

# ABERHART AND CABINET SWORN IN

## 1934-35 Provincial Deficit \$2,000,000

### Aberhart Regime Faces \$15,000,000 Obligation; Public Accounts Listed

Statement Issued as Last Act of Reid Government—  
Loss Reduced From Previous Year—Revenues  
Below, Expenditures Above Estimates

#### HIGHLIGHTS OF ALBERTA'S 1934-35 PUBLIC ACCOUNTS:

- Deficit \$2,081,760;
- Provincial telephone loss of \$343,709, which forms part of general deficit;
- Provincial revenue in fiscal year \$513,710 below, expenditure \$700,000 above estimates;
- Income tax fell \$272,028 short of \$650,000 estimated for fiscal year;
- Treasury bills amounting to \$17,803,750 owing to dominion besides \$468,000 subsidy overpayment;
- Total expenditure in year by province, dominion and municipalities of \$4,624,708 for unemployment relief;
- Net increase of \$3,970,721 in Alberta's funded debt, as a result of year's operations;
- Provincial guarantees amount to \$9,038,053, in addition to the public debt.

#### ALBERTA'S NEW CABINET IS SWORN IN



At a brief ceremony in the executive council chamber of the legislative buildings Monday, the Social Credit cabinet took over the administration of the province. Members of the new cabinet, selected by Premier Aberhart, were sworn in by Hon. W. L. Walsh, lieutenant governor, and immediately convened in a council session to begin dealing with the difficult problems confronting Alberta. Here are the new cabinet ministers, snapped by a Journal cameraman Monday after they had gathered

in the city. Front row, left to right: Hon. Charles Cockroft, provincial treasurer and minister of municipal affairs; Hon. William N. Chant, minister of agriculture and trade and industry; Premier Aberhart; Hon. Ernest C. Manning, provincial secretary; Hon. Dr. W. W. Cross, minister of health. Back row, left to right: Hon. John W. Hugill, K.C., attorney general; Hon. C. C. Ross, minister of lands and mines; Hon. W. A. Fallow, minister of public works, railways and telephones.

## Impressive Ceremonies As Premier, Ministers Take Oath of Office

Hon. W. L. Walsh, Lieutenant-Governor, Takes  
Declarations

SIGN "RED BOOK"

First Meeting of Cabinet  
Follows at Legislative  
Buildings

In the historic council chamber at the parliament buildings, the first Social Credit government in the world formally assumed office at 2:30 p.m. Tuesday.

Sworn in by Hon. W. L. Walsh, lieutenant-governor of Alberta, at impressive ceremonies, Premier Aberhart and his seven ministers took over the administration of affairs of the province and thus became the seventh ministry in Alberta's history.

Comprising the new ministry, which is one less in number than the preceding Reid administration, are: Hon. William Aberhart, premier and president of the council; Hon. J. W. Hugill, K.C., attorney-general; Hon. William N. Chant, minister of agriculture, trade and industry; Hon. C. C. Ross, minister of lands and mines; Hon. W. A. Fallow, minister of public works; Hon. W. W. Cross, minister of health; Hon. Charles Cockroft, provincial treasurer and minister of municipal affairs; Hon. E. C. Manning, provincial secretary.

#### Aberhart Takes Oath

Shortly before the time for the ceremony, Hon. Mr. Walsh, in top hat, arrived at the parliament buildings, accompanied by his secretary, Captain C. V. Dacre. They proceeded at once to the governor's office.

Shortly afterwards, Premier Aberhart entered the governor's office,

### Early Decision On Wheat Price Not Looked For

OTTAWA, Sept. 3.—No early announcement is expected from the government as to the establishment of a fixed minimum price on wheat, it was learned Monday, although this is one of the tasks awaiting disposal by cabinet council.

It is anticipated some of those closely interested in the wheat growing and trading industry may visit Ottawa to discuss the matter with the government before any action is taken.

## School Opening Again Delayed; Is Now Sept. 16

Further Postponement as  
Three New Paralysis  
Cases Reported

NOW 16 IN CITY

Reopening of city schools, public, separate and private, was further postponed to September 16, at the earliest, and the ban on children of 18 years and under assembling in public places was extended accordingly, following three new cases of infantile paralysis over the week-

## 369 On Board, Will List Albertans Soon Liner Aground For S. C. 'Dividend' Pay Reef at Florida Ethiopia Wants British Accept Mandate Gift

Rescue Ships Arrive to Aid  
Dixie, in Danger of  
Breaking Up

EIGHTY MILE GALE

Aberhart Declares Do-  
minion Will Assist With  
Provincial Burdens

PRAISES ATTITUDE

CALGARY, Sept. 3.—Premier Bennett has promised he would "do everything within his power" to assist where possible the Social

### Louis To Wed Chicago Stenog After Battle

CHICAGO, Sept. 3. — Wedding bells are going to ring for Joe Louis, the Detroit boxer.

Miss Marva Trotter, Chicago stenographer, said Tuesday she and

Would Make Proposal  
Through League of  
Nations Council

OIL PACT STANDING



provincial auditor.

Issuance of the public accounts was one of the last acts of the outgoing Reid administration, its Social Credit successor taking office Tuesday.

The deficit was made up of \$1,738,050 of a loss on the general revenue fund, comprising \$1,021,825 of an operating deficit and \$716,223 for sinking fund or debt retirement. On provincial telephone operations there was a deficit of \$201,915, beside \$141,794 for debt retirement that was not provided. These various items all were on income account.

On capital account the total expenditures were \$7,296,412 which in-

ordered by the Reid administration as a temporary step to stem a "run" until the new government took office and prepared to deal with the situation. The \$15,000,000 is exclusive, also, of the province's \$148,000,000 funded debt.

Here is a summary of direct obligations which the new government has to face in the next seven months ending March 31 next, the close of the fiscal year:

|  |              |
|--|--------------|
| Bond maturities .....  | \$ 5,200,000 |
| Bank loans, estimated ....                                       | 5,700,000    |
| Interest charges (7 mos.) ..                                     | 2,800,000    |
| Province's share of relief (7 mos.) heretofore capitalized ..... | 1,215,000    |
| Total .. .. .  | \$14,915,000 |

According to information which

**EIGHTY MILE GALE**

MIAMI, Fla., Sept. 3.—Tropical radio reported at noon Tuesday three ships were standing by the Morgan liner Dixie, hard aground on the north end of French reef south of Miami, waiting to take off her 369 passengers and crew as soon as weather permitted.

