Not Known Who Will Be Plaintiff Against Publishers Who Aired Panama Scandal

ROOSEVELT IS CONFIDENT

Expects Libel Indictments Under Common Law-C. P. Taft and% Douglas Robinson Testify.

WASHINGTON, Jan. 12 .- The question whether the Federal Government or individuals, or both, instituted the proceedings for libel in connection with the Panama Canal purchase remains a give the information.

all of the Washington correspondents who were cited to appeal gave information establishing their connection with either the New York World or the Indiannpolis News, while several newscialers and a newsboy testified to having sold the papers to the general

Roosevelt Expects Indictment.

It is now hinted that the President expects that an indictment will be brought in the District of Columbia, regardless of any action taken in New York or Indianapolis. In that event, the presecuting officers of the Government entertain no doubt of their ability to bring the defendants here.

For many years the decisions in the libel suits against Charles A. Dana, publisher of the New York Sun, which relieved the defendant from the necessity of appearing in Washington to stand trial, stood in the way of action such as has now been brought. But, it is contended, a change in the courts ed a change in the law have negatived

Can Take Men to Washington.

The Government has fortified itself with the decision of District Judge Adams, of New York, in the case of the United States against Wimsatt (161 Federal Reporter, page 586). This case was for conspiracy to defraud a street-railway company of the District of Columbia out of car tickets, and the of Columbia out of car tickets, and the court held that "the removal of the accused from a Federal district to the District of Columbia cannot be defeat-ed, because the acts charged in the indictment are common law offenses, the District of Columbia being a part of the United States and the commission of a crime therein being an indictable offense against the United States." The District code expressly provides for punishment for libel, but the Government's legal officers maintain that the definition of a libel must be obtained by resorting to the common law. 'It therefore leaves no room for doubt that the present inquiry is not based upon any

Robinson's Evidence Brief.

The corridors and witness-room swarmed with newspaper 'men and others summoned to give testimony perfore the grand jury. In addition to the Washington correspondents subpensed, there were on hand A. W. Tracey, assistant to Mr. Hornaday, of the Indianapolis News; Mr. Robinson, H. W. Tail, manager of the Western Union Telegraph Company.

Mr. Robinson was the first witness. For a long time preceding the giving of his testimony he was closeted with

Mr. Robinson was the first witness. For a long time preceding the giving of his testimony he was closeted with District Attorney Baker. He was in the grand jury room only five minutes. He declined to give any information regarding his testimonary ing his testimony

Ordered to Show Telegrams.

Mr. Tanf refused to produce copies of Mr. Tan's refused to produce copies of any telegrams or give any evidence without an order of the court. Later Justice Gould, of the Criminal Court, issued the necessary order, and Mr. Tan's underwent an examination before the grand Jury. Otto Carmichael, the head of the Washington bureau of the New York World, was subjected to a rigid examination and was on the stand for a considerable time. He identified contains siderable time. He identified certain editions of the New York World and stories appearing in them referring to the canal purchase. His assistants, Mesars, Albert and Conway, gave cor-

No Snapshots of C. P. Taft.

Charles P. Taft, brother of the President-elect, against whom some of the libelous articles are said to have been directed, arrived at the Courthouse at noon, and after a conference with the District Attorney, entered the grand Jury room. When Mr. Taft made his appearance a number of photographers had their cameras ready to take his picture, but detectives, acting under orders of Mr. Baker presented their conference. ders of Mr. Baker, prevented their doing so. The testimony of Mr. Taft consumed but five minutes. He declined to discuss the case in any way and immediately left the Courthouse.

The testimony of James P. Hornaday was confined simply to the fact that he was Washington correspondent of the indianapolis News and to the identification of files of his paper.

