VOL. IX.

FRAUD IS CHARGED IN INDICTMENTS

Five Million Stolen From the Government by Uniform And Cloth Concerns.

Seventy Million Feet Will Be Dispos ed of-Lands Then Open to Homestead Entry and Sale to Settlers.

(By Associated Press.)

NEW YORK, Feb. 21.—Charged with extensive frauds in connection with supplying army uniform cloth, eight clothing manufacturers, two of their employes and a clerk in the quartermaster's department of the army, were today indicted by the federal grand jury here. Cloth used in the manufacture that is said to be worth \$5,000,000 has been stolen, and a nation wide plot to defraud the government is alleged to have been uncovered in connection with the in-dictments issued. The investigation will be carried to other cities to which the frauds are believed to have extended.

Will Sell Timber.

WASHINGTON, Feb. 21.—Seventy million feet of timber held by the Oregon & California Railroad Co. in western Oregon has been ordered sold by Secretary Lane of the inter-ior department. The order was is-sued because the company failed to carry out the terms of the contract ander which the lands were obtained. These lands were granted to the rallway company to aid in construction of the road, but the grant atipulated they must be sold in tracts of 160 acres at \$2.50 per acre. After the timber has been sold and logged off the lands of by the government under the homestead and mineral laws.

Ship Workers Plenty. WASHINGTON, Feb. 21.-Prelim

inary estimates of the results of the campaign to enroll 250,000 ship workers, show that the number will be largely exceeded. Chamberlain-Improving.

WASHINGTON, Feb. 21.-Senator

Chamberlain, who underwent an operation for appendicitis a few days ago, is improving satisfactorily, and his physicians believe his recovery is assured. Indian Slackers Arrested.

GOLD HILL, Utah, Feb. 21 .-Ttoopers from Fort Douglas sur-rounded a company of Indians on the Goshute reservation, yesterday, when they arrested seven of the ring leaders in an uprising against the army draft. The Indians had refus-ed to register and threatened the safety of Indian Agent Frank. Two of the Indian leaders escaped to the

Kills Wife and Suicides.

Van Dusen, a young Arizonian, meeting his wife on the street in the shopping district today, shot her five times and then turned the weapon The young wife against himself., died in a few minutes after the trag-Van Dusen was despondent

WILL ESTABLISH SMALL SAWMILL NEAR WILBUR

Information was given out in this city today that W. L. and Thomas Cobb were contemplating the erection of a small saw mill on the Hardin Davis place about five miles from would be started at an early date. It is understood that the new enterprise tacking army. A break through was is to be established for the purpose possible in Russia only after the moof sawing small timber into ties and getting out other materials of vari-ous kinds. With the heavy demands Italy and we witnessed how speedfly being made on the lumber market at the Italian line was mended. this time the venture will undoubt-

SPY ACTIVITIES RE-LATED BY AVIATOR

army. The young officer states that he had been in the habit of buying candy—this luxury not being supplied in the army bill of fare—until a short time ago when he discovered a large quantity of ground glass in his candy and which was found in much of the confections sold near the army cantonment.

Another dastardly attempt to spread menengitis was allayed when a German agent was discovered in County Court Will Turn O. & the act of emptying a bottle of men-engitis germs in the army drinking water, his act being frustrated by the guard who shot and killed the TIMBER ORDERED SOLD tions the young officer stated that the young officer stated the young officer stated that the young officer stated the young officer stated the young officer s all drinking water is boiled since the above incident occurred. A number of brother officers and friends of the young aviator were lost on Old Practice of Distributing These the Tuscania, 17 soldiers from his squadron alone having gone down on the ill-fated transport,

R. H. S. TO CONTEST STATE CHAMPIONSHIP

The Roseburg high school basket ball team left this morning for Salem where they will participate in the basket ball tournament for the state championship. The local boys won the championship title last year and hold the cup which they will defend and from every indication the honors will be won by the R. H. S. in 1918. It is said that 10 teams will contest in the tournament this year including many of the fastest teams in the state. Roseburg has a champion team this year, with every player a star and the best wishes of the basket ball fans of the city are with the locals.

CLASH SAYS BAKER

Both Enemy and Allies Pre pare For Battle After Long Preparation.

SHOCK TROOPS TRAINED

Huns Concentrate Cavalry in Vicinity of Riga for Advance on Petrograd-Turks are Defeated by Turks.