An 80-mile an hour gale sent huge waves pounding against the Dixie and she was in danger of breaking up. Her regular radio apparatus was not functioning, but with an emergency wireless she sent out brief, vague reports on her precarious position.

The hurricane that tossed the Dixie against the reef roared across the southern tip of the Florida peninsula, damaging citrus crops, then spending its force at sea.

Carysfort reef, where the Dixie struck shortly before midnight Monday, is 50 miles directly south of Miami and only a little way out from Key Largo.

The Dixie left New Orleans Saturday and was due to arrive in New York Thursday, steaming up the coastal route that is the tomb of the Morro Castle and the Mohawk.

In New York manager of the Southern Pacific Steamship lines received wireless message from the captain of the liner Dixie: "Ashore near Carysfort. Making water in double bottom tanks under engine and fireroom. Hurricane."

to assist where possible" the Social Credit government of Alberta, to solve its problems, William Aberhart, premier-designate and leader of the Alberta Social Credit league which swept into power in the August 22 elections, has announced.

Mr. Aberhart in his farewell address at the Prophetic Bible Institute Sunday said he was in communication with Mr. Bennett and the prime minister believed the new provincial government should not be shouldered with burdens left by the last government.

**Make Things Easier**

"It was fortunate that a fair-minded government was in power in Ottawa," the Calgary evangelist-educationist-economist added. He said he believed Mr. Bennett was anxious to make things easier for Alberta.

He announced the new government soon would call upon all bona fide citizens to register so that they would be in a position to receive their basic dividends when the time came. Major C. H. Douglas, British economist who founded Social Credit theories and is now under contract to the Alberta government as economic adviser, probably would be in Alberta within three weeks or a month, he said.

Mr. Aberhart said he hoped to extend the investigation of the provincial coal industry under Sir Montague Barlow, British coal authority, to cover Social Credit. Sir Montague arrived in Canada recently and is on his way to Edmonton.

Miss Marva Trotter, Chicago stenographer, said Tuesday she and Louis plan to be married in New York after his fight with Max Baer there Sept. 24.

"I'm not marrying him because he is a great fighter," said the slightly built 19-year-old girl. "He's a fine man, modest and gentlemanly."

**ADDIS ABABA, Sept. 3.**—One thousand regular soldiers of the Ethiopian army were rushed southward Tuesday to Addis to reinforce the Ethiopian garrison of 10,000 men already stationed there.

LONDON, Sept. 3.—High Ethiopian circles in Addis Ababa are seriously contemplating asking the League of Nations to give to Great Britain a mandate over the kingdom of Emperor Haile Selassie, according to a Reuter's dispatch from the Ethiopian capital received here Tuesday.

A group of Ethiopian army officers were reported to have arrived at the Eritrean border by aeroplane Monday from Addis Ababa. The report said a detachment of 1,000 troops also was expected there shortly.

Authorities here denied all knowledge of any Italian invasion from Eritrea.

No information was forthcoming as to the purpose of the flying visit of the officers to the border on the north where the first Italian attack is expected, but observers pointed out the trip probably was made to confirm rumors of Italian troops crossing the border.

Meanwhile it was understood here plans were being pushed quietly along wide lines to carry on the defence of the country in case Italians begin their long-planned war campaign.

A detachment of the imperial guard is enroute to Dire Dawa to reinforce troops stationed there.

It also was reported 20,000 regular soldiers have been rushed from Harar to Ogaden.

Emperor Haile Selassie's American financial adviser, Everett A. Colson, issued a statement declaring British capital was in no way involved in the emperor's vast oil

Shortly afterwards, Premier Aberhart entered the governor's office, where he took the oath as president of the council and submitted his list of cabinet ministers.

The governor and premier, ac-

(Continued on Page 7, Col. 2)

Following consultation with Dr. M. R. Bow, deputy minister of health, Dr. R. B. Jenkins, city medical health officer, instructed the two school boards and various private schools to delay opening of schools for another week at least. Schools originally were intended to open for the fall term Tuesday.

The three new cases over the week-end brought the total of city cases to 16. Country cases brought into the city for treatment total 12.

Of the three new cases, one was from Jasper Place, one from Calder and the third from the west end.

Health authorities explained that while the situation was not yet alarming, they were taking no chances on having the disease spread through close congregation of children.

Acting under the authority of the health act, Mayor Clarke proclaimed that children would not be permitted to attend motion picture shows, Sunday schools, playgrounds or other public places until September 16 at the earliest. He said he would continue to act strictly according to the wishes of the city health department and the ban may be extended from time to time as the health department sees fit.

In most cases to date, the sufferers have been children between four and 12 years but the victims include a married woman of 43 years and a man of more than 30 years.

A number of suspects are under observation.

## Warm Water Route Via Arctic Hinted

### Soviet Expedition Finds Supposed Channel of Gulf Stream

MOSCOW, Sept. 3.—Soviet ice-breaker Sadko reported by wireless Tuesday it had discovered a warm water passage through Arctic ice which may be a section of an open channel through which steamers could navigate to the Far East from Europe by way of the Polar regions.

George Ushakov, head of the expedition, said the passage was 650 feet wide, cutting through previously unexplored territory between Franz Josef Land and Nicholas the Second Land. He reported the water lane was flanked by fields of impassable ice.

Ushakov said he believed the water was a part of the Gulf stream. The passage was reported extending due north from 81½ degrees latitude approximately 700 miles from the North Pole.

## Racing WINNIPEG

**WEDNESDAY'S ENTRIES**

WINNIPEG, Sept. 3.—Entries for Wednesday, fifth day of Polo Park fall meeting of seven days.