GOVERNMENT IS PROSECUTOR

Mystery of Libel Inquiry Solved by

World Man's Subpena. NEW YORK, Jan. 19 .- The vell of

mystery which for the last two days has enveloped the secret examination before the Federal grand jury here of newspaper men and others believed to have knowledge regarding the publication of alleged libelous matter concerning the purchase by the United States of the Panama Canal Company, would seem to have been lifted tenight by the issuance of a subpena in which for the first time the names of both the mplainant and defendant are made

This document made out against "John Doe," was served upon William
J. Dempsey, head of the mailing department of the New York World, and
commands his appearance before the
Federal grand jury to testify "in the
matter of the United States against the Press Publishing Company, which com-pany publishes the World. Another development which definitely

establishes the proceedings as an ac-tion for libel against the World, and the calling into consultation by United States District-Attorney Henry L. Stim-

son, of District Attorney Jerome.
Although the only witness examined

of a news association, who is said to have supplied the data upon which the alleged libelous articles subsequently published by the World were based.

alleged libelous articles subsequently published by the World were based, the presence outside the grand jury room of two Secret Service men from Washington with a mass of documents and a number of account books, gave rise to all sorts of rumors.

Mr. Engelman is said to have made an investigation last year in Paris of the purchase of the canal property by the United States from the French stockholders and to have submitted his findings to the Democratic National Committee during the late Presidential campaign. ampaign.

RAYNER'S MOTION REFERRED

Senate Debates Right to Ask Information About Canal Inquiry.

WASHINGTON, Jan. 19.-The Sen ate today referred to the Judiciary Committee Rayner's resolution inquir-ing under what law the present inquiry into the publication of charges regarding the Panama canal purchase is being conducted, but this was not done rithout much opposition from Rayner and a lively debate.
Clapp said the Senate should stop

long enough to consider "where we are liable to land if we continue." He wished to know what method would be pursued to enforce compliance with the demand for information if the Attorney-General should refuse to furnish it.

The Senate has power to enforce its

the Panama Canal purchase remains a mystery. The Federal grand jury continued its investigation today, and a number of witnesses were examined. Among these were Douglas Robinson, brother-in-law of President Roosevelt, and Charles P. Taft, brother of the President-elect, both of whom remained reticent regarding their testimony.

All of the Washington correspondents who were cited to appeal gave information establishing their connection with either the New York World or the Indianapolis News, while several "If I were acting as Attorney-Gen-"

To the Indianapolis and jury continued in the resolution and cited the case of the Northern Securities Company when he was Attorney-General to show the harm that might arise from its adoption. He said when he was preparing to bring suit to dissolve the illegal combination, a report became widespread that there was no authorly in law for such action. If a resolution so declaring had been passed by the Senate, he said, its influence might have been such as to change the decision of the Supreme Court, as four of the justices still opposed the resolution and cited the case of the Northern Securities Company when he was Attorney-General to show the harm that might arise from its adoption. He said when he was preparing to bring suit to dissolve the illegal combination, a report became widespread that there was no authority in law for such action. If a resolution so declaring had been passed by the Senate, he said, its influence might have been such as to change the first the first transfer of the Case of the Northern Securities.

idea that there was such law.

"If I were acting as Attorney-General," said Knox, "I would be constrained to say in reply to such a resolution that it was contrary to the Interest of the public to express what the basis of the Government's claim was, especially in a criminal case."

Culberson declared the contention in this case was that the processes of the courts were now being used to prose-

gourts were now being used to processes of the gourts were now being used to prosecute people for political offenses. Menwere, he said, being prosecuted for expressing their honest convictions of a political character.

By an aye and may vote the motion to refer the resolution to the Committee on Judiciary was adopted, 44 to 34.

JAPANESE RETURN HOME

(Continued From First Page.) President's position as outlined in the Sacramento dispatches is absolutely cor-rect. He said the President is determined that this legislation shall not be enacted that this legislation shall not be enacted until after the Californians have had pointed out to them the injustice of their attitude toward the Japanese. The California Senators frequently have conferred with the President and are alding him in holding up the legislation pending a full explanation of the Federal Government's position in the matter. ernment's position in the matter.

CALIFORNIA TO DELAY ACTION

After Conference With Legislative Leaders, Gillett Promises to Wait.

SACRAMENTO, Cal., Jan. 19.-According to a statement made tonight by Gov-ernor Giliett, there will be no legislation

against the Japanese at this session of the Legislature. The Governor author-ized the following statement:

"After conversing with the leading members of both branches of the Legis-lature tonight, I am convinced that no legislation directed against the Japanese will be enacted. I am satisfied that the people of California, and particularly the

ese people. "This question is one in which the Fed-

regarderal Government is particularly interested, and its wishes should be carefully considered and will be. I am sure, by the people of this state."