WASHINGTON, Feb. 20 .- After xtensive preparations silently and systematically carried on, it is ap-parent that both the Germans and the allies are ready for the long-expected offensive in the west, Secreary Baker says today in his review of military operations for the week

"While there have been outwardly to new developments in the military LOS ANGELES. Feb. 21 .- Don situation in the west during the period under review," says the communique, "yet it is apparent that both the enemy and the allies, after extensive preparations which have been silently and systematically carried on, are ready for battle. The Germans have recently withdrawn a number over the separation of himself and of their veteran west front units from the first line trenches, and are busily training them in mobile warfare.

According to advices received the German general staff hopes that by massing a large number of these picked shock battalions which have been intensively trained they may de-

large number of these units are wholly untrained in the method of western front warfare which differs radically from that conducted along other fronts. Furthermore, the Ger man higher command realizes fully Wilbur, and that work on the mill more difficult tactical obstacles than any hitherto encountered by an atrale of the Russians had been un-dermined; the same was true in

"The concentration of a large body edly prove a big success and though of German cavalry in the vicinity of not going into the business on an extensive scale, anything that resembles a sawmill will be welcomed to vance on Petrograd. It is difficult to sian contingents are evacuating the sea which are being re-occupied by Turkish detachments. Trebizond will probably soon fall into the hand of

MONEYS RECALLED

C. Tax Funds Over to Treasurer.

Funds to Various Banks is Discontinued-Will Necessitate Clerk Hire.

At a special session of the county court which was held yesterday it was unanimously decided to recall the district road funds derived from the O. & C. land grant tax, to the amount of \$64,000.00 which was deposited in various banks throughout the county, subject to the check of the county roadmaster, M. B. Germond to be utilized in liquidating road expense accounts and place the moneys thus obtained in the county treasury as required by law.

The distributing of these road funds to the bank nearest the district where they were to be used has long been the practice with the exception of two years. From May 1, 1912, to June 1, 1914, the uniform accountant system was employed, but this form of depositing the funds was abolished by the legislature and since that time it has been the custom of the county of feels, to the tom of the county officials to dis-tribute the district road moneys among the various banking institu-tions, knowing that this procedure was the only really equitable and just manner to handle these funds, as the moneys rightfully belong in the dis-

trict for which they are apportioned. The county bankers feel that they are entitled to the use of a small portion of the county money to partially repay them for the work they are, in the natural course of events, compelled to do without renumeration; several complaints were received by the county officials, from banking institutions asking that some plan be adopted whereby they could continue the handling of these funds as in the past. However, if the moneys are recalled and turned the moneys are recalled and turned over to the treasurer the court must, to comply with the laws governing this phase, hold themselves respon-sible for the full amount deposited, and this they are not willing to do and therefore there is no other recourse. The moneys will be withdrawn from the county banks at once and turned over to the treasurer, who in turn will re-deposit them where he deems best. They will then draw two per cent inter-

While it is true that the law plainly sets forth that these road funds must be deposited with the treasurer, it is expounded by those close in touch with the situation, that in complying with the laws the county is placed at an unnecessary expense in clerk hire to handle the sending eling on this train had all the sympout of warrants to the respective toms of a crazy man and that an road districts each month. Stamps officer was wanted upon his arrival and stationery will also be required. in Roseburg to take charge of the

quired by law.

been intensively trained they may deliver a crushing blow. "The bulk of the German forces But R. H. S. INVESTMENTS U. S. WANTS A BIG ON INCREASE TODAY

Prof. H. O. Bennett of the Rose burg high school, reports the grand total of liberty bonds, war savings stamps and thrift stamps to be \$6. 333.25, this amount being the investments of the teachers and pupils in the high school. According to Prof. Bennett the sales yesterday ment is said to require sales in the and today have been splendid and a general patriotic wave is imminent, the teachers and student body all seeming over-anxious to add their bit. Three names have been added to the honor roll in the Rainbow di vision of the Roseburg schools, Miss determine the exact status of affairs Lois Cobb heading the list, having in southwestern Russia. The Rus-invested \$100, with Clifford Sherrill sian contingents are evacuating the and Myrtle Ballf each investing \$50. Armenian centers south of the Black The Rainbow division is steadily increasing and the children are taking a vast amount of interest in the pro-

DIES IN FRANCE.

