JAMES N. SUTTON

Suicide in Belief He Is

a Murderer.

Evidence Before Naval Board

Brings Out Story.

## **RUSH FOR MONEY** CLOSES BIG BANK

Knickerbocker Trust Is On Rocks.

PAYS TILL VAULTS ARE EMPTY

New York Financiers Hurry to the Rescue.

CORTELYOU PROMISES AID

Wall Street's Woes Aggravated by Failure of One of Biggest Trust Companies-The Prosperous West Is Unperturbed.

SITUATION IN OTHER CITIES. SAN FRANCISCO-Abundant capital

for legitimate purposes. Western banks are creditors. No failures. CHICAGO-Banks never so sound, owing to inspection by Chearing House since failure of Chicago National.

LOS ANGELES-All banks solld, but stringency has restricted and general loans stopped to accumulate surplus. No important fallures, though some lines of pusiness overcrowded. BALT LAKE-Financial condition

never so good. Banks have large reserves. Volume of business in-creased. Slight decline in mining HELENA-Pinancial condition never

better. Bumper crops, record prices for wool and sheep and cattle are higher, State banks have unprecedented deposits and SEATTLE-Bank deposits increased

from \$60,000,000 to \$72,000,000 since January 1, Banks lend large sums in East. Only depressing element is reaction from real es tate speculation

TACOMA-Banks show unusual solidity, with great increase in deposits. Good crops at unboard of SPOKANE-Volume of business 20 to

25 per cent larger than last year. tightening in money market. Clearings and deposits larger than DENVER-Bank clearings steadily

increase and mining men not affected by copper slump.

der-the-surface foundation of all business, troubled for a time today and be fore confidence had been restored New York's second largest financial institution had emptied its cash vaults under the pressure of the biggest run experlenced here in a generation; a stock exchange firm had failed for \$6,000,000; Wall street's principal securities had settled from \$5 to \$8 a share; call money had risen to 70 per cent; and local bankers united to stem the tide of distrust, had been forced to appeal for relief to the Secretary of the Treasury at Washing-

Assurances of No Effect.

All this was in the face of reassuring statements by the Acting Superintendent of Banks that the suspected bank was solvent, declarations by prominent bankers that there was no true basis for alarm, and assurances from Washington that Secretary Cortelyou would not hesitate to act promptly in any situation ened. Now that the first scare is over and the worst of the future discounted it is believed that the local banking affairs will soon readjust themselves.

Mr. Cortelyou reached New York from Washington at 9:30 o'clock. He was met at Jersey City by Hamilton Fish, Assistant United States Treasurer, and the two were in earnest conversation during the ferry trip to New York. Upon reach ing this city, they went at once to the Hotel Manhattan, where several bankers were later presented to the Secretary. Pays \$8,000,000 in Three Hours.

The Knickerbocker Trust Company, the storm center today, paid out cash to depositors at the rate of \$44,444 a minute for three hours and then closed its doors. The directors had, as they thought, fully prepared for a run, and caused to b announced in today's papers that \$8,000,cash was on hand to meet all eventualities. At 9:30 a few depositors withdrew their accounts, and an hour later hundreds were in line to take out their deposits at the main office at Thirty-fourth street and Fifth avenue and at the Harlem and Bronx and down-

The \$8,000,000 lasted until 12:30, when Vice-President J. T. Brown announced that the bank had no more cash availa ble, and payments were suspended. Mr. Brown said that the bank would open torrow and payments be resun 10:30 o'clock. The Knickerbocker, it was announced, had ample resources to meet all demands, was perfectly solvent and it was only a question of raising the withdraw could do so.

Bankers' Committee at Work.

J. P. Morgan and his partners were in conference at their Wall-street offices until after 6 o'clock. Mr. Morgan, when asked as to the situation, said: "We are doing everything we can, as fast as we can, but nothing has yet

crystallized." He would give no intimation as to

the plans under way to alleviate the situation.

George W. Perkins, Mr. Morgan's partner, met a number of bankers and trust company officials at the Union League Club tonight, when the finan-cial situation was canvassed in an informal way. There was a meeting of the Trust Companies' Association after banking hours today, at which a com mittee consisting of George J. Young of the Windsor Trust Company; Otto Barnard, of the New York Trust Company, and Clarence H. Kelly, of the Title Guarantee & Trust Company, was appointed to confer with the officials of the Knickerbocker, with a view to extending such assistance to the company as investigation would warrant. The official statement concerning the

meeting said: "The bank presidents of New York and Brooklyn were present and a com mittee to report on a plan of closes co-operation among the trust compa nies was named."