A general understanding was reached tonight by leaders in the assembly regarding the action to be taken tomorrow on the Drew bill, preventing aliens fron holding lands, and the Johnson bill, denying them the right to be directors in corporations. They have been made a special order of business and a fierce fight is predicted by their friends.

Their opponents will hold, as do Gov-ernor Gillett, Lieutenant-Governor Porer and Speaker Stanton, that the anti-Japanese land bills would keep foreign capitalists from Europe as well as Asia from investing in California land, thereby working great harm from the financial

This argument also is applied by the Governor and the Speaser to the directors bill, they declaring that many rich Eu-ropean corporations now doing business in the state through resident directors who are not citizens would be seriously inconvenienced and undoubtedly would withdraw great sums of money from investment here.
On the other hand, the friends of the

anti-Japanese measures assert that they are demanded by the people of the whole state, and that they will not give up without a struggle.

Assemblyman Johnson announced on the floor of the House today that he would "contest the right of the President or anybody else to delay legislation." He is author of the measure preventing the Japanese being members of corporations. Assemblyman Drew, author of the land bill, is not so belligerent. He said today that he would do all in his power to se-cure the passage of his bill, and believed that if it were put to a vote at once in either house it would pass quickly. However, he said, the Governor had the veto power and the fate of the bill would be "up to the executive."

"YELLOW PRESS" TO BLAME

Conservative Japanese Newspapers

Condemn Sensational Articles. TOKIO, Jan. 19 .- The nature of the matter cabled from Japan quoting the Japanese sensationalist press in regard to the anti-Japanese bills presented to the State Legislature in California, is arousing the indignation of leading newspapers and American residents in Japan, who assert that the dents in Japan, who assert that the selections sent out were taken from the columns of the least responsible newspapers in Japan, whose real character is not understood in the United States. It is declared also that this was done intentionally, and that the articles are calculated to re-arouse feelings of bit-terness on both sides of the Pacific Ocean. The leading newspapers de-hounce what they term an effort to create international unfriendliness.

The training of a camel is no easy mat Although the only witness examined it is bend the kness, in order to be loaded today was E. M. Engelman, an employe and unloaded.

Executive and Supreme Court Judges Get Increased Remuneration.

BAR HORSES AND AUTOS

Provide Lesser Officials With Allowances for Hire of Carriages.

WASHINGTON, Jan. 19.—The salaries the President, Vice-President and peaker of the House were again under discussion in the Senate today, when the legislative, executive and judicial appropriation bill was taken up. Amendments were adopted increasing the President's salary to \$100,000, that of the Chief Justice of the Supreme Court to \$15,000, and those of Associate Justices to \$14,500.

Warren, in charge of the bill, expressed the hope that the allowance of \$5000 annually for carriages or other vehicles for the Speaker and Vice-President would be allowed to stand.

Bar All Autos.

Bailey offered an amendment to elimi-nate the words "other vehicles," so as to prevent the purchase of automobiles. Then he delivered a glowing tribute to

Warren declared that on his ranch in Warren declared that on his ranch in Wyoming automobiles were used to hunt up and save the horses and sometimes he had sent an automobile 200 miles to save sheep that otherwise would have

Dixon opposed the appropriation of Government money for carriages.

Hemenway said that if Congress were to provide carriages for heads of departments and others in the executive branch of the Government, he thought they should be allowed the Vice-President and the Speaker. dent and the Speaker.

Money argued that large expendi-tures were not necessary to maintain the dignity of office.

Borah said he would offer an amend-ment doing away with all official car-

Battleships Come Up.

Hale commented on the increase in expenditures on the battleships, he said was so great that the interest on the amount expended on one of them was more than all the increases of salaries provided for in this bill.
"We shall," he said, "never reduce
the expenses of the Government until
we take in hand not only the question of salaries, but the enormous expendi-tures that we are asked to make for

the military. He called attention to the fact that we faced a deficit in the revenues of the Government during the next year of \$130,000,000.

By a vote of 40 to 21 the provision of \$2000 annually for carriages and horses each for the Speaker and Vice-President

was stricken from the bill.

