

# CORTELYOU UNDER DEMOCRATIC FIRE

## Accused of Playing Into Banks' Hands Against Individuals.

### TILLMAN ASKS QUESTIONS

#### Though They Offered Lower Price Than Others—Bailey Accuses Cortelyou of Enabling New York to Make Big Gain.

WASHINGTON, Jan. 12.—The recent issue of bonds by the Secretary of the Treasury for Cortelyou, which allowed the financial stringency was the subject of an animated debate in the Senate today. The discussion was precipitated by an inquiry by Tillman and Bailey. It resulted in an agreement to postpone further controversy until a statement can be received from Secretary Cortelyou, which Bailey promised to present on Thursday. While the subject was under discussion, Tillman's resolution directing the finance committee to inquire into the operations of the Treasury Department was referred, with his consent, to that committee.

The Senate passed Tillman's resolution calling on the Interstate Commerce Commission for information concerning purchases by railroad companies of stocks of competing roads.

The unfinished business in the form of the bill to codify the criminal laws of the United States was placed before the Senate and the reading of the bill was begun.

### Tillman Wants to Know.

When Aldrich promised Mr. Cortelyou's report on the bond issue, Clay, of Georgia, asked whether the Secretary was required to make a report of these facts by law. Aldrich replied that he believed he was so required, but there was no provision of law stipulating how the report should be made.

### Why Did New York Get Money?

He also read a letter from Assistant Secretary J. Edwards, of the Treasury Department, to Mr. Klobbers, as follows: "In reply to your inquiry of the 17th instant, you are informed that individual bidders whose bids were greater than \$10,000 were not allowed any bonds."

He also read another letter from a correspondent in Augusta, Ga., who wanted to know how it happened that the Secretary places "vast" currency in New York banks to relieve the financial stringency, while these banks charge 10 per cent interest on this money to Southern banks. "The stringency seems to be a source of profit to some one," Tillman's correspondent added.

Bailey of Texas wanted to know whether Tillman's Delaware correspondent was the man who had instituted a suit against the Secretary of the Treasury in the matter of the award of these bonds. Tillman did not know whether the injunction suit had been brought by his correspondent.

### Made Money by Stringency.

As some courts have been so glad to issue injunctions, I think they would be glad of an opportunity in this case. I think this case on the part of the Secretary all the more remarkable, in view of the fact that the purpose was to attract the money that was being hidden. They might attract it from places where citizens had it, but not from the banks. A part of the understanding under which these bonds were issued was that 90 per cent of the money received from their sale would be left on deposit with the banks.

If that be true, the banks received from the government interest at the rate of 30 per cent per annum. The government sold these bonds at 102 1/2, and deposited in the banks 90 per cent of the purchase price, so that the \$10 paid on each bond actually drew interest at the rate of 50 per cent per annum. It was not intended that this money should be used for the Panama Canal, but it was to relieve the financial pressure. Under that plan, with that profession on his lips, the Secretary seems to have deceived the meeting which individual citizens were willing to take from their trunks or other places of hiding and turned the bonds over to the banks at 30 per cent per annum.

### OHIO MEN ARE FOR TAFT

Congressional Delegation Attend Dinner and Talk Politics.

WASHINGTON, Jan. 12.—Twelve of the 18 Republican members of the Ohio delegation in the House were present at a dinner tonight in honor of Secretary of War Taft at the Arlington Hotel. There were four absentees, these being Representatives Cole, Mouser, Weeks and Douglass. Messrs. Cole and Mouser are absent in Ohio and Mr. Weeks is ill. Speeches were made by the 12 members present and by the chief guest, Secretary Taft. There was not a dissenting voice, all of the speakers declaring themselves in favor of Mr. Taft.

### OHIO'S THREE-CORNERED ROW

Republicans Wait for Decision From Secretary of State.

CLEVELAND, Jan. 12.—The County Board of Elections today declined to take any action in the Republican factional war until Thursday. By that time it is expected that Secretary of State Thompson will have rendered a

decision as to his jurisdiction in the matter. The county Republicans are in a three-cornered contest with a view to controlling the county organization. The Taft followers declare that Secretary Thompson will undoubtedly uphold the present committee, the members of which are composed strictly of Taft supporters. The Forakerites made no move today, but reiterated the declaration that they would win out in the end. Thus far, the third faction, which insists upon the endorsement of President Roosevelt for reelection, has taken no decisive action.

New National Democratic Treasurer LAWRENCE BURG, Ind. Jan. 12.—William Q. O'Brien, until recently chairman of the Indiana Democratic committee, has accepted the appointment as treasurer of the National Democratic committee.

