- A suggestion that fighting may yet be resumed in Korea was made Saturday by Canadian Press Correspondent Bill Boss.

Mr. Boss, who has been with the Canadian forces in Korea for almost three years, returned Saturday with 11 Canadian prisoners exchanged by the Communists at Panmunjom August 22.

"The exchange does not necessarily mean a peace for Korea," he said at a press conference.

"President Syngman Rhee is as determined on the unification of Korea today as he has been at any point during the last two years. And he has given the world clear notice that if he is not satisfied progress is being made to that end within 90 days of the opening of the political conference he will walk out and, if necessary, go it alone.

"The old man has been true to his word all along. I would not be surprised to see him resume hostilities around the 27th of January, 180 days after the armistice signing and 90 days after the date the political conference is supposed to begin.

"People are inclined to dismiss the South Koreans' ability to go it alone. Actually, I believe they have enough supplies to wage one knock-down-drag-out battle, a do-or-die effort which in perhaps 24 hours would determine whether Korea would be Communist or pro-Western...."

National Library "Custodian Of Nation's Soul": Ottawa, August 28 (CP) -- A national library degrades or uplifts the soul of a nation as it puts the right books or the wrong ones on its shelves, the Canadian Library Association was told yesterday.

Mr. Verner Clapp, Acting Head of the United States Library of Congress, told the Association's eighth annual conference that a national library is "the custodian of a nation's soul" and the books on its shelves determine the nature of that soul.

"Book selection is an art...which can loyally serve the true cause of democracy or which can be perverted and degraded to support totalitarianism, a weapon of psychological warfare or perhaps a determining factor in the education of the young or in forming the opinions of the mature."

Saturday's Football Results: Big Four -- Hamilton 14, Ottawa 10. Western Canada Union -- Winnipeg 7, Edmonton 6. Calgary 29, Saskatchewan 17.

Across Canada: 40 colonels and lieutenant-colonels of the U.S. Army will visit Canadian Army establishments in Quebec and Ontario during the first week of September, Army Headquarters announced August 28....A federal grant of \$12,000 will help pay for research in the use of newer antibiotics and ways of preventing bacteria from building up a resistance to them, Mr. Martin announced August 28....The French Embassy said August 28 twenty-five Canadian students would leave Canada soon to study on scholarships in France, according to press report....Mr. Gordon Graydon, Progressive Conservative party foreign affairs expert, was reported in satisfactory condition five days after he underwent a stomach operation in hospital in Toronto.



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Vol. 4, No. 167.

Tuesday, September 1, 1953.

Mr. Gordon Asks Re-Appraisal Of Regulations Governing Railways: Vancouver, August 31, (CP) -- Mr. Donald Gordon, Chairman and President of Canadian National Railways, today called for a re-appraisal of regulations governing railways.

In an address to the Vancouver Board of Trade, Mr. Gordon suggested the problem would be approached in terms of minimum, not maximum control. No regulation should be applied until the need for it has been demonstrated, he said, in contrast to a pattern where controls are the general rule and freedom of action the limited exception.

"It must be remembered that the foundation of the present code of regulations was laid down half a century ago, at a time when the railways had a virtual monopoly in land transportation. The essence of the approach which was then adopted was that intervention and detailed regulation would provide a substitute for the missing element of competition, and the railways are subject to increasing pressure from water carriers, highway vehicles, pipelines and airlines."

In a modern approach to regulation Mr. Gordon saw no place "for any element of retribution."

"Something that does not make sense in today's terms cannot, in my view, be justified by yesterday's argument that 'you brought it on yourselves.'"

Citing examples of regulatory authority involved in construction of a new rail line, Mr. Gordon said: "There are certain requirements to be met with regard to bridges and ditches, fences and culverts, overhead clearances and side clearances; and whether it involved power lines, pipe lines or highways, the Board (of Transport Commissioners) must approve any proposal for crossing the right-of-way above ground, underground and on the surface."

There are other "invisible strings by which the railways are securely tied: In providing station facilities, in abandoning unprofitable services, in the construction and maintenance of locomotives and rolling stock, in the sounding of engine whistles and bells, in accounting and pricing...."

Mr. Ignatieff To 15-Nation Meeting: Ottawa, August 31 (CP) -- Mr. George Ignatieff, a Counsellor at the Canadian Embassy in Washington, will attend a meeting called for tomorrow by the United States to discuss the time and place of the scheduled peace conference with the Communists, Mr. Pearson said today.

Announcement of the meeting, to which the U.S. has invited 15 United Nations countries which contributed forces in Korea, was made today in Washington.

Minister Of Israel: (Press Release No. 57, September 1). -- His Excellency Michael Saul Comay, on September 1 presented to the Honourable Mr. Justice C.H. Loeke, Deputy Governor General, his Letter of Credence as Envoy Extraordinary and Minister Plenipotentiary of Israel to Canada. The ceremony of presentation took place at the Supreme Court Building. The Secretary of State for External Affairs, Mr. L.B. Pearson, was in attendance on the Deputy Governor General on this occasion.

Regulation Of Lake Ontario Levels: Montreal, September 1 (CP) -- The International Joint Commission in a statement Monday said there is "every expectation" that levels of Lake Ontario can be regulated so as to benefit property owners along the Canadian and American shores and navigation and power interests. The Commission met in special session to deal with the matter.

Canadian Tourists Spend Record High: Ottawa, August 31 (CP) -- Spending by Canadian tourists abroad rose to an all-time high of \$336,000,000 in 1952, up \$56,000,000 from 1951, the Bureau of Statistics estimated today. Most of the money was left in United States holiday spots.

This peak spending by Canadians, well over the \$275,000,000 spent by foreign tourists in Canada, turned Canada's international tourist account into a deficit for the second consecutive year.

The unfavourable balance—contrasting sharply with the big credit balances Canada chalked up in other post-war years—rose tenfold to \$61,000,000 in 1952 from \$6,000,000 in 1951.

In comparison, Canada had a credit balance of \$49,000,000 in 1950 and \$92,000,000 in 1949. Canada out most of her exchange restrictions in 1950 and eliminated the remainder of the curbs in 1951. The Bureau said the continuing high exchange strength of the Canadian dollar also encouraged recent spending abroad.

Spending by foreign tourists in Canada made little headway in 1952. The \$275,000,000 spent in Canada last year was an increase of \$1,000,000 from 1951 spending and \$10,000,000 below the 1949 peak of \$285,000,000.

The number of tourists from the United States, Canada's biggest tourist source, increased in 1952 but spending by the individual tourist declined.

The total number of visitors entering Canada from the U.S. rose to a record 26,277,000 in 1952, up from 24,880,000 in 1951, but their expenditures declined to \$257,000,000, down \$1,000,000 from 1951.

In contrast, a total of 21,500,000 Canadians visited the U.S. last year up from 18,500,000 in 1951, with total expenditures rising to a peak of \$294,000,000 from \$246,000,000 in 1951.

1300 Fighting Ontario Forest Fires: Toronto, August 31 (CP) -- Flames from 118 fires devoured jackpine and hardwood stands today as 1,300 men fought one of the worst out-breaks in history throughout Ontario timberlands. Oncoming lightning storms threatened new blazes.

Twelve fires raged unchecked over parched woodlands in the north despite the operations of men, planes, bulldozers, small trucks and canoes. The fires have already caused the deaths of two men and a boy and destroyed millions of dollars worth of timber.

The Ontario Department of Lands and Forests said 10 fires were brought under control during the day. But one Department official said:

"We are holding our own, but we are not getting a break from the weather. No heavy rainfall is predicted and lightning storms could make it rough. The situation is serious."

Some 1,200 men fought at least 60 fires in the parched timberlands of Western Quebec along the north shore of the Ottawa River. Many of the fires are out of control.

Across Canada: One of Britain's top scientists last night proposed the formation of a new international scientific body to link together physiologists. Addressing the opening meeting of the 19th International Physiological Congress, Dr. Edgar Douglas Adrian, Master of Trinity College, Cambridge, and President of Britain's Royal Society, suggested the founding of the union....Yesterday's football results: Winnipeg 16, Calgary 10; Edmonton 19, Regina 17.



Miss Hamilton

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Vol. 4, No. 168.

Wednesday, September 2, 1953.

Study Early Start On St. Lawrence: Ottawa, September 2 (Citizen) -- Mr. Chevrier said here yesterday that there was a possibility of the Ontario Hydro and New York State actually starting work on the power phase of the St. Lawrence seaway project before appeals against the licensing of New York State as the U.S. authority have gone through the courts.

Recently four appeals were taken against the Federal Power Commission's decision to license New York State as the U.S. power authority.

Mr. Chevrier said that the federal Government, the Ontario Hydro Commission (the Canadian power authority) and the New York State authority have been discussing the situation and have been considering the possibility of proceeding with actual work.

"If the Ontario Hydro and the New York State power authority feel there is a good chance of the Federal Power Commission refusing a rehearing as asked by the appeals, and that the courts will deal likewise with the appeals should they be taken there, then they may proceed with construction," said Mr. Chevrier.

He added that the two power authorities believed that there was a good chance of both the Commission and the New York Court of Appeals and the U.S. Supreme Court throwing out the appeals.

Reply To Critics Of 27th Infantry Brigade Group: Ottawa, September 2 (Citizen) -- Chiefs of Staff of British and Canadian armies yesterday both went out of their way to slap back violently at critics of the Canadian 27th Infantry Brigade Group now stationed in Germany.

Field Marshal Sir John Harding, Chief of the Imperial General Staff, and Lt.-Gen. G.G. Simonds, Chief of the Canadian Army staff, joined forces at a press conference at defence headquarters by Sir John to deny that the Canadian Brigade is inefficient, rowdy or immoral.

The Canadian staff chief went even further. With particular reference to a recent Maclean's Magazine article by war correspondent Lionel Shapiro, Gen. Simonds said, "this article is an attack on the rank and file of the army. I regard that as deplorable...."

Finds Canada Tops In "Enerjoes": Toronto, September 2 (CP) -- Canada is the most productive country in the world according to per capita annual output of physical energy, Mr. H.H. Rogge, President of Canadian Westinghouse Co., Ltd., and a director of the Canadian Electrical Manufacturers' Association, said Tuesday.

Speaking before the Automotive and Electrical Day luncheon at the Canadian National Exhibition, Mr. Rogge said "Canadians have 1,900,000,000's 'Enerjoes' probably more per capita than any other country."

An "Enerjoe", he said, is the newest unit of power recently worked out by Canadian electrical engineers to establish the annual output of physical energy by an average working man for a year.

Mr. Rogge said that during the last 20 years physical output per worker in Canada has increased by about 45 per cent, while the average number of working hours has decreased about 12 per cent.

"This is because the typical worker today uses better methods, better tools and machines and vastly more mechanical power."

Ontario Government Abandoning Rent Controls: Toronto, September 2 (CP) -- The Ontario Government will abandon rent controls next March 2, but will leave the way open for individual municipalities to enter the field, Ontario Rentals Administrator Mr. J.J. Wingfelder said Tuesday.

Provision was made for this move in a bill passed by the Legislature in its last session. "The bill was drafted to permit municipalities to take over controls easily," he said.

900,000 Pupils For Ontario Elementary, Secondary Schools: Toronto, September 2 (CP) -- Ontario schools re-open next Tuesday after the summer holidays. Education Minister Dunlop said Tuesday no schools will be closed due to a shortage of teachers.

There will be 900,000 pupils in Ontario elementary and secondary schools this year, 60,000 more than last year. Ready to teach them will be 2,300 new teachers, some of them products of emergency teacher-training programmes.

Across Canada: The big late-summer heat wave entered on its eight day in the Great Lakes region, Wednesday. No respite is in sight in southern sections, where highs for the last several days have been in the mid-90's. Tops of 95 are forecast for today at Windsor, St. Thomas, London, Toronto, St. Catharines and Hamilton....Winds of 30 miles an hour fanned many of the 105 forest fires in Northern Ontario Tuesday, bringing new problems to the thousands of firefighters who battled the blazes during the day in 90-degree temperatures....Mr. St. Laurent paid a three-hour surprise visit to Truro, N.S., Tuesday and opened the Central Nova Scotia Exhibition while waiting to catch a train for Antigonish, N.S. Today he receives a degree of Doctor of Laws from St. Francis Xavier University at Antigonish....No more mounted Mounties on Parliament Hill until the current heat wave ends, the RCMP said yesterday.

Miss Hamilton

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Vol. 4, No. 169.

Thursday, September 3, 1953.

Canadian Trade Outlook Good, Says Howe: St. Andrews, N.B., September 2 (CP) --

Trade Minister Howe said tonight that Canada should be prepared for setbacks from time to time but "the general outlook for Canadian development is promising."

He added, in a speech to a convention of the Crown Life Insurance Company, that "with some hustling" Canada can continue to find bigger foreign markets for her grain than in pre-war years.

Mr. Howe said Canadians likely will continue to hear and read of farmers being unable to deliver grain and of grain stored on farms.

However, he said, he cannot regard the large carryovers of grain from the large crops of recent years "as worrisome surpluses. Rather we must consider that we have been particularly blessed by nature."

Grain exports were expected to be "a good deal lower" in the early months of this crop year. Export demand had declined because many overseas countries were well stocked with wheat, a good deal of it bought from Canada during the last crop year, and their own crops were good.

Canadians Go To Tariff Conference: Ottawa, September 2 (CP) -- Trade Minister Howe will lead the Canadian delegation to the forthcoming world tariff parley in Geneva where a rift may develop between Britain and the United States over Japan's clamorings for entry into a 33-country world tariff pact.

Presence of Mr. Howe at the five-week conference on the General Agreement on Tariffs and Trade, scheduled to open September 17, is intended to indicate to other member countries that Canada wants to do everything possible to maintain strength of the tariff-trimming pact, trade officials said yesterday.

A few other countries may send representatives of cabinet rank but many, including the United States, will be represented by senior civil servants.

Conference On Gold: Ottawa, September 2 (CP) -- The world's financial leaders will gather in Washington next week for confidential talks dealing with international exchange problems, including the critical issue of convertibility and possibly the world price of gold....

Finance Minister Abbott, a Fund governor, will lead the Canadian delegation. Others in the group likely will include Mr. Graham Towers, Governor of the Bank of Canada; Mr. Louis Rasminsky, Bank of Canada official and Executive Director of the Fund and World Bank, and Mr. J.J. Deutsch, Assistant Deputy Finance Minister.

Canadian Buys Scottish Papers: Edinburgh, September 2 (CP) -- Mr. Roy H. Thomson publisher of the Thomson Dailies in Canada, announced today he has bought controlling interest in three Edinburgh papers—the Scotsman, the Weekly Scotsman and the Evening Dispatch.

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Combined circulation of the papers is 200,000. The Scotsman, a morning paper distributed all over Scotland, was founded in 1817 and its 13-storey building is one of Edinburgh's principal landmarks.

North Americans Need Better Understanding Of Free World: Toronto, September 2 (CP)

People of Canada and the United States need a better understanding of free world problems, Mr. Charles R. Sligh, Jr., President of the United States Association of Manufacturers, said today.

Speaking before a luncheon meeting of food processers and distributors at the Canadian National Exhibition, Mr. Sligh said failure to understand these problems will eventually put Canada and the U.S. under absolute state control as is the case in Iron Curtain countries.

Mr. Sligh, who has travelled 65,000 miles in Canada, the U.S. and eight European countries this year, said European businessmen asked him two primary questions: 1. What will happen in the U.S. when peace comes to Korea; will a depression follow peace? 2. Does the U.S. really mean its "trade, not aid" policy?

Across Canada: Governor-General Massey received an honorary degree from St. Francis Xavier University at Antigonish, Nova Scotia....A quake swallowed 6,000 yards of earth on the CNR Terrace-Kitimat rail project in British Columbia....More than 100 forest fires, seven of them uncontrolled, are raging in northern Ontario's parched timberlands....A retired funeral director has built a seven-room, castle-type home at Creston, B.C., with 57,000 empty embalming fluid bottles.



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INFORMATION DIVISION
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Vol. 4, No. 170.

Friday, September 4, 1953.

Canada Sends Flood Relief To Japan: (Press Release No. 54, September 4.) --

The Department of External Affairs announced on September 4 that \$50,000 worth of canned pork and dried skimmed milk has been made available by the Canadian Government for flood relief purposes in Japan.

It is expected that these foodstuffs, totalling 95,200 lbs. of dried skimmed milk and 144,000 lbs. of canned pork, will be shipped from Vancouver towards the end of this month. In addition to this gift, British Commonwealth forces in Korea, of which the Canadian 25th Brigade forms a part, have already released certain supplies suitable for disaster relief, and the Canadian Red Cross has made \$20,000 available to the Japanese Red Cross.

In recent months Japan has suffered two disastrous floods. The first took place in the southern island of Kyushu, in which 1,000 persons were reported dead or missing, 4,000 injured and some 20,000 dwellings were partially or totally destroyed. The second flood, in mid-July, struck the southeastern section of the main island of Japan, including the metropolitan districts of Osaka and Mie. This disaster was of greater magnitude than that in Kyushu, and some 65,000 persons are reported to have been killed, wounded or rendered homeless.

All Canadian POW's Said Released: Panmunjom, Korea, September 4 (CP) -- The Allies and Reds agreed yesterday to finish the Korean prisoner exchange in three more days. For the Canadians, however, "Operation Big Switch" appeared already to have ended.

Capt. Joseph Michael Liston, one of six Canadians released yesterday and the senior Canadian officer taken prisoner in the Korean fighting, said he believes all Canadians now have been released.

The six Canadians, all looking fit despite their long confinement, were the last of 18 originally listed by the Canadian army as prisoners. They brought to 30 the number of Canadians exchanged.

The massive exchange operation will shut down Sunday one month and two days after the first prisoners were traded at this dusty neutral village August 4.

Canada On Cultural Map: Toronto, September 4 (CP) -- Canada need no longer have an "inferiority complex" about her place in the cultural world, Mr. Tom Patterson, General Manager of the Stratford Shakespearean Festival, said Thursday.

The festival, with its Canadian actors and actresses, has put Canada on the cultural map, Mr. Patterson said in a prepared address for a directors' luncheon at the Canadian National Exhibition.

He listed a few other things he thought the festival had accomplished.

"It gave Canadians a pride in their country," he said. It gave the Canadian actor a "new dignity," and a "new humility."

Gordon Predicts Atomic Railway: Victoria, September 3 (CP) -- The possibility of an atomic-powered locomotive was seen today by Mr. Donald Gordon, Chairman and President of Canadian National Railways.

In an address before a joint meeting of the Victoria Chamber of Commerce and Rotary Club, Mr. Gordon said this possibility lies beyond the gas turbine.

"We know that atomic energy can be harnessed to drive a submarine, and it may well prove feasible as an instrument of railway motive power, although no one seems yet to have discovered a way of safely installing an atomic pile within the more confined space of a locomotive."

Ban On Noranda Picketing: Rouyn, Que., September 4 (CP) -- An interim injunction forbidding picketing of the strikebound Noranda Mines Limited was served Thursday on Local 4278 of the United Steelworkers of America (CIO-CCL).

About 40 non-striking workers led by Assistant Manager J.H. Stovel then entered the mine property. The group comprised shift bosses, engineers and other salaried employees.

Toronto Milk Strike Postponed: Toronto, September 4 (CP) -- Metropolitan Toronto can plan on having its normal milk supply during the Labour Day week-end.

Representatives of the Toronto Milk Distributors' Association and of the Milk Drivers' Union (AFL) met Thursday for four hours in Labour Minister Daley's office at Queen's Park to discuss their dispute over eliminating Wednesday deliveries.

Across Canada: The Petroleum Division of the Defence Production Department was discontinued on September 3, following a major improvement in the availability of petroleum supplies for defence....Lt.-Col. Charles Robert Rowe, an outstanding marksman and several times member of the Canadian Bisley team, died in Guelph, Ontario, on September 3....Patricia Lady Ramsay, Colonel-in-Chief of the Princess Patricia's Light Infantry, will attend the trooping of the Regiment's colours at Curries Barracks, Calgary, on September 11....Field Marshal Sir John Harding, Chief of Britain's Imperial General Staff, yesterday was forced by the current heat to doff his heavy British uniform in favour of a cool Canadian dress uniform, before he set out on a tour of Canadian military establishments....Several Government Departments in Ottawa have appointed a weather-watcher to issue warnings when continued work during the excessive heat might be dangerous to health....To wipe off debt, incurred in building the community hospital, the women of the famous fishing town of Lunenburg, Nova Scotia, have compiled a cook-book of traditional recipes inherited from their German ancestors.



Mrs. Hamilton

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Vol. 4, No. 171.

Tuesday, September 8, 1953.

A Trade Conference Battle Predicted: London, September 7 (CP) -- The forthcoming trade conference at Geneva, opening September 17, was billed today as portending a "clash of Titans" between Canada's Mr. C.D. Howe and Australia's Mr. Robert Menzies.

The Evening Standard says in an editorial that Geneva will become a battleground for the Canadian Trade Minister, who will go there prepared to resist any increase in imperial preferences, and the Australian Prime Minister, who will seek new preferences.

"A battle between two giants of the empire is made certain by the news that Canada is sending the formidable ... Mr. Howe," says the editorial. "There can be no doubting the significance of Mr. Howe's mission. The man who in Canada ranks second in power and prestige only to his own Prime Minister comes to fight ... against any move toward the increasing of imperial preference."

First Cobalt Bomb To Europe: Ottawa, September 8 (CP) -- A lead-lined steel container weighing 5,000 pounds and containing the first radio-active cobalt ever to be shipped from North America left Ottawa during the week-end en route to a hospital in Northern Italy.

The container, holding the charge for a cobalt "bomb" used in the treatment of cancer, left Ottawa in a railway express car bound for Halifax. There the container will be dispatched to the Civic Hospital at Bargo Valsurgana, Italy.

While several cobalt bombs are in use in Canada and the United States, officials say this will be the first time radio-active cobalt has been shipped to Europe. The material was produced in the atomic energy laboratory at Chalk River, Ont.

A second container with radio-active cobalt is scheduled to be expressed soon to Montreal for shipment to the Mount Vernon Hospital in Northwood, a suburb of London, England.

New Uranium Finds: Halifax, September 6 (CP) -- Mines Minister A.H. McKinnon said today that a 1,000,000 acre tract of Cape Breton, where uranium and other minerals have been found, will be opened to prospectors after exploration work by a Toronto company.

Bruce Mines, Ont., September 6 (CP) -- A "high grade" uranium strike at Bruce Mines, 40 miles east of Sault Ste. Marie, and the registration of 120 claims blanketing the town and adjacent township for a radius of three to four miles was announced by Mr. H.D. Peterson, a district magistrate.

Canadians Produce Artificial Sugar: Chicago, September 6 (AP) -- Artificial sugar, a great chemical triumph, was announced today by two young chemists of Canada's National Research Council....

The sugar success was achieved by Dr. Raymond U. Lemieux, 33, a Canadian, and Dr. George Huber, 25, a Swiss, both working for the National Research Council of Canada. It was disclosed on the eve of the American Chemical Society's 124th national meeting opening tomorrow.

Dr. Lemieux is head of the crop utilization section of the Prairie regional laboratory at Saskatoon. Dr. Huber, graduated from the University of Zurich, has been doing fellowship research at the same laboratory.

TV For N.B.: Saint John, N.B., September 6 (CP) -- Television will make its debut in the Maritime Provinces early next year, Radio Station CHSJ announced Saturday. Principal installation equipment will be on Mount Champlain, 18 miles from CHSJ-TV studios.

The transmitter will have a power output of approximately 28,000 watts and cover an area with a population of more than 375,000 including Southern and Central New Brunswick, including the cities of Saint John, Lancaster, Fredericton and Moncton.

CHSJ-TV, on channel four, will be a basic station of the CBC television network, with these programmes to be telecast by means of kinescope films until the CBC micro wave relay stations are extended to the Maritimes.

U.S. License For St. Lawrence Project Believed Issued: Ithaca, N.Y., September 8 -- John P. Burton, Chairman of the New York State Power Authority said Saturday night he believes that action of the U.S. Federal Power Commission in denying petitions for a rehearing of its July 15 order indicates the FPC has issued the license for the St. Lawrence Power Project.

The FPC Friday denied three petitions for rehearing of its order granting the New York agency authority to construct and operate the project.

Tasmanian Prefers Canadian to U.S. Capital: Sydney, Australia, September 8 (CP) -- Australia should seek Canadian capital for development rather than American, Premier Robert Cosgrove of the State of Tasmania said on his return from world tour recently.

Mr. Cosgrove said such a step would benefit from the "vast amount" of capital available in Canada at cheaper terms than in the United States. It would encourage closer co-operation, he felt, between the two Commonwealth countries.

Canada Seen Location For New Car Production: Montreal, September 7 (Gazette) -- With Canadian automotive production and sales booming for the sixth consecutive year, the automotive world is keeping close watch on the Dominion as a possible location for new vehicle production facilities. Primarily, according to Ward's Automotive Reports, these relate to the United States, Germany and Great Britain, which have already expressed interest in setting up or expanding such operations in this growing country.

Across Canada: At its annual convention in St. Georges de Beauce, Québec, the Union des Electeurs went on record as opposing cadet corps in schools.... On September 5, more than 35 students of the Collège Militaire, St. John's, Quebec, arrived at Camp Shilo, Manitoba, for a five-day visit....The Ontario Provincial Council of the CCF has set November 27 and 28 as the dates for a convention to pick a new leader....On Sunday, September 6, the aircraft carrier Magnificent and the cruiser Quebec, at berth in the Hudson River, were hosts to some 10,000 New Yorkers....It was announced recently by Premier Duplessis of Quebec Province that Solicitor-General Rivard would fly to Paris in November to receive an honorary law degree from the University of Paris....Admiral McCormick, Supreme Allied Commander of the Atlantic, will arrive at Halifax on September 18 for a two-day conference on details for Exercise Mariner....Lord Simonds, Lord Chancellor of the United Kingdom, in Quebec to attend the 35th annual meeting of the Canadian Bar Association, told a special convocation at Laval University that there should be no barriers against the exchange of knowledge and culture....John and Ruth Evans, newly married teacher and Red Cross nurse, will make their first home on the Manitoba Red Cross mobile nursing station, the first in Canada, which will serve scattered northern settlements.... Nelson, B.C., was a top tourist attraction over the Labour Day weekend because of its radical Doukhobors or "Sons of Freedom"....A British trade official said in Montreal recently that the one of the most notable developments in United Kingdom car sales in Canada was the shift in Canadian purchases from small British models to larger ones....Lands and Forests officials announced over the weekend that all but two of the 72 forest fires raging in Ontario had been brought under control....Weekend Football scores: Hamilton Tiger-Cat 14, Toronto Argonauts 12; Ottawa 26, Montreal 6; Kitchener 24, Balmy Beach 14; Sarnia 9, Brantford 7. - September 7 - Regina 23, Winnipeg 19; Edmonton 18, Calgary 6; Balmy Beach 9, Sarnia 8.



Miss Hamilton

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Vol. 4, No. 172.

Wednesday, September 9, 1953.

Mr. St. Laurent To Visit Asia: Ottawa, September 8 (CP) -- Mr. St. Laurent, perhaps in a move to strengthen relations between the democratic powers of East and West, is planning a trans-Pacific hop next January to make his first tour of a group of Asian countries.

Mr. St. Laurent indicated that President Eisenhower may make his first official visit before he leaves. He said he hopes Mr. Eisenhower will visit Canada "before too long." However, Mr. Eisenhower's assistant press secretary, Murray Snyder, said in Denver he knows of no plans for the President to visit Canada in the immediate future.

Returning from a post-election holiday to attend an important Cabinet meeting, the Prime Minister today told reporters briefly of his plans for Asian travel.

He said he likely will visit such countries as India and Pakistan in a two-week tour. He said these would be "courtesy" visits, to return calls made by heads of these Governments on Canada.

He said he also has received invitations from Australia, New Zealand, France and West Germany. The heads of these countries had visited Canada but it is not possible to return all the calls at one time, Mr. St. Laurent said.

While he billed the Asian tour as a "courtesy" call, Mr. St. Laurent will meet with Prime Minister Nehru of India and Prime Minister Mohammed Ali of Pakistan, the two Commonwealth leaders in Asia, and likely will discuss international developments and the chances of a lasting peace on that continent....

Plan Design Of Future A-Power Plants: Chalk River, Ont., September 8 (CP) --

The design of future atomic power plants, including the experimental "breeder" reactor, will be discussed for the first time by atomic scientists and representatives of private industry at a top-secret three-day meeting starting here Wednesday.

The conference will be attended by officials of Atomic Energy of Canada Ltd., and four of Canada's leading power utilities. They are the Hydro Electric Power Commission of Ontario, Quebec Hydro Electric Commission, the Shawinigan Water and Power Company and Calgary Power Ltd.

The meeting will signal the start of discussions on the development of atomic power plants by private industry. Mr. Howe told the last session of Parliament that the Government intended to leave this phase of the nation's atomic programme to Canadian power companies.

In announcing the conference, Dr. C.J. Mackenzie, President of the Crown-owned Atomic Energy Company, said "there are now several attractive-looking approaches to the design of an atomic power-producing station."

One of these is the "breeder" reactor which has already produced power in the United States on an experimental basis. Experimental "breeder" reactors are also being built in Britain....

The Government scientists and representatives of private industry are also expected to discuss the rôle Canada's new NRU reactor will play in harnessing the atom for commercial power.

The reactor, Canada's third, is being built at a cost of more than \$30,000,000. It is specifically designed to test the engineering of atomic power plants. The NRX reactor, which sprung a leak last December, and is expected back in operation late in October or early November, will also be used to some extent in the power experiments.

Speculation Concerning Finance Ministry: Ottawa, September 8 (Globe & Mail) --

Mr. Abbott will remain in his present Cabinet post for possibly another year, it is understood here.

Last spring when he brought down his budget, Mr. Abbott, told the House of Commons it was the last budget he would ever present. Since then it has been frequently reported that he would switch portfolios with Mr. Garson.

It now appears that such a switch has been vetoed by Mr. St. Laurent who naturally would have to be a consenting party. Mr. Abbott's announcement of his retirement from the finance post would seem to have been premature.

The reason why the Prime Minister has insisted that Mr. Abbott should remain as Finance Minister is not, it is said, because of any doubt as to Mr. Garson's ability to take on the task. Mr. St. Laurent, it is reported, regards the revision of the Bank Act as the most important work of the coming session of Parliament and that for the successful execution of this task, it would be a mistake to sacrifice Mr. Abbott's seven years' experience with the banks and with currency and related problems during his tenure as Finance Minister....

Civil Defence Exhibit: Montreal, September 9 (Gazette) -- A coast-to-coast travelling exhibition to alert Canada to the dangers of atomic attack will open here on September 19. Montreal will be the first stop for the "On Guard, Canada" convoy.

The display here is planned to coincide with the Joint International Congress of United States and Canadian Mayors. Effects of biological, atomic, chemical and hydrogen-bomb warfare will be illustrated. The peace-time uses of these forces of nature will also be shown.

The general theme of the entire display is to point up the importance of organized and permanent disaster relief services -- civil defence.

Across Canada: Tass, Russian news agency, again has a representative in the Parliamentary Press Gallery. The gallery executive, reversing a previous decision after the Tass representative got his papers in order, yesterday posted a notice that it has approved the application for membership of Mr. Ivan Tsvetkov.... Canada's Community Chests will campaign this year for \$14,500,000 for 1954 operations, the Canadian Welfare Council announced yesterday. This is an increase of 13 per cent over the \$12,943,000 collected for 1953, a rise brought about by expanded activities in welfare work.... The Quebec Government said yesterday a new East-West freight-rate structure proposed by the Board of Transport Commissioners "will tend to strangle the Canadian economy and jeopardize the future of the railway companies." The Government, in a brief prepared for submission to the Board, said the new rates "will not operate to promote the unity of the nation."



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Vol. 4, No. 173.

Thursday, September 10, 1953.

Mr. St. Laurent Plans World Tour: Ottawa, September 9 (CP) -- Mr. St. Laurent will extend his Asian trip next January into a round-the-world air jaunt, the first attempted by a Canadian Prime Minister.

Emerging from a day-long Cabinet session, he said that if it can be arranged he will make stops not only in India and Pakistan, but Ceylon, Australia, New Zealand and some European points.

He said all his stops would be "courtesy" visits, to return calls made on Canada by Government heads in these countries. The Prime Minister may travel in the RCAF luxury liner, the C-5, used by Queen Elizabeth and Prince Philip in their Canadian tour in 1951.

Of his proposed air trip, Mr. St. Laurent said his plans are not definite. He did not know whether he would go round the world clockwise or counter-clockwise.

But if he did reach Tokyo — which might indicate an official visit to Japan, though Mr. St. Laurent did not say so — he would also visit Australia and New Zealand. And if he visited India and Pakistan, he also would visit Ceylon.

As for European stops, he might have to make some. If he took the C-5 aircraft, he would have to stop for gas in Europe, the Prime Minister said, concluding his remarks with a gesture that suggested that anything might take place then.

Touching on other issues, Mr. St. Laurent made clear that no imports of United States natural gas would be allowed into Canada without approval of the Board of Transport Commissioners....

A reporter asked Mr. St. Laurent if there was any truth to reports that the Government may create a new Department of Fine Arts.

Mr. St. Laurent said the Government is not considering such a department. There also was no possibility of early action on a recommendation of the Massey commission on arts to create a special arts council to co-ordinate the Government's work in the national cultural field.

The Prime Minister said a parliamentary debate on an arts council would require his presence in the House. Since he was planning to be away next January, the proposal of an arts council would not be submitted at the next session.

Mr. Weir Parliamentary Assistant To Mr. St. Laurent: Ottawa, September 9 (CP) -- Mr. St. Laurent today announced the appointment of Mr. W.G. Weir, 57-year-old Member of Parliament for Portage-Neepawa, Manitoba, as his Parliamentary Assistant.

The Prime Minister also announced the re-appointment of eight Parliamentary Assistants who were re-elected in the August 10 general election.

He indicated that additional Parliamentary Assistants would be appointed before Parliament meets in mid-November.

The list of appointments did not include Mr. George McIlraith, Parliamentary Assistant to Mr. Howe in the last Parliament. Mr. St. Laurent said that Mr. McIlraith was "not re-appointed because he did not wish to be re-appointed."

Mr. McIlraith said later that he had decided not to act as a Parliamentary Assistant during the next Parliament "in order to devote more time to my law practice."

Transport Decisions Likely September 17: Ottawa, September 9 (CP) -- The Cabinet probably will act September 17 on two major transportation issues before it, Mr. St. Laurent said today.

They are decisions on an appeal from the latest general freight-rate increase and on an application that would break the trans-continental monopoly of Trans-Canada Air Lines.

After a Cabinet Meeting today, the Prime Minister said the Ministers had not acted yet on the two matters.

The appeal against the seven-per-cent freight rate increase, awarded in March, was placed before Cabinet May 1 by the Governments of eight Provinces--all except those of Ontario and Quebec. The boost added some \$38,500,000 a year to the national freight bill.

"We considered the freight rate appeal today, and there is apt to be action on it at the next meeting of Cabinet," Mr. St. Laurent told reporters.

Germans Lead In Migration To Canada: Ottawa, September 9 (CP) -- Germans formed the largest group of immigrants to Canada in the first seven months this year, the Citizenship and Immigration Department said today.

Of the 98,033 coming to Canada in the January-July period, 19,939 were Germans, nearly 2,000 more than in the same period a year ago.

The total number of immigrants represented a 15-per-cent decrease from the 114,744 admitted into Canada between January and July last year. The number of North Europeans dropped five per cent and South Europeans and others 42 per cent. The number of immigrants from the British Isles and the United States increased four per cent.

The English took over from the Dutch as the second largest group to immigrate. Italians formed the fourth largest group, though their number fell from 15,332 to 9,746.

More than half the immigrants in the first seven months this year--50,465--were bound for Ontario. The others: 19,209 to Quebec, 10,218 to Alberta, 7,947 to British Columbia, 5,077 to Manitoba, 2,347 to Saskatchewan, 1,477 to Nova Scotia, 744 to New Brunswick, 277 to Newfoundland, 210 to Prince Edward Island, and 32 to the Yukon and Northwest Territories.

Five-Day Week In Federal Civil Service: Ottawa, September 10 -- A five-day week for federal civil service office workers in Ottawa and most Canadian civil service centers was announced yesterday. It will become effective immediately. Forty minutes will be added to each working day Monday to Friday. It is planned to extend the five-day week to operating staffs in the near future.

Across Canada: The tuna came back to their old feeding grounds on Soldier's Rip yesterday and one was landed by a member of the U.S. team in the International Tuna Tournament that begins September 10. The 555-pounder caught by Al Whisnant, Jr., of New York, after a 50-minute battle, raised hopes of anglers from 13 countries who feared the recent Atlantic hurricane might have ruined the fishing....Improved scientific research is revealing facts about space never known to man before, Sir Charles Normand, President of the Royal Meteorological Society, said yesterday. Sir Charles opened a discussion on ozone and the high atmosphere at a joint meeting of the RMS and the American Meteorological Society at the University of Toronto....Talks aimed at settlement of a milk drivers' contract dispute in Toronto ended last night in failure. It was announced only one major dairy, not involved in the disagreement, will deliver milk in metropolitan Toronto.



Miss Hamilton

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Vol. 4, No. 174.

Friday, September 11, 1953.

Delegation To UN Assembly: (Press Release No. 59, September 10.) -- The Secretary of State for External Affairs, Mr. Pearson, announced on September 10 the composition of the Canadian Delegation to the Eighth Session of the General Assembly of the United Nations, which opens in New York on September 15. The Delegation is as follows:

Representatives:

Mr. L.B. Pearson, M.P., Secretary of State for External Affairs (Chairman of the Delegation).

Mr. Alcide Coté, M.P., Postmaster-General (Vice-Chairman of the Delegation).

Senator Stanley S. McKeen,

Mr. D.M. Johnson, Canadian Permanent Representative to the United Nations in New York,

Dr. George F. Davidson, Deputy Minister of Welfare.

Alternate Representatives:

Mr. Alan MacNaughton, M.P.

Mr. G.S. Patterson, Consul-General of Canada, Boston,

Mrs. A.L. Caldwell, Member of the Board of Governors of the National Film Board and Member of the Senate of the University of Saskatchewan,

Mr. Stuart Hemsley, Department of External Affairs,

Mr. G.B. Summers, Q.C., Department of External Affairs.

Advisers for the Delegation will be drawn from the Department of External Affairs and the Department of Finance in Ottawa and from the Canadian Permanent Delegation to the United Nations in New York. Parliamentary observers will be added to the Delegation and their names will be announced in a later release.

Consultative Committee Of the Colombo Plan: (Press Release No. 60, September 10.) --

The Secretary of State for External Affairs announced on September 10 that the Canadian delegation to the Fifth Meeting of the Consultative Committee of the Colombo Plan will be composed as follows:

Chairman; Mr. James Sinclair, Minister of Fisheries; Alternate; Mr. Escott Reid, High Commissioner for Canada in India; Advisors; Mr. J.J. Deutsch, Assistant Deputy Minister of Finance, and Mr. A.E. Ritchie, Department of External Affairs.

The delegation will also include one officer from each of the Canadian missions in Karachi, New Delhi, and Colombo. The meeting of officials will open in New Delhi on September 28 and the Ministerial Meeting of the Committee will begin on October 13.

To Survey Government Overseas Awards: (Press Release No. 61, September 11.) -- The Department of External Affairs announced on September 11 that Mr. Jean Désy, who until recently served on loan from the Department as Director-General of the International Service of the Canadian Broadcasting Corporation, is proceeding to Europe on a special mission to survey the operation of the Canadian Government Overseas Awards. Mr. Désy's mission will take him to Italy, France and the Netherlands, in which countries blocked funds owing to Canada have been earmarked for educational purposes.

The Overseas Awards Programme was approved by Cabinet in June, 1951. It includes scholarships for advanced study and fellowships for advanced work and study granted each year to candidates selected by the Royal Society of Canada.

\$100,000,000 Grain Payments: Ottawa, September 11 (CP) -- The Canadian Wheat Board will distribute \$100,000,000 in grain payments to western farmers during the next few months, Mr. Howe announced today.

This includes \$64,000,000, representing an interim payment of 12 cents a bushel on all grades of the record \$533,000,000 bushels of wheat shipped by farmers to the Board during the 1952-53 crop year.

It also includes \$36,000,000 to cover the close-out of the 1952-53 oats and barley pools. Mr. Howe said the per-bushel payment on oats and barley cannot be established until final accounting is completed.

Because of a heavy 363,000,000-bushel carryover of last year's wheat—much of it still unsold and adding to Canada's storage headache—the 1952-53 wheat pool will not be closed until early in 1954, Mr. Howe said. Last year it was closed in November.

When the wheat pool is closed, a final payment will be made to wheat farmers then. Mr. Howe gave no indication of how much this will be.

Cheques for the \$100,000,000 will start moving to farmers October 1.

Mr. Pearson On St. Lawrence Seaway: Ottawa, September 10 (CP) -- A start on building the St. Lawrence Seaway and Power Project now is closer than it was a few months ago, Mr. Pearson said today.

The Minister told a press conference that nothing further on the American administrative or political side can be done to block the plan. But there was still a question whether the project could be postponed on the legal side through court appeals.

Across Canada: A committee of the Canadian Bar Association yesterday suggested that Canada's 86-year-old constitution might benefit from changes to meet the needs of a rapidly growing nation. Committee on the administration of civil justice voted in favour of a resolution for the setting up of a special committee—presumably representative of all provinces—to study the constitutional question "in the light of changing economic and social conditions," the Canadian Press reported from Quebec....Demands for extended social security measures are expected to be at the forefront of the annual convention of the Canadian Congress of Labour opening September 14 in Montreal....Health Minister Martin said Thursday that through an "impressive" increase in hospital building, Canada's country-wide deficit in hospital accommodation now is "largely overcome"....One of the main cogs in the Soviet espionage ring uncovered in Ottawa in 1946, Sam Carr, said yesterday as he was released from Kingston Penitentiary that he still is a Communist, according to the Canadian Press.



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Vol. 4, No. 175.

Monday, September 14, 1953.

Mr. St. Laurent On Commonwealth: Quebec, September 12 (CP) -- Mr. St. Laurent said Friday night "nations of the Commonwealth make their own separate decisions in world affairs and none of them is prepared to give up that right".

In a speech prepared for delivery before the 35th annual convention of the Canadian Bar Association, Mr. St. Laurent said members of the Commonwealth believe that any country, large or small, has a right to settle its affairs in its own way, as long as it does not threaten the freedom or existence of its neighbors.

There was nothing exclusive about these Commonwealth ideals. They were ideals which could, with advantage to the world, be extended to all nations.

"Indeed, I believe the Commonwealth relationship has created in all its members understanding and co-operation which make it easier ... to work with other nations ... whether inside or outside the Commonwealth."

While it is agreed that all members of the Commonwealth are free and independent nations, Mr. St. Laurent said, it is also agreed, that had it not been for the wise and farsighted policies of Great Britain toward what were once dependent communities, the Commonwealth would not exist today.

Since the end of the war, the Commonwealth had undergone a profound change. Originally composed of predominantly European countries, three great Asian nations now were included in its membership as equal partners.

"We now have in the Commonwealth the opportunity of building a genuine bridge of understanding between Asia and the West. If we can succeed in building this bridge... we can confidently hope to thwart the aims of world Communism to stir up strife between Asia and the Western world.

RCN In 500,000-Man Sea Manoeuvres: Ottawa, September 11 (CP) -- More than 300 warships from nine countries, including Canada, will put to sea next week for the biggest combined manoeuvres in peacetime history.

A navy spokesman said today the operation, designated "Exercise Mariner," will involve about 500,000 men. It will begin Wednesday and continue for 19 days "all over the North Atlantic ocean."

Nine of the 14 member nations of the North Atlantic Treaty Organization will be represented: The United States, Canada, the United Kingdom, Belgium, Denmark, France, the Netherlands, Norway and Portugal.

Ranging from tiny coastal patrol craft to giant aircraft carriers, the ships will practice virtually every phase of naval activity. There will be convoy escort drills, "offensive" sweeps, fleet manoeuvres, anti-aircraft and submarine defence.

The purpose of the exercise is to improve co-ordination among the NATO fleets. Efforts will be made to simulate wartime conditions.

Under over-all command of U.S. Admiral L.D. McCormick, the exercise will be carried out simultaneously in widely separated areas of the North Atlantic. While a convoy is "fighting" a submarine off Newfoundland, for instance, other ships will be "repelling" aircraft near the Irish Coast.

Bar Association On Right To Strike: Quebec, September 14 (CP) -- The Canadian Bar Association urged the country's parliaments Saturday to give federal and provincial Cabinets the power to withdraw the right to strike in labour disputes involving public safety and health.

Mr. M.M. MacFarlane of Vancouver, Chairman of the Industrial Relations Committee of CBA, proposed the resolution which would make disputing

parties subject to the binding decision of an arbitration board.

The lively general session, which ended the 35th annual convention of the Canadian body of lawyers, saw a labour attorney second the motion and rise in its favour when a standing vote was called.

Polish Envoy Given Temporary Sanctuary: Ottawa, September 11 (CP) -- The Immigration Department announced today that Michael Krycun, who last week quit his job as Polish Consul in Winnipeg, has been granted six months temporary entry to Canada.

The 42-year-old Polish diplomat bolted his Winnipeg post late last week after declaring that he wanted to "live in a free country as a free man."

The Department said Mr. Krycun's status would be reviewed in six months and a decision made on whether he should be granted permanent entry to this country.

Mr. Krycun said in Winnipeg that he had been planning to leave his country's service since he left Poland for Canada a year and a half ago.

Extend Air Parcel Post: Ottawa, September 11 (CP) -- Air parcel post service to 12 countries will be inaugurated September 15, the Post Office Department announced today.

A similar service was inaugurated to the United Kingdom last July 1.

The new countries added are: Belgium, Denmark, France, Holland, Norway, Union of South Africa, Sweden, Switzerland, Australia, New Zealand, Japan and Hong Kong.

The announcement said the rates will vary but will be much lower than the air mail letter postage rates. For example, an air parcel addressed to Switzerland would cost \$1.25 for the first half pound and 45 cents for each additional quarter pound.

More countries will be added to the list from time to time as necessary arrangements are completed, the announcement added.

Across Canada: The Executive council of the Canadian Congress of Labor Sunday voted "full support" to striking gold miners in Northern Ontario and Quebec. It decided to recommend to the CCL convention opening in Montreal that a national strike committee be set up to mobilize help for the strikers, the Canadian Press reports from Montreal.... Toronto's milk strike, which started last Thursday, was settled Sunday. The walkout affected 1,300,000 residents in this metropolitan area.... The Government supply ship C.D. Howe carrying a cargo of 5,000 pieces of Eskimo sculptures, steamed into Quebec Sunday from a two-and-a-half-month trip to Canada's vast Arctic.... Saturday football results: Big Four; Ottawa 20, Toronto 16; Western Conference, Calgary 23, Winnipeg 14; Edmonton 13, Saskatche wan 1.... At Montreal, Canada lost the final two singles matches of the Canada-United States Davis Cup tennis tie to give the U.S. a clean sweep of the five-game series in the North American zone finals.



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Vol. 4, No. 176.

Tuesday, September 15, 1953.

Mr. Pearson on Future of U.N.: Ottawa, September 15 (CITIZEN) -- Mr. Pearson believes that the U.N. "will yet be able to play its full part" in the achievement of international peace.

In a foreword to "Canada and the United Nations, 1952-53," Mr. Pearson writes:

"We should not blind ourselves to the difficulties still existing nor to all that remains to be done for the improvement of international relations and the promotion of economic and social progress.

"But we may draw some confidence from many of the events reviewed (in the booklet) that the United Nations will yet be able to play its full part in the achievement of international peace and security."

He describes the signing of the armistice in Korea as the successful meeting of the "greatest challenge" which the U.N. has yet encountered.

S.I.U. Strike Threat: Montreal, September 14 (CP) -- A strike of 4,000 Canadian lake and sea-going members of the Sea-farers' International Union appeared nearer today with the announcement that one section of the group favors a walkout to support the union's 40-hour-week demand.

The SIU said 500 members - first of the 4,000 to be heard from - have voted 83.7 per cent for a strike, and the union has fixed their walkout deadline for next Monday.

The 500 SIU members are employed aboard 26 ships of Colonial Steamships Ltd., one of four companies involved in the dispute over the issue of immediate reduction of the seamen's work week from 56 to 40 hours.

The other companies are Canada Steamship Lines, Upper Lakes and St. Lawrence Transportation Co., and N.M. Paterson & Sons, Ltd.

Among them the four companies operate the bulk of Canada's inland shipping as well as a number of deep sea vessels, all of which would be hit by a strike.

New Gas Discovery in Alberta: Calgary, September 15 (CP) -- Another gas discovery in the Sturgeon Lake region during the last week raised the oil and gas discovery score for Western Canada, since the first of 1953, to 92 potential oil or natural gas producers.

That tally, which includes 52 indicated oil discoveries and 40 natural gas strikes in the 254-day period, from Jan. 1 to Sept. 11, averages one discovery for every 2.7 days so far this year.

Alberta has accounted for 69 discoveries, 35 in oil and 34 gas, for 75 percent of this year's total. Saskatchewan drilling has supplied slightly more than 19 percent of the remaining discoveries, 15 oil and three gas.

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Canadian Congress of Labour: Montreal, September 15 (CP) -- The 370,000-member Canadian Congress of Labour, ignoring the plea of President A.R. Mosher, yesterday voted overwhelmingly to upset a decision of the jurisdictional committee of which Mr. Mosher is head.

The vote, turning over union organizational territory in two Edmonton chemical plants to the oil workers from the mine workers, may have widespread internal repercussions.

Mr. Silby Barrett, director of District 50, United Mine Workers of America (CIO-CCL), who lost out in the jurisdictional feud with Mr. Alex McAuslane, Canadian director of the Oil Workers of America (CIO-CCL), hinted at the possibility that the 26,000-member miners' union may be yanked out of the central labour body.

Mr. Mosher said yesterday he looks for eventual unification of the Canadian labour movement.

In his opening address to the CCL's annual convention, Mr. Mosher said the different branches of labour are "coming steadily closer to co-operation and ultimate unity."

Maritime, Newfoundland Premiers Meet: Moncton, September 14 (CP) --

Three Maritime Premiers and a Newfoundland Cabinet Minister met here today in a historic round-table session to discuss co-operation on mutual problems and ways to bring the provinces out of the "poor sister" class in the Canadian economy.

Premiers Macdonald of Nova Scotia, Matheson of Prince Edward Island, and Flemming of New Brunswick met in an atmosphere of co-operation with P.J. Lewis, Minister Without Portfolio for Newfoundland, and about 50 business and political leaders.

Across Canada: Seven hundred delegates to the 24th annual convention of the Canadian Chamber of Commerce gathered in Edmonton for their opening session today... The fall session of the British Columbia legislature opens in Victoria today - the first in the province's history under a majority Social Credit government... Mr. S.R. Noble, 66, of Montreal, General Manager of the Industrial Development Bank, has been appointed Vice-president by the directors, it was announced yesterday... Western football scores: Edmonton 9, Winnipeg 7; Saskatchewan 34, Calgary 2.

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Vol. 4, No. 177.

Wednesday, September 16, 1953.

C.C.C. Report on Canadian Trade: Edmonton, September 15 (MONTREAL GAZETTE) --

There are more soft spots in Canada's economy than have usually been encountered during periods of general prosperity, Mr. D.L. Morell, of Montreal, General Manager of the Canadian Chamber of Commerce, said today in the annual report presented to the 24th annual meeting.

He drew particular attention to the problem of Canadian trade. Canada has shown a decided import balance - more imports than exports - so far in 1953. However, Mr. Morell stated: "Canada, so far, has been fortunate in that our import prices have fallen more sharply than the prices of those products which we export. This has helped cushion the transition from a surplus, to a deficit, balance of trade."

Mr. Morell picked out the Canadian textile industry as the one which has suffered most, experiencing difficulties with low-cost imports which have posed a serious competitive problem. Other industries are also feeling the effects of such imports.

Another serious problem, he said, is in the export markets where "the resurgence of aggressive production in war-torn countries, expanded facilities in raw material countries, persistent currency problems and shifts to new sources of supply are some of the factors which have contributed to Canada's trade deficit."

Mr. Morell warned that sacrifices will be necessary if Canada is to match the efforts of other countries and surmount the obstacles which may block the flow of the country's exports.

Wheat Production Estimate Lowered: Ottawa, September 14 (CP) -- The Bureau of Statistics today reduced its estimate of wheat production for 1953 by 9,525,000 bushels but said the crop would still be the second largest on record at 594,268,000 bushels.

The Bureau said its Sept. 1 forecast of wheat output was below the Aug. 1 estimate of 603,793,000 bushels due to lower expected production in Alberta and Manitoba. Indicated production in Saskatchewan remains unchanged from the August prediction.

The Bureau also said Canadian farmers are expected to harvest the second largest crops of barley and rye this year and the largest crop of soybeans on record.

The new wheat crop forecast of 594,268,000 bushels compares with last year's record crop of 687,922,000 bushels and is about 40 per cent above the annual average of 423,500,000 bushels between 1943 and 1952.

"The reduction of 9,525,000 bushels from the August forecast is almost entirely attributable to lower indicated outturns in Manitoba and Alberta," the Bureau said.

U.S. Scientists To See Flying Saucer Model: Toronto, September 16 (GLOBE) --

Project Y, Canada's super-secret research into the realm of flying saucers, will come under the scrutiny today of some of the top-ranking military scientists of the United States.

A group of 25 Americans arrived quietly late yesterday at Malton Airport. They were headed by Lt. Gen. Donald L. Futt, commander of the Air Research and Development Command of the U.S. Air Force. Nearly every phase of U.S. aeronautical research was represented by an expert in some specialized field.

Among the notables in the party are Maj.-Gen. John McCormack Jr., vice-commander of the Air Research and Development Command; Dr. A.G. Hill, head of the Lincoln Laboratory, and J. Marchetti, technical director of the Cambridge Research Centre.

Canadians accompanying the visitors include Mr. C.M. Drury, Deputy Defense Minister; Gen. A.G.L. McNaughton, Canadian chairman of the U.S.-Canada Joint Defense Board, and Air Vice-Marshal D.M. Smith, RCAF air member for technical services. Expected today is Dr. O.M. Solandt, Chairman of the Defense Research Board.

Some time this morning the visitors will be escorted to a closely guarded section of the Avro Canada Ltd. plant at Malton to inspect a wooden mockup of a jet-propelled flying saucer.

Avro engineers have applied the gyroscopic principle of motion in developing an interceptor of the future, one which would be able to take off vertically - thus dispensing with conventional airfields - and attain speeds in the region of 1,500 m. p.h.

The program has assumed such proportions that Avro was invited several months ago to send one of its flying saucer technicians to Britain to visit aeronautical research establishments of the RAF and to outline current progress to British scientists.

Special significance is attached to the visit here of the U.S. mission, since Project Y is believed unduplicated either in the United States or Britain.