**FIRST RACE**—\$400 claiming (foaled in western Canada) 3-year-olds and up. Five furlongs.

|                |     |               |     |
|----------------|-----|---------------|-----|
| King Han ..... | 112 | Lord Avondale | 112 |
| Saxenada ..... | 109 | Purple Rock   | 112 |
| Saskatoon Lad  | 112 | Squinchy      | 109 |
| Simosee .....  | 109 | Dalemead      | 112 |
| Davaar .....   | 112 | Home Waltz    | 110 |
| Manx Jester    | 112 | Wensley Dale  | 109 |

**SECOND RACE**—\$400 claiming, 3-year-olds and up. 6½ furlongs.

Errant Lady ..117 Weneedit ..x104  
Sunny World 120 Rural Chalm 109  
Budover ..x104 Nancy Kerr ..108  
U'n. Women ..106 Des Lovely ..100  
Tea Jester ..108

**THIRD RACE**—\$400 claiming (foaled in western Canada), 3-year-olds and up. Five furlongs.

Mac Phalaris x107 Victorelius ..118  
Buddy Kay ..115 Ironworker ..112  
Leyburn ..118 Top Lap ..109  
Flor. Somers 109 Tomdl ..112  
Gold. Girl ..115 Nikki's Blond 109  
Purple H'cher x101 Joseph ..109

**FOURTH RACE**—\$500 claiming, 3-year-olds and up. Five furlongs.

Kanal ..... 107 | Romany Baw | 112 || Lb. El'worth x111 |  | French Maid | x111 |
| Adopted ..... | 108 | Westy's Tim | 119 |
| Elkhart ..... | 112 | Moonsan | 112 |
| Blue John ..... | 114 | Mont Drift | x113 |

**FIFTH RACE**—\$2,000 added (The Manitoba Derby), foaled in western Canada. One mile and one quarter.

B-B. Breeze ..126 Neken ..... 126 || B-Don Grant 126 | Tilenada | 126 |
| A-Bowery Su 123 | Nellie Quince | 23 |
| Somosee ..... | 126 | Four Square | 123 |
| A-Tofl ..... | 123 | A-Camp Craig | 126 |
| Taxaurelius ..123 | Lomar | 126 |
| A-Pekisko ..... | 123 | Marcus Docile | 126 |
| A-Whittier Park | Stock Farm and J. I. Dimpler entry. |  |  |
| B-Dutton Bros. | entry. |  |  |

**SIXTH RACE**—\$400 claiming, 3-year-olds and up. 6½ furlongs.

Hl. Mont ..... 104 | Warrior Lyons | 120 || Reddy Fox ..... | 109 | Privately | x104 |
| Guidess ..... | 106 | Sweepmore | x110 |
| Chianti ..... | 109 | Sweet Pekoe | 106 |
| Y'kee Doodle | 115 |  |  |

**SEVENTH RACE**—\$400 claiming, 3-year-olds and up. One mile and 70 yards.

St. Carl ..... 116 | Indian Dance | x111 || Wee Clair ..x102 |  | Thund. Light | 110 |
| Ming Sun ..... | 116 | Little Satin | 116 |
| Olivia A ..... | 107 | Polly Flint | 106 |
| L. Goldstream | 103 | Kansas Hope | 110 |
| Flanude ..... | 113 | Big Dollar | 103 |

Also eligible: x-Apprentice allowance. Horses listed according to post positions. Post time first race 1:30 p.m. (M.S.T.)

**TUESDAY'S RESULTS**

**FIRST RACE**—Purse \$400 claiming, 3-year-olds and up. Five Furlongs. Suranto (Cain) ..... 33.80 | 25.40 | 10.20 || Jimmie L. (Molter) | ..... | 4.45 | 3.30 |
| Sweet Pekoe (Russell) | ..... | 5.10 |  |
| Time 1:03 2-5. |  |  |  |
| Also ran—War Mark, En Evand, Sun Glass II, Chief's Surprise, Shandygaff, Just Cost, Miss Swarthmore, Suzanne Guetel, Miss Peg Mar. |  |  |  |

## Bennett Prepares Election Program

Will Have Attractive Plan Declare Observers in Ottawa

By Charles Bishop  
(Special to Edmonton Journal and Associated Southam Newspapers)

OTTAWA, Sept. 3.—Political parties here started Tuesday to concentrate upon the dominion election. Six weeks intervened before the polling date.

The multitude of people—ex-members, contractors, those seeking appointment to public position and the politicians who invaded Ottawa, recurrently, since July, have departed. All the jobs have been filled; nearly all the contracts awarded; all the strategy of the campaigns has been settled.

The prime minister was in his office in the eastern block today with no appointments and only the odd calls.

He is working on the broadcasts of this week-end and next week. Most of the ministers are away looking after their political fences; the new ones are here getting acquainted with the routine of departmental administration. Conservative publicity, on a national scale, which began today; features what is bound to a basic clause of the government party—that Mr. Bennett has brought the country through and that he should be left just where he is—at the helm.

It is known however, that reliance will not be placed on this strategy, alone. The prime minister, it is forecast, will have something new to offer and those who know are

## Conflict Threatening Safety Of All White Men Is Feared

Ethiopia Openly Discusses Possibility of Wide War

By Robinson MacLean  
(Special Correspondent to the Journal and Toronto Telegram; former member of Journal news staff)

ADDIS ABABA, Sept. 3.—(By Cable via Djibouti)—Fears more or less kept in the background that war in Ethiopia will not only be with Italy, but threaten the safety of all white men are being openly discussed today. A good many foreigners appeared today with guns strapped to their belts, something I had not seen here before.

The reason for this open admission of alarm was an "accident" to the Italian consul who was on his way from Addis Ababa to his post at Debra Marcos, some days north of the capital. Although his family assures everybody that he shot himself by accident while out hunting, the unpleasant thought hangs on in every mind—"an Ethiopian is not a man

## Campbell Hits 304-Mile Pace, Breaks Record

Britain's Average for Two-Way Run Is 299.875 M.P.H.

BONNEVILLE SALT FLATS, Utah, Sept. 3.—Sir Malcolm Campbell, England's man of super-speed, bettered his own world's record for land speed Tuesday on the salt beds of Utah with an average of 299.875 miles an hour. His previous record average was 275.816 miles an hour.

Keenly disappointed because he missed by a fraction of his cherished goal of 300 miles an hour, Sir Malcolm announced he would make a second attempt at his mark Wednesday.

When informed of his average time, after his second run, Sir Malcolm exclaimed bitterly: "For goodness sake: now I've got to go through it all again."