WASHINGTON, Feb. 21.—A • message from General Pershing • announced the death of George • E. Parrish, of Twinkenham, • Ore., who died from pneumonia. •

14 QUALIFY GENERAL MILITARY SERVICE TRIAL PROGRESS RAPID

The following is the result of the physical examination that was neld at the armory yesterday under the supervision of Dr. E. B. Stewart, physician of the local exemption board:

Qualified for general duty-Orville Henderson, Walter G. Russell, Lew Orr Calhoun, Jake Bowers, Amerigo Perini, Charles A. Reese, Stuart E. Comer, Chester E. Grazer, Sylvan B, Baragar, Thomas C. Bates, Frederick H. Sands, Arthur Reavis, William Earl Parker, Levi F. Asker, Registrants rejected—Guy

Referred to medical advisory board-Grover M. Post, John Preston Grubb. Referred to other boards—Domin-

co Calirzio, Lloyd McAboy. Failed to appear-Edward

Appealed to medical advisory board—Lloyd C. Kruse. Total examined-18.

20 RECRUITS GIVEN

Qualified for general duty-Floyd E. Smith, Sylvan Boroughs, Frank from the shop on March 1, the day L. Woodward, Victor Oleson, Luther R. Royer, Reed Kamp, Frank M. Marketta, Harry E. Haines, Carl J. C. Rasmussen, Chas B. Minor, Roy Erickson, Lloyd C. Kruse (possed by medical advisory board), Glenn H. Taylor (passed by medical advisory board), John P. Grubbe (passed by medical advisory board, limited ser-vice), Grover N. Post (rejected by medical advisory board).

Howard W. Kemp, Nicholas A. Bahl-man, Sylvester Starr, Marlin E. Redfield, Andrew R. Petersen. Failed to appear-Arthur Parrish,

William H. Taylor, Benjamin R. Ans-

Total number examined-20.

Sheriff Quine received a message before the arrival of train No. 14 this afternoon that a passenger travadvanced on good authority that sheriff was on hand to take charge nothing can be saved by recalling the of the demended individual, but upon road funds in view of the expense close examination it was found that the county will be put to in mailing he had been standing on the front out the monthly warrants. However, rail of some California bar with that an order has been made recalling frequency that makes a fellow see the funds and hereafter they will be double and when he got across the turned over to the treasurer as is re- line and found he was in a dry state almost went blind. He was allowed

LOT CANNED SALMON

(By Associated Press.)

packers all over the coast have been notified by the administration to hold for government use all the canned salmon on hand. The govern-ment is said to require 300,000 cases. market until the quantity needed has

AUSTRIANS DESIRE PEACE WITH THE U. S

TESTIMONY FOR DE-FENSE CONCLUDED

Seventeen Witnesses in "Hog Case" Were Examined by Attorneys Yesterday.

Taking of Plaintiff's Evidence Wa Commenced This Morning-Kohlhagen Employes Swear Delivery of Hogs Not Made.

Good progress was made in the opened in the circuit court yesterday wherein George Kohlhagen, the plaintiff, has entered suit for the collection of a certain promissory note in the sum of \$767.10 with accrued interest against W. W. Cardwell, a well known attorney and rancher, with his wife, Emma P. Cardwell, as a co-defendant in the action. Seventeen witnesses, the major portion summoned by the defense, were examined and cross examined by the opposing attorneys and ...e in the afternoon Mr. Kohlhagen took the witness stand.

The plaintiff practically gave the same testimony as offered in the previous trial at which time an action was brought against W. W Cardwell, personally, for payment of a promissory note. The defendant then claimed to have liquidated the PHYSICAL LEST TODAY the note in question and partially paid the one now being suen against, by the delivery of 36 head of dressed hogs. Mr. Kohlhagen, however, emphatically denies that he or any of the his employes received a constant of the his employer received a constant of the his employer received a constant of the his employer received a constant of the high received the high rec physical examination held at the of hogs as represented by the defense, and that while he was absen terly impossible for the hogs to have been left at his place of busi- Advancing Toward Petrograd ness without his knowledge of the

The testimony for the defense was all in before court adjourned last evening and this morning with Attorney Hermann conducting the cross examination, many witnesses for the plaintiff were called.