C.C.L. Turns Down 49th State Resolution: Montreal, September 16 (GAZETTE) --

The Canadian Congress of Labor yesterday adopted all resolutions placed before it with one exception:

It turned down cold a request from a Toronto local of the United Steel Workers of America that Canada petition the United States government for admittance as the 49th state.

The Toronto local's brief pointed out that such a merger would have many benefits. It said rates of pay in the U.S. are higher, taxes are lower and most consumer goods are cheaper.

"The cost of living is no higher than in Canada and since most of the unions affiliated with the CCL are members of international unions with headquarters in the United States," the brief concluded:

"A closer connection with the United States than exists at present would remove a lot of foolish arguments presented by employers against the same rates as exist in the United States."

But Mr. Harry Cappell, chairman of the CCL resolutions committee, said every member of the committee was "a good Canadian" and the board heartily recommended non-concurrence of the resolution.

The 700-odd delegates agreed to a man.

C.C.L. on Housing Problem: Montreal, September 16 (GAZETTE) --

The Canadian Congress of Labor yesterday called on other Canadian unions to join with it in a direct appeal to the Federal Government aimed at alleviating the country's "terrifying" housing situation.

Delegates to the CCL's 13th annual convention voted unanimously in favor of a resolution asking the aid of the Trades and Labor Congress, the Canadian Catholic Confederation of Labor and the railroad brotherhoods in solving "Canada's greatest social problem."

Mr. MacNamara Named Mediator: Montreal, September 15 (CP) --

The federal Labour Department today appointed a conciliator for the strike-threatened shipping industry in a move to avert a possible walkout by 4,000 seamen on Canadian lake and sea-going vessels.

The Department appointed Mr. Arthur MacNamara, former Deputy Minister of Labour, to mediate a wage and hour dispute between four shipping companies and the Sea-farers' International Union (AFL-TLC).

Minister of Norway: (Press Release No. 62, Sept. 15) -- His Excellency Erling Sundt Bent, on September 15, presented to the Right Honourable Thibaudeau Rinfret, Deputy Governor General, his Letter of Credence as Envoy Extraordinary and Minister Plenipotentiary of Norway to Canada.



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Thursday, September 17, 1953

C.C.C. Concerned Over U.S. Trade Moves: Edmonton, September 17 (CP) -- The Canadian Chamber of Commerce yesterday expressed "concern with the tendency of the United States to modify the general agreement on tariffs and trade."

The concern was expressed in a statement on Canada-United States relations, one of a list of policy declarations and resolutions adopted by the Chamber's annual meeting.

It follows United States action in raising barriers against certain products--action which Canada and some other countries feel to be violations of trade agreements.

In the same statement, the Chamber said that "unless new opportunities are provided for other countries to earn dollars to pay for their purchases there can be no satisfactory solution to the dollar problem."

It said Canada and the United States have the greatest international community of interest in the world, providing the greatest opportunity for the demonstration of international goodwill.

"For that relationship to remain static would be unfortunate -- for it to deteriorate would be fatal to both countries and a blow to other countries."

The statement expressed belief "that any and all approaches looking toward the easing of international tension should be received and considered on their merits," but, "until definite and concrete results are achieved, there should be no relaxation in Canada's defence program."

Recognizing "progress in integration of Canadian and United States defence programs," the Chamber recommends "the highest practical degree of standardization and co-operation in the production of military equipment and in defence programming."

C.C.L. Seeks Tax Cuts, Health Plan: Montreal, September 17, (CP) -- The Canadian Congress of Labor demanded yesterday that the federal Government cut taxation, boost old-age pensions and inaugurate a national health scheme.

At the same time, it reaffirmed the CCF as its political arm and beat down an attempt to reinstate three expelled Communist-led unions. The unions were urged to ditch their leaders if they wanted to get back into the congress:

The 370,000-member labor body, reaching the half-way mark in a week-long convention, called for a boost in old-age pensions to \$65 a month for all persons 65 and over without a test of financial means.

As for the 1953 federal Budget, the Congress termed this as favoring "big business." It warned that wage increases won by bargaining could be eliminated by shifts of the tax bureau onto those in the lower-income brackets.

To help the low-income groups, the CCL suggested the Government:

1. Increase the basic tax exemption to \$1,500 from \$1,000 for a single person and to \$3,000 from \$2,000 for a married tax-payer.
2. Reduce "drastically" the 10-percent sales tax and abolish sales and excise tax on all necessities.
3. Make all medical expenses tax-exempt.
4. Raise the \$60 maximum payment on the two-percent tax levied for the old-age security fund.

Coronation Medals Distribution: Ottawa, September 16- (CP) -- Distribution of the medal commemorating the coronation of Queen Elizabeth last June has been started by the State Secretary's Department, it was announced today.

Several thousand Canadians will receive the medal but beyond those listed in the table of precedence for Canada and a few others the names of recipients are not being announced. Even the total number of decorations has not been announced but it is understood about 10,000 will be distributed.

The recipients include all those listed in the official "table of precedence for Canada".

McGill Preparing Leacock Memorial Room: Montreal, September 17 (CP) -- McGill University is looking for Stephen Leacock's slippers and tobacco jar. The University library is preparing a memorial room to the late humorist and McGill economics professor. Officials are searching for authentic relics.

"The first inquiry of the American visitor is always for our Leacock shrine," Mr. Richard Pennington, University Librarian, writes in the autumn edition of the McGill News. "And their astonishment at not finding it about equals our embarrassment at not having one."

So far, the library has collected 81 Leacock first editions and 120 articles from periodicals, as well as a number of manuscripts, a painting and some photographs.

Across Canada: Mr. Robert M. Fowler, of Montreal, President of the Canadian Pulp and Paper Association, was elected Chairman of the executive council of the Canadian Chamber of Commerce for 1953-54 at the organization's 24th annual meeting in Edmonton. W.J. Borrie, of Vancouver, was named national President... British Columbia's Election Act will be amended at the present session of the Legislature. Mr. Percy Wright (SC - Victoria) in a reply to Tuesday's Speech from the Throne, said "sensible legislation" will be introduced to amend the Act. His statement was taken to mean that the alternative voting system used in the last two elections will be scrapped with a return to the old single choice "X" system in the next election, the Canadian Press reports....About 1,150 babies born in Canada Coronation Day, June 2, have received a silver spoon to commemorate the event from Governor-General Massey, a Government House official said.... Football results: Ottawa 23, Montreal 13; Toronto 21, Hamilton 20.

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Friday, September 18, 1953

Cabinet Re-Arrangement: Ottawa, September 17 (CP) -- Mr. St. Laurent tonight announced a minor rearrangement of the Cabinet and said the first session of the 22nd Parliament will start Thursday, November 12.

The Minister of Resources and Development, Mr. Winters will move to the Public Works portfolio and Mr. Jean Lesage, 41-year-old Member of Parliament for Monmagny-L'Islet, will enter the Cabinet as Minister of Resources and Development.

The Prime Minister said no other changes are contemplated in his ministry after recalling that Mr. Abbott had indicated he would like another job and that there had been speculation that Mr. Pearson might relinquish that portfolio.

Mr. St. Laurent said Mr. Abbott, has agreed to stay in the post he has occupied since 1946 because of revision of the Bank Act due during the next session of Parliament.

He added that Mr. Pearson had asked him to make some statement in view of speculation that he would relinquish the External Affairs portfolio.

Mr. St. Laurent said that Mr. Pearson feels he is doing the job for which he is best suited and hopes to remain as External Affairs Minister.

N.F.B. To Citizenship Department: Ottawa, September 17 (CP) -- Mr. St. Laurent announced tonight that Mr. Winters will continue to administer the Trans-Canada Highway Act and report to Parliament for the Central Mortgage and Housing Corporation.

Mr. Winters performed this function while he was Minister of Resources and Development. He will continue to do so as Public Works Minister.

Mr. St. Laurent also said that the National Film Board had been transferred from the Resources and Development Department to Citizenship and Immigration.

Appointments: Ottawa, September 18 (CP) -- Mr. Robert Bryce, Deputy Minister of Finance, has been appointed Clerk of the Privy Council and Secretary of the Cabinet, effective January 1.

Mr. Gordon Robertson, Assistant Clerk of the Privy Council, has been appointed Deputy Minister of Resources and Development.

Maj.-Gen. H.A. Young, Deputy Minister of Resources and Development, has been appointed Deputy Minister of Public Works, succeeding Mr. E.P. Murphy who is retiring.

Keep Freight Rate Increases: Ottawa, September 17 (CP) -- The Cabinet today rejected the appeal of eight provinces -- all but Ontario and Quebec -- to rescind a seven-per-cent railway freight rate increase put into effect last March 16.

Mr. St. Laurent said that the Cabinet has not reached a decision on the application by Canadian Pacific Airlines to operate scheduled air cargo flights between Montreal and Vancouver via The Pas, Manitoba.

An announcement from the office of the Prime Minister said the Cabinet has decided to uphold the decision of the Board of Transport Commissioners last March 6 granting the increase, which will amount to \$38,500,000 a year.

Invitation To President Eisenhower: Ottawa, September 17 (CP) -- Mr. St. Laurent said tonight in reply to a question that the Canadian Embassy in Washington has been asked to learn if it is convenient for President Eisenhower to visit Canada this

(OVER)

autumn. He said he would be delighted if Mr. Eisenhower can do so.

He added that he also would be delighted if Premier Laniel of France can find time to visit Canada during his projected visit to the United States to meet President Eisenhower.

Referring to his proposed world tour, Mr. St. Laurent said he hopes to leave Canada "at the end of the first week in February or at least the start of the second week."

Mr. St. Laurent said no decision has been reached on appointing Canadian Ministers to Russia and Spain or appointing a representative to the Vatican.

Illegal Crossings Into U.S.: Montreal, September 17 (CP) -- Inspector W.A. McFaul of the Montreal branch of the Canadian Immigration Department said today "more than a few" immigrants legally in Canada are illegally crossing the border into the United States every week.

In an interview, Inspector McFaul said the Immigration Department and the police are unable to stop the traffic.

"This is not a police state," he said. "Once an immigrant is legally in this country he has freedom of movement."

Commenting on reports of alleged rings smuggling aliens into the United States, Inspector McFaul outlined the difficulties Canadian authorities have in controlling illegal border crossings.

He said no alien, and no person helping an alien, is breaking any law on the Canadian side of the border as long as the alien is legally in Canada.

"We are very, very careful to make sure that immigrants coming to Canada do not want to use this country merely as a back door to the United States," he said.

But each week "more than quite a few" crossed into the United States illegally, he said.

Compulsory Schooling For Soldiers: Ottawa, September 17 (CP) -- Compulsory schooling has been ordered by the Canadian Army for the first time.

Beginning next month, any soldier who doesn't know his three Rs must learn them as part of his regular training. The aim is to raise the minimum educational level of the army to high school entrance standard.

Admitting that present standards are lower than before the Korean war began or before the Second World War, senior officers insisted that this is not reflected in the "high" efficiency of today's units, either at home or abroad.

Construction To Reach New Peaks: Ottawa, September 17 (CP) -- The Bureau of Statistics estimated today that construction work in Canada this year will reach new peaks in both value and volume.

The Bureau's annual report on construction forecast a 1953 total of \$4,458,000,000 a seven-per-cent gain over the preliminary figure of \$4,088,000,000 for 1952. The 1953 expenditure represents an increase of 19 per cent over actual construction spending of \$3,661,000,000 in 1951.

In volume terms, the Bureau estimates this year's construction program will show an increase of 3.9 per cent over 1952, compared with a jump of 6.2 per cent in 1952 over 1951.

Across Canada: Archbishop Joseph Lemieux yesterday was enthroned as spiritual leader of 283,000 Roman Catholics of the Ottawa archdiocese at a ceremony presided over by Archbishop Ildebrando Antoniutti, Apostolic Delegate to Canada....A new generating station and the proposed St. Lawrence River power development will supply Ontario with enough electric power until 1961, the 10th annual Conference of Mines Ministers was told yesterday....Talks continued yesterday at Hamilton as a settlement was sought in the dispute which has led to a threatened strike of 3,500 Great Lakes Seamen.

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Vol. 4 No. 180

Monday, September 21, 1953

C.C.L. Urges Increased Aid To Asia: Montreal, September 19 (CP) -- The Canadian Congress of Labor Friday accused Soviet Russia of fomenting world strife and called on the federal Government to quadruple Canada's Colombo Plan contributions to \$100,000,000 a year to help maintain peace in Southeast Asia.

To overcome poverty and build up the under-developed countries, the 370,000-member labor body proposed also that Canada's grant to the United Nations' technical assistance program be boosted to \$5,000,000 a year from \$800,000.

Hammering out a wide-ranging foreign policy as a wind-up to a week-long convention, the CCL endorsed the right of free countries to strengthen their defences and warned the Government to be on guard "against appeasement in any form."

But it agreed that the free world should lose no opportunity for settling the cold war.

It proposed Canada take the initiative in exploring the means of a settlement, reasoning that the increasing strength of the free world may soon force Russia to negotiate.

In the congress elections Friday, Mr. A.R. Mosher was returned as President.

NATO Exercise Mariner: Halifax, September 19 (CP) -- Canadians took control Friday of all sea and air forces in the immediate Atlantic sub-area participating in the NATO Exercise Mariner.

Rear Admiral Roger Bidwell, Atlantic Navy Chief, and A/C A.D. Ross, Chief of Eastern Air Command, assumed command as Admiral L.D. McCormick of the United States Navy watched.

Admiral McCormick was making his first visit to Halifax since his appointment as supreme Allied commander in the Atlantic.

A mythical European-bound convoy entered the Canadian area of control during the day and planes from three RCAF squadrons joined in the search for raiders and submarines.

Results of the search were not released.

Shipbuilding Unions On Trade: Montreal, September 21 (Gazette) -- Representatives of two major Canadian shipbuilding unions who met here during the week-end to avoid "a major depression in our Canadian shipyards" called for steps to be taken to reopen trade with the "vast markets of the East and other countries presently barred to us."

The Delegates were from the Federation Nationale de la Metallurgie (CCCL) and the British Columbia shipyard General Workers Federation (CCL) who mapped out resolutions dealing with trade and the Government's handling of the shipbuilding industry.

Presumably, the Delegates who represent a majority of shipyard workers in Canada meant reopening markets to Communist countries, among others in the East. However, they did not directly name any countries.

Delegation From Gold Coast: Ottawa, September 18 (CP) -- A 10-member delegation from the Gold Coast on the west coast of Africa arrived in Ottawa today during the course of a tour of Canadian hydro-electric power installations and aluminum plants.

The Delegation includes three Ministers of the Gold Coast Government and seven members of the national committee for the Volta River Project, considering the possibility of establishing an aluminum industry in the Gold Coast.

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Japanese Finance Minister In Ottawa: Ottawa, September 20 (CP) -- Japanese Finance Minister Sankuro Ogasawara flew into Ottawa tonight from New York.

In the absence of Mr. St. Laurent, he will lunch tomorrow with Mr. Abbott. An Embassy official said that Mr. Ogasawara's visit is a courtesy call.

The Japanese Minister, who left Tokyo early this month to attend the International Monetary Fund meeting in Washington, will leave Ottawa on Tuesday and return to Japan by way of Boston.

Newfoundland Fishermen Want Price Support: St. John's Newfoundland, September 18 (CP) -- The Newfoundland Federation of Fishermen said today that most of its membership, irked at lack of a federal support price for fish has stopped fishing.

The movement appeared to be widespread in most of the island's major in-shore fishing centres but it was not a strike in the sense of an organized walkout.

Max Lane, President of the Federation which claims a membership of between 5,000 and 6,000 emphasized that the Federation had not ordered the men to cease fishing or hold up their fish. It was a voluntary movement which apparently spread rapidly.

The movement apparently started soon after Fisheries Minister Sinclair announced last Saturday that the Government did not intend to fix a support price this year.

Registration At Universities: Ottawa, September 21 (CP) -- Most of the students pouring into Canadian universities this month are finding living accommodation and registering in their preferred courses without too much trouble.

A Canadian Press survey, however, shows some overcrowding at Laval University in Quebec, where 300 students from outside Canada were regrettably turned down for lack of space. Laval expects more than 3,000 students this term, compared with 2,855 last year.

Officials in most parts of the country report a general levelling off in numbers of students in the last two or three years, compared with the huge influx of war veteran students which shot registrations to record heights in the immediate-post-war years. Most universities report the current average is still higher than pre-war figures.

Mr. Howe At Geneva: Geneva, September 18 (CP) -- Canada today threw her weight behind a move to review the General Agreement on Tariffs and Trade but her spokesman Mr. Howe, urged that the 33 member nations first extend the present agreement for another year.

Mr. Howe, heading Canada's Delegation to the eighth session of the organization, suggested the one-year renewal until the United States makes clear its policy on international trade.

Death of Mr. Graydon: Ottawa, September 21 -- The Prime Minister, Mr. Drew and all political leaders paid tribute to the late Gordon Graydon, Progressive Conservative Member of Parliament for Peel, who died in Toronto Friday night at the age of 56.

Across Canada: Polio has taken 151 lives in the four Western provinces this year and the daily number of cases reported in two epidemic areas last week still continued at a high level, a Canadian Press survey showed Sunday....Canada's top jet pilot, Sqdn-Ldr. Raymond Green, was killed Saturday as 60,000 spectators at the National Air Show watched his plane plunge into Lake Ontario... The CBC announced this morning that the threatened Seamen's strike had been averted.

Football: (Saturday) -- Hamilton 12, Toronto 9; Winnipeg 16, Calgary 15; Edmonton 12, Saskatchewan 6; Verdun 19, Ottawa 6;
(Sunday) -- Montreal 37, Ottawa 21.



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INFORMATION DIVISION
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OTTAWA - CANADA

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Vol. 4, No. 181

Tuesday, September 22, 1953

Massey-Harris, Ferguson Ltd. Amalgamation Approved: Toronto, September 22 (CP) --

Shareholders of Massey-Harris Co. Ltd. gave their approval Monday to an amalgamation with the operating companies of Harry Ferguson, Inc., of Britain.

The merger, which will be completed by October 31, forms a new company, Massey-Harris-Ferguson Ltd., which will be one of the world's largest manufacturers of farm implements.

A special general meeting representing 40 per cent of the 20,000 Massey-Harris shareholders approved the merger under which \$16,000,000 in Massey-Harris stock will be turned over to Mr. Ferguson.

Mr. James S. Duncan, present President of Massey-Harris, will become President of the new company. Mr. Ferguson becomes Chairman of the Board and will nominate two persons to the new 18-man Board of Directors.

Massey-Harris has 14 plants in Canada, the United States, Britain, France and Germany with a total of 18,000 employees. The Ferguson companies which are centered in Britain have a book value of about \$16,000,000.

Oceans As Bomber Bases, Says American Report: Toronto, September 21 (CP) -- Coming ability of the United States to use oceans as bomber bases "promises one of the most startling changes in military strategy since the invention of the atomic bomb," a report to the American Association of Port Authorities said today.

The report, drawn up by a committee on harbors and shipping, also predicted "a near-revolution" in transport operation because of the development of a jet hydro-ski delta wing sea-plane.

"Currently on the drawing board," said the report, "is a sketch of what may be the ultimate in air transportation: A gigantic delta wing airliner with hydro-skis, fast as sound or faster. Seated in a water-tight hull, high above storms, its passengers will ride in a sound-free cabin, able to fly to the ends of the earth with the comforting thought that boundless runways are accompanying them down below."

The hydro-ski, a development of the water ski, can be let down and retracted and is designed to enable the plane "to land and take off in seas far rougher than anything an old-time flying boat could handle."

Says Britain Prepared to Buy Wheat At Fair Price: Montreal, September 22 (Gazette) --

Britain is prepared to buy Canadian wheat -- at a fair price -- but that wheat remains in storage in Western Canada because the price is too high.

Mr. A. Beverley Baxter, M.P., told Members of the Canadian Club here yesterday.

Mr. Baxter, Canadian-born British M.P., is on his way back to Britain after a 20,000 mile coast to coast tour of Canada and the U.S.

"Where is western wheat going?" he asked. England isn't buying.

"The sterling block is still the greatest currency in the world.

"You should tell your masters in Ottawa that currency is to facilitate trade -- not to block it," he said...

Mr. Baxter also discussed the possibilities of global war and the chances of peace.

"I do not believe that we shall see peace in our time. But neither do I think we will see great wars -- we will see trouble.

"For once the democracies are armed -- for once we have the sword of justice. And much of the credit must go to the United States.

(over)

"President Truman was a great man. He finished isolationism in the U.S. He jumped into Korea decisively. America has shed her youth. She has now reached maturity," he said.

Mr. Baxter, self-styled "Chamberlain man", also defended the late Neville Chamberlain for his policy of appeasement.

"Chamberlain gave us one year, and a chance to get our armed forces ready. He was the scapegoat. When he came back from the Munich meeting, he said Hitler was the most evil man in the world, and he wouldn't face him until England was armed to the teeth," he said.

U.N. Delegation Pays Tribute To Late Gordon Graydon, M.P.: United Nations, N. Y., September 22 (CP) -- Canada's Delegation to the United Nations, led by Mr. Pearson, Monday paid tribute to the late Gordon Graydon, Progressive Conservative M.P.

At a delegation meeting, Mr. Pearson expressed the sense of grievous loss the Delegation felt on the death of a colleague of previous delegations and the foreign affairs expert of the Progressive Conservative Party.

Mr. Pearson paid tribute to the constructive and useful work Mr. Graydon had done for Canada, both at the U.N. and in external affairs business in the House of Commons.

Mr. Pearson said also that Mr. Graydon's death meant for him personally the loss of a friendship that went back to college days and the memory of which he would always cherish.

Dr. C.J. Mackenzie Joins Chemical Firm: Montreal, September 22 (CP) -- Dr. C.J. Mackenzie, retiring President of Atomic Energy of Canada, Ltd., and past President of the National Research Council, will join Canadian Chemical and Cellulose Company, Ltd., November 1, it was announced Monday.

Mr. M.W. Mackenzie, Executive Vice-President, said in making the announcement that the Company will seek authority at the next shareholders meeting to make Dr. Mackenzie a member of the Board of Directors as scientific adviser.

Dr. Mackenzie reached the retirement age of 65 last July, but stayed on with Atomic Energy to supervise reorganization of Canada's atomic energy program. He will retire October 31.

Seamen Accept Welfare Plan: Montreal, September 22 (CP) -- Threat of a strike that would have tied up most Great Lakes shipping ended early yesterday when the Seafarers International Union, Canadian Section (TLC-AFL) and four shipping firms agreed on the first welfare plan of its kind to be adopted in Canadian industry and overtime pay for weekend work on vessels.

The four companies will contribute 20 cents per day per man to the welfare fund -- the union has about 4,000 members aboard 154 Great Lakes vessels -- on which any seaman can draw for financial help, Mr. Hal C. Banks, Vice-President and Canadian Director, told The Gazette yesterday.

It will be administered by a union representative, a company representative and an impartial chairman chosen by both sides.

The union dropped its demand for a \$50-a-month general wage increase and the companies agreed to pay seamen time-and-a-half on Saturdays and double time on Sundays from October 1, 1953, to September 30, 1954.

Across Canada: Cash income received by Canadian farmers during the first half of 1953 showed a drop of \$8,200,000 compared with the same period in 1952, the Bureau of Statistics reported. The Bureau of Statistics announced yesterday that the old cost-of-living index will be discontinued early in October. The index, based on the cost of consumer goods in the 1935-39 period equalling 100, will not be published after cost of living figures for September are issued about October 5. The number of foreign vehicles entering Canada on traveller's permits reached a new record of 546,135 in August, the Bureau of Statistics reported.

Miss Hamilton

GOVERNMENT



CANADA

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Vol. 4, No. 182

Wednesday, September 23, 1953

Trade Deficit \$206,200,000 First Seven Months: Ottawa, September 22 (CP) --

Canada's imports continued at a high pace during July while exports lagged, widening the country's trade gap to a deficit of \$206,200,000 for the first seven months of the year.

Imports during the month rose to \$407,600,000 from \$343,200,000 last year, while exports increased only to \$398,300,000 from \$375,100,000, the Bureau of Statistics reported today.

The unfavorable balance or deficit of \$9,300,000 compared with a surplus of \$31,900,000 in July, a year ago.

The July trend was reflected to a wider extent in the seven months of trade. Exports dropped to \$2,418,000,000 from the record \$2,496,900,000 last year, while imports from \$2,293,500,000.

This heavy buying trend and lagging exports reversed last year's \$203,400,000 seven-month surplus into a \$206,200,000 deficit.

Trade with Britain, Canada's second largest customer, picked up slightly during July, but it did little to dent the major cause of the widening gap-- heavy buying in the United States.

Exports to the U.S. rose slightly to \$212,700,000 from \$190,600,000 while imports jumped sharply to \$289,700,000 from \$246,600,000. The adverse balance widened to \$77,000,000 from \$56,000,000.

Exports to Britain, which had slipped sharply earlier in the year, rose to \$81,300,000 from \$70,200,000 during July. But Canada's buying from Britain increased also to \$46,600,000 from \$34,100,000.

This gave Canada a \$34,700,000 surplus, just slightly below the \$36,100,000 surplus in July last year.

Says Gross National Product May Exceed \$24 Billion: St. Andrews, N.B., September 22 (CP) -- Mr. Mitchell W. Sharp, Associate Deputy Minister of the Department of Trade and Commerce, said today Canada's total output will hit a new high this year and the gross national product may exceed \$24,000,000,000.

He told the provincial governments' Trade and Industry Council this likely increase of about \$1,000,000,000 in the gross national product represents an equivalent increase in physical output, as the general price level has been more or less stable in recent months.

While there had been fewer evidences of "boom psychology" in Canada this year than last, capital expenditure was likely to attain even higher levels, both in volume and in value.

Mr. Sharp said the foundations of Canada's recent industrial expansion "are so firmly planted that further growth and development are as inevitable as anything can be."

An economic adviser to the Department said there now are no "have-not" provinces in Canada.

Dr. O.J. Firestone of Ottawa said it is true that some provinces have more of one thing than others have. But every Canadian province has found it has a good quantity of natural resources which can be put to use with "hard work, drive, vision and the proverbial good luck."

Ontario may find it necessary to appeal to Ottawa to step up immigration of skilled tradesmen to man the province's industry, Ontario Planning Minister W.K. Warrender said.

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Forecasts Atomic Energy Plants In Five Years: Saskatoon, Sask., September 22 (CP)

Dr. C.J. Mackenzie, retiring President of the Crown-incorporated Atomic Energy of Canada Ltd., said here today there is no doubt that atomic energy plants will be operating on a commercial scale within the next five years.

Dr. Mackenzie, head of the National Research Council for 13 years, said industrial research has been moving forward rapidly at the atomic energy plant at Chalk River, with AEC concentrating on building pilot power plants to produce atomic energy.

"There are hundreds of problems to be worked out before these power plants would be economically competitive with other sources of power," he said, "but there is no doubt now of their feasibility as a source of industrial power."

Canada will be one of the world's largest producers of uranium in a short time, he said. There was no doubt this country could supply all its own needs of radioactive material.

Urges Canada-U.S. Understanding On Gas: Calgary, September 22 (CP) -- Mr. Carl O.

Nickle, Progressive Conservative Member of Parliament for Calgary South, said today that a favorable decision must soon be reached on the disposition of Alberta's natural gas, or reduction in western oil and gas exploration programs can be expected.

Mr. Nickle, Editor of the Daily Oil Bulletin published here, said during a service club address that the best decision could be reached only by a top-level meeting between Ottawa and Washington officials after Canadian producers and consumers have come to a common understanding with the federal Government.

Such a solution could include the acceptance of American gas piped to Canada by the most economic routes and Canadian piped to United States consumers, he said.

Following such an interchanging of markets, Canadian gas could be made available to serve a part of the eastern U.S. market through a proposed pipeline from Toronto to Buffalo.

Mr. Nickle said arguments against Canadian gas by supporters of U.S. projects were comparable to those voiced in Canada by advocates of a strictly all-Canadian policy on marketing.

Across Canada: The town of Timmins was caught last night in mushrooming wage strikes that threatened to cripple its economy and close every camp in the rich gold-mining area of Porcupine. At least 2,300 men are already out of work. The fifth and biggest in a wave of wage-hour walkouts came Tuesday when 1,200 miners answered a pre-dawn strike call by the United Steelworkers of America (CIO-CCL) at McIntyre Mines.... Mr. Stanley Knowles will ask Parliament at its forthcoming session to eliminate the limitation on the amount of medical expenses a taxpayer may deduct for income tax purposes.... McGill University officials last night announced the election of eight new members to the McGill Senate. Elected were: Prof. J.S. Foster, and Prof. P.H. McCullagh, of the Faculty of Arts and Science; Dr. G.P. Martin and Dr. W. de M. Scriver, of the Medical Faculty; Prof. R.G.K. Morrison and Associate Professor W. Bruce, of the Engineering Faculty; Prof. Louis Baudoin, of the Law Faculty; and Prof. R.H. Common, of the Faculty of Agriculture.... Labour union membership reached a new Canadian high of 1,219,714 at the start of this year, the Labour Department reported today. The increase over a year earlier was 73,593, or 6.4 per cent.



Miss Hemilton

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Vol. 4, No. 183

Thursday, September 24, 1953

Mr. St. Laurent On Canada - U.S. Trade Policies: Montreal, September 23 (CP) --

Mr. St. Laurent tonight called on the United States to help remove the threat of Communism and depression by reducing its trade barriers and exerting leadership in solving the world's dollar problem.

At the same time he suggested Canada should know just how she fits into U.S. trade policy, emphasizing that Canada does not want to be regarded as a "marginal supplier to be cut off whenever the going is tough."

Canada was asking for no special favors from the U.S., but "we would like to be sure we are not standing on sands that are apt to shift between one season and another," Mr. St. Laurent said in a speech before the International Municipal Congress.

He spoke in the presence of Mr. R. Douglas Stuart, the new U.S. Ambassador to Canada. The Prime Minister observed that this was the first occasion in which he appeared in public with the new envoy and extended a "public welcome" to him.

Mr. St. Laurent said most official quarters in the U.S. are sympathetic with Canada's views on foreign trade, but there are people, both in the U.S. and Canada, "who seem to think trade can be turned on and off like the water behind a tap to suit the conveniences of a particular moment and a particular group."

Sudden impediments to legitimate trade are apt to "ruin honest and hard-working people" and in particular can have "drastic consequences" on a country such as Canada which lives mostly on its foreign trade and which last year sold 54 per cent of all its exports to the U.S.

"If we Canadians, or any other trading nation for that matter, are unable to keep our trade at a high enough level, our standard of living suffers and there is bound to be unemployment, unrest and if it goes far enough, a depression with all its evil consequences both social and political."

And most people are aware, said Mr. St. Laurent, "that we will never remove the threat of Communism or have real peace in the world unless there are opportunities for the ordinary human being to provide for the security of himself and his dependents."

Yet it was difficult to see how the world's less fortunate countries would be able to pay their way unless they could earn more dollars.

The U.S. had given great aid to Marshall Plan, mutual aid and other schemes, but more had to be done. It would be less costly to the taxpayers of North America "if the other trading nations of the free world are encouraged to sell more of the things they specialize in to the U.S. and Canada.

"They would be helped substantially to do that if their exporters could be sure of the interpretations that will be put on customs and other import regulations.

"Another helpful factor would be the investment of more dollar capital in certain overseas dollar shortage areas.

"What I am trying to suggest," added Mr. St. Laurent, "is that the U.S. and Canada should maintain a strong bias towards freer trade in their commercial policies."

There would be difficulties, but he assured the U.S. that the "amounts required by the dollar-short countries, while large, do not amount to much in relation to the total wealth of the American industrial giant."

"The impact on the American economy would not be serious. In fact, it would probably in some aspects be welcome to many consumers who would have a

(over)

cheaper source of supply for some of their needs."

Mr. St. Laurent said he realized that if the U.S. adopts a "more liberal" trade policy, it will apply to Canadian exporters as well.

But Canada had built up a big market in the U.S. and would not relish seeing part of the market suddenly cut away.

"And we don't want either to see the kind of ill-will develop which that kind of action inevitably creates," he added....

"We Canadians ask for as free trade with the U.S. as can reasonably be achieved without upsetting your or our economy. We ask for no special favors that you would not grant the rest of the free nations...."

Mr. Pearson Speaks At U.N. On Korea: United Nations, N.Y., September 23 (CP) --

Mr. Pearson indicated today that Canadian troops would not fight if President Syngman Rhee of South Korea ordered his forces to resume the war against the Communists without U.N. consent.

"So far as the Canadian Government is concerned, we will not support any military action in Korea that is not United Nations' action, and we would be opposed to any attempt to interpret existing United Nations objectives as including the unification of Korea by force," he told the U.N. Assembly.

Mr. Pearson's remarks were taken to mean that Canada would withdraw its brigade from the Korean front if the South Koreans took it upon themselves to carry out President Rhee's threat of military action to unify Korea in the event of failure of a Korean political conference to accomplish this by negotiation.

Making his first speech since giving up the presidency of the Assembly last week, Mr. Pearson said the projected Korean conference could be successful if there is good faith and good-will on both sides. The conference should aim at a free and united Korea, with a government resting on the will of the Korean people freely expressed through elections held under U.N. supervision.

"All foreign forces should, of course, be withdrawn and Korea's security might be provided for under an international and supervised guarantee."

Mr. Pearson threw Canada's support behind British and U.S. efforts to prevent further discussion in the U.N. of the question of what countries should be represented at the Korean conference. He said insistence by the Communists that this subject be reopened would throw serious doubt on their desire to have the conference meet at all.

Across Canada: Premier Duplessis, of Quebec, yesterday again invited American capital to share in developing "the Province of Quebec's unmatched natural resources." Speaking at the official opening of the \$3,000,000 St. Maurice Chemicals Ltd., plant at Varennes, he called the new enterprise a brotherhood partnership." The plant, which is producing formaldehyde and pentaerythritol, is jointly owned by Shawinigan Chemicals Ltd., and Heyden Chemical Corporation, of New York....Dr. Sidney Smith, President of the University of Toronto, said Wednesday there are not enough "characters" in Canada. He urged incoming students in an address at the fall opening of the University to develop "a critical spirit that can stand up against all the dreary platitudes and pallid insanities that assail us"...Mayor William Hawrelak was re-elected by acclamation to his second two-year term as Chief Magistrate of Edmonton when nominations closed Wednesday.



Miss Hamilton

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Vol. 4, No. 184

Friday, September 25, 1953

Mr. Sulzberger, On The Story Of Canada: Ottawa, September 24 (CP) -- Canada's emergence as "one of the strong bulwarks of the free world" is greeted in the United States with "lightened hearts," the Publisher of The New York Times said today.

Mr. Arthur Hays Sulzberger, the Publisher, declared at a luncheon meeting:

"While there has been nothing but the warmest friendship in the United States for Canada and Canadians, it has only been recently that we have begun to appreciate the place Canada has been making for itself in world affairs."

The luncheon was given in honor of The Times' new Ottawa correspondents, Raymond Daniell and his wife Tania Long. They recently replaced Percy J. Philip, who retired after 30 years with the paper.

Mr. Sulzberger said, "an essential ingredient in our democratic strength is the knowledge that the people of Canada and the United States have of each other. We must understand each other's problems, respect each other's achievements, take pride in each other's progress."

"Today, I think, we at last visualize the shape of the future and greet with lightened hearts the emergence of Canada as one of the strong bulwarks of the free world. Your resources, your energy and your spirit count heavily in the material and moral power of the west to withstand the threat which it faces.

"As newspaper men, we at The New York Times see an exciting story unfolding in Canada, one which the people of the United States should know in more detail. To our citizens your tides of progress will be of vast and continuous interest."

Asserting that democracy requires a free and responsible press, he defined a responsible press as "one which presents news without fear or favor of any party, sect, or interest."

"The channels of communication must be free and open and the people must have unobstructed access to the facts on which sound public opinion can be formed. Anything which restricts the availability of information, by that much, weakens democracy."

Mr. Lapointe and Mr. Power To England: Ottawa, September 25 (Citizen) -- Mr. St. Laurent, announced yesterday that Mr. Hugues Lapointe, the Minister of Veterans Affairs, and Mr. C.G. Power, the wartime Minister of National Defence for Air, will represent Canada at the unveiling by Her Majesty the Queen of the Memorial to the Airmen of the Commonwealth to take place at Runnymede, England, October 17.

During their stay in Europe, Mr. Lapointe and Mr. Power will visit units of the 27th Brigade of the Canadian Army, and the air division of the Royal Canadian Air Force.

Mr. Pinay On Burden Of Indo-China War: Ottawa, September 24 (CP) -- Antoine Pinay, Premier of France for 10 months last year, said today that the burden of the war in Indo-China is too great for France to bear alone.

"The situation there cannot improve without more help from the United States," he said in an interview.

France, he said, has been continually at war since 1939. Now, when she has to support a large increase in population, to provide houses and family allowances, to reconstruct industry and the army shattered by German

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occupation, she is pouring \$1,500,000,000 a year into the Indo-China war.

Every year the war has cost a year's graduating class of officers from military college, he said. There is hardly a family in France that has not been touched through injury or death by the Indo-China war.

Hollinger Workers Join Strikers: Timmins, September 25 (CP) -- Fifteen-hundred workers went on strike Thursday night at Hollinger gold mine largest mine in the Porcupine area and the second-largest gold producer in Canada. The men are members of the United Steelworkers of America (CIO-CGL).

The walkout brings to more than 4,000 the number of miners who have left their jobs in the area. With the 2,000 out at Quebec's Noranda mine the total reaches 6,000.

About 200 pickets took up positions immediately at entrances to the Hollinger mine, which has the largest underground workings of any in the world. There were some women in the crowds which gathered near the lines.

Several mine officials passed through the picket lines without incident.

Before this latest strike started, Mayor J.W. Spooner had left for Toronto to confer with Labour Minister Daley about the serious economic situation facing this community of 30,000 as a result of the wave of strikes in the area. Since midsummer, the union has called strikes at five other district mines, including McIntyre.

Business Review: Montreal, September 25 (Gazette) -- While the level of business in Canada is still "encouragingly high," the current situation can hardly be rated as a "sellers' market," the Bank of Montreal says in its current business review, issued yesterday. Factors of competition, the review adds, "bid fair to become increasingly apparent in the months ahead," in both domestic and export trade.

The review notes that the rise in Canadian industrial production in the first half of this year was in response to domestic rather than external demand, and that the strength of domestic demand also built up the record half-year volume of imports and the adverse balance in foreign trade. It also notes that a substantial portion of the available supply of goods has been accumulated in inventories, which rose steadily from mid-1952 to reach new peaks last June.

Mayors' Federation On Civil Defence: Montreal, September 25 (Gazette) -- The Canadian Federation of Mayors and Municipalities in 16th annual meeting here yesterday petitioned the federal Government to:

- (a) Increase its share of the contribution to the cost of civil defence, and
- (b) Whenever a province is unwilling to make a contribution to the cost of civil defence, permit the municipality to make the province's share of the contribution, with the endorsement of the province.

Great Circle Speed Record: Vancouver, September 24 (CP) -- A speed record over the Great Circle route from Tokyo to Vancouver was set today by a Canadian Pacific Airlines DC-6B airliner.

The four-engined plane, carrying 50 passengers and a crew of seven, covered the distance -- 4,734 miles -- in 15 hours, eight minutes at an average speed better than 315 miles per hour.

Across Canada: Quebec's Royal Commission of Inquiry on Constitutional Problems yesterday at a press conference in Montreal issued its itinerary for public hearings in Quebec. First such sitting will be held November 3-6 in Montreal. Then the Commission will start on a circuit that will take it to all the principal centres and regions of the province during November and December, said Chief Judge Thomas Tremblay of Quebec City, Chairman.... A union official at Windsor, Ontario, said Thursday some 2,300 Ford of Canada employees have been laid off because of the shift of final assembly operations from here to the new Ford plant at Oakville, Ontario, according to the Canadian Press.... The Department of Citizenship and Immigration today announced that Franz J. Jenisch and Heinz Fromme, former members of the German Merchant Navy who escaped while they were prisoners of war in Canada, are to be allowed to remain in Canada provided they meet health requirements.



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Vol. 2, No. 185

Monday, September 28, 1953

Five-Month Surplus \$283,253,000: Ottawa, September 25 (CP) -- The Government accumulated a surplus of \$52,846,000 in August budget accounts, boosting the total for the first five months of the 1953-54 fiscal year to \$283,253,000. The surplus compares with only \$1,752,000 in the corresponding month last year.

A statement issued by the Finance Department however, said that there were a lot of defence bills which normally should have been paid in August, but were not paid until early September. These payments will be billed against September's accounts.

The over-all five-month surplus of \$283,253,000 was down \$53,415,000 from \$336,668,000 last year. Government expenditures are usually at their heaviest towards the end of the fiscal year. The Government ended the 1952-53 fiscal year with a surplus of \$24,000,000.

This year's target is a surplus of \$11,000,000. Finance officials suggested the current budgetary trend indicates the target may be met -- within a few million dollars either way.

Total revenue during August rose to \$324,046,000 from \$306,491,000 in August last year, bringing the five-month total to \$1,763,904,000 -- a jump of \$80,662,000 from \$1,683,242,000.

Personal income tax collections during the month increased to \$84,171,000 from \$81,854,000, increasing the five-month total to \$536,980,000 from \$510,986,000. Collections from corporation income tax increased to \$91,798,000 from \$90,319,000 in August and to \$494,904,000 from \$490,823,000 in the five months.

Indirect tax collections also were higher. While revenue from excise duties dropped in August to \$14,910,000 from \$21,936,000, revenue from customs import duties rose to \$37,561,000 from \$25,862,000 and from excise taxes to \$72,375,000 from \$66,100,000.

Total indirect tax revenue for the five months increased to \$613,612,000 from \$562,791,000.

Mainly because of the lag in defence payments, Government expenditures showed a drop during August to \$271,200,000 from \$306,491,000 last year, but the five-month total nevertheless was higher at \$1,763,904,000, up about \$80,000,000 from \$1,683,242,000.

Biggest decrease in spending showed up in the Air Force, expenditures for that service declined in August to \$10,803,000 from \$50,394,000, but the five-month total was still higher at \$272,436,000, compared to \$240,437,000.

Army spending also declined slightly to \$27,544,000 from \$32,109,000, with the five-month total slipping to \$152,370,000 from \$157,249,000. But spending on the naval service increased to \$20,170,000 from \$18,885,000, with the five-month total rising to \$80,457,000 from \$72,530,000.

Expenditures on mutual aid for North Atlantic countries jumped to \$36,818,000 from \$17,774,000 in the month and to \$50,167,000 from \$38,532,000 in the five months.

However, capital assistance to the defence industry dropped during August to \$2,488,000 from \$7,786,000, with the five-month total cut to \$14,125,000 from \$28,768,000.

Porcupine Goldmines Strike: Timmins, Ontario, September 27 (CP) -- This town of 30,000 in the heart of the strike-swept Porcupine goldfields is tightening its belt for a last-ditch battle against economic crisis.

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Almost two-thirds of its miners, on whom Timmins' prosperity depends, are jobless in a strike wave which has closed six of its mines, including the two top producers. The prospect is a long battle against semi-austerity, a depleted population and possibly even more walkouts.

With the mining companies and the United Steelworkers' of America (CIO-CCL) still far apart on the key issues of wages, working hours and union security, there appeared little hope of settlement except by Government intervention.

Out of jobs and depending on their savings and union benefits are 4,000 strikers at Broulan Reef, Preston East Dome, Hallnor, Delnite, McIntyre and Hollinger gold mines.

Mr. Duplessis Announces Iron Ore Find: Quebec, September 25 (CP) -- Premier Duplessis today announced discovery of "between 50,000,000 and 60,000,000 tons of high-grade iron ore" 80 miles north of Havre St. Pierre, about 400 miles east of Quebec City.

Mr. Duplessis, who begins his annual two-week holiday Monday, told his Friday press conference the discovery is another proof the whole Ungava territory is rich in mineral ores.

Lake Allard, 25 miles north of Havre St. Pierre is the site of the world's largest deposit of titanium ore and mining operations have been in progress there since 1945. The ore is shipped to a refinery at Sorel for preliminary processing.

The recently-discovered deposit has not yet been leased to any company for development.

Mr. R.G. Casey In Ottawa: Ottawa, September 25 (CP) -- Hon. R.G. Casey, Australian External Affairs Minister, will arrive here on the week-end from New York to discuss a number of "important" matters with Canadian Cabinet members.

Mr. Casey will remain until Wednesday and return to New York before proceeding to New Delhi for a Colombo Plan conference of Commonwealth Ministers next month.

A spokesman at the High Commissioner's office described Mr. Casey's visit as formal and commented: "You can certainly say that he is coming here on business."

Mr. Pinay's Montreal Address: Montreal, September 28 (CP) -- The people of France are quickly getting back to their traditional belief that a nation cannot consume more than it produces and as a result the threat of Communism is definitely past, Mr. Antoine Pinay, former Premier of France, said here Saturday.

Addressing 1,000 persons in Windsor Hall at a meeting sponsored by the Alliance Française and the France Amérique Committee, Mr. Pinay sketched a new regenerated France that was emerging from the effects of the last war at a pace that already places her fourth among the world's commercial nations.

Across Canada: Five Canadian rubber companies were fined \$10,000 each Friday for operating a combine and price fixing since 1936. The five companies, Goodyear, Dominion, Gutta Percha, Dunlop and B.F. Goodrich, had pleaded guilty April 8 before Mr. Justice R.W. Treleaven who read the judgments in Toronto. An injunction restraining them from any further combine activities was granted to the Crown. The companies said they will appeal the order....Canadian wheat stocks continued their steady rise during the week ended September 17, reaching 291,600,000 bushels at the cut-off, an increase of 3,200,000 bushels for the week....Georges Leveillé, of Quebec, Director of the Provincial Government's office of Tourism and Publicity, will represent Quebec at the American Society of Travel Agents' Convention in Rome October 24-31, the Montreal Gazette announced.

Football: Big Four, Toronto 18, Ottawa 17. Hamilton 20, Montreal 15. (Hamilton leads with 4 wins and 2 losses, Ottawa is second with 3 and 3, Montreal and Toronto 3 wins and 4 losses each.) WIFU: Edmonton 15, Calgary 6. Regina 21, Winnipeg 15. (Edmonton leads with 7 wins and 1 loss, Winnipeg is second with 4 and 4, Saskatchewan third with 3 and 5, Calgary last with 2 wins and 6 losses.) In the intercollegiate Saturday, McGill defeated McMaster 13 to 12 in the opening game at Montreal.



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Vol. 4, No. 186

Tuesday, September 29, 1953

Report New Air Protection Designed At McGill: Montreal, September 29 (Gazette)--

A group of McGill University scientists have designed a multi-million dollar continental air raid warning system which, The Gazette learned authoritatively, may form a major part of North America's protection system against invading aircraft. The system is known as the McGill Fence. It has been in the planning stage for some time at McGill's new Eaton Electronics Laboratory and cloaked in strictest secrecy on orders from the Canadian Government.

The plan is to be submitted during October to a joint meeting of the Canadian-United States defence boards.

The Gazette learned of the McGill fence project at a time when it is known that Canadian and American defence experts, sharing concern over Russia's growing atomic striking power, are studying "intensively" the expansion of continental defences.

Currently joint discussions are under way to determine just what steps, if any, should be taken to improve the existing warning system in the Canadian northland and to build up retaliatory power.

At present across the northland--above the so-called "population belt" of Canada--Canadians and Americans are manning look-out stations for which Canada pays one-third of the cost and the United States the remainder.

From Washington it is reported that the United States National Security Council, senior strategy-policy body of the U.S., believes it "imperative" that continental defences be strengthened.

The Washington report said American planners believe the initial step to speed up continental defence should be "expansion of the radar warning net designed to provide early warning of approaching bombers through stations in high latitudes of the Arctic as well as stations further south."

The McGill Fence plan, if accepted, would replace the proposed Lincoln Line, a system of air protection designed by the Massachusetts Institute of Technology.

Canada Gives 3 Squadrons Of Jet Fighters To NATO: Baden-Soellingen, Germany, September 28 (CP) -- Canada today fulfilled a two-year promise three months ahead of time when another three squadrons of Sabre jet fighters were handed over to the North Atlantic Treaty Organization.

While flags of the 14 NATO nations fluttered above this base beside the Rhine, No. 4 wing of Canadian-built and Canadian-manned fighters was consigned first to Canada and thence to NATO in a ceremony marked by a fly-past and addresses from the countries involved.

"It is not without emotion that we see Canadians cross the ocean once again to mount guard with us along frontiers in danger," said André François Poncet, French High Commissioner to the French-occupied zone of Germany in which the base lies.

U.S. Gen. Lauris Norstad, who is Deputy to Supreme Headquarters Allied Powers Europe, told the nearly - 1,000 Canadian personnel that "there are no finer airmen or troops than in the 1st Canadian Air Division."

Mr. R.G. Casey's Ottawa Press Conference: Ottawa, September 28 (CP) -- Russia must make a conciliatory move toward resolving some of the major international issues before the world can hope for a lasting peace, Mr. R.G. Casey,

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Australia's External Affairs Minister, said today.

"That is still to happen," he told a press conference. Mr. Casey is here for talks with Mr. St. Laurent.

Mr. Casey noted there has been some "softening" in Russia's attitude on minor international issues, but that she has yet to show the same degree of co-operation with the West on major issues, such as the Korea problem, the war in Indo-China, reunification of Germany and international control of atomic weapons.

"If the Communists will make one step on these issues, our side will take another step," he said.

He touched on these other points:

1. Canada cannot hope for a reduction in Australia's import restrictions until Canadians purchase more goods from her Commonwealth partner. Australia is short of dollars and has a big deficit in Canadian trade.
2. There is no plan afoot to include Canada in Anzus, the mutual security pact among Australia, New Zealand and the United States. Australia had many defence commitments and would be reluctant to extend her obligations further.
3. Australians are amazed at Canada's "surprising" interest in the Colombo plan for building up South and Southeast Asia. Through her \$25,000,000-a-year contribution, Canada is supporting the project well.
4. Australia, a strong supporter of the British Preferential Tariff system, could not understand criticism of the system from the United States.

Record Oil Production Week In Alberta: Calgary, September 29 (CP) -- An all-time Alberta oil production record was set when the province's 4,271 wells turned out an average 284,429 barrels daily in the week ended September 21, the Petroleum and Natural Gas Conservation Board reported Monday. The previous record was 274,029 barrels daily in the week ended last July 20. That output came from 4,124 wells.

Shipping Strike: Montreal, September 28 (CP) -- The Seafarers International Union (AFL-TLC) today launched a strike of crew members of Canadian deep-sea vessels to support demands for shorter hours and better pay.

The union--it has 8,800 members in Canada and 93,000 in the United States--set its strike machinery in motion at noon when last-minute negotiations failed to effect a settlement.

Approximately 35 Canadian vessels, some of them on the high seas, and 1,000 crew may be affected by the strike, union officials said.

Sees Vast Mineral Future For Iron Ore Area: Ottawa, September 28 (CP) -- The Minister of Mines, Mr. Prudham, returning today from a three-day tour of the Quebec-Labrador iron ore development, termed it "only the beginning of the vast mineral future of the area."

"A tremendous storehouse of minerals and power resources is just being opened up in this country," he said.

"By the summer of 1954, iron ore from Knob Lake will be en route to the steel mills of the United States and Canada.

Across Canada: A reduction in trade barriers between Canada and the United States was advocated yesterday by Mr. James B. Carey, President of the International Union of Electrical, Radio and Machine Workers (CIO-CCL), at the opening of its fifth convention in Montreal, the Gazette reported....Canada's spending on formal education is climbing toward the half-billion-dollar mark, the Bureau of Statistics reported. A Bureau survey, just completed, showed that in 1950 expenditures reached an all-time high of \$454,139,000. This was a 14.6 per cent jump from the previous high of \$396,387,000 in 1949....The CBC Board of Governors recommended licensing of private television stations in five cities. Government approval of the CBC recommendations will give television outlets to three cities in western Canada--Calgary, Edmonton and Saskatoon--and two in Ontario, Kingston and Kitchener.

FOOTBALL SCORES: Edmonton 21, Calgary 12. Winnipeg 19, Regina 2.



Miss Hamilton

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Vol. 4, No. 187

Wednesday, September 30, 1953

Dr. Solandt's Statement on "McGill Fence": Ottawa, September 29 (CP) -- Canada is testing a low-cost device to give warning of approaching aircraft and it may be used to supplement the defensive chain of radar stations in Canada, Dr. O.M. Solandt, Chairman of the Defence Research Board, announced today.

Dr. Solandt said in a statement that a number of stations with the equipment, known as the "McGill Fence," have been installed experimentally "to determine their operational capabilities."

"Trials have been going along all summer and have shown that this equipment can be used to provide a warning system that can be installed at comparatively low expense in terms of money, materials and manpower."

Dr. Solandt said the United States authorities "have been in on this from the beginning and have shown great interest in the results achieved."

"Both development work and further trials are still proceeding .

"It should be emphasized again that even if this equipment proves to be as effective as would appear likely, it is not a substitute for a radar chain but would provide an additional device for obtaining early warning of the approach of aircraft.

"The indications are that this is likely to constitute a considerable advance in our capacity for protection against air attack."

He said the device has been under intensive development during the last 18 months.

"Details of the device are naturally secret. However, it can be said that it is not a substitute for a chain of radar stations but is intended to supplement such a chain."

The development was directed by the Defence Research Board.

Finds U.S. Opposition To Seaway On Decline: Montreal, September 30 (Gazette) --

Organized opposition against development of the St. Lawrence Seaway and power project in the U.S. has "just about run out," Sen. George Aiken (Rep. Vt.) yesterday told the convention of the International Union of Electrical Radio and Machine Workers (CIO-CCL) here.

Sen. Aiken found opponents to the seaway in the U.S. were "changing their mind on the project" and he placed a 15-month limit on delays in construction of the dam between New York and Ontario as authorized by the Federal Power Commission.

Sen. Aiken said that while opponents will "use every conceivable method to delay this project, they will not succeed for long." Already they have lost an appeal before the Federal Power Commission. Their avenues of recourse are gradually running out.

"The outcome is not in doubt," he said. "With New York and Ontario undertaking the power development there remains the matter of the Seaway to be considered. The same dam used for power development will provide an integral part of the Seaway itself."

"The Foreign Relations Committee by a 13-2 vote reported favorably on U.S. participation and Majority Leader Knowland has promised to lay the matter before the Senate for action early next Winter. I hope Canadians will be patient with us for I believe we will authorize joint participation in the project at the coming session of Congress."

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Seafarers' Strike: Montreal, September 30 (CP) -- A strike of crewmen on Canada's deep-sea ships Tuesday was described by ship owners as a threat to survival of Canada's merchant marine.

The owners' statement, issued by the Canadian Shipping Federation as the strike moved quietly through its second day, brought no immediate reply from officials of the Seafarers International Union (AFL-TLC), bargaining agent for the striking crewmen.

Avro Buys Malton Jet Plant: Toronto, September 29 (CP) -- A.V. Roe Canada Limited announced today it has spent \$17,500,000 to become the first Canadian company ever to build a complete aircraft from airframe to jet engines -- in its own factories.

