RED SOCIALISM TALKED TO JURY

Stump Speech by Witness for Haywood.

ENGLEY'S TONGUE RUNS WILD

Tells Horrors of Telluride and Deportation.

MALICH IN PREDICAMENT

Denies Suggesting Bomb-Throwing to Orchard, but Grows Confused About Burning of Store-Alken Answers Orchard's Story.

BOISE, Idaho, July 2-(Special)-Today in the Haywood case the jury lis tened to a stump speech by Eugene Engley, the man who was elected Attorney General of Colorado on the ticket that was headed by "Bloody Bridles" Waite, and the speech was one that would have made Walte or any other extremist feel joyful. It came about during the cross examination of Mr. Engley by Senator

The fire-eater had been telling a long story of his experiences in Telluride, where he lived. He had insisted on making an address every time he was asked a question, answering right over objections and launching out into all manner of statements. Mr. Borah tried again and again to stop him and the Judge admonished him several times, but Mr. Engley paid little attention. He was there to describe the "horrors" at Telluride after the district was put under martial law, and he proposed to do so. He rap on and described his deportation. Continuing, he told the jury of his secmit it was at the hands of his neighbors, the people among whom he had lived so

Borah Lets His Tongue Run.

Mr. Borah evidently concluded that, as Engle was determined to talk, he might as well start the witness off upon comething that might prove interesting So, as the cross-examination drew toward conclusion, the Senator casually asked if he were a Socialist. Mr. Engley was meant that he was for the initiative and referendum, the Government ownership of railways, or the imperative mandate, he was not a Socialist, but "if you mean that I favor the restoration to the confiscated by a few, I am a Socialist." Mr. Borah was about to ask a new

question, when the witness proceeded: "I might add that I am not riding around in the golden chariot of the Republican party or bumping about in the garbage cart of the Democracy." "Are you on the band wagon with Eu-

Debs?" asked Mr. Borah. "Well. I guess I will have to answe that question in the affirmative."

Debs Too Mild for Him.

"In other words, you are a Debs So

Mr. Engley was not prepared to say he was a Debs Socialist. Mr. Debs was too mild for him. He said Mr. Debs was a most admirable man and had written many good things, but he was altogether too inactive. Mr. Debs was a man of words and not of actions; he never carried out any plan; he did not go far length, referring to the moneyed classes and the plutocrats in bitter terms and announcing his advocacy of the plan of making an end of their sway; he would restore the property to the people. Whenever he showed signs of coming to a period, Mr. Borah would drop in another question and Mr. Engley would start out

anew and give another chapter; This continued for 15 or 20 minutes, and from the chair as proud as a peacock. He had secured an opportunity to talk Socialism of the rankest kind, but he had been weaving threads into the rope by which the man at the bar is menaced. for he was giving the jury an idea of the kind of doctrine which the friends of Haywood preach.

Witness Badly Confused.

Of the six witnesses on the stand today. ing Mr. Engley and Edward McParland, a brother of the famous detective. There have been many of the class on the stand since the defense began.

Two of those on the stand today were Austrians, Max Malich and Joe These men, as well as "Billy" Alken, all of whom Orchard had implicated in many matters of a oriminal character, each denied every statement Orchard had made, but some of them became dreadfully confused on cross-examination. Mr. Malich was willing to admit there was talk with Orchard of blowing up a hotel at Globeville, in which several hundred non-union smeltermen lived, but he charged it was Orchard who proposed the thing. It was the same with the proposed murder of William McDonald, manager of the company store running in opposition to Mr. Malich. The witness had indignantly refused to listen to such plans. Futher, he heard

On cross-examination Mr. Borah drew from him the fact that he had, after hearing all those statements by Orchard, offered to back the latter to into the saloon business. The siness establishment conducted by Mr. Malich burned down. Its proprietor took care to explain he was on his ranch 400 miles away at that time. On cross-examination he go: mixed sadly in trying to explain how ne got the news in time to reach Denver at the time given by him, for his ranch was far away from telegraph

Makes Malich Turn Red.