The giant Bluebird roared over

## 500,000 Watch Funeral of Queen

Impressive Tribute Paid to Belgium's Queen Astrid

BRUSSELS, Sept. 3.—The body of Belgium's beloved Queen Astrid was borne to the royal crypt in the Church of Our Lady of Laeken Monday through streets lined with 500,000 of her sorrowing subjects.

The queen, tragically killed last week in a motor accident in Switzerland, rests beside the late King Albert and other members of the dynasty founded by Leopold I in 1831.

The street lamps and even the taxicab headlights were veiled in black while from windows and building tops crepe streamers and black flags formed a somber passageway along the whole route of the procession.

In contrast to the funeral just 18 months ago of the ill-fated King Albert when the military note was dominant in tribute to a great leader, Monday's tragic sequel was a nation's even more impressive tribute to its beautiful young queen.

Twenty thousand school children lined one side of the funeral route.

## S.C. IS ELECTED IN PEACE RIVER

Lamley Has 576 Majority Over Liberal In Final Count

(Special to The Journal)

PEACE RIVER, Sept. 3.—Final count of votes just completed in the Peace River constituency due to late arrival of ballot boxes from Fort Vermilion and outlying polls gives W. J. Lamley, Social Credit, a majority of 576 over E. L. Lamont, Liberal. After the first count the standing was W. J. Lamley, 2,269, E. L. Lamont, 1,389, W. H. Bailey, U.F.A., 994, and G. Baldwin, Conservative, 308.

Final result left Lamley, Social Credit, 2,474 votes, Lamont, Liberal, 1,898. Mr. Baldwin, Conservative, lost his deposit. Mr. Bailey, ex-M.L.A., barely saved his as he had a mere two vote margin over the required quota. There were some 180 ballots spoiled.

## ILLINOIS MAN WINS AIR SPEED CLASSIC

CLEVELAND, Sept. 3.—Daring 29-year-old Harold Neumann, of Moline, Ill., roared the aeroplane "Mr. Mulligan" around a 14-mile course at 220 miles an hour for 150 miles Monday to win the \$15,000 Thompson trophy race, principal event of the 1935 national air races. Much of the race was flown in a light fall of rain with visibility so low Neumann could hardly see the pylons marking the course.

A crowd of 75,000 saw Col. Roscoe Turner, after leading the race almost to the finish, suddenly encounter trouble that forced him out and put him on the verge of a serious mishap.

A crowd of 75,000 saw Col. Roscoe Turner, after leading the race almost to the finish, suddenly encounter trouble that forced him out and put him on the verge of a serious mishap.

## English Cricket

LONDON, Sept. 3.—The touring South African cricketers gained a fine victory Tuesday by an innings and 109 runs over an eleven drawn from various English county clubs.

The home players were dismissed for 96 and 106, while the Springboks hit up 311 runs and declared with five wickets down. Kenneth Viljoen scored 119 not out for the tourists.

Leicestershire defeated Kent by 10 wickets in a county cricket fixture concluded Tuesday and first innings points were obtained by Glamorgan over Worcestershire, Warwickshire over Gloucestershire, and Sussex over Somerset. The match between Lancashire and Sir Julian Cahn's eleven was drawn.

The scores: Kent 265 and 56; Leicestershire 320 and 20 for no wickets. Glamorgan 249 and four for two wickets, declared; Worcestershire 130 and 47 for one wicket. Warwickshire 305 and 133 for two; Gloucestershire 280. Somerset 158 and 37 for three; Sussex 233 (Wellard five for 44).

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## WEATHER REPORT

Highest temperatures from 6:00 p.m. Sunday to 6:00 p.m. Monday; lowest from 6:00 p.m. Monday to 6:00 a.m. Tuesday.

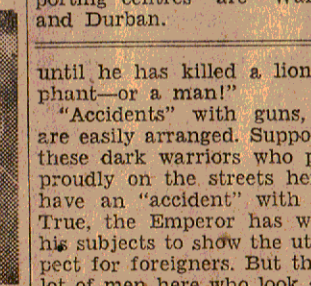
|             |       |       |            |    |    |
|-------------|-------|-------|------------|----|----|
| H. L.       | H. L. | H. L. | H. L.      |    |    |
| Edmonton    | 60    | 30    | S. Current | 64 | 40 |
| Port Arthur | 60    | 50    | Med. Hat   | 64 | 38 |
| Kenora      | 71    | 52    | Lethbridge | 63 | 37 |
| Winnipeg    | 72    | 47    | Calgary    | 62 | 34 |
| Brandon     | 62    | 46    | Stettler   | 60 | 30 |
| Dauphin     | 64    | 44    | Banff      | 65 | 50 |
| The Pas     | 58    | 44    | Fairview   | 62 | 40 |
| Churchill   | 50    | 44    | Beaver'dge | 66 | 40 |
| Yorkton     | 62    | 42    | Kamloops   | 68 | 54 |
| Broadview   | 64    | 41    | Vancouver  | 76 | 56 |
| Estevan     | 61    | 44    | Victoria   | 68 | 50 |
| Moose Jaw   | 66    | 48    | W. River   | 62 | 34 |
| Saskatoon   | 62    | 46    | Toronto    | 68 | 52 |
| P. Albert   | 52    | 46    | Ottawa     | 68 | 38 |
| Balford     | 60    | 46    | Montreal   | 62 | 50 |

Forecasts  
Alberta—Partly cloudy and quite

(Continued on Page 7, Col. 7)

(Continued on Page 7, Col. 8)

(Continued on page 3, Col. 1)



R. F. MacLean

News---and More News

News, today, travels farther and faster and in greater volume than was dreamed of even a decade ago.

The variety and volume of news and the speed at which it is transmitted are a challenge which the Journal meets each day. Cable, beam wireless, telegraph and local staff—each brings its quota to the Journal news room and each quota is handled impartially and published quickly into easily-read text.

Today's paper brings tidings from near at hand and from the ends of the earth and each item is presented in interesting and readable form.

Edmonton Journal

"One of Canada's Great Newspapers"



# Aberhart Regime Faces \$15,000,000 Obligation

New Government Taking  
Over Heavy Previous  
Commitments

OTTAWA DEBTEXTA

Sum of \$18,000,000 Owing  
Dominion, \$3,800,000  
in Certificates

(Continued from Page 1)

cluded \$1,309,680 for highways, bridges and ferries, \$1,814,294 for unemployment relief, \$1,309,319 for agricultural relief, \$750,000 for loans to cities and \$1,290,212 for various other loans and advances.