Mr. Crawford Gordon, Jr., President of the company which produces the CF-100 all-weather jet fighter, said Avro has bought the government-owned jet engine plant in nearby Malton. The deal had the financial backing of the Hawker Siddeley Group, one of the world's leading aircraft manufacturers.

Gold Miners' Strike Settlement Efforts: Toronto, September 29 (CP) -- Premier Frost of Ontario indicated tonight the Provincial Government will make a full-scale attempt to end the strike of 5,000 miners at six Timmins gold mines.

Following a meeting with Timmins area municipal officials, he appealed to the 1,700 men at the Hollinger Mine to return to work and submit their grievances to arbitration procedure.

He called upon the presidents of the Hollinger, McIntyre and Hallnor mines to meet Government officials tomorrow in new mediation talks and indicated the federal Government may be asked to enter the dispute.

Champlain's Remains Not Where Expected: Quebec, September 29 (CP) -- An Ontario archaeologist today cleared up an obscure phase of Canadian history and indicated a centuries-old dispute surrounding the burial place of French Explorer Samuel de Champlain may be solved.

Mr. Wilfrid Jury, Curator of the University of Western Ontario Museum, London, Ontario, told a press conference ruins uncovered in the basement of an uptown restaurant "appear undoubtedly" to be the foundations of a chapel where the founder of Quebec was buried in 1635.

Mr. Jury, conducting the search for the Quebec Historical Society and the Samuel de Champlain Society, said it has also been established that Champlain's remains were moved from the Chapel of Notre Dame de la Recouvrance in 1702 when a nearby house was enlarged.

Quebec historians, expecting that remains of Champlain would be found when the chapel foundation was uncovered, were disappointed.

Across Canada: Mr. Paul Beaulieu of Ottawa is the winner of the Quebec Government's annual French literature contest, Provincial Under-Secretary Jean Brusché announced Tuesday night. Mr. Beaulieu won the prize of \$800 for a literary evaluation of the works of the late Jacques Rivière, French writer of the early 1900's.... Montreal will play host for the first time to international stamp collectors October 1-3 when the British North America Philatelic Society holds its annual convention and fifth annual exhibition.... The Ancient and Honorable Artillery Company of Massachusetts -- about 175 strong -- will visit Ottawa for five days starting next week-end.



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Vol. 4, No. 188

Thursday, October 1, 1953

The Future Of Arms Plants: Ottawa, September 30 (CP) — The federal Government is prepared to sell millions of dollars worth of arms plants to private industry if buyers agree to maintain the plants as part of Canada's defence potential, a Production Department official said today.

The purchase by A.V. Roe Canada Ltd., of the Malton, Ontario jet engine plant is an example, the official said. Avro has agreed to maintain the plant's defence production characteristics for the next 10 years.

"We are not looking for buyers who want to turn the plants solely into civilian production nor are we willing to sell for firesale prices," the official added.

He hinted, however, that there have been overtures by other private companies to take over government plants. These overtures may harden into negotiations later.

Since the outbreak of the Korean War, the Government has invested about \$200,000,000 of the taxpayers' money into defence plants. The projects covered virtually all phases of arms production: aircraft, ammunition, electronics, shipbuilding and mechanical transport.

Part of the money was used to attract specialized industries from other countries and encourage them to take root in Canada, thus providing Canada with a new industry and strengthening her arms potential.

United Kingdom firms were encouraged to come to Canada at a time when the British Government allowed only minimum amounts of capital out of the country. Now the British Government has relaxed its capital export curbs and those established in Canada with Canadian Government aid, such as the Lucas Rotax Co., of Toronto, may be able to take over the Government's investment. Lucas Rotax produces fuel pumps for the Orenda jet engine manufactured by Avro.

"If we sell out," the official said "we would like to get back 100 cents on the dollar on the taxpayers' investment — or as close to that amount as possible."

C.P.R. Files Brief On Rate Equalization: Ottawa, September 30 (CP) -- The Canadian Pacific Railway today said a scale of equalized freight rates proposed by the Board of Transport Commissioners would reduce its revenues by an estimated \$5,200,000 a year.

The Company made the claim in a brief filed with the Board for consideration at a series of hearings on rate equalization to open here Monday. The hearings will close out country-wide sessions under way for several months.

The Board's equalization proposals apply only -- at this stage of its leveling-out programme -- to "class" rates, the basic tolls that carry about one-fifth the country's \$1,000,000,000-a-year freight traffic and on which many other tolls are based indirectly.

Adjustments in other rates are due after the class basis has been settled, in line with a 1951 parliamentary directive. The Board has set next January 1 as the tentative date for its class-rate scale to go into effect.

Besides the C.P.R., the Canadian National Railways also has taken exception to the Board's scale. In a brief made public yesterday, the government-owned company said the Board's figures are too low to maintain revenues at their present levels.

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Both companies submitted alternative proposals for class rate scales.

Porcupine Gold Mine Strike Discussions: Toronto, September 30 (CP) -- Heads of three of Canada's biggest gold mines met today with provincial officials to discuss mine strikes in Northern Ontario and Québec. The talks were described as "purely exploratory."

A glimmer of hope stemmed from the possibility that some headway may be made Friday at talks scheduled between representatives of management and the United Steel Workers of America (CIO-CCL) at the strike-bound Noranda mines at Noranda, Quebec.

Mr. James Y. Murdoch, President of Noranda, said yesterday he is "hopeful a settlement will come" from the meeting.

There was little sign of progress, however, in disputes which have left six mines strike-bound at Timmins in the rich Porcupine area.

Ontario Labour Minister Charles Daley suggested that Hollinger Consolidated Gold Mines, biggest producer in the Timmins district, resume operations, that the 1,600 strikers go back to work and that the dispute be submitted to conciliation.

Mr. Jules Timmins, Hollinger, President, agreed to start negotiations provided the men return to their jobs.

But Mr. C.H. Millard, the union's National Director, replied the union will recommend that its members return to work only on condition that the company submit the dispute to arbitration -- a proposal it has previously rejected.

Record Retail Sales, Credit Buying Up: Ottawa, September 30 (CP) -- Canadian retailers rang up a record \$3,135,900,000 in cash and credit sales in the second quarter of 1953. About one-third of the buying was on the cuff.

Cash sales in the three months of April-June rose 4.1 per cent to \$2,115,500,000 from \$2,031,500,000 last year, the Dominion Bureau of Statistics reported today.

Instalment buying jumped 7.4 per cent to a new high of \$395,600,000 from \$368,300,000. Buying through charge accounts increased by 7.5 per cent to \$624,800,000 from \$581,000,000.

Altogether, total cash and credit sales rose by 5.2 per cent from \$2,980,000,000 last year.

\$93,000,000 Oil Pipe Line Opening October 15: Vancouver, October 1 (CP) -- Trans Mountain Oil Company's \$93 million 718-mile crude oil pipeline from Edmonton to Vancouver will be officially opened October 15, it was announced.

The opening of the 24-inch line, which has been under construction for 18 months, will be marked by a public inspection of the Burnaby terminal, eight miles east of Vancouver on Burnaby Mountain.

Across Canada: Mr. St. Laurent and Mr. Drew will be main speakers October 12 at the unveiling of the monument to the late Sir Wilfrid Laurier. Base of the monument of the former Liberal Prime Minister has been placed in Dominion Square, Montreal, and is ready to receive the statue, the Montreal Gazette reports....Newfoundland's civil servants will work a five-day week from now on, Premier Smallwood announced yesterday....Savings on deposit in Canada's chartered banks at August 31 last amounted to \$5,295,-841,000, against \$5,152,367,000 at July 31 and \$4,870,087,000 at August 31, 1952, the chartered bank statement for August showed....Canadians are eating beef this year at a record-breaking pace, with the price tumbling below pork for the first time since the Second World War. "The price is beginning to tell," an Agriculture Department official said as he reported a 100,000,000-pound jump in beef consumption to a high of 456,000,000 pounds in the first eight months of 1953.



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Friday, October 2, 1953

New Housing Plan: Ottawa, October 1 (CP) -- Smaller down payments and a longer time to repay mortgage loans may be in store for Canadians in the market for lower-priced houses.

Mr. St. Laurent today said the Government is considering both these measures to "broaden the opportunity for people of moderate incomes to build their own homes."

At the same time, the Prime Minister said in a statement that legislation will be placed before Parliament next month which will increase the supply of mortgage money for new housing.

This legislation will include amendments to the National Housing Act which would provide for establishment of residential mortgage insurance and enable the chartered banks as well as other lending institutions, to lend on insured home mortgages.

The Government feels, he said, that present sources of mortgage money are insufficient to keep pace with Canada's housing needs. Though residential construction is at the highest level in history, the population growth requires further expansion of housing.

The Prime Minister said:

"Having in mind the increase in construction costs which has taken place since the present limit of \$10,000 on NHA loans was set, the Government is considering a higher limit for loans under the new system.

"Consideration is also being given to increasing the proportion of loans to lending values in order to make possible a smaller down payment for lower-priced houses. To take care of these factors and possible variations in interest rates, it is contemplated that the period of repayment will be lengthened by the new arrangement.

"It is also proposed that the premium for the mortgage insurance, which will be payable by the borrower, should be capitalized and added to the principal amount of the loan.

"These proposals and other adjustments which may be necessary in connection with the changeover are designed to produce a slightly lower monthly carrying charge for the borrower over a somewhat longer period than he now would pay for comparable mortgage financing under NHA.

"The introduction of an important group of new mortgage lenders should make more money available for home mortgages and better facilities should exist for mortgage lending in smaller communities.

"Longer terms of amortization for NHA loans and lower down payments will broaden the opportunity for people of moderate incomes to build their own homes."

Exports To U.S. Up \$20,000,000: Ottawa, October 1 (CP) -- Canada's exports to the United States rose by \$20,000,000 during August, but shipments to the United Kingdom dropped by almost \$6,000,000.

This shift toward increasing emphasis on the American market showed today in the Bureau of Statistics August trade report which estimated Canada's total exports at \$342,600,000, down \$3,900,000 from \$346,500,000 last year.

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The Bureau attributed the August drop to declining prices. The volume was unchanged.

Exports for the first eight months of 1953 were down \$84,300,000 to \$2,729,300,000 from \$2,813,600,000.

Import figures for August likely will be published in the next few weeks. They have been running higher than exports in previous months, resulting in a deficit in Canadian trade.

Domestic exports to the U.S. rose to \$196,529,000 during August, a jump from \$176,354,000 last year, pushing the eight-month total to \$1,593,707,000 from \$1,476,900,000.

Shipments to the U.K. however, dropped to \$66,775,000 from \$72,766,000 during the month, paring the eight-month total to \$461,907,000 from \$543,318,000.

Canada-U.S. Economic Meeting: Ottawa, October 1 (CP) -- Canada and the United States likely will reaffirm their 1950 principles of joint economic co-operation at a meeting in Washington next week. The conference is scheduled for October 8, it was learned today.

Mr. Howe will head the Canadian delegation to the conference. It is possible that he also will discuss informally with United States officials common problems on armaments and other topics.

The meeting, at which Mr. Howe will confer with U.S. Treasury Secretary Humphrey and Commerce Secretary Weeks, will be held under auspices of the Canada-U.S. Joint Industrial Mobilization Committee. Mr. Howe is the Canadian chairman.

International Plowing Match At Cobourg, Ontario: Cobourg, Ont., October 1 (CP) --

The first world plowing championship is being held here next week with contestants from 11 countries vying for the Golden Plow Trophy.

Expert plowmen from Britain, Northern Ireland, the Republic of Ireland, The Netherlands, Denmark, West Germany, Finland, Sweden, Norway, the United States and Canada will turn furrows on 1,000 rolling acres in this Eastern Ontario district next Thursday and Friday for the new trophy, a miniature of the Norfolk plow in use in the early 18th century.

The Ontario Plowman's Association is holding its annual four-day international match at the same time on the same site and is acting as host to the first world match sponsored by the World Championship Plowing Organization, formed last fall at Falkirk, Scotland.

Mine Strike Settlement Efforts: Toronto, October 1 (CP) -- Premier Frost of Ontario and Mr. St. Laurent will meet next week for talks which may get to the roots of the economic problems plaguing Canada's strike-riddled gold-mining industry.

The Premier announced the talks after a Cabinet meeting today. He said experts of both Governments are already gathering information for an all-round review of the situation. No date for the meeting was set.

Mr. Frost's statement came a few hours before a meeting of 1,600 members of the United Steelworkers of America (CIO-CCL) at Hollinger Mines, one of six mines hit by strikes which left 5,000 jobless in the Porcupine gold belt.

Across Canada: Thousands of Roman Catholics, including some 35 Canadian and American bishops, yesterday took part in colorful ceremonies to commemorate the silver and golden Jubilees of Archbishop William M. Duke and Vancouver's Holy Rosary Cathedral....

The Canadian National Railways yesterday announced that special trains will carry passengers to New York if Trans-Atlantic Liners are diverted to Halifax by the strike of longshoremen in the United States. Four Cunard ships are scheduled to arrive in New York next week carrying almost 4,500 passengers. Sixteen special trains will carry the passengers to New York if the ships are diverted to Halifax, the Globe and Mail reported.... Canada has produced her first torpedo, a highly secret weapon designed to "home" onto an enemy submarine and destroy it. A Navy announcement said the new weapon will be officially accepted by the RCN Friday at the Canadian Westinghouse plant in Hamilton, the Canadian Press reported.



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Monday, October 5, 1953

Events In Poland: (Press Release No. 64, October 3.) -- Following is the text of a statement by the Department of External Affairs issued on October 3 in connection with recent events in Poland:

"The news of the renewal of religious persecution in Poland will deepen sympathy in Canada for the suffering Polish people. The recent trial of Bishop Kaczmarek, three priests and a nun has followed the usual Iron Curtain pattern, in which the defendants are induced to condemn themselves. The arrest of Cardinal Wyszynski without any charge being laid against him outrages all principles of justice.

"It is significant that these new instances of religious persecution come at a time when the Communists claim to be concerned to bring about a relaxation of tension in Europe and elsewhere. If the Communist leaders are honest in their declarations of peaceful intentions, they should realize that acts of religious persecution which arouse the indignation of the peoples of the free world contradict and deny these professed intentions."

Canada At The United Nations: United Nations, N.Y., October 2 (CP) -- Canada today threw its support behind a proposal to help cut the length of U.N. sessions by providing for a limit to procedural debates.

Canada's position was outlined in the U.N. legal committee by Mr. Alan Macnaughton, Q.C., Liberal member of Parliament for Mount Royal.

He said Canada "does not consider it good practice" to allow a minority to prolong discussion of an item by means of debate on a procedural point.

"Surely lengthy procedural debates are not in the best interests of the United Nations or in the spirit of the charter," he said.

He took issue with Soviet Russia's contention that the rules amendment would restrict freedom of delegates to discuss major issues.

"Its purpose," he maintained, "is solely to limit the time of a procedural debate and in no way could it prevent any delegation from freely expressing the views of its government on the main item under consideration."

The proposed change in rules is contained in a Norwegian resolution with an amendment sponsored by Brazil and France.

Canada declared its approval of the proposed cut of \$843,000 in the U.N. budget for 1954.

Mr. S. D. Hemsley, who heads the financial division of Canada's External Affairs Department, presented the Canadian position in the U.N. committee on budget estimates.

Mine Strike Settlement Efforts: Toronto, October 2 (CP) -- Settlement prospects in Canada's crippling mine strike tonight appeared at their blackest since the walkouts started more than two months ago in a junior producer near Timmins and engulfed seven other gold and base metal mines in northern Ontario and Quebec.

Mine operators and the United Steelworkers of America (CIO-CCL) were deadlocked and the union was threatening more walkouts. The possibility of government intervention seemed remote.

In rapid-fire order yesterday and today, the union:

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1. Rejected, at a meeting of 1,600 strikers of Hollinger Gold Mines at Timmins, a proposal by Ontario's Minister of Labour, Mr. Daley, that they go back to work and send their contract dispute to conciliation. The union stood firm on its demands for final and binding arbitration, which the company refused.

2. Called its 450 members on strike at the rich Quemont gold mine, a neighbor of the strike-bound Noranda mine at Noranda, after talks with the company gained no ground on the union's demands for shorter hours, higher wages and a company checkoff of union dues. The strike brought the number of idle mines to eight.

3. Called off a scheduled meeting with Noranda officials when the company refused to allow the checkoff issue on the agenda.

Danish Admiral Visitor: Ottawa, October 2 (CP) -- Admiral E.J.C. Qvistgaard, Danish Chief of Defence and Chairman of the NATO Military Committee, will be in Ottawa next week for talks with Mr. Claxton and the Chiefs of Staff, Defence Headquarters announced today.

The Danish admiral will confer with Mr. Claxton and the Chiefs of Staff Monday. Tuesday he will lecture at the National Defence College at Kingston, returning to Ottawa the same day for a reception in his honor at the Danish legation.

He will leave Ottawa by air for Washington Wednesday.

Canada and the Home Market: Toronto, October 2 (CP) -- Canada must increase her population at a faster pace than at present if she is to escape her present dependence on exports, Mr. Stuart Armour, economic adviser to the President of the Steel Company of Canada, Ltd., said tonight.

Addressing the Institute of Internal Auditors, he added that until Canada has a home market to consume more of her own goods, Canadian wages cannot soundly match those of the United States.

"Obviously, a country which is dependent on export of goods for 24 per cent of its national income cannot, with safety, match the wages and other labor practices of a country deriving less than six per cent of its national income from exports...."

Across Canada: Top executives from airlines carrying 95 per cent of the world's scheduled air traffic began registering in Montreal yesterday for a five-day session of the International Air Transport Association -- the world airline parliament....

More than 700 dentists from Canada and the United States are expected in Montreal from Oct. 18 to 21 for the joint meeting of the Canadian Dental Association and the fall clinic of the Montreal Dental Club....

The RCMP has ironed out some heraldic difficulties and now has a new and proper badge. The badge gradually will be placed in use throughout the force, on buttons as collar badges, on stationery, on automobiles and other property. The October issue of the RCMP Quarterly says the badge has been granted by the Garter Principal King of Arms, College of Arms, London. It has been registered in the records of the college founded March 2, 1483.

Football Scores: (Big Four) Ottawa 31, Hamilton 6
 (Western Conference) Saskatchewan 19, Edmonton 13.
 Winnipeg 24, Calgary 17.
 (Intercollegiate) U. of T. 16, Queens 7.
 Western 40, McMaster 13.

<u>League Standings:</u>	(Big Four)	G	W	L	T	F	A	Pts.
	Ottawa	7	4	3	0	147	110	8
	Hamilton	7	4	3	0	86	115	8
	Montreal	7	3	4	0	112	107	6
	Toronto	7	3	4	0	94	107	6
	(Western Conference)							
	Edmonton	10	8	2		145	86	16
	Winnipeg	10	6	4		150	132	12
	Saskatchewan	10	4	6		146	154	8
	Calgary	10	2	8		125	194	4



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Vol. 4, No. 191

Tuesday, October 6, 1953

Unconfirmed Report Says Russian Planes Flying Over Far Northern Canada: Ottawa, October 5 (Montreal Gazette) -- Russian aircraft have been seen flying over Canada's far north, according to unquotable but most reliable sources.

Defence Department officials refuse either to confirm or deny the report, an attitude they adamantly maintained ever since it appeared in the current issue of Collier's magazine.

The Canadian Press has learned, however, without any detail as to place or time, that Russian aircraft have been seen over Canadian territory on a number of occasions.

They are described as reconnaissance planes.

William Ulman, writing in Collier's for Oct. 16, reported being told by a general in an Alaskan radar station that Russian aircraft "come in at all times and places," and that "some have even penetrated deep into North-Central Canada."

Efforts to obtain official Canadian comment of this report have met with complete silence, a circumstance that lends some weight to the belief that the incidents are being actively investigated.

Reliable sources have reported in the past that "unidentified" planes have been detected from time to time by the Canadian-American radar defence network stretched across the northern part of Canada.

It is known now that at least some of these were Russian.

Freight Rates Equalization: Ottawa, October 5 (CP) -- Basic freight rates will go down in the West and up in the Central Provinces as a partial measure of rate equalization, the Board of Transport Commissioners announced today.

Mr. Justice J.D. Kearney, Chief Commissioner, said the Board will order a five-per-cent cut in "class" rates within the West and allow the carriers a compensating increase of a maximum 10 per cent in Ontario and Quebec.

The changes will be effective Nov. 15.

The unexpected move was an interim one, announced at an opening hearing here on equalization and intended to stand until a general scale equalizing the class (ceiling) rates as between different regions goes into effect Jan. 1, 1955.

This scale pulling together the higher West and lower East rates was to have become effective Jan. 1, 1954, but the Board today put it off for a year and -- because of delays in its implementation -- put in the temporary percentage changes.

For the four Western Provinces, this will be the first downward revision in a whole group of rates since 1922. It follows a long fight by the Governments of those provinces for rate "equalization" -- the theory of bringing their general toll level down to that of eastern Canada.

In terms of dollars per year, the reductions will amount to only a relatively small percentage of the railway's revenue. Unofficial estimates are that the West's freight bill will go down about \$2,000,000 a year, while the Ontario-Quebec bill will go up by the same amount if the railways can put in compensations boosts in the Central Provinces.

(over)

World Can't Afford Luxury of Hatred - Mr. St. Laurent: Montreal, October 5, (CP)-- Mr. St. Laurent said tonight the world no longer can afford the "luxury of hatred" in this age of shrinking distances.

The fact, he said, has been demonstrated by the International Air Transportation Association, working to bring ever-increasing international harmony and co-operation among the air transport companies of the world.

"You are encouraging those of us who have responsibility for the government of our nations to realize that complex international problems can be solved and that given good-will and a community of interest, mutually helpful agreements are possible," he added in a speech before the Association's annual meeting.

Mr. St. Laurent, who plans to make a globe-girdling air jaunt next February, observed that the association is composed of representatives from 120 countries operating 95 per cent of the world's scheduled air traffic.

Living Costs Rise In August: Ottawa, October 5, (CP) -- Living costs climbed again during August with the consumer price index jumping one-half a point to 116.2 from 115.7. Higher food prices provided the propellant force. This was the fourth monthly increase in a row.

The index, based on 1949 prices equalling 100, now is just two points below the all time high of 118.2 in December, 1951.

During August the price of many food items climbed, including pork, eggs, coffee, lard, bread and butter. Price declines showed for fresh vegetables, fruits and other meats.

Rents were up along with street car fares, the cost of magazines and automobile operations.

Ancient and Honorable Artillery Company of Massachusetts Welcomed: Ottawa, October 5 (CP) -- More than 150 American war veterans, including three generals, were officially welcomed to Canada's capital today as members of the oldest military unit in North America.

In warm Indian summer weather, the Ancient and Honorable Artillery Company of Massachusetts paraded before Ottawa's Peace Tower to the music of two of the Canadian Army's crack bands. Later, they paid tribute to Canada's war dead at the National War Memorial.

This is the third time the Boston company, chartered in Massachusetts in 1638, has visited Canada as part of their annual "fall field day". Escorted by some 500 officers and men of the Canadian Army, they were greeted by senior military and civil officials.

Mr. Claxton, in an address of welcome, told the visitors their five-day stay in Ottawa would be "particularly useful in strengthening further the ties that are already strong between your great country and ours."

Across Canada: Mr. Eric Newton, London art critic, and his wife, Stella Mary Pearce, an authority on theatre art, will begin a Canadian tour Tuesday from Halifax, the National Gallery announced. The Gallery is sponsoring the tour. The couple will give about 60 illustrated lectures in 20 cities. They will speak French at their Quebec engagements.... The Queen Mary docked at Halifax yesterday and her 1,834 passengers began leaving the ship to board five special trains for the U.S. The liner was diverted here because of the longshoremen's strike on the U.S. east coast. It was her first visit here since the Second World War when she called several times as a troopship.... Plans to open a national Social Credit office in Ontario were formulated at last week's meetings in Edmonton of provincial and national party leaders.

Football: Calgary 9, Saskatchewan 8.



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Vol. 4, No. 192

Wednesday, October 7, 1953

Canada at the United Nations: United Nations, N.Y., Oct. 6 (CP) -- Canada backed Britain and the U.S. in the United Nations today against a Russian proposal for admission of five Kremlin-backed countries as the price of lifting the Soviet veto against Western-sponsored states.

Mr. G.B. Summers, alternate Canadian representative in the special Political Committee, said Canada felt the membership of the UN should be enlarged so it could speak for the world. But it should only be done within the terms of the charter laid down at San Francisco.

Mr. Summers said Canada will oppose the Russian proposal calling for admission of Albania, the Mongolian People's Republic, Bulgaria, Romania and Hungary....

Canada, he said, would throw its weight behind a Peruvian proposal -- supported by Britain and the U.S. -- for a three-nation good offices committee to try to negotiate some way out of the membership deadlock.

Similar stands were taken in the committee Monday by Sir Gladwyn Jebb of Britain and Governor James F. Byrnes of South Carolina, former U.S. Secretary of State.

In a spirit of harmony, the General Assembly voted unanimously today to continue the UN International Children's Emergency Fund on a permanent basis.

Canada's Postmaster-General Cote told the Assembly that the Children's Fund is one of UN's greatest achievements and should be continued.

The name of the seven-year-old agency, the Assembly decided, is to be shortened to the UN Children's Fund. However, the Assembly voted to keep the symbol UNICEF.

May Ultimately Export Petroleum, Says Mr. Winters: Rochester, N.Y., Oct. 6 (CP) -- Canada may be in a position to export crude petroleum within a few years, Public Works Minister Winters said today.

Mr. Winters made the statement in a speech to the American Society of Mechanical Engineers at the annual fall banquet meeting here.

He said discoveries of new oil fields in Alberta in 1947 has led to large-scale explorations and development throughout the West.

He said that 10 years ago Canada was producing less than 10 per cent of its domestic petroleum needs, but the figure now was one-third of the country's greatly increased requirements.

"There are good prospects that within a few years, after engineers have overcome transportation problems we will be producing sufficient oil to meet all our home demands, and in fact, may be in a position to become an exporter of crude petroleum."

Mr. Winters said major prospects are under way in every part of the country to expand Canada's programme of resources development.

He referred specifically to the stupendous undertaking of the Quebec-Labrador iron ore development which may soon be producing 30,000,000 tons a year. This compares with 1,500,000 tons produced in all Canada in 1946.

He told the American engineering group that Canadians already use 35 per cent more electric power per capita than Americans do, and that it is developed and utilized at about half the cost per kilowatt hour. He added that Canada has a known power potential of 60,000,000 horsepower....

Atomic Policy Meeting at Chalk River: Chalk River, Oct. 6 (CP) -- The roles Canada and Britain will play in the immediate future in the atomic energy field will be decided at closed meetings on atomic policy here this week.

(over)

The meeting, announced today by Atomic Energy of Canada Ltd., will be attended by atomic scientists from the two nations Oct. 8 and 9.

The Crown-owned company in charge of the Chalk River atomic development described the conference as a "technical policy meeting on atomic energy." It said it will be similar to a meeting held at the British atomic plant at Harwell, Eng., a year ago.

The scientists will "discuss in detail various developments at their respective projects," placing particular emphasis on the harnessing of the atom for commercial power.

Comet Jet Service Heralded: Montreal, Oct. 7 (Gazette) -- The first Comet jet service linking North America and Europe may be opened within 18 months with non-stop flights between Montreal and London, Sir Miles Thomas, Chairman, British Overseas Airways, said here yesterday. Sir Miles told newspapermen that BOAC Comets will start experimental high density flights over the North Atlantic route this winter. "It is difficult to set a target date -- it all depends on our tests and the development of new types of Comets -- but Montreal will be the first link in the new service," Sir Miles said.

Across Canada: Montreal will be the only city in North America to see an exhibition of drawings covering the last five centuries and worth about \$1,000,000. The Exhibition, which will open October 23, at the Montreal Museum of Fine Arts, will gather 250 drawings, many of them by great masters, including Leonardo da Vinci's "Head of a Man" and a study of the Sistine Chapel by Michelangelo, the Montreal Gazette reports.... Key parts of the Board of Transport Commissioners' freight rate equalization programme were challenged today by the Canadian Pacific Railway and Quebec business organizations.... The Canadian Army has 275 university scholarships this year available for high school graduates, provided they agree to three years' active service on graduation.... The Witnesses of Jehova yesterday won a major battle against Quebec authorities in the Supreme Court of Canada. The court ruled, in a 5-4 decision, that the Witnesses may distribute religious pamphlets on city streets without restriction.... The National Research Council announced the creation of a special section to improve existing methods of determining whether an invention is commercially feasible.... Another 50,000 tulip bulbs have arrived from Holland for planting in the parks and along the driveways of the capital.... General Teodoro Ruiz Diez, Ambassador for Chile to Canada, yesterday outlined to the Canadian Inter-American Association, the industrial progress being made by his country and called for a better trade balance with Canada.



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Thursday, October 8, 1953

Classified Information: Ottawa, Oct. 7, (CP) -- Too many military secrets are finding their way into Canadian newspapers, defence officials said today.

They said they are "deeply concerned" over the leakage of classified information and intend to do something about it. Citing three specific cases, an official spokesman said investigations are under way to find out who "talked".

The three cases are: the disclosure several months ago that A.V. Roe of Canada, Ltd., was working in Toronto on a plane resembling a flying saucer; development at McGill University in Montreal of the McGill Fence, to supplement radar defences; and the recent testing near Ottawa of an air-to-air guided missile.

These disclosures were in themselves "very serious," the spokesman said. But officials said they are even more worried by the fact that such information leaked out.

"We must plug the gaps before something more serious happens," the spokesman said.

It was learned that the RCMP has been called in to assist with the investigations. This could mean that authorities have not ruled out the possibility of subversive activity in connection with the security violations.

"That is always a threat," a spokesman said...

To Continue Gold Subsidy: Ottawa, Oct. 7 (CP) -- Federal subsidies to Canada's gold-mining industry will be continued for another year, but the rates will not be increased, Mr. St. Laurent announced today.

Premier Frost, of Ontario, informed of the announcement, said it is "very good news, indeed". He had met with Mr. St. Laurent earlier in the day to discuss the gold mining strike in Northern Ontario.

There will be a few "minor" changes "to correct any anomalies that have arisen and to make such other adjustments as experience has shown to be desirable," Mr. St. Laurent said.

But the formula for calculating the assistance to individual mines will be continued "in substantially its present form."

Mr. St. Laurent made his announcement during a day-long Cabinet meeting after an hour-long talk with Mr. Frost to discuss the prolonged strike that has thrown more than 5,000 gold miners out of work.

Mr. Frost, speaking to reporters after his meeting with Mr. St. Laurent but before the announcement was made, said he hopes his talks with the Prime Minister will help bring together the striking unions and mine operators for settlement discussions.

Among other demands, the miners have asked for higher wages, but mine operators have said they cannot afford higher operating costs. There had been some suggestion that increased subsidies might be the operators' solution.

Under a complicated payment formula, the Government will distribute about \$15,000,000 in subsidies this year, averaging between \$4.50 and \$5 for each ounce of gold produced in the eligible mines.

It is widely known that the industry's big problem is that production costs have soared while the official selling price of gold has remained constant at \$35 an ounce in U.S. funds.

(over)

Mr. Jules Timmins, president of Hollinger Consolidated Gold Mines, said extension of the Government subsidy paid on gold was "some help".

"We will now be able to plan our operations for a year," he said.

"However, I hope these contracts can be settled on a basis on which we are not continually negotiating every four months or so."

C.N.R. Protests Freight Rate Changes: Ottawa, Oct. 7 (CP) -- A Canadian National Railways spokesman today criticized freight rate changes announced by the Board of Transport Commissioners Monday as a temporary rate-equalization measure.

Mr. Alex Hart of Montreal, CNR commission counsel, described the moves as "fraught with danger to the railways." He was presenting evidence to the Board as it continued hearings on equalization.

The action protested by the Government-owned company was a decision by the Board to order the railways to reduce class (ceiling) rates in Western Canada by five per cent and to authorize compensating increases of up to 10 per cent in Ontario and Quebec.

The changes, to be effective Nov. 15, are an interim measure pending implementation of a more detailed plan of equalization between areas to go into effect Jan. 1, 1955.

Seafarers' Strike: Montreal, Oct. 8 (Gazette) -- Negotiations were resumed yesterday between ship owners and the Seafarers' International Union (AFL-TLC) which called a strike Sept. 28 aboard about 30 Canadian flag ships.

Resumption of company - union talks here was brought about by the Ottawa Labour Department. Bernard Wilson, senior man in the Federal Labour Relations Department, is sitting in on the talks which are in a preliminary stage. There was no comment last evening.

Canada's Peacemaking Role: Pembroke, Oct. 7 (CP) -- Canadians are looked upon in United Nations circles as peacemakers, Mr. Martin said today.

Mr. Martin, a former delegate to the UN General Assembly, made the remark in a speech at the opening of the new Pembroke General Hospital.

"Time and again in my work at the United Nations, I have been struck by the fact that the quality which delegates from other nations most frequently associate with Canadians is a talent for conciliation," he said.

"Canadians are looked upon as the peacemakers. We are asked to pour oil on troubled waters, to reconcile divergent opinions, to bridge the gap between the views of conflicting nations."

Across Canada: An advance party of replacements for the 27th Infantry Brigade in Germany sailed today aboard the liner Scythia. The 300 officers and men are part of 2,700 soldiers who will sail from Quebec in a number of drafts this month.... A monument commemorating the birthplace of the late Viscount Bennett, former Prime Minister of Canada, will be unveiled at Hopewell Cape, N.B., Oct. 16, the Resources Department announced.



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Friday, October 9, 1953

President Eisenhower To Visit Ottawa Nov. 13: Ottawa, Oct. 8 (CP) -- President Eisenhower will arrive in Ottawa on Friday, Nov. 13, for a three-day state visit. He will be accompanied by Mrs. Eisenhower.

Mr. St. Laurent, announcing the visit late today, said the Government hopes Mr. Eisenhower will be able to address both Houses of Parliament the following afternoon.

United States Embassy sources said later they expect suitable arrangements will be made for the speech. The 22nd Parliament opens Thursday, Nov. 12.

This will be the first time the former Allied commander in Europe has visited Ottawa as a civilian. He came here in January 1946, as a general who had recently led his forces to victory over the German armies.

Again, in January, 1951, he returned for a 24-hour visit as Supreme Commander of the North Atlantic Treaty armies.

Last May, Mr. St. Laurent paid an official visit to Washington. He recently invited Mr. Eisenhower to repay the visit at his convenience. Mr. St. Laurent said Canadians would be "delighted" to see the President any time...

Mr. St. Laurent's announcement, a brief one, said further details of the President's visit will be issued in "due course."

A reliable source said, however, it is known that he will make a "major address" and that it will be broadcast to the United States.

This will be the third time a United States President has paid a state visit to the Canadian capital and the first time for a Republican President.

Canadian-American Joint Industrial Mobilization Committee: Washington, Oct. 8 (CP) -- Mr. Howe announced today that Canada and the United States have agreed to view their defence problems "as continental rather than national" and to press for "effective utilization of joint resources."

Mr. Howe made the announcement in a communiqué issued after a quick round of visits with U.S. defence and economic officials.

He received assurance from the Eisenhower Administration that there will be no change in a programme of economic co-operation spelled out in a statement of principles signed by the two countries in October, 1950, and reasserted today.

To this the Canadian-American Joint Industrial Mobilization Committee tacked a two-paragraph agreement on continental defence and joint utilization of resources.

Later, Mr. Howe disclosed to a press conference that his calls included a morning talk with Attorney-General Herbert Brownell on methods of speeding up legal procedures in the hope of getting started on the St. Lawrence Seaway next spring. He did not elaborate.

He told reporters his talks were confined to economic affairs, and did not touch directly on military matters.

He said "We discussed things of mutual interest in the metals supply and other supply fields, but there was nothing conclusive." He added "Everything is going well."

(over)

Mr. Howe was here for the first meeting -- since the Eisenhower Administration came into office -- of the Canadian-American Joint Industrial Mobilization Committee.

The Joint Industrial Mobilization Committee agreed today that:

"The United States and Canada can better defend themselves and do justice to their world-wide commitments by viewing defence problems as continental rather than national."

First Canadian Ambassador To Spain: (Press Release No. 65, Oct. 8.) -- The Department of External Affairs announced today that Lt. General Maurice Pope, C.B., M.C., is being appointed the first Canadian Ambassador to Spain. The Department also announced that Mr. Jules Léger is being appointed Canadian Ambassador to Mexico.

General Pope, who has been Canadian Ambassador to Belgium and Minister to Luxembourg since late in 1950, will take up his new post in early December. Mr. Léger, who has been Assistant Under-Secretary of State for External Affairs since 1951, will take up his post shortly. He will succeed Mr. Charles Hébert whose new appointment will be announced subsequently.

Canada At The United Nations: United Nations, N.Y., Oct. 8, (CP) -- Canada announced today she stands ready to make a "substantial increase" in 1954 over the United Nations programme of technical assistance to under-developed countries.

Senator Stanley McKeen of Vancouver, a member of the Canadian UN delegation, said the amount of the increase will depend on what other countries give.

IATA Meeting At Montreal: Montreal, Oct. 9 (Gazette) -- Elimination of passenger service charges and bigger and better facilities for international airports were urged here yesterday by two leaders in the world of aviation. Slow handling at large international airports is counteracting the efficiency of modern high-speed aircraft, said Henri Ziegler, President and General Manager of Air France.

Passenger service charges at some international airports are a "nuisance" and against the best interests of the public, said Dr. Albert Plesman, President of KLM Royal Dutch Airlines.

Both executives addressed delegates to the ninth annual International Air Transport Association (IATA) meeting in the Windsor Hotel. The meeting of the world airlines organization concludes this morning with a full plenary session.

Report Philip To Visit Canada Unconfirmed: Ottawa, Oct. 8 (CP) -- It was reported here today that Prince Philip will open the British Empire Games in Vancouver next July and pay a visit to Ottawa while he is in Canada.

However officials of Government House, the Prime Minister's office and the United Kingdom Information Office said they have not had notification that Prince Philip has agreed to open the games July 30-Aug. 7.

The officials said they also have had no notice that he will visit Canada next year.

Across Canada: British Columbia's Social Credit Government yesterday introduced legislation reducing the minimum age for voters from 21 years to 19 years. At the same time the new Elections Act presented to the legislature would throw out the alternative voting system used in the last two provincial general elections, allow Doukhobors to vote and reduce by 30 days the time between the issuance of a writ of election and the polling day, according to the Canadian Press.... Mayor Charlotte Whitton of Ottawa yesterday offered the federal Government a \$500,000 package offer as inducement to retain the National Film Board in Ottawa and prevent its transfer to Montreal. Heading a delegation which met Mr. St. Laurent, Mayor Whitton proposed, as an outright gift, 27 acres of land at Carlington Heights, on the southwestern outskirts of the city, for an NFB site, and a 300-unit low-rental housing development with special priority for NFB employees. Mr. St. Laurent told the delegation that the offer will be studied carefully, according to the Canadian Press report.



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Vol. 4, No. 195

Tuesday, October 13, 1953

Mr. St. Laurent On World Stability: Montreal, Oct. 13 (Gazette) -- Canadians are "apparently" receiving dividends from their high tax obligations with the halted expansion of Communism both in Europe and Asia, Mr. St. Laurent told 2,500 delegates to the Canadian Shoe and Leather Fair last night.

He said that despite the country's costly obligations, including a "very costly build-up of armed forces and equipment under the North Atlantic Treaty Organization, Canada has expanded her industrial power and is maintaining an economic stability admired by many nations of the world.

"Taxes remain higher than they were in 1939, but that is because we have greatly expanded social security measures which I think are acceptable to most Canadians, and because we have had to assume a higher burden of defence costs than before the Second World War.

"Our military alliance ... has been expensive, but already we appear to be receiving dividends in the apparent lessening of the menace of Communist expansion."

Canadian industry has "every reason" to be hopeful of Canada's economic future, the Prime Minister said.

He observed that a lot of businessmen and public men must be wondering what business conditions will be like in the next few years.

"Not being a prophet nor an economist, I will venture to say only that I feel optimistic and have every reason to believe that you too, can feel hopeful...."

The Prime Minister again urged "prosperous" free countries to give leadership in promoting freer world trade, arguing that this is "surely the sanest way to restore stability to this unhappy world."

The cry of "Trade, Not Aid," -- a cry voiced by Britain and other sterling-area countries seeking a greater share of the United States market -- is one which the more fortunate countries cannot ignore "if we are wise and sincere in our efforts to see that our friends and allies do not go under."

Canada is ready to shoulder its responsibility in providing this leadership, "but it is a responsibility which cannot be shouldered by 15,000,000 people alone," he said.

"It must be shared by the people and the governments of other nations who are as well off as ourselves"....

He observed that President Eisenhower stressed the responsibility of prosperous countries when he recently told the U.S. foreign economic policy commission that it is essential the U.S. develop more markets for its industry and assist other countries to earn their own living in the world.

"I know the people of Canada and the free world appreciate those words of our good friend and his efforts to bring about freer trade," Mr. St. Laurent said.

564,000,000 Bushel Wheat Crop 84 P.C. Threshed: Ottawa, Oct. 12 (CP) -- The prairies have cut 95 per cent and threshed 84 per cent of their 564,000,000-bushel wheat crop.

The Bureau of Statistics reports that with the exception of flaxseed, an estimated 90 per cent or more of this year's prairie grain crops had been cut by Oct. 3.

It said harvesting conditions are generally excellent and that with relatively few exceptions the western grain harvest should be completed within the next few days.

A survey, conducted jointly by the Bureau and provincial agricultural departments, showed that for the prairies as a whole, 98 per cent of the rye, 95 per cent of the wheat and barley, 92 per cent of the oats, and 65 per cent of the flaxseed had been cut or swathed by Oct. 3

"Magnificent's" Crew Give Blood To American Red Cross: Ottawa, Oct. 9 (CP) -- Mr. Ray Lawson, Canadian Consul-General in New York, reported today that sailors of the aircraft carrier *Magnificent* created a "great deal of goodwill" for Canada during a visit to the American city last month.

More than 400 members of the ship's crew volunteered blood to the American Red Cross when they learned of an urgent need for blood to build stocks of gamma globulin to fight polio. Mr. Lawson said this was "the biggest goodwill gesture that could possibly have been made".

Across Canada: A bronze and granite monument to Sir Wilfrid Laurier -- concrete testimonial of the regard of "all Canadians" -- was unveiled Monday in Montreal by the Prime Minister. Both Mr. St. Laurent and Opposition Leader George Drew, who spoke at the impressive unveiling ceremony which took place under a bright autumn sun, paid tribute to the part Canada's first French-speaking Prime Minister played in moulding the Canadian nation.... The Congress of the Association of Canadian French-language Weekly Newspapers on Oct. 9 sent a request to its board of directors to consider the possibility of co-operative buying of newsprint. Delegates had complained that the price increases imposed by the newsprint companies in the last year have offset the economy gained by the federal Government's abolition of the 10-per-cent sales tax on paper.... The Federal Government was urged Monday "not to postpone for too long a serious and detailed consideration of the establishment of a Canada Council." Dr. Garnet T. Page, General Manager of the Chemical Institute of Canada, urged establishment of the council which was recommended by the Massey Commission, to handle Canada's relations with the United Nations Educational, Scientific and Cultural Organization.

Weekend Football: (Saturday) Big Four - Montreal 24, Ottawa 6. Hamilton 26, Toronto 0. Western Conference - Saskatchewan 18, Winnipeg 13. Edmonton 34, Calgary 13. Intercollegiate - Queen's 13, McGill 12. Western 13, Toronto 10. (Sunday) Big Four - Montreal 26, Ottawa 18. (Monday) Big Four - Toronto 30, Hamilton 12. Western Conference - Edmonton 22, Calgary 6. Saskatchewan 14, Winnipeg 13.

Standings:	P	W	L	F	A	Pts.
Big Four: Montreal	9	5	4	162	131	10
Hamilton	9	5	4	124	145	10
Ottawa	9	4	5	171	160	8
Toronto	9	4	5	124	145	8
Western Conference:						
Edmonton	13	11	2	217	111	22
Winnipeg	13	6	7	182	180	12
Saskatchewan	13	6	7	186	189	12
Calgary	13	3	10	153	258	6
Intercollegiate:						
Western	2	2	0	53	23	4
Toronto	2	1	1	26	20	2
McGill	2	1	1	25	25	2
Queens	2	1	1	19	29	2
McMaster	2	0	2	25	53	0



DAILY AIRMAIL BULLETIN

INFORMATION DIVISION
DEPARTMENT OF EXTERNAL AFFAIRS
OTTAWA - CANADA

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Vol. 4, No. 196

Wednesday, October 14, 1953

Mr. St. Laurent on NATO: St. Johns, Que., Oct. 13 (Montreal Gazette) -- Mr. St. Laurent, speaking to more than 200 select officer cadets at Collège Militaire Royal, said here today that the NATO nations have aligned forces "which no power dare attack."

On his first visit to the new tri-service college, the Prime Minister said the forces of the North Atlantic alliance would subdue any aggressor who dared take the risk of aggression.

"We are willing to accept the sacrifices that a constant vigilance demands," Mr. St. Laurent told cadets and dignitaries gathered in the dining hall of a college campus built near the ruins of a 200-year-old fort.

"We are not responsible for the present situation. It has been forced upon us, but we do not react to the situation by doing nothing," the Prime Minister said.

"We are ready to defend ourselves with the utmost energy. And we are doing our best to live up to the old proverb: 'In time of peace, be prepared for war.'

"That is why we have concluded a treaty with the 13 nations which have joined the North Atlantic alliance, nations who want peace and security as much as we do and who, like us, are sparing no effort and are making heavy sacrifices to attain a common aim."

Mr. St. Laurent said military defence has become in Canada, like it has in many other countries a permanent institution and the need "leaves us no choice, no alternative.

"The uncertainties of the international situation and the need for us to be ready to defend ourselves against any possible attack add to the importance which the Government and the country attach to the success of this college (Collège Militaire Royal)."

Canadian Workers and International Unions: Montreal, Oct. 14 (Gazette) --

Canadian workers "sooner or later" will have to forsake the international labour movement "a form of colonialism that keeps them under American domination," Mr. Girard Picard, head of the Canadian and Catholic Confederation of Labour, (CCCL) said here yesterday.

He said Canadian workers eventually will have to abandon the American Federation of Labour (AFL) and the Congress of Industrial Organization (CIO).

Mr. Picard was answering recent attacks made against him at meetings of both the Montreal Trades and Labour Council (AFL-TLC) and the Montreal Labour Council (CIO-CCL) at which members of these two central bodies took him to task for statements he made at the opening session of the annual CCCL convention in Quebec City, Sept. 13.

The CCCL is the parent body of all the National Catholic Syndicates in this province. They number about 100,000 members.

Mr. Picard said he did not seek to disparage the important contribution made to organized labour by international unions, but, he added, "it is legitimate to think of becoming a free Canadian citizen."

He said Canadian workers who are affiliated to American unions often adopt policies that are inimical to their own country. As instances of this he cited the American Federation of Labour's opposition to the St. Lawrence Seaway development and its attitude opposite other American trade policies.

Says Some Civil Defence Allotments Untouched: Ottawa, Oct. 13 (CP) -- Five of Canada's 10 provinces have not touched a penny of more than \$2,000,000 in civil defence funds offered to them by the federal Government in 1952 and 1953, Maj.-Gen. F.F. Worthington said today.

The wartime tank expert, now national civil defence co-ordinator, said Ontario, Quebec, New Brunswick, Nova Scotia and Prince Edward Island could have had the money on a "matching grant" basis. He explained that the federal Government is willing to put up one civil defence dollar for every dollar put up by the provinces.

Gen. Worthington said in an interview that Ontario and Quebec, whose "allotment" of federal civil defence funds is \$492,008 and \$433,081 respectively, think that the federal Government should shoulder the entire expense of civil defence across the country.

Ninth Mine Closed By Strikers: Timmins, Ont., Oct. 13 (CP) -- More than 200 workers at Aunor Gold Mines quit work today in the latest of a series of strikes which has virtually paralyzed the gold mining industry in the Porcupine gold field.

Aunor is the ninth mine -- two are in Quebec -- to be closed as a result of strikes called by the United Steelworkers of America (CIO-CCL) over wage, working hours and check-off differences.

Trade Faces Fiercer Competition, Mr. Drew Warns: Ottawa, Oct. 13 (CP) -- The leader of the Progressive Conservative Party, Mr. Drew, said here tonight that the fiercer competition in world trade caused by the resumption of high production in countries torn by the Second World War faced Canada with a challenge to offer the things that are needed at prices that people are willing to pay.

"The welfare of every Canadian will depend on what we do to meet this challenge," he said in a speech prepared for delivery to the Advertising and Sales Club of Ottawa.

N.S. Miners Debate Job Preference: Truro, N.S., Oct. 13 (CP) -- United Mine Workers (CCL) District 26 convention today debated the question of job preference for 3½ hours before ratifying a seniority agreement with the coal companies.

The agreement came before the convention in the district officer's report. The report was finally adopted on a 57 to 8 roll call vote.

Most of the opposition was over provision that long service miners laid off in one colliery could displace younger men in another pit mine. Layoffs and closedowns are a special problem in the Nova Scotia coalfields now as the industry struggles to meet tough competition from other fields.

Across Canada: The Canadian National Railways has placed orders for 4,780 units of freight equipment at a cost of \$37,590,000, Mr. E.A. Bromley, Vice-President of Purchases and Stores, announced in Montreal. The new orders bring the value of undelivered equipment orders to \$114,483,600.... The destroyer Athabaskan has become the Canadian Navy's top veteran of the Korean war. With two months still to go in the Far East, the Navy said the Athabaskan has steamed some 151,533 miles in Korean waters -- a distance about equal to six times around the world. She was one of the first three Canadian ships to join the U.N. fleet in 1950.... Strike votes among 15,000 workers in the pulp and paper industry in Ontario have been ordered for next Sunday as a six-month wage and contract dispute between the industry and 11 AFL unions neared a crisis point, the Globe and Mail reported.

GOVERNMENT

 CANADA

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Vol. 4, No. 197

Thursday, October 15, 1953

Speculation As To Canada-U.S. Trade Balance: Ottawa, Oct. 14 (CP) -- Canada's exports to the United States likely will rise to an all-time high this year, but officials are concerned over the future of that top-ranking world market.

The causes of concern are many. They include continuing pressure by some segments of U.S. industry for higher tariff protection; increasing dependence of the Canadian importer on the American supplier and the deepening deficit in Canadian-American trade.

Though prices have eased slightly, Canada's exports to the U.S. are likely to rise to a peak of \$2,500,000,000 this year, a jump of about \$150,000,000 over the previous high of \$2,349,000,000 in 1952, officials predicted today.

Coupled with this jump, however, is the forecast of an increase in imports to a record \$3,300,000,000 -- up more than \$300,000,000 from \$2,977,000,000 in 1952.

A lot of these imports -- machinery and equipment -- are being plowed into Canada's industrial expansion, but they are making it more difficult for Canada to bridge the trade gap with her southern neighbour.

Canada usually runs into a deficit in U.S. trade, but this year the adverse balance may reach a new high of \$800,000,000 soaring well above the \$627,900,000 deficit in 1952.

In most previous years, Canada has been able to balance her American deficits with trade surpluses in other parts of the world. But this year her sales to Britain have dropped while imports have increased, narrowing the possible surplus from this trade quarter.

The outlook now is for an over-all international trade deficit of more than \$100,000,000 -- which is not large considering the possible total import and export trade of \$8,800,000,000 -- but marks a definite reversal of last year's over-all surplus of \$391,300,000....

President Eisenhower to Attend Informal Cabinet Meeting: Ottawa, Oct. 14 (CP) -- President Eisenhower will sit in on an informal meeting of the full Cabinet when he visits here next month, Mr. St. Laurent said today.

The Prime Minister said he expects the U.S. President and the Ministers will discuss "affairs of the world." He indicated there will be no agenda for the meeting and that it will be in the nature of a round-table talk among members of the Cabinet and Mr. Eisenhower.

The meeting will be on Nov. 14, two days after the opening of the first session of the 22nd Parliament and the day after the President's arrival.

The President will deliver an address to the two Houses of Parliament in the Commons Chamber on the same day.

Mr. Beaudoin Next Speaker Of Commons: Ottawa, Oct. 14 (CP) -- Mr. L. René Beaudoin will be the Speaker of the House of Commons for the next four years, Mr. St. Laurent announced today after a Cabinet meeting.

The Prime Minister also told reporters that Mr. William Robinson, chairman of house committees for the last few years, will be the Deputy Speaker.

Mr. Beaudoin, Deputy Speaker in the last Parliament and Liberal Member for Vaudreuil-Soulanges, will replace Mr. Ross MacDonald, of Brantford, Ont., appointed to the Senate early last summer.

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Over 2,000,000 Failed To Vote In Election: Ottawa, Oct. 14 (CP) -- Canada's August general election saw the highest voter registration in Canada's history and the second-highest popular vote.

Preliminary figures released today by Mr. Nelson Castonguay, Chief Electoral Officer, showed an eligible voters' list of 8,384,178 and 5,640,837 votes cast in the 261 ridings where contests were held.

The winning Liberal party slipped slightly from its 1949 vote total, and the CCF popular count also dropped. The Progressive Conservatives and Social Credit picked up votes, the latter making the heaviest gain in ballots. The Communists added votes, too, though they still wound up with only around one per cent of the total and with no seats.

The popular vote in the first one-day August general election was well under the 1949 record of 5,848,971. Both these figures take in only unspoiled ballots. There were 54,601 spoiled ballots in 1949 and electoral officials expect the complete count will show roughly the same number this year.

The voter-registration figure was an all-time high by a good margin, exceeding the previous top of 6,952,445 in the election four years ago.

The actual number of electors who voted is not known. Apart from the number of spoiled ballots, a factor influencing the total is that two of the constituencies -- Halifax and Queens, P.E.I. -- are double-member ridings where the electors could cast two votes.

The Chief Electoral Officer estimated unofficially that about 68 per cent of those who had a chance to exercise the franchise did so.

Across Canada: Value of farm land on the Island of Montreal has jumped as much as 500 per cent in certain districts since the end of the war and real estate executives credit the increase to Canada's booming economy, the Montreal Gazette reported.... Mr. A.R. Mosher of Montreal, President of the Canadian Congress of Labour, predicted that Canadian unionists will find it harder to negotiate wage increases this year. Attending the International Woodworkers of America annual convention, Mr. Mosher told delegates: "I don't want to be pessimistic, but I think there are some signs that a recession is coming," according to the Canadian Press.... Senator Joseph Bradette of Cochrane, Ont., said at the opening session of the two-day Congress of the French-language Education Association of Ontario that because of their numbers in Ontario and throughout Canada, French-Canadians must increase their influence. Senator Bradette, Honorary President of the Association, was heard by 400 delegates from French-language educational, cultural and social organizations in the Province. The Association, founded in 1913 to promote bilingual teaching in Ontario schools, meets every two years.