Then he did not know the state had eason to believe the place was burned for the insurance and that the liquors had all been taken out and stored in Pettibone's store before the application of the match. When Mr. Borah began to nquire about those features of the matter, he got red in the face and, though he denied the allegations vigorously, he was completely discredited by his manner. The other Austrian likewise denied what Orchard had said about him. Mr Malich and Mr. Engley were two of the mpeaching witnesses and both declared they heard Orchard threaten to kill Steunenberg.

The other testimony of the day was relative to conditions in the Colorado mining districts before and after the calling in of troops, especial attention being given to the deportations. That kind of testimony may have some effect if some juror should be drawn into sym pathy with the deported men and thus come a partisan of the defense, but when the state shows on rebuttal why drastic measures were necessary, the im pression that may have been made the jury is likely to be swept away.

SAY ORCHARD PROPOSED PLOT

Witnesses Contradict Informer-En-

gley Turns His Tongue Loose. BOISE, Idaho, July 2.-Max Malich, be Mehelich and Billy Aikman, three the men variously implicated in alleged misconduct at Globeville, Denver and Cripple Creek on the word of Harry Orchard, went to the stand today as witnesses for W. D. Haywood and made denial of Orchard's testimony. Malich swore that Orchard, and not he, suggested the inhuman plot of dynamiting a boarding-house full of nonunion smeltermen at Globeville, and that Orchard originated the idea of killing William McDonald, one of

Malich's business rivals. He said he had been burned by some nysterious acid thrown into his house by an unknown hand, but he denied that this acid was really "Pettibone dope" that had been left in his room by Steve Adams. He also denied that the "Pettibone dope" had been used in burning his store, and testified that he was at his ranch when the fire occurred. He also swore that Orchard had told him that, but for Governor Steunenberg, he (Orchard) would be rich, and

that he intended to kill Steunenberg. McParland's Brother a Witness.

Mehelich on cross-examination also made positive and circumstantial denials made a long speech in reply, saying if it of all the things Orchard swore they did with him. The cross-examination of all der of war on the Pacific. three witnesses showed a purpose on the part of the state to further deal with the testimony when the case in rebuttal is reached. When Orchard is recalled, he will be asked to give his version of the alleged use of the "Pettibone dope" in burning Malich's store at Globeville.

Another unusual feature was contributed to this unusual case with its background of plots and counter-plots, criminal, industrial and political, by the appearance as a witness for the defense of W. H. McParland, a brother of Detective James McParland, who worked up the case against Haywood, Moyer and Pettibone and obtained Orchard's confession. This McParland is a shoemaker at Manitou and he came to tell that, while he was following his peaceful craft at Victor during the strike, he was unceremly taken from his home by the militia thrust into the "bullpen" and then de ported. .

Hard to Check His Tongue.

Eugene Englee, ex-Attorney-General of Colorado, swore that Orchard told him of mough. Mr. Engley continued at much the loss of a rich share in the Hercule mine and of his intention to kill Steun enberg. Mr. Englee told at great lengt! how the military authorities at Cripple Creek defied the processes of the civil court, how he was himself deported from Telluride, where he went as counsel for the Federation, and how he was later deported from Cripple Creek the day the mob destroyed the union store at Goldfield. His entry into extended descrip when the witness finally determined he tions and minute details brought repeat had expounded his views sufficiently Mr. ed objections from the prosecution, and Borah announced "That's all," and the finally the Judge intervened to limit him former Attorney-General stepped down to the material facts to save the time of the court and jury.

The defense also produced Thomas C Foster, now a bartender of Bisbee, Ariz. who, as a union miner, was tried and acquitted at Cripple Creek on the charge that he had attempted to wreck a train on the Florence & Cripple Creek Railroad. Mr. Foster told of his experience in the "bullpen," an attempt of Detec tives D. C. Scott and K. Sterling to force a confession from him, which was followed by 17 days of solltary confinemen and his final flight from the district, when he walked 30 miles and fasted for

Refused to Blow Up Hotel.

