Detailed Weather Report on Page 2.

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Valhalla the Victor-This trim. Baltic-type tumlaren is seen rounding up after crossing the finish line first in her class during vesterday's sailing of the large-scale Lake Yacht Racing Association annual regatta. She's the Valhalla, skippered by Al Rae of the host Queen City Yacht Club. Some 28 clubs and nearly 150 craft are entered in the four-day regatta, which opened Monday.

British Gold Reserve To Be Used as Stop-Gap In Bribery Case When U.S Loan Runs Out At Collingwood

GOLD - Page 2.

VLA Housing Plan

Ottawa, July 28 (CP), -

Gordon Murchison, director of

the Veterans Land Act under

which Canada's veterans' hous-

ing program is administered.

said tonight the program was

being "slowed down" because

"These rising costs are mak-

and labor.

Act," he said.

Refueling Plane in Air

New York, July 28. British ex- to 70 miles.

Caught between the home gov- by gravity.

lag in development of fast British after passing the fuel. . . .

position on the Atlantic in Pay-Leturn 2,000 gallons in 30 minutes.

American Aviation Daily, trade; So say and successful have been, journal published in Washington, the half dozen refuelings at the

In a signed story, he says the Brit. Azores-another half dozen are set:

ish Civil Air Ministry is spending to be made-that Sir Alan is quoted-

\$1,000,000 in the experiments which as saying the job can be done in.

that they will be carried on late. Though BOAC officials in New over the North Atlantic. York emphasized that the whole

ried out by British South Americ plans to co-operate. By stationing

can Anways, in whose plane Mr. serial tankers at Gander and Shan-

Bramley flew from Bermuda to non, eliminating landings, as much

London non-stop, and Flight Re- as four hours would be saved on

company headed by Sir Alan Cob. According to present plans if the

han; famous British automobile tests are continued and prove suc-

racing arriver and flier and a cossful, BOAC will fly converted;

pioneer in refueling in the air. Liberator freight planes in the first

airliner potitied the Azores when and New York, possibly this winter.

it left Bermuda of its approximate They will be refuelled by Lancas-

time of airival at a rendezvous trians, commercial conversions of

near the Azores. The tanker, at the Lancaster bomber, purchased

Santa Maria in the Azores, is kept from Trans-Canada Air Lines, which

advised of any charges and at the is substituting for them its Cana-

proper time takes off with a heavy dian-built Douglas DC-4M on the

The converted Lancaster bomber- nonston service between London

The actual tests are being car- they stated that they are making

he witnessed over the Azores, and any kind of weather.

fucling Ltd., a private British each flight.

gasoline load to find the airliner Atlantic run.

By CHARLES E. EGAN

credits acquired in the United more vigorous plans to combat the in favor of a proposed contract." ment of the hangings. States, would last Britain for a economic stringency. maximum of six months thased on ! the present rate of her expendi-

While use of basic gold reserves extremely charg of making such by any country is considered a descratimissions and when Chancellor of violated the code. perate act. Treasury officials here, are prepared to use most of the funds if they have assurance that aid from the United States either in the form of Marshall plan assistance Rising Costs Curb or another credit can be looked for by late spring in 1948.

Under pressure of growing anyjety over the economic outlook the government will meet in islent; demands for information by its supporters at a meeting of the Paritiementa's Labor Parts on Wednesday. This meeting will be the foregunner of big denotes on the cronomic errors in both houses of pathament next week.

Prime Minister Attice started discussing the whole question prevately and informally today with: Hethert Morrison, Hugh Dalton, Sir Stafford Cripps, Arthur Greenwood and Ernest Beyon. This "economic inner cabinet" will decide how far government will go in meeting demands from the Labor Party aswell as from the Opposition for bolder leadership An appeal to coal miners to work 56,600."