Against these outlays there were receipts of \$2,811,756, including \$1,696,717 of loan repayments and advances, \$650,958 from net sales of investments, \$331,970 in deposits and \$132,110 of miscellaneous items. This left a net capital outlay of \$4,484,635.

## Capital Income

Capital funds raised by the province amounted \$6,826,676, provided from the following sources: debenture and treasury bill issues, less repayments, \$4,413,416; savings certificates issued, less redemptions, \$1,643,259; temporary loans, net \$770,000.

The capital funds are accounted for as follows: net capital outlay, \$4,484,635; general revenue deficit, \$1,738,050; bank overdraft, March 1, 1934, \$229,612; cash in bank, March 31, 1935, \$556,410. Allowance for an increase of \$182,053 in accounts payable, the total is brought to \$6,826,676.

Dealing with the general revenue fund, the report shows that actual revenue was \$15,697,770, or \$513,710 less than had been estimated. Expenditures, on the other hand, amounted to \$17,435,821, or \$700,232 more than the sum estimated.

Expenditures were greater than had been estimated in the following cases: debt charges, \$54,471; education, \$12,200; general government, \$69,222; agriculture, \$72,249; public domain research and development, \$42,473; public welfare, institutions and charitable grants, \$365,537; highways, bridges and ferries, \$54,956; commissions and fines paid to municipalities, \$15,501.

## Income Tax Lower

The income tax yielded \$377,971, or \$272,028 below what had been estimated while car licenses fell short of the estimate by \$21,685, and the corporation tax was down \$95,577. Interest from the Alberta wheat pool had been estimated at \$284,000 when it actually amounted to \$156,112.

Items which exceeded the estimates included: gasoline tax, \$44,260; liquor profits \$61,000; old age pension reimbursements, \$211,821; companies act fees, \$24,805.

On the expenditure side, increases above the estimate included: natural resources commission, \$25,305; old age pension act, \$308,203; fire fighting, \$19,309; Vermilion school of agriculture, \$31,074; mothers' allowance act, \$20,578; miscellaneous

Loss Reduced From Last  
Year, Reid Govern-  
ment Shows

IN ITS LAST ACT

Provincial Telephone Defi-  
cit Included; Revenues  
Down

(Continued from Page 1)

the Journal has obtained from Ottawa, Alberta's total borrowings from the dominion amount to \$17,500,000, while in addition there is \$468,000 due to an overpayment on subsidy account.

Federal finance officials say the Alberta treasury bills are of various dates. All are for a period of one year and when the year ends they are always renewed as a matter of form. It does not appear to be a matter of concern whether the principal is paid, but the interest has always been paid promptly at the time of renewal. If this practice is continued by the Aberhart government, it will have no difficulty when the year-to-year obligations mature, according to the Ottawa report.

## Bond Maturities

The government, however, has a very definite obligation to face in respect to bond maturities. The first is a \$2,000,000 maturity, payable in Canadian funds, which falls due next January 15. The next is a \$3,200,000 maturity payable in Canadian funds on April 1 next, for which the government must make provision in the present fiscal year.

Some assistance in meeting these maturities may be obtained from the sinking fund, however, as the quarterly statement issued by the provincial auditor, governing operations up to June 30 last, showed \$10,163,284 in this fund against a funded debt of \$148,000,000.

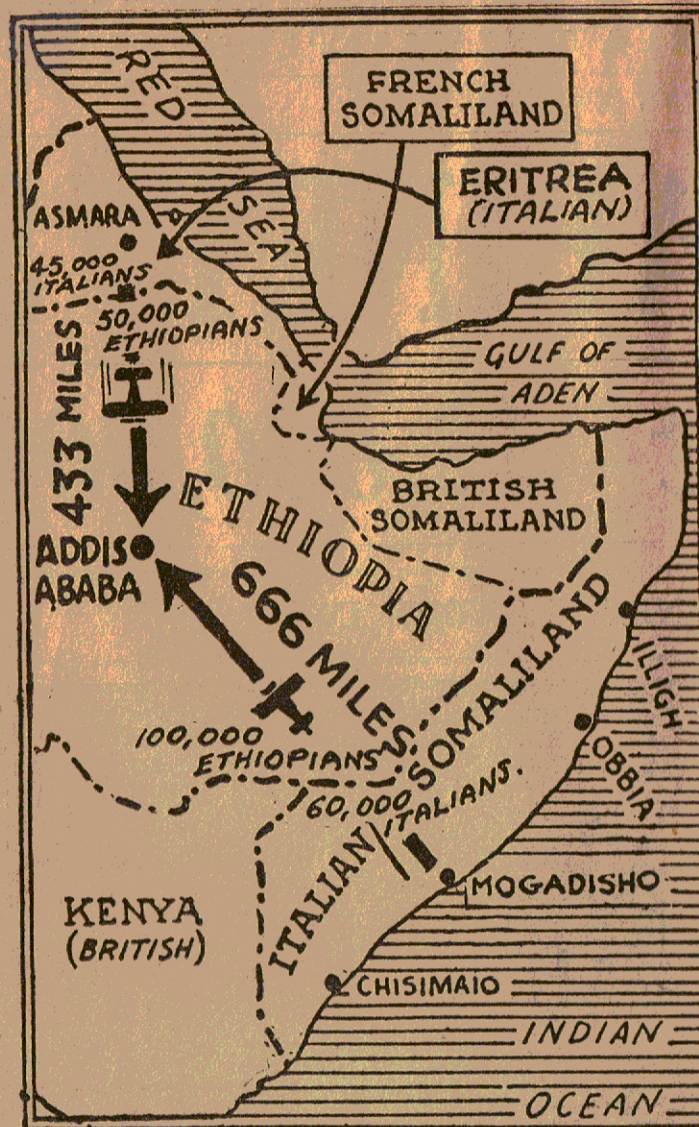
A conservative estimate puts the bank loans at the present time at \$5,700,000. This is based on the report showing that these loans amounted to \$4,200,000 at June 30, and it is believed that further borrowings have increased it to the sum stated.