Max Mailch, an Austrian, who was a smelterman at Globeville, Col., dur-ing the strike of 1993, but afterwards became proprietor of a small hotel and is now a carpenter and miner, testified that he was introduced to Orchard as Tom Hogan, in February, 1985, by A. W. Gratias, who has since proved to e a Pinkerton detective. At that time Orchard was living with Steve Adams and his wife. The witness denounced as false Orchard's statement that he had suggested that they blow up a hotel occupied by 150 non-union miners and that Mr. Malich had helped him to steal 100 pounds of dynamite from the Union Pacific powder-house. He said Orchard or Hogan came to him one day and said:
"What is the matter with you folks

out here, the scabs are getting the

(Concluded on Page 5.)

ADD NO FUEL TO JAPANESE FLAMES

Will Not Strengthen Pacific Fleet.

NO BATTLESHIPS ARE COMING

Government Denies Alarmist War Rumor.

CAME FROM NAVAL EXPERT

Only Two Ships Ordered to Pacific. Aoki Says Japan Would Not Regard Large Fleet on Pacific With Alarm.

OREGONIAN NEWS BUREAU, Wash ngton, July 2.-This Government is not going to throw fuel on the anti-Ameri can flames now burning in Japan by ordering 16 battleships from the Atlantic to the Pacific, as has been reported in ome dispatches. Assistant Secretary Newberry of the Navy Department said today that no large movement of warships from the Atlantic to the Pacific was contemplated. The Washington and Tennessee, now in Bordeaux, are under orders to join the Pacific squadron later on, but aside from that no general movement is contemplated. His statement is substantiated by an official announcement made today at Oyster Bay.

It is pointed out in diplomatic circles that the Japanese government does not countenance the anti-American agitation that is in progress in that country, and this Government, as such, entertains the most friendly feeling for Japan. It therefore being mutually understood that the relations of the two governments are most amicable, there could be no reason for now moving 16 battleships to the

Some naval experts who can scent war every time they smell firecrackers are re-sponsible for sensational reports that have been in circulation, but these experts are not speaking by authority. There is to be no general change in the stations of our warships. Ultimately the Pacific fleet will be strengthened, as needs to be, but there is no intention of unnecessarily exposing the Atlantic Coast with its many great cities at a ime when it is believ

NOT REGARDED AS A MENACE

Aoki Says America Is at Liberty to Strengthen Pacific Fleet.

WASHINGTON, July 2-"No, the Japanese would not regard it as an unfriendly act if the American Government saw fit to increase her naval representation in her territorial water upon the Pacific Coast, or even if she sent additional menof-war to the Asiatic station. She would not look upon it as a menace or regard it with regret."

These were the words of Viscount Aoki, the Japanese Ambassador to the United States, whose attention was called today to published reports that the General Board of the Navy had recommended to

the President that the battleships of the American fleet be sent around to the Paoffic Coast. At the same time, the Ambassador expressed a great deal of interest in the stories printed and asked if they were true. He disliked, he said, to appear in the public prints, when there was no reason for it, but he felt at per feet liberty to say what he did on this

JAPANESE DENY MISSTATEMENT

Those of San Francisco Show Fair Spirit to Americans.

SAN FRANCISCO, July 2-The Japathe following statement:

"Five of the principal chambers of comserce in Japan recently addressed a comnunication to chambers of commerce in America setting forth the grievances of Japanese residents in San Francisco and including among such grievances the denial of the right of education. This particular portion of the communication reads as follows:

The right of education has been denied them. The Japanese Association of America, which has its headquarters in San Francisco, believes that in justice to the people of California and the whole country this erroneous statement should be corrected and false impressions removed. Japanese children



cial Telegraphers' Union.

in San Francisce are not now denied the right of education. On the contrary, there are as many Japanese scholars in the pub-lic schools as there were before the earthquake and fire of April 28, 1906, and they are receiving the same treatment and same advantages that are given to the pupils of other nationalities and are admitted to

In making this correction that a second association of America wishes to show its desire for fairness, and it hopes that its efforts to bring about friendly relations between the Japanese and the people of San Francisco and the State of California will have the sympathy and support of the mer-chants and business men of the state.