intertime to produce more coal both Collingwood, July 28 (CP). - authorities that the British ser- agitation throughout the Near East

the gold reserve of about \$600,000. tations. The five-day week will don Kohl following a day-long hear. A heavy guard was thrown. The persistent theme of Arab on the abandoned, but it is likely ing which was interrupted several around Acre Prison prior to the decistrations to the United Nations the government will be used as the government of Britain's present dollar loan and: An important new factor in the charged he "did consent to accept history—four having died on the trouble would begin. Rumors of the staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the Socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the socialist Provincial injured because "they have been was learned to be a staff of its box factory here. Hitherto, the socialist Provincial injured because "they have been to be a staff of its box factory here. Hitherto, the social is the staff of its box factory here. Hitherto, the social is the staff of its box factory here. Hitherto, the staff of its box factory here. operation of the Marshall plan. It situation is that the government is a gift of money, approximately gallows at Arre last April 16, now being rushed by its own Labor \$1,150 as a consideration for with- Heavy forces of police and troops The gold reserves which have Party MP's and to some extent drawing his opposition to a resolution also cordoned off the all-devish city

tures under the present loan). Accorded today that plans had, been been the build to be been which estine Government announced the corning to unorminal estimates here gold reserves, but declined to distensive municipal agreement on execution of the three Jewish today. Butain will have used up class the proposal in detail. The location. The Crown charged that terrorists would take place at dawn. Shape, ber American loan by midwinter. her American loan by midwinter. Labor Government so far has been although Mayor Kohl rewived no The three ligunists-Meir Nakat.

ed an accessory." Hamilton contractor C. J. Ber forces.

the harbor development. The contractor said Wallace inof the rising costs of materials troduced the resolution which was curied unanimously in council with Mayor Kohl presiding.

ing it difficult for the government or any one cise to con-April 17 he had been assured by struct houses for \$6,000 that Wallace that Mayor Kohl would can meet minimum standards under the National Housing fum had submitted the lowest bid. "We are running into cases oa payment of \$1,150, one per cent every day where houses that

of the contract price. were put up last year for \$5,400 Bermingham went on to testify JN to \$5,700 now are calling for a of his visit to Collingwood on contract of between \$6,200 and April 17 to sarange agreement of

New York Times Special to by the British radar system, Re-The tilobe and Matt. Copyright beers, effective over a range of 60 to get it?"

Taking position below and to the said.

"Une per cent of the contract," flight are in full swing, it was tanker fires a line-throwing gun about \$1.150. I said."

learned here today if successful at a wire and graphel dropped about \$1.150," I said."

many hours' time at Shannon in above the airliner and to the tear. stence to Wallace. Ireland and Garder in Newfound, the tanker passes its hose to the liner's tail and the gaseline flows. On the stand, Wood asked Hayes and Lawrence Thorn. St. :Wallace: comment's unwillingness or mability. A further precaution against fire. "Did the Mayor contact you after Woodstock, and Thomas Zuber,

to commit dollars to more and is the blasting through of the sys. April 17 about receiving the Randolph St., Windsor, never American equipment, and the tem by nitrogen both before and money?" "No," replied the alderman.

to restore the British competitive 18 minutes and on the westward No date was set for the trial.

load and profits, as well as in speed. The Bermuda-London flight took: Passengers, Crew periments was revealed by Eric westward flight 17 hours 35 minutes. From Nascopie Churchill-Bound

Ottawa, July 28 (CP). - Lt.-Cmdr. C. P. Edwards, deputy transport minister, announced late today that the icebreaker N. B. McLean arrived at Cape Dorset at midnight Sunday and took aboard the R.M.S. Nascopie's passengers, crew, and baggage. She left for Churchill at 2 p.m. EDT today and was expected to arrive there

July 31. Immediately the Nascopie's passengers and crew are landed at Churchill, the McLean will return to Hudson Strait to meet the first incoming British ship bound for Churchill, which is scheduled to enter the eastern end of the strait Aug. 4.

The McLean's captain reported he had made an inspection of the Nascopie, and that in his opinion, there was no posdibility of salvaging the ship.

