

Mometary Experts Seen Ignoring Liquidity Need

By KEN SMITH
Canada Press Business Editor
MONTREAL, Que. (CP) — World monetary experts don't seem to have recognized so far the urgency in the need for more international liquidity, A. K. Stuart, chairman of the Canadian Export Association, said here.

He told the association's 22nd annual convention that adequate liquidity arrangements in the past have helped to sustain world financial confidence, "but this confidence is still in danger of breakdown, particularly if Britain and the United States continued to experience difficulties with their balance of payments."

Mr. Stuart said the recent 10-nation talks in Washington on the question of liquidity did not seem to emphasize that the continuing growth of world trade

will require more international monetary movement and a possible new form of international reserve asset.

RESERVES DOWN
"Although world productive capacity and trade have continued to increase, the world monetary reserves for the financing of this trade have in fact declined, for the first time in many years."

A basic problem is to get a country to adjust its domestic economic policies and exchange rates when its relative international competitive strength changes, Mr. Stuart said.

"It is difficult to get an individual country to change the international value of its currency, particularly in an upward direction even when the change is warranted and would, in fact, reduce internal inflation."

The recent slowing in the growth of the world economies to about two or three per cent annually "means very serious setbacks for the developing countries who depend heavily on their export earnings and who labor under adverse terms of trade."

There was a discouraging lack

of progress in efforts to develop multilateral trading rules at the Geneva trade conference, while the appearance of new protective measures in some countries and the continued strength of regional trading blocs weakened world exchange opportunities.

CITES CHALLENGES
Domestically, Mr. Stuart said there are two major challenges facing industry.

First was the decline in Canada's trade surplus because of imports of new capital goods purchased for industrial expansion. The favorable balance was reduced to \$2,000,000 by the end of July compared with \$383,000,000 a year earlier.

Secondly, industry had to ensure strong domestic and export demand to keep the rapidly expanding productive capacity operating fully. The recent trend toward an apparent inflationary spiral could seriously damage Canada's competitive strength both at home and in overseas markets.

While the recent \$450,000,000 wheat sale to Russia would help the balance of payments situation, the year-end deficit on current account was expected to be well over the 1964 figure.

with the United States who are very anxious to work out arrangements by which some of our water resources are moved down south," Mr. Pearson said.

Mr. Laing's remarks were contained in a text of his speech released in advance of delivery.

Secret Weapon In Russia Blows, Paper Declares

LONDON (AP) — The Guardian says former premier Khrushchev's vaunted secret weapon blew up in 1960, killing Marshal Mikoyan I. Nedelin and 300 others.

The secret weapon about which Khrushchev boasted was a missile with a nuclear propellant, Victor Zorza, Communist affairs expert of The Guardian reports.

Quoting secret reports of Oleg Penkovsky, a Russian sentenced to death in 1963 for spying for the West, Zorza says: "The countdown went according to plan, but the new missile failed to leave the ground. The observers waited for some 10 minutes, then came out of the shelter. At this point the missile exploded, killing 300 people, among them the commander of the missile forces, Marshal Nedelin."

The Guardian account says the accident occurred in the fall of 1960 as scientists rushed to test the weapon in time for the October revolution anniversary. The Russians announced Oct. 25, 1960, that Nedelin had been killed in an air accident.

Penkovsky's secret reports are being published next month. Zorza apparently got an advance look at the reports, which were made to British intelligence and the U.S. Central Intelligence Agency.

MAINTAIN TROOPS
CANBERRA (Reuters)—The estimated cost of keeping Australian troops in South Vietnam in 1965-66 is 21,488,000 Australian dollars (\$3,500,000) the prime minister, Sir Robert Menzies, said in reply to a question in Parliament. This is in addition to the cost if the troops remained in Australia.

ON THE AIR

The following program listings are published free of charge as a public service and appear as presented to us by the stations concerned.

THURSDAY PROGRAMS CFCY-TV

- 1:30 p.m.—Musical
- 2:00 p.m.—Film Festival
- 2:30 p.m.—Today At Home
- 3:00 p.m.—To Tell The Truth
- 3:25 p.m.—Take 30
- 4:00 p.m.—Moment of Truth
- 4:31 p.m.—Magic Boomerang
- 5:00 p.m.—Wild Bill Hickok
- 5:30 p.m.—Music Hop
- 6:00 p.m.—P. E. I. Credit Union League Program
- 6:30 p.m.—Gazette
- 7:00 p.m.—CFCY TV News
- 7:20 p.m.—Political Telecast
- 7:30 p.m.—Keyboard Melodies
- 7:30 p.m.—Please Don't Eat The Daisies
- 8:00 p.m.—Shannon
- 8:30 p.m.—The Law & Mr. Jones
- 9:00 p.m.—Seaway
- 10:00 p.m.—FreeTime Political Liberal
- 10:15 p.m.—FreeTime Political P.C.
- 10:30 p.m.—Telescope
- 11:00 p.m.—Alfred Hitchcock Hour
- 12:00 p.m.—CBC TV News
- 12:13 a.m.—Local Weather and Sports
- 12:15 a.m.—Sign Off