SAYS ACTION IS UNBEARABLE

Against San Francisco. TOKIO, July 2.- The Nichi Nichi in a

leader regrets the necessity of being comcelled to write again on the American question in defense of the rights of the Japanese compatriots in San Francisco "Developments in the anti-Japanese sentiment," says the paper, "show signs of progressive and systematic movements aiming at the deprivation of the sources of livelihood of our compatriots. The last clause of article 2 of the treaty can properly be called into operation only after a law has been passed, but no legal step has been taken by the Federal Government disabling the Japanese from en gaging in the employment agency busi-The action of the San Francisco au-

thorities is unbearable. Neither the Washington nor the Tokio government can remain inactive in view of the latest action of the San Francisco authorities (Concluded on Page 4.)

WILL THE DISTRICT ATTORNEY SIT ON TWO LIDS?

RISE AND FALL OF RUEF'S MACHIN

Several Causes Contribute to Crash.

ONE WAS SUICIDE OF A GIRI

Ruef's Bold Scheme Put Schmitz on Pinnacle.

HENEY DRAGGED HIM DOWN

With Each Successive Victory Grafters Became Bolder Until Their Own Acts Betrayed Them and Heney Got to Work

BY P. A. SINSHEIMER.

FRANCISCO, July 2 .- (Special Correspondence.)-Events of such magnitude have followed each other with such rapidity in San Francisco that one at a distance may be inclined to ask, "How did it all happen? What will it all come to?" In the midst of all the unusual happenings, during all the excitement, the San Franciscan has remained cool. blessed with the old-time American assurance, "Oh, it will all come out all right."

It may be interesting at this time to review the situation and to trace in outline the work accomplished by Francis J. Hency and his co-workers. This letter will confine itself to a statement of conditions that led up to the investigation. Subsequent letters will deal with the investigation, the labor, financial and other

It is as difficult to say where it all began as it is to say where it will end. What brought the Ruef-Schmitz machine to its ruin? With some truth it may be answered that it fell from its own weight. Again it might be said that the fusion movement of the Democrats and Republicans in 1905, and again it may be said the suicide of Jeanie McNell, a pretty schoolgirl of 16, were the causes But whichever it was, it was through Mr. Heney and his associates that the

work was accomplished. Causes of the Crash

If one chooses to believe that the ma chine fell of its own weight, he will torney and elect Mr. Brandenstein, flame the passions and induce the jury argue that, like the house of cards, it had been built too high, that its founda- against the grafters that brought him party had neglected to perform on als tion was a morass of corruption and at into the political battle. It was in the first hard blow it must crumble. If the Mechanics' pavilion three days beone chooses to believe that it was the fusion movement which destroyed Ruef, the prediction that, if elected, Schmitz, he will argue that, when the joint ticket backed by Ruef, would stop at nothing entered the field with Henry Brandenstein as the nominee for District Attorney with the express object of bringing Ruef to justice, it became necessar; for Ruef to go beyond his own circle to find a man at once honest and popular enough to defeat Brandenstein. man was District Attorney Langdon and in electing Mr. Langdon, Ruef opened the penitentiary door for himself. If, finally, one chooses to believe that

t was suicide of the schoolgirl that brought ruin to Ruef and Ruefism, he will argue that, had she not killed her

self, the means of detecting Ruef and [[] his crew in their criminal work would no have been opened. Jeanie McNeil, fr should be explained, was the daughter of a well-known physician. She was in the habit of visiting the skating rinks and, when her school friends spoke unkindly f her, she killed herself. An indignant public demanded that the skating rinks be subjected to legal restrictions and in the ordinances proposed to effect this re-form, William J. Burns found the opportunity to trap three Supervisors while accepting a bribe.