Nitrate Ship Explodes, 11 Killed in Brest Harbor Over 1,000

Hang Three Terrorists

Blood for Blood Declared Policy Of Terrorists

Jerusalem, July 29 (Tuesday). (AP).—British military authorities announced today that three condemned members of Irgun Zvai. zation, had been hanged at Acre: pordering Palestine there is con-Prison this morning.

kill two kidnapped British set 1948. geants, whom the extremist group has been holding as hostages since.

the two sergeants had been tried nent caninet minister of one of the before an Irgunist court composed Arab states reported in Lebanon. tenred to death.

for Britain's own urgent needs and Charges of corruption in civic geants would be hanged "at exactly with mealculable" consequences,"

money, by agreeing to accept it, he Yacoub Weiss, and Absolom Habib

were convicted on charges that they; The hearing was interrupted took part in the May 4 prison delivearly this afternoon when Defense ery at Acre, in which 251 prisoners Counsel John Wood charged that were liberated and 16 persons killed ; Alderman Stanley Wallace, chief The other Irgunists were sentenc-

ter's chambers for consultation. offensive" against British security at it, who has placed himself at the is his word and fired them.

IRGUN- Page 2.

Bernungstain testified that on Charge Gambling withdraw coposition to the con Aboard S.S. Pelee;

Kingaville, July 28 (Special). seized on the SS. Pelce yesterday Atabs have made so many threats to be dissatisfied with plant conditions, depending to latest Grant of the Control of the the related meeting Wallace in an by two Ontario Provincial police He related meeting Wallace in the by two Oniario Provincial points lose face, some observers argue. Critics of the provincial governe istry of Public Order reports, the Groupe Brien, of Brien, Mfg. Co. of the ship, Capt. Guy Hayes of A noticeably large number of ment claim that its labor legislation soldiers were carried toward the

is a converted Windsor-Detroit "How much do I have to pay?" I ferry. The lake trip is an extremely popular one with hundreds of resiients on both sides of the interna-

tional border. learned here tooks if successful at a wire and grapnel dropped Cross-examined Bermingham said in the future as they have already from the airliner. This first contains the had paid no money to Kohl, here, they will lear to non-stop fact climinates danger of a spark flights between London and New from differing electrical potentials. Counsel Wood denied that there was any such thing as a "legal was any such thing as a "legal and Clifford you Zuben. When the summer with the employ-general assembly and the British ees. The company sold the plant were two members of the anti-Government pass upon UNSCOP to its manager. J. E. Mitchell, tor gambling branch of the provincial findings.

Some of the younger Arab intellection in the two planes. Rising them the government and Clifford you Zuben. When the York, with consequent saving of in the two planes. Rising then agent to an illegal act," with ret- and Clifford von Zuben. When the tuals and liberals fear that a hap- stepped in with a seizure order. steamer docked at Kingsville late hazard and hasty uprising might The case went to the courts and. Washington, July 28. The govern-Thomas: John Clark, Dundas St.,

Capt. Hayes and Thorp are charged jointly with keeping a long-tapge planes, the refueling. On the eastward flight the The court committed Kohl for common gaming house, and the device, if successful, would go far liner took 80 imperial gallons in trial on continued bail of \$5,000, ship's master also faces a charge trial of \$5,000. ship's master also faces a charge Defendant-Well on the horizon RCEME and afterward was today.

Asked by Senator Charde Pepper, baid under a rarely used section of back to me. She was trading over uployed by the Canadian Gypsum: Five years afterward, the first Democrat of Florida, whether such the Criminal Code, that "being The broom was named and the tack to, of Toronto before coming here prototype of the vast stall is not a disclarate of "pressure" applied master of a ship, he did permit it door was open, so I mought lu to manage the box factory for the yet in service. to be used as a common gaming take a chancel house."

Thorp. Clark and Zuber are than 30 cases of beer and a quantile Death of Mountain Climber tity of liquor were seized, in addition to 12 slot machines.