Trust Companies Refuse Help. A. Foster Higgins, who last night



Otto Kelsey, Superintendent of Insurance of New York State, Who Is Under Investigation,

was chosen to the presidency of the Knickerbocker when Charles T. Barney resigned, swas present at this meeting and laid before the others a statement of the Knickerbocker's affairs. He talked for the institution and then withdrew, hurrying away to a meeting of the directors of the Knickerbocker. Later he said that the Trust Companies' Association wished to inspect the Knickerbocker's securities, and that after the committee had done so the association would reconvene at a late hour up town. Mr. Higgins was not optimistic. When asked if the other trust companies' presidents were reluctant to help out his bank, he replied:

"Reluctant is no name for it," he replied. "Reluctant is no name for it. They seemed to feel that they ought to hold on to all the money they had, One of them said to me:

"'We might have helped you out, but

here you have closed your doors.' 'You mean that you don't want to ride a dead horse?' I said. 'But I wish you to distinctly understand that the Knickerbocker is not a dead horse, and what are you going to do about it?" Mr. Higgins would not say what was answered.

Can Meet All Obligations.

The committee appointed by the Trust Companies Association made a cursory examination of the Knickerocker's books tonight. This was sufficient, Chairman George W. Young said, to establish the solvency of the (Concluded on Page 3.)

CONTENTS TODAY'S PAPER

The Weather. YESTERDAY'S-Maximum temperature, degrees; minimum, 48 degrees TODAY'S-Fair; northerly winds,

Foreign. Moors set trap for French troops, but are surprised and routed. Page 4. National.

consevelt makes speech at Nashville, de-claring he will not change policy on ac-count of Wall street troubles. Page I.

Montana stage driver fights highwayman. Page 2. Opening of Civic Federation's Conference on trusts. Page 2.

Naval Board finds Sutton committed sui-cide under false impression he had killed man. Page 1. ens of possible peace in Illinois Central fight. Page 3.

Small continues fight and may split Teleg-raphers' Union. Page 8. cago clubs make war on tipping. Page 3. Hearst accused of criminal libel. Page 3. Harriman controls funds of Mutual Life.

Pallure of Knickerbocker Trust Company of New York causes fresh slump in stocks. Page 1.

Pacific Coast. Ford jury completed and Heney opens case. Ruef holding out for immunity.

State Federation Women's Clubs in session at Salem. Page 8. R. C. Crosby, Dundes farmer, identified by banker at Spokane as alleged swindler.

Balloons scatter east, north and northwest, United States apparently leading all.

Beavers lose to Oakland, 18 to 3. Page 7. Commercial and Marine. Steady movement in Oregon hop market. Page 15.

Wall Street jarred by Knickerbocker Trust failure. Page 15. failure. Page 15. Wheat loses another 3 cents at Chicago. Page 15. erman ship Siam clears with lumber for Port Adelaide. Page 14.

Portland and Vicinity. Pacific Northwest laughs at "rich man's" panic. Page 11. Several corporations will resist assessm of franchises. Page 14. Few taxpayers visit Equalization Board.

uncil committee reconsiders report on garbage burner. Page 10. Detective force in row over Golden's ar-rest. Page 10. suits soon to be resumed

## FROM HIS POLICY

Wall Street Can't Move Roosevelt.

WILL PUNISH DISHONEST RICH

Better Pain of Operation Than Ravage of Disease.

HONEST RICH QUITE SAFE

President Says Offenders Themselves Are to Blame for Troubles, and Not He, Who Merely Turned On the Light.

NASHVILLE, Tenn., Oct. 22,-Never before has Nashville so elaborately decorated herself as today, when welcoming President Roosevelt. Bunting. flags, banners and pictures of the President were on almost every house in the uptown section or the city, which was crowded with people from a radius of 100 miles. The special train entered the Union Station amid the booming of cannon, ringing of bells, shricking of whistles and the cheering of thousands. The street parade, led by the Chief Executive, was a continuous ova-

The President's Speech.

President Roosevelt in his address at the Auditorium said today:

There has been trouble in the stock market, in the high financial world during the last few months. The statement has frequently been made that the policies for which I stand, legislative and executive, are responsible for that trouble. Now, these policies of mine can be summed up in one brief sentence; they represent the effort to punish successful dishonesty. I doubt if these policies have had any material effect in bringing about the present trouble, but if they have, it will not alter in the slightest degree my determination that for the remaining is months of my term these policies shall be persevered in unswervingly.