CKCW-TV

- 9:57 a.m.—Station Sign On
- 10:00 a.m.—National Schools
- 10:30 a.m.—Nova Scotia Schools
- 11:30 a.m.—Friendly Giant
- 11:45 a.m.—Chez Helene
- 12:00 p.m.—Butterfly Square
- 12:29 p.m.—Across Canada White Corridors
- 2:30 p.m.—At Home With Helen Crocker
- 3:00 p.m.—To Tell The Truth
- 3:20 p.m.—Take Thirty
- 4:00 p.m.—Moment of Truth
- 4:30 p.m.—Magic Boomerang
- 5:00 p.m.—Atom Ant
- 5:30 p.m.—Toytown LTV
- 6:00 p.m.—Supper Club
- 6:15 p.m.—TV News
- 6:25 p.m.—TV Weather
- 6:30 p.m.—TV Sports
- 6:35 p.m.—Supper Club
- 6:45 p.m.—Movie: Run Silent, Run Deep
- 9:00 p.m.—Seaway
- 10:00 p.m.—Free Time Political Lib. — P.C.
- 10:30 p.m.—Telescope
- 11:00 p.m.—Payton Place 11
- 11:30 p.m.—Honey West
- 12:00 p.m.—CBC TV News
- 12:15 a.m.—Viewpoint
- 12:20 a.m.—Lionel Television News
- 12:30 a.m.—Station Sign Off

CFCY RADIO

- 6:30—News and Weather
- 6:45—Morning Roundup
- 6:55—Island Wr. and Mar. Temp.
- 7:00—Morning Roundup
- 7:05—News and Weather
- 7:10—Hebrew Christian Hour
- 7:15—Morning Roundup
- 7:30—News and Weather
- 7:35—Farm Report
- 7:45—Morning Roundup
- 7:45—Island Wr. and Mar. Temp.
- 7:46—Sports Capsule and Scoreboard
- 8:00—News
- 8:11—Weather
- 8:15—Morning Roundup
- 8:45—Weather
- 8:50—Atlantic News Roundup
- 8:58—Thought For Today
- 9:00—CBC National News—CBC
- 9:11—Preview Commentary—CBC
- 9:16—Notes and Music
- 10:00—News and Weather
- 10:05—Notes and Music
- 10:40—Mr. Co-op Program
- 10:50—Notes and Music
- 11:00—News and Weather
- 11:05—News and Views on Groceries
- 11:20—Notes and Music
- 11:30—Montague Entertainers
- 11:40—Notes and Music
- 11:45—Bulletin Board
- 11:50—Notes and Music
- 11:55—Atlantic News Roundup
- 12:00—Weather
- 12:05—Town and Country Time
- 12:30—News and Weather
- 12:45—Town and Country Time
- 1:00—News and Weather
- 1:05—Town and Country Time
- 1:15—What's On Tapp—CBC
- 1:45—Town and Country Time
- 2:00—News and Weather
- 2:05—Mostly Music
- 3:00—News Headlines and

Canadian Minister Cool To U.S. Water Scheme

KETCHIKAN, Alaska (CP)—The United States should not seek a solution to its water shortage by looking "suddenly at Canada as a potential source of unlimited quantities of fresh water which can be tapped at any time," Northern Affairs Minister Laing said here.

Mr. Laing said he was referring to the North American Water and Power Alliance, a \$100,000,000 project to provide water to the western United States with Canadian water.

The huge scheme, brainchild of the Ralph M. Parsons Co. of Los Angeles and New York, involves the collection of water from rivers in British Columbia, the Yukon and Alaska which now drain into the Pacific and Arctic oceans.

"Trapped in giant reservoirs, water would be channelled through a series of lifts and tunnels into the Rocky Mountain trench. It would form a 500-mile lake from Prince George, B.C., to Libby, Mont.

CSA RADIO

- 6:00—The Morning Show, Part 1
- 8:35—Max Ferguson
- 9:00—CBC News
- 9:11—Commentary
- 10:30—To Market With Music
- 11:00—CBC News
- 11:05—Jean Marshall
- 11:15—For Consumers
- 11:20—Record Album
- 11:30—The Archers
- 11:45—Two Far A Quarter
- 12:00—Jamboree Junction
- 12:15—Boy Meets Girl
- 12:30—Meritime Farm B'Cast
- 1:00—CBC News and Weather
- 1:15—The Alex Read Show
- 1:45—The Open Road Show
- 1:59—D.O. Time Signa
- 2:00—The Open Road Show
- 2:45—Stories from the Common-wealth
- 3:00—CBC News
- 3:03—Trans-Canada Matinee
- 4:00—CBC News
- 4:03—Canadian Roundup
- 4:10—Music In The Air
- 5:00—Mar. Fish B'Cast
- 5:20—Tempo, CBC Notebook
- 6:00—CBC News
- 6:15—On Parliament Hill
- 6:20—Today's Editorial
- 6:25—Inland Weather and Sports Scores
- 6:30—Business Bureau
- 6:35—Music In The Evening
- 7:30—Maritime Magazine
- 8:00—Assignment
- 8:30—Reserved For Music
- 9:00—CBC Strings
- 9:30—Winnipeg Pops Orchestra
- 10:00—CBC National News on Parliament Hill and Speaking Personally
- 10:30—Bert Devitt Show
- 11:30—Concert Hour
- 12:00—CBC News
- 12:03—Sports Scores, Inland and Marine Weather
- 12:15—Music In The Night
- 12:00—CBC News