### STOCKBROKER FIRM FAILS

Robert Maclay & Co. Held \$1,500,000 of Unmarketable Stock.

NEW YORK, Jan. 12.—The suspension of the firm of Robert Maclay & Co. was announced today on the Stock Exchange. The firm, which was known as Maclay and Alfred E. Maclay, who are sons of the late Robert Maclay, president of the Knickerbocker Trust Company before Charles T. Gurney was elected to head that institution, and Harold H. Weeks, the former Columbia College athlete, who is the board member.

Robert Maclay said he hoped the suspension would be only temporary. The obligations, according to counsel for the firm, amounted to \$1,500,000, which is covered by collateral not readily salable in the present market. Until July of last year the firm's name was Thomas, Maclay & Co., best known for its organization of the Western Ice Company, in whose affairs E. R. Thomas played a prominent part. The senior member of the firm, who is a son of G. F. Thomas, resigned from Thomas, Maclay & Co. a few months before his father resigned from the presidency of the Consolidated National Bank.

The firm owns stock in the Western Ice Company, the Mercantile National Bank and the Hamilton Bank, which are in 20 or 25 other trust companies. The firm, according to the receiver of the Hamilton Bank, had a large loan from that institution, contracted while E. R. Thomas was president.

### GRAND JURY TO KEEP AT WORK

More Witnesses Summoned to Explain Deposit Bank Affairs.

SAN FRANCISCO, Jan. 12.—The grand jury will reconvene tomorrow afternoon to resume its investigation of the affairs of the insolvent California State Deposit & Trust Company. In addition to the witnesses who have already testified, some of whom will be again questioned, several stockbrokers have been subpoenaed to explain accounts that were found on the books of the wrecked bank. Through these brokers, Assistant District Attorney William H. Cook stated it is hoped to trace some of the securities which are missing and to ascertain if there are any more fraudulent loans. No indictments are expected tomorrow and the investigation by the grand jury will not be finished for several days.

### Back to Normal at Kansas City.

KANSAS CITY, Jan. 12.—Local bank conditions became absolutely normal today when the Clearing-House Association removed all restrictions on the banks, and checks will no longer have to bear the stamp of the Clearing-House Association and be approved by that body in advance. All the local banks are doing a large business.

### Admit Trust Companies.

NEW YORK, Jan. 12.—A resolution providing that trust companies may be admitted to full membership in the New York Clearing-House Association on a 25 per cent basis was unanimously adopted at a meeting of the association.

### HUGE LOAN IS FLOATED

Tientsin-Chingkiang Railroad Now Sure of Completion.

PEKIN, Jan. 12.—The Tientsin-Chingkiang loan agreement was signed today by the German Bank, the British China Corporation and the Chinese Foreign Bank. The amount of the loan is 5,000,000 pounds, issue price 80, with interest at 5 per cent. The negotiations have been going on for not less than five years. The agreement was signed under the authority of an imperial edict issued yesterday.

### MAKE WHOLESALE ARRESTS

Odessa Police Unearth Plot to Kill Governor-General.

ODESSA, Jan. 12.—The secret police today arrested 20 persons in connection with a plot to blow up the residence of General Kaubars, former Governor-General of Odessa, and General Boufal, present Governor-General of Odessa.

### Ratifies Naturalization Treaty.

WASHINGTON, Jan. 12.—The Senate today ratified the treaty between the United States and South America and Central American countries, whereby citizens of one country becoming naturalized in another country lose their citizenship in that country after returning to their native country and remaining for a period of two years.

### Supply Ships Reach It.

WASHINGTON, Jan. 12.—Word reached the Navy Department today that the supply ships Culgoa and Glacier, which were accompanying the battleship fleet, reached the Rio Janeiro fleet yesterday. They were behind the fleet itself, not having been able to keep along with the fighting ships.

### Assignment by Postcard Company.

The International Postcard Company has made an assignment for the benefit of the creditors to E. E. Farrington. A statement filed in the Circuit Court yesterday shows the company to possess assets of \$1,847,000. The liabilities are placed at \$823,000.

# RHEUMATISM



The form of rheumatism known as inflammatory means that the rheumatic poison in the blood has affected the joints. It is characterized by excruciating pain and fever and the hands and wrists are often distorted and crippled.

Dr. Williams' PINK PILLS

At all druggists or direct from Dr. Williams' Medicine Co., Schenectady, N. Y. 50c. per box; six boxes, \$2.50.

# ROOKIE FIGHTS FOR FLAG

WILL NOT ALLOW ENGLISHMAN TO INSULT IT.