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Vol. 4, No. 198

Friday, October 16, 1953

Parliamentary Appointments: Ottawa, Oct. 15 (CP) -- The Government today announced a series of appointments in the Senate and House of Commons.

Hon. W. Ross Macdonald, 61, becomes Government Leader in the Senate and Minister Without Portfolio to succeed Hon. W. McL. Robertson, 62. Senator Robertson was named Speaker of the Upper Chamber.

Mr. St. Laurent also announced the appointment of five new Parliamentary Assistants for the Commons and the shuffling of two other Assistants.

The new Assistants:

Veterans Affairs: Mr. Colin E. Bennett, 45, member for Grey North, Ont., who replaces Mr. Leslie Mutch, earlier appointed Deputy Chairman of the Canadian Pensions Commission.

Public Works: Mr. Maurice Bourget, 46, of Levis, taking over a newly-created post under recently appointed Works Minister Winters.

Postmaster-General: Mr. T.A.M. Kirk, 47, of Nova Scotia's Shelburne-Yarmouth-Clare riding.

External Affairs: Mr. Roch Pinard, 43, of Chambly-Rouville, Que. He takes over a job vacant for some time after Mr. Jean Lesage, lately named Resources Minister -- left the Assistantship to become Assistant for Finance.

Health: Dr. F.G. Robertson, 44, of Northumberland, Ont., succeeding Dr. E.A. McCusker of Regina, defeated in the August general election.

The two shuffles among Parliament Assistants involved Mr. W.M. Benidickson, 42 former Transport Assistant, and Mr. Leopold Langlois, 40, who was assistant to Postmaster-General Côté.

Mr. Benidickson becomes Assistant to Finance Minister Abbott. Mr. Langlois takes over in Mr. Benidickson's old job under Mr. Chevrier.

Sir Roy Dobson On Canada's Role In Aircraft Designing: Ottawa, Oct. 15 (CP) --

Sir Roy Dobson, British aviation industrialist who has been inspecting some of Canada's secret projects, said today he is convinced Canada leads the Western world in the designing of "very advanced" military aircraft.

"Canada doesn't take second place to anyone," he told a press conference. "In some phases, she is ahead of the United States and United Kingdom.

"In terms of very advanced military aircraft, she is ahead of anything I have seen anywhere."

The blueprints are veiled in secrecy and Sir Roy declined to go into details, but there have been reports that the Avro plant at Malton, Ont., has planned a "flying saucer" type of jet aircraft.

Sir Roy declined to say whether this is one of the projects he has in mind, but after visiting the plant, he said, he has "enhanced respect" for Canadian aviation progress, particularly in research on air speeds and armaments.

Sir Roy is chairman of the Board of A.V. Roe of Canada Ltd., Managing Director of A.V. Roe and Co. Ltd., Manchester, and member of the British Hawker Siddeley Group Design Council, headed by Sir Frank Spriggs, Managing Director of the Hawker Siddeley Group Ltd.,

The Council conferred with Mr. Claxton and later held meetings with officials of the Defence Research Board and National Research Council.

Sir Roy also said:

1. Producing new aircraft is costly. Canada, Britain and the United States should pool their aviation research and development brains to avoid duplication and cut costs.

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2. The U.S. may buy the Canadian all-weather jet fighter, the CF-100, to bolster the defences of North Atlantic countries overseas. The U.S. air industry would, however, object to equipping the American Air Force with the Canadian plane.

3. Deliveries of the Orenda jet engine, which powers the CF-100 and is being fitted in the F-86 Sabre jet at Canadair, Montreal, are now "into four figures." The Orenda is to continue to undergo modifications and eventually there will be a successor to it.

4. Within 15 years, planes will no longer require long runways. They will be able to take off vertically. They will "go straight up and then shoot straight ahead."

Huge Wheat Crop Almost Harvested: Winnipeg, Oct. 15 (CP) -- Western farmers,, with an assist from the weather man, have harvested most of their estimated 564,000,000-bushel wheat crop. A week or 10 days more of favourable weather and the big job will be done. Then comes the bigger problem of marketing the grain.

Clear, sunny weather has prevailed over the Prairies for almost two weeks and combine harvesters have been humming far into the night to take off the crop before snow flies.

This year's wheat estimate is far below 1952's record 664,000,000 bushels, but grain men appear satisfied.

In trade reports, Manitoba shows the best progress to date. Harvesting is practically completed in southern districts, and excellent headway is being made in the north....

With a carryover of 362,700,000 bushels at July 31, farmers were confronted with plugged storage when they brought in the West's third successive wheat crop of more than 500,000,000 bushels.

Despite indications of shrinking outside markets for Canadian wheat, overseas clearances for the first 10 weeks of the 1953-54 crop year were more than 49,000,000 bushels, compared with 51,000,000 bushels for the same period last year.

The 6,500,000 bushels cleared during the week ended Oct. 7 was more than during the previous week. Another 2,000,000 bushels went into domestic consumption in Canada and the United States.

The Board of Grain Commissioners report that farm deliveries continue build-up of wheat stocks, now standing at 310,700,000 bushels, compared with 306,400,000 a week earlier and 236,900,000 a year ago.

Across Canada: The Cabinet, in a special session picketed by unemployed seamen, yesterday heard shipowners' representations on a Canadian policy for deep-sea shipping. The owners, a spokesman said later, told the Ministers the ocean-going fleet of 33 ships cannot continue operations under existing Government policy, according to the Canadian Press report.... Mr. Gaston Vincent, General Vice-President of the French-language Education Association of Ontario, said in Ottawa yesterday that about 130,000 Franco-Ontarians are no longer properly French-speaking.... In announcing a series of government appointments, Mr. St. Laurent said that Madame Marianna Beauchamp Jodoin of Montreal and Mrs. Muriel McQueen Fergusson of Fredericton would lead off the debate on the Speech from the Throne in the Senate.



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Vol. 4, No. 198

Monday, October 19, 1953.

Visit of President Eisenhower: Ottawa, Oct. 18 (CP) -- Continental defence probably will be one of the chief topics under discussion when President Eisenhower gets together with the Cabinet here Nov. 14 during his three-day visit.

There will be no agenda for the informal meeting and Prime Minister St. Laurent has said only that "affairs of the world" will be discussed. Various state functions which the President will attend probably will preclude any lengthy or searching discussion of particular subjects.

But, since the Russians have reportedly succeeded in exploding a hydrogen bomb, continental defence has come more to the fore in the thinking of Government officials both in Canada and the United States.

Therefore, co-operation and integration of defence efforts in the two countries likely will be reviewed and methods discussed of increasing both.

The fact that the full Cabinet will be on deck indicates that discussion would not be confined to defence, however. And officials say that because there is no set agenda, the talk may range over a wide field.

Many officials here regard trade as a more pressing problem than defence at the moment as far as relations between Canada and the U.S. are concerned. Canadian notes to Washington concerning American restrictions on Canadian imports have been getting sharper in recent months. The Cabinet may want to broach the matter directly with the President.

New Yorkers Enjoy Canadian Music: New York, Oct. 18 (CP) -- Canadian music won almost unanimous applause from New York critics who heard the works of six Canadian composers performed at Carnegie Hall Friday night by Leopold Stokowski and his orchestra.

Of five reviews in New York newspapers, only the Post offered more criticism than praise. Said Critic Harriet Johnson:

"The music was not particularly 'inspired' and while the concert was important in that it gave encouragement to contemporary music, no major work of importance was disclosed."

Other reviewers were more favourably impressed. Here are some of their comments:

Virgil Thomson (Herald-Tribune): The concert "was notable for two absolutely first-class works and one almost as fine; the other three were respectable."

Olin Downes (Times): "The concert was of exceptional interest and artistic significance. Not one of the scores but revealed an individuality of more or less strength on the part of the composer."

Robert Bager (World-Telegram and Sun) said Alexander Brott's violin concerto was especially impressive for its "vitality and symphonic know-how."

Miles Kastendieck (Journal-American): "The event demonstrated clearly that Canadian music is in a healthy state and that its composers deserve the recognition accorded on this occasion."

The programme was chosen from 220 compositions submitted by Canadian composers. Three of the composers, Brott, François Morel and Pierre Mercure, are from Montreal. The other three Godfrey Ridout, Healey Willan and Colin McPhee, are from Toronto. Lois Marshall, a soprano who has won high praise in the past from New York critics, is also from Toronto, and Noel Brunet, who performed the Brott violin concerto, is from Montreal.

British Paper Discusses Canadian Market: London, Oct. 18 (CP) -- The Financial Times, in a story on business conditions facing British contractors in Canada, says that contracting abroad is "full of traps" for the inexperienced.

But it adds there are certain advantages, since British contractors can often obtain such things as steel and finished products, including water mains and plumbing fittings, more cheaply than competing United States contractors.

The newspaper lists two main problems:

1. Competition -- "The Canadians themselves are good" and American rivalry is keen.
2. Development -- "Some observers who have been in Canada recently feel that the peak (of the Canadian boom) is past and that development now will proceed at a steady pace."

Bishop Expelled from China Returns: Montreal, Oct. 19 (Gazette) -- Msgr. Philippe Côté, former Roman Catholic Bishop of Suchow, China, returned here Saturday night, after an absence of 24 years. He said he was expelled from China by the Communists after being held in internment for 20 months.

His expulsion was ordered after the Communists had failed, he said, to get him to confess to charges of espionage.

McGill Celebrates Turkish Anniversary: Montreal, Oct. 19 (Gazette) -- A library exhibit commemorating the 500th anniversary of the capture of Constantinople by the Turks and the 30th anniversary of the Turkish Republic will be opened at McGill University next month.

It is probably the only public display marking the anniversary of the conquest of the ancient city on May 29, 1453, to be held outside Turkey.

His Excellency Cevat Ustun, Turkish Ambassador to Canada, and Dr. F. Cyril James, principal and vice-chancellor, will be among dignitaries attending an opening ceremony during the third week in November.

Across Canada: On October 18, six members of the Japanese House of Representatives arrived in Ottawa for a brief visit following the Washington conference of the Interparliamentary Union.... Mr. W. Philippe Picard, Liberal Member of Parliament for Bellechasse, P.Q., arrived on October 17 in Taipei, Formosa, for a tour of the island.... On October 16 Canada and France completed a two-day trade conference under the auspices of the Franco-Canadian Trade Committee, during which tariffs and other problems affecting trade were discussed.... Mr. Wilhelm Schrader, a representative of Kampnagel Aktiengesellschaft of Hamburg, arrived in Montreal on October 16 to open a Canadian distributorship agency for his firm.... On October 16, the National Federation of Canadian University Students rejected, for the second consecutive year, a proposal calling for student exchange with the U.S.S.R.... Most Rev. John C. Cody, R.C. Bishop of London, Ont., was elected on October 16, chairman of the Canadian Catholic Conference, to succeed Paul Emile Cardinal Léger, Archbishop of Montreal.... It was announced in Ottawa on October 16 that a special committee of penal experts had launched an inquiry for the Department of Justice into Canada's methods of parole and of remitting sentences, in consideration of the many prisoners who reform after release.... Canada spread her wings to a new continent over the weekend, when a giant Canadian Pacific Air Lines DC6B landed in Mexico City en route to Lima, Peru -- a pre-inaugural flight of the regular South American service CPAL plans to open Saturday, October 24....

Weekend Football: (Saturday) Big Four - Hamilton 33, Ottawa 24. Western Conference - Edmonton 32, Winnipeg 9. Saskatchewan 24, Calgary 18. Intercollegiate - Western 25, McGill 8. Toronto 24, McMaster 0. Senior ORFU - Kitchener 20, Balmy Beach 13. Sarnia 34, Brantford 6. (Sunday) Big Four - Alouettes 39, Toronto 11.

Weekend Hockey: (Saturday) National League - Canadiens 5, Boston 2. Detroit 2, Chicago 1. New York 1, Toronto 1. Quebec League - Ottawa 5, Chicoutimi 2. Springfield 5, Valleyfield 1. Western League - Edmonton 4, New Westminster 4. Seattle 7, Victoria 2. Calgary 8, Saskatoon 2. (Sunday) National League - Detroit 4, Canadiens 0. Boston 3, New York 2. Toronto 2, Chicago 1. Quebec League - Quebec 4, Sherbrooke 2. Chicoutimi 3, Royals 3. Valleyfield 7, Springfield 5.



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Vol. 4, No. 200

Tuesday, October 20, 1953.

Abandon UN, Says Beaverbrook: Toronto, Oct. 19 (CP) -- Lord Beaverbrook, owner of a group of British newspapers, said today the United Nations should be abandoned.

The Canadian-born member of Prime Minister Churchill's wartime government said in an interview that the foreign ministers of Britain, France and the United States should be kept at home and that "meddling" in the domestic affairs of foreigners should be stopped.

He said Italy was armed by the United States and Yugoslavia by Britain and added:

"Now they are ready and they may embroil all of us. Next the United States and Great Britain will join together to arm the Germans. When that operation is over, we will have something to take our minds off the antiquated sea-port of Trieste."

He said the trouble is attributable to foreign secretaries.

"The foreign secretaries of the great nations cannot keep still. They travel. The moral is keep them at home and send out trade ministers abroad. Evacuate the United Nations and don't meddle any more in the domestic affairs of foreigners."

Consumer Credit Bill Rises: Ottawa, Oct. 19 (CP) -- Canadians, increasing their purchases of automobiles and other goods, have plunged deeper into debt, with the consumer credit bill rising to a new high of \$1,732,000,000 in the first half of 1953.

This jump of more than \$500,000,000 over a 12-month period was propelled mainly by a sharp rise in instalment buying which swelled to \$759,000,000 on June 30 -- an expansion of \$358,000,000 from \$401,000,000 last year, a Bank of Canada survey showed today.

Grain Exports Remain Up: Winnipeg, Oct. 19 (CP) -- Grain shipments this fall do not support the view that there is a slackening demand for Canadian grain in export markets, a Winnipeg grain authority said today.

Sanford Evans Statistical Service, in its weekly review of supply and demand on Canadian grain, said Canada exported 59,691,000 bushels of wheat and flour from Aug. 1 to Oct. 7, compared with 68,752,000 in the corresponding period last year. Exports of all grains totalled 101,677,000 against 107,996,000.

Freight Changes Undecided: Ottawa, Oct. 19 (CP) -- The Board of Transport Commissioners has not yet made up its mind on the question of a new system of freight rates for Canada involving higher tolls, Board Chief J.D. Kearney said today.

Mr. Justice Kearney gave this assurance to counsel for railways and a group of provinces as the board reopened hearings on a Canadian Pacific Railway application for a big change in rate-making procedure.

"The board has no predetermined ideas about this matter," he said. "We are just looking for more information."

The Chief Commissioner made the statement after spokesmen for eight provincial governments -- all except Ontario and Quebec -- had renewed opposition to the CPR proposal. The CPR asks that it be allowed to set freight charges so as to receive a specified annual return on its net investment in railway property.

Large Unused Veterans' Credit: Ottawa, Oct. 19 (CP) -- The Veterans Affairs Department has \$38,000,000 it's trying to spend if the right men will only apply for it.

The department says thousands of Second World War veterans have so far failed to take advantage of re-establishment credits to which they are entitled.

Up to Aug. 31, the Government had paid out almost \$900,000 in re-establishment credits for 6,000 Korean veterans.

Officials today gave several reasons why many Second World War veterans have not applied for re-establishment credits: some picked up their basic gratuities for service and forgot they were entitled to other benefits; some could not qualify immediately after the war for credits because their uses are limited; some wanted to wait the longest possible time so they could put their credit to the best use.

The Canadian Legion added another reason: some veterans were so fed up with the services they didn't want another thing to do with them, even to the point of accepting money.

Seaway To Benefit Montreal: Montreal, Oct. 19 (CP) -- Transport Minister Chevrier tonight forecast that development of the St. Lawrence Seaway will result in a major expansion of the port of Montreal.

Mr. Chevrier, in an address to the alumni association of Ste. Marie College, said Montreal was bound to expand its trade and commerce with the coming of the Seaway.

He predicted further harbour expansion and said "already consideration is being given to the development of the south shore in the Laprairie basin area for harbour purposes."

The Transport Minister rejected arguments that the Seaway will harm the port of Montreal.

Sectional U.S. Interests Oppose Seaway: Windsor, Oct. 19 (CP) -- Governor G. Mennen Williams of Michigan said today chief obstacle to U.S. participation in the proposed St. Lawrence Seaway development was the opposition presented by sectional and "sometimes narrow" interests in the U.S....

Addressing the Windsor Rotary Club's 25th annual international day luncheon, he said it now is any one's guess how the U.S. Congress will vote when asked again to join Canada in the project.

He said Windsor and Detroit should prepare now for the challenging development ahead.

Alert Press Needed: Toronto, Oct. 19 (CP) -- One of Canada's best-known editors said today the country's democracy would be less drowsy and less in peril if it had a more alert, informed and responsible press.

"You just can't bring up a nation on comic strips," said Mr. M. Grattan O'Leary, vice-president editor of the Ottawa Journal.

Mr. O'Leary's address to the Toronto Canadian Club was punctuated with criticism of Canadian radio and press; of the "nice" and "genteel" people who feel themselves above politics; and of a "class of intellectual snobs and phoney's worrying over what they call culture."

"The simple truth is that if a nation gives to its people true education, culture will take care of itself."

Across Canada: Hon. Donald MacLennan, 96, a Senate member since 1940, died in hospital on October 19.... The national executive of the CCF Party announced on October 19 that the CCF national council would meet in Ottawa on November 14.... Scientists from Canada and the United States will hold a symposium on protein metabolism at the University of Toronto on October 30, it was announced on October 19.... Construction plans for the home station of the Royal Canadian Regiment at Wolseley Barracks, London, Ontario, consisting of eight permanent buildings and a parade square, were released on October 19.... A joint mercy flight into the wilds of Labrador was recently undertaken by the RCAF and the U.S. Air Force to fetch two ailing Eskimo boys to hospital from Hebron, 100 miles north of Goose Bay.... Shortly after noon on October 19, the first plane to use the new 4,000-foot runway landed at Porcupine Airport, near Timmins, Ontario.... A record catch of 50,000 perch was taken from Goderich Bay, Lake Huron, on October 19.... Orillia, Ontario, plans to dispose of its unwanted Christmas trees on January 6 by making an enormous Twelfth Night bonfire of them.



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Vol. 4, No. 201

Wednesday, October 21, 1953.

U.S. Participation in Seaway Unlikely: Washington, Oct. 20 (CP) -- External Affairs Minister Pearson said today Canada is not hopeful that Congress will approve U.S. participation in construction of the St. Lawrence Seaway.

"We are assuming it will be a Canadian Seaway," Mr. Pearson told a press conference after a meeting with State Secretary Dulles. "We'd still like it to be an international project -- but if it can't, we'll be quite happy to go ahead alone."

He said Canada has no reason to believe Congress will make it an international undertaking.

Mr. Pearson said that, in the event the Seaway is all-Canadian, there will be no discrimination in tolls against U.S. shipping.

Discussing his meeting with Mr. Dulles, the Canadian Minister said he received assurance that if litigation is started to block construction of the St. Lawrence River power project, the U.S. Government will take prompt action to dispose of it.

Canada is "most anxious" to begin construction of the \$600,000,000 power project in co-operation with the U.S. because construction of the Seaway is dependent upon the power development.

End Of Canada-U.S. Tariffs Urged: Boston, Oct. 20 (AP) -- A Canadian industrialist suggested tonight the United States invite Canada to be a partner in its role as world leader and begin by eliminating "the greatest source of irritation" -- tariff barriers between the two countries.

Mr. D.W. Ambridge, president of Abitibi Power & Paper Co. Ltd. of Toronto, told the Boston conference on distribution:

"Let us remember that from our two nations must come most of the industrial power which will be necessary if we are to prevent unimaginable disasters...."

"No nation, however great, can undertake the enormous responsibilities of world leadership without friends upon whom absolute reliance can be placed."

Mr. Ambridge said the United States should look north for its partner and it would find Canada "whose word is as good as its bonds and dollars."

Freight Battle Joined: Ottawa, Oct. 20 (CP) -- A spokesman for eight provincial governments said today Canadian freight rates have reached the "saturation point."

Mr. M.A. MacPherson of Regina said before the Board of Transport Commissioners that the railways are headed for suicide if they keep raising rates.

Mr. MacPherson was delivering argument for the provinces -- all except Ontario and Quebec -- against an application by the Canadian Pacific Railway to have the board change the basic system of setting freight charges so as to allow that company greater rail earnings.

Earlier, counsel for the C.P.R. had contended that it would be "confiscation" of railway property to subject it to public use without adequate compensation.

New Deal For Newfoundland: Ottawa, Oct. 20 (CP) -- The government is expected to start wheels turning soon for a long-range, multi-million-dollar scheme which will change Newfoundland's major industry, fishing.

Works Minister Winters and State Secretary Pickersgill will visit Newfoundland next week to get an on-the-spot look at what will have to be undertaken.

An official of the Works Department said no price tag has yet been placed on the development but published reports have estimated a cost of \$80,000,000 to \$100,000,000 to be spent in the next 10 or 15 years.

A Fisheries Department official said the scheme will strike at the root of the problem besetting Newfoundland's fishing industry: outmoded production methods resulting in high per-unit cost.

More Private Woods Control Advocated: Winnipeg, Oct. 20 (CP) -- Private ownership of more of Canada's forest lands was advocated today by a pulp and paper company official.

Mr. George B. Amidon of the Ontario-Minnesota Pulp and Paper Co. Ltd. suggested to the Canadian Institute of Forestry convention that the large percentage of forest land in public ownership is retarding progress in forest management.

Scotland Honours Nova Scotia: Edinburgh, Oct. 20 (CP) -- Nova Scotia's progress from an unknown colony to a thriving province in an independent country was outlined tonight at a gathering in honour of the ties which bind the new Scotland to the old.

High spot of the occasion was the unveiling at Edinburgh Castle by Premier Angus L. Macdonald of Nova Scotia of a plaque which, a speaker said, "captures a story which will be remembered as long as Scotland and Nova Scotia remain."

The Earl of Home, Minister of State for Scotland, said that Scots from Nova Scotia would need no welcome to Scotland, which should be regarded as a bit of "their ain countrie."

Former Papal Legate Appointed To Spain: Vatican City, Oct. 20 (CP) -- Archbishop Ildebrando Antoniutti, a quiet and sometimes austere man who lived apart from the busy political life of Ottawa, today was appointed Papal Nuncio to Spain after 15 years as the Pope's personal representative in Canada.

No successor as Papal delegate to Canada was announced. Msgr. Antoniutti succeeds Gaetan Cardinal Cicognani, recently named to the College of Cardinals, in Spain. He is expected to leave Canada in November.

New Wheat Sales Plan: Ottawa, Oct. 20 (CP) -- The Canadian Wheat Board, for the first time in 10 years of compulsory marketing, has instituted a deferred price system to encourage wheat sales.

A trade official said today that under the new system, launched last month, a buyer of wheat for export has the choice either of paying the price at the time his order is booked or the price which may prevail at any time until he takes delivery. Previously the fixed-price system prevailed.

Across Canada: It was announced on October 20 that the Royal Canadian Navy had taken over from the United States Air Force the radio station on Padloping Island, situated on the East coast of Baffin Island.... Ottawa may shortly have a branch of the English-Speaking Union, a world-wide organization to foster friendship between the British Commonwealth and the United States.... Major-General C.F. Constantine died in hospital at Kingston, Ontario, on October 20, at the age of 69.... Game preservation officers in Algonquin Park have shot more than 100 foraging bears during the past few weeks.... The Canadian Pacific Railway has announced the November 30 opening of a new diesel passenger service on its Toronto to Windsor stretch, which would make the 226-mile run in a record four hours and five minutes.... Iron ore in the Labrador-Ungava region is so abundant, says Mr. J.H. Miller, mechanical officer of the Quebec North Shore and Labrador Railway, that bulldozers are uncovering new deposits as they scrape the roads.

Note: Vol. 4, No. 198 of the Daily Airmail Bulletin dated Monday, October 19, 1953 should read - Vol. 4, No. 199.



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Vol. 4, No. 202

Thursday, October 22, 1953

Pearson Peace Prize Nominee: Oslo, Oct. 21 (UP) -- Canadian External Affairs Minister Lester Pearson and former American President Harry Truman were reported today to be leading candidates for this year's Nobel Peace Prize.

Gunnar Jahn, chairman of the Norwegian Nobel Committee, confirmed that Mr. Truman and Mr. Pearson were on the list of nominees and well-informed sources said they were among the top candidates.

Mr. Pearson was nominated for the peace prize last year but the Nobel Committee decided no award would be made. There was some belief that both the 1952 and 1953 awards would be given this year.

Mr. Jahn said the field was smaller this year than usual. "In most years there are about 27 candidates."

The peace prize includes a cash award of more than \$30,000.

Claim Canadian Soviet Prisoner: Camp Friedland, Germany, Oct. 21 (CP) -- Dutch former prisoners-of-war returning after almost 10 years in Russian prison camps said today that a Canadian is among prisoners still held by the Russians.

The repatriates said a Canadian "air force colonel" is being held at Russia's Cherbakov Camp, but they were unable to give his name. They described him as having a slightly dislocated lower jaw....

The Dutch repatriates returning today were captured by Soviet forces during the Second World War after they had been conscripted into German units. They said at least two Americans and 120 Europeans from seven countries still are being held along with the unidentified Canadian.

Air Force headquarters in Ottawa expressed interest in the report, but a check of records offered nothing to confirm or deny it, with so few details to go on. It was recalled that there are hundreds of RCAF fliers who were reported missing in the Second World War and whose graves or bodies were never found. However, none of these was of the rank of group captain -- the Air Force equivalent of colonel.

Federal Shipping Aid Mooted: Ottawa, Oct. 21 (CP) -- The Cabinet today considered the question of federal aid for Canada's ailing deep-sea shipping industry but reached no decision.

Prime Minister St. Laurent said the question of subsidies had been discussed but did not indicate how close the ministers might be to action....

On the shipping issue, the ministers were believed to have had before them recommendations from an interdepartmental committee dealing with measures to help maintain the Canadian deep-sea fleet of about 35 ships.

Mental Illness in Canada: Montreal, Oct. 21 (CP) -- Health Minister Martin said today mental illness accounts for more lost time in Canada than tuberculosis, cancer and poliomyelitis combined.

Mr. Martin spoke at the official opening of a new wing of the Allan Memorial Institute of Psychiatry, a part of the Royal Victoria Hospital.

The minister said there are nearly 60,000 patients in mental hospitals across Canada.

"In spite of our vigorous preventive efforts, mental illness is still one of Canada's most serious health problems. I am told that in Canada one person in 10 suffers from some form of emotional disturbance at one time or other."

(over)

Film Board Move Irrevocable: Ottawa, Oct. 21 (CP) -- Prime Minister St. Laurent announced today the Government has rejected a City of Ottawa bid to prevent transfer of the National Film Board from the capital to Montreal.

The Prime Minister told reporters following a Cabinet meeting, that there will be no change in plans, already authorized by Parliament, to construct a new Film Board headquarters in Ville St. Laurent, near Montreal, at a cost of about \$6,000,000.

"The issue is settled," Mr. St. Laurent said.

The Prime Minister added that the Cabinet's decision would be set out in a letter to be sent to Mayor Charlotte Whitton, who led the city campaign to retain the Film Board in Ottawa.

Gold Miners Strike: Noranda, Oct. 21 (CP) -- The last copper and gold mine operating in this northwestern Quebec area was closed down early today when some 400 workers of the Waite Amulet mine went on strike.

The workers struck at midnight after last-minute negotiations on the issue of union dues checkoff broke down. They voted last week to go on strike, with 88 per cent of the men favouring a walkout.

The work stoppage raised to more than 3,000 the number of men on strike in this area. The other mines shut down are Noranda, which employs 1,600 miners alone, Quemont and Normetal. The smaller mines are subsidiaries of Noranda.

Across Canada: Charles Sidor, former Slovak Ambassador to the Vatican and a leader in the Slovak Nationalist movement, died at his Montreal home on October 20, aged 52.... Means of increasing trade between Canada and the United States will be discussed at a meeting of business leaders of both countries at the Seigniory Club, Montebello, Quebec, on October 23 and 24.... Canada's defence preparedness will be reviewed by some 200 Canadian industrialists engaged in the manufacture of aircraft, ships, guns and radar during the 6th annual meeting of the Canadian Industrial Preparedness Association, opening today in Ottawa.... Lorne Chesebrough, driver of a bus that took 20 persons to their death in the Williamsburg Canal on July 31, was yesterday acquitted of a charge of dangerous driving.... The Kinsey report on sexual behaviour of the human female has drawn the fire of the Catholic Women's League of Canada, convened in its 33rd annual convention at Kitchener, Ontario.



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Vol. 4, No. 203.

Friday, October 23, 1953

No Major Tax Cuts in 1954: Ottawa, Oct. 22 (CP) -- Finance Minister Abbott tonight washed out hope of any major tax cuts in 1954, but left open the possibility of substantial cuts in 1955 "and later."

By that time, if world tensions ease, the Government may also be in a position to resume paring the national debt, he added in a speech before the annual meeting of the Canadian Industrial Preparedness Association.

Penal Committee Appointments: Ottawa, Oct. 22 (Globe & Mail) -- Two Toronto men with special knowledge of the controversial question of the reform of criminals have been appointed to a special government committee which is studying the parole of penitentiary inmates and the remission of their sentences.

They are Mr. William B. Common, director of prosecutions in the Ontario Attorney-General's Department, and Mr. Joseph McCulley, warden of Hart House at the University of Toronto. Mr. McCulley is president of the Canadian Penal Association and was for some years a member of the Penitentiary Commission. In the latter capacity, he had much to do with various reforms which have been instituted in the penitentiaries, such as the payment of convicts and the introduction of baseball and other privileges.

New Building Research Centre: Ottawa, Oct. 22 (CP) -- The National Research Council today unveiled what may be the first centre for building research of its kind anywhere in the world.

The centre, located on the site of the Council's Montreal Road laboratories on Ottawa's outskirts, will be officially opened Friday by Trade Minister Howe.

Built at a cost of \$1,174,000, the centre was especially designed for research on all phases of building and construction in Canada's variable climatic conditions. Particular emphasis will be placed during the next few years on construction problems encountered in Canada's Far North.

Ottawa Mayor Opposes NFB Move: Ottawa, Oct. 22 (CP) -- The capital's lady mayor tonight gave the Federal Government a public tongue-lashing for refusing to change its decision to move National Film Board headquarters from Ottawa to Montreal.

Mayor Charlotte Whitton threatened in retaliation to try to spike part of the Government's cherished National Capital Plan unless the disputed transfer is blocked.

The new uproar developed over the Cabinet's confirmation of a long-standing decision to shift NFB operations to Montreal. This came after consideration of a formal civic appeal accompanied by an offer to provide land for a new Board site.

The mayor in a statement said the decision should be made by the Commons and that the Ministry is making a "parody" of Parliament with a final decision now.

The uprooting of 350 Board employees was "ruthless", Miss Whitton said. It was "all too high a price for Canada, the capital and these families to pay for assuring the election, as the member from St. Laurent, of Mr. Guy Rouleau, president of the National Young Liberal Federation."

Ottawa Surprized by Withdrawal of U.S. Weather Ships: Ottawa, Oct. 22 (CP)-- Government air transport authorities expressed "shock" today on hearing that the United States has decided to withdraw its 14 weather ships from the North Atlantic.

"This comes to us as a very sudden and great surprize," said one spokesman. "It is a complete reversal of attitude."

He was commenting on an announcement that American officials had advised the UN's International Civil Aviation Organization of the decision to withdraw from the North Atlantic weather service.

ICAO said withdrawal of the U.S. weather ships, roughly half of the total stationed in the North Atlantic, would cripple the air safety programme.

It added that a special meeting will be called in Montreal soon to discuss the situation.

Large Aircraft Purchase by RCAF: Ottawa, Oct. 22 (CP) -- The RCAF has purchased around 860 aircraft from Canadian companies in the last 13 months, it disclosed today.

The figures were given to the Canadian Industrial Preparedness Association during the group's brief tour of the experimental section of the RCAF's Rockcliffe station here.

The 860 aircraft were of 17 different types and no breakdown was given among fighters, trainers and reconnaissance and photography planes. The Association got a look at various RCAF planes, including the CF-100 all-weather jet fighter.

Across Canada: Mrs. Franklin D. Roosevelt will receive an honorary degree from McGill University on November 6, when she will deliver the 8th annual War Memorial Address.... On October 21, the Royal Newfoundland Regiment, which is entitled to carry the Gallipoli battle honours, because of its part in that campaign, became the first Canadian unit to receive the colours of Queen Elizabeth II.... According to the Unitarian Service Committee of Canada, it is expected that an exhibition of art work by Korean school children will be shipped to Canada shortly.... Assistant Professor S.E. Sprott of the McGill University English department declared yesterday, in a 750-word letter to the student newspaper, McGill Daily, that he could not recall reading "any other periodical published by editor, syndicate, society or institution that is as illiterate as the McGill Daily."



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Vol. 4, No. 204

Monday, October 26, 1953.

Minister Urges National Pride: Winnipeg, Oct. 25 (CP) -- External Affairs Minister Pearson said Saturday night that Canadians must throw away the remnants of inferiority, timidity and hesitation and deepen and strengthen the feeling of pride and confidence in Canada.

In an address to the annual convention here of the Manitoba Young Liberal Association, he called for a national pride "which is not boastful and a confidence which is not conceit"....

In the field of external relations, the greatest single problem of Canada was her political and economic position with regard to the United States.

"We accept and are grateful for the U.S. leadership in and for its tremendous contribution to the struggle against Communist aggression", he said.

"We appreciate and back this leadership, however, without forfeiting our right to speak up, in Canadian accents, when we feel it desirable in the interests of our country.

"The policy of the present Government in relation to the United States has been steadily, and, if necessary, vigorously to defend the interest of our country, while not forgetting the special responsibility of the United States as leader of the free world coalition," he said.

U.S. Businessmen Condemn New Tariffs: Ottawa, Oct. 25 (CP) -- Top business leaders of the United States have joined with those of Canada in opposing new tariff barriers between the two countries.

Canadian exporters have been alarmed at the barriers already set up by the Eisenhower administration and at the agitation in the U.S. for more protection.

U.S. business confirmed its support for freer trade at a meeting of the Canada-U.S. committee jointly maintained by the Chambers of Commerce of each country. A statement released today on the meeting held Friday and Saturday at the Seignior Club, Quebec, says:

"At previous meetings, this group of businessmen from Canada and the United States, has stated its belief in a policy of freer and expanding world trade, the removal of trading restrictions between nations, and the development and promotion of international investment.

"These policies ... have been accepted by the Canadian Chamber of Commerce and the Chamber of Commerce of the United States and are now part of the approved policy statements of both bodies.

"Trading relations between Canada and the U.S. and their relations with the rest of the world were again reviewed....

"The joint committee also discussed some recent tendencies to resort to trade restrictions when economic difficulties developed and extended its previously stated views by declaring its belief that the solution ... did not lie in creating new tariff barriers, increased protection and new obstacles to international trade...."

U.S. Investment Heaviest in Canada: Washington, Oct. 25 (AP) -- Private U.S. capital has a \$5,000,000,000 investment stake in Canadian industry, the Department of Commerce reported today. No other single country has received as much private U.S. capital going directly into development of natural resources and industries, the department said.

The favour in which Canada is held by American investors is reflected in the rate of investment growth of more than \$500,000,000 a year since 1950. In that year the private U.S. investment stake in Canada was \$3,600,000,000.

(over)

Inquiry Planned into Death Sentence: Ottawa, Oct. 25 (CP) -- The Government will initiate an inquiry into the death sentence and the law on lotteries during the next session of Parliament, it was reported in parliamentary circles.

The reports said the inquiry may be undertaken either by a joint committee of the House of Commons and Senate or a Royal Commission. The Government likely will announce its choice soon after the House opening, Nov. 12.

The body chosen is expected to inquire into these four issues:

1. The death sentence and whether it should continue to be applied in Canada.
2. Whether Canada should continue punishment by whipping.
3. The law on lotteries and how it can be improved.
4. The law respecting the defence of insanity.

A special committee during the last session recommended an intensive study of these issues and the Government has decided to act on the committee's recommendations with a view to making possible improvements to the Criminal Code.

Trygve Lie Visits Toronto: Toronto, Oct. 26 (Globe & Mail) -- Mr. Trygve Lie, first Secretary-General of the United Nations, came to Toronto Saturday with some suggestions about the UN and warm words for Canada.

He spoke at Holy Blossom Temple in the first of a series of lectures sponsored by the Temple brotherhood.

Mr. Lie... is on a speaking tour....

There were two questions to be answered about the United Nations he said.

The first: "Is the UN useful, helpful or necessary when you think about all the problems still unsolved?"

The second: "Is the UN the best organization to solve the problems and can it be improved?"

He answered both in the affirmative....

He said whether the world became Communist or joined the west depended very much on what could be done for the 1,500,000,000 people living in the under-developed areas. The key to some of the most difficult questions will be to take aid to them.

Canada, measured by its population, was second to none in its efforts for such countries, said Mr. Lie....

He recalled his association with Canada, first as Norway's Foreign Minister and then as UN Secretary-General. He said the Canadian Government was one of the best supporters of the UN. Canada was understanding and reliable. If it said it would support something it did so 100 per cent; if it disagreed, it took its stand, but remained a good friend.

Across Canada: The first provincial by-election in Ontario since the 1951 election will be held today in the Niagara Falls riding.... A Trans-Canada Air Lines "North Star" bearing Health Minister Martin and a party of prominent Canadians arrived in Mexico City Saturday night on a pre-inaugural flight of TCA's new scheduled Montreal-Mexico run.... A find of uranium-bearing ore has been reported in the Rollet District 26 miles south of Rouyn, Quebec.... The Provincial Petroleum and Natural Gas Conservation Board said yesterday that Alberta's allowable crude oil production would be increased by 19,717 barrels a day during November, for a total of 235,783 barrels a day.... A new oil-field is blossoming on the outskirts of the farming town of Virden, Manitoba, 193 miles west of Winnipeg.... The pipe band of the RCAF's No. 1 Fighter Wing, stationed at North Luffenham, England, will play at a royal film premiere this evening to be attended by the Queen.... A Manchester decorator was charged in court yesterday with hurling a chair through the window of the Canadian Government's Citizenship and Immigration office in London after learning that the ship on which his passage had been booked had sailed without him.

Weekend Football: (Saturday) Big Four: Toronto 17, Hamilton 5. Western Conference: Winnipeg 17, Edmonton 8. Saskatchewan 13, Calgary 13. (Sunday) Big Four: Ottawa 30, Montreal 15. Standings: Montreal 12 pts., Hamilton 12 pts., Ottawa 10 pts., Toronto, 10 pts. Western Conference - Edmonton 24 pts., Saskatchewan 17 pts., Winnipeg 16 pts., Calgary 7 pts.

Weekend Hockey: (Saturday) National League: Canadiens 1, Detroit 0. Boston 3, Toronto 2. Quebec League: Valleyfield 2, Royals 1. Ottawa 1, Quebec 1. Springfield 3, Sherbrooke 2. Western League: Edmonton 4, Saskatoon 2. Vancouver 5, Seattle 1. New Westminster 1, Victoria 1.



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Vol. 4, No. 205.

Tuesday, October 27, 1953.

Gouzenko Breaks Silence: Ottawa, Oct. 26 (CP) -- Igor Gouzenko, the little Russian cipher clerk who exposed Canada's wartime Red espionage, was reported tonight to have stated that Russian spy rings are still operating in Canada and the United States.

The report came from Eugene Griffin, Ottawa correspondent of the Chicago Tribune, who had a two-hour meeting with the former Russian embassy employee in the latter's Canadian "hideaway".

Mr. Griffin said Gouzenko, now living in secrecy under protection of the RCMP, declared there are still "lots of spies" in action in the two countries.

Mr. Griffin said, in an interview, Gouzenko appealed to other key figures in spy rings to follow his example and give their information to Canadian and U.S. Governments.

Gouzenko felt that was the only way espionage operations would be fully exposed.

The U.S. newspaper man, who said he met Gouzenko in an unidentified "Canadian town" through a friend of the Russian, said Gouzenko told him he would be willing to meet members of Senator Joseph McCarthy's committee investigating subversive activities in the U.S.

"He said that if McCarthy and his committee thought it would be useful, he would be glad to talk to them," Mr. Griffin said. "He thought, himself, it might be worth-while."

Canada Supports U.N. Charter Revision: United Nations, N.Y., Oct. 26 (CP) -- Canada today joined with Argentina, Cuba, The Netherlands, New Zealand and Pakistan in endorsing a draft resolution directed toward revision of the United Nations charter.

The general purpose of the draft resolution is to prepare all member states for the revision discussions which under the provisions of the charter must be undertaken in 1955.

Speaking for the Canadian delegation, Allan A. Macnaughton, Liberal MP for Mount Royal, said that Canada desires that the United Nations function effectively.

"We recognize that no element in such functioning is more vital than that of the goodwill of member states, and their determination to make the United Nations work," he said.

Macnaughton said the Canadian delegation noted with regret the attitude taken on the draft resolution by delegates of the Ukraine, Poland, Byelo-Russia and Czechoslovakia.

Canada Backs New International Aid Plan: United Nations, N.Y., Oct. 26 (AP) -- The Canadian Government today pledged to support a plan for eventual establishment of an international fund for helping finance economic expansion in under-developed countries.

Senator Stanley McKeen of Vancouver outlined the Canadian position in an address before the UN Economic Committee.

He said Canada is prepared to support a U.S. resolution providing for setting up such a fund with some of the money saved from a proposed world-wide disarmament plan.

Senator McKeen urged under-developed countries to keep in mind the great possibilities of attracting private capital. He mentioned the part being played by the World Bank and the Colombo Plan in economic development but admitted they have limitations.

(over)

Soviet Ambassador Presents Credentials: Ottawa, Oct. 26 (CP) -- Dmitri Stepanovich Chuvahin, new Russian Ambassador to Canada, today presented his credentials to Governor-General Vincent Massey at Government House.

Ungava Power Foreseen: Montreal, Oct. 27, (Gazette) -- A colossal hydro power reserve in Labrador-Ungava, twice the size of the Beauharnois development - third largest in the world - may soon be utilized, Dr. F. Kenneth Hare told the Canadian Club here yesterday.

"It represents a golden opportunity for the metallurgical and electrochemical industries. I think it must soon be seized," Prof. Hare said.

Prof. Hare, chairman of the geography department and director of the Observatory, McGill University, said the most gripping problem in Labrador-Ungava was the disposal of this power of the Hamilton River.

C.C.C. Brief to Cabinet: Ottawa, Oct. 26 (CP) -- The Canadian Chamber of Commerce predicted today that "reasonable" defence spending will be essential for some time to come.

The Chamber, in its annual submission to the Cabinet, warned against a "too easy optimism" that would lead to weakening of defences on "slight evidence of real improvement in the international situation."

A spokesman for the delegation said Prime Minister St. Laurent commented favorably on this view and had declared the peace and security of Canada must be the Government's prime consideration.

The CCC said it opposes any form of compulsory health insurance or state medicine, expressing the view that voluntary plans will soon result in Canadians being reasonably covered. However, it favoured Government health aid for indigent people.

On immigration, the Chamber said the objective of Canadian policy should be a population of 30,000,000 by 1975. To achieve this, it said, the rate of immigration of recent years would have to be stepped up.

Dealing with trade, the Chamber said it is concerned with the tendency of the United States to modify the tariff-lowering provisions of the General Agreement on Tariffs and Trade. Other countries should be given an opportunity to earn dollars to pay for their purchases.

Government to Maintain Basic Manufacturing: Ottawa, Oct. 26 (Special to the Gazette) -- The Air Industries and Transport Association of Canada is working with the Government on plans to keep a basic manufacturing industry busy during the next period of design and development, President G.H. Dickins told the annual meeting of the Association today.

The end is in sight for some production contracts now in force, Mr. Dickins said, and there will be a period of lower volume than in the past two years. But there does not appear to be any reason for pessimism in the general outlook.

Mayor Turns Poet: Ottawa, Oct. 26 (CP) -- Mayor Charlotte Whitton's lament concerning the National Film Board's impending transfer from Ottawa to Montreal has been set down in verse.

It can be sung to the tune of "O Canada" and it goes like this:

"O Ottawa,
Our sorely stricken stand,
Some patriot love in our Government command,
With slowing hearts we see thee rise
And eastward surely flee,
And stand and mourn, O Ottawa,
We stand and mourn for thee.
O Ottawa, the town that was to be,
We stand and mourn, O Ottawa
We stand and mourn for thee."

Across Canada: Succinylcholine - a synthetic drug made from a South American Indian poison used on arrowheads - was described yesterday by McGill University professors attending an international gathering of anaesthetists as a means of rendering abdominal surgery safer and easier....The Cunard Steamship Company has announced the ordering of a third passenger liner for the North Atlantic run, to join two 20,000-ton vessels to go into operation next month....Arthur Jolley, a building contractor, yesterday won the Niagara Falls provincial by-election for the Progressive Conservative party.... Judge John P. Madden, well-known junior judge of Carleton County, Ontario, died yesterday as the result of an accident as he was returning from the Montreal-Ottawa football game.



Miss Hamilton

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Vol. 4, No. 206.

Wednesday, October 28, 1953

F.D. Roosevelt, Jr., Condemns U.S. Action: Toronto, Oct. 26 (CP) -- Franklin D. Roosevelt, Jr., Democratic Congressman from New York, last night described as "incredible" the action of the United States in withholding financial aid to Israel as a result of the recent destruction of a Jordan village by Israeli invaders.

Mr. Roosevelt said he is confident the U.S. action would be repealed by Congress. He criticized Secretary of State John Foster Dulles for putting the U.S. on "the fruitless road of dollar diplomacy".

Mr. Roosevelt spoke to a gathering of 1,000 on the occasion of the 110th anniversary of the founding of the B'nai B'rith organization.

While voicing criticism of Mr. Dulles, the son of the late President of the United States said he could not condone the reprisals made by Israel. He said that "as a civilized nation Israel had the responsibility to the impossible, to turn the other cheek".

But there was another side to the tragic picture, and he hoped that the United Nations would hear the full story, and not just the latest case.

Protest Tariff Cut on Japanese Textiles: Marysville, N.B., Oct. 27 (CP) -- New Brunswick textile-dependent communities this week will urge the Federal Government not to slash customs duties on textiles made in Japan.

Citizens' meetings have been called in Marysville and Milltown to impress upon Ottawa the economic blow these centres would suffer if Japanese goods are given freer access to Canada.

Mayor P.G. Long of Marysville said today a mass protest gathering is being arranged for Saturday.

It will follow a similar meeting in Milltown Thursday. Mayor Ralph Eagan of Milltown and Mayor Long said their civic administrations are sponsoring the meetings.

Labour Minister Gregg, New Brunswick representative in the Federal Cabinet, will attend the Marysville meeting, Mayor Long said....

Canada to Abstain in South African Vote: United Nations, N.Y., Oct. 27 (CP) -- Canada told the United Nations today she will abstain from voting on a resolution asking South Africa to soften its treatment of people of Indian origin in that country.

Canada's position was made clear by G.B. Summers before a special committee considering the resolution, sponsored by India.

Effect of U.S. Trade Restrictions: Winnipeg, Oct. 27 (CP) -- Trade Minister Howe said today that if the United States import restrictions on Canadian agricultural products aren't extended "there won't be much to worry about".

However, Canada felt restrictions already imposed violate the principles of the General Agreement on Tariffs and Trade.

In Winnipeg to address the annual meeting of Manitoba Pool Elevators, Mr. Howe made his comments in an interview.

The Trade Minister said he doubted that the U.S. would carry out suggested quota restrictions on shipments of Canadian oats. "It may develop that they will really need our oats over the next year."

Excessive Censorship Condemned: Ottawa, Oct. 27 (CP) -- Wayne W. Parrish of Washington, editor of American Aviation Publications, today described as "the biggest barrier of all" to good aviation writing the pointless and unnecessary censorship by military and government officials.

(over)

He said "censorship by the military and the government attempted to classify details of every development even when such information has become fairly general knowledge and when in any event, it does not affect the national security".

The Western world seemed to be overly obsessed with this form of censorship under the weird belief that the news was not leaking to Russia.

Mr. Parrish spoke to a meeting of the Air Industries and Transport Association.

Dashes Hope of Grain Loans: Winnipeg, Oct. 27 (CP) -- Trade Minister Howe tonight acknowledged that Canada faces a "tremendous" problem in disposing of a huge wheat pile-up, but he virtually shattered Western hopes of getting Federal loans on farm-stored grain.

The Federal Government has been swamped by appeals from Western producers to provide some means of getting loans and advances on the security of grain stored on farms.

North Atlantic Weather Ships Needed: Montreal, Oct. 28 (Gazette) -- Canada's delegate to the International Civil Aviation Organization, Brig. C.S. Booth, yesterday declared economical operation and safety of airlines over the North Atlantic required maintenance of weather ships.

He told a meeting of the ICAO Council the United States' decision to withdraw its support from the weather service raises many questions which must be answered in discussions between the nations involved.

Arab Spokesman Discusses Near Eastern Crisis: Montreal, Oct. 28 (Gazette) -- M.S. Massoud, president of the Canadian Arab Friendship League, issued a statement yesterday saying overtures of peace from Israel would never be accepted if they did not include the grant of "fundamental human rights" to Arab refugees.

The statement followed a declaration of the presidents of the Canadian Jewish Congress and the Canadian Zionist Council that the Arab states would "prevent any lasting peace in the Near East".

Across Canada: James Hagerty, President Eisenhower's press secretary, in Ottawa yesterday to confer with officials of the Department of External Affairs on the forthcoming Presidential visit to Canada, said that the President had started work on the speech he will deliver before Parliament.... A NATO student pilot in training at Penhold, Alberta, was killed yesterday in a collision between two aircraft.... An RCAF firing range for guided missiles, now under construction at Grand Centre, 180 miles northeast of Edmonton, is expected to be ready for use by next summer.... New Canadian bank notes, carrying the Queen's portrait, are now being manufactured, but will not be placed in circulation until late next year.... Citizenship Minister Harris announced yesterday that federal grants for advanced studies, totalling \$300,000, would benefit at least 700 young Canadian Indians.... A permanent secretariat for the World Catholic League Against Alcoholism has been established in Montreal.



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Vol. 4, No. 207.

Thursday, October 29, 1953

Canadians in Korea on UN Duty Only: Ottawa, Oct. 28 (CP) -- Canadian troops in Korea will not be used to further nationalistic ambitions of any kind, External Affairs Minister Pearson said today.

"Canadian troops are being held in Korea to check aggression," Mr. Pearson told the annual meeting of the Eastern Ontario Liberal Association. "They are not in Korea for any other purpose not sanctioned by the United Nations."

Mr. Pearson recalled that he told a meeting of the UN General Assembly September 23 that Canada "will not support any military action in Korea which is not United Nations action, and we would be opposed to any attempt to interpret existing United Nations objectives as including for instance the unification of Korea by force".

Government Will Not Monopolize Air Lines: Ottawa, Oct. 28 (CP) -- The Federal Government does not intend to perpetuate monopolies in Canadian airline operations, Prime Minister St. Laurent said tonight.

On the other hand, he said, it wants to prevent a recurrence of abuses that occurred in Canada's early railway days when lines were built where there was not enough traffic to support them.

In an address to the Air Industries and Transport Association, Mr. St. Laurent discussed specifically an application by Canadian Pacific Airlines for permission to carry air freight between Montreal and the West Coast. Under existing government policy, this territory now is a Trans-Canada Air Lines monopoly.

Atomic Development Urged: Ottawa, Oct. 28 (CP) -- A prominent British atomic scientist urges Canada to speed up the development of atomic power plants to prevent future shortages of hydro-electric power.

Sir James Chadwick, Master of Gonville and Caius College at Cambridge University, said if Canadian industry continues to expand at its present rate Canada's water-power resources may prove inadequate in 20 to 30 years.

Canada Doubles Aid Contribution: United Nations, New York, Oct. 28 (UP) -- Canada announced today it is prepared to almost double its contribution to the U.N. technical assistance programme - from \$800,000 this year to \$1,500,000 in 1954.

The announcement was made by S.S. McKeen at a closed meeting of the negotiating committee for extra budgetary funds for the expanded aid programme.

Increased Use of Radar Foreseen: Regina, Oct. 28 (CP) -- Canada likely will have to depend even more on radar than in the past, Dr. O.M. Solandt, Chairman of the Defence Research Board, said today.

He said dependence on radar is necessary despite statements made to the contrary recently in the United States. Canada now was spending \$42,000,000 a year on defence research.

U.K.-U.S. Food Deal Worries Canada: Ottawa, Oct. 28 (CP) -- The United States farm surplus disposal programme has Canada a little worried so far it has not endangered Canadian exports, federal officials today.

(over)

The latest move which brought some concern here was the disclosure that Britain, traditionally Canada's major food market, is negotiating with the U.S. to buy some American surpluses for sterling.

A London despatch said that grain, fats, butter, meat and meat products have been mentioned as being available.

The U.S. has huge food surpluses and it has been authorized by Congress to accept as payment sterling or francs. Britain and other countries must pay in dollars for Canadian goods.

Best Canadian House Contest: Montreal, Oct. 29 (Gazette) -- An international competition, open to Canadian, British and European architects, for a "Canadian House of Tomorrow" was announced here yesterday.

Inspired by the Massey Commission Report, the unique \$12,000 contest will be sponsored by McGill University's School of Architecture and financed by Calvert Distillers Ltd. It will open about December 1 and close next April 1.

A three-man panel of judges, two Canadian and one European, will award a \$5,000 prize for the best plan, and \$2,500 prizes for each of the best Canadian and European submissions. Ten honorable mention awards carry \$200 prizes.

Prof. John Bland, director of the McGill school, told a press conference yesterday the competition aims to stimulate Canadians "to express themselves through architecture as they do through the other arts".

Davies Trial Postponed: Ottawa, Oct. 28 (CP) -- Trial of Raymond Arthur Davies, charged with passport falsification, may be delayed as long as two months, officials of the Justice Department said today.

Across Canada: A move is said to be on foot in Newfoundland to make the port of St. John's a national harbour.... Mr. Donald Gordon, president of the Canadian National Railway, yesterday announced plans for a new transportation, hotel, business and shopping centre in the heart of Montreal jointly financed by the CNR and private enterprise.... Mayor Wright of Kingston, Ontario, yesterday said that, after many years, Kingston is likely to get a new railway station and that the CNR line might be moved closer to the city.... A National Defence spokesman said yesterday that the Government may withdraw the \$1-a-day income tax exemption possessed by Canadian servicemen in Korea, thus putting them on the same footing as Canadian servicemen in other parts of the world.... Dr. Wilder Penfield of Montreal, world-renowned neuro-surgeon, stated, on October 28, that wakefulness of a patient undergoing brain surgery for epilepsy was an important factor in the success of the operation.... Dr. Morris Fishbein of Chicago yesterday predicted, in a speech to Canadian and U.S. medical men gathered at St. Catherines, that within the next ten years poliomyelitis will become a disease of the past.... The running of the Cambridgeshire handicap at Newmarket, England, yesterday, brought big winnings to nine Canadian holders of Irish sweepstake tickets.