If to arouse that type of civic manhood in our nation it were necessary to suffer any temporary commercial depression, I should consider the cost but small.

Turns on the Light. President Roosevelt in his address

Turns on the Light. All we have done has been to unearth the wrongdoing. It was not the fact that it was unearthed that did the damage. All I did was to turn on the light. I am responsible for turning on the light, but I am not responsible for what the light showed. It is impossible to cut out a cancer without making the patient feel for a few days rather sicker than he felt before. No material well-being can save this nation if it losses the lift towards hishes things. terial well-being can save this nation if it loses the lift towards higher things. I will permit neither the demagogue, upon one side, nor the reactionary on the other, to drive me away from the course or policy

which I regard as most vital for the well-being of this nation. And the thing most im-portant to remember is that that policy has two sides. It would indeed be an evil for this nation if we ever permitted to grow up a spirit which would discriminate against the honest man who achieves business suc-

Honest Rich Man Entitled to Wealth.

titled to it.

If ever there should be any temporary gusts of popular feeling that demand what is wrong, what is unrighteous, the true servant of the people is the man who disregards that temporary wish of the people to do evil. (Great applause.)

No man will stand more strongly than I will in the defense of property, so long as it is honestly acquired and honestly used. (Cheera.) I will stand against crimes of brutal violence just as I stand against crimes of unscrupalous cunning.

Upholds Decalogue and Golden Bule.

Upholds Decalogue and Golden Rule. There are certain gentlemen who say that I have talked against men of wealth as such. These gentlemen are blind if they see the facts in that light. I will protect in every

STANDS BY HIS POLICIES.

My policies can be aummed up in one brief sentance: They represent the effort to punish successful dishonesty. I doubt if these policies have had material effect in bringing about the present trouble, but, if they have, it will not alter in the slightest degree my determination that for the remain ing 16 months of my term they shall be persevered in unswervingly.

All I did was to turn on the light. I am responsible for turning on the light, but I am not responsible for what the light showed.

I will permit neither the dema gogue on one side nor the reactionary on the other to drive me away from the policy which I regard as ost vital for the well-being of this Nation.

I will protect the honest man of wealth to the extent of my ability, and in no way can I ultimately protect the honest man of wealth so offeetively as by doing everything my power to bring to justice his dis-

way in my power honest property. I will protect the honest man of wealth to the extent of my ability and in no way can I ultimately protect the honest man of wealth so effectively as by doing everything in my power to bring to justice his dishonest brother of wealth. (Great applause.) Our whole movement is simply and solely to make the decalogue and the golden rule of some practical moment in the husiness of life of the community. (Great applause and cheers.)

the Hermitage, the President spoke briefly in eulogy of Andrew Jackson. Shortly after he departed for Chattanooga.

CROWD INTERRUPTS SPEECH

President Cannot Deliver Address Because of Immense Throng.

CHATTANOOGA, Tenn., Oct. 22.-Prob ably 20,000 people were in danger of injury tonight at the Central Station when President Roosevelt's special train rolled into the shed at 6:10. It was a surging mass of humanity that could not be controlled. The demonstration was so great that it was impossible for the President to speak. He made many attempts, but finally gave up. The cheering was almost incessant, and in the wild rush to get carried off their feet and men had to (Concluded on Page 2)

SHAKING HIM OUT.

Balloon United States Has Landed.

TRAVELS 700 MILES IN AIR

German Balloon Pommern Still Flies North.

AERONAUTS ALL SCATTER

Two Leader's in Race Across Great Lakes, Others Fly Eastward Over Indiana and Ohio and One to the Northwest.

ST. LOUIS, Mo., Oct. 22.-The beginning of the end of the greatest balloon ing race ever held in America, the second contest for the international aeronautic cup, was signalled tonight by the landing of the American balloon United States at a point 12 miles south of Ham ilton, Ontario, near the shores of Lake Ontario, The United States is believed to have held the lead in the race at the time of landing and in its 25 hours of flight from St. Louis had covered a distance of approximately 700 miles, measured in an air line.