Encounter Takes Place on Southbound Train Between Young Recruit and Subject of the King.

When the 7:30 southbound Southern Pacific train pulled into the East Side station last night, there were aboard four recruits for the United States Army who had enlisted in Amadora, Mont., and were on their way to the recruiting depot at Angel's Island, near San Francisco.

The name of one of these could be learned. He is William D. Donohue, late of Reno, Mont.

Donohue has not been in the service long, but he has a spirit of patriotism which resulted last night in his being put off the train and left behind, while his companions went on.

The "rookies" in civilian dress, had with them their blankets, haversacks, canteens and other Army equipment. They were dressed in tweeds and English traveling caps. He executed a dropping of his hat that would have done justice to London's East End. Some of the passengers who witnessed the ensuing scene declared that he was the original butchery.

This allegation he did not afterwards deny, and because of it went down in the humiliation of a good grubbing administered by Private Donohue, that is to be.

The Englishman saw the letters on the Army equipment, and noting the interest centered in the conversation, straightway butted in.

"Aw, you American soldiers can't hold a candle to our Tommy Atkins," he said. "They are a lot better than you are. I look nice fighting the doughy little Japs, now wouldn't you?"

Donohue sprang up in his seat. "See here, you Englishman," he cried, "nobody asked your opinion."

"English, eh? Well, what's the matter with the English, I'd jolly well like to know," England would be worth fighting for, but that bum old rag of yours isn't worth it."

"Say, friend," retorted Donohue, "I don't mind your making remarks about me or my company, but when you say anything about the Stars and Stripes you hit home, and I won't let any man alive say anything about that grand old flag. I may be a rookie, but I'll give you something to remember."

With that he delivered a clean, straight right-hander from the shoulder that caught the Englishman on the point of the jaw and felled him to the aisle like a bullock. Three times did he essay to arise, meantime protesting and cursing everything from the Canadian border to Mexico, and three times did the good strong right of the aroused rookie fly out, meeting with a dull thud at the end.

# GREAT CLEARANCE SALE IN ALL DEPTS. EVERY ARTICLE REDUCED

Money-saving opportunities of importance to every thrifty homefurnisher—values unprecedented—a splendid gathering, and in such variety as offers every advantage for satisfactory selection. Mail orders and out-of-town inquiries will be given our careful and prompt attention.

## SPLENDID STYLES IN BRASS BEDS

An exclusive showing of the highest productions of the metal craftsmen—handsome styles in square and round pillars and spindles—with cast brass crowns and trimmings—in the satin, polished and combination finishes. Over thirty designs to choose from.

\$ 25.00 Brass Bed; special.....	\$16.75	\$ 79.00 Brass Bed; special.....	\$52.50
\$ 45.00 Brass Bed; special.....	\$27.50	\$ 88.00 Brass Bed; special.....	\$59.50
\$ 55.00 Brass Bed; special.....	\$35.00	\$ 90.00 Brass Bed; special.....	\$61.00
\$ 60.00 Brass Bed; special.....	\$39.00	\$ 93.00 Brass Bed; special.....	\$61.50
\$ 65.00 Brass Bed; special.....	\$42.50	\$143.00 Brass Bed; special.....	\$89.00
\$ 75.00 Brass Bed; special.....	\$49.00	\$150.00 Brass Bed; special.....	\$97.50

## LADIES' DESKS

Many designs in all finishes are liberally displayed in our showing of these popular home pieces. Below are a few selections from the line:

\$8.75 Desk in golden oak—special.....	\$5.85
\$11.50 Desk in maple—special.....	\$7.50
\$12.00 Desk in mahogany—special.....	\$7.90
\$16.00 Desk in golden oak—special.....	\$11.00
\$19.00 Desk in birdseye maple—special.....	\$12.50
\$20.00 Desk in golden oak—special.....	\$13.75
\$27.00 Desk in birdseye maple—special.....	\$17.75
\$30.00 Desk in mahogany—special.....	\$19.00
\$37.50 Desk in golden oak—special.....	\$25.00
\$41.00 Desk in golden oak—special.....	\$29.50
\$42.50 Desk in mahogany—special.....	\$29.00
\$50.00 Desk in walnut—special.....	\$33.50
\$57.50 Desk in mahogany—special.....	\$42.50

## HIGH CHAIRS

\$1.75 Chair in golden finish; special.....	\$1.25
\$2.75 Chair in golden finish; special.....	\$1.85
\$3.25 Chair in golden finish; special.....	\$2.25
\$3.75 Chair in golden oak; special.....	\$2.50
\$5.00 Chair in golden oak; special.....	\$3.75
\$5.25 Chair in golden oak; special.....	\$3.50
\$8.00 Combination Chair and Cart in golden oak; special.....	\$6.75

## CLEARANCE SALE GRANITWARE IN THE BASEMENT DEPT.

Encounter Takes Place on Southbound Train Between Young Recruit and Subject of the King.