Miss Hamilton

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Vol. 4, No. 208.

Friday, October 30, 1953.

Defence Programme at Peak: Toronto, Oct. 29 (CP) -- The Canadian Government placed orders for \$4,000,000,000 worth of arms equipment since 1950, but the programme has reached its peak and now is "levelling out", R.M. Brophy, Deputy Minister of Defence Production said tonight.

Though the arms programme still has some time to run, Mr. Brophy disclosed that the Government now is grappling with the problem of maintaining a limited mobilization and production base to prevent a complete dissipation of defence industry.

"As one means of keeping (production) lines operating at minimum economic levels, it is planned to make full use of the mutual aid programme wherever possible," he said in a speech before the international production meeting of the Society of Automotive Engineers.

Mr. Brophy made these points:

1. Defence orders placed since just prior to the Korean war total \$4,000,000,000. The original plan was to develop a three-year rearmament programme. Since then, the Government has taken on new commitments and the programme likely will take about four or five years to complete. It will cost more than the \$5,000,000,000 originally anticipated.

2. Most of the orders were placed in Canada. About \$500,000,000 worth, one-eighth of the total, was placed in the United States. In turn the U.S. placed \$400,000,000 in Canada.

3. So far, the Government has paid out \$2,800,000,000 to cover bills on actual arms deliveries.

New U.S.S.E.A. Takes Over: Ottawa, Oct. 29 (CP) -- Hume Wrong, 59, will take over as Under-Secretary of State for External Affairs Monday.

Korean Tax Exemption Stays: Ottawa, Oct. 29 (CP) -- The Government has decided to continue the \$1-a-day income tax exemption for Canadian servicemen in Korea, a Defence Department spokesman said today.

The Government had been considering withdrawal of the exemption, which would have placed troops in the Far East on the same pay basis as those in Canada or Europe.

The spokesman said continuation of the exemption will mean that almost all troops in Korea and Japan still won't have to pay any income tax at all. The exemption has applied to Canadian servicemen of all ranks in the Far East since outbreak of the Korean war in 1950. Canadian servicemen elsewhere do not receive the exemption.

There has been no change in the Government's decision, however, to cut off all gratuities and re-establishment credit for troops in the Far East, effective October 31. The Government attitude is that with the war halted in Korea, servicemen there should be no more entitled to gratuities and re-establishment credit than troops elsewhere, who do not get them.

Canada - U.S. Forestry Teamwork Urged: Washington, Oct. 29 (CP) -- Canada's Minister of Resources and Development, Jean Lesage, told the American Forestry Congress today that U.S. timbermen should get together with their Canadian counterparts to work out mutual problems.

Canada, he said, has the largest reserves of potential forest products in the free world outside the tropics with a total area of some 1,300,000 square miles. Only Brazil and Russia exceeded these figures.

(over)

Building Problems in Ottawa: Ottawa, Oct. 29 (CP) -- Mayor Charlotte Whitton today suggested in a letter to Wittington Investments, Ltd., that they should discuss with the Federal District Commission the building they want to erect on Wellington Street opposite Parliament Hill.

The Commission has asked the city not to grant a permit for the building which with modern design they consider unsuitable for the location.

Last week Mayor Whitton, annoyed by the Federal Government's decision to transfer the National Film Board to Montreal, said she would urge the city to agree to the building.

Reports here said the Commission is considering the expropriation of the south side of Wellington Street.

An official of the Commission said that such a step probably had been considered over the past 10 or 15 years. But he said he had no knowledge of its having been specifically considered recently in regard to the building.

TV Brings Sight to Blind Printer: Ottawa, Oct. 29 (CP) -- Blind since birth, George Lafleur, 40-year-old amateur radio operator and printer, is able to see images on the television screen. His doctor says he is one in 10,000,000 sightless persons who can be helped to sight by television.

Mr. Lafleur said in an interview today that he first saw shadowy images on the television screen shortly after a television station opened here this summer. The first image was a singer with arms outstretched but to Mr. Lafleur it looked like a tree.

U.S. Dealers Oppose Livestock Price Support: Toronto, Oct. 29 (CP) -- R.J. Riddell, executive vice-president of the United States National Live Stock Exchange, said tonight that United States livestock marketing people are opposed to price supports as a solution of livestock problems and added that "brighter days lie ahead for cattlemen".

In an address to a Toronto Livestock Exchange dinner, he said a support solution "entails supports by grade, by areas and by seasons".

"One error in planning, anywhere along the line, upsets the whole programme and leads to periods of scarcity and glutted markets."

"The cost of price supports is a tremendous burden to the taxpayer. It has been the history of such programmes that although they are initiated as a temporary relief measure, they tend to become a permanent policy."

Three Provinces Sign Welfare Agreements: Ottawa, Oct. 29 (CP) -- New Brunswick, Manitoba and Saskatchewan have signed agreements with the Federal Government to help disabled persons, the Labour Department announced today.

The agreement provides for a federal grant of \$15,000 to each of the three provinces during the fiscal year ending next March, 1954. Grants under the scheme after that would be set by the Federal Government.

The grants are to provide for co-ordination of services and agencies which promote the rehabilitation of disabled persons.

Across Canada: The work of Dr. Wilder G. Penfield, director of the Montreal Neurological Institute, on brain surgery has sparked investigation into memory processes by U.S. Government scientists.... Before long, Canadians will be able to dial long-distance calls on their own telephones, said Thomas W. Eadie, president of the Bell Telephone Company of Canada yesterday.... Abundance of natural gas gives residents of Alberta perhaps the lowest domestic fuel bills in the country - about \$90 for a whole winter.... Canadian artists, who have been concentrating on landscapes "depicting the wastelands and wilder depths of the country", should turn to the painting of nudes, says Robert Pilot, president of the Royal Canadian Academy.... An exhibition and sale of handicrafts of India's villages craftsmen, which raised about \$10,000 on Canadian campuses last year, will visit McGill and the University of Montreal for three days this year.... The new "scenic dome" observation-lounge cars bought by the Canadian Pacific Railway as part of a \$38,000,000 order for 155 streamlined, stainless steel cars to re-equip the trans-continental passenger trains, which will make their first appearance in Canada next year, have necessitated the enlargement of 44 tunnels in the CPR's British Columbia district.... A cold blast that struck Edmonton early yesterday morning dropped the temperature to 23 degrees above zero and left 3 inches of snow on the ground.... Three humans and eight thousand birds were casualties in the annual two-day pheasant shoot on Pelee Island, Ontario.



Miss Hamilton

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Monday, November 2, 1953.

Abbott Hints At Successor: Montmagny, Que., Nov. 1 (CP) -- Four Federal Cabinet Ministers and 1,200 electors of the Montmagny-1'Islet constituency turned up Saturday night for a banquet honouring Jean Lesage, Member of Parliament for the riding and recently-named Minister of Resources and Development.

Finance Minister Abbott, Justice Minister Garson, Postmaster-General Côté, State Secretary Pickersgill, as well as nine Members of Parliament and others toasted Mr. Lesage, the youngest member of the Cabinet at 41.

Also present was Ross W. Macdonald, Senate Liberal Leader and former Speaker of the Commons....

Mr. Abbott, to whom Mr. Lesage was formerly parliamentary assistant, repeated a statement he made during the election campaign earlier this year: "Before long Jean Lesage will be our first French-speaking Finance Minister".

Mr. Côté praised Mr. Lesage for his "energy, his dynamic ability and his work, which early made him known in the House of Commons."

27th Brigade Begins Homeward Move: Hanover, Nov. 1 (CP) -- The 1st Battalion of the 27th Canadian Infantry Brigade was en route home today after serving two years in West Germany as part of NATO forces. Other units will leave later.

They are being replaced by the 1st Canadian Infantry Brigade, which will be based at Soest, the new Canadian Army base in Germany....

Some 100 German brides left with their soldier-husbands for a new life in Canada.

The 1st Battalion is under command of Lt.-Col. G.M.C. Strong of Ottawa. Brig. J.E.C. Pangman of Toronto commands the 27th Brigade.

The Brigade's rifle battalion is due to leave November 8 and the 15th Highland Battalion November 15.

Meanwhile, the new base at Soest was occupied Saturday by 850 replacement troops, mostly veterans of Korea from the Princess Patricia's Canadian Light Infantry, who had arrived in Rotterdam aboard the Samaria. There were also some elements of the 25th Field Ambulance, and No. 54 Transport Company, RCASC.

Further drafts will arrive in the next six weeks to bring the establishment up to brigade-group strength under command of Brig. W.A.B. Anderson of Ottawa.

Opposition Lines Up "Shadow Cabinet": Ottawa, Nov. 1 (CP) -- The official Opposition, the Progressive Conservative Party, will start the 22nd Parliament November 12 with its shadow cabinet virtually unchanged from the last session....

Only two former members are missing from the new lineup. They are Gordon Graydon, member for Peel who died recently, and Percy Black, former member for Cumberland, who did not run in the August 10 election.

Mr. Graydon was chairman of the Opposition's external affairs committee, deputy Opposition House Leader and chairman at meetings of committee heads. Mr. Black was chairman of the resources and development committee.

Hon. George Drew, Opposition leader, has not yet announced successors. However, current speculation is that the external affairs post may go to Gordon Churchill, member for Winnipeg South Centre, Walter Dinsdale, member for Brandon-Souris, or D.R. Michener, member for Toronto St. Paul's.

Howard Green, Vancouver-Quadra, or John Diefenbaker, Prince Albert, may become deputy house leader. Heads of committees will elect a chairman at their first meeting. Rodney Adamson, York West, is expected to be chairman of the resources and development committee.

Other committee Chairman: Defence - Maj.-Gen. G.R. Pearkes, member for Esquimalt. Finance - J.M. Macdonnell, Toronto Greenwood. Labour - Mrs. Ellen Fairclough, Hamilton West. Trade - Donald Fleming, Toronto Eglinton. Justice and Citizenship - Mr. Diefenbaker. Transport and Public Works - Mr. Green. Agriculture - J.A. Charlton, Brant-Haldimand. Veterans Affairs - A.J. Brooks, Royal. Health - Dr. W.G. Blair, Lanark.

Early Decision on CPA Cargo License Sought: Ottawa, Nov. 1 (CP) -- The Cabinet Saturday concluded hearings on an application by Canadian Pacific Airlines for a transcontinental freight flying license and Prime Minister St. Laurent said he hopes for an early decision.

The CPA application calls for a reversal of government air policy, which up to now has reserved main-line operations between East and West for the publicly-owned Trans-Canada Air Lines. TCA opposed granting the Canadian Pacific franchise.

At the close of two-day Cabinet hearings, Mr. St. Laurent said he looks for an early decision because the issue has been hanging fire for a long time. The CPA application was made originally to the Air Transport Board last February.

However, the Prime Minister said he doubted a verdict would be reached before Parliament assembles November 12. It would depend on how long the individual ministers took to make up their minds....

Hinging on Cabinet's decision in the Canadian Pacific case, it is believed, is another move that would partly crack the TCA main-line monopoly on passenger traffic.

This is an application to the ATB by Pacific Western Airlines for a "coach class" passenger service between Vancouver and Winnipeg. This would provide cheaper fares. The PWA application has not yet been heard by the Board.

Carrier Crew to Study Land Warfare: Ottawa, Nov. 1 (CP) -- The Royal Canadian Navy's carrier-borne 871 Squadron, which has been taking part in Exercise Mariner, the big North Atlantic Treaty Organization sea operation, is now to take an 18-day course in land warfare.

Defence Headquarters said today that the squadron, equipped with Sea Furies and normally embarked in HMCS "Magnificent", will fly out to the Canadian point air training centre, Rivers, Manitoba November 9.

The naval aircraft will do close support training, and artillery reconnaissance in co-operation with the Royal Canadian Artillery.

Alcoholism Said Often Caused by Occupation: Ottawa, Nov. 1 (CP) -- Dr. W.H. Cruickshank, medical director of the Bell Telephone Company, Montreal, said that an alarming proportion of tensions that can induce alcoholism stem from the demands of industry.

This was especially true of jobs involving great monotony, dead-lines and excessive or ill-defined responsibility.

He was speaking Saturday at a conference of the Ontario Alcoholism Research Foundation, attended by about 150 social workers and representatives of industrial and government management.

Across Canada: A United States fighter plane was yesterday seen to crash in thick bush 45 miles north of Owen Sound, Ontario.... Last night a Trans-Canada "North Star" aircraft left London, England, for Toronto, inaugurating a weekly service between the two cities.... E.G. Burton, CBE, of Toronto, president of Simpson's-Sears Ltd., the Robert Simpson Company and subsidiaries, has been appointed a Director of the Bank of Canada.... A Canadian riding team took second place in the jumping competition October 31 for the International Challenge trophy at the Pennsylvania Horse Show, Harrisburg, Pennsylvania.... Construction of a new \$1,000,000 hotel on downtown Rideau St., Ottawa, is due to begin in the spring.... A blustering storm that left two inches of snow on the streets of Quebec City yesterday halted navigation on the St. Lawrence River, owing to gusts with velocities up to 45 miles an hour and poor visibility.

Weekend Sports: Football - Big-Four: Hamilton 31, Montreal 18, Ottawa 20, Toronto 8. Western Conference: Saskatchewan 18, Winnipeg 17. (Winnipeg wins total-points semi-final series 60-23) Hockey - Saturday - National League: Chicago 1, Canadiens 0. Boston 3, Detroit 1. Toronto 4, New York 1. Quebec League: Springfield 3, Royals 1. Ottawa 6, Valleyfield 1. Quebec 4, Sherbrooke 3. Sunday - Detroit 5, Canadiens 1. Toronto 2, New York 2. Boston 0, Chicago 0. Royals 5, Sherbrooke 1. Quebec 3, Chicoutimi 3. Ottawa 5, Valleyfield 1.



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Tuesday, November 3, 1953.

Canada's NATO Force Shines in Exercise: Hannover, Germany, Nov. 2 (CP) --

The NATO forces' autumn manoeuvres let commanders answer a question that several times this year has stirred Canada: "Just how good is the 27th Canadian Brigade?"

The consensus: "Impressive".

In exercise "Grand Repulse", the Canadians were part of the 11th British Armoured Division in the 1st Netherlands Army Corps.

Correspondents accompanying "Grand Repulse" wrote folios of praise about the Canadians. Afterward headquarters of Brigadier John Pangman of Toronto, 27th Brigade commander, were deluged with complimentary messages from senior officers....

In "Grand Repulse", the Canadians carried the armoured division's attack forward for five consecutive days. Major-General H.E. Pyman said they set the pace for his force, advancing its front more than 55 miles.

After the exercise reports were completed he said: "I am impressed. It isn't easy for an independent brigade to come into an armoured division, which has its special techniques, yet they quickly adapted themselves.

"Like most Commonwealth troops they are probably better in attack than defense and so were possibly seen at their best.

"Nonetheless, their infantry moved nicely and quickly, both in the approach and in battle. I got the Canadians to do two battalion attacks to clear a road for my tanks. They reacted quickly and mounted the attacks well."

More Canadian NATO Aid: Ottawa, Nov. 2 (CP) -- More Canadian military supplies, particularly vehicles, will be shipped this month to the French, Danish and Norwegian armies under the North Atlantic Treaty's mutual aid agreement, the Army said today.

The new shipment includes 150 jeeps and batteries and 65 three-ton trucks for the French Army, 48 trucks for the Norwegian Army and 30 trucks for the Danish Army. The ships will sail from Montreal and Hamilton.

N.Y. Power Authority Gives Go-Ahead Signal to Ontario: Albany, Nov. 2, (AP) --

The New York State Power Authority tomorrow will accept the Federal Power Commission's licence to develop St. Lawrence River power, the Authority announced today.

Chairman John E. Burton said "the planning programme for this project has reached the stage where immediate acceptance is more vital than the possible time lost from the licence period".

The Authority had delayed accepting the FPC licence, granted last July 15, because any time lost in legal delays after acceptance would represent time lost from the 50-year term of the licence.

One court action to block the project has been filed and others are expected before the deadline is reached Thursday.

Plans call for the \$600,000,000 project to be undertaken jointly with Ontario....

Says U.S. Weather Ships More Use in Pacific: Vancouver, Nov. 2 (CP) -- A.R.

MacCauley, head of B.C.'s meteorological service, said today he was confident the United States will continue to operate weather ships in the Pacific.

Commenting on the U.S. Government's decision to withdraw weather ships from the Atlantic after July 30, 1954, Mr. MacCauley said the need for weather ships "is more vital" in the Pacific than the Atlantic.

The U.S. now maintains seven ships in the Pacific area north of a line west from San Francisco. Japan has one ship off her coast and Canada is responsible for station "Pappa", located 800 miles west of the northern tip of Vancouver Island.

Canada uses two ships - the "Stonehouse" and the "St. Catharines" - to maintain the station, alternating them every six weeks.

"Besides serving a very useful purpose in plotting the future west, the ships also serve a life-serving purpose," said Mr. MacCauley. "They are strategically situated on the main shipping and air routes so they can be despatched to any ship in distress or any downed plane."

Asks Election Costs: Ottawa, Nov. 2 (CP) -- A CCF Member of Parliament wants to know how much this summer's election campaign cost the candidates.

Stanley Knowles, Member for Winnipeg North Centre, placed a motion on the order paper for the forthcoming Session of Parliament asking for details of the expenses. Parliament opens November 12.

He sought similar information after the 1949 election and learned that more than 100 candidates did not meet requirements of the Canada Elections Act.

The Act requires every candidate in a federal election to provide information on expenses to the returning officer within two months of a new Member being declared elected. He must tell who paid his bills, the amount of his personal expenses, the amount paid his agent for running the campaign and a variety of other information concerning his campaign expenses.

The Act provides several penalties. A candidate who is elected and sits in the Commons without providing the expense information is liable to forfeit \$500 for each day he sits in the Commons. The money may be collected by anyone who successfully sues him for it.

The elected Member or any unsuccessful candidate may also be charged with committing an illegal practice which carries a maximum penalty of \$2,000, two years in prison or both.

Governor-General Invests New Order Members: Ottawa, Nov. 2 (CP) -- Governor-General Vincent Massey today invested 67 members of the Order of the Hospital of St. John of Jerusalem in their grades at a formal ceremony at Government House.

Invitations were sent to 149 members, but not all were able to attend, among them Lieutenant-Governor John James Bowlen of Alberta. He becomes a Knight of Grace in the order along with Charles Luther Burton of Toronto who was present.

The Governor-General, prior of the order in Canada, also invested one Dame of Grace, Mrs. Charlotte Hazel Wallace of Victoria. She was unable to be present.

Others invested were eight commander brothers, one commander sister, 35 officer brothers, six officer sisters, 62 serving brothers and 34 serving sisters.

Three of the eight commander brothers named were present at the investiture. They were Dr. H.J. Porter of Hamilton; Paul Bienvenue of Montreal, and R.G. Smith of Victoria. Other commander brothers are Col. K.R. Marshall, Toronto; Dr. K.C. McGibbon, Winnipeg; Dr. H.R. Mustard, Vancouver; and J.J. Vaughan, Toronto.

One commander sister - Mrs. Mary Muriel Gray of Ottawa - also was named.

Canada Leads in Polar Mapping: Montreal, Nov 3 (Gazette) -- Canada's leading aerial navigator of the north said here last night that this country leads the Western world in the development of maps and aids to polar flying.

Squadron-Leader Greenaway, winner this year of the McKee Trophy for his outstanding aviation work, said the Strategic Air Command of the USAF has patterned its charts along the same lines as those developed by Canadian

Across Canada: It was announced on November 2 by the Department of Mines and Technical Surveys that Robert Thistlethwaite, 44, a Winnipeg civil engineer, would succeed B.W. Waugh, 65, who was retiring from the post of Surveyor General.... Louis Philippe Robidoux, editor-in-chief of La Tribune, Sherbrooke, has won the \$300 Lemay literary prize awarded annually by the St. Jean Baptiste Society.... It was announced yesterday by the Dominion Bureau of Statistics that liquor profits made by provincial governments during the fiscal year ended nearest to March 31 climbed to \$121,293,000 from \$111,863,000 the year before.

Mrs Hamilton



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Thursday, November 5, 1953.

TCA President Protests CPA Competition: Vancouver, Nov. 4 (CP) -- Trans-Canada

Air Lines could face the possibility of being forced into the red again if a second trans-continental airline is permitted to operate, G.R. McGregor, TCA president, said here today.

Speaking at a Canadian Club luncheon, Mr. McGregor said "Canadian Pacific Airlines is not fooling anyone, nor is the Cabinet being fooled by its application now before the Air Transport Board to operate a cargo service across Canada.

"I think President Grant McConachie, of CPA, which is a good sound airline, would be the first to admit that what CPA really wants and would get is a trans-Canada passenger service."

Mr. McGregor said that, because of Canada's comparatively small population, a second airline could not operate economically now. The surplus of the Government-operated TCA last year was less than one per cent of gross income, he said.

U.S. Company Sparks Federal-Provincial Transport Dispute: London, Nov. 4 (CP) --

The background of a Canadian transport dispute was outlined today to five Lords of the Judicial Committee of the Privy Council.

At stake is the question of whether the provinces or the Federal Government control highway traffic crossing provincial and international boundaries.

Three provinces - Ontario, Alberta and Prince Edward Island - have appealed a Supreme Court of Canada decision handed down in October, 1951. The decision upheld the principle of federal control. A second appeal, consolidated with the first, has been brought by a Maine bus company, the Canadian Pacific Railway and Canadian National Railways Company and the Federal Government. Nova Scotia wants both appeals dismissed.

Legal argument by 11 Queen's Counsel is expected to last two weeks or more.

The case arose from an injunction brought against the United States-owned Mackenzie Coach Lines by a New Brunswick bus company called the S.M.T. (Eastern) Ltd. The American transport firm had been granted permission in 1949 by the New Brunswick Government to pass through the province on a run from Boston to Nova Scotia.

However, it was not given permission to take on or unload passengers or goods in the province.

In contesting the injunction, the American bus line argued that its operations conformed to the British North America Act and that the Province of New Brunswick was exceeding its powers in passing restraining legislation.

The dispute went to the Appeal Division of the Supreme Court of New Brunswick, which ruled against the American bus line.

It then went to the Supreme Court of Canada, where six provinces and two transport companies intervened on behalf of the New Brunswick transport firm....

Army Faces Recruiting Problem: Ottawa, Nov. 4 (CP) -- Recruiting authorities are

faced with a hard problem in maintaining the Canadian Army's traditional high quality in today's cold war environment.

Four of them agreed in an interview that recruiting standards have been lowered slightly since hostilities began in Korea, to meet the army's existing commitments.

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Drew Urges Early Selection of Candidates: Halifax, Nov. 4 (CP) -- Hon. George Drew, Progressive Conservative leader, today called for early selection of election candidates.

"A third or fourth choice candidate with two or three years work behind him has a better chance at the polls than a perfect choice with only weeks", he said at the annual meeting of the Nova Scotia Progressive Conservative Association.

Referring to Tuesday's U.S. municipal elections, Mr. Drew suggested that Canada might benefit by the system used there and in England, where candidates have political affiliations.

It keeps party workers organized and prepared for by-elections.

Suggests Party Politics in Municipal Elections: Halifax, Nov. 4 (BUP) -- Progressive Conservative Leader George Drew said today that Canadian municipalities should consider the possibility of having candidates campaign under a national political banner in civic elections.

Mr. Drew told a meeting of the Nova Scotia Progressive Conservative Association that he thought party politics on the municipal level had a number of advantages. He said he was not advocating the change immediately, but merely that it should be given consideration.

Commission Denies Toronto Harbour Inadequate: Toronto, Nov. 4 (CP) -- The Toronto Harbour Commission denied today that the city's facilities were congested and in danger of being by-passed by booming overseas and Great Lakes trade.

Chairman W.H. Bosley said the Commission "refused to be stamped" by complaints of agents for foreign shipping firms that Toronto is badly lacking in facilities for the fast handling of cargo.

The agents charged yesterday that delays were occurring because of lack of transit-shed space and ships were being held up waiting for space to discharge cargo.

Condemns U.S. Protection of Lead, Zinc: Washington, D.C. Nov. 4 (Globe & Mail) --

American lead and zinc producers, in the general interest of world trade and in the interest of this continent, have "no justification" for asking relief under the escape clause of the General Agreements on Tariffs and Trade from imports of these metals, declared V.C. Wansbrough, managing director, Canadian Metal Mining Association, in a brief to be submitted here today to the United States Tariff Commission.

He took issue with the view that the lead-zinc industry of the United States is suffering serious injury because of high imports from low-wage countries as a result of concessions under the Reciprocal Trade Agreements, and he said it was a shock to learn there was a serious threat to exclude Canadian metal and concentrates from United States market by prohibitively high tariffs or some other device.

Quebec Universities Need Federal Aid: Montreal, Nov. 4 (CP) -- Principal Cyril

James of McGill University said today it is vital that Quebec universities receive federal grants. They collected them for the 1951-52 term, but the Quebec Government declared them unacceptable for 1952-53 on the ground that they were an invasion of provincial autonomy.

Across Canada: Prime Minister St. Laurent said yesterday that the Government's

legislative programme for the coming session of Parliament "now is pretty well advanced".... Ottawa is to be the scene of a meeting of the National Executive Council of the Canadian Legion from November 8 to November 11.... It was announced yesterday by E.C. Row, president and general manager of the Chrysler Corporation of Canada, that the company had acquired property at Red Deer, Alberta, on which would be built a parts plant costing more than half a million dollars.... Set up under the B.C. Societies Act, the Alcoholism Foundation of British Columbia, is patterned on the Ontario Alcoholism Foundation.... The Federal Government is to be asked to pay half the cost of building B.C.'s main "east-west and north-south" highways under a "public investment policy", Premier W.A.C. Bennett said yesterday.... On Saturday, CNR President Donald Gordon will signalize the completion of the CNR 144-mile line from Sherriton, Manitoba, to Lynn Lake, the new frontier mining town 500 miles northwest of Winnipeg, by driving a nickel spike.



Ben Hamilton

DAILY AIRMAIL BULLETIN

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Vol. 4, No. 213.

Friday, November 6, 1953.

Says NATO Economic Base "Brittle": New York, Nov. 5 (CP) -- Finance Minister Abbott tonight declared, before a United States audience, that Canada is "genuinely concerned" with the "thin and rather brittle" economic base on which the North Atlantic countries have founded their political and military co-operation.

He called for bolder and speedier steps to expand world trade and strengthen this economic base to greatly improve "our whole defensive position".

"We all recognize the key position of the U.S.," he said in a speech before the Academy of Political Science.

"We expect you, as we expect other countries, to pursue policies that accord with your enlightened self-interest...if you really do this, we shall not be disappointed."

Gouzenko Not to Testify in U.S.: Ottawa, Nov. 5 (CP) -- Canada has rejected the request of a United States Senate investigating committee for permission to interview Igor Gouzenko, the Russian Embassy clerk who exposed his country's wartime espionage in Canada.

An External Affairs Department spokesman said today Gouzenko has told Canadian authorities he gave all his spy information to them years ago and the U.S. has been informed there is no reason for the Government-guarded Russian to talk to American investigators.

The Canadian turn-down came on a request, through the U.S. State Department, for an interview with Gouzenko in Canada by a representative of the Senate Internal Security Sub-committee, investigating subversive activities.

Senator Joseph McCarthy, who heads another Senate investigating committee, complained of the action to New York.

"It is inconceivable that any friendly government would turn down a request for a U.S. congressional committee to hear testimony of men who might give information that would help crack Communist conspiracy in the United States," he said.

U.S. Air Franchises in Canada Scrutinized: Ottawa, Nov. 5 (CP) -- Operating practices of two United States air carriers in Canada have been challenged by the Air Transport Board as a sequel to an American snag that has held up a proposed Canada-Mexico service.

The Board has ordered Pan-American World Airways and Colonial Airlines to show cause by Dec. 15 why they should be allowed to continue procedures banned by U.S. authorities for Trans-Canada Air Lines on its Mexico run.

John R. Baldwin, Board chairman, said operations of other U.S. air companies are under review, but no further "show cause orders" are in immediate prospect.

Mr. Baldwin said there is no likelihood that suspension of service by the U.S. firms will be ordered, but the Board "might or might not" make them discontinue the kind of operation frowned on by the U.S. Civil Aeronautics Board in the case of TCA.

CPA President States Position: Vancouver, Nov. 5 (Gazette) -- Commenting on the speech made by President McGregor, of TCA, before the Canadian Club at Vancouver yesterday, Grant McConachie, president, Canadian Pacific Airlines, said today: "We do not propose to enter into a controversy with TCA through the medium of the press on a subject which was not only fully heard and

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considered by the Air Transport Board in a three weeks' hearing, but was subsequently heard by the Dominion Cabinet in a two-day hearing behind closed doors and which is still under consideration by that body".

Polio Cases Double: Ottawa, Nov. 5 (CP) -- More than double the average number of poliomyelitis cases were reported in Canada in 1952; a total of 4,755 compared to the 1947-51 average of 2,291 cases.

The Bureau of Statistics reported today that the number of cases was below the normal in only three provinces last year: Nova Scotia with 57 against a five-year average of 71; Quebec with 125 against 144; and Ontario with 705 against 796.

Largest advance over the average number occurred in Saskatchewan where 1,205 cases were reported, almost 11 times the 1947-51 normal of 111 cases. In Prince Edward Island there were 57 cases against a five-year average of only two; in New Brunswick 427 compared with 20; Manitoba 839 against 119; Alberta 740 against 129; and British Columbia 596 against 124. There were four cases in Newfoundland last year but insufficient data to compute a five-year average.

Canadians to Occupy New German Quarters: Ottawa, Nov. 5 (CP) -- The recently-formed 1st Canadian Infantry Brigade will officially move into its new \$20,000,000 German home next Tuesday.

Elements of the brigade already have begun to take over the huge camp area near Soest in the British occupation zone of West Germany and the entire move will take several weeks. But next Tuesday the new base will be formally placed in Canadian hands.

The United Kingdom High Commissioner for Germany, Sir Frederick Hoyer Millar, will turn over the camp to the Hon. T.C. Davis, Canadian Ambassador to West Germany. The latter will then hand it over to Lt.-Gen. G.G. Simonds, Chief of the General Staff of the Canadian Army.

Owned, financed, constructed and managed by the German Government, the camp's buildings will be occupied by the Canadian Army on a five-year lease, subject to renewal for any length of time agreed upon by both governments.

Canada, however, can terminate the lease on three months notice at any time after the first five years. Annual rent will amount to about \$2,000,000, covering services, landscaping, administration and maintenance.

Polish Diplomat on Hunger Strike: Winnipeg, Nov. 5 (CP) -- A former Polish diplomat who broke with his Communist masters and now fears retaliation today launched a three-day hunger strike to focus attention on his plea for political asylum in Canada.

Michael Krycun, 42, his wife Helen, and daughter Judy, 14, have been granted a six-month permit to stay in Canada, but Mr. Krycun refuses to pick it up from the Immigration Department here. They went without food to bring their case to the attention of the Department of External Affairs.

"I do not want to become a Canadian citizen," he told a newspaper reporter. "I want to remain a Polish citizen. As soon as the Communists clear out, I'll be the first one back to Poland."

Urge Cash Advances for Western Farmers: Winnipeg, Nov. 5 (CP) -- Farm equipment dealers meeting here said yesterday they believe "serious damage to the national economy will soon result" unless farmers are able to get cash advances on farm-stored grain.

A telegram was sent to Trade Minister Howe under the signatures of the regional Manitoba and Lakehead Farm Equipment Retail Dealers' Association and the Canadian Federation of Farm Equipment Dealers.

Across Canada: A report yesterday presented by the Economics and Research Branch of the Labour Department to the sixth meeting of the National Advisory Council on Manpower stated that Canada's manpower reserves were adequate to the needs of the defence programme, of resources development and of expanding civilian production.... Canada's gold production declined in August by 43,500 fine ounces, to 328,717 from 372,233 last year, owing to strikes in northern Ontario and Quebec.... The 15th annual meeting of the Federal-Provincial Agricultural Conference will open a 3-day session in Ottawa on November 23.... Leach Callinson, big-game guide, is in hospital at Dawson Creek, B.C., after a hand-to-claw battle with a giant female grizzly bear, which would have killed him, admits Callinson, if she had not been "overweight".



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Vol. 4, No. 214.

Monday, November 9, 1953.

Canadian Consul-General in Boston Dies: Boston, Nov. 8 (AP) -- George S. Patterson, 66, Canadian Consul-General, died unexpectedly today at his Back Bay apartment. Police said Patterson was talking with two Canadian Government attachés, Chester A. Ronning and Paul Beaulieu, when he complained illness and collapsed a short time later.

PC's to Stress Organization: Ottawa, Nov. 8 (CP) -- Organization rather than party leadership is expected to be the chief behind-the-scenes preoccupation of Progressive Conservative workers in the next six months. Hon. George Drew is reported to have the solid backing of his 49 followers who form the official Opposition he will lead in the House of Commons which resumes sittings next November 12.

Opposition Programme Predicted: Ottawa, Nov. 8 (CP) -- Lower taxes, economy in government and increased trade likely will form the basis of demands by Opposition parties at the new session of Parliament.... When he speaks in the first main debate after the session opens next Thursday, Hon. George Drew, Progressive Conservative leader, likely will renew a demand that the Liberal Government take the initiative in calling a Commonwealth trade conference and seek more world markets for wheat, beef, pork, lumber, butter, cheese, minerals and other products. This demand probably will receive general support of other Opposition groups. The CCF will urge efforts to sell more grain, especially wheat, to countries outside the International Wheat Agreement to relieve Canada's current glut....

The Social Credit party is expected to expound its monetary theories during study of this legislation....

M.J. Coldwell, CCF leader, has said he welcomes the opportunity to study Canada's banking system....

Mr. Coldwell said the CCF will try hard to persuade the Government to introduce a national health insurance plan and revise federal social security legislation "to enable it to meet the needs of the Canadian people".

Canadians Take International Riding Honours: New York, Nov. 8 (AP) -- Canada's equestrian team today won the three-day international low-score competition, top international event of the National Horse Show at Madison Square Garden.

In today's third leg of the competition the Canadians were charged with eight faults to 12 for the second place United States team. It was the fifth Canadian victory in nine international events since the show opened.

Canada won another event Saturday night as Lt.-Col. Charles Baker of Toronto guided Star Clift to victory in the fault-and-out event, clearing six of the eight barriers before his first miss.

The low-score event was Canada's second in three years. The final Canadian total was 21½ faults to 24 for the U.S. team, 43 for Ireland and 64½ for Britain.

The Dominion team, riding three abreast over the eight-jump course, was the third to compete. Shirley Thomas of Ottawa aboard Revlon's White Sable, Baker astride Star Clift, and W.R. Ballard of Toronto guiding Reject, took the first five barriers cleanly. At the sixth Miss Thomas knocked off the bar and again at the eighth her horse sent a pole down. Both Baker and Ballard rode cleanly.

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Western Oil Market Slumps: Calgary (CP) -- The stock market slump that recently sent western oils tumbling to a new low has brought a rash of financial casualties to small Canadian independents and produced rumours of mergers and amalgamation.

The slump began eight months ago with a downward trend in world stocks and bonds, caused by the fear of a possible business recession due to lower demands. Western oils began to slide until forced selling, mainly from marginal accounts, took hold and plunged prices to their depths of about a month ago.

Goodwill Invasion of Toronto: Toronto, Nov. 8 (CP) -- French-speaking Canadians move into Toronto this week in an invasion symbolic of the neighbourly relations between Ontario and Quebec....

Today Paul-Emile Cardinal Leger of Montreal, head of the Roman Catholic Church in Quebec, arrived on his first visit here as Cardinal. Monday he addresses the Canadian Club of Toronto.

On Tuesday the Advertising and Sales Club will sponsor French Market Day with a panel of French-Canadian business men discussing how Ontario producers can get more sales in Quebec.

The panel will be headed by Brig. J. Guy Gauvreau who commanded the Fusiliers Mont Royal in the Second World War.

Conference on Canadian Future: Montreal, Nov. 9 (Gazette) -- The road that Canada is to take in the next half-century will be discussed by leaders of thought in many fields at a "Canada Tomorrow" conference in Quebec City on Friday and Saturday.

Chairman of the conference will be Dr. G.P. Gilmour, president of McMaster University and principal speaker will be Prof. D.W. Brogan, of Cambridge University, who will sum up on the theme, "An Outsider Looking In".

Leading Canadians who will introduce specific subjects are: Maurice Lamontagne, economics chairman, Laval University, "The Role of Government"; N.A.M. MacKenzie, president, University of British Columbia, "The Challenge to Education"; Hilda Neatby, professor of history, University of Saskatchewan, "Cultural Evolution"; Donald G. Creighton, professor of history, University of Toronto, "Canada in the World"; B.K. Sandwell, "The Canadian People"; M.W. Mackenzie, executive vice-president, Canadian Chemical and Cellulose Co. Ltd., "Canada's Natural Resources"; R.K. Stratford, scientific adviser, Imperial Oil Ltd., "The Challenge to Science", and D.W. Ambridge, president and general manager, Abitibi Power and Paper Co. Ltd., "The Contribution of Industry".

Across Canada: Rodney Adamson (PC, York West), who claims that there were 340,000 eligible voters in the Toronto and York ridings who failed to cast their ballots at the last federal election August 10, plans to introduce at the coming session of Parliament a bill banning federal elections during July and August.... The 25,000-ton freighter "T.R. McLagan", largest vessel ever to sail the Great Lakes, was launched on November 8 at Midland, Ontario.... The RCMP are investigating the possibility of there having been arson or sabotage in two fires that destroyed an officers' mess and theatre at 2,000-acre Camp Aldershot, Nova Scotia, on Saturday.

Weekend Sports: **Football** - Saturday: Big Four:- Ottawa 13, Toronto 4. Inter-collegiate:- Varsity 12, Western 0. Queen's 28, McMaster 0. Senior O.R.F.U.:- Sarnia 2, Toronto 0. (Sarnia leads two-game total-points series 2-0) Western Conference:- Edmonton 25, Winnipeg 7. (Edmonton leads best-of-three final 1-0) Sunday: Big Four:- Alouettes 31, Hamilton 18. Senior O.R.F.U.:- Toronto 16, Sarnia 10. (Toronto wins two-game total-points series 18-12) Big Four Standings:- Montreal, Ottawa, Hamilton tied with 14 points, Toronto 10 points. Intercollegiate Standings: Varsity and Western tied with 8 points, Queen's 6 points, McGill 4 points and McMaster 0 points. **Hockey** - Saturday: National League:- New York 3, Chicago 1, Canadiens 5, Boston 2. Detroit 2, Toronto 2. Quebec League:- Chicoutimi 4, Ottawa 2. Quebec 2, Springfield 0. Sunday: National League:- Boston 2, Canadiens 0. New York 2, Detroit 2. Toronto 2, Chicago 1. Quebec League:- Royals 4, Quebec 2. Ottawa 0, Sherbrooke 0. Chicoutimi 7, Vallevfield 4. Standings - National League:- Canadiens 20 pts., Detroit 16 pts., Toronto 16 pts., Boston 15 pts., New York 9 pts., Chicago 6 pts. Quebec League:- Chicoutimi 17 pts., Quebec 15 pts., Ottawa 12 pts., Royals 12 pts., Springfield 10 pts., Valleyfield 10 pts., Sherbrooke 10 pts.



Min. Hamilton

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Vol. 4, No. 215.

Tuesday, November 10, 1953.

Consider Simultaneous Translation of Commons' Speeches: Ottawa, Nov. 9 (CP) -- The Government is considering installing a system for simultaneous translation of all speeches in the House of Commons from English to French and from French to English. French and English are Canada's official languages.

The proposed system would be similar to that used at the United Nations and other international organizations.

Supporters feel such a plan would encourage a greater number of French-language members to participate in debates. The amount of French spoken in the Lower Chamber has declined in recent years chiefly because the language is not thoroughly understood by the bulk of English members.

A Government spokesman said inquiries have been made concerning the cost of installation and performance. If the plan was approved the House might be asked to pass an appropriation for installation and maintenance of the equipment at the session starting Thursday.

The proposed system would represent another step in attempts to improve debates in the House of Commons. In 1952 a \$33,000 loud-speaker system was installed. The new plan would include a sound-proof booth for translators to listen to the debates over earphones and a set of earphones at each desk in the Chamber and the Parliamentary press gallery.

Canada Formally Felicitates Russia: Ottawa, Nov. 9 (CP) -- Canada has sent Russia a formal message of greetings and felicitations on the Soviet observance of the 36th anniversary of the Great October Revolution.

The "National Day" message was passed to Soviet Foreign Minister Molotov by Canada's Charge d'Affaires in Moscow, Mr. Robert A.D. Ford.

Meanwhile, in Ottawa, Russia's new Ambassador, Mr. Dmitri S. Chuvahin, donned his blue and gold-braided uniform to preside at a lavish entertainment Saturday night for officials and diplomats in this capital. The Russian Embassy was packed.

Though Mr. St. Laurent did not attend, two of his cabinet colleagues were there: Mr. Abbott and Mr. Harris. There were other top officials representing Canada's fighting forces.

Radiation Detection Exercise: Ottawa, Nov. 9 (CP) -- Canadian Army specialists in the detection, plotting and control of radioactive contaminated areas will embark on a major training exercise late this month, the Army announced today.

The exercise, named "Exercise Hope II", will be designed to test the operational and administrative efficiency of No. 1 Radiation Detection Unit of the Corps of Royal Canadian Engineers.

It will be conducted in the waste disposal area of the Eldorado Mining and Refining Co. plant at Port Hope, Ont., where uranium oxide is produced.

The exercise will be the first major training by the unit since recent return from the Atomic Energy of Canada Ltd. plant at Chalk River, Ont. The unit assisted officials of Atomic Energy in decontaminating the area after the NRX atomic reactor sprang a "leak" last December and in reconstructing the atomic energy pile.

The Army said the unit will carry out a detailed radiation detection survey of the waste disposal area and then return to base at Barriefield, near Kingston, Ont.

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Control of International Highway Traffic: Ottawa, Nov. 9 (CP) -- The Canadian Automobile Transportation Association, national organization of truckers, today heard a demand for a definition of federal policy towards the highway transport industry.

The question was raised as the CATA, at its first annual convention, discussed the possibility of the federal Government taking over control of international and interprovincial highway traffic. A case involving the constitutional issue of federal-provincial jurisdiction now is being heard by the Privy Council in London.

"Our position will not be secure if federal control is exercised," Alberta Delegate John Taylor said.

Mr. Sinclair on Colombo Plan: Bombay, Nov. 9 (Reuters) -- Mr. James Sinclair, Canadian Minister of Fisheries, said here today that Canada is "extremely pleased" that the Colombo Plan projects in India, Pakistan and Ceylon are "sound and progressing satisfactorily".

"Canada is happy that money for capital assistance has been well spent," he added.

He told reporters Canada was the biggest contributor to the Colombo Plan for Southeast Asia.

The Canadian Government had given \$75,000,000 for capital assistance to India, Pakistan and Ceylon during the last three years.

Mr. Sinclair said he is greatly impressed by the way India is implementing its five-year plan. For its successful implementation advanced countries must lay stress on training Indian personnel and capital assistance.

Mr. Hector Allard's Appointment: (Press Release No. 74, Nov. 6) -- The Department of External Affairs announced on November 6 the appointment of Mr. Hector Allard as Permanent Delegate of Canada to the European Office of the United Nations at Geneva.

Across Canada: Paul-Emile Cardinal Léger on November 9 was given a civic welcome at Toronto's city hall, one of the high spots in a crowded day which included a luncheon address to the Canadian Club.... New operating revenues of Canadian airlines showed sharp declines in June and during the first six months of 1953, the Bureau of Statistics announced... Net operating revenues for June dropped to \$1,065,000 from \$1,230,000 in the same month last year, a decrease of \$165,000. For the six-month period they fell to \$278,000 from \$1,670,000, a drop of \$1,392,000.... Chief Justice E.A. McPherson said at Winnipeg on November 9 that publishers of crime comics that portray crimes being committed ought to be sent to jail. He dismissed the test-case appeal of a Winnipeg business man against a \$5 fine for selling a Dick Tracy comic, according to Canadian Press.



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Thursday, November 12, 1953.

U.S. - Canadian Committee on Economic Affairs: (Press Release No. 75, Nov. 12) --

The Department of External Affairs announced on November 12 that the Governments of the United States and Canada have concluded an agreement establishing a Joint United States - Canadian Committee on trade and economic affairs. The agreement was effected by an Exchange of Notes between the Canadian Ambassador in Washington and the United States Secretary of State on November 12. The Canadian members of the Committee will consist of the Secretary of State for External Affairs, and the Ministers of Finance, Trade, and Commerce and Agriculture or Fisheries. The United States members will be the Secretaries of State, the Treasury, Agriculture and Commerce.

The suggestion that a Joint Committee of this type might be established was originally made during the visit of the Prime Minister to Washington last May. Both Governments have recognized that the free world is vitally interested in promoting a healthy flow of international trade. The activities of the Joint Committee will constitute one aspect of the efforts of both countries in promoting satisfactory trade relations on a multilateral basis throughout the free world.

The Joint Committee which will meet at least once a year alternately in Washington and Ottawa will consider broad questions affecting the harmonious economic relations of the two countries. After receiving reports of the Joint Committee's work each Government will have an opportunity to consider measures to improve economic relations and to encourage the flow of trade.

Sharing of Atomic Data Hailed by Mr. Howe: Ottawa, Nov. 11 (CP) -- Mr. Howe said tonight a United States decision to extend the exchange of non-military atomic information with Canada and the United Kingdom may speed development of atomic power plants in this country.

The United States decision was announced today at Columbus, Ohio, by Mr. Lewis L. Strauss, Chairman of the U.S. Atomic Energy Commission. He said the additional exchange of information will be carried out by direction of President Eisenhower and with the consent of the Congressional joint committee on atomic energy.

"That's splendid news," Mr. Howe said.

Mr. Howe was asked whether the additional information would mean the development of atomic power plants in Canada earlier than previously anticipated. The Trade Minister has forecast that it will take about five years for Canadian scientists to harness the atom for electric power.

"It will certainly help toward that end," Mr. Howe said.

Airmen Training to Deal with "Disguised" Planes: Toronto, Nov. 11 (CP) --

Fighter pilots of Canada's northern air defences are being trained to deal with possible attacks by Russian aircraft disguised with United States or Canadian markings, Air Marshal C.R. Slemmon said today.

Canada's Chief of Air Staff told the Electric Club of Toronto that an air defence command will be in full operation in Canada's northland in a few months.

It will involve a chain of radar stations and ground control centres.

Air Marshal Slemmon said strategic areas have been set aside for noting all aircraft movement by radio and radar.

"The flight plans of all legitimate aircraft are filed. Any deviation must have an immediate explanation."

(over)

St. Lawrence River Joint Board: (Press Release No. 76, November 12) -- The Department of External Affairs announced on November 12 that the Governments of the United States of America and of Canada have concluded an agreement for the establishment of the St. Lawrence River-Joint Board of Engineers.

The purpose of this four-man Board is to review, coordinate and approve the detailed plans and specifications of the power works and the programme for their construction in the International Rapids section of the St. Lawrence River. The Board is also to ensure that the construction of the power project is in accordance with the requirements already approved by both Governments and the International Joint Commission.

The Agreement, which is now in force, is contained in an Exchange of Notes signed at Washington on November 12 by General Bedell Smith, Under-Secretary of State, and by the Canadian Ambassador, Mr. A.D.P. Heeney.

In anticipation of this Exchange of Notes, the Canadian Government appointed on November 10 the Honourable Lionel Chevrier, Minister of Transport, and Mr. R.A.C. Henry, Consulting Engineer, to be the representatives of Canada on this Board. On November 4, 1953, President Eisenhower appointed the United States Secretary of the Army and the Chairman of the Federal Power Commission to represent the United States. Members of the Board may be represented by alternates.

"Flying Saucer Sighting Station": Ottawa, Nov. 11 (CP) -- Canada has launched a highly-technical research programme to learn whether the earth has had interplanetary visitors during the last few years.

A laboratory or flying saucer sighting station, the first in the world, is being built at Shirley's Bay, 10 miles northwest of Ottawa, to prove or disprove the existence of flying saucers.

The laboratory is controlled by the broadcast and measurement section of the Transport Department and will be operated under direction of Mr. W.B. Smith, engineer in charge of the section.

The 12-foot-square laboratory and its maze of elaborate electronic equipment is expected to be in operation within a few days. It is located about 200 feet from the Transport Department's ionospheric observatory at Shirley's Bay.

The Defence Research Board is co-operating with the Transport Department in the experiment.

Mr. Smith said the laboratory "is being built in the hope of finding out something tangible about flying saucers". If flying saucers actually exist "the equipment in the laboratory should be able to detect them".

Across Canada: Three labour unions will study depressed conditions in the textile industry and suggest a remedy for federal Government action. This was learned from spokesmen of at least two of the labour groups that have already agreed to confer on the situation. The unions are the United Textile Workers of America (AFL-TLC), the Federation of National Textile Syndicates (CCCL) and the Textile Workers Union (CIO-CCL).... The cost of the Ontario Hydro's giant frequency conversion programme in Southern Ontario will likely hit \$400,000,000. The original estimate in 1947 was \$191,000,000. In a radio broadcast, Hydro Chairman Saunders said that although the final cost may reach 2½ times the original estimate - and that without interest charges during the changeover - Hydro hopes the final cost will not be more than \$400,000,000.... Speaking in Montreal, Maj.-Gen. R. Holley Keefler, who led the Third Canadian Division across the Rhine in the Second World War, called for compulsory military service for the training of Canadian youth "as the youth in every other first-class power is trained".... Football: Winnipeg Blue Bombers evened their Western Conference best-two-of-three final series, 1-1, defeating Edmonton Eskimos, 21-17, in Winnipeg yesterday.... Kitchener-Waterloo Dutchmen defeated Balmy Beach, 9-6 taking a three-point lead in their ORFU two-game total-points final series at Kitchener.

Travis Hamilton



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Friday, November 13, 1953.

Opening of 22nd Parliament: Ottawa, Nov. 12 (CP) -- Canada's defence drive will continue at its present rate next year, the Throne Speech opening the 22nd Parliament forecast today.

The 1,200-word Speech outlining Government policy and projected legislation was read in English and in French in the Senate Chamber by the Governor-General, Mr. Massey. The Speech said:

"Much remains to be done before there can be a permanent and durable peace in the world. My Ministers therefore consider it would be unwise for the free nations to slacken their efforts to build up and maintain the necessary strength to deter aggression and they intend to continue to work to that end."

Defence this year is costing \$2,000,000,000, half the entire Canadian budget, and officials said that roughly this same amount will be spent in 1954. There may be increased expenditures for some phases of defence, less for others.

The Speech dealt first with defence, international affairs and the United Nations before taking up home matters.

It described the North Atlantic Treaty Alliance as one of the cornerstones of Canadian foreign policy, promised continued technical assistance and rehabilitation funds for underdeveloped countries and expressed the hope that a political conference would bring peace to Korea.

On NATO: "The alliance of the North Atlantic nations has been effective thus far in preventing aggression in Europe. My Government continues to regard the treaty as one of the foundation stones of Canada's external policy."

On other international affairs: "Canada has continued to contribute to those international projects which will promote human welfare and thereby remove some of the causes of unrest and dislocation. You will be asked to approve further assistance for relief and rehabilitation, for technical assistance and for continued participation in the Colombo Plan."

On the U.N. the Speech said: "We have every reason for satisfaction that through the use for the first time of collective peace action the objective of the United Nations in Korea has been substantially achieved. The aggressors have been driven back, the fighting has ceased and an armistice has been concluded. My Government earnestly hopes that a political conference will ultimately succeed in restoring peace in Korea."

Though Canada's total volume of foreign trade had reached record levels, dollar shortages in many countries had continued to create problems for some Canadian exporters. Countries could best achieve economic strength and security through freer trade, and overseas investment policies and the Government was continuing efforts to bring about progressive reduction of trade restrictions.

A few hours before the Throne Speech was read, the Canadian and United States Governments announced formation of an economic and trade committee.

Major policies on the home front mentioned in the Speech were an expanded housing programme, added financial help for hog producers, more fish markets, an assistance programme for totally disabled persons.

The new housing programme would be undertaken by increasing the supply of mortgage money so that more persons with moderate incomes could build their own homes. A 10 per-cent down payment on the first \$8,000 of the lending value of a new house likely will be a feature of the housing legislation, together with longer periods in which to repay loans....

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Canada at The United Nations: United Nations, Nov. 12 (CP) -- Canada today offered to boost her contribution to the U.N. Technical Assistance Programme to \$1,500,000.

Senator Stanley McKeen, Canadian delegate to the fourth technical assistance conference said: "Last year the Canadian Government contribution was \$800,000 which has all been paid in. I am pleased to announce on behalf of the Canadian Government that it is prepared, subject to parliamentary approval, to raise its contribution to the 1954 programme to a maximum of \$1,500,000 provided that the support from other contributors in our view warrants such action and provided that the total of contributions is sufficient to keep the programme at a level which we regard as economically sound.

"Should either of these conditions not be fulfilled, the Canadian contribution would be adjusted accordingly."

The conference was called to consider the financial support necessary to maintain and expand the Technical Assistance Programme.

Ontario Studies Atom Power: Toronto, Nov. 13 (Globe & Mail) -- The atomic age moved a step closer to Ontario yesterday with the announcement that Ontario Hydro has launched a two-year study of the feasibility of generating power with an atomic reactor.

Arrangements for the atomic study, announced jointly by Premier Frost and Hydro Chairman Saunders, are the result of a three-way agreement with the federal Government under which the Ontario Hydro is using the nuclear facilities at Chalk River.

A staff of three, under a co-ordinator yet to be named by Hydro, will attempt in the next two years to find an atomic answer to a shortage of power expected about 1960.

Both the Premier and Mr. Saunders emphasized that even with the completion of the Niagara and St. Lawrence Seaway projects, Ontario will not have sufficient power at the present rate of increase in consumption.

With an eye on 1960 as the time when present and future projects will not supply sufficient power, Ontario Hydro, Mr. Saunders said, will spend \$200,000 in the study of atomic power possibilities....

With the study of atomic power now under way Ontario is ahead of all others in practical research in nuclear power possibilities, Premier Frost said.

Says Canada Blind to Immigration Needs: Sherbrooke, Que., Nov. 12 (CP) -- Canadians are acting "like a bunch of ostriches," Mr. J.D. Ferguson, of Rock Island, Que., President of the Canadian Manufacturers' Association, said tonight.

The ostrich act, he declared in an address to the Sherbrooke branch of the CMA, comes in their attitude toward Canada's need for more people.

Canadians, he said, have a high standard of living, but still second in terms of such things as cars, radios and bathtubs, to that of the United States.

They depend on the sale of goods to other countries for 24 per cent of their income, and Americans for only six per cent.

Accordingly, Canada, to raise its standard, must either assure itself of its foreign markets and increase them, or else create a domestic market.