An amendment to reduce the salary alowance of the President from \$100,000 to \$75,000 was defeated by a vote of 33 to 32 Executive Gets "Raise."

The amendment increasing the salary of the President to \$100,000 was adopted by a vote of 35 to 30. The Republican Senators who voted against the increase were: Beveridge, Borah, Brown, Burkett, Democratic Senators voted in favor of the increase. The amendment was adopted providing for an "Under Secretary of

State," to be paid \$10,000 a year.

The salary of the Chief Justice of the Supreme Court of the United States was fixed at \$15,000, instead of \$12,500, as at present, and the salaries of Assistant Justices at \$14,500, instead of \$12,000. The bill was still under discussion when the Sanaras of Sanaras still salaries of \$15,000. was still under discussion when the Senate adjourned.

SPEECH SENT TO COMMITTEE

Willett May Be Suppressed-Pension Agencies to Be Abolished.

WASHINGTON, Jan. 19 .- Disposing of the speech of Willett, of New York, yes-terday, attacking the President, by referring it to a special committee to report what disposition should be made of it, the House proceeded today to take up the various appropriation bills.

Butler of Pennsylvania occupied the chair during the debate on the pension appropriation bill, which abolishes all but one of the 18 pension agencies through-out the country. The bill, which carries a total appropriation of \$159,839,009, was passed virtually as reported by the com-mittee on pensions. Taylor precipitated debate on the proposed consolidation of pension agencies by offering an amend-ment providing that the salaries of the

17 pension agents whom the bill proposes to abolish be continued. The amendment was defeated by a vote of 124 to II. The urgent deficiency bill, which carries appropriations amounting to \$1,602,-602, was passed after a roll call and several votes had been called for on an amendment offered by Heflin of Alabama, providing for an appropriation of \$38,000

for further distribution of seeds by the Department of Agriculture. Foss of Illinois, chairman of the House committee on naval affairs, brought up the naval appropriation bill, which probably will occupy the attention of the House for a day or two.

The bill carrying an appropriation of \$20,000 for a commission to investigate conditions in the Republic of Liberta.

conditions in the Republic of Liberia Africa, was read. NEWSPAPER MAN AS ASSISTANT

President Will Name O'Loughlin to

Help Secretary Bacon. WASHINGTON, Jan. 19 .- The Prest-

dent tomorrow will nominate John Callan O'Loughlin, of this city, now secretary of the Tokio Expesition Commission. and prominent newspaper and magazine writer, to be Assistant Secretary of State, succeeding Robert Bacon, who be-comes Secretary of State.

OREGON'S SHARE FOREST CASH State Gets \$32,318; Washington Gets \$13,170 of Money.

OREGONIAN NEWS BUREAU, Washington, Jan. 19.—The Secretary of the Treasury today sent warrants, aggre-gating \$444,000 to Western states for their gon's warrant is \$32,318; Washington's

Asylum for Murderer.

SALT LAKE CITY, Jan. 19.—Axel Carlson, who shot and killed Matida Ecklund at Sandy last Thursday, was

98c the Pair

An unusually good quality of fine plain silk Hose, in black decidedly satisfactory wear, and are surpris ingly good weight for this small price. Fast color; regularly worth \$1.50 the pair; special

Ladies' \$1.50 Silk Hose at Umbrellas \$2 Vals. \$1.29

A daily need these days. Go prepared. Perhaps tomorrow morning you will have to leave home in a pelting rain and how glad you would be to own one of these splendid shower shields. Women's or men's tape edge umbrellas, fast black, with fancy trimmed or 61 natural wood handles; superb \$2 vals., Wednesday only \$1.43

Children's Mendless Hose 25c Pair

Do away with the tiresome hours over the darning basketbuy children's hose that don't need mending-for a long time. Children's Mendless Hose, in fine or medium weight; fast black; double knee, sole and toe; pr.25¢

Shop Here Wednesday and

Share in the Great Clearance Sale Always Brings Bargains that the Clearance Sale Portland Buyers