The four accused were arraigned Said Caused by Earthquake pefore a justice of the peace at hefore a justice of the peace at Kingsville, and bail of \$1,000 on

unknown to any one on board until Mount Waddington, William L. Put-, Winchester was cut about the War Production Board. the Pelee reached Kingsville, and nam, leader in an ill-fated group hands and face. dence. The arrests had to await climbers, said tonight. the return of the ship to Canadian Mr. Putnam, now is on his way was on one tope with Shiverick headed by Senator Homer Fergu willed against the project, as had

mitting the ship to be used as a of four on the Scimitar glacter in to do the job, Mr. Putnam said. They were Merrill C. Meigs, a had several times, neginning in by Crown Attorney E. C. Awrey, west of here. of Windsor).

Observers Fear Revolt of Arabs Within 12 Months By CLIFTON DANIEL

New York Times Special to The Globe and Mail. Copyright Jerusalem, July 28. - In Arab states

siderable talk of an Arab uprising The hangings were carried out in the Holy Land sometime between in defiance of an Irgun threat to next September and summer of "I have beard a lot of it." a for-,

Mayor Committed A Jewish underground source in contact with numerous Arab statesin anticipation of the executions. "Something is cooking," a promi

> of former Polish officers and sen- it will boil over between now and Menachem Beigin, self-styled com- "A partition of Palestine or an mander-in-chief of the extremist establishment of a Jewish state Irgun, last night warned British would sound the Signal for general;

One such rumor is that all Arac relations with unions and labor Contract involved was a federal Beigin issued his threat to the bled in Pulestine. Such organizative employees at the Saskatchewan

> for Palestine are being recruited staff, except office Workers, took distanced to date in Itag.

disposal of the "Arab nation," is, Mr Smith and other government of threek Army operations.

ence, he also voices doubt of Arab workers are organized in unions. guerrittaability to create an elective organ. At the bottom of the Prince Albert Greek authorities, took place Sun-

"Yes,' he answered, 'is the con- The Pelee operates between Cynicism toward UNSCOP was one is relatively small. tract worth enough to you to pay Kingsville and Sandusky, Ohio, and of the premises of the Palestine

yesterday, they arrested Capt, result in a military disaster that for the business it had sold for ment signed an \$18,000,000 non- the contract. Mr. Meigs testifed ARAB-Page 2

Your Morning Smile

Texas Blast Echoed in Brest-The 10,000-ton Ocean eign diplomat, who is in constant Liberty, now under Norwegian registry, which blew up with heavy damage to Brest harbor and business district yesterday, is shown during launching ceremonies at South the Notwegian ship, Ocean Liberty, Portland, Me. She was one of 30 built for Britain.

abor Revolt Threatens in Brest had been "damaged to In 13 Sask. Plants Owned are still burning as I speak."

PRINCE ALBERT, Sask., July 28 (Special). Saskatchewan's cut by splinters of flying glass." a "stop gap" source of funds to paign to encourage extra work at tharges hurled by defense and (10 p.m. EDT, Monday). It was that denial of Arab aspirations in bridge the time between expiration overtime rates.

The government will taunch a cam-tharges hurled by defense and (10 p.m. EDT, Monday). It was that denial of Arab aspirations in CCF Government was reported tonight to be threatened with "The deputy mayor said be could bridge the time between expiration overtime rates.

Crown counsels. Warrant for Mayor, the second largest hanging of Jew-

been kept distinct from dellar by labor unions to draw and apply from by the said municipal council of Tel Aviv prior to the announces of Tel Aviv prior to the announces. States, would last Britain for a series of a proposed contract." Imput of the bangings. British Treasury officials con- Contract involved was a federal Beigin issued his threat to the tion, however, might attain a total flox Factory here.

he concented once it took definite. One was alleged to the contents Another rumor denied in official erer, the other was said to be in-Another rumors denied in official efficient. The rest of the factory | hreatens 10 for Paiestine are acing restaura states acressed of in protest. They Athens, July 28 (Renters). - Gen. Renters sain in a Paris nespectation around Ab place. A definite figure Friday afternoon off in protest, They Athens, July 28 (Renters). - Gen. Then the spreading flames had been