E. C. Benson, of the Dougla County Creditors Association, to whom the notes in controversy were turned over for collection by Mr Kohlhagen, told his meeting Mr. Cardwell on Jackson street at which time the defendant was seated in his automobile. The witness stated that he accosted Mr. Cardwell and in-formed him that Mr. Kohlhagen was insistent on settlement of the notes. To this Mr. Cardwell is alleged to have made some "go to" remark and drove on. Later, according to the witness he solicited the aid of Deputy Sheriff Raffety and the two motored to the defendant's ranch for the purpose of serving a writ of attachment, levying on a quantity of buildings on the ranch property Here Mr. Benson, substantiated by The distributed moneys, however, draw no interest, nevertheless, it is advanced on good authority that nothing can be saved by recalling the of the demended individual, but upon was tacked in the "tower house" on which the weights of the hogs were noted at the time they were prepar ed for delivery was not there at all Mr. Benson said the "tower house" was visited by both he and Mr. Raf fely and that they looked the place minutely in search of tacks with which to put up the writ of at tachment notice and that they did not see the much discussed card-

"Are you willing to swear at this time that the cardboard was not in the tower house?" interrogated Attorney Hermann, cross examining

"I do. We looked every place, was the prompt and ready reply. In PORTLAND, Feb. 21.-Salmon answer to another question from the counsel, the witness gave an itemized account of the contents of the building as he remembered them.

T. A. Raffety's testimony was in substantiation of the preceding wit Miss Alice Mann then took th

stand, and upon direct examination stated that she was a bookkeeper by occupation and for the past six years has been employed in that ca-pacity at the Economy meat market. owned by the plaintiff in the case at

"Were you employed at the Kehl-hagen market prior to March 1, 1917, and immediately thereafter? asked Attorney Eddy.

market on any one day?" inquired

Attorney Eddy.

Here an objection was raised by Here an objection was raised by Attorney Hermann, who held that the question was irrelevant. Judge Hamilton immediately interposed with "I think it is proper," and replying to this question the witness stated that 18 was the largest number of hogs ever left at the shop by any one person. "Don't often have that many in one day," added the

witness.

Miss Mann stated that she was acquainted with both W. W. Cardwell and his son, Murray, and that at no time did she see them deliver any hogs to the Kohlhagen market. However, she admitted that at the time the defense claims the delivery was, made (about noon) she was alsent from the shon for lunch bsent from the shop for lunch,

The shop books were then display-ed and the witness explained the system of entries relative to the receiving of consignments of meats, etc., and finished her testimony by saying that during her absence from the market that had the hogs delivered as contended by the de-fense that one of the meat cutters would have received the consignment and entered same on the day book where it would have been found by her upon her return from dinner.

On cross examination Miss Man was subjected to quite a severe grilling at the hands of Attorney Hermann, who endeavored to tangle her testimony by comparing the evidence offered by her at the previous trial with that just submitted. Miss Mann, however, in answer to some point blank questions fired by the cross examiner, stated that if her testimony before dld not correspond point blank questions fired by the cross examiner, stated that if her testimony before dld not correspond with that of now it should, or words to that effect. Anyhow her stateto that effect. Anyhow her state-ments at this time were correct. Fred Neuriter, Victor Short, James Kooken, Charles Ritzman and George Haefling, who at the tim

(Continued on page 6.) HUNS CONTINUE TO

PUNISH RUSSIANS

and Little or no Opposition Encountered.

1000 CARS OF PLUNDER

Vast Stores Taken by Germans, In cluding Five Thousand Motor, Cars-German Aviators Control Air Over Americans.

(By Associated Press.) ASSOCIATED PRESS WAR LEAD Feb. 21.—German armies will prob advance in Russian territory until an authenticated copy of the message of surrender is received, first ballot showed that Mrs. Hillyer and this is said to be on the way at had four votes and Rice & Rice two. present.

Germany in a renewal of war against Russia.

The French on a long front in Lor raine, yesterday, rushed the German trenches and captured over 400 prisoners. United States troops suc essfully checked another German raid last night, but German aviators are in control of the air over the American sector.

Capture Vast Stores

BERLIN, Feb. 21 .- The town o Rovno has been cleared of Russians, and a railway train of about a thou sand cars, ladened with food stuff taken by Germans. Many airplanes and an incalculable amount of war material was also taken from the Russians at this point. Five thou-sand motor cars were among the plunder secured by German troops.

Germans Advancing

LONDON, Feb. 21-German troops having occupied Dvinsk, are now ad vancing toward Pskoff, 180 miles southwest of Petrograd. The have also occupied Hapsal, Esthonia. and are pushing toward Mohiley.

Bomb Russian Towns.

many bombs and killing several peo-ple, Wednesday. Hun troops are moving toward Vitebsk, Minsk, Pskoff and Reval.