CONTRACT BRIDGE

By B. JAY BECKER

South dealer. Both sides vulnerable.

NORTH
♠ Q J
♥ Q J 10 3
♦ K 8 6 5 4
♣ K 5

WEST
♠ K 10 8 6 2
♥ 7 6
♦ 8
♣ Q 7 4 2

EAST
♠ 9 7 5 4
♥ A 6 4
♦ A 7 3 2
♣ J 6

SOUTH
♠ A 3
♥ K 8 2
♦ Q J 10
♣ A 10 8 3

The bidding:
South West North East
1 ♠ Pass 1 ♦ Pass
1 ♥ Pass 3 ♠ Pass
4 ♥

Opening lead—eight of diamonds.

This hand occurred in a team match. At first table the bidding went as shown and West led a diamond. East took the eight with the ace. South flopped with the jack.

Despite the falsecard, East was able to read the lead as a singleton and returned a diamond which West ruffed. West could not now make any lead that would defeat the contract. Actually, he led a club, and South had no rouble making four after forcing out the ace of hearts. Dummy's diamonds took care of the theoretical spade loser.

At the second table the con-

tract and the opening lead were the same. East took the ace of diamonds also, but here came a parting of the ways.

East realized that if declarer had both missing aces as well as the king of hearts — they were all cards which South was likely to have on the bidding—the contract could not be defeated by giving West an immediate diamond ruff. This line of defense would lead to only three tricks.

East knew also that South had four hearts—he had bid the suit secondarily—and that West therefore had two hearts. There was consequently no urgency about returning a diamond for West to ruff, since this could be done just as effectively later on.

Accordingly, at trick two, East returned a spade, hoping to find West with the king (possibly the ace.) South had no choice but to finesse, and when he did, West took the king and returned a spade.

Declarer won the spade and played a trump, which East took with the ace. East's delayed diamond return now defeated the contract on one trick.

What stands out in the hand is that it is simply not enough for a defender to analyze partner's lead as a singleton and spontaneously return the suit. The hand first has to be in its entirety before following the impulse to return the suit. In bridge you can't afford to play now and think later.

RIPLEY'S BELIEVE IT OR NOT



DAILY CROSSWORD

ACROSS

1. Frighten
6. Marks of wounds
11. Of a city
12. Test
13. Vegetable
14. Strut
15. Pithy remark
16. To speak against
17. Verbal ending
18. Group of three
19. Following
20. Wing
24. Remains
25. Norwegian dramatist
27. Poetic contraction
28. Subject of Dreyfus court martial
30. Accumulate
31. Father
32. Confine: rare
35. South Saskatchewan or Hungry Horse, for example
36. Fitting
37. Slush
38. Bay window
39. Workers in the field
40. Fur skins
41. Fat

DOWN

1. Place under
2. Wood preservative
3. Incite
4. Rodent
5. Plural ending
6. Wristed
7. Hoisting device
8. River in France
9. Biblical term of reproach
10. Weaver's reed
14. Soreness or anguish
16. Mills for grinding grain
18. Attempt
20. Swiss river
21. Beast
22. Spotted African animals
23. People of Viet-Nam
26. Roulette bet
29. Spicy
30. Medieval helmet
32. Wet
33. Withered
34. Lime tree
35. Eat dinner
37. Queen of faeries
39. Exclamation

Yesterday's Answer

32. Wet
33. Withered
34. Lime tree
35. Eat dinner
37. Queen of faeries
39. Exclamation

DAILY CRYPTOQUOTE — Here's how to work it:

A X Y D L B A A X B
is L O N G F E L L O W

One letter simply stands for another. In this sample A is used for the three L's, X for the two O's, etc. Single letters, apostrophes, the length and formation of the words are all hints. Each day the code letters are different.

A Cryptogram Quotation

P W S P W D J Z P W D E W Q Z D C P Z O
H P X H W P D X U S P Z B E Z F P J . —
R E Z P O W J V F R L W Q J

Yesterday's Cryptogram: MIDDLE AGE: WHEN YOU BEGIN TO EXCHANGE YOUR EMOTIONS FOR SYMPTOMS.—COBB

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OUR BOARDING HOUSE MAJOR HOOPLE