Fiddler and His Boss. The story of the fiddling Mayor has

been told and reprinted all over the world. Schmitz was not only a fiddler, but a bad fiddler. True, he was paid \$150 a month to lead the orchestra at the COUNTY ATTORNEY CENSURED Columbia Theater, but the orchestra never ranked high in the political world. Schmitz and Abe Ruef, his lawyer friend, were closely associated in many enterprises. They were as inconspicuous as any other orchestra leader and young politician in any other large city. They entered politics together. They went in as reformers-they all do. Ruef and Schmits were co-workers in the Republican primary league, which numbered in its membership the best men of the party. Ruef and Schmitz displayed some ability as organizers and they did well in their district.

Shortly before the nominating convention in 1901, Schmitz, the musician, in one of his confidential talks with Ruef. the lawyer, stammered out a confession "Ruef," said Schmitz, "Tve bee thinking that I'd like to run for Tax-

Collector." "Tax Collector be damned," swiftly replied Ruef. "Gene, I'm going to make you Mayor."

Schmitz colored under his sable beard and asked Ruef to stay on the earth. Then it was that Ruef for the first time, explained to Schmitz the future he had mapped out. "I'm going to organize a labor

party," said Ruef. "Things are ripe for it with this teamsters' strike raising hell and, Gene, you're going to be nominated for Mayor, and you're going to be elected."

The rest is history. Schmitz was ominated, elected and became Mayor of prosperous, buoyant San Francisc on New Year's day, 1901. He flushed with a pride almost girlish the first morning he found himself Mayor of the city, and the newspaper men showered their good wishes upon him.

Heney's Prophetic Speech.

Soon the famous letter from Schmitz o Ruef was made public, which has since been termed "a letter of marque." It was not long before the game of graft was put into operation. but carried on the crest of the labor wave, Schmitz was swept into office again in 1903 and 1905. With each succeeding success the pair became bolder until at last they were thieving in the open.

It was in the campaign of 1905 that Mr. Heney, fresh from his victories in Oregon, came to San Francisco and entered the battle against Schmitz. Mr. Hency is a close friend of Henry Brandenstein, and it was his desire ing, and there was no other reason to defeat Mr. Langdon as District Atwho had mapped out a legal campaign to right a supposed wrong which a fore the election that Mr. Hency made finally bringing matters to such a pass that Mr. Heney himself would return and send them both to prison. How true this prediction was, the history of the last few weeks has told.

Pirates Capture Everything.

It was a wild night in November 1905, that Ruef swept into office not only his puppet Mayor, but carried every office and hurled into power a Board of Supervisors recruited from the lower end in the city. Ruef never expected to elect them, and was the most astounded man in the city when he found that he had inflicted the Lonergans, the Gallaghers and the Colemans upon the city. In their excess of joy, the newly elected howled with giee when flames shot Heavenward from the Chronicle tower, little guessing that. In a few months a mightier flame would sweep the city

and lay bare their infamy.

The assortment of human cattle which composed this Board of Supervisors has been described too often to need further mention at this time. Suffice it to say that on the night of election one of them was heard to say to his fellow, "They tell me there's \$18,000,000 in bonds just voted. Now there are just 18 of us on the board. That means \$1,000,000 apiece Think of it, kid, \$1,000,000 anjece!"

Secret caucuses became the rule. The pard meets every Monday afternoon Regularly every Sunday night Ruef. Schmitz and the members of the board gathered in secret caucus and arranged the programme for the week. Each man was told how to vote. In many cases it was arranged who should oppose and who should favor a measure, what arguments were to be used in debate and what the final vote should be.

Ruef and Schmitz said they simply de sired to train the Supervisors in matters of legislation. The good citizenship of San Francisco was disgusted, but power less. The newspapers thundered, but the administration forces, under the reassuring declaration from Ruef, "Let them bark," kept on their way.

Fight on Trolley Franchise.

In the Spring of last year Rudolph Spreckels with James D. Phelan and other prominent San Franciscans made strenuous objection when Patrick Calnoun, of the United Railroads, announced that he would insist that the Supervisors allow him to convert his cable roads into overhead trolley lines. Mr. Phelan and Mr. Sprekels at that time were enthusiastic advocates of the Burnham plans for the adornment of San Francisco, they figured that an overhead trolley system not only lacked the advantage of modernity, but would mar the scheme devised for the adornment of the city. When Mr. Spreckels and Mr. Phelan

(Concluded on Page 4.)