## \$2,800,000 for Interest

In regard to interest, the provincial legislature voted \$5,261,000 at the last session for the payment of such charges on debentures and treasury bills during the 1935-36 fiscal year. As the average of such interest payments over the year is around \$400,000 a month, it is figured that \$2,800,000 will be required during the next seven months.

In connection with relief, the province is expected to follow the system of capitalizing its share of the costs. For the three months' period ended June 30, the relief amount capitalized was \$521,000. On that basis the province would be obliged to capitalize an additional \$1,215,000 to cover its relief costs in the next seven months.

## ETHIOPIA FEARS AIR RAIDERS



With continued troop concentration at Asmara, in Eritrea, on the north and in Mogadisho, in Italian Somaliland in the south, generals of the Duce commence to form plans for the first move to be made on Ethiopia. Military observers believe that with 60,000 Italians in Mogadisho, against 100,000 Ethiopians and 45,000 Italians in Asmara, against 50,000 Ethiopians, the ruling force of Mussolini's general staff will launch aeroplane attacks on Addis Ababa, rather than force an army through the country. By aeroplane, as indicated by the map, it is only 433 miles from Asmara to the capital of the Lion of Judah, and in a northerly direction from Mogadisho, only some 666 miles by air. Huge Italian bombing aeroplanes could easily make the return journey without landing to refuel, and could move troops to any points between these two concentration camps.

## Mysterious 'Mine' In North Baffles Athabaska Experts

Unable to Explain Strange  
Shaft Which Appears  
Work of Humans

SUBJECT OF LEGEND

Mysterious is the legend-bearing shaft and tunnel on Beaverlodge island in Lake Athabaska.

Puzzling geologists, mining engineers, prospectors, trappers, Indians and curious visitors who have in-  
vestigated this shaft, situated on

## TORTURES VICTIM WITH HOT WATER

Masked Maniac Sought By R.C.  
M.P. in Prince Albert Park

WASKESIU, Prince Albert National Park, Sept. 5.—A masked maniac who pours hot water on people and has terrorized settlers in the vicinity of Montreal lake, is being sought by two R.C.M.P. officers who have left for the northern district. The demented man, believed to be an Indian from the nearby reservation, has stalked settlers a sack in which he has cut

## S.C. Experiment Can Last Only 6 Months, London Told

Then Will Be Abandoned  
as Impracticable, Says  
Sunday Times

ASKS OTTAWA REIN

Investors in General Canadian Issues Needn't  
Worry, Claim

LONDON, Sept. 3.—Financial editor of the Sunday Times said Monday that opinion in the city of London was that after a six months' aerial Alberta's experiment in government would be abandoned as "impracticable."

"Nevertheless, its effect is disturbing," he continued, "and I agree with those who demand the federal government should take a very strong line in repudiating this latest exhibition of unorthodox finance."

He added the most hopeful signs were that the other provinces were setting their faces against the project of "\$25 a month for everybody," and the new designate of Alberta had declared there would be no repudiation or confiscation.

The article said there was no need for investors in Canadian securities generally to take fright, but that the situation needed careful watching.

The Observer said such a community does not go "cranky" without cause. "Mr. Aberhart's evangelical economics could not have caught on except among people who had suffered deeply and learned to distrust ordinary politicians."

"There are large sections of opinion in every country that find the customary jargon of public life without meaning for them. Statesmanship everywhere has got to get much closer to economic and social reality," the paper said.

Wreaths sent for the funeral of Sir Gilbert Parker, the English novelist, were afterward placed on the London cenotaph.

## Mickey Mouse Explodes; Child In Car Is Singed

TORONTO, Sept. 3.—John B. Stephens bought a gas balloon patterned on Mickey Mouse for his three-year-old son, Tommy, at the exhibition Monday but it proved to be a dangerous plaything.

The boy was sitting in the rear seat of the family car, the balloon in his hand, as the family started to go home. Without warning the balloon exploded. The windshield was broken and a sheet of flame which accompanied the explosion singed Tommy's hair.

No one was smoking and the boy was not playing with matches. It is thought the balloon may have been touching the hot glass of the car window.

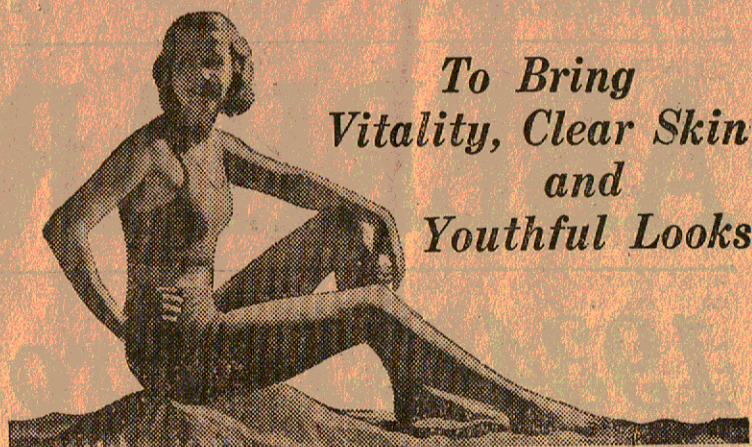
## 3 DIE IN AIR LINER; PASSENGERS WAIT

Transcontinental Plane Burns on  
Way to Terminal

LOS ANGELES, Sept. 3.—Department of commerce opened an investigation Tuesday into the crash of an air liner near Burbank which killed three persons early Monday. George C. Sherwood, 38, Los Angeles, the pilot; Frederick N. Burley, 23, Glendale, the co-pilot, and Miss Donna Naylor, 21, Burbank, the stewardess, were burned to death as the aeroplane fell shortly after taking off from union air terminal, Burbank, in a fog while en route to Saugus, Calif., to pick up passengers.