AGED WOMAN BREAKS ARM.

spent last night at the W. A. Smick home in this city, accidentally fell down the stairs this morning as she was descending, breaking her stairs the stair was descending, breaking her aim and receiving a number of painful LATED BY AVIATOR

It is important to record that ingree contingents of Arabs are jointhis city today from a young aviator in the 196th aero squadron, stationed at Lake Charles, La., in which former tells a number of interesting tales of spy activities in the 196th aero squadron tales and are advancing along the Hedjaz esting tales of spy activities in the 196th aero squadron tales of spy activities in the 196th aero squadron tales of spy activities in the 196th aero squadron tales of spy activities in the 196th aero squadron tales of spy activities in the 196th aero squadron tales of spy activities in the 196th aero squadron tales of spy activities in the 196th aero squadron tales of spy activities in the 196th aero squadron tales of spy activities in the 196th aero squadron to specific the former's tales of spy activities in the 196th aero squadron to specific the function to the sheld of the witness, and the function of the function to the fu

FAVORMRS. HILLYER

THE WEATHER

Tonight and Friday Fair.

Highest temp. yesterday ... Lowest temp. last night ...

Defendant In Action Makes

2. C. Benson, to Whom the Hillyer Note Was Assigned, is of Opinion Rice & Rice Will Carry Matter to Circuit Court.

Following arguments by attorneys the case of the Douglas Creditors' sosciation, representing Rice & Rice, who sued to recover \$125 alleged to be due on a promissory noto executed by Mrs. Hillyer, and a statement to the jury by Mrs. Hillyer, the issue was submitted for deyer, the issue was submitted for de-cision at about five o'clock last ev-ening. The feature of the argument was the unusual procedure of Mrs. Hillyer presenting the case to con-sideration of the jury. For about ten minutes the defendant in the action held the attention of the jurspeaking in even and well controlled voice, and evidently making 2 de-cided impression in her own favor. Lawyers who heard the address warmly praise the lady for what they concede to have been a masterly ef-lort, and the dignity and womanly bearing of Mrs. Hillyer was highly commended by all those who heard

her.
The \$125 claimed by the plaintiffs represented a certain commission alrepresented a certain commission alleged to be due from Mr. Emil, whose property was sold through the firm of Rice & Rice to the defendant. Mrs. Hillyer, for the aum of \$2600. An initial payment of a few hundred dollars was made by the latter. A deed was to be furnished in a days. But the owner of an undivided half interest refused to sign a deed, or at least no deed has been a deed, or at least no deed has been secured, although the transaction took place in May of 1917. Discovering the facts in the case, Mrs. Hillyer refused to pay the note, which she had given, until her deed was forthcoming. Rice & Rice denied any obligation to supply the deed, maintaining that their connection with the deal ceased when the tion with the deal ceased when the property changed hands. Mrs. Hillyer refused to pay the note, alleging that she had not assumed the obligation incurred by Emil, who was a client of Rice & Rice, but that it was merely that much more paid on the purchase price of the land, therefore the action at law to collect.

The jury retired and from a state-ment made later in the evening, the The second ballot stood exactly the Premier von Seydler has declared same. After a short time in discussions that Austria-Hungary will not aid of the merits of the evidence, another ballot was taken and all six of the jurors voted in favor of the defendant. Less than half an hour was required in which to arrive at rendering a decision the jurors were discharged.

It was stated today by E. C. Benson, manager of the creditors association, that Rice & Rice have 30 days in which to take an appeal, but that it was not yet decided what would be done, but he was of the opinion that the matter would be carried to the circuit court.

CAMP LEWIS HAS LARGEST SOLDIERS

CAMP LEWIS, Wash., Feb. 19 .-A camp of big men in fine physical condition, located at one of the most idea spots for military training in the country" is what Brigadier Gen-eral Helmick of the inspector gen-Bomb Russian Towns.

PETROGRAD, Feb. 21.—German airmen raided Regitsa, dropping after week's inspection. He said "The men's spirits are splendid and results obtained from the training have been very satisfactory. Their physical fitness compress favorably with any camp in the country. I find the men of the northwest are big husky fel-

Assistant State Superintendent F. A. Carlton, of Portland, arrived this afternoon and is making an inspection of the local high school. Carlton is especially interested in the teachers' training course, and inspected this important department. The superintendent will leave this evening for Eugene where he will look after official business matters.