Across Canada: Newer Canadian vessels operating on some ocean routes may qualify for Government subsidies at some later date, but present Government policy is not to subsidize deep-sea Canadian mercantile operations. This is the gist of an announcement by Mr. Chevrier today. The Cabinet decision rejecting the proposal to subsidize deep-sea operations was reported unofficially yesterday.... Hundreds of the capital's official families and others crowded the corridors of the Parliament Buildings yesterday for the two receptions traditionally given by the Speakers of the House and Senate on opening day.... Young Canada's Book Week, being observed Nov. 15-22 throughout the country, was given official send-off in Montreal yesterday by Mayor Camillien Houde at a ceremony in his City Hall office.



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Vol. 4, No. 218.

Monday, November 16, 1953.

President Eisenhower's Visit: Ottawa, Nov. 15 (Globe & Mail) -- Three problems in which Canada and the United States together are concerned were dwelt upon by President Eisenhower in his speech to Parliament on Saturday. They were: the lowering of trade barriers, the removal of the last obstacles to construction of the St. Lawrence Seaway, and the strengthening of continental defences against air attack.

Canada has made repeated representations to Washington in respect to the first two, and on these the President's remarks obviously were intended to be reassuring.

In the case of air defence, the situation was reversed. The President's purpose appeared to be to spur Canadian authorities to undertake some already agreed upon measures which the United States now looks upon as being urgently needed.

He said: "Canada and the United States are equal partners. Neither dares to waste time. There is a time to be alert and a time to rest. These days demand ceaseless vigilance."

"We must be ready and prepared. The threat is present. The measures of defence have been thoroughly studied by official bodies of both countries. The Permanent Joint Board on Defence has worked assiduously and effectively on mutual problems. Now is the time for action on all agreed measures."

Shortly before, the President had said Canada and the United States could and would devise ways to protect North America from surprise air attack - and without whittling their pledges of overseas aid.

Security plans, he continued, now must take into account Soviet possession of the atomic bomb and ability to deliver it on North America as well as on countries friendly to the U.S. and Canada, lying closer to the USSR....

The joint communique, which was issued after his meeting with the Cabinet, said: "In discussing the means of strengthening the security of the free world, the importance of collective arrangements under the North Atlantic Treaty Organization was emphasized, including the special responsibility of the United States and Canada for building up the defences of this continent."

"There was complete agreement on the vital importance of effective methods for joint defence, especially in the light of evidence of increasing technical capability of direct attack on both countries by weapons of great destructive power."

The communique went on to recall the history of joint co-operation in defence matters, beginning with the Ogdensburg agreement of 1940.

As the President and Prime Minister St. Laurent had done in their speeches, the communique emphasized that the full respect of each country for the sovereignty of the other was inherent in the principles established for defence co-operation.

"Those principles are equally valid today when Canada and the United States ... are undertaking further efforts for their joint security," the communique said. "The arrangements for collaboration which have proved satisfactory over the years provide a firm basis on which to carry forward the close relationship of Canada and the United States in matters of common defence."

It was "with respect to some aspects of our future development" that President Eisenhower introduced the common problems, trade, seaway and defence.

"The free world must come to recognize," he began, "that trade burdens, although intended to protect a country's economy, often in fact shackle its

prosperity."

The applause of the combined Senators and Commoners at this was the most vigorous and prolonged of the 16 ovations with which they punctuated his speech.

\$500,000,000 In Defence Construction Contracts: Ottawa, Nov. 13 (CP) -- The Government has awarded more than \$500,000,000 in defence construction contracts in the last three years and about 80 per cent of the work has been completed, the House of Commons was informed today.

Total contracts in the period November, 1950-March, 1953, amounted to \$570,696,000, covering construction work on 162 sites, the Crown-owned Defence Construction, Ltd., said in its annual report.

About \$461,000,000 of the contracts were paid off by last March 31, leaving a balance of \$113,000,000 of work to be done. Peak of the defence construction work occurred in the last three months of the 1952 calendar year.

To Enlarge Atomic Energy Control Board: Ottawa, Nov. 13 (CP) -- The Government plans to enlarge the five-man Atomic Energy Control Board for the power phase of Canada's atomic energy programme.

Notice of the step is contained in a resolution preceding a bill placed on the Commons order paper today by Mr. Howe.

An official in Mr. Howe's Department said the amendment will permit representation on the Board by Canadian power companies working with Atomic Energy of Canada Ltd., on research into the possibility of constructing atomic reactors for generation of electric power.

Apostolic Delegate To Canada: Ottawa, Nov. 15 (CP) -- A 58-year old Italian who has served the Roman Catholic Church in Europe, South America and Australia, has been appointed Apostolic Delegate to Canada.

The appointment of His Excellency Msgr. Giovanni Panico, titular Archbishop of Giustiniana, to the post was announced Saturday by the Apostolic Delegate's office here. He will succeed Archbishop Ildebrando Antoniutti, recently named Apostolic Nuncio to Madrid.

Dr. Creighton On World Affairs: Quebec, Nov. 15 (CP) -- Canada should have a world view on the international affairs, rather than simply a North American view, Dr. Donald Creighton, Professor of History, University of Toronto, said Saturday.

Dr. Creighton was one of the speakers at a conference here entitled "Canada's Tomorrow" sponsored by Canadian Westinghouse Co., Ltd.

The Communist revolution in Asia, he said, is the great new fact of the modern world, and upon it international politics will probably turn for the next half-century at least.

Across Canada: G.W. (Bill) Boss, Canadian Press correspondent in two wars, has been assigned to Moscow, the Canadian Press has announced.... Canada will have practical commercial atom-fueled power plants within five years, Dr. David A. Keys, Vice-President of the National Research Council, said in Toronto.... A \$21,000,000 expansion of the Chrysler Corporation of Canada plant in Windsor was announced by E.C. Rowe, President.

Week-End Football: (Big Four) Montreal 27, Toronto 8. Hamilton 18, Ottawa 8. (Intercollegiate) McGill 16, Western 13. Varsity 6, Queen's 1. (Western Conference) Winnipeg 30, Edmonton 24. Winnipeg wins best of three game series. (Senior O.R.F.U.) Balmy Beach 24, Kitchener 12. Balmy Beach wins two-game total points series 30-21. Final standings as follows:

	W.	L.	D.	F.	A.	Pts.
Montreal	8	6	0	292	229	16
Hamilton	8	6	0	229	243	16
Ottawa	7	7	0	266	238	14
Toronto	5	9	0	172	249	10
Varsity	5	1	0	102	21	10
Western	4	2	0	110	66	8
Queen's	3	3	0	90	73	6
McGill	3	3	0	90	104	6
McMaster	0	6	0	52	152	0

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



Miss Hamilton

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Tuesday, November 17, 1953.

Vol. 4, No. 219.

Leaders' Day In The Commons: Ottawa, Nov. 16 (CP) -- Mr. Drew charged today the Government has adopted a policy "which means the end of free competition where the Government has entered any business".

Mr. Drew, speaking in the Throne Speech debate in the Commons, criticized the Government's rejection last week of Canadian Pacific Air Lines' application for a cross-country air cargo service in competition with the Government-owned Trans-Canada Air Lines.

"The policies being followed by this Government and now enunciated so clearly do constitute Socialist doctrine," he said.

"This is Socialism in a silk hat."

Mr. Drew said that Prime Minister St. Laurent's policy concerning the OPA application applies "to every other operation where the Government has entered some field of enterprise in which private enterprise is also engaged"....

The Opposition leader also called for a Commons debate "within the next week" on the West's grain-marketing problems and urged a Government statement on what it intends to do.

Mr. Drew's statements brought a sharp denial from Mr. St. Laurent during a session in which leaders of the four parties in the chamber entered the Throne Speech debate.

Mr. St. Laurent replied:

"We do believe in competition when competition is apt to provide what it normally provides - a stimulus to better service."

But the Cabinet had decided that the Government-owned Trans-Canada Air Lines was meeting all demands for air-cargo space and that "at this time it would not be in the public interest" to permit a OPA cargo service to cover the same route.

Two motions of want of confidence in the Government were moved during the debate by Mr. Drew and Mr. Coldwell. They were in the traditional form of amendments to the motion for an address in reply to the Speech from the Throne.

Mr. Drew's motion said Canadian welfare depends on free competition and added: "The prosperity and security of all Canadians will be advanced by Government policies which will restore markets for primary products and generally promote a high volume of international trade."

Opp Leader Coldwell later moved a sub-amendment which regretted "failure" of the Government to introduce a national health insurance plan....

The Government was warned by Mr. Low that some of Canada's less wealthy provinces will find it difficult to finance their share of the proposed pension plan for the totally disabled.

The Social Credit leader said his party welcomes the plan proposed in the Speech from the Throne, but said "we warn the Government that some of the provinces will find it most difficult, if not impossible, to raise the share of the cost which it appears will be placed upon them".

Canadian Wheat Sales: Ottawa, Nov. 16 (CP) -- A special debate on the Government's wheat-trading policies likely will take place in the House of Commons later this week.

Mr. St. Laurent indicated that arrangements will be made for the debate after Opposition parties urged immediate action to find foreign markets for Canada's huge wheat surplus.

Mr. St. Laurent said that Mr. Howe will make a statement to the Commons in a day or two on the wheat surplus problem.

The Prime Minister said he does not think that members should "deplore"

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the wheat surplus which has jammed country and terminal elevators. He said Canada this year harvested her second biggest wheat crop in history at a time when foreign storehouses were at bursting capacity.

"This has meant that the purchases of new wheat, so far, have not been as large as they were in previous years," Mr. St. Laurent said.

Mr. Drew criticized the Government for what he described as its "noticeable silence about the critical situation resulting from the vast accumulation of unsold grain on the farms of the Prairie Provinces".

Mr. Drew said the surplus is "not simply the result of three bumper crops".

"It is in a large measure the result of the Government's failure to respond to repeated requests in this House and elsewhere to take the initiative in reopening the United Kingdom and sterling markets for grain and other primary products"....

Igor Gouzenko Commons' Query: Ottawa, Nov. 16 (OP) -- Mr. St. Laurent said today the United States has not requested a second time that Igor Gouzenko be allowed to testify before a U.S. Congressional security committee. He was replying in the Commons to a question by John Diefenbaker (PO - Prince Albert).

First Legislation of Session: Ottawa, Nov. 16 (OP) -- The Government today introduced its first legislation of the new session in the House of Commons.

Major item of the six government measures given first reading was a comprehensive rewrite of the Criminal Code brought in at the last session but dropped then for lack of time to complete passage.

Pipeline legislation would give the federal Board of Transport Commissioners full control over companies operating lines across provincial or international borders and make such companies get their incorporation from parliament.

Mr. St. Laurent personally introduced a measure re-defining the duties of the Resources and Development Department to place more emphasis on development of the North. Its name will be changed to the Department of Northern Affairs and National Resources.

The other three government measures were of a routine character.

Champlain's Route Debated: Ottawa, Nov. 16 (OP) -- Mayor Charlotte Whitton today opposed efforts of suburban Eastview to re-name the Montreal-Ottawa-Pembroke highway as the Champlain Trail.

In an interview, Miss Whitton said she won't support Mayor Gordon Lavergne who is active in a campaign to re-name Highway 17 from Montreal to Pembroke, Ont., after Champlain.

Mayor Whitton said she agrees with officials of Hull, Aylmer and other communities on the north shore of the Ottawa River that Champlain followed the north shore from Montreal to Pembroke in penetrating the wilderness of New France.

Across Canada: The crucial test of a new polio vaccine will start Feb. 8 with shots for up to 1,000,000 school children. Most of the virus from which the vaccine is to be made will be grown at the Connaught Laboratories of the University of Toronto. Only second-graders in some 200 selected counties will get the vaccine, which shows promise of protecting safely against polio, the National Foundation for Infantile Paralysis said yesterday according to a New York despatch.... Worthless American currency is being used by Canadian smugglers to pay for some of the contraband they are spiriting across the international border. The latest trick of the smugglers is disclosed in the annual report of the RCMP released in Ottawa.... Mr. J.E. Hayes, Chief Engineer of the CBC in Montreal, is one of three Canadians to be named a fellow of the Institute of Radio Engineers by the group's board of directors. Mr. Hayes was named for "contributions in Canada to the development of outstanding short wave antennas and switching designs". The announcement of awards was made yesterday in New York.

Miss Hamilton



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Vol. 4, No. 220.

Wednesday, November 18, 1953.

Textile Industry's Submission: Stiffening of Canada's anti-dumping law against cheap foreign goods competing with Canadian products is in prospect, Cabinet Ministers today told a delegation from the textile trade. The change, they indicated, will be directed chiefly at keeping out textiles from abroad that have been undermining the Canadian market and causing unemployment in this country's textile mills.

Government informants said later the legislation now under consideration by the Cabinet consists chiefly of a redefinition of the term "fair market value" as applied to imports.

It would have the effect of averaging the dutiable price of a line of goods over a period to eliminate such things as the throwing of low-cost lines into Canada at the end of a style cycle.

However, the five-man group of Ministers under Mr. Howe made it clear to the textile representatives, the Government will not take action against fair competition with Canadian industry from other countries. It planned to remain with the principles of the General Agreement on Tariffs and Trade, they said.

The 200-member delegation from textile-manufacturing communities in Ontario, Quebec, New Brunswick and Nova Scotia was one of the largest ever to meet the Government. Its submission was delivered by the Textile Workers Union of America (CIO-CCL), but the group includes industrialists and local civic officials.

The brief accused the Government of being "evasive" in foreign policy on textiles - a charge that the Ministers denied - and it called for quick action to halt what it described as "critical" unemployment in the Canadian textile industry.

The delegation proposed these steps:

1. Safeguards against "unfair trade practices" by Japan in any commercial treaty signed by Canada with that country, where low-wage production enables goods to enter Canada inexpensively.
2. Immediate changes in regulations to protect Canadian industry against dumping.
3. Limitation of textile imports into Canada to the extent needed to encourage the growth of a prosperous textile industry.
4. No treaty with Japan until full agreement is reached on such a programme.

The delegation said its urgings were directed, not only at the possible new threat from a Japanese trade treaty but also at reconsideration of policies on textile imports from the United States, Britain and other countries....

In The House Of Commons: Ottawa, Nov. 17 (CP) -- Mr. John Diefenbaker (PC - Prince Albert) today charged the Government with "paternalism" in denying Canadian Pacific Airlines' request for a cross-country air cargo licence.

The Cabinet's refusal blocked opportunities for development in the northern sections of the Prairie Provinces which the CPA route would have served, he said during Throne Speech debate in the Commons.

Mr. Diefenbaker said the Government had decided the CPA might lose money in sharing the east-west business of the Government-owned Trans-Canada Air Lines, and might then have to ask for higher air cargo rates.

This was a doctrine "that is the negation of enterprise, risk and development," he said.

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Exports To U.S. Rise, But Total Exports Decline: Ottawa, Nov. 17 (CP) -- Canada's world trade leaned heavily on United States markets in the first nine months of 1953 as overseas customers continued to pare buying from this country.

But though total exports to the U.S. rose to \$1,833,600,000 from \$1,700,300,000 a year ago, the cut in overseas outlets coupled with price drops reduced over-all exports to \$3,108,700,000 from last year's peak of \$3,190,900,000.

Meanwhile, Canada continued to shop heavily in world markets, the Bureau of Statistics reported today. While exports lagged, imports in the first nine months jumped to \$3,340,000,000 from \$2,945,500,000 last year.

Imports from the U.S. rose to a new high of \$2,477,900,000 from \$2,172,300,000, boosting Canada's deficit in American trade to \$644,300,000 from \$472,000,000.

This increasing deficit was partly balanced by surpluses in trade with Britain and other countries, but Canada still experienced an over-all deficit of \$231,300,000, a reversal of the \$245,400,000 surplus last year.

While exports to the U.S. increased, shipments to Britain declined to \$509,300,000 from \$590,400,000 last year. Imports from Britain, however, rose to \$339,400,000 from \$259,400,000. This narrowed Canada's traditional surplus in British trade to \$169,900,000 from \$331,000,000 last year.

Wheat Harvest 613,965,000 Bushels: Ottawa, Nov. 17 (CP) -- Canada's 1953 wheat harvest was even bigger than anticipated, totalling 613,965,000 bushels, a jump of almost 20,000,000 over the last estimate in September.

This is the second biggest wheat crop in history, just about 74,000,000 bushels below the all-time high of 687,922,000 bushels produced last year, the Bureau of Statistics reported in a final crop estimate today.

The 1953 crop is 45 per cent above the 10-year 1943-52 average of 423,500,000 bushels. Barley, rye, shelled corn and rapeseed crops also were the second highest in history. A new high was set for soybeans.

Across Canada: Sales of Canada Savings Bonds during a three-week active campaign rose to an all-time high of \$654,927,000, the Bank of Canada reported. This is more than double the \$307 million sold in a similar period during the 1952 drive, the Bank said.... A proposal that the Government create a new department to deal with interprovincial trade was made in the Commons Monday by Mr. J.L. MacDougall (L - Vancouver Burrard).... Dr. Donald W. Gilbert, Director of the University of Rochester's Canadian studies programme, expects to visit Canada shortly to confer with educationists, industrialists, and government officials to obtain material for the project, the Canadian Press reported from Rochester, N.Y. Dr. Gilbert, who resigned as Vice-President of the University and Director of its office of Development to undertake his present work, said he plans to visit Montreal, Ottawa, and Quebec "within the next few weeks".

Mrs. Hamilton



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Thursday, November 19, 1953.

Vol. 4, No. 221.

Statement By Mr. St. Laurent: Ottawa, Nov. 18 (CP) -- Mr. St. Laurent said today that he knows nothing about any "high-placed" Canadian intervening eight years ago against the appointment of Harry Dexter White to a post on the International Monetary Fund.

He also implied doubt that there had been any such incident and impatience that if there had been such a communication it was made part of evidence in a public hearing before a congressional committee.

However, the Prime Minister said in the House of Commons that his officials are trying to trace the so-called "high-placed" official and he would advise Members of the outcome.

The incident followed yesterday's testimony before the United States Senate sub-committee on internal security. FBI Director J. Edgar Hoover and Mr. Herbert Brownell, attorney-general, both put in evidence a heretofore secret letter Hoover wrote the White House in February, 1946.

In the letter, Mr. Hoover said a "high-placed" Canadian official had advised him against permitting Harry Dexter White to take a post on the board of the International Monetary Fund. White at that time was under investigation by the FBI as a suspected spy for the Soviet espionage ring exposed by Elizabeth Bentley, former Russian spy courier....

In the Commons today Mr. J.G. Diefenbaker (PC - Prince Albert) asked the Prime Minister for a clarifying statement, after referring to the Hoover letter.

"I knew nothing about the existence of such a letter until I saw the report in the newspapers," said Mr. St. Laurent.

"The matter has been discussed with my colleague, the Secretary of State for External Affairs, because I must confess I was quite surprised to see brought out in any inquiry before a committee of Congress references to what must have been, if there was anything, confidential information communicated by a Canadian official to a United States official.

"As soon as we saw the report, proceedings were immediately instituted to ascertain if there had been any such communication and how and when it had been made.

"So far we have not discovered anything that would enable us to trace any such communication.

"But the inquiries are continuing and if and when we do find anything that would tend to confirm, or to put us in the position to make a positive denial, that information will be communicated to the House."

No Need For Grain Loans, Mr. Howe Says: Ottawa, Nov. 18 (CP) -- Mr. Howe, estimating 1953 Prairie grain income at an all-time high of \$1,104,000,000, said today the Government feels there is no need for loans on farm stored grain.

Entering the House of Commons Throne Speech debate, Mr. Howe said he has received Prairie suggestions - "greater in number" - that such loans be turned down.

He read a telegram from Mr. Roy Marler, President of the Alberta Federation of Agriculture, urging that farmers be not encouraged to borrow money at this time. Mr. Marler said the Western pile-up of grain could not be considered a "calamity" but a condition strengthening the farmer's economic position.

Supplies For Quake Victims: (Press Release No. 79, Nov. 19) -- The Department of External Affairs announced on November 19 that \$50,000 worth of evaporated milk is being loaded aboard the S.S. Columbia, at Quebec City, as part of

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the first shipment under the \$500,000 relief programme authorized by the Canadian Government on September 9 for the victims of the disastrous ~~earth~~ earthquakes in the Greek Ionian Islands last August.

The S.S. Columbia will call at St. John's, Newfoundland, to pick up \$200,000 worth of codfish in addition to the evaporated milk. The ship will leave St. John's on November 23 and is expected to reach the Piraeus, the port of Athens, about December 9.

Farm Income Forecast: Ottawa, Nov. 18 (CP) -- Farm income in Canada will drop by 12 per cent in 1953, the second consecutive annual decline from the 1951 peak, federal agricultural economists estimated today.

In a 106-page report prepared for the annual federal-provincial agricultural conference opening here Monday, the economists made these points:

1. World agricultural prices have softened and this softening will continue into 1954.
2. The flow of cash to Canadian farmers has declined, but so far has not "seriously" affected consumer spending.
3. World food production, for the first time, has returned to levels attained before the Second World War, but the balance is sharply distorted to favour the food exporters and not those in the Far East who still require food desperately.
4. Production prospects for 1954 are generally good, but "one or two years of bad weather would set back the world food situation considerably".

Women Open Debate In Senate: Ottawa, Nov. 18 (CP) -- Senator M.B. Jodoin (L - Quebec) today appealed for constant vigilance by the United Nations to prevent an atomic war.

Launching the Throne Speech debate in the Senate, Mrs. Jodoin said the U.N. should constantly keep watch over manufacture of such "diabolical" instruments as atomic bombs which "bring nothing but a life of nervous tensions and anguish".

Senator Jodoin was the first woman to move the Address in Reply to the Throne Speech in Parliament. Senator Muriel McQueen Ferguson (L - New Brunswick) seconded the motion.

Tigers Take First Big Four Play-off Game 37-12: Hamilton, Nov. 18 (Montreal Gazette) -- Operating behind a super-charged wingline, Ed Songin directed Hamilton Tiger-Cats to a crushing 37-12 victory over the crippled and leg-weary Montreal Alouettes here this afternoon.

A mid-week crowd of more than 15,000 saw the Jungle-town hopefuls of Coach Carl Voyles move to within one game of Hamilton's first Grey Cup bid in 18 years.

Today's meeting was the first in a best of three-game series for the 1953 Big Four Football Union championship and the right to oppose Winnipeg Blue Bombers or Balmy Beach in the Dominion title classic in Toronto Saturday, November 28.

Across Canada: A bundle of faded letters, discovered in a cairn on the roof of the world about 500 miles from the North Pole, will be delivered today 34 years late. The letters were left in the Arctic for Raold Amundsen, famous Norwegian explorer who died in 1928. The postman will be Resources Minister Lesage. He will deliver the letters to Mr. E.S. Bent, Norwegian Minister to Canada.... Appointment of Mr. J.J. Deutsch an Assistant Deputy Minister of Finance, as Secretary of the Treasury Board was announced by the Finance Department.... Mr. St. Laurent announced on November 18 that Jacques Greber has consented to continue as the Canadian Government's adviser on development of the national capital plan.... Mr. Carlos Martinez, Colombia's Ambassador to Canada, yesterday called for Canadian capital to aid in the development of his country, the Montreal Gazette reported.

Miss Hamilton

GOVERNMENT



OF CANADA

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Vol. 44, No. 222, Friday, November 20, 1953.

Wheat Situation Discussed In Senate: Ottawa, Nov. 19 (CP) - A Prairie wheat farmer today charged that the Government fathered a major crisis in wheat storage. Senator W.M. Aseltine, acting Opposition Leader in the Senate, said during the Throne Speech debate in the Upper Chamber that the Government should take these steps to relieve the crisis:

1. Pay farmers for storing wheat on farms.
2. Permit farmers to write off between 25 and 50 per cent of the cost of building farm storage facilities when they pay their income taxes.
3. Advance farmers a minimum of \$1 a bushel on half the wheat they have stored in Government-approved granaries.

Senator Aseltine, a lawyer and wheat farmer from Rosetown, Sask., recalled that farmers have harvested big crops in the last three years - 529,000,000 bushels in 1951, a record of 664,000,000 bushels last year and an estimated 580,000,000 bushels this year.

He said lack of storage space is a major crisis for which the Government must take most of the responsibility.

Elevators capable of holding about 540,000,000 bushels were plugged even before this year's crop was harvested.

As a result, farmers were faced with the "simply terrible" problem of what to do with between 700,000,000 and 800,000,000 bushels after this year's sales.

This problem was a direct result of the Federal Government's action in 1943 in taking over responsibility for wheat marketing. This policy meant loss of huge sums of money to the farmer through various wheat agreements and loss of many markets.

Merchant Fleet Subsidies Urged In Commons: Ottawa, Nov. 19 (CP) -- A Liberal Member from the Maritimes today suggested the Government provide \$5,000,000 a year in subsidies to help maintain a Canadian merchant fleet of at least 50 vessels.

Mr. S.R. Balcom, Member for Halifax, said in the House of Commons that Canada should have the nucleus of a merchant marine in case of emergency.

A merchant fleet was the backbone of seapower. Its loss would reduce Canada to the status of a second-rate, dependent power with no means of supplying its forces overseas in case of war.

Speaking in the Throne Speech debate, he said there were 215 ships under the Canadian flag in 1947. But by June 30 this year, the number had been reduced to 39.

Mr. Désy Ambassador To France: (Press Release No. 80, Nov. 20) -- The Department of External Affairs announced on November 20 that Mr. Jean Désy, Q.C., is being appointed Canadian Ambassador to France. He will succeed Major-General George P. Vanier whose retirement from public service was announced recently.

(over)

Statement by Mr. Pearson: Ottawa, Nov. 19 (CP) -- The Government likely will not change its stand against United States congressional investigators interviewing Igor Gouzenko unless a further application contains new information, Mr. Pearson said today.

The Minister was replying to a question in the House of Commons as to a possible new request from a congressional committee to talk to the former Russian Embassy clerk who exposed wartime Red espionage in Canada.

An initial request recently met with the Department's reply there would be no point in a Gouzenko interview since the Russian had given all information he had to Canadian authorities.

And in Washington, the State Department announced it is sending a second formal note to Canada asking that Gouzenko be made available for questioning.

Mr. John Diefenbaker (PC - Prince Albert) asked Mr. Pearson if there was any probability of a change in mind by Canadian officials.

Mr. Pearson replied no second request has been received yet.

"If it were made," he said, "I would think that, unless it contained new information or new factors bearing on the case, there would be no reason to change our decision."

Mr. Low's Press Interview: Ottawa, Nov. 19 (CP) -- Mr. Solon Low, Social Credit leader, said in an interview today he gave warnings in 1948 that the late Harry Dexter White was under suspicion as a Communist.

He said, however, he is not the "highly-placed" Canadian source mentioned by FBI Director J. Edgar Hoover as having warned the FBI about White in 1946.

Mr. Low said that he made public speeches in Canada in 1948 after returning from Europe mentioning White, Owen Lattimore and Alger Hiss as being suspected Communists.

Mr. Pearson On Pacific Defence: Ottawa, Nov. 19 (CP) -- Mr. Pearson said today he knows of no immediate likelihood of an extension of the scope of the Australia-New Zealand-United States pact on Pacific defence. He was replying to a question from Mr. Howard Green. Mr. Green wanted to know if any negotiations are taking place, or are in contemplation, for extending the Anzus treaty or for a wider Pacific defence pact. Mr. Pearson replied he is unaware of any existing negotiations or of any immediate likelihood between Governments, though there has been some discussion in U.S. congressional quarters.

Across Canada: Mr. A.M. Nicholson (CCF - Mackenzie) suggested last night in the Commons that Prime Minister St. Laurent include Moscow on his world tour beginning in February.... Alberta's 4,376 oil wells in the week ended Nov. 9 produced a daily average of 252,868 barrels of crude, an increase of 70,928 barrels over the previous week and up 65,238 barrels from output of 3,499 wells in the same 1952 period.... Premier Frost of Ontario said yesterday Ontario is no longer known as Canada's richest province. That honour, he told Premier Flemming of New Brunswick, now belongs to Alberta with its oil development. Mr. Flemming met Mr. Frost informally while in Toronto attending the Royal Winter Fair.... More than 77,000 persons visited the Montreal Museum of Fine Arts during the 12 months ending Aug. 31, Mr. F. Cleveland Morgan, re-elected President of the Museum, said last night. Addressing members at the annual meeting in the lecture hall, he said the 77,000 attendance figure "was an improvement of 6,000 over the previous year, and that paid admissions at the door were just about doubled".... Governor-General Vincent Massey yesterday said farewell to Msgr. Ildebrando Antoniutti. The Apostolic Delegate to Canada will leave shortly for Spain where he will be the Apostolic Nuncio. He is being succeeded by Msgr. Giovanni Panico.



Miss Hamilton

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OTTAWA - CANADA

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Vol. 4, No. 223.

Monday, November 23, 1953.

Civil Service, Armed Forces Pay Increases: Ottawa, Nov. 20 (BUP) -- Pay rates for nearly 200,000 civil servants and members of the armed forces ranging up to 12 per cent were approved today by the Government.

The increases, effective Dec. 1, will go to 85,000 civilian employees of the federal Government and the more than 105,000 soldiers, sailors and airmen.

The Civil Service Commission, which announced the raises, said no average or total could be set until all of some 600 classification changes are reviewed and approved.

Spokesmen for the Finance Department said it was expected the new pay rates would add \$57,000,000 to the civil service payroll annually, and \$28,000,000 to the Defence Department's budget.

Increases for the remaining 29,000 civil servants and for the members of the RCMP will get immediate consideration, officials said.

The increases were designed to bring pay in the government service into balance with wages and salaries in similar work for private employers, officials said.

Rates in private industry and business have "noticeably increased since the last general increase," said a statement from Mr. Abbott.

The Treasury Board began immediate work on reviewing and approving increased schedules for the various classes of civil servants.

The new rates boosted the minimum pay for government stenographers from the present \$1,380 to \$1,500 and the top rate for experienced Grade Three stenographers from the present \$2,770 to \$3,060.

The statement of the Minister of National Defence, Mr. Claxton, concerning pay increases for the Armed Forces said, in part:

"In keeping with the policy of maintaining rates of remuneration in the Forces on a level with those in industrial employment, rates of pay for members of the Forces will be increased effective December 1, 1953.

"Under the new rates of pay men in the Forces will have decidedly better prospects of achieving higher incomes with length of service and development of earning power through trades training or capacity to take on the responsibilities of non-commissioned officer rank. The starting rates for a single man will be \$153 a month, where rations and quarters are not provided and without promotion to higher rank he will be able to reach a salary by taking advantage of the trades training opportunities offered in the service of \$283 a month as a married man. If he develops an ability to direct other men there are ample opportunities for promotion. Without attaining commissioned officer rank he may by promotion reach a salary, if he is married, of \$366 to \$426 a month, depending on the trades skill he has acquired by that time...."

Harone Speech Debate: Ottawa, Nov. 20 (CP) -- Mr. J.M. Macdonnell (PC - Toronto Greenwood) said in the House of Commons today that Trans-Canada Air Lines is a "monopoly" of Mr. Howe.

Mr. Macdonnell renewed his party's criticism of the Government's refusal to permit Canadian Pacific Airlines to operate a cross-country air freight service in competition with TCA, which has a monopoly on east-west air services....

Mr. Thomas M. Bell (PC - St. John-Albert) said today in the Commons that Saint John Harbour is crumbling in ruin "because Maritime rights have been sold for a mess of promises".

(over)

Speaking in the Throne Speech debate, Mr. Bell said that if Saint John does not get more ships to handle this winter "the whole economy of the area will break down"....

To Promote Bilingualism: Toronto, Nov. 22 (CP) -- An organization which for 15 years has promoted closer bonds between English and French-speaking Canadian students wants now to do the same thing for the grown-ups.

Its attention will be centred on the better-educated classes, with the ultimate object being perfect bilingualism among cultured Canadians.

Canadian Alliance (l'Alliance Canadienne) scheduled its second general meeting here tonight to elect officers and discuss plans for visits between cultured Quebec and Ontario residents and for meetings addressed by prominent speakers.

The background to tonight's meeting dates back 15 years when inter-provincial visits (visites interprovinciales) was founded in Toronto by J. Biggar, a professor at Upper Canada College.

England Wins International Team Trophy: Toronto, Nov. 23 (Globe & Mail) --

England won the International Team Trophy at the Royal Horse Show Saturday night for the first time since inception of the competition in 1925. It was the only victory of the show for the English team, and it was Lt.-Col. Harry Llewellyn's famous Foxhunter which won it. The horse performed faultlessly over the 12-jump course. The English team had an eight point edge on the United States. Tied in third place were Canada and Ireland with 27 faults.

Across Canada: Mr. St. Laurent said Saturday there is no longer any question of assimilation of French- and English-speaking groups in Canada. For years, he told the St. Jean Baptiste Society, Canadians of French descent had formed organizations devoted to assuring French survival. Now survival was no longer endangered and activities of these organizations could be devoted to fostering French-Canadian culture.... Mr. Donald C. MacDonald, of Ottawa, national organizer and treasurer of the CCF Party, Saturday was elected leader of the Ontario CCF at Toronto.... Dr. Martin J. Maloney of Eganville, former Progressive Conservative Member of Parliament for Renfrew South, died in hospital at Ottawa Saturday following a lengthy illness. He was 78.... The upward trend in the construction of new homes continued during September and the first nine months of this year, the Bureau of Statistics reported. Starts in housing units during the month increased to 10,208 from 8,529 in September 1952, and in the first nine months this year rose to 76,671 from 62,040 in the corresponding period last year. Completions also were higher, increasing to 8,643 from 5,819 during the month and rising to 62,407 from 46,785 in the January-September period.

Weekend Sports: Football - Hamilton 22, Montreal 11. Hamilton wins Big Four championship; plays Winnipeg in Grey Cup final. Winnipeg 24, Balmy Beach 4. Winnipeg plays Hamilton in final at Toronto. Western Ontario wins Inter-collegiate championship defeating Toronto 12 - 8. Hockey - (Saturday) Toronto 1, New York 0. Montreal 1, Detroit 0. (Sunday) Canadiens 2, Boston 2. Toronto 5, Chicago 1. Detroit 3, New York 2.



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Vol. 4, No. 224.

Tuesday, November 24, 1953.

Mr. Pearson's New York Speech: New York, Nov. 23 (CP) -- Mr. Pearson tonight made a plea for tolerance among free nations particularly in reconciling different ways of dealing with Communism in each country.

In a speech to the English-speaking Union of the United States, he said the democracies should be "alert and realistic" about the Communist menace but should "refuse to get panicky or be stampeded into the wrong way of doing things"....

At one point, he said allies should accept each other's "assurances of sincerity and good faith in dealing with ... questions of security and subversion".

The security of such allies, he said, depends on each other "far more than their insecurity can ever result from the domestic machinations of Communists and fellow-travellers".

"The occasional traitor in any of our countries," Mr. Pearson said, "can do much harm to all of us.... But I venture to say he cannot do nearly as much harm to our security as suspicion and lack of mutual trust can do to the co-operation and unity of the coalition on which our security must largely rest.

"While slackness in these matters is bound to lead to recriminations, a fundamental difference of approach to them, of emphasis and method, can also cause difference and difficulties inside nations and between nations, though they are trying to reach the same basic objectives.

"We will, I think, keep these differences to a minimum if, on the one hand, we remain alert and realistic about the serious and present nature of the Communist menace and if, on the other hand, we refuse to get panicky or be stampeded into the wrong way of doing things."

This included "sticking to the tried principles of justice and law, and of scrupulous regard for the rights and liberties of the individual".

"This is not being soft to Communism or any other ism," the Minister said. "It is showing sanity and common sense, and an understanding of the really enduring sources of strength and greatness."

"There are," Mr. Pearson said, "times when one gets discouraged and anxious for the future as we suffer frustrations and disappointments at the United Nations; delays in fulfilling the hopes of NATO, and as we try to destroy the Communist conspiracy without descending to Communist tactics and procedures.

"Out of these anxieties and perplexities and discouragements come the arguments and the differences between friends and allies, even those as close as the English-speaking countries.

"Let us do our best to avoid these, but let us not become too alarmed when they occur. Let us keep, in short, a sense of proportion, of perspective, and even a sense of humour."

Reply to U.S.: Ottawa, Nov. 23 (CP) -- Mr. St. Laurent indicated in the House of Commons today that Canada's reply to a second United States request for permission to question Igor Gouzenko has been despatched to Washington.

But he said no statement would be made in the House on the case until the reply had been delivered to the U.S. State Department. That meant a statement won't come until Tuesday or Wednesday.

The Prime Minister also informed Mr. Rowe that a statement on the Harry Dexter White case will be made at the same time....

Mr. Croll In Throne Speech Debate: Ottawa, Nov. 23 (CP) -- A Liberal Member of Parliament today charged that "vicious cats' paws of McCarthyism" are using "political blackmail" on Canada to have Igor Gouzenko testify in United States investigations of Communism.

Mr. David Croll, Member for Toronto Spadina, said in the House of Commons that this is being done by "smearing" Mr. Pearson and called on President Eisenhower to repudiate these attacks. Mr. Croll referred to a recent speech by U.S. author Victor Lasky in New York.

"I think the time has come to serve a hands-off notice to McCarthyism," he said.

"The time has come for us to let them know that we are not going to bend our knee to political blackmail. The time has come to bring home to them that we are not going to be pushed around."

McCarthyites had been filled with "uncontrollable rage" when the Canadian Government turned down the request of a U.S. Senate investigating sub-committee to interview Gouzenko, the former Russian Embassy clerk who exposed the wartime Russian spy ring in Canada.

Mr. Croll described Mr. Lasky's charge against Mr. Pearson as "a statement made by a planted stooge attempting to make a smear. He knew his statement was false...."

The attack had begun on Mr. Pearson "and it appears that it will be carried out by professionals".

"By trying to smear the Minister they hope to blackmail this Government into handing over for their purposes and for their use Igor Gouzenko, who is a ward of the Government, in order that he may provide for them another act in their variety show."

Mr. Stanley Knowles (CCF - Winnipeg North Centre) joined Mr. Croll in the Throne Speech debate and said the entire Commons agreed with him.

Mr. Knowles said that if Gouzenko allowed himself to be interviewed by the U.S. investigators, similar requests would be made for other Canadians to testify.

"The first of such Canadians who refused to go would be branded as a Communist."

The Government should stand its ground in refusing the U.S. requests for Gouzenko and appeal to Gouzenko not to press for a chance to testify. He owed a responsibility to fellow Canadians to consider what his actions might lead to.

Mr. Croll noted that the U.S. Government had sent Canada a second request for Igor Gouzenko.

"This reveals the power of McCarthyism in the American political life, for a request is usually not renewed once it has been declined. In their eyes the sin of the Minister is that he has retained his sanity and has not joined the hymn of hate."

There was "no better friend of the United States, no greater supporter of our Western democracy and no more implacable foe of Russian Communism" than Mr. Pearson....

Across Canada: Canada has sent "devoted good wishes" to Queen Elizabeth and the Duke of Edinburgh, who left London yesterday on their Australasian tour.... National and provincial spokesmen for Canadian agriculture, deeply disturbed over the farm outlook for 1954, yesterday proposed a major slash in grain production, perhaps by law, to remove the threat of another major grain glut next year. Mr. Roy Marler, President of the Alberta Federation of Agriculture, suggested production be reduced by 30 per cent, with the extra acreage sown to legumes and grass.... The Canadian Navy is "completing arrangements for purchase of F2H3 Banshee all-weather jet fighter aircraft, the Defence Department said. It was believed some 30 will be bought for a total price of \$10,000,000.... Arthur White (L - Waterloo South) in the Commons urged the Government to protect the Canadian textile industry and its workers in any trade agreement with Japan. If the Government were not mindful of the difference in the standards of living in Canada and Japan, the result might be "disastrous" for the Canadian textile industry.... A drop of \$3,018,383 in Alberta's funded debt - from \$95,050,037 to \$92,031,654 - was reported by the Provincial Government in a financial statement covering the six months ended Sept. 30....

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Vol. 4, No. 225.

Wednesday, November 25, 1953

Mr. Pearson's Speech Before U.N. Correspondents Association: New York, Nov. 24

(CP) -- Mr. Pearson said today the Canadian Government has no objection to U.S. congressional investigators interviewing Igor Gouzenko, either in Canada or the United States. He stressed that the decision is up to Gouzenko.

Mr. Pearson also made these statements in discussing Canadian-American relations:

1. The Canadian Government has found the document relating to information said to have been passed on by a "high-placed" Canadian Government source in 1946 to the U.S. regarding Harry Dexter White. This document will be made public in the House of Commons tomorrow.

2. Canada has done its best to send every scrap of security information to Washington. This included atomic information as well "although we are not privileged to have reciprocity".

3. Regarding the charges by Elizabeth Bentley: "All I know about Miss Bentley is what I've been reading in the press."

Mr. Pearson said that Canada still feels Gouzenko has nothing new to offer and that the publicity surrounding such an interview would make it difficult for Gouzenko to maintain the anonymity he sought after breaking the Canadian spy case in 1946.

Addressing a U.N. Correspondents Association luncheon, he said Gouzenko has told the RCMP he does not want to go to the United States.

Mr. Pearson said a second request from the U.S. for permission to talk to Gouzenko will be answered tomorrow in a note to Washington and a full statement in the House of Commons. He did not go so far as to say what the reply would be but he did express confidence that it would be satisfactory to both the United States and Canada....

Mr. Pearson emphasized that in replying to the first U.S. request, Canada had not refused to allow Gouzenko to be questioned. It was just that the Government felt Gouzenko had no new information on Soviet espionage in the U.S. and presumed that the sub-committee would, on learning this, change its mind about talking to him.

Discussing Canada's attitude on the Gouzenko case, Mr. Pearson said:

"We felt there was no need for Gouzenko to be questioned further but since Washington still believes he should be made available for questioning, we have been considering the request although we feel that it will be more difficult for Gouzenko to maintain his anonymity because of all the publicity."

Mr. Pearson emphasized that Gouzenko is a Canadian citizen living under guard at his own request. He could give up this special protection any time he wanted to. If he wanted to come to New York or Washington he could go right ahead but it would mean giving up his anonymity.

"It will be up to him to decide whether he wants to come out in the open and give up his anonymity. It will be specifically his own decision....."

Mr. Pearson said Gouzenko has been questioned many times in the last six or seven years by the RCMP and that representatives of the FBI have been present on many of those occasions. The FBI had been given full reports of all questioning carried out when it wasn't represented.

Mr. Pearson added that on several occasions a representative of the U.S. Government had been present.

Asked if he had any idea whether the Russians know where Gouzenko is living, Mr. Pearson said the police do not think so. He said he and his family are in a Canadian village under an assumed name and he is confident

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that identity has been preserved from his neighbours and others....

"Gouzenko has been examined for six or seven years at length and in detail," Mr. Pearson said. "This ought to be enough to get out of him what he knows."

In Parliament: Ottawa, Nov. 24 (CP) -- Senator W. Ross Macdonald, Government leader in the Senate, today said it is important that people correct the wrong impression that farmers are hard up this year.

He said during the Throne Speech debate that farmers will receive this year more than \$380,000,000 in excess of the average annual income for the last eight years.

Annual income in that period averaged \$722,600,000 while it is estimated farmers will receive \$1,104,000,000 this year.

Replying to Senator W.M. Aseltine, acting Opposition leader who spoke earlier in the debate, Senator Macdonald said the reason there is so much wheat "is due almost entirely to the phenomenal yields which gracious Providence has made possible over the last three years"....

A western oil man today said in the debate that an all-Canadian pipeline must be built first to provide natural gas for Western Canadian and United States centres and extended later to serve Eastern Canada.

Senator T.M. Wood (L - Saskatchewan) said during the Throne Speech debate that "if something is not done in this regard there is reason to fear that oil development in Western Canada will be seriously retarded"....

Mr. Fernand Girard (Ind. - Lapointe) said tonight in the House of Commons that Communism should be outlawed by the federal Government.

"The Canadian people have a right to doubt the sincerity of a Government which demands a huge sacrifice in lives and money to fight Communism in Korea while Communists are allowed freedom in Canada," he said during the Throne Speech debate....

A CCF Member from the Prairies charged that changes in grain marketing regulations have provided "tens of thousands of dollars" in profits for elevator companies but have not solved a "huge" wheat surplus.

Mr. Hazen Argue (CCF - Assiniboia) made the criticisms as back-benchers continued the second week of the Throne Speech debate in the Commons.

Education Debated In Quebec Legislature: Quebec, Nov. 24 (CP) -- Premier Duplessis said today in the Legislative Assembly that his Government will never trade Quebec's constitutional rights in matters of education.

The Premier made the re-assertion of his Government's policy in an hour-long reply to an attack by Liberal Leader Georges Lapalme, who said Mr. Duplessis has lost contact with the people at all levels of society.

The speeches opened the traditional Throne Speech debate and brought together for the first time in five years two provincial political party leaders in the Legislature.

Mr. Lapalme, noting the Government's refusal of federal aid to universities, said it would be interesting to know if the Government would continue to accept contributions towards specialized schools and hospitals.

He asked if the Government had thought of calling a conference of all provincial governments in Canada to discuss Federal-provincial problems "so that Quebec's isolation will cease".

Across Canada: Agriculture Minister Gardiner advised farmers tonight to keep on producing food as they have always done. He thereby joined the expanding ranks of opponents to suggested crop controls as a means of preventing over-supply of production and declining prices. Winding up the two-day federal-provincial agriculture conference, Mr. Gardiner said Canada has not many food surpluses, that her market in Britain still is the biggest she's ever had there, and that the future is not so gloomy as some provincial farm spokesmen have tried to make out, according to the Canadian Press report.... Mr. Chevrier announced that an agreement has been reached in principle and approved by the Cabinet for the sale of the Canadian Government telephone and telegraph facilities in British Columbia.... One of Canada's biggest paper companies yesterday announced it will "assist in the development of a sister Commonwealth nation" by supplying advice, technical help and men for an \$80,000,000 newsprint development in New Zealand. The Abitibi Power and Paper Co. Ltd. said it will help in the venture to produce paper from the biggest man-planted pine forest in the world, near Auckland.

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Vol. 4, No. 226.

Thursday, November 26, 1953.

Mr. Pearson's Statement In The House of Commons: Ottawa, Nov. 25 (CP) -- Canada said today it is willing to arrange a secret meeting between Igor Gouzenko - if Gouzenko agrees - and "any person" designated by the United States Government.

But the Canadian reply to the second U.S. request to question Gouzenko, tabled in the House of Commons, and Mr. Pearson's 3,000-word outline of Canada's position in the controversy made it clear the Government thinks any such meeting would be fruitless.

The reply said such a meeting must be held "under Canadian auspices" - obviously in Canada - and that Canada must give its approval before any Gouzenko testimony could be made public....

The Canadian reply reiterated a years-long Government statement that Canada already has given "competent" U.S. authorities all information supplied by Gouzenko in 1946 and subsequently.

The reply disclosed, however, that there is a precedent for a meeting between Gouzenko and a U.S. Senate judiciary sub-committee. In 1949, Canada arranged a secret meeting in Ottawa between Gouzenko and representatives of a U.S. Senate judiciary sub-committee.

The reply added that this 1949 interview had unearthed no new information whatsoever. Mr. Pearson said it was held on the understanding Canada would have to approve any testimony made public....

Mr. Pearson, speaking before packed galleries revealed that several years ago Canada passed confidentially to the U.S. evidence from Gouzenko that the secretary to the then U.S. State Secretary Stettinius was a Soviet agent.

Mr. Pearson did not mention either Stettinius or the secretary, the alleged spy, by name. But the Canadian reply tabled in the House named Stettinius though not the secretary.

Mr. Pearson politely rapped FBI Director J. Edgar Hoover on the knuckles for saying it was a "high-placed" Canadian source which in 1946 had sought assurance of the loyalty of the late Harry Dexter White.

Mr. Pearson said the source was a security liaison officer of a friendly third power. He did not identify the source. He said the information concerning White had originated with the FBI itself, which apparently had not recognized this when it was returned from Ottawa by the third power's security officer.

After Mr. Pearson finished, Opposition Leader Drew called for "self-discipline and restraint" in criticisms tossed across international boundaries.

He said the Gouzenko Affair could do no good for Canada-U.S. relations and added:

"If there could be this much disturbance over such a relatively minor occurrence, I shudder to think what might happen if the almost incredible event occurred that we were to have some real misunderstanding with the U.S."

Both he and Mr. Coldwell criticized a suggestion by an American speaker that Mr. Pearson might have communist sympathies.

Mr. Coldwell said the Commons should "back-up" the Government on the issue and make it clear that it has confidence in Mr. Pearson. The Canadian reply should meet with the approval of the House and the people of Canada.

Mr. Solon Low, Social Credit leader, said he fully supports conditions laid down by the Government under which Gouzenko would be interviewed.

(over)

Story Unscrambled: Ottawa, Nov. 25 (CP) -- The story of the "high-placed" Canadian official supposed to have tipped off the United States Government to a Communist in the U.S. service collapsed today.

Mr. Pearson, speaking in the House of Commons, deflated that big international yarn of the last few days, attributing it to a 1946 mixup in messages between Washington and Ottawa.

Any information available here on Harry Dexter White, former Assistant to the U.S. Secretary of the Treasury, came originally from the FBI, Mr. Pearson said.

And he added the supposed tipoff communication from Ottawa, made public in the U.S. last week, was from a non-Canadian security officer here who was sending back to Washington information that came from the FBI originally.

He also said Canada has never received any material on White from Gouzenko....

As Mr. Pearson unscrambled the story of Canada's connection with the White case, it went this way:

The FBI in the winter of 1945-46 told security authorities here that it seemed White might be a Soviet agent, so they could be alert for any corroborative evidence. No such evidence was found in Canada.

A security official in Ottawa representing a friendly third country - not named by Mr. Pearson - heard of White's possible appointment to the monetary fund and sent a personal telegram of warning to the U.S.

Mr. Pearson made it plain this message, so far as it contained information from the Canadian authorities, was based on the original FBI data.

He emphasized it was not from the Canadian Government, though he added the non-Canadian source had told the FBI it had the blessing of one or two RCMP security officials.

To point up the Government's lack of connection with the message, Mr. Pearson said it contained a major error as to Canada's stand on the nomination of White for the monetary fund position.

It said Canadian delegates to the IMF might nominate and support White for the office of president of the organization. White, Mr. Pearson noted, was hoping for the office of executive director - not president.

Further, Mr. Pearson said:

"Contrary to statements referred to in Mr. Hoover's letter, at no time did the Canadian Government contemplate instructing the Canadian delegation to support, much less to nominate, Mr. White for any post in the International Monetary Fund or any other organization."

Mr. Pearson said he does not blame anyone for the mistakes.

The author of the telegram from Ottawa to Washington was under stress and tension. It seemed clear that errors in FBI Director Hoover's letter to the White House, as to the attitude of the Canadian Government towards White, were based on the original message from this Allied security officer. The message was a "perfectly proper one" though inaccurate.

"To the best of our knowledge," Mr. Pearson said, "this security liaison officer in Ottawa - not a Canadian - is the source referred to in Mr. Hoover's letter as an official high in the service of the Canadian Government.

"And I should add that this informal message, coming as it did from Ottawa with considerable urgency, might well have been passed on to Mr. Hoover as a Canadian communication, although in fact it was not such."

Price Fixing Alleged: Ottawa, Nov. 25 (CP) -- Ten companies were named today as participating in a 41-year illegal price-fixing combine spread over almost the entire \$124,000,000 Canadian electrical wire and cable industry.

Special Commissioner H. Carl Goldenberg of Montreal named the companies - including the industry's "big four" - in a 247-page report following an 18-month investigation.

The inquiry, launched as a result of complaints by Ottawa and Winnipeg hydro commissions that they were receiving identical and non-competitive bids in response to calls for tenders on electrical equipment, found that the companies by concerted action combined to maintain prices illegally against the public benefit.

The price-fixing arrangements were found to have first existed in 1912 and to have been continued for the last 41 years.

The report was made public by Mr. Garson who said he will announce later whether the companies will be prosecuted in court.

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OTTAWA - CANADA

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Vol. 4, No. 227.

Friday, November 27, 1953.

Mr. Claxton On Canada-U.S. Defence: Ottawa, Nov. 26 (CP) -- Mr. Claxton said today that Russia someday may be in a position to deliver an attack "so devastating" as to cripple seriously North American military strength, actual and potential.

He said in the House of Commons that as yet no means has been devised to guarantee that every attacking airplane would be stopped short of its target. Some probably would get through.

Even if such a foolproof air defence system were technically possible, the combined resources of Canada and the United States would not be enough to pay for it. It now is a case of taking care of the most urgent matters first, he added.

He outlined what Canada and the United States are doing to protect the continent from attack and said the two countries are in "general agreement".

"The Government and armed forces of the United States have been continuously associated with us" in the planning and implementation of continental defence.

He said joint efforts of Canada and the U.S. have been spurred by "the intelligence that the Russians had exploded an atom bomb". Russian production of long-range bombers and "still more destructive bombs" increased the threat to North America.

"In time it might become possible to deliver so devastating an attack on this continent as seriously to cripple its military and industrial strength, actual and potential."

To counter the threat the two countries had been carrying out joint research into defensive systems. Among the projects was the McGill Fence, a radar scheme developed largely at McGill University.

Canada and the U.S. now are working on an agreed radar defence system, Mr. Claxton said, adding:

"I expected that much of the equipment will be produced in Canada to Canadian design and on Canadian initiative though what we do of course, will be undertaken with the full agreement and support of the United States."

On the Canadian-designed-and-produced CF-100 jet fighter, Mr. Claxton said:

"It is the only airplane in production anywhere today which can meet anything like our requirements for continental defence. Indeed, no other country has an aircraft of equivalent performance in production and, so far as I know, we shall be in this position for some considerable time."

Other countries had expressed "great interest" in the CF-100 and "it is not unreasonable to expect that later types of this aircraft will be used much more extensively".

Mr. Claxton referred to suggestions that continental defence has been subordinated in importance and priority to the build-up of the combined strength of the North Atlantic countries in Europe.

"This is not the case. We have tried to build up our defences both at home and abroad as fast as both could be effectively done with the resources that were made available."

Mr. Claxton made no specific mention of a joint continental command, such as has been suggested by some military leaders in the U.S. But he commented:

"Experience has shown that the machinery for planning and action for joint defence has worked well."

If any changes appear desirable he added, they will be made.

(over)

C.C.F. Subamendment Defeated In Commons: Ottawa, Nov. 26 (CP) -- The House of Commons tonight defeated by a vote of 156 to 36 a CCF motion of non-confidence in the Government. It was the first test of Government strength since the 22nd Parliament opened last Nov. 12.

The motion criticized the absence of proposals for a national health insurance programme in the Government's forecast of legislation contained in the Speech from the Throne.

Liberals, Progressive Conservatives and two Independents, Mr. Raoul Poulin and Mr. Fernand Girard voted against the motion. It was supported by the CCF and Social Credit Parties.