G. Bernard Shaw has been sitting simultaneously for a sculptress and a Budapest painter at his home in Malvern, England.

## Kidneys Must Purify Blood



To Bring  
Vitality, Clear Skin  
and  
Youthful Looks

## Women Need Help More Often Than Men

When Acids and poisons accumulate in your blood you lose your vitality and your skin becomes coarse and cloudy — you actually feel and look years older than you are. And what is worse, Kidney disorders may cause more serious ailments, such as Getting Up Nights, Nervousness, Leg Pains, Lumbago, Swollen Ankles, Rheumatism, Dizziness, Dark Circles Under Eyes, Headaches, Frequent Colds, Burning, Smarting, Itching, and Acidity. The only way your body can clean out the Acids, poisons, and toxins from your blood is through the function of 9 million tiny, delicate tubes or filters in your kidneys. When your kidneys get tired or slow down because of disorders, the acids and poisons accumulate and thus cause much trouble. Fortunately, it is now easy to help stimulate the diuretic action of the kidneys with a Doctor's prescription, Cystex (pronounced Siss-tex), which is available at all drug stores.

## World-Wide Success

Cystex is not an experiment, but is a proven success in 31 different countries throughout the world. It is prepared with scientific accuracy and in accordance with the strict requirements of the United States Dispensary and the United States Pharmacopoeia, and because it is intended especially for Kidney and Bladder troubles, it is swift, safe, and sure in action.

## Doctors Praise Cystex

Dr. Geo. B. Knight, of Camden, New Jersey recently wrote: "When Kidneys don't function properly and fail to properly throw off the waste matter strained from the blood, aches develop in the muscles and joints, the appetite suffers, sleep is disturbed, and the patient is generally run-down and suffers with lowered vitality. Cystex is an excellent prescription to help overcome this condition. It starts its beneficial action almost immediately, yet contains no harmful or injurious ingredients. I con-

Delivery of newspapers by aeroplane has just been started in Scotland.

London's present largest sources of employment are the distributive trades.

Supporting  
Home Production

PURCHASES  
OF FINE CUP

1934  
13,000,000



above the estimate included: natural resources commission, \$25,305; old age pension act, \$308,203; fire fighting, \$19,309; Vermilion school of agriculture, \$31,074; mothers' allowance act, \$20,578; miscellaneous increases, \$193,499.

Unemployment relief is shown to have cost all authorities, including the dominion, province and municipalities, a total of \$4,624,788 for the fiscal year ended March 31 last. Of this sum, there was \$3,524,689 for direct relief, \$953,442 for relief works and \$146,656 for administration, the latter item being borne entirely by the province.

The total cost was divided as follows: province, \$2,096,995; dominion, \$1,327,530; municipalities, \$1,200,262.

The dominion's contribution was made up of \$100,421 for relief works, \$427,108 for direct relief and a relief grant of \$800,000 under the agreement between the two governments.

Expenditures for relief purposes during the year showed an increase of \$461,791, compared with the previous fiscal year.

#### Five Years 22½ Million

From Oct. 4, 1930 to March 31, 1935, total relief expenditures in this province are shown as having amounted to \$22,498,007 distributed as follows: dominion, \$8,111,300; province, \$9,234,157; municipalities, \$5,152,549. Of the province's share, there was a net outlay of \$3,013,091 for public works and \$6,221,065 for public welfare.

A net increase of \$3,979,721 in the funded debt for the last fiscal year is reported. This amounted to \$136,122,786 at March 31, last, compared with \$132,143,064 at the end of March, 1934.

This increase is accounted for as follows: proceeds of debenture and treasury bills, less repayments, \$4,412,416; discount on debentures issued in 1934-35, \$176,107; increase of telephone debenture debt, \$857,300, or a net result as first given after allowing for \$1,467,302 of an increase in sinking funds.

#### Net Debt \$150,000,000

Examination of the balance sheet shows that the net funded and unfunded debt at March 31 last amounted to \$150,609,049.

This was made up as follows: funded debt, \$146,048,019, less sinking funds of \$9,925,225, leaving \$136,122,794; unfunded debt, \$17,780,541, less cash and investments of \$3,294,279, or a net of \$14,486,262.

The provincial auditor points out that to arrive at the net general debt, deductions properly can be made of the following realizable or income producing assets: loans, advances and accounts receivable, fully secured, \$13,339,826; working advances, (net assets) \$573,479; Alberta government telephones, \$16,281,885, making a total of \$30,195,190.

period ended June 30, the relief amount capitalized was \$521,000. On that basis, the province would be obliged to capitalize an additional \$1,215,000 to cover its relief costs in the next seven months.

As Mr. Aberhart has announced that there will be no repudiation of the province's obligations, the course which the new administration will take in meeting the heavy financial commitments that face it will be watched with interest.

#### IRONY FOR PICCARD

LOS ANGELES, Sept. 3.—Dr. Jean Piccard has twice soared thousands of feet into the stratosphere without harm, but he cut his head on a submerged rock when he dived a few feet into the sea near here.

192. This leaves a net general debt of \$120,413,857.

The financial statement shows further that there are treasury bills amounting to \$8,923,750 maturing in 1935, and \$7,380,000 in 1936, in which year there also will be \$6,450,000 in maturing stock and debentures, besides \$1,650,000 in 1937.

#### On Federal Loans

Treasury bills outstanding for loans from the dominion government amounted to \$17,803,750 at July 2 last. Of this, there was \$4,135,139 for the province's share of unemployment relief, \$2,460,860 for loans to cities, \$2,985,000 for agricultural relief, \$7,000,000 for debt payments, covering interest and principal, \$750,000 for highways, bridges, et cetera, and \$468,750 of a subsidy overpayment.

In addition to the public debt, the province was liable at March 31 last for certain guarantees amounting to \$9,036,053. These were mainly guarantees for irrigation districts, including \$5,400,000 for the Lethbridge Northern, various drainage districts and the University of Alberta, bank loans to co-operative credit societies, Alberta hail insurance board and co-operative marketing associations.

Dealing with natural resources, the report states that while the royal commission recommended that the dominion should pay the province \$5,000,000 as compensation for what had been alienated or otherwise disposed of by the former, the amount has not been included in the balance sheet as an asset pending ratification of the award by the two governments.

Under the terms of the natural resources agreement, the dominion transferred to the province on Oct. 1, 1930, some 87,676,890 acres of land, including 6,406,694 acres of unsold school lands held in trust, together with the benefit of all mines and minerals of the province formerly vested in the dominion.

Puzzling geologists, mining engineers, prospectors, trappers, Indians and curious visitors who have inspected it, this shaft, situated on the top of a hill 100 feet above the lake level, 20 feet deep and with no dump beside it to indicate that it is the work of some forgotten prospector, defies all theories that have been presented.