The nearest rival to the United States is believed to be the big chrome yellow German cruising balloon Pommern, which was last reported as whirling across Lake Erie in the teeth of a 35-mile gale. The Pommern passed over Cleveland during the afternoon, and sent down a message reporting "all well." It is figured that the Pommern was but a little distance behind the United States during the aftersoon and, if she is able to remain up after crossing the lake, there is a belief that she may excel the excellent record of the United States.

With the exception of the United States and Pommern, all of the other contestants seem to be scattered tonight over the state of Ohio, several of them near the West Virginia border line. Dispatches is the United States, with Major Henry have come from Minnesota, from Wisconsin and from Northern Illinois, reporting balloons in those localities, but they are given slight consideration here by the experts, who believe all of the cars must have taken a northeasterly direction soc after the start.

through the State of Ohio, with one or two trailing in the vicinity of the Great Lakes and another last heard

and was last seen at Chatham.

The German balloon, Pommern, No. in the race, passed over Cleveland late this afternoon, and Pilot Erbslohe dropped a note saying:

the day in the interior of Ohio. A note dropped during the morning

> MANY SIGNS OF INSANITY Quarrel Ends in Threat to Shoot Up Camp\_Knocks Officer Senseless and Believing Him Dead, Sutton Then Kills Himself.

> > OREGONIAN NEWS BUREAU, Washington, Oct. 22.-The report of the Naval Board of Inquiry that examined into the death of Lleutenant James N. Sutton, of the Marine Corps, at Annapolls, leaves no doubt whatever that the young officer deliberately took his own life, but the report makes it equally plain that at the time of the tragedy he was not mentally responsible for his acts. The report of the findings of this Board was shown to Mrs. Rose Parker, sister of the de. I lleutenant, when she went to Annapolis to take charge of his body, and in view of its positive terms, no further inquiry is

After quoting the testimony of all persons having personal knowledge of the shooting, the Board finds as fol-

The Board from a view of the body and thorough investigation and from the evidence before it, which it believes is all the evi-dence procurable and is perfectly reliable, is ously convinced that Becond Lieutenant James N. Sutton committed suicide by shooting himself in the head with a revolver about 1:20 A. M. in the vicinity of the officers quarters, Marine Barracks, Annapolis, October 13. The Board is also convinced that no other person than the deceased was in any way responsible for his death, that no other person concerned in this investigation was armed and that there was not sufficient reason for the deceased to carry arms immediate before his death. The Board has care-ly looked into the case and in its opinion c death of Lieutonant Sutton was not ec-sioned by any act of duty by which he was ly before his death.

Quarrel Over Auto Ride.

Sutton's fellow officers, with whom quarreled, and those who endeavored to prevent trouble, were all summoned before the Board, and on all the essential facts their testimony coincides. The testimony shows that, following a dance in Annapolis Sutton hired a large automobile and invited Lieutenants Osterman, Utley and Adams to ride to camp with him. cepted, but on the way Sutton grew quarrelsome, because his companions did not want to take the automobile through the camp and arouse the sleeping officers, and sought to engage Mr. Osterman in a fight. The automobile was stopped near camp and the officers alighted.

Sutton then said he would not engage in a fist fight with Mr. Osterman, but in anger started for his tent, threatening as he went to "shoot all three of you before morning." To avoid trouble, one of the officers went to notify the officer of the guard, while the others proceeded toward their tents. The officer of the guard rushed to Sutton's tent and found him standing with a revolver in each hand. officer told Sutton he was under arrest, but Sutton disregarded the orders and rushed out of the tent and down the company street, where he overtook Lieutenants Adams, Roelker, Utley and Sergeant Dehart.

Shot Two Other Officers.

He shouted to them to halt and, when they paid no heed, fired directly at them. Mr. Adams rushed in and grappled with Sutton, having the middle finger of his left hand shot off as he did so. The others closed in and Sutton was thrown to the ground, but, as he fell, fired another shot which struck Roeiker in the chest, knocking him Miraculously, the last cartridge was defective, and the bullet, penetrating Roelk-Arrian, 60 miles southwest of this city, says a balloon passed over that about 2:40 P. M. headed northeast. er's clothing, dropped inside his undershirt without breaking the skin. The impact, however, was stunning. When Sutton was thrown to the ground, he fell

> As the officer of the day and Lieutenant Osterman arrived, Lieutenant Adams, who had been bandaging his wounded hand, espied the prostrate body of Roelker and exclaimed:

"My God, Roelker is killed." Suicide at Thought of Murder.

At that Sutton, who had lain apparently unconscious, suddenly jerked his right arm from under him, aimed the revolver at his own head and fired before any one could prevent it.