Portland Agents Royal Worcester Corsets

Olds, Wortman & King Portland Agents Ladies Home Journal Patterns

Sale Royal Worcester Corsets at \$1.49 Pair

Every one knows the merits of the Royal Worcester corset. For this Wednesday sale we offer three models in the famous Bon Ton grade of Royal Worcesters; made of plain white batiste, fancy colored broche and silk brocade. The colors are pink, white and blue. They are modeled for medium figures, with low, veinforced, bust and medium long Princess hip. Regular Choice for Wednesday for \$1.49

ROYAL WORCESTER CORSETS, in short lengths, large sizes only; a few girdles included in 176 assortment. Vals. to \$1.75; sp'l Wednesday...176

Fairy Bust Forms Special 49c Each Come in pink, blue or white, finished with dainty Come in pink, blue or white, lace edging; regularly worth to \$2.00 each. 490 Wednesday price, only..... WOMEN'S DRAWERS-Of cambric, nainsook, muslin or longcloth, finished with tucks in clusters and flounces of blind or Swiss embroidery; also and flounces of billio of billion strained styles; regular \$1.50 values. 790

WOMEN'S MUSLIN PETTICOATS-With India linen flounces, finished with embroidery edging and insertion; also with lace edging and inser- \$2.49 tion. Values to \$4.25, at low price of only \$2.49 WOMEN'S ITALIAN SILK VESTS—Plain hem'd styles or trimmed with rich lace and draw ribbon, offered for the Clearance at ONE-THIRD LESS THAN REGULAR.



Women's \$38.50 Coats Wednesday at \$12.98

In this lot are coats to suit every taste. We don't know of a better coat sale than this in point of quantity, assortment and values. They are the very stylish tan coats in plain covert or in shadow striped fabrics. They are plain black collarless styles, braid trimmed (very similiar to illustration) tight or loose fitting, or there are handsome fancy mixtures in very stylish garments. Braids, velvet and buttons are effectively used as trimmings. Empire back styles, Directoire effects, tight or \$12.9

Women's Coats Coats, in

fabrics or fancy materials, and are made in strictly tailored effects, or richly trimmed. Braid, velvet buttons and silks are effectively used as decorations. There are loose or semi-fitting styles, Empire effects, coats with the wide Colonial lapels so much in vogue, or any of the most desirable styles. Every one a smart model, every one worth more \$22.75 than the price asked. Values to \$45.00. \$22.75 Every garment in our Suit Department reduced in price, including our Women's Tailored Suits, Women's Fancy Suits, Evening and Afternoon Costumes, Opera Coats, Street Coats, Silk Dresses, Silk, Net and Lawn Waists, Children's Coats, Sweaters, Silk Petticoats, Kimonos and Bath Robes. Everything in the garment section reduced.

Fancy Silks and Five Lots Great Sale of Black Silks Fancy Silks and Five Lots of Colored Dress Goods

Buy A Rich Hat



Our handsome trimmed and pattern Hats on sale at prices amazingly low. The pattern hats include many richly trimmed ostrich models, and at the prices quoted the plumes alone would be a decided bargain, to say nothing of the beautiful hat they are used to trim. All pattern hats worth from \$15.50 to \$125, 1/2 Price worth to \$6,..... \$1.19

Entire Stock Ostrich Plumes One-Third Less White, black and colored; all lengths and qualities, at one-

\$6.00 \$4.00 \$12.00 \$8.00 \$24.00 values...\$16.00 And all other grades in same proportion.

third below regular values-

Own Some New Shoes

Let the men save, too. Here is a lot of men's fine quality Footwear, in odd lines, of \$4.00, \$5.00 and \$6.00 grades, containing in all practically every size and width. They are calf, kid or patent leathers, button or lace style, and all in all, a goodly assort? ment. Choice of any \$3.49 shoe in this lot at... \$3.49 Men's Slippers-All short and broken 1/2 Price



BOYS' SHOES-All kinds of leathers and styles; 400 01 pairs offered at 50c per pair less than regular. Price. \$1.50 CHILDREN'S SHOES-In fancy or plain leathers; 980 sizes 3 to 13; values to \$2.00, at low price of only, pair. TAN SHOES—For big girls who wear women's sizes. \$1.39 Sizes 21/2 to 7, worth to \$2.25, at the special low price. \$1.39 WOMEN'S GYMNASIUM SHOES-\$2.00 values, at \$1,00 the exceptionally low price of only, per pair.....\$1,00 We've plenty of Jersey Leggings and Ankle Strap Supporters.