#### But Where Is Rock?

Those who advance the opinion that it is a prospector's work point to the chisel marks on the hard rock, but the disbelievers of this theory contend that no prospector would have hauled away the rock that he pulled out.

Others are of the opinion that it was caused by water action centuries ago, but the fact that the sides of the hole are almost square and pitted instead of round and smooth as they would be if water had worn the hole, throws doubt upon this theory.

The hole is some 10 feet square across the top and tapers to about five feet square at the bottom. In the northwest corner of the shaft, the mouth of the tunnel some two feet wide and three feet high, may be seen. A short exploration of this tunnel, the exact length of which is not known, reveals that at about 10 feet from the mouth the floor takes a sudden drop while the roof declines at an angle. The tunnel appears to turn westward out of this area and, judging by the splash of a rock rolled downwards, lies under water.

Supporting the theory that it is an abandoned mine, hand-and-foot holes appear to have been cut down one corner, while some 20 feet away there seems to be the start of a second shaft of about the same surface dimensions but only two feet deep. The rock through which the shaft and tunnel penetrate is quartzite.

#### Indian Legend

The Indians, renowned for their ability to attach a pretty legend to the mystifying, tell the following tale:

Many years ago, before the white man came to trade with the Indians of the North West Territories, a powerful and war-like tribe traveled over the lakes in their canoes. Among them was a hunter of unusual prowess, outstanding even among his powerful tribe. This hunter, while traveling along the north shore of Athabaska lake, found a large beaver lodge, which he discovered to be the home of the biggest beaver ever seen.

Anxious to add the capture of this beaver to his many victories, the hunter strove to trap it. He was, according to the legend, successful in trapping all the other beavers, but it was in vain that he sought to capture this biggest of all beavers, which managed to escape after a fierce struggle.

Determined not to be outdone by the beaver, the hunter pursued the animal which, in its flight, traveled along Beaverlodge lake and across the Beaverlodge portage to Athabaska lake, after which it swam to Beaverlodge island, two miles from the shore. Hard on the trail of his prize, the hunter followed in his canoe to the island where the mysterious shaft and tunnel can be viewed. The beaver, frantic in its efforts to escape, say the Indians, burrowed this shaft and, tunnelling under the ground until he came out in the lake, started to swim to the south shore, 40 miles away. Seated beside the hole which the

beaver had made, the hunter waited, satisfied it would have no chance of escape when it came up for food. At length, tired of waiting, he climbed down the shaft and, seeing the tunnel, realized that the beaver had evaded him.

Climbing to a high rock after crawling out of the shaft, he espied the beaver swimming to the south shore, and again took up the pursuit, reaching the short at the same time as the animal.

Upon landing, hunter and hunted, entered upon a terrific battle which lasted for days. So fierce was the fight that the sands of the shore were stained crimson with the blood of both, but at long last the hunter triumphed and bore home proudly the pelt of his magnificent victim, and as proof of their legend the Indians will point out that the sands of the shore are, to this day, stained a deep blood-red.

## Glimpse Monster Again, Loch Ness

And Just as Tourist Season Is Starting, Too!

LONDON.—Just as the Scottish holiday season is approaching its zenith the Loch Ness monster is reported to have made another, and most opportune, appearance.

Capt. William George Hewison, of Whitby, master of the yacht Highlander, believes that it is a freak of nature, a mongrel sea serpent about 30 feet long.

He saw it, he says, from his yacht, which is anchored at Temple Pier, Drumnadrochit, and his evidence is corroborated by two of the yacht's passengers, Mr. and Mrs. Hardy, of Ilkley, who watched it for three minutes through binoculars.

"I was shaving in my cabin," said Captain Hewison "and from one of the windows I had a clear view of the monster. I could see it swimming toward the Inverness end of the loch.

"It moved with an undulating movement like an eel on the surface of the water, which gave it the appearance of having three humps."

Captain Hewison said he had seen many strange things in a long seafaring experience, but he had never seen anything like the monster.

"It is not an ordinary fish at all," he added. "It is something of a freak of nature, but no joke. It is very real. I saw it with my own eyes and I am not easily deceived."

This fresh evidence, which in regard to the "humps" exactly corresponds with that of the 11 members of St. Benedict's Abbey, Fort Augustus, who saw the monster last January, will no doubt act as a stimulus to more of those organized and individual searches which last summer brought so many thousands of tourists to Ness-side.

It will be particularly encouraging to the 36 members of the Glasgow troop of Boy Scouts who are now rehearsing for a fortnight's "patrol" of the loch in an effort to identify the monster.

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TOTAL USINGS OF TOBACCO, BURLEY & FLUE-CURED, BY ALL CANADIAN MANUFACTURERS

*No single policy of the Imperial Tobacco Company is adhered to with more determination, or practised with more sympathetic co-operation, than that which prescribes the use of Canadian materials and supplies, whenever and wherever possible.*

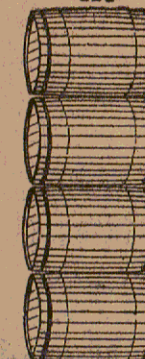
Needless to say, the Company's first care must always be to safeguard the reputation of its brands. In everything it buys, therefore, it insists upon its own standards of quality. When Canadian products fail to measure up to those standards, it has no alternative but to import. But where it has reason to believe that, with explanation and assistance, the problem of producing in Canada up to the required standard of quality is definitely solvable, it is prepared to go to almost any length in co-operating with Canadian producers, so that they can qualify for its business.

The tobacco growing industry provides two cases in point. In the Leamington district, the growers of Burley were successful almost from the start in producing leaf comparable with Burley, heretofore imported from Kentucky.

As a consequence, year after year the Company has purchased the major part of their crop. In recent

PURCHASES OF FLUE-CURED BY IMPERIAL TOBACCO CO.

1934  
13,000,000  
LBS.



1924  
3,000,000  
LBS.



IMPERIAL TOBACCO COMPANY OF CANADA, LIMITED

\$15.00 TO WINNIPEG \$15.00

And Return

Proportionately Low Fares from Other Stations. Good Going

Fri., Sept. 13, and Sat., Sept. 14

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