of 700 has been mentioned for en were threatened with dismissal if Napoleon Zervas, minister of public sheeked near the city's husiness Day in and day out, from early they did return to work Satur-order, threatened to resign today quarter and were "about to be exmorning until midnight, a constant day. They did not turn up and the as he walked out of a Greek cabinet tineneshed Crown witness, could be "considere ed to life imprisonment on the same stream of visitors passes through plant manager, W. D. Smith, a Unic mediate which discussed warfare. The French Ministry of Transport of the passes through plant manager, W. D. Smith, a Unic mediate which discussed warfare. Mr. Wood and Crown Counsel. The streets will run ted with ukir, field commander of the history was a wood products. Other materies tomority we Mr. Wood and Crown Counsel. "The streets will run ted with akje, held commander of the typic between a wood products of the personal found to stay in his "S Arab revolt in Palestine and Who formerly owned a wood products of the personal found to stay in his "S Arab revolt in Palestine and Who formerly owned a wood products of the personal found to stay in his reservoir at about 5:30 p.m. courned to Magistrate G. R. Fost statement promising an "immediate is now living in Damascus. Kaw Jactory at Oritha, Out., was as good office.

mingham testified that Wallace in- A Palestine Government spokes, reported in military curdes to have representatives are now in Region. The calonet has decided to sumtroduced the resolution favoring man said that there was "no quest asked for complete factoral coultred negotiating with representatives of mon a incertage of all army corps of any Arab campuon started in the Canadian Congress of Laten communities and chiefs of stall Woodworkers' Union. Unless this about with General L. Venturo. However, one of the many limish courtey results in the remstatement that in the general staff, this week officers serving as advisers and in 10f the Prince Albert employees it is to examine the position in operastructors for Arab armes, utterly reported that the whole labor force tools against the cuerrillas throughdiscredits reports of formal recruit, of the government's factories may out three ing and organization. He asserts stake in protest. The province of Meanwhole, the British unlarge that such activities could not posseries luick, tish, lumber, woollen massion here was making inquires sibly escape the notice of the and shoe factories, as well as a loss regarding the alleged abduction of uniquitous British, From experi, line and power plants. All the two British soldiers by Greek

situation, it is said, lies the unpopulate may noght when guerrillas attacked Even this officer believes, never largy of the manager, Mr. Smith a column of civiban borries, in theless, that there will ultimately His employees are reported to relet which the two soldiers were driv-April 17 to strange agreement of Ringsville, July 28 (Special). - the contract to which his firm bad Slot machines and liquor were be disturbances in Palestine. The to him as "The Whip," and are said ing a British military car, 12 miles

Speeds Atlantic Fights "I said to Wallace, "I understand Courtright, Ont., and three crew members on liquor and gambling that the UNSCOP report would be inces, as the number of Saskatch area, where the guerrillas were charges.

mendations will not be final, most ment refused to obey a provincia Mixing with the passengers when resistance will be withheld until the union agreement with the employ-

511,000, the company got \$59,000 ment signed an \$10,000,000 non-the contract. Mr. Meigs testifed on a judicial award while Mr. Mit. ichell himself got \$12,507. He had boots against strong official engo cal" pressure a behalf of Mr. Kaiser, claimed \$100,000.

Judge-What induced you to a plant at Orillia before the war, detected to cancel it, a Senate was countered no White House pres-During the war, he served with investigating committee was told sure." provincial government.

from the venture Vancouver, July 28 (CP). - Aging the party of four caught in the extration, at the rule was head of of the late President, of a nature bail of \$6,000 was furnished by Vin- minor earthquake was believed to slide and he and Leonard J. Win- bloom and Dec John Jan Dec John

Presence of the two officers was British Columbia's highest peak, Beckey had two ribs broken and Donald Nelson, then head of the Two witnesses told the subcom- testimony of the following effect: the refer traveled Kingsville, and lot nine United States mountain. Bud King of Cambridge, Mass, mittee a long and intricate story of That Mr. Meigs as head of the who suffered a dislocated shoulder, the contract as the subcommittee. WPB's atteraft division had coun-