PHOCAEA, NEAR SMYRNA.

Buildings Much Damaged and Panic Caused-Smyrna Feels Shock, but Is Not Damaged.

SMYRNA, Jan. is.—So far as can be ascertained, eight persons were killed to-lay by an earthquake at Phocaea, 25 niles northwest of this city, and at other eighboring towns. Considerable damage was done to bundings at Phocaea.

The population at Chil became panicstricken, though no serious damage restricten, thouse was felt here, but there was no loss of life and no damage.
The American battleships Louisiana and Virginia are at anchor in this harbor.

FIERCE FIRE COMPLETES RUIN Debris of Messina Catches Fire and

Wind Fans Blaze. MESSINA. Jan. 19 .- A serious fire broke out here today among the ruins of the earthquake wrecked city. The remains of the Pennesi Palace fell in and added to the conflagration. The flames are spreading in spite of the work of the soldiers to control them and the situation is sorious. An odor of burning flesh is mingled with the

smoke and it is feared that persons still alive are being consumed.

The flames had their center in the Pennesi Palace, but they spread over the ruins of the city. The long tongues of fire leaped upward, the sparks falling in a heavy shower for a considerable distance. The heat was very great. The alarm was sounded, while the war-ships in the harbor blew their fog horns and soldlers were hurried to the

cene. No victims of the flames have et been reported. The Duke of Genoa made a herole rescue of a demented woman, who insisted upon forcing her way into a burning pile of ruins to save her hus-

A strong wind helped to spread the flames and the men experienced great difficulty in working the pumps. What remains of the beautiful promenade along the harbor front undoubtedly will be de stroyed. It is supposed that the fiames have been latent under the wreckage for days, and that the high wind of last night fanned them into activity.

SPAIN FEELS TEMBLORS, TOO

Shocks Near Granada Alarm Inhabitants of Region.

GRANADA, Spain, Jan. 19.-Two strong earthquake shocks occurred during the night at Zafarraya, 30 miles from Granada. The populace was thrown into a panic, but no serious damage was done.

Ionian Isles Tremble.

was at Santa Mura. No damage is re-

MEXICAN VOLCANO ACTIVE Mountain Near Colima Throwing

Forth Ashes and Stones. MEXICO CITY, Jan. 19 .- The volcand near the City of Colima is in eruption. It is throwing out a great quantity of ashes and stones. No lava is flowing and the people are not alarmed. eral slight earthquake shocks have been reported, but there has been no damage.

PILOTS EXPRESS SORROW

Resolutions in Memory of Late Commissioner Farrell Adopted.

ASTORIA, Or., Jan. 19,-(Special.)-The state Board of Pilot Commissioners met in this city this afternoon and, after transacting routine business, adopted the following resolutions in memory of the late Commissioner Farrell, of Portland: "Whereas, It is with regret that this Round has learned of the death since Board has learned of the death, since its last regular meeting, of S. Farrell,

one of its members,
"Resolved, That we hereby express our sorrow at his sudden and unexpected death; that this Board fully realizes that, in his death, it has lost a wise and useful member and its members have lost a genial and whole-souled friend and companion.

companion; and,
"Resolved, That we hereby extend to
the family of the deceased our sincere
sympathy in their bereavement and that ATHENS, Jan. 19.—Earth shocks were felt yesterday and today throughout the Ionian Islands, which lie off the west coast of Greece. The most severe shock coast of Greece. The most severe shock control of the control of the severe shock coast of Greece. minutes of this Board and a copy sent to the family of the deceased."

San Francisco.—The State Board of Harbor Commissioners has advertised for bids for the construction of the new pler assigned to the Western Pacific. The structure will cost

TAKE Gold Medal Haarlem Oil Capsules

For Kidney, Liver, Bladder and Stomach Troubles AND FIND QUICK RELIEF. constant use since A. D. 1696. Capsules, 25c per box (odorless, tasteless). Bottles, 25c. HOLLAND MEDICINE CO., Sole Importers. Scranton, Pa.