The CCF motion was an amendment to a Progressive Conservative non-confidence motion containing the statement that Canadian welfare depends on free competition.

Besides criticizing the absence of a health insurance plan, the CCF motion deleted the Progressive Conservative reference to free enterprise.

Mr. Drew, speaking before the vote, described the CCF motion as "pure and unadulterated socialism".

Interest On Bank Savings Deposits Increased: Ottawa, Nov. 26 (CP) -- Interest rates on some 8,000,000 Canadian Bank savings deposits will climb to two per cent on Dec. 1, first change from the current $1\frac{1}{2}$ per cent in 17 years.

The Canadian Bankers Association announced the increase last night and said it is "in line with the general firming of money rates".

"The increase is being put into effect so that the rate on personal savings accounts will reflect more accurately the general level of interest rates," it said.

Experts here said the boost, affecting more than \$5,000,000,000 in chartered bank deposits, reflects heavier demands and greater earning power of bank loans.

The boost, lifting the rate to the 1936 level, is planned also to reduce the gap between the current $1\frac{1}{2}$ per cent offered by the banks and the $3\frac{3}{4}$ per cent Canadians can get through purchase of Canada Savings Bonds.

Many Canadians are believed to have withdrawn money accumulating in savings accounts to purchase the bonds.

Generally, however, savings deposits have increased over the years reaching about \$5,200,000,000 on Sept. 30, a jump of more than \$3,000,000,000 in the last 10 years.

Throne Speech Debate: Ottawa, Nov. 26 (CP) -- Mr. Howard Green (PC-Vancouver Quadra) today in the House of Commons demanded immediate repeal of the Emergency Powers Act so that Parliament could again be made supreme.

Speaking in the Throne Speech debate, Mr. Green said that unless the act were repealed, it would cast its shadow over the entire first session of the 22nd Parliament. The "drastic" powers outlined in the act should be taken out of the hands of the Cabinet and restored to Parliament.

The act, due to expire May 31 of next year unless extended, gives the Cabinet powers to control communications, harbours, territorial waters, transportation, export and import trade and production and manufacturing.

Across Canada: Premier Manning of Alberta yesterday discussed with Cabinet Members the question of releasing Alberta natural gas to the rest of Canada and said later he will have another conference Friday.... Court decisions under the Combines Investigation Act do not take into consideration whether or not the public has been damaged, Mr. J.D. Ferguson, of Rock Island, Que., President of the Canadian Manufacturers' Association, said last night at Granby, Que., according to Canadian Press. In an address to the Granby branch of the CMA, he termed the basis for such decisions "outmoded and unrealistic".... Canada will have about the same demand for farm-worker immigrants in 1954 as this year, provincial spokesmen told the 11th annual federal-provincial farm labour conference. Around 16,000 farm workers will have been admitted during the current year, it was estimated.... Prolonged 1953 wage negotiations have been completed throughout the Canadian construction trade, Mr. John Flood of Saint John, N.B., President of the Canadian Construction Association said in Quebec. He told a CCA management committee meeting that more than 250 collective agreements have been signed by local builders exchanges and other employers groups. He said conflicting demands for stable or lower construction costs by owners and higher wage rate by construction unions resulted in "record number of disputes" and "more lost time through work stoppages in the industry than for more than 30 years".



Miss Hamilton

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Vol. 4, No. 228.

Monday, November 30, 1953.

Budgetary "Surplus" Now \$266 Million: Ottawa, Nov. 27 (CP) -- The federal Government's 1953-54 budgetary surplus rose by \$65,863,000 to \$266,024,000 during October as monthly expenditures took a sudden drop. However, officials said today the Government will have no more than a balanced budget by the time the year ends next March 31.

They observed that the surplus is about \$22,000,000 below the \$287,932,000 for the first seven months of the 1952-53 fiscal year, which ended with a surplus of only \$24,000,000.

The Finance Department, in its monthly Treasury statement, attributed October's drop in spending to a shift in tax rental payments to Ontario.

Defence spending also declined during October by \$15,000,000, mainly because of smaller army and mutual aid payments.

The monthly surplus of \$65,863,000 compared with a deficit of \$3,035,000 in October last year. Revenues for October, this year, slipped by more than \$2,000,000 to \$362,404,000 from \$364,610,000 a year ago, but the seven-month total at \$2,451,021,000, was still higher than the \$2,364,711,000 last year.

Personal income tax collections declined during the month to \$109,457,000 from \$113,432,000, but the seven-month total was up to \$726,486,000 from \$704,370,000.

Corporation income tax eased to \$98,329,000 from \$102,614,000 in the month, but showed only a slight decline to \$687,192,000 from \$687,979,000 for the seven months.

October's expenditures declined by \$71,100,000 to \$296,541,000 from \$367,645,000, but the seven-month total was still higher at \$2,184,997,000 compared to \$2,076,779,000.

The biggest spending drop showed in payments to provinces, which declined to \$2,437,000 from \$61,664,000 in the month and to \$170,554,000 from \$172,911,000 in the seven months.

With army and mutual aid payments down, defence spending for the month declined to \$135,519,000 from \$151,283,000. Spending for the seven months rose to \$909,433,000 from \$883,284,000.

Third Largest Trading Power: Ottawa, Nov. 27 (CP) -- Canada still ranked as the world's third largest trading power in the first half of 1953, but the "most striking feature" was the rapid growth in volume of imports, the Bureau of Statistics said today.

Reviewing the first six months of foreign trade, the Bureau observed that even though import prices had dropped, the value and volume of imports established a post-year high.

Imports rose to \$2,216,600,000 from \$1,950,300,000 last year, while exports dropped to \$2,019,700,000 from the 1952 peak of \$2,121,700,000. The exports decline was attributed mainly to falling prices.

The Bureau noted that the shift in emphasis on imports resulted in a "sizeable" import balance of \$197,000,000 in the first six months, compared to an export balance of \$171,000,000 last year. The import balance was offset in Canada's international accounts "by a substantial new inflow of capital".

"Canada's terms of trade were slightly better in the first half of 1953 than a year earlier, although they deteriorated a little during the half-year. The change from an export balance in 1952 to an import balance in 1953 was not due to price movements but to contrasting movements in export and import volume."

(over)

More of Canada's trade was transacted with the United States than in any previous post-war year. But the proportion that went to Commonwealth countries, other than Britain, was "especially low".

The figures showed that Canada still ranked as the world's third largest trading power, with the U.S. first and Britain second.

Research Board International Conference: Ottawa, Nov. 28 (CP) --The Defence Research Board will hold its fifth annual international conference next week in Ottawa.

Defence headquarters said the three-day meeting will begin Monday and will feature progress reports on scientific investigations by DRB scientists. For security reasons, attendance will be by invitation only.

Attending the conference will be representatives from 11 scientific laboratories in Canada, the United States and the United Kingdom.

The visitors will include Dr. E.G. Hill, naval scientific adviser to the British Joint Services Mission in Washington, and Dr. Ellis Johnson, director of the U.S. Operations Research office.

Emphasis will be placed on the presentation of reports designed to provide officers of the Canadian armed services with detailed information on current defence projects.

Hamilton Takes Grey Cup: (Gordon Walker, in Globe & Mail) -- A few yards, a couple of seconds and a player's hunch were the slender threads that tugged the Grey Cup back to Hamilton after a 10-year absence Saturday. They represented the football fates that directed Hamilton Tiger-Cats to a 12-6 win over Winnipeg Blue Bombers, while 27,328 Varsity Stadium customers sat in on a match that couldn't have been excelled in weather, drama, suspense, and the spectacular in the long and honourable Grey Cup history.

The annual classic's most dramatic impact was concentrated in the final moments of action, when a 98-yard Winnipeg drive, blue-printed by that magnificent Indian, Jack Jacobs, foundered on Hamilton's two-yard line, on the last play of the season.

It foundered on the defensive brilliance of a great two-way performer, Lou Kusserow, whose jarring tackle on the two-yard line forced Tom Casey to drop the ball almost as soon as he placed his fingers on a short pass from Jacobs on that final play....

Statistics will reveal the Bombers were more productive in first downs, 24 to 16, in total yardage gains 416 to 310, but in the scoring summary, Hamilton had what was needed. Precisely, that means touchdowns by Ed Songin and Vito Ragazzo, both converted by Tip Logan who hasn't missed an extra point all season, against one for Winnipeg by Gerry James, and converted by Bud Korchak....

N.H.L. Hockey: (Saturday) Toronto 3, Canadiens 1. Detroit 9, Chicago 0.
(Sunday) New York 2, Canadiens 1. Detroit 9, Chicago 4.

Across Canada: This year's polio epidemic in Manitoba which struck nearly 2,300 persons and caused 82 deaths is believed to have been the largest in world history. An interim report to Health Minister F.C. Bell by the Polio Technical Advisory Committee said "we know of no (polio) epidemic in the world of similar magnitude." The 2,300 cases were 120 per cent more than in the largest previous epidemic - 1,011 in 1941....A Canadian naval flier has been decorated for outstanding service in saving a jet fighter twice after its engine had conked out. The Defence Department announced that Queen Elizabeth had approved the award of the Queen's Commendation to Lieut. Alan John Woods, 31, of Vancouver. He is a former wartime pilot with the RCAF.... Dr. William Blair (PC - Lanark) said Friday in the Commons that Canada's textile industry is so "precarious" that it might not be able to reach top production in time to help in an emergency. Dr. Blair, whose riding contains many textile mills, said the industry's troubles could be traced to Government import regulations during the last 15 years, particularly the last 2½.



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Vol. 4, No. 229.

Tuesday, December 1, 1953.

Mr. Howe's Survey Of Business Conditions: Ottawa, Nov. 30 (Globe & Mail) --

Canadians are better paid than ever before, are spending more on food and consumer goods generally, yet are managing on the average to save eight or nine cents of every dollar earned, Mr. Howe told the House of Commons today.

Making his annual survey of business conditions, Mr. Howe forecast that Canada's total production of goods and services this year would exceed \$24,000,000,000, or 5 per cent above the 1952 record. Capital outlays, at \$5,600,000,000, would set another record, 9 per cent above last year.

He admitted there were some soft spots in the economy, notably in the electrical appliance, textile and farm implement industries. Generally, the sellers' market in business had practically disappeared and the buyer was in a stronger bargaining position than he had been for many years.

But this did not mean that there would necessarily be a decline in the general volume of business and employment, he said. What it did mean was that many Canadian industries would experience more intensive competition, domestically and internationally.

Looking to the year ahead, said the Minister, there seemed to be little indication of any serious interruption in the generally prosperous conditions now prevailing.

Canadians were building more dwellings than ever before, Mr. Howe said. Starts of construction, including conversions, might reach, if not exceed, 100,000 housing units this year, and there were good reasons to believe that house building would continue at a high level in 1954. The previous record was 95,000 starts in 1950.

Looking back at what had happened since he began making his annual reviews some years ago, Mr. Howe declared it was evident that the gloomy prophets had been talking through their hats and he had been far from over-optimistic. He had consistently underrated the strength of the Canadian economy.

"I have faith in the future of Canada," he said. "But I am not one of those, if indeed there are any such, who believe that in a free economy every industry in every part of the country can expect to be profitable and fully employed at all times.

"Least of all do I think that in a country like Canada, dependent as it is to such a high degree on external trade, it is reasonable to expect that everything that people would like to produce will always be saleable at the prices the producers would like to obtain. The world is not being run solely to suit Canadians."

He considered the advent of the buyers' market a healthy development. The inflation created by excess demand bred slump and the sooner inflation could be halted, the smaller the resulting distortion.

Because of its fiscal and credit policies, Canada had experienced as little inflation as any country and a good deal less than most. For that reason, the adjustment to a competitive situation in trade had not caused and should not cause serious difficulties for the economy as a whole "although it may for particular industries and particular firms".

Even with a steady rise in the labour force and many new immigrants, there had been very little increase in unemployment. Up to the middle of last year, much of the production increase could be traced to defence expenditures and intensified demand for strategic materials. But since that time the main impetus had come from greater demand for goods and services to raise the standard of living.

(over)

Gouzenko Statement in Toronto Telegram: Toronto, Nov. 30 (Montreal Gazette) --

Igor Gouzenko isn't going to talk anew, at least not to the Internal Security Sub-committee of the United States Senate....

The former Russian Embassy code clerk said in a copyrighted statement published by the Toronto Telegram that he has no new information on any spy ring....

Gouzenko's statement today said:

"I have read the statement of Hon. Lester B. Pearson in Parliament regarding a proposed interview with United States officials. I noted the words, "it is his (Gouzenko's) responsibility to determine the effect of any such discussions on the preservation of his new identity and consequently of his safety".

"It is clear therefore that the matter of the interview is now up to me and the choice before me is either the conversation with U.S. officials or the safety of my family and myself.

"I choose safety, not because to do otherwise would be foolish courage; in some cases, such as the defence of one's honour, even foolish courage is excusable; but because I consider the safety of my family is not just a personal matter. Canadian and U.S. security is also involved."

Gouzenko said the major part of his suggestion to U.S. representatives would have been this:

There are many others in the Soviet spy networks, especially in Canada and the United States, who could be encouraged to do as he did if their fear could be removed.

Gen. Pearkes Speaks On Reserve Forces: Ottawa, Nov. 30 (CP) -- Maj.-Gen. G.R.

Pearkes, V.C., said today in the House of Commons that Canadian Army and RCAF reserve forces are so weak they could not be relied upon in an emergency.

He urged buildup of Army and RCAF reserve manpower, RCAF reserves didn't have sufficient personnel to fulfil their given role. The 12 auxiliary squadrons were not equipped with the latest planes and thus would not have the required technical training in case of Soviet air attack.

He also said Defence Minister Claxton in his speech last week had not outlined what steps, if any, were being taken by the Government to maintain army reserves.

The free countries could not place intolerable strains on their economies by maintaining regular forces to match the Russian Army division for division. For this reason, the Government must put emphasis on reserve Army manpower.

Conciliator Sought In Rail Contract Differences: Montreal, Nov. 30 (CP) -- Can-

adian railways and brotherhoods representing non-operating employees have been unable to settle contract differences and have asked for appointment of a federal conciliation officer, it was announced today.

The announcement was made jointly on behalf of the Canadian Pacific and Canadian National Railways.

Representatives of the railways and the brotherhoods started discussions last week on terms of a new contract to replace one due to expire Dec. 1. The brotherhoods sought fringe benefits rather than an increase in salary.

The brotherhoods, representing some 150,000 men in shops, stations and offices of the railways, asked for improved pay for work on statutory holidays and Sundays, extended paid vacation and more generous sick-pay provisions.

Across Canada: The federal-provincial tourist conference has been told that

heavy defence expenditures will prevent expansion of federal efforts in 1954 to attract more tourists to Canada. Resources Minister Lesage said yesterday that "defence expenditures next year will not leave much leeway for additional expansion".... Premier Duplessis of Quebec announced yesterday recent findings of nickel and copper deposits in Montmagny County, about 45 miles east of Quebec, on the St. Lawrence River South Shore. "We have reason to believe that the findings are encouraging and promising for the future," Mr. Duplessis told a press conference.... Alberta is drafting a new plan of equalized freight rates to be placed before the Board of Transport Commissioners, the province yesterday informed the Board.... At a meeting of the directors of the Burley Tobacco Marketing Association in Chatham, Ont., yesterday, the market appraisal committee agreed upon an average price of 30 cents per pound for the 1953 burley crop. The price has been accepted by the marketing board. The negotiated price is half a cent per pound higher than last year's price.



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Thursday, Dec. 3, 1953

Dr. Mackenzie Awarded Kelvin Medal: Ottawa, Dec. 2 (CP) -- Dr. C.J. Mackenzie, 65, prominent Canadian scientist, has been awarded the Kelvin Medal, the most coveted prize in the world of science-engineering.

Dr. Mackenzie, Chairman of the Atomic Energy Control Board, said today he had been informed of the award in a letter from the Secretary of the Institution of Civil Engineers in London, Eng.

The retired President of Atomic Energy of Canada, Ltd., and former President of the National Research Council, is the ninth scientist to receive the medal. The decoration is awarded every three years in recognition of achievement in the field of science-engineering and commemorates the life-work of Lord Kelvin, the distinguished British physicist.

Dr. Mackenzie said the award should be regarded as recognition of Canadian achievements in scientific engineering. He will receive the medal at a meeting of world engineering institutions in England early next year.

TLC Presses For National Health Insurance: Ottawa, Dec. 2 (CP) -- Mr. St. Laurent, meeting renewed union demands for national health insurance, today held out no hope for an early plan.

On most other proposals in the annual Legislative submission of the Trades and Labour Congress of Canada, the Prime Minister either turned them down, gave non-committal replies or did not deal with them in his reply to a 5,000-word submission.

He gave qualified support to TLC recommendations for amendment of the Criminal Code and for some changes in federal voting procedure. He also indicated a TLC submission for enlargement of Canada's coastal waters in line with government policy.

Mr. St. Laurent and about a dozen of his Cabinet met TLC leaders headed by President Percy Bengough in their presentation of union policies aimed at Parliamentary action. Other central labour bodies will follow the 580,000-member TLC in the next few days.

The request for a comprehensive health insurance plan headed the Congress' list of proposals and the TLC said the least the Government could do now -- after getting an electoral mandate to go ahead with social security -- was to have a Parliamentary committee set up to study the idea.

Mr. St. Laurent rejected the committee suggestion, saying he was "fearful" of establishing one.

"I think it would be taken by the public as a commitment to do something right away," he said, "and we do not like to make promises that are not going to be carried out."

Criminal Code Revision: Ottawa, Dec. 2 (Globe & Mail) -- Freed of all party considerations, government supporters in the House of Commons may vote individually as their judgment dictates on the proposed revision of the Criminal Code, Mr. St. Laurent said today. The bulky 300-page bill has been introduced in the Commons, but will not likely be called for debate until after the Christmas recess of Parliament.

The Gouzenko Affair: Ottawa, Dec. 2 (CP) -- The Gouzenko affair landed back in Canada today.

The United States Senate Internal Security sub-committee said in Washington it wants to question Igor Gouzenko on Canada's terms....

The next move now will be for the Canadian Government to ask Gouzenko whether he wants to be questioned by the sub-committee. This will be done through the RCMP...

If Gouzenko tells the Canadian Government he doesn't wish to be interviewed by the committee, the case presumably will be closed.

If he still wants to be questioned, the Government would arrange a secret meeting between Gouzenko and one, two or three committee members....

Rail - Labour Conciliators Appointed: Ottawa, Dec. 2 (CP) -- Two federal conciliation officers have been appointed to help in negotiations in the current rail-labour contract dispute. Mr. Gregg announced today.

They are Horace Pettigrove of Fredericton, senior conciliator officer for the Atlantic provinces, and Raoul Trepanier of Montreal, senior officer for Quebec.

The appointments were made at the requests of the railways' non-operating unions, who failed to reach agreement in the past few days with the railways on contract demands.

The contracts, covering 150,000 employees, expired yesterday.

Across Canada: Some progress was reported yesterday at a meeting between Premier Frost and top union officials attempting to settle the strike of some 7,000 Northern Ontario and Northwestern Quebec gold miners. The third in the latest series of meetings is scheduled for Friday.... Sen. Iva Fallis, a member of the Senate since 1935, said during the Throne Speech debate that she will continue her campaign for more women Senators.... Mr. Howe informed the Commons that A.V. Roe Canada, Ltd., has been given 10 years to pay off the \$17,154,000 purchase price of the Government-owned pet engine plant at Malton, Ont.... The Government has allotted \$1,445,659 this year to the provinces for civil defence.... Poliomyelitis has assumed new prominence as a major public health problem in Canada, Mr. Martin said in the Commons. He said preliminary figures of 8,243 cases and 354 deaths "indicate that this year's outbreak will prove to be one of the most serious on record."



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Friday, December 4, 1953

Throne Speech Debate Ended: Ottawa, Dec. 3 (CP) -- The House of Commons tonight defeated by a vote of 153 to 56 a Progressive Conservative motion of non-confidence in the Government. The vote ended the three-week-long Throne Speech debate and cleared the way for immediate consideration of Government Legislation.

Liberals, CCF and the three independent members in the House voted against the motion, which stated Canada's welfare depends on free competition and urged Government policies to "restore" markets and promote world trade. The Social Credit party voted with the Progressive Conservatives.

It was the second vote of the day on a non-confidence motion. Earlier, 11 Progressive Conservatives joined with the Social Credit Party in supporting a Social Credit motion that was defeated 193 to 25.

Last Thursday the Commons defeated 156 to 36 a CCF non-confidence motion criticizing the absence of proposals for a national health insurance program in the forecast of Government legislation contained in the Speech from the Throne.

The Progressive Conservative motion said:

"We respectfully represent to Your Excellency that the welfare of Canada is dependent upon free competition, and that the prosperity and security of all Canadians will be advanced by Government policies which will restore markets for primary products and generally promote a high volume of world trade."

The motion was added to the traditional motion of thanks to Governor-General Vincent Massey for the Speech from the Throne read at the session's opening on November 12. This main motion was carried.

The Social Credit motion called for Canada to promote trade by accepting sterling in payment for exports.

It was opposed by Liberals, all but 11 Progressive Conservatives, the CCF and the three independent members, Raoul Poulin, Beauce; Paul Gagnon, Chicoutimi and Fernand Girard, Lapointe.

It also amended the Progressive Conservative motion by substituting the words "private enterprise" for "free competition."

Alberta Asks Two Groups Join To Build Canadian Pipeline: Edmonton, Dec. 3 (CP) --

Alberta deferred export of its natural gas resources to Eastern Canada tonight by calling on the two major competing pipeline companies to join in one over-all project to the east.

Releasing the long-awaited report of Alberta's Petroleum and Natural Gas Conservation Board, Premier Manning said the Board felt neither company has established that it has assured markets to give Alberta producers a fair and equitable return and ensure successful financing of the project.

The provincial Government agreed.

At the same time, Mr. Manning told a press conference his Cabinet now will consider a recommendation from the Board for further minor export -- compared with the quantities to go east -- to Montana.

He said the federal Government now will try to get the two major Canadian companies -- Trans-Canada Pipe Lines Ltd., and Western Pipe Lines Ltd. -- to amalgamate. He acquainted Mr. St. Laurent with the Conservation Board's recommendations in Ottawa last week.

(over)

He could give assurance he added that Alberta had more than enough gas to supply the hungry eastern market; it now was up to the pipeline companies to join in one line and prove they had a market.

Trans-Canada Pipe Lines planned an all-Canadian export line to Ontario and Quebec while Western Pipe Lines proposed a line to Manitoba and then south to the United States.

Mr. Manning said his Government's major concern is to facilitate speedy completion of a line to the east, adding:

"The Government believes this can best be accomplished and Canada as a nation best served, by Trans-Canada and Western combining into one project the major proposals of their respective applications."

This would mean "construction at the earliest possible date of an all-Canadian pipeline from Southern Alberta through Regina and Winnipeg to the markets of Ontario and Quebec, with a connecting line running south from Winnipeg to the Minneapolis market areas of the United States."

Quebec Legislature Debates Textile Industry: Québec, Dec. 3. (CP) -- The Quebec Legislative Assembly today took a pessimistic view of the plight of the textile industry in Quebec and asked the federal Government to take steps to remedy the situation.

Premier Duplessis, speaking toward the close of debate on a Government motion requesting federal action, placed the blame on dumping of United States textile products in Canada.

In the Premier's opinion, it was not much use attempting to get foreign markets. Foreign countries produced the same products more cheaply.

Seek Closer Relations Among Labour Groups: Ottawa, Dec. 3 (CP) -- Canada's largest central union body -- the 580,000-member Trades and Labor Congress -- today made a move towards closer relations among the four groups representing about 1,100,000 union workers.

However, the TLC said the step -- appointment of an exploratory committee -- does not mean that unification of the organizations is in prospect.

Appointment of the committee was a follow-up to a resolution adopted at the TLC convention here last fall, which called for non-raiding on other union groups as "the first step towards closer relations and eventual organic unity."

Across Canada: The Progressive Conservative and CCF party leaders joined in the Commons yesterday to urge reconsideration of the Government's decision to move the National Film Board from Ottawa to Montreal. Opposition Leader Drew suggested that a Commons committee study the question.... The Newfoundland Museum announced discovery of a sword, believed to be of the Viking era. The sword was discovered at Aillik, Labrador, Museum Curator Leo English said he believes the sword -- if it is from the Viking era -- to be the only authentic record of Vikings in the Western Hemisphere.



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Vol. 4, No. 233

Monday, Dec. 7, 1953

In The House of Commons: Ottawa, Dec. 6 (CP) -- The Commons Monday begins consideration of 29 private members' resolutions on subjects ranging from lower bridge tolls to a distinctive national flag....

One of the most controversial resolutions to be debated will be one urging adoption of a distinctive national flag. The resolution is sponsored by Mr. Bona Arsenault (L - Bonaventure) and urges establishment of a joint committee of the Senate and Commons to "consider and report upon a suitable design for such a flag."

Another resolution likely to produce lively debate asks the Government to consider amending the Canada Elections Act to ban Federal general elections in July and August. The resolution, sponsored by Mr. Rodney Adamson (PS - York West), says general elections should be held in these two months only in event of an emergency....

Textile Industry May Be Investigated: Ottawa, Dec. 4 (CP) -- Mr. St. Laurent said today the Government will consider a labour request for the establishment of a Royal Commission to investigate Canada's textile industry.

He told a delegation of the Canadian and Catholic Confederation of Labour it is his personal opinion that the deliberation of a Royal Commission might take "too long" and that he thinks the most urgent problems of the textile industry, should be settled first.

The CCCL had presented a brief calling for a Royal Commission to look into lay-offs in the textile industry, particularly in the province of Quebec. The brief also claimed that textile workers have been working short - time for months.

The CCCL whose 100,000-membership is concentrated in Quebec, wants a Royal Commission to investigate employer claims that foreign competition is responsible for the labour crisis in the textile industry.

The confederation also advocated subsidies and other measures to protect Canada's shipbuilding and ship repairing industry.

Mr. St. Laurent, speaking in French, said the Government is prepared to study the request for the appointment of a Royal Commission to study the textile crisis, but that he hoped in the meantime the industry would try to solve its most urgent problems without waiting for the Government's decision.

The Prime Minister said he agrees with the CCCL claim that the chief cause of the crisis is increased difficulty of exporting textiles. He said this problem should be studied thoroughly.

Howe On Gas Pipeline Proposals: Ottawa, Dec. 4 (CP) -- Mr. Howe welcoming Alberta's proposal to have competing pipeline companies join forces to carry Alberta gas East, said today the federal Government will try to bring the companies together on the \$300,000,000 project.

The Government's No. 2 man emphasized, at a press conference, that the first consideration of the administration here will be to see that a cross-Canada pipeline is built to serve Ontario and Quebec with Alberta gas.

A line could be built concurrently to drop gas south into the United States in accord with Alberta's ideas, he said, and he did not rule out the possibility of a line to bring U.S. gas into the Toronto area before the Alberta - Central Canada line is constructed.

(over)

However, he added that the proposals of Consumers' Gas company of Toronto, which wants to bring in American gas, will have to be fitted into the basic plan of having Eastern Canada supplied with gas from Alberta by an all-Canadian route.

Mr. Howe set out the federal views a day after the Alberta Government, deciding to release long-withheld natural gas to Eastern Canada, made the proviso that two major competing companies should form a joint operation.

Almost 19,000 Involved In Strikes: Ottawa, Dec. 7 (CP) -- Almost 19,000 Canadians are out of work across Canada in strikes for higher wages. Ten thousand of them are lumber workers and 7,000 are gold miners.

Strikes of lumbermen in British Columbia and gold miners in Northern Ontario and Quebec which have dragged on for months shows no signs of settlement. But other Canadian provinces are free of such large-scale walkouts, a Canadian Press survey showed Friday.

About 600 paper mill workers are on strike in the Montreal area for a shorter work week. Another 500 employees of a tin can company at Toronto and 250 workers of a similar company at Vancouver walked out this week in sympathy with a strike called in the United States.

Those were the bigger strikes but there were lesser disputes in other industries....

Across Canada: Mr. St. Laurent Saturday night was made an honorary colonel of Les Voltigueres de Quebec, oldest French-speaking Canadian Army reserve unit....

The Council of the Montreal Board of Trade said it "strongly believes the most appropriate medium for the rapid transportation of large numbers of people is a subway and that the Montreal Transportation Commission's recommendations should be supported.... State Secretary Pickersgill indicated Friday that a house committee will be established at a future session to study changes in Canada's Election Act. **Hockey (Saturday):** Canadiens 4, Boston 2. Toronto 3, Detroit 0. Chicago 2, New York 1. **(Sunday):** Canadiens 7, Boston 2. Toronto 3, New York 3. Chicago 5, Detroit 0.

Min Hamilton

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DAILY AIRMAIL BULLETIN

INFORMATION DIVISION

DEPARTMENT OF EXTERNAL AFFAIRS

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Vol. 4, No. 234

Tuesday, Dec. 8, 1953

Legislation To Aid Textile Industry: Montreal, Dec. 7 (Gazette) -- Effective at midnight tonight, a new Customs Act provision will be enforced which is aimed at bringing a measure of relief to the hard-pressed textile industries of Quebec and other parts of Canada.

An enabling bill covering the change was introduced in the House of Commons tonight by the Minister of National Revenue, Dr. McCann. It was given first reading.

It proposes to extend the use of the dumping duty to end-of-season and end-of-line textile imports which are dumped into Canada at abnormally low prices.

At present dumping duty provisions are rarely invoked unless goods are imported into Canada at prices below the level of those which the same goods command in the country of origin.

Dr. McCann gave this explanation of the proposed amendment to the Customs Act to the Commons:

"The amendment . . . authorizes the Minister, in cases where he finds prices of manufactured goods have fallen to abnormally low levels as a result of the advance of the season or the marketing period, to appraise the goods concerned for customs purposes on the basis of the weighted average price prevailing in the country of export in a reasonable preceding period, not to exceed six months."

He said that he believed that this would enable the Government "to deal with certain practices which in fact constitute a special kind of dumping."

He did not refer specifically to the United States but U.S. textiles have been involved in most of the complaints received here against this practice.

Commons To Take Three-Week Christmas Holiday: Ottawa, Dec. 7 (CP) -- The House of Commons will take a three-week holiday during Christmas and New Year's. Mr. St. Laurent said today in the Commons that current plans call for an adjournment Friday, Dec. 18, until Monday, Jan. 11. However, it might be possible to finish necessary business in time to permit adjournment Dec. 17.

NATO Ministerial Meeting: (Press Release No. 81, Dec. 7) -- The Department of External Affairs announced on December 7 that a Ministerial meeting of the North Atlantic Council will be held in Paris commencing on December 14. Canada will be represented by the Secretary of State for External Affairs, Mr. L. B. Pearson and the Minister of National Defence, Mr. Brooke Claxton. They will be assisted by the Permanent Representative of Canada to the North Atlantic Council, Mr. L. D. Wilgress and the members of the Permanent Delegation in Paris. In addition, the following advisers will attend: Lieutenant-General Charles Foulkes, Chairman, Chiefs of Staff; Mr. K. W. Taylor, Deputy Minister of Finance; Mr. T. N. Beaupré, Assistant Deputy Minister of Defence Production; Rear Admiral H. G. de Wolf, Chairman, Canadian Joint Staff, Washington; Major-General J.B.D. Smith, Chairman, Canadian Joint Staff, London; Mr. M. H. Wershof, Department of External Affairs.

The Ministerial meeting is expected to last three days and will be preceded by a meeting of the Military Committee of the North Atlantic Council.

(over)

Seek Better Method Of Redistribution Of Seats: Ottawa, Dec. 7 (CP) -- The Government tonight accepted a private member's resolution that a House of Commons committee seek a better method of redistribution of seats.

State Secretary Pickersgill, in accepting the proposal of Hon. C. G. Power (L - Quebec South), suggested that any inquiry should be conducted by the standing committee on privileges and elections.

He moved an amendment to this effect and both it and the main resolution were passed unanimously by the House.

Aklavik And Coppermine To Be Moved: Ottawa, Dec. 7, (CP) -- The Government disclosed late today that Aklavik, Canada's largest Arctic community, and the mining settlement of Coppermine, N.W.T., will be moved to new sites in the Canadian North.

The announcement was made by R. G. Robertson, Commissioner of the Northwest Territories here.

Aklavik, located on the delta of the Mackenzie River 70 miles south of the Arctic Ocean, must be moved to prevent it sinking through melting permafrost and being engulfed by the Mackenzie River and to ward the danger of epidemic due to unsatisfactory sanitation.

Coppermine also is being moved to a new site where better water supply and sewage disposal facilities have not yet been selected.

Mr. Gardiner At FAO: Rome, Dec. 7 (CP) -- Mr. Gardiner, today told the World Food and Agricultural Organization that Canada has accumulated and will maintain the second greatest reserve of grain in her history.

This, he told the Seventh International Conference of the organization, is because Canada was asked during the war to produce great quantities of grain and "now we find no one to buy our surpluses at prices at which our farmers can afford to sell."

Across Canada: Mayor Lamport won re-election as mayor of Toronto last night. His election for a third term over Mr. Arthur J. Brown was indicated shortly after 10:30 p.m., 2 $\frac{1}{2}$ hours after polls closed, according to the Canadian Press.... Hon. L. Esioff Patenaude, a former lieutenant-governor of Quebec, was awarded an honorary doctor of business science degree yesterday by the University of Montreal.... Associate Defence Minister Campney indicated in the Commons Canada will buy from Britain plans of the Bristol Britannia bomber.



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Vol. 4, No. 235

Wednesday, Dec. 9, 1953

President Eisenhower's Speech: Ottawa, Dec. 8 -- Canada tonight supported President Eisenhower's suggestion that world atomic powers, including Russia, pool resources for peaceful development of atomic energy.

"We are all for that," Mr. Howe said.

He said Canada would accept an invitation to attend the meeting proposed by Mr. Eisenhower.

"We would be glad to see such a meeting arranged."

Mr. Eisenhower's speech was described in the House of Commons as "one of the most significant speeches of our time." The comment was made by Mr. Drew.

"It is a speech which should offer greater encouragement than the people of this world have had for many years," he said.

Canada's Northland: Ottawa, Dec. 8 (CP) -- Mr. St. Laurent said today it is "very important" that "non-Canadians" in Canada's North realize they are in Canadian territory under Canadian administration.

However, he indicated in a speech to the House of Commons that there have been no tiffs between the Canadian and United States Governments concerning the presence of American servicemen in Canada's north.

He said provision for Canada's security is made more difficult by the geographic fact that the northern territories lie between the world's "two greatest powers," the U.S. and Russia.

"There will, no doubt, have to be joint measures taken for the security of the North American continent ... all these joint (Canada-U.S. defence) undertakings ... are implemented with full respect for the sovereignty of the country in which they are carried out."

In his earlier, obvious reference to the Americans, the Prime Minister said it is becoming increasingly apparent further attention should be given to northern development.

He added:

"... I may say that that was further impressed upon us by the fact that there have to be quite a number of non-Canadians going into that territory. We felt that it was very important to have the situation such that whenever they went there they realized they were in Canadian territory and in territory that was administered by Canadian authorities."

Later, Mr. St. Laurent said: "we must leave no doubt about our active occupation and exercise of our sovereignty in these northern lands right up to the pole."

The Prime Minister led off debate on second reading of a bill changing the name of the Resources and Development Department to the "Department of Northern Affairs and National Resources."

Functions of the new Department will be the same but the new name "is indicative of the fact that the centre of gravity of the department is being moved north."

Mr. St. Laurent also reiterated a government stand taken last year that Canadian resources in the North, particularly water power, must be retained for Canadian use.

"Members will remember that some time ago there was a suggestion that these (Yukon) waters, or much of them, could be diverted for development into Alaska."

"Well, they are Canadian waters and while we do not want to adopt any dog-in-the-manger attitude about our resources which cannot be used in our own country, I think that those which can be used in our country must be reserved for the generations that will follow us and who will develop this country."

After applause from all sides of the House, the Prime Minister added: "We do not want to be isolationists but we do feel we have a trust to future generations for the resources with which providence has endowed this vast land over which now our people exercise sovereignty...."

Mr. Drew said President Eisenhower's suggestion today for use of fissionable materials as a source of power in countries lacking power resources could mean a great deal to Canada's North.

If the President's proposal for investigation of world-wide use of fissionable material for peaceful purposes were accepted by all countries, Canada's North could become "the centre of the greatest development known to man." North America's largest uranium deposits were in the Northwest Territories.

Mail Rates Raised One Cent: Ottawa, Dec. 8. (CP) -- First-class mail will cost one cent an ounce more after next April 1. But at that time it will all go by air within Canada if that method speeds delivery.

The double move, boosting the first-class rate for the first time in 10 years, is aimed at producing more revenue to meet the cost of a short work week in the postal service, also going into effect in some areas April 1.

Mr. Abbott's announcement in the House of Commons today means:

1. Mailings beyond postal areas will cost five cents instead of four for the first ounce and three cents instead of two for each additional ounce.
2. Mailings within postal areas will be four cents instead of three for the first ounce and two cents instead of one for additional ounces.
3. All first-class mail within Canada will be airmail, so far as there are air facilities. The domestic airmail rate is dropped to the same as out-of-town ordinary mailings.

Canada-U.S. Talks On Aviation: (Press Release No. 83, Dec. 8) -- The Governments of Canada and the United States have agreed to hold informal discussions on aviation matters of current concern to the two Governments. The meeting will take place in Washington on December 14 and 15. Mr. John R. Baldwin, Chairman of the Canadian Air Transport Board, will be the principal representative of Canada while Mr. Oswald Ryan, Chairman of the United States Civil Aeronautics Board, will lead the discussions for the United States.

Across Canada: Canada will not propose an international fund for the purchase of farm surpluses Mr. St. Laurent said today. He made the statement in the Commons in reply to a question as to whether Canada would propose a plan for "alleviating" agricultural surpluses before the World Food and Agricultural Organization now meeting in Rome.... The Canadian Electrical Manufacturer's Association yesterday urged that new Federal anti-dumping legislation be broadened "so that the proposed safeguards be extended to all manufacturing industry, thereby ensuring full employment in this country." A shorter work week with less take-home pay has been proposed by the International Union of Mine, Mill and Smelter Workers (Ind.) at Trail, B.C., as a means of saving the jobs of 200 men slated to be laid off early in the new year.

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Vol. 4, No. 236.

Thursday, December 10, 1953.

Mr. Pearson On "Human Rights Day": Ottawa, Dec. 9 (CP) -- Mr. Pearson, preparing to observe "Human Rights Day" with neither elation nor despair, appealed to the world to press on in the drive to achieve freedom for all mankind.

"It should concern us deeply that there are large areas of the world where essential human rights have been eliminated, where personal liberty, freedom of expression and freedom of religion have been stamped out," he said in a recorded broadcast.

His speech, marking the observance of the fifth anniversary since the United Nations adopted the Declaration of Human Rights, will be broadcast tomorrow.

The observance, he said, should be marked "without elation, but certainly without despair". The declaration, adopted on Dec. 10, 1948, was one of the historic mileposts, ranking with the Magna Carta and the American Declaration of Independence, guiding the aspirations of men for freedom.

But U.N. countries were still at odds in finding a common formula to bring the human rights declaration into operation.

"All member countries of the U.N. have not been able to agree on the form of the international instrument which should codify human rights and be binding on all those signing it," Mr. Pearson said.

"There have been a multitude of suggestions, often cancelling each other out."

This was not "surprising" since the U.N. brought together people with differing ideologies and backgrounds. There were large parts of the world in which mankind was enslaved, but in other parts, "real progress" has been made.

"We should be gratified that the very firmness and determination shown on this question in U.N. debates and elsewhere is a sign of the deep-rooted support these great principles have gained.

"Let us resolve, therefore, to press forward on the long and difficult road leading to the objectives we set for ourselves in the charter in 1945 and reaffirmed in the Declaration of Human Rights in 1948."

Flag Resolution In Commons: Ottawa, Dec. 9 (CP) -- The Liberals today in effect killed a private Liberal member's resolution that Canada adopt a distinctive Canadian flag and that a Senate and Commons committee study and recommend a design.

The House voted 137 to 73 to adjourn debate on the resolution of Mr. Bona Arsenault (L - Bonaventure). This meant that the resolution, though remaining on the order paper, is unlikely to come up again at this session of Parliament.

Mr. Arsenault himself voted with the Government to adjourn the debate, The Opposition voted solidly against the motion to adjourn.

Deep-Sea Fleet Proposals: Ottawa, Dec. 9 (CP) -- A request of ship operators for authority to sell most of Canada's deep-sea fleet will be placed before Cabinet soon, Mr. Chevrier said today.

The proposal was laid before the Minister yesterday in a letter from the Canadian Shipowners Association, which said operators of Canadian flag ships face insolvency because of Government restrictions on how they can dispose of their vessels.

Mr. Chevrier said he expects to put up the operators' plan to Cabinet some time next week. He may make recommendations with it, he said, though he declined to discuss what these might be.

(over)

Ammunition For France: Ottawa, Dec. 9 (CP) -- France will receive another 365 tons of Canadian naval ammunition this month under the North Atlantic Treaty's mutual aid programme.

The Navy announced today that the shipment, comprising depth charges, two-pounder and 20mm ammunition from the RCN's reserve stores, will leave later this month.

Similar shipments have been made previously this year to France, Denmark, the Netherlands, Norway, Portugal and the United Kingdom.

Canadian Congress of Labour: Ottawa, Dec. 9 (CP) -- The Canadian Congress of Labour, with an eye to amalgamation of all Canada's unions under one banner, today set up a committee to foster closer relations with other central labour bodies.

The CCL's move was a follow-up to a Dec. 3 action of the larger Trades and Labour Congress of Canada, which set up a similar committee but under somewhat more restricted terms as to "unity".

An announcement from the CCL's national council, meeting privately, said the four-member committee was to "explore the possibilities of labour unity" - long a goal of that 375,000-member organization.

The 580,000-member TLC, in creating its co-operation committee Dec. 3, stated more cautiously that there was no indication complete unity of all labour organizations would be "automatic"....

Air Mail Service To Britain: Ottawa, Dec. 9 (CP) -- A Canada-to-Britain second class air mail service will be launched Dec. 15, the Post Office Department said today.

This service will cover printed matter, commercial papers, samples, newspapers and literature for the blind. The air postage rate will be 10 cents an ounce or fraction of an ounce.

The new service will be of particular assistance to Canada's exporters who have been striving for months to have the service established.

Exports to U.S.: Toronto, Dec. 10 (Globe & Mail) -- An even greater proportion of Canada's exports are destined to go to the United States in the next few years, according to the President of the Dominion Bank.

Even though the U.S. now absorbs more than 60 per cent of Canada's exports - as compared to less than 40 in 1946 - "the quickly growing Canadian economy cannot help but sell an increasing proportion of its exports in the great market next door," Mr. Robert Raé declared to the annual meeting here yesterday....

Across Canada: Finance Minister Gagnon of Quebec yesterday tabled in the Legislative Assembly public accounts for the fiscal year ended March 31 last. They showed record revenues of \$283,617,541 and expenditures of \$321,737,737, leaving a deficit of \$38,119,196, the Canadian Press reported.... Premier Duplessis said last night in the Quebec Legislative Assembly that a Quebec Hydro-Electric Commission loan floated in New York Dec. 9 was sold in one hour.... The Post Office Department will hire 1,600 new employees across Canada next April 1 to make the five-day week effective, Mr. W.J. Turnbull, Deputy Postmaster-General, said in an interview, according to Canadian Press.

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Vol. 4, No. 237. Friday, December 11, 1953.

Mr. St. Laurent On Enlarged Social Security: Ottawa, Dec. 10 (CP) -- Mr. St. Laurent indicated today Canadians cannot look for enlarged social security measures while international tension persists.

He told a labour delegation that current spending - particularly for defence - is keeping the tax level as high as Canadians want it and the Government does not wish to finance measures by deficit budgeting.

Mr. St. Laurent was talking to a delegation from the Canadian Congress of Labour, whose annual legislative submission urged such social security action as a national plan of health insurance and larger old age pensions.

While these are "desirable," the Prime Minister said, they would have to be paid for by taxation, and "we have yet to find any delegation making representations that the general level of taxation should be increased".

Later, CCL President A.R. Mosher took issue with that statement, saying the CCL has been recommending higher taxes, particularly for corporations. Such increases coupled with an expanding economy might finance social security.

The Prime Minister said he believes Canadians feel the "general level of taxation is just about as high as it could properly be made".

"And," he added, "I do not think the Congress would recommend that the Government base its policies on the incurring of deficits, which would be mortgaging the future of Canadians. I think the people wish us to pay as we go."

As he has told other labour groups making their yearly presentations, he said Canada will have to continue to do her share in building the defences of the democracies.

"We feel that this heavy burden on the people of Canada must continue until there is some easing of international tension," he said.

All proposals involving more spending, he added, must be considered "in the light of our defence obligations and of the view that the Canadian people do not want an increase in the scale of taxation at this time."

New Wheat Seed Fights Stem Rust: Ottawa, Dec. 10 (CP) -- A tiny new wheat seed, which may save growers many millions of dollars in the event of a rust epidemic, is being speeded to Prairie farms.

Product of 14 years of research, the new seed, named "Selkirk", is the creation of a group of Canadian scientists working to protect Canada's huge wheat crop from Race 15D, a stem rust.

The fungus growth, first discovered in the United States in 1938, has spread northward, with its spores settling mainly over Manitoba and Eastern Saskatchewan farms.

Many millions of bushels of wheat already have been lost, and in the event of an epidemic, Prairie farmers could lose between \$20,000,000 and \$30,000,000 in rotted wheat, said Dr. C.H. Goulden, chief of the Agriculture Department's cereal division and one of the men who participated in the research.

Selkirk, to be distributed to Manitoba and Eastern Saskatchewan farmers, will give Canada protection against rust for at least another five years, Dr. Goulden said.

New families of stem rust are developing in nature. One is 15-B-3, part of the 15-B family. Scientists are now engaged in bread-breeding work, to build up a variety that can combat these other fungi.

Licensing and distribution of Selkirk, formerly known as "C.T. 186", was announced in the House of Commons today by Mr. Robert McCubbin, Parliamentary Assistant to Agriculture Minister Gardiner.

Growing the new variety in the West and in California, the Government has built up a supply of 130,000 bushels. Of this, the U.S. will get 6,000 bushels to build up a supply for American farmers. This is in return for the co-operation extended by the U.S. to the Canadian scientists.

Gouzenko Agrees to Questioning: Ottawa, Dec. 10 (CP) -- Justice Minister Garson said today in the House of Commons that Igor Gouzenko has agreed to be quizzed by members of the United States Senate internal security sub-committee.

October Immigration Higher: Ottawa, Dec. 10 (CP) -- With entries 70 per cent higher in October than a year ago, Canada was virtually assured of more immigrants before the year's end than landed last year.

The Immigration Department announced today that October's 18,624 arrivals boosted the immigration total in the first 10 months of the year to 143,722. This is two per cent lower than the 146,236 in the similar period last year.

The October increase was the biggest this year. In the first four months immigration lagged an average of 40 per cent below the comparable period last year. However, a steady increase began in May reaching a climax in October.

The 10-month tally showed a 10 per cent increase in United Kingdom arrivals to 40,390 from 36,637 and a seven per cent increase in arrivals from Northern European countries to 61,568 from 57,472.

Good Relations With U.S.: Montreal, Dec. 11 (Gazette) -- Canada should maintain good relations with the U.S., and oppose Communist efforts to disrupt them, Mr. W.J. Sheridan, Assistant General Manager, the Canadian Chamber of Commerce, told the Lions Club yesterday.

"The ties that bind us must prove stronger than the forces which seek to separate us," he said, pointing out that Canadian-U.S. trade exceeds that between any other two countries.

"U.S. exports to Canada are greater than the total exports to the 20 Latin American countries. U.S. interests have invested \$8,000,000,000 in Canadian companies, and Canada has spent \$1,300,000,000 in the U.S."

Across Canada: Sen. R.B. Horner (PC Saskatchewan) yesterday offered in the Senate to pay the passage to Canada of an 18-year-old Belgian girl shipped back to her homeland after an unsuccessful attempt to enter the country disguised as a seaman, the Canadian Press reported.... The Canadian Exporters Association yesterday asked the Government to make Canada "a free port" by allowing tourists to buy goods tax free.... Mr. Abbott said Dec. 10 in the House of Commons that only two countries - Czechoslovakia and Nationalist China - have defaulted on repayment of post-war loans from Canada.

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Vol. 4, No. 238.

Monday, December 14, 1953.

Customs Act Amendment Debated: Ottawa, Dec. 11 (CP) -- A Liberal M.P. from Saskatchewan today said in the House of Commons that a Government measure to tighten anti-dumping laws could be used to strangle trade.

Mr. Walter Tucker (Rosthern), said he did not see how Revenue Minister McCann would be able to administer the measure if it is passed by Parliament.

The bill would deal with sharp seasonal price cuts in imported manufactured goods by providing for an appraisal for customs duty purposes. This appraisal would be of a "weighted average" price based on prices for the imported goods in the country of origin up to six months prior to the date of import....

Mr. Tucker said trade could be strangled by a Minister delaying a ruling on the duty until after the imported goods had been sold and then imposing a duty that would mean a loss for the importer.

Mr. Tucker said it was a bad policy to pass such a law at a time when Canada was protesting to the United States about trade restrictions on Canadian exports to the U.S.

The bill might be used by U.S. protectionists as an argument for extension of protection.

Mr. Earl Rowe (PC - Dufferin-Simcoe) said he supported the measure although "it looks like a gunshot prescription knowing that the patient is in trouble but not knowing what the prescription is going to do".

U.S. Wheat Move Debated: Ottawa, Dec. 11 (CP) -- Members of the House of Commons expressed concern today over the United States decision to cut export prices of surplus wheat not tied by international agreement, despite assurances by Mr. Howe that the move will not break Canadian wheat prices.

Mr. Walter Tucker (L - Rosthern) suggested Parliament should make it plain to the U.S. that Canada expects "that nothing is done by governmental agencies to break the prices of our product". It should be made clear to the U.S. Government that economic co-operation was the foundation for preserving strength and unity against the Soviet threat.

The wheat debate was initiated by Mr. Coldwell, who described the American decision as a threatening "trade crisis", developing out of possibly "disastrous competition" by the U.S. Government.

Mr. Coldwell said it seems evident that the American Government has decided to destroy the International Wheat Agreement and to monopolize the overseas wheat market.

He charged that by subsidizing exports of non-I.W.A. wheat, the U.S. has broken the letter and spirit of the General Agreement on Tariffs and Trade, world tariff-reducing pact.

He urged that Canada call for an immediate session of the newly-formed Canada-U.S. Joint Economic and Trade Committee to seek "redress" of the unilateral American action.

Housing Debate: Ottawa, Dec. 13 (CP) -- The House of Commons this week will tackle the thorny problem of housing before it adjourns for the Christmas recess.

The matter won't be cleaned up before adjournment Thursday or Friday but at least the house will get a start on what is likely to be one of the major pieces of legislation to come before this session.

(over)

Dr. Penfield On Language Teaching: Ottawa, Dec. 13 (CP) -- Children under 10 years of age can learn two or three languages as easily as one, an eminent Canadian neuro-surgeon told a group of National Research Council scientists here Friday night.

Dr. Wilder Penfield, OM, of Montreal, was sharply critical of the way foreign languages are taught in Canadian schools and said the present system makes it "an almost impossible feat" for the average person to become bilingual in every-day practice.

Illustrating his lecture with slides, he traced the development of the human brain and its "speech areas".

The brain of a child at birth, he said, possesses speech areas which are "like a clean slate ready to be written on". From the age of one through early childhood up to 10 to 14 years, these speech areas are "plastic and receptive"....

"The time has come to establish new methods of learning the secondary languages," he told a packed lecture theatre.

He suggested that children from English-speaking homes should go through nursery school, kindergarten and the early grades until they were eight or 10 under the care of teachers whose mother tongue was French....

Across Canada: Mr. Justice E.R.E. Chevrier of the Supreme Court of Ontario has been appointed a member of the Court of Appeal of Ontario and ex-officio member of the High Court of Justice for Ontario, Justice Minister Garson announced on December 11.... The National Council of Women of Canada presented the Cabinet with a "strong protest" over the proposed increased postal rates.... New guns and other equipment will be installed in HMCS Athabaskan, Royal Canadian Navy destroyer just back from Korea, when the ship is decommissioned for refit in February the Canadian Press reports. A new aluminum, four-legged mast and new quick-firing three-inch twin guns are part of the replacements to be made. More modern electrical gear will also be added.

Hockey: (Saturday) Canadiens 7, New York 2. Toronto 2, Chicago 0. Detroit 7, Boston 1. (Sunday) Detroit 4, Canadiens 3. Toronto 2, New York 1. Boston 2, Chicago 2.



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Vol. 4, No. 239.

Tuesday, December 15, 1953.

Oats Export To U.S. Now Limited: Ottawa, Dec. 14 (CP) -- Mr. Howe said today Canada has accepted a limitation "for a relatively short period" on exports of oats to the United States.

Mr. Howe made public in the House of Commons an exchange of correspondence between the U.S. and Canadian Governments agreeing to a limit on Canadian oats exports to the U.S. of 23,000,000 bushels during the period Dec. 11, 1953, to Oct. 1, 1954.

"Such a limitation is not desirable," Mr. Howe said "and has only been undertaken by Canada as the lesser of two evils.

"Nevertheless, it is not a limitation which should cause significant concern to producers of oats during the short period that it is in effect."

This year's oats crop was 61,000,000 bushels less than last year, the Minister said, and if all 23,000,000 bushels are shipped to the U.S., Canada likely will have a smaller carry-over of oats next year than this year.

The crop this year is estimated at 405,000,000 bushels. The carry-over last Aug. 1 was 136,500,000 bushels.

In the first nine months of this year, Canada exported 41,015,589 bushels of oats to the United States, of total exports of 44,366,000 bushels to all countries.

Mr. Howe said Canada agreed to limit exports "having in mind the extremely serious consequences which would result to both countries from the imposition of import controls on oats into the United States, consequences extending beyond trade in oats and extending far into the future".

Aid To Asia Well Spent, Reports Mr. Sinclair: Ottawa, Dec. 14 (CP) -- Canada's cold-war cash aid to Asia under the Colombo Plan is "money well spent" Fisheries Minister Sinclair said tonight. After a 78-day tour of Asian countries, the Minister returned today....

To date, Canada has put \$75,000,000 into the Colombo Plan, Parliament voting \$25,000,000 a year for the last three years. It is the biggest cash contributor to the scheme. One of the chief aims of the plan, financed mostly by Western Commonwealth countries, is to thwart Communism by helping democratic Asians improve living standards....

The Minister said Asia more and more is turning to the sea as the last great reservoir of food. He said Prime Minister Nehru of India had told him that India's first and immediate problem was food. The Minister added that from his own observations it seemed to take four Indians to do the same work accomplished by one Canadian, simply because the Indians were underfed.

Canadian fishing vessels - two seiners from the West Coast, one trawler from the East Coast - had not proved entirely successful in Ceylon, though they had done excellent work in finding new fishing grounds.