to meet the parents of Charles when they were carried 700 feet. son, Republican, of Michigan, opened Mr. Luening and a special com-(In Toronto, Deputy Attorney, Chiverick of Cleveland, O., well- Shiverick's body was still buried the first phase of an exhaustive mutter of aircraft manufacturers, General Cecil Snyder said the known American Alpinist who died in snow, 9,500 feet up the side of mounty into wartime government and that the army and navy had charges were unusual, particularly July 22 of punctured lungs when Mount Serra but will be brought contracts involving Mr. Hughes rejected the plan. the one against Capt. Hayes of per- the ice avalanche caught his party out by men of the party temaining which aggregated about \$40,000,000. That the WPB Ameraft Division

my Allied aircraft during the war, tomeht was faced with another disaster following the explosion of a intrate-loaded Norwegian liberty ship, which set alite large pottions of the Brest dock area, including the city's gas plant and oil depot and damaged thousands of homes. Estimates of dead tanged from 11 ito 22, with 100 seriously injured and

Are Injured

In Ship Blast

Brest, July 28 (CP).-This wardevastated French scaport, demoli-

ished by the Germans and pounded

1,000 slightly burt. While officials were reserved in their estimates of casualties, many teared that the blast, which isolated Brest from the rest of France, was the gravest disaster to occur in the country in peacetime.

Autoine Messager, deputy mayor of Brest, in a telephone interview said late tonight that the crew of which exiduded after it had caught - itie, was saved but the British captain was killed

the explosion and gasoline tanks and a gas factory in the port area

"The port area has been cordoned off by police and I can not give 'you exact details of the damage done. The firemen still are fighting the Hanies."

"Most of the people injured were death full at 11.

Many persons were homeless, Messager added, while hundreds of others, tearful of a repetition of the Texas City disaster, had left the

"it is terrible," the deputy mayor

ssid. "We had just begun to make real progress in restoring the port

said the stop blew up while it was SHIP EXPLODES - Page 2.

India Will Take Britain as Model For Government

New Delhi, July 28 (Reuters), The executive of the Government of the Dominion of India will be selected on the "British model" india's constituent assembly decided today.

This means that the President of the Dominion will appoint a Prime Minister who will be the leader of the majority party. A conneil of numsters will be appearted by the President on the Prime Minister's advice.

Moslem League amendments to form a government on the American model and also -to elect a council of ministers on the basis of proportional representation by a single transferable vote was defeated.

Each said he had no knowledge of

anything "traudulent or corrupt" in

the WPB and Mr. Loening declar-

also to Elhott Roosevelt, the late

Senator Ferguson indicated to re-

Arch higher committee's hovest of the Prince Albert factory has the international inquiry. The Prince Albert factory has the international inquiry. The Prince Albert factory has been over by the province in 1945, after its manage. Report U.S. Squandered terover Lorening of New York, who

of the WPB.

B) WILLIAM S. WHITE New York Times Special to was appealt consultant to the head The Globe and Mail. Copyright

neering objections, and maintained who first took up the project with The present manager operated it after Jesse II. Jones had been ed tot his part that he had "en-

The arrangement was made in war President's son, Mr. Loening

1942 with Howard Hughes, the mil- responded; tionaire aeronaut and motion pic- "I said I had encountered no ture man, and Henry J. Kaiser, the Winte House pressure. Period." shipbuilder, who later withdrew Mr. Jones, a former secretary of posters that he intended to call

commerce in the Rousevelt Admin- said also that certain memoranda cent Barrie of St. Thomas. The have started the avalanche which accused will appear in magistrate's claimed one life on the slopes of Mr. Putnam said.

Reitish Columbia's blubest and resum seconard J. Winsternam J. Winsternam

tions of the witnesses brought out

common gaming house. He said the rugged isolated B.C., coast: They are: David Michael Atkennillearst newspaper executive, who 1943, recommended a cancellation the prosecution would be handled mountain about 150 miles north-, Ga.; Graham Meter at Seattle, served, as a dollar-a-year man, as of the contract, as one not help-Wash.; Francis P. Mazoun, Cam-director of the Aircraft Division of ful to the war effort, and that the Fred Beckey of Seattle was lead- bridge, Mass.; W. Lawrence Miner. the War Production Board, and WPB itself had so recommended.

Where to Find it