UNWRITTEN LAW" RECEIVES REBUKE

Supreme Court of Iowa Scoffs at Theory.

Accused Man Is Released on Serious Charge.

WRONG PLEA BY LAWYER

Encourages Jury to Sympathize With Person if He Had Murdered the Alleged Offender in Cold Blood.

DES MOINES, Iowa. July 2.- The Sureme Court of Iowa has no patience with the "unwritten law." In a decision delivered this morning, the court repudiates the doctrine, and administers a stinging rebuke to G. A. Barnes, County Attorney of Dubuque County, who made an argument to a jury construed to countenance a resort to this measure.

The decision is in the case of Dr. P. M. Harmann, a physician of Dubuque, who was charged by his wife with adultery. Mrs. Mamie Keifer, of Dubuque, was named in connection with the case. The prosecution attracted wide publicity at the time of the trial in the lower court, and resulted in a conviction of the physi-

During the trial the County Attorney said: "Instead of trying a case of adultery here, gentlemen of the jury, you should be here for the purpose of determining whether or not Jacob Keifer would have been guilty of murder if he had exercised his manhood and taken a gun and shot through the heart of Dr Harmann.

The Supreme Court says: statement has no foundation in law or fact, and it is highly important that no such appeals be made. There is enough of a disposition for unthinking and unreasoning persons to take the law into their own hands, without having it encouraged by the ministers of the law. It was the duty of this County Attorney to discourage the very thing which he was countenance in making the statement than to inown behalf. This attorney was not even appealing to the socalled "unwritten law" of the land, for no one contends that Keifer found his wife in flagrant delicto, and it was improper to suggest such a remedy as he here

The Supreme Court reverses the verdict of the jury on account of the ap-peal made by the County Attorney, and holds that the evidence would be insufficient to support a conviction.

More Time Allowed Bidders.

WASHINGTON, D. C., July 2.—Acting Secretary Newberry today announced that the time allowed for the presentation of bids for torpedo-boat destroyers would be extended to September 3 next.

CONTENTS TODAY'S PAPER

YESTERDAY'S-Maximum temperature.

degrees; minimum, 58 degrees.
TODAY'S—Showers and cooler; southerly Pacific Coast. Colorado Socialist makes stump speech to Haywood jury, and Orchard's alleged accomplices contradict him. Pages 1.

Causes of graft exposure in San Francisco.

Page I. Mayor Schmitz announces candidacy for re-election. Page 2. Opposition has its inning in joint rate hear

Governor Chamberlain names board to control Normal Schools. Page 6. Armed conflict threatened between opposing Alaska railroad interests. Page 6.

National. Rockefeller dodges subpoens, while his law-years offer evidence. Page 1.

years offer evidence. Page 1. Government forbids pound-net fishing at Columbia's mouth. Page 4. Politics.

Progress of Prohibition in various states. Page 5. Great explosion of powder causes havoc near Salt Lake. Page 3. lows judge condemns unwritten law

Cincinnati workmen narrowly escape death by collapse of building. Page 3. Sports.

Los Angeles wine from the Beavers S to L Page 7.

Commercial and Marine Strange blight affects Washington county hopyards. Page 17. Fear of gold exports checks advance in stocks. Page 17.

Fasters wheat markets affected by bullish news. Page 17. John McNulty takes charge of local Hydra-graphic office. Page 16. Portland and Vicinity.

Celebration of the Fourth begins today. Tourist travel to Portland this Summer will break all records. Page 12. CruinCouridectation gives death-blow to elot machines. Page 10.

Police court forbids young people to marry.
Page 16. E S. Wood indifferent to criticism of Seattle ministers. Page 11.

Oregon and Washington officials say Mayor Lane's veto of tunnel ordinance was an error. Page 18.