Fishermen there had found the Canadian vessels too expensive and heavily geared to operate so Canada next year would supply three or four of a smaller type.

Besides \$2,500,000 for fisheries research, rural electrification and a normal school in Ceylon, Canadian assistance in the Colombo Plan has gone for such things as a \$15,000,000 irrigation project and \$3,000,000 hydro-electric plant in West Bengal; \$4,500,000 worth of trucks for food distribution in Bombay State; a \$14,000,000 hydro-electric project on Pakistan's northwest frontier; and a \$5,000,000 cement plant and \$2,800,000 for railway ties for Pakistan.

(over)

B.C.'s Economic Proposals: Ottawa, Dec. 14 (CP) -- Mr. St. Laurent today promised to give "careful study" to British Columbia proposals for a multi-million-dollar joint federal-provincial economic attack on the Pacific Coast's hinterland.

The proposals, as placed before the Prime Minister by Premier W.A.C. Bennett, would link up the Province's north and south with an expanded rail and road system and protect B.C.'s forest wealth through a \$13,000,000 conservation and fire-protection programme.

Mr. Bennett, who conferred with Mr. St. Laurent and his Ministers, told a press conference he feels sure the federal Government will co-operate on all three fronts - rail, road and forests.

Federal participation, he estimated, will cost Ottawa more than \$150,000,000 over the next five years. But the "investment" would pay off in increased revenue. The federal Government could raise the money by paying about \$6,000,000 a year in interest. The projects would boost federal revenue by about \$30,000,000 a year.

The B.C. proposals:

1. Extend the Pacific Great Eastern Railway from Squamish to Vancouver in the south, a distance of 40 miles, and to Dawson Creek from Prince George in the north, another 271 miles.
2. Build up a new network of roads and highways to tap northern resources and attract tourists.
3. Reduce the threat of forest fires through a province-wide forest protection service.

Across Canada: Resources Minister Lesage opposed a CCF suggestion that a federal provincial conference be called to study a national policy on soil, forest and water conservation. The Government does not think such a conference at present would produce any great results, Mr. Lesage said during a House of Commons debate on the proposal of Mr. H.W. Herridge (CCF - Kootenay West).... Canada's hotel business jumped 10 per cent in 1952 over the previous year. A total of 5,157 establishments with 149,615 rooms to offer grossed \$391,936,000, the Bureau of Statistics reported. This compared with 5,092 hotels, 146,441 rooms and a gross of \$357,282,000 in 1951.... State Secretary Pickersgill indicated in the House of Commons that the Government may extend the Dec. 31 deadline for application for prisoner-of-war benefits, according to Canadian Press.

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Vol. 4, No. 240.

Wednesday, December 16, 1953.

Dumping Bill Amendments Rejected: Ottawa, Dec. 15 (CP) -- The House of Commons today defeated a Progressive Conservative move to broaden the Government's new anti-dumping legislation.

Members rejected two amendments by Mr. Donald Fleming (PC - Toronto Eglinton) to apply the measure to all goods, not merely manufactured goods, and extend operation throughout the year.

The bill would deal with sharp seasonal cuts in imported manufactured goods by providing for an appraisal for customs duty purposes. This appraisal would be of a "weighted average" price based on prices for the goods in the country of origin up to six months prior to the date of import.

Provisions of the bill went into effect last Tuesday, aimed chiefly at cut-rate United States textile imports. It provided for a customs appraisal when import prices drop to below-normal levels "as the result of the advance of the season or the marketing period".

Mr. Fleming's first amendment, to apply the bill to all goods, was defeated 87 to 39. Liberals and all but one CCF Member voted against it while Progressive Conservative, Social Credit, two independents and Mr. Harold Winch (CCF - Vancouver East) supported it.

His second amendment, to delete the reference to season and marketing period, was rejected 104 to 32. Liberals, CCF and Social Credit Members voted together against Progressive Conservatives.

Mr. Fleming said that "astute" U.S. manufacturers could find ways to get around such narrow definitions. The Government should have power to deal with any product where dumping exists.

The present dumping of U.S. goods was not confined to sales at the end of seasons or marketing periods. Some U.S. textile plants kept operating even after their own markets had been supplied in order to avoid the costs of shutting down. The surplus production was dumped into Canada, "the happy dumping ground".

Mr. Fleming said his proposed changes would not mean a departure from Canada's present policy on dumping. They were merely an attempt to make the bill as clear and as broad as the terms of the Customs Act which it amended.

Revenue Minister McCann said if Members wished to adopt the first amendment, the Government was prepared to accept it and apply the measure to imports of all goods.

But the Government could not agree to deletion of the reference to season and marketing period. The bill's aim was to provide for a fair and reasonable basis of valuation.

The Government planned to send specially trained men into the major U.S. textile markets to obtain information by which a fair value could be placed on goods sold at sub-normal prices because they were out of season or in surplus amounts.

Canada-U.S. Relations: Ottawa, Dec. 15 (CP) -- A Newfoundland merchant today warned in the Senate that Canada and the United States are falling into the dangerous habit of bickering across their mutual boundary.

Senator C.C. Pratt, a Liberal, said during the Throne Speech Debate that what is needed is a movement to put across to the people of both countries how they can be of benefit to each other.

After his speech, the Address in reply to the Throne Speech was adopted.

(over)

"In the economic field, reaching down to the average citizen, I think I can say there is a wall of ignorance between us," he said.

"There is undoubtedly the will to understand and there is a full measure of respect one towards the other. With that background, we have an ideal setting for the promotion of mutual interest in our trading and economic problems by organized efforts in both countries."

He said trade relations between the two countries can never reach a solid, sensible basis unless the general public in both countries understand the problems involved.

"As things now are, on both sides of the border, we are growing into the habit of bickering but with widespread effort I feel we can correct that and develop together on a much broader and more fruitful plane."

He said both countries have everything to gain and nothing to lose by growing closer together economically.

Standardization Of Small Arms Ammunition: Ottawa, Dec. 15 (CP) -- Science and the marching years are about to break up an old and trusted partnership - the Canadian soldier and his .303 rifle.

This became apparent tonight after announcement in the House of Commons that Canada and four other major North Atlantic Treaty countries have agreed to the standardization of small-arms ammunition. Their choice: the 7.62 round, known better to Canadians as the .30 calibre.

Canada and the United Kingdom at the moment have no rifle to fire the new ammunition. This means they must choose one, and it probably will be Belgium's "Fabrique-Nationale".

Associate Defence Minister Campney, announcing the agreement among Canada, the United Kingdom, the United States, France and Belgium, said the Canadian Army has ordered "a number" of the Fabrique Nationales.

But, an ordnance expert said, it might take as much as four years to completely re-equip the Army with any new rifle produced in Canada.

Royal Commission: Ottawa, Dec. 15 (CP) -- Mr. Garson announced tonight that the Government plans to appoint both a joint Parliamentary Committee and a Royal Commission to study four clauses in Canada's Criminal Code.

The Parliamentary Committee will decide whether capital punishment and whipping should be abolished and whether lotteries should be permitted. The Royal Commission will recommend any amendments it may deem fit on the legal defence of insanity.

Mr. Garson made the statement in the House of Commons in opening debate on second reading of a bill revising the Criminal Code.

Across Canada: Mr. Abbott told the House of Commons yesterday he expects to table the Government's 1954-55 estimates early next February. Mr. Abbott replying to a question asked by Mr. Macdonnell, said the Treasury Board will hold its final meeting on estimates Dec. 23. The Blue Book of estimates would be printed about three weeks later. He said he plans to table the estimates in the House on his return from a meeting of Commonwealth Prime Ministers in Sydney, Australia.... Mines Minister Prudham announced that Canada is the first country in the world to successfully complete a test run of an exhaust-heated gas turbine engine. Mr. Prudham told the Commons the test run was made by scientists of the gas dynamics laboratory at McGill University.... Sen. W.M. Aseltine, acting Opposition Leader in the Senate, suggested that the Government could get rid of a costly administrative headache by giving the Yukon and Northwest Territories to the four Western Provinces.

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Vol. 4, No. 241.

Thursday, December 17, 1953.

F.B.I. Interview In Canada: Ottawa, Dec. 16 (CP) -- Mr. Garson disclosed today that at least one other Canadian besides Igor Gouzenko has been questioned by the F.B.I. in Canada in connection with loyalty probes in the United States.

Mr. Garson informed Mr. Knowles that this Canadian - he did not identify him - had been asked whether he would be willing to appear as a witness in the U.S. concerning a possible "criminal charge" against an American involved in a loyalty investigation.

The Minister did not give the outcome of the case. For "obvious reasons" it would be "unwise" to discuss the matter publicly.

Mr. Garson said, however, that outside of the Gouzenko case, no Canadians have been quizzed in Canada by U.S. Congressional investigators.

Mr. Gouzenko, former cipher clerk in the Russian Embassy here who bared a Soviet spy ring in Canada in 1945, was questioned in Ottawa in 1949 by representatives of a U.S. Senate sub-committee. He is soon to be questioned again by another U.S. Senate sub-committee - the internal security group headed by Senator William Jenner. Mr. Gouzenko was also quizzed in Canada on several occasions by the F.B.I. between 1946 and 1950.

Mr. Knowles asked if the Government would disapprove of the F.B.I. questioning Canadians in Canada on behalf of Congressional inquiries except where special arrangements were made as in the Gouzenko case.

Mr. Garson said he couldn't add to his statement, which covered this point "very clearly".

Previously, in his statement, Mr. Garson said: "...The police investigator of one country will never conduct any investigation whatsoever in the other country unless it is with the full knowledge and approval of the appropriate agency in the other country.... Our authorities have always found the F.B.I. meticulous in this regard."

The arrangement was "fully reciprocal" and proved as much advantage to the R.C.M.P. as to the F.B.I.

In the case of the unidentified Canadian, the F.B.I. had conducted the interview with the knowledge and approval of the R.C.M.P. and with an R.C.M.P. officer present....

U.S. Clears Way For T.C.A. Mexico Run: Montreal, Dec. 17 (Gazette) -- Trans-Canada Air Lines will begin its new service from Montreal to Mexico on Jan. 2. The way has been cleared by a United States decision to allow the airline to use Tampa, Fla., as a stop-over on flights. Mr. Chevrier made the announcement of the U.S. decision in the House of Commons at Ottawa yesterday.

In return, the Canadian Government has halted proceedings against two American airlines, Pan-American World Airways and Colonial Airlines had been asked to "show cause" why their Canada-U.S. air routes should not be separated.

Under previous U.S. regulations, T.C.A. was asked to use two aircraft in opening the proposed new Montreal-Mexico City flight, one taking passengers to Tampa and the other picking them up at Tampa for the run to Mexico City.

T.C.A. protested that the use of two aircraft was uneconomic. Opening of the new line was suspended and the Canadian Government took steps to impose similar restrictions on American airlines flying over Canadian territory.

(over)

However, at a two-day Washington conference between Canadian and American officials, agreement was reached to end the controversy.

New Housing Legislation: Ottawa, Dec. 16 (CP) -- Down payments under the Government's new housing legislation will be reduced to 10 per cent from 20 per cent on the first \$8,000 of the mortgage value, Mr. Winters announced today.

The down payment on portions in excess of \$8,000 will be 30 per cent, making for a graduated general reduction from the current 20 per cent now applicable to all National Housing Act loans.

Mr. Winters gave these and other details of the Government's proposed new housing changes as he introduced a resolution in the House of Commons preparatory to a bill amending the National Housing Act.

Under the new legislation a prospective home owner can get a new \$10,000 N.H.A. house with a down payment of \$1,400 instead of the \$2,000 currently required.

Monthly repayments will be reduced by extending the life of the mortgage loans. Mortgages running for 25 years will become common instead of the current 20-year loans.

Principal change, however, will be widening of the mortgage-lending field, to allow chartered banks and Quebec savings banks to make mortgage loans under a mortgage-insurance system to be administered by the Government's Central Mortgage and Housing Corporation.

This will tap Canada's huge bank savings accounts for home-building. However, when the new lending scheme gets into operation, C.M.H.C. will gradually withdraw from the lending field.

Cost of the mortgage insurance premium will be borne by the borrower. It will be two per cent of the loan in the case of home ownership and $2\frac{1}{2}$ per cent on property constructed for rental purposes.

This premium, said Mr. Winters, is about 40 per cent of the cost to mortgage borrowers in the United States. In the event of foreclosure, C.M.H.C. will guarantee the mortgage lender will get 97 per cent of his investment back.

Customs Act Amendment: Ottawa, Dec. 16 (CP) -- Mr. George Hees (PC - Toronto Broadview) said today in the Commons the Government's new anti-dumping legislation was drafted deliberately so that it would be unworkable.

Mr. Hees was one of several Progressive Conservative Members who argued against the method of evaluation.... The P.C.'s urged that the customs evaluation be based on production and marketing costs.

Mr. St. Laurent replied that a production-cost valuation would be regarded by other countries as a "clear violation" of the General Agreement on Tariffs and Trade.

The evaluation method proposed in the bill could not be disputed by the United States Government, since the U.S. administration had urged Congress to adopt the same type of measure.

The Progressive Conservative proposal did not come to a vote. However, the Commons rejected, by 126 to 14, a C.C.F. motion that the measure expire Dec. 8, 1954. Provisions of the bill have been in effect since last Dec. 8.

Across Canada: Resources Minister Lesage said it would require a special act of Parliament to allow exploration for oil, natural gas or other minerals within the limits of a national park. Mr. Lesage appeared before the Senate Committee on natural resources.... Internationally known leader of the United Church in Canada, Rev. Gordon Sisco, Secretary of the General council, died Wednesday at the Toronto General Hospital from a heart attack. He was 62.... Canada's labour force earned an estimated \$1,012,000,000 in September, some \$81,000,000 above last year's September level....



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Vol. 4, No. 242.

Friday, December 18, 1953.

Change In Gold-Export Regulations: Ottawa, Dec. 17 (CP) -- Mr. Abbott announced today that gold exporters no longer will have to debase their product in selling to the so-called free world markets.

He announced also that mine operators who elect to sell on the free market, and thereby forego the Government's gold subsidy, can switch back to the subsidy after six months instead of a year.

Prices on the free markets, which at one time reached a high of some \$60 an ounce, recently have dropped. They currently are less than a dollar more than the official price of \$35 (United States funds) an ounce.

However, those which do sell on the free markets will be able to make a small saving. Previously free-market exporters had to debase their gold to 22 carats or less through the use of an alloy. Once this gold reached the free market, the gold had to be worked back to 24-carat purity. This added about \$1 an ounce or more to shipping costs and reduced the return to the shipper.

The debasing was ordered by the Government in order to conform with the spirit of the International Monetary Fund. However, the feeling now is with the free-market price declining there no longer is any need to "encourage" channelling of gold to the official markets.

The Government's subsidy will total about \$15,000,000 this year, averaging between \$4.50 and \$5 for each ounce of gold produced in the eligible mines....

Transfer Of Ships To British Registry: Ottawa, Dec. 17 (CP) -- The Cabinet has agreed to co-operate in the transfer of more Canadian deep-sea ships to British registry, but has rejected the ship owners' request for complete freedom in the disposal of the decimated fleet.

At the same time it made clear it will make no general subsidy to the economically-crippled industry, but will consider granting special aid to particular services from time to time.

Mr. Chevrier communicated the Cabinet's decisions in a letter to Mr. M.G. Angus, President of the Canadian Shipowners Association. The letter dated Dec. 11, was made public by Mr. Chevrier's office today.

Mr. Chevrier said later that he has been in touch with United Kingdom officials by telephone and he is "hopeful" that arrangements for the transfers can be made shortly.

However, the ship owners were none too keen about the Cabinet's actions. Mr. W.J. Fisher, manager of the Shipowners Association, said the decisions are "extremely disappointing"....

The owners have told the Government that Canadian-flag ships cannot compete with foreign vessels because of high operating costs which they attribute chiefly to the world's second-highest standards of pay and living conditions for crews. These are about \$100,000 a year more per ship than on United Kingdom vessels.

The Association originally had asked for a Government subsidy and when that was rejected, requested release from a covenant that bars them from selling the ships abroad unless the money goes into a Government supervised fund for the construction of new shipping.

It was under this covenant that most of the dry-cargo "Park" vessels were purchased from the Government after the war. Mr. Chevrier reminded the owners that they had entered into the covenant voluntarily and without protest.

In return for agreeing to keep the ships under the Canadian flag, the buyers had received special depreciation privileges and low interest rates on high mortgages....

(over)

Wheat Supplies Up: Ottawa, Dec. 17 (CP) -- Canada's wheat exports have declined and her stockpile has increased. Supplies on Nov. 1 - aside from those required for Canadian millers - totalled 738,300,000 bushels, up 84,600,000 from 653,700,000 last year, the Bureau of Statistics reported today.

Exports in the first three months of the current crop year which opened Aug. 1 totalled 67,900,000 bushels, down 12,300,000 from 80,200,000 a year ago.

Heavier supplies not only were evident in Canada but in other exporting countries as well.

Fourth Heaviest Shipping Season: Winnipeg, Dec. 18 (CP) -- The Great Lakes shipping season which closed Monday night at the Lakehead was the fourth heaviest on record, the Board of Grain Commissioners said in its weekly report on Canadian grain stocks.

The Board said 1,833 vessels loaded grain at the Lakehead this year compared with 1,804 last year. Total cargo volume was 441,556,000 bushels of wheat and coarse grains compared with last year's 450,800,000. The record year was 1945 with 2,101 vessels carrying 438,732,000 bushels.

All-time highs were recorded in three grains - oats 98,200,000 bushels, barley 110,500,000 bushels and rye 17,700,000.

Scholarship: Ottawa, Dec. 17 (CP) -- A scholarship good for eight months' subsistence and tuition at a Norwegian university has been offered a qualified Canadian student, through the Royal Norwegian Legation here. Applicants must have two years of university study "or comparable professional qualifications," and must apply before next March 31 to the Ottawa Legation. Value of the scholarship is about \$450 and would not cover cost of travel to and from Norway.

Across Canada: The Legislative Council of the Quebec Legislature yesterday adopted new regulations affecting the province's ban on margarine. An amendment to the measure introduced by the Council prohibits the presence of any matter which could be used in the manufacture of any substitute of dairy products in any establishment where dairy products and by-products are manufactured.... Major Arthur Calvert, war services secretary for the Salvation Army in Canada said today new quarters provided for the 1st Canadian Infantry Brigade at Soest, Germany are "exceptional". The Major, who has just returned from Germany said living quarters and recreational accommodation are "of the finest".... Three whooping cranes seen and photographed at Herbert in southwestern Saskatchewan this fall have arrived safely at their winter home in Texas, Fred G. Bard, curator of the provincial museum, said. Mr. Bard said he received a telegram from the U.S. Fish and Wildlife Service which said a count of whoopers yesterday showed three extra. Population of the almost-extinct birds now is 24, three more than last year.

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Vol. 4, No. 243.

Monday, December 21, 1953.

November "Surplus" \$9,045,000: Ottawa, Dec. 18 (CP) -- Government spending increased during November, but revenues more than kept pace, resulting in \$9,045,000 surplus. This compared with a \$3,920,000 surplus in November last year.

Higher charges against defence, public debt and welfare accounts increased Government expenditures to \$329,458,000 for the month, up \$11,251,000 from \$318,207,000 a year ago, the monthly Treasury statement showed today.

This was more than balanced by higher personal and corporation tax collections and increased customs and excise revenues, boosting total revenues to \$322,646,000, a \$15,230,000 gain from \$307,416,000.

November's surplus increased the total for the first eight months of the 1953-54 fiscal year to \$275,068,000, about \$16,800,000 below the \$291,853,000 surplus in the first eight months of the previous year.

The Government has forecast a year-end surplus of about \$11,000,000 by March 31, 1954, compared to last year's \$24,000,000.

Personal income tax collections during November rose to \$87,073,000 from \$83,636,000 a year ago while the take from corporation income taxes rose to \$96,075,000 from \$91,767,000.

Customs import duties edged up to \$32,983,000 from \$30,964,000 and excise taxes to \$76,569,000 from \$70,785,000. However, revenue from excise duties declined slightly to \$23,959,000 from \$24,729,000.

On the spending side, defence costs continued to be the major headache with the total for the month rising to \$158,258,000 from \$152,514,000. Navy, mutual aid and Defence Research Board expenditures rose, while those for the Army and Air Force declined.

In other spending fields, interest on the national debt rose to \$41,129,000 from \$37,379,000 while charges on another major item - family allowances - increased to \$29,321,000 from \$27,971,000.

For the eight-month period, revenues climbed by \$102,685,000 to \$2,789,523,000 from \$2,686,858,000, while expenditures jumped by \$119,470,000 to \$2,514,455 from \$2,394,985,000.

Canadians' Incomes Soar To New Records: Ottawa, Dec. 18 (CP) -- The personal income of Canada's 15,000,000 people rose to an all-time high of \$13,581,000,000 in the first nine months of 1953.

This is a jump of \$806,000,000 from the previous high of \$12,775,000,000 in the nine-month 1952 period, the Bureau of Statistics reported yesterday.

While income rose, so did tax payments and spending on consumer goods. Yet Canadians managed to increase their savings.

Spending on consumer goods and services rose to a high of \$10,861,000,000, a jump of about \$200,000,000 from \$10,281,000,000 last year.

Direct tax payments increased to \$1,093,000,000 from \$986,000,000, while personal savings jumped by 44 per cent to \$1,184,000,000 from \$823,000,000.

This increased pace of business activity was maintained in the third quarter of 1953, the Bureau said. The gross national product - sum total of all goods and services produced - was maintained in the three-month period at the annual peak rate of \$24,200,000,000, substantially the same as in the second quarter.

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Mr. St. Laurent Home For Christmas: Ottawa, Dec. 20 (CP) -- Mr. St. Laurent plans to spend Christmas at home in Quebec City with his family, but will leave his Cabinet ranks here well staffed.

More than half of the Cabinet will celebrate the holiday in the capital, on call in case of emergency. Mr. Howe, the senior Cabinet Minister, will be acting Prime Minister in Mr. St. Laurent's absence.

The Prime Minister leaves Ottawa for home early this week. Mr. Drew will observe Christmas at home here, as will Mr. Coldwell and Mr. Low.

Canadians To Study In Europe: Two Canadians, Dr. Robert Garneau and Dr. J.P. Wallace Thomas, will study in Europe under the British Empire Cancer Campaign Exchange Fellowship Plan through awards made recently by the National Cancer Institute of Canada, the Montreal Gazette reports.

Dr. Garneau, born of Canadian parents in Paris, France, already has considerable cancer research experience at Laval University and at hospitals in Quebec City. For the last year he has been working at the Cancer Institute in Paris and will use the fellowship to study at Oxford University.

Dr. Thomas, a native of Liverpool, Eng., will use his exchange fellowship to study leukemia and allied disorders at the British Post-Graduate Medical School, Hammersmith, London. He has worked at the Department of Clinical Pathology at the Vancouver General Hospital and at the British Columbia Cancer Institute.

Gold And U.S. Dollar Reserves: Ottawa, Dec. 19 (CP) -- Canada's official reserves of gold and United States dollars climbed by \$22,200,000 during November to a 10-month high of \$1,806,700,000. Gold holdings increased by \$8,100,000 to \$976,400,000 while holdings of U.S. dollars rose by \$14,100,000 to \$830,300,000 the Bank of Canada statistical monthly summary shows.

The total stockpile now is just \$60 million below the all-time high of \$1,866,800,000 held last January.

Across Canada: Two shipments of Canadian naval ammunition, totalling 188 tons, will be sent to Norway and Portugal before the year-end under the mutual aid agreement of the North Atlantic Treaty.... Robert Thomas Waters, aged 14, of Comox, B.C., becomes the seventh and youngest Canadian to receive the decoration, instituted in 1940 and named for King George VI. The boy and Albert Richard De Cuyper, 30-year-old farmer, each rescued a man from the burning wreck of a Lancaster bomber. Mr. De Cuyper also was awarded the George Medal. Eight airmen were killed.... Hockey: (Saturday) Canadiens 7, Boston 3. Toronto 3, New York 2. (Sunday) New York 3, Canadiens 1. Detroit 4, Boston 2. Chicago 4, Toronto 1.

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Vol. 4, No. 244.

Tuesday, December 22, 1953.

Equipment Pressing Need For NATO, Mr. Claxton Reports: Ottawa, Dec. 21 (CP) --

The North Atlantic Treaty Organization needs more and new equipment rather than additional manpower, Mr. Claxton said today. Therefore, he added, Canada will spend a greater proportion of her NATO contribution next year for equipment and supplies out of new production.

There will be no increase in Canada's total contribution next year, the Minister said. It will be about the same as this year's outlay - about \$300,000,000. And there will be no additions to Canadian military forces in Europe.

In a 1,200-word statement reviewing decisions of the NATO council meeting in Paris, from which he returned Friday, Mr. Claxton said chief items of equipment to be supplied by Canada next year will be Sabre jet fighters, T-33 Silver Star jet trainers, minesweepers, electronic and wireless equipment, ammunition and explosives.

Canada also will train 1,200 air crew for NATO during each of the next three years. That is about the number now being trained.

Noting that agreement had been reached on common small arms ammunition for Belgium, Canada, France, the United Kingdom and the United States, Mr. Claxton said "it is hoped it will soon be followed by agreement on a new fully-automatic rifle.

"If this results, we would probably go into production of the rifle and round in Canada, and their introduction would go on progressively over a number of years."

Mr. Claxton said arrangements have been completed with French contractors for construction of married quarters and schools and Metz, Marville and Gros Tenquin, the three RCAF stations in France. The fighter wing now based at North Luffenham, Eng., will move to Marville next year....

Mr. Claxton visited all 10 major RCAF and Army units in Europe.

On the NATO council meeting itself, Mr. Claxton said:

"Reports showed steady progress in the buildup of the North Atlantic forces, in quantity and still more, in quality.

"Today they are stronger than they were a year ago and are strong enough to make an aggressor think twice about taking them on.

"Both because of this buildup of forces and also because of some decrease in international tension, there was an emphasis at this meeting on the desirability of our having a good look at 'the long haul' and of adjusting plans, programmes and strategy to make the best use of the forces already in existence today or provided for in the agreed programmes."

Brig. Rockingham's New Appointment: Ottawa, Dec. 21 (CP) -- Appointment of Brig.

J.M. Rockingham, 42, former commander of the 25th Canadian Infantry Brigade in Korea, as commander of the newly formed 3rd Canadian Infantry Brigade, Valcartier, Que., was announced today by Army headquarters.

Brig. Rockingham is to arrive in Canada soon from the United Kingdom where he has completed a year's course at the Imperial Defence College. He will assume his new appointment shortly after his return.

(over)

Churchill Grain Storage To Be Doubled: Ottawa, Dec. 21 (CP) -- Grain storage facilities in National Harbours Board elevators at the Port of Churchill, Man., are going to be doubled, Mr. Chevrier announced today.

The announcement said the capacity will be increased to 5,000,000 bushels from 2,500,000. Estimated cost of adding to the storage facilities of the elevators at the Hudson Bay port is \$2,000,000. Work on the expansion will begin in 1954.

Mr. Chevrier said the increased storage space will make it possible to ship a maximum of 20,000,000 bushels of grain through Churchill without increasing the number of loading berths and other shipping facilities there.

During the 1953 shipping season, 31 ships moved 10,784,446 bushels of grain to overseas ports from Churchill.

Mass Resignation Of Teachers Threatened: Toronto, Dec. 22 (Globe & Mail) --

Mass resignation of Toronto's high school teachers next May and suspension of all the teachers' extra-curricular activities as soon as the 1954 spring term begins was voted unanimously by representatives from every secondary school in Toronto yesterday afternoon.

The announcement was made by the Ontario Secondary School Teachers Federation, District 7 Council, after a closed meeting, and was the local body's answer to the Toronto Board's recent decision to retain the single salary schedule for Toronto teachers.

Across Canada: Canadian prices for newsprint, base metals and most manufactured goods are reasonably competitive in the Orient, but Canada faces the prospect of increasing competition for such sales in those markets from Britain, the U.S., Germany and Japan, it was reported in Montreal yesterday by two Bank of Montreal officials just returned from the Far East. Mr. Edward R. Ernst, Superintendent of the Bank's Foreign Department, and Mr. Arnold Hart, special head-office representative returned after an 11-week tour covering 35,000 miles by air.... The number of vehicles entering Canada on a traveller's permit rose to a new high of 99,192 during November, a 13 per cent gain over the 88,000 last year. This brought the total number of entries in the first 11 months of 1953 to 2,428,726, a 10 per cent jump from 2,214,481 in the similar 1952 period, the Bureau of Statistics reported.... The Government has decided to continue price support for eggs at 38 cents a dozen in 1954, the Agriculture Department announced.



Miss Hamilton

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DEPARTMENT OF EXTERNAL AFFAIRS

OTTAWA - CANADA

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Vol. 4, No. 245.

Wednesday, December 23, 1953

Mr. Pearson In London: London, Dec. 22 (Reuters) -- Mr. Pearson left tonight by Trans-Canada Air Lines for Montreal. He came to London after attending the North Atlantic Treaty meeting last week in Paris.

Before his departure, Mr. Pearson told reporters he agrees with State Secretary Dulles of the United States that the Russian reaction to President Eisenhower's invitation to a conference on atomic energy seems "hopeful".

In an interview at Canada House he described the Paris talks as covering the problems of the European Defence Community fully and frankly.

While in London, Mr. Pearson officiated as Santa Claus for children of Canadian Government employees at a Christmas party and attended a dinner given by Foreign Secretary Eden.

He also held talks with senior officials of the Commonwealth Relations Office and the Foreign Office.

Mr. Henry Borden On Brazil Power Programme: Toronto, Dec. 22 (CP) -- Mr. Henry Borden, President of Brazilian Traction, Light and Power Company, said today it does not surprise him "that the President of Brazil should propose an over-all federal power programme to meet the needs of Brazil as a whole".

He said his attention had been drawn to press reports of remarks attributed to President Getulio Vargas concerning the need of a federal Government programme for increasing the production of electric power in Brazil....

Mr. Borden said Brazil, since the end of the war, has been going through a tremendous industrial expansion and this had resulted in a drastic shortage of power in certain areas. Moreover, the shortage had been aggravated by abnormally low rainfall resulting in unprecedented shortages of water.

Bond Sales End Dec. 31: Ottawa, Dec. 21 (Dept. of Finance) -- The Minister of Finance, Mr. Abbott, announced today that the sale of Eighth Series Canada Savings Bonds will be discontinued on December 31, 1953, but pointed out that applications made prior to December 31 with arrangements for deferred payment, are not affected.

Mr. Abbott said that the record sale of the Eighth Series - now in excess of \$860 million - was highly gratifying. It was convincing evidence that Canada Savings Bonds have become an important factor in the savings plans of a great many Canadian families. While it has been the case in past series that bonds have remained on sale until August 31 of the following year, experience has shown that approximately 90% of the sales have been made by December 31.

Gold Mine Strike Settlement Imminent: Timmins, Ont., Dec. 22 (CP) -- Some 1,500 miners at Hollinger Consolidated Gold Mines will vote Sunday night on whether to accept an agreement reached at Toronto today between the United Steelworkers of America (CIO-CCL) and the company.

If ratified, it would end a 12-week strike of 1,500 members of the United Steelworkers of America (CIO-CCL) and might provide a pattern for settlements which would put another 4,200 miners back at work in this area and Northwestern Quebec.

(over)

The union said it accepted the agreement "reluctantly". The settlement proposal didn't mention the checkoff of union dues, the most urgent demand of the steelworkers in the North.

Labour Code Urged By CCCL In Quebec: Quebec, Dec. 22 (CP) -- Premier Duplessis said today there are faint signs of depression on the horizon and urged labour and capital to co-operate in remedying the causes of production lags and unemployment.

Mr. Duplessis made the statement to a delegation of the Canadian and Catholic Confederation of Labour representing Quebec's most important trades and industries.

Delegates were headed by Mr. Gerard Picard, CCCL President, and Mr. Jean Marchand, CCCL Secretary-General. They presented a brief urging Government adoption of a new labour code recently drafted by the Superior Council of Labour.

President Picard described the new code as "a peace treaty and a compromise", between labour, capital and Government whose representatives make up the 30-member Council.

Mr. Duplessis did not state the Government's intention regarding the projected labour code.

Ontario Studies Use Of Lie Detectors: Toronto, Dec. 23 (Globe & Mail) -- The usefulness of lie detectors in police investigations is to be studied by the Attorney-General's Department.

Deputy Attorney-General Magone said yesterday his Department is going to look into the possibility a lie detector would be of value to provincial police but that a machine will not be purchased. Results of detector tests will be studied in the Department's crime laboratory.

Lie detector tests cannot now be used in court work nor can the findings be used by police in establishing their cases in court.

Transportation Strike Threatens In Regina: Regina, Dec. 22 (CP) -- The threat of a transportation strike mars Regina's pre-Christmas season - all because a bus driver was fired for "sassing" a passenger.

Thousands of office and trade workers will have to find alternative methods of getting to work tomorrow while the dismissed driver's union holds a general meeting to discuss what action to take. The meeting, called for 5:30 a.m. is expected to last four hours or more.

Across Canada: Retail sales climbed to \$1,088,379,000 in October, a 5.4 per cent rise over last year's \$1,032,253,000, the Bureau of Statistics reported today. This brought the total for the first 10 months of 1953 to a high of \$9,920,338,000, another 5.4 per cent increase over the \$9,412,048,000 in the first 10 months last year.... Works Minister Winters has taken steps to speed up negotiations on construction of a proposed bridge across the Ottawa River from Pembroke, Ont., to Allumette Island, it was reported today.... A Cabinet source indicated yesterday the Ontario Legislature will open its 1954 session either Feb. 11 or 18.



Miss Hamilton

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Vol. 4, No. 246.

Thursday, December 24, 1953.

Mr. Pearson On World Affairs: Montreal, Dec. 24 (Gazette) -- Mr. Pearson said yesterday he believes Canada would be included in any preliminary atomic talks that might develop between the United States and Russia.

He said in an interview that Canada is "one of the countries most concerned" with atomic energy, playing a vital role in its development.

Mr. Pearson spoke to newspaper men briefly after arriving at Montreal's Dorval Airport aboard a Trans-Canada Air Lines North Star from London. He was accompanied by Mrs. Pearson.

Mr. Pearson has been attending the North Atlantic Treaty Organization council meetings in Paris, which he described as "frank and useful". He said he also met with members of the British Government in London.

Mr. Pearson said the question of a European Defence Community was thoroughly discussed at the NATO council meeting. He said he favoured ratification of EDC, but he did not want to give the impression that the defence of Europe would be weakened without it. "NATO is capable of defending Europe" if EDC collapses.

Population Reaches 15,000,000: Ottawa, Dec. 23 (CP) -- Canada's population has hit 15,000,000 persons, compared with 3,000,000 at Confederation in 1867 and 5,300,000 in 1901.

Government experts estimate the historical milestone was reached a few weeks ago, either at the end of November or early in December. The complex job of compiling figures now is under way and a Bureau of Statistics report likely will be issued early in the new year.

Thus Canada, now one of the world's great trading powers, has made a fivefold population expansion since she officially came into being 86 years ago.

Though still small in numbers compared to other world powers, Canada almost tripled her population in the first half of this century. Many officials predict she may triple them again to about 45,000,000 in the next half.

For Canada, with her vast areas of rugged icy terrain, population progress was slow at the start. In the 1871-81 decade she gained a mere 700,000. But as the years went by, expansion stepped up.

The biggest advance came in the post-war years when the population rose by about 3,000,000 in the years 1945-53. She gained 1,000,000 in the last three years.

Identify Canadians Held In China: Ottawa, Dec. 23 (CP) -- The Department of External Affairs today identified five of 10 Canadians reported in London to be among a group under arrest in Communist China without conviction for any crime.

The five are:

Bishop Gustave Prevost, a native of St. Eustache, Que., of the Foreign Missionary Society of Quebec; Rev. Louis Vendam of the Scarborough Foreign Missionary Society; Rev. George Beaugard, Marieville, Que., Rev. Maurice Garneau, Quebec City, and Rev. Edward La Fleche, Winnipeg, of the Canadian Jesuits.

A Department spokesman said the names of the other five are not available here.

However, in Montreal an official of the Canadian Jesuits said Rev. Armand Proulx of Ste. Agathe de Lotbiniere, Que., and Rev. Fernand Faucher of Montreal are under house arrest in Shanghai with Father Beaugard.

The spokesman said Father Proulx was arrested with Bishop Prevost two and one-half years ago. Word of the arrests reached Montreal through a letter Father La Fleche wrote a friend in Hong Kong.

(over)

Homes In France For Air Force: Ottawa, Dec. 23 (CP) -- Agreement has been reached to construct more than 1,000 homes for married personnel of Canada's air division in France, Mr. Claxton announced today.

The homes will be constructed under a rental-guarantee arrangement between the Canadian Government and La Societe Anonyme des Enterprise A. Monod, a large French construction company.

The plan provides for 152 married quarter units at Metz where the air division headquarters is located; 443 units at St. Avold, near the Gros Tenquin air base, and 419 units at Longuyon, near Marville.

Across Canada: The United Steelworkers of America (CIO-CCL), armed with a basis for settlement of the 1,500-man strike at the big Hollinger mine, late yesterday called for meetings aimed at ending strikes at other mines in the Northern Ontario gold fields. The union headquarters here wired the managements of seven mines in the Timmins area asking for the meetings "in view of the Hollinger settlement".... Fifty-eight Montreal police officers from director down to constable first class, were awarded Coronation Medals yesterday at a brief ceremony held in Municipal Court chambers. Included in the honours list were representatives of every branch in the force.

SEASON'S GREETINGS TO ALL DAILY AIR MAIL BULLETIN READERS FROM AN OTTAWA THAT WAS ALMOST SNOW-FREE THE DAY BEFORE X-MAS.



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Monday, December 28, 1953.

1953 Prosperous Year For Workers, Says Mr. Gregg: Ottawa, Dec. 27 (CP) -- The Minister of Labour, Mr. Gregg, today said in a year-end message that, measured by any standard, 1953 was a good year for the working people and industries of Canada.

Industrial output is expected to be \$24,000,000,000, compared with \$23,000,000,000 in 1952 and the labour force in industries other than agriculture totalled 4,451,000 in August - latest month available - compared with 4,326,000 a year ago.

Personal incomes rose although wage increases averaging 10 cents an hour were smaller than in some years since the Second World War. However, the cost of living levelled off, allowing the working man a greater return for his work in terms of goods and services.

"Not only was the average worker able to obtain more goods and services with the money he spent but by and large he was able to save more money," Mr. Gregg said.

The steady trend towards shorter working hours, longer vacations and more paid statutory holidays in manufacturing industries continued. The proportion of factory workers on a 40-hour week almost doubled since 1949 and the percentage on a 48-hour week was reduced by half. The five-day week in industry has become more common in plants and offices.

Mr. Gregg said the collective bargaining system has served well to keep production going while industrial disputes are settled. Strike activity increased during the latter part of the year but time lost through industrial disputes in the first months of the year was below average.

Mr. Donald Gordon's Year-End Report: Montreal, Dec. 28 (C.P.) -- Mr. Donald Gordon, President of Canadian National Railways, said yesterday in a year-end statement that highway operations by the company may result in some improvement to the railway's competitive position.

The open-road operations of the CNR were touched upon in a report delivered by the head of Canada's largest transportation outfit. He said:

"The extension of railway-owned and operated highway services, which is a necessary step in the direction of reducing operating cost and affording an improved service to the public may result in some improvement in the railways' competitive position...."

Mr. Gordon said total earnings for the CNR this year are expected to exceed "somewhat" the record 1952 figure despite a general and serious falling off in freight traffic in the last quarter.

Last '53 Shipment Of Arms For NATO: Ottawa, Dec. 25 (CP) -- Final 1953 shipments of arms under terms of the Mutual Aid Agreement of the North Atlantic Treaty Organization will leave Saint John, N.B., for the Netherlands and Denmark Dec. 28, the Army has announced.

The Danish Army will receive the bulk of the shipment. It includes 2,600 cases of rifles, 170 cases of scabbards, 174 cases of bayonets, 184 cases of accessories for rifles, 16 cases of equipment and spare parts for 17-pounder self-propelled guns and seven cases of telecommunication valves for wireless sets.

The Netherlands' shipment to Rotterdam includes 154 cases of vehicle spare parts for jeeps and 84 cases of vehicle kits for jeeps and three-quarter ton trucks.

(over)

Impending Statements In Parliament: Ottawa, Dec. 27 (CP) -- Statements on defence and foreign policy are expected to be made in the House of Commons by four Cabinet Ministers after Parliament resumes its sittings in January.

Mr. Pearson and Mr. Claxton will report on the recent North Atlantic Treaty Organization meetings in Paris. Mr. Gardiner will make a statement on the Rome meeting of the United Nations Food and Agriculture Organization and Mr. Sinclair on the Colombo Plan conference in New Delhi in October.

Saskatchewan's Uranium Developments: Regina, Dec. 28 (CP) -- The Saskatchewan Government lists 1953 as the big year for its valuable uranium deposits. Next year promises to be even bigger.

At least five mines may be producing uranium ore by next summer, the Department of Mineral Resources said.

The optimistic outlook is contained in a year-end review of mining activities in Saskatchewan's Beaverlodge Lake district, 600 miles northwest of here and source of most of the province's uranium.

Across Canada: With the scarcity in metals and other defence materials over, the Defence Production Department has announced the abolition of its materials division, which controlled the flow of these items to industry. It also announced the regional offices of the small industries division are no longer necessary. These will be closed Dec. 31.... Doug Hepburn, 280-pound weight-lifter from Vancouver and an unknown outside his native province a few months ago has been named Canada's outstanding male athlete of 1953.... Canada is supplying the United Nations with four more cargo ships for Far East duties, Mr. Chevrier announced on December 24.

Hockey: (Saturday) Canadiens 2, New York 0. Toronto 4, Detroit 2. (Sunday) Chicago 4, New York 1. Detroit 2, Boston 1.



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Vol. 4, No. 248.

Tuesday, December 29, 1953.

New Navy Aircraft: Ottawa, Dec. 28 (ND) -- Approval has been given for the re-arming of anti-submarine squadrons of the Royal Canadian Navy with the Grumman S2F aircraft, a twin-engine high wing monoplane designed specifically for carrier-borne operations against submarines, the Minister of National Defence, Mr. Claxton, announced on December 28.

The aircraft will be built at the Toronto plant of de Havilland Aircraft of Canada Ltd., under license from the Grumman Aircraft Engineering Corporation of Beth Page, N.Y. These will be the first naval aircraft for the RCN to be manufactured in Canada.

Delivery of the first S2F's is expected to take place early in 1956, enabling the squadrons to be re-armed prior to the commissioning of Canada's new aircraft carrier, HMCS Bonaventure, later in the same year. The Bonaventure is now under construction at Belfast, Northern Ireland.

The S2F was designed and is being built to United States Navy specifications by the Grumman Aircraft Engineering Corporation. In the RCN, it will replace the Grumman Avenger, a Second World War torpedo-bomber modified for service as an anti-submarine aircraft.

The principal feature of the S2F is that it is the first comparatively small aircraft capable of meeting the modern requirements of aerial anti-submarine warfare. It is highly manoeuvrable, has a short take-off run and low landing speed, and at the same time is able to carry all of the devices and weapons considered necessary for the efficient performance of the anti-submarine search and attack role.

Transfer Of Deep-Sea Ships: Ottawa, Dec. 28 (CP) -- The Canadian and United Kingdom Governments have begun operation of a plan to shift some Canadian deep-sea ships to British registry to ease their high running costs.

The Governments concluded an agreement a few days ago, it was learned today, and the flag transfer of the first two ships was quickly approved.

Applications for the transfer of 15 more vessels - about one-quarter of the Canadian-registered deep-sea fleet of 62 - are pending before the Canadian Government.

Hollinger Mine Strike Settlement: Toronto, Dec. 28 (CP) -- A new 18-month agreement that will send 1,500 striking miners back to work at the big Hollinger Consolidated Mine, Canada's largest gold producer, was being whipped into contract shape tonight and is expected to be signed tomorrow.

The agreement, reached between representatives of the United Steelworkers of America (CIO - CCL) and the company management in Ontario Government sponsored negotiations at Toronto last week, was approved almost unanimously by the miners in a vote yesterday.

Now being put into technical contract language by lawyers, the agreement is expected to set a pattern for settlement of disputes at seven other mines in the Timmins area. The union has already called on the management of these mines for settlement conferences and five have indicated a willingness to enter such talks.

(over)

Would Recruit Teachers In Britain: Toronto, Dec. 28 (CP) -- A programme to recruit secondary school teachers in Britain to meet Ontario's need for 4,000 extra teachers in the next 12 years was proposed today by Mr. S.G.B. Robinson, General Secretary of the Ontario Secondary School Teachers' Federation.

"Only a major depression like that of the 1930's could raise attendance at the Ontario College of Education to required figures," he told the Federation's annual meeting. The present number of OCE graduates barely meets normal replacement demands, he said.

Barley For Korea: Ottawa, Dec. 28 (CP) -- First four carloads of a 750-ton Canadian contribution of barley for Korea will be shipped tomorrow from Saskatoon, the Unitarian Service Committee said today.

This first 120-ton shipment of barley for hungry Korean children will be followed Jan. 15 by a second consignment from Peterborough.

The Unitarian Service Committee launched its barley for Korea appeal in September. A \$100,000 objective was set, enough to provide daily feedings of barley gruel for 125,000 Korean children for three months. Under the plan, one Canadian dollar provides a month's supply for five children. The objective has not yet been reached.

Across Canada: The federal Government will contribute \$20,000 toward the cost of additional civil defence projects in British Columbia costing an estimated \$80,000.... A Trans-Canada Air Lines spokesman said in Montreal yesterday that the new weekly service between Montreal, Toronto and Mexico City will be started Jan. 16, according to the Gazette.... Dr. Percy E. Moore, Director of Indian Health Services for the Department of National Health and Welfare, has been appointed to represent Canada on the executive board of the World Health Organization - a United Nations agency.



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Vol. 4, No. 249.

Wednesday, December 30, 1953.

Mr. Howe Predicts Another Prosperous Year: Ottawa, Dec. 30 (CP) -- Mr. Howe today predicted another generally prosperous year for Canada in 1954 but estimated that the rate of expansion may drop.

"Some industries are encountering difficulties," he said in a 4,000-word year-end review, "and for this reason expansionary trends in the Canadian economy in the year now ahead may be less pronounced than in the past three years."

But capital investment - reaching a record \$5,600,000,000 in 1953 - would "remain high". The prospect for sales in the Canadian markets is "firm" and Government spending for defence and other purposes will likely continue to act as a "stabilizing influence".

The gross national produce rose to a record \$24,200,000,000 during 1953, up from \$23,000,000,000 in 1952. Officials are still hopeful of some increase in 1954, but not of the \$1,200,000,000 magnitude.

Mr. Howe said that there is some recession talk in the United States but that there is nothing in the over-all picture to indicate "any serious interruption in the generally prosperous conditions now prevailing".

Even in the U.S. there was no evidence of pre-recession boom which could lead to collapse. There might have to be some "adjustments" in the U.S. but this should not lead to reduction of Canada's major exports to that country - Canada's biggest market.

As for overseas markets, there had been a "considerable" drop in Canadian exports. But the exchange problem is improving and some "pick up in sales of basic materials is possible". The exception is wheat. In the face of improved world production, "grain sales are almost certain to fall short of the record shipments achieved in the last two years".

Mr. Howe said that 1953 was another period of record economic achievement. Crops again were exceptionally good. The general rise in production was accompanied by a further increase in employment. Farm income had declined slightly but income generally was higher.

But more significant was the rise in living standards. Canadians were able to buy more with each consumer dollar....

Mr. Howe, who also is Minister of Defence Production, touched briefly on the 1953 arms programme, stating that in terms of new orders the programme has reached its peak "and shows signs of levelling off".

Mr. St. Laurent's World Visit: Ottawa, Dec. 29 (CP) -- Prime Minister St.

Laurent will log some 156 hours - or 6½ days - in the air on his globe-girdling trip starting Feb. 4 if present arrangements are followed.

An RCAF C-5, larger than a North Star and with different engines, has completed a pioneer flight around the world, blazing an air trail for the Prime Minister. With few layovers, the trip took 24 days. Mr. St. Laurent's trip will take about six weeks.

Starting from Ottawa, the plane, with two complete crews and an extra pilot - 19 men - took this route: Goose Bay, Labrador; London; Bonn, Germany; Rome, Bahrein, Persian Gulf; Karachi, Pakistan; Poshawar, Northwest Frontier Province, Pakistan; Lahore, Pakistan; New Delhi, India; Colombo, Ceylon; Jakarta, Indonesia; Manilla; Seoul; Tokyo; Guam; Townsville, Australia; Canberra; Sydney; Fiji Islands; Canton, Phoenix Island; Honolulu; San Francisco; Ottawa.

This route is only tentative and some changes probably will be made.

(over)

New Trades For Deep-Sea Sailors: Ottawa, Dec. 29 (CP) -- The federal Government is planning measures to provide new trades for deep-sea sailors displaced in the transfer of some Canadian ships to the British flag.

Informants said today no final decision has been reached but it is probable the Government will meet the cost of training them for new jobs and pay the a living allowance while they are studying.

The ship transfers, disclosed yesterday, are being permitted to allow financially-pressed vessel operators to take advantage of lower running costs under British registry. This involves manning the ships with British crews, who work for considerably less than Canadian seamen.

Across Canada: Premier Duplessis of Quebec announced yesterday the Quebec Hydro-Electric Commission will study proposals for bringing Alberta natural gas into Eastern Canada.... Canada's construction industry in 1953 handled \$4,500,000,000 worth of business, an all-time record. Mr. John N. Flood of Saint John, N.B., President of the Canadian Construction Association, announced this figure and added that the outlook for 1954 was at least as favourable.... The Trade Department announced the appointment of Mr. Arthur Evan Bryan, 61, of Ottawa and Winona, Ont., as Consul and Trade Commissioner in Detroit.... The Ontario Secondary School Teachers' Federation yesterday voted to marshal the entire resources of its 6,200 members in every Ontario community to fight the single salary schedule issue to the bitter end, the Globe and Mail reported from Toronto.



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Vol. 4, No. 250.

Thursday, December 31, 1953.

Mr. St. Laurent's New Year's Message: Ottawa, Dec. 31 (CP) -- Mr. St. Laurent said today the international scene "is not devoid of signs of hope for the fulfilment of that future of peace and prosperity for all mankind that is our continual prayer".

He made the statement in a written New Year's message to fellow Canadians.

Partial text:

"The international scene is not devoid of signs of hope for the fulfilment of that future of peace and prosperity for all mankind that is our continual prayer. The United Nations forces, with Canadian troops ranking only third in numerical importance, have halted Communist aggression in Korea. While our men are still there, fighting has ceased. In Europe the members of the North Atlantic Treaty Organization meeting in December, reaffirmed their determination to stand together in defence of our common ideals. In this past month the heads of the Governments of Great Britain, the United States and France conferred at Bermuda as the united leaders of the free world.

"Canada as a growing nation is playing an ever-increasing role in this struggle for world peace. Her voice is being listened to with more and more respect in the councils of the world. In the past 12 months we have played host to the Crown Prince Akihito of Japan, the President of the United States, the Chancellor of the German Federal Republic, and the Premier of France. Soon I shall be leaving on a tour around the world.

I am confident that I shall be speaking for all of you in bringing greetings from Canada to the countries I shall visit, and in affirming that we are united with them in the cause of peace.

"We hope and pray that the coming year will draw us nearer to peace on earth, and good will among all men.

"I wish each and every one of you a happy new year."

Labour Leaders On Unemployment: Ottawa, Dec. 30 (CP) -- Demands for action to ease climbing unemployment -- most of it seasonal but some not -- are piling on the Federal Government.

Labour organizations and some business groups -- joined today by the United Church of Canada -- are pointing to fall-winter jobless figures which one labour chief claims are the highest for a similar period in Canadian history.

Others do not go so far but suggest that Canada is heading for the most unemployment since the war. The post-war top was in late winter of 1950, when 312,000 were out of work.

In year-end messages to the public, the unemployment theme was underscored by Mr. Percy R. Bengough, President of the Trades and Labour Congress of Canada, and Mr. A.R. Mosher and Mr. Donald MacDonald, President and Secretary-Treasurer of the Canadian Congress of Labour.

Both these largest of central labour bodies have recently called on the Government for such measures as enlarged unemployment insurance and the use of a so-called "shelf" of public projects which the Government is supposed to be saving up for a rainy day.

Their complaints have dealt specifically with regional patches of unemployment in industries such as textiles, farm implements, railways, rubber footwear, coal in the Maritimes, ladies' dresses and hats.

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Record Farm Cash Income: Ottawa, Dec. 30 (CP) -- Canadian farm cash income totalled \$1,901,500,000 for the first nine months this year, a record for the period, the Bureau of Statistics reported today.

The figure includes income from sale of farm products and from participation payments on previous year's crops. It does not include the total for Newfoundland farmers.

The amount for the January-September period is four per cent above the corresponding 1952 figure of \$1,827,200,000 and nearly two per cent above the 1951 figure.

Supplementary payments to Western farmers under the Prairie Farm Assistance Act amounted to \$1,100,000 in the first nine months this year compared with \$10,100,000 and \$4,500,000 during the respective 1951 and 1952 periods.

The Bureau said the record level of farm cash income can be attributed primarily to the "unusually large" amounts of Western wheat delivered by producers during the January-September period this year at weighted average initial prices higher than a year ago.

National Research Report: Ottawa, Dec. 30 (CP) -- A new process for drying damp grain has been developed by the National Research Council, which thinks it will be cheap enough for commercial use.

The Council has produced a new remote-control fog alarm and an automatic replier to ships' signals and developed rewarming equipment for use in heart operations.

These were a few of the hundreds of things accomplished or experimented with during the last year by the Council and mentioned in its year-end review, made public today.

Chargé d'Affaires At Prague: (Press Release No. 86, Dec. 30) -- The Department of External Affairs announced on December 30 that Mr. George Bernard Summers will be posted in March to the Canadian Legation in Prague as Chargé d'Affaires a.i. to succeed Mr. J.M. Teakles who will be returning to Canada for duty in the Department.

Across Canada: Heavy primary wheat marketings highlighted the Board of Grain Commissioners' report for the week ended Dec. 23. The report showed wheat deliveries totalled 25,500,000 bushels, believed the heaviest weekly marketing volume for this time of year in history.... Changes in Canada's trade representation abroad were announced by the Trade Department. Mr. Donald M. Holton has been posted to Bombay as Trade Commissioner. Mr. Holton has been serving at New York as Consul and Trade Commissioner. He is succeeded at New York by Mr. Charles R. Gallow, Commercial Secretary at Rio de Janeiro. Mr. Clarence J. Van Tighem is being transferred to the Rio de Janeiro post. He has been Commercial Secretary at Sao Paulo, Brazil.... Ontario was the coldest province in Canada Wednesday with temperatures sliding to 60 below zero in some of its northern regions. Ottawa experienced 10 below last night.