It was testified by several witnesses that Sutton had been morose and morbid for some days prior to the shooting, that he had frequently talked of his intention of "shooting up the camp," and on one occasion had discharged his revolved wildly without apparent provocation, being disarmed by Major Fuller before any damage was done. The evidence tended to show that earlier in the evening Sutton had been on friendly terms with his fel-

(Concluded on Page 8.)



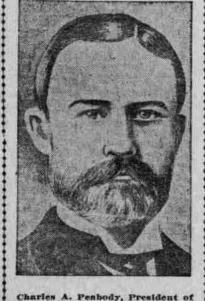
## from in Chatham, Ontario, all nine of the big balloons participating in the second international aeronautic cup races were still in the airtonight. Throughout the afternoon reports of balloons at various points in Ohio have been coming in, while Detroit first sent word of the contestant which afterward passed over the Canadian border

The identity of only four of the balloons has been proven. McCoy and Chandler first reported their presence at Marion, Ohio. The last message was to the effect that the America would descend on the borders of Lake Erie, probably in the vicinity of Cleveland.

Pommern Passing Over Lakes.

ACTS ON MOMENT'S IMPULSE "Open water shead. All well." The Pommern had been reported earlier in

at New Augusta, Ind., near Indianapolis, conveyed the information that the



Mutual Life Insurance Company, Who Lends Harriman Millions on Demand.

balloon passing was the Lotus II, the only English entrant in the race. The French balloon Isle de France, dropped a message for the Associated

Press at Columbus, O. United States Seems to Lead.

There has been much speculation here as to the identity of the balloon which passed over into Canada with apparently a big lead in the big race, The balloon is reported to have flown two American flags, and this fact is accepted as proof that the balloon B. Hersey, of the United States Weath er Bureau, as pilot. The United States was the winner of the international race of 1906. The balloon carried two American flags, but all of the contestants were decorated with flags and bunting, and there is a chance that the theory of the leader being the cattered United States may be upset. The Aero Club officers are inclined to believe however, that there can be no mistake of the identity of the leader, and are freely predicting that Major Hersey will be the winner of the contest. The balloon reported at Detroit and later at Chatham, evidently had followed the course which Major Hersey forecasted

All Beat Last Year's Record.

There seems no doubt that the record nade in the race from Paris last year, 402 miles, will be exceeded by practically every balloon in the present race. Nearly all of the balloons reported in Ohio have covered more than that distance, while those on the Great Lakes are more than 100 miles ahead of the record.

All of the balloons have gone to the east and northeast. One vagrant car was reported at 7:45 o'clock tonight as passing Waukegan, Ill., just north of Chicago, on the edge of Lake Michigan. The balloon America reported to the Associated Press that it had been in sight of three other balloons during most of its journey. One of them un-doubtedly was the English Lotus II, and another the Isle de France. The race among the four is being watched with great interest.

German Balloon Sighted on Way to Lake Huron.

POMMERN MAKES FOR LAKES

SPRINGFIELD, O., Oct. 22.—A bal-oon which passed over this city at oon, dropped a letter stating that it was the "Pommern, and said also that the seronauts had used 30 bags of ballast sand and had 2000 pounds left DETROIT, Oct. 22 .- A dispatch from

CLEVELAND, O., Oct. 22 .- The German balloon Pommern passed over Cleveland this afternoon, being the first of the balloons from St. Louis to be seen here. A note dropped from the Pommern, timed 3:10 P. M., reads:

"2:10 P. M.—Open water ahead—Lake Erie. Wind north-northwest, a quarter north. All well."

As the officer of the day and Ligutenant. north. All well.

"OSCAR ERBSLOHE." The note from the balloon came down on Euclid avenue in a crowd of saveral hundred persons, who had been watching the balloon in its flight over the

ity.
The note dropped from the Pommern was securely wrapped with a small bag of sand. The altitude attained by the balloon at the time it was dropped was 9297 feet. The wind here tonight is from the southest, and, according to the local Weather Bureau, its velocity is 42 miles an hour. This should bring some of the balloons besides the Pommarn in the vicinity of Cleveland.

AMERICA CROSSES INDIANA

McCoy and Chandler Drop Messages Announcing Course. CHICAGO, Oct. 22.-The following mes-

age was received this afternoon: ... "Marion, Ind., Oct. 22.—To the Asso (Concluded on Page 4.)