## TULL & GIBBS COMPLETE HOUSE FURNISHERS

CHILDREN—Jeff W. Scriber, of La Grande; Charles, of Spokane; Mrs. Amelia Miller, of Tacoma; Mrs. Emma Coolidge, of Spokane, and Miss Addie Scriber, of Salem.

## NEGRO CLOSELY GUARDED.

HOQUIAM, Wash., Jan. 12.—(Special.)—The local police force today arrested a negro cook on the steamer Hoquiam, just arrived from San Francisco. He gives the name of Ralph James. It is said he is suspected of being wanted at Seattle or Portland for the crime of murder. The police will not allow an interview with the prisoner.

## DEAD OF THE NORTHWEST

W. R. Dillard. EUGENE, Or., Jan. 12.—(Special.)—W. R. Dillard, a Lane County pioneer, died at his home at Goshen, January 12, of old age. He was born June 3, 1831, in Knox County, Tennessee, and was married, December 8, 1853, to Miss Laura Hendricks, who survives him. After coming to Oregon from California in 1858, Mr. Dillard and wife settled at Goshen, where they continued to live until his death. Mr. Dillard was a member of the United Brethren Church for many years.

## MASTERS IN SECRET SESSION

STEAMBOAT OWNERS REFUSE TO SAY WHAT WAS DISCUSSED. SEATTLE, Wash., Jan. 12.—(Special.)—The Marine Engineers' Beneficial Association, at a meeting tonight, voted to refuse a proposition made by the Puget Sound Steamboat Owners' Association to arbitrate the present wage difference. The

## SEEING NEW YORK

Advice That Visitors to the Metropolis Should Heed. CHOOSING A STOPPING PLACE. The number of people to whom a visit to New York is the event of a lifetime is much smaller than it used to be. The general increase of wealth and the multiplied facilities of transportation make it possible for a large number of Americans to visit their country's metropolis once or twice each year, while business men from all parts of the country find it necessary to make frequent trips thither. With these thousands a most important question is the choice of a stopping place. To those who desire the best, let us suggest the St. Regis, which is easily New York's most beautiful hotel and is as homelike and comfortable as it is beautiful. Its location, in the most select residential section, at Fifth avenue and forty-fifth street, is ideal in every respect and insures quiet and restfulness, so important to one's enjoyment of a stay in such a large city. Though so retired, the St. Regis is not remote from the things which visitors most desire to see and hear. All parts of New York are easily and quickly reached from this hotel.

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Defense Greatly Surprised When States Secures Additional Aid. SPOKANE, Wash., Jan. 12.—A special to the Spokesman-Review, from Riverview, Wash., says: After an adjournment of one day, owing to the illness of Judge Zent, court resumed the murder trial of Gerlie Griffith this morning.

Dr. Sherkey testified that death was caused by burning and suffocation. He said there was no dislocation of the spinal column, thus contradicting Dr. Freeman. Otherwise his testimony was similar to that of previous witnesses.

The afternoon session lasted less than an hour, owing to the illness of Juror N. H. Culligan.

Great surprise was shown by the defense when the State offered to introduce additional counsel. After heated argument between the attorneys, the court decided that the request for additional help would be granted the prosecution, and John Merritt, of Spokane, entered the case.

## APPROVES SNAKE RIVER DAM

Walla Walla Commercial Club Indorses the Project. WALLA WALLA, Wash., Jan. 12.—The Walla Walla Commercial Club, at a meeting this evening, voted to approve the proposition of the Benton Water Company to dam Snake River at Five-mile Rapids for irrigation and power purposes, thus endorsing Dr. Freeman's Washington delegation in Congress. Some opposition has developed on the part of parties in the western part of Walla Walla County, who would rather see the dam built by the Government.

The sentiment of the meeting tonight was to the effect that the present laws require private parties to complete all such undertakings within three years, while there is no assurance as to when the Government would or could take up the project. If any assurance could be secured that the Government would actually do something within a reasonable

## Burglars Active in Eugene.

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## LEATHER CHAIRS

Luxuriously upholstered pieces that display comfort and style in every part of their construction.

\$36.00 Turkish Rocker; special.....	\$24.50
\$42.00 Turkish Rocker; special.....	\$28.50
\$43.00 Arm Chair; special.....	\$30.50
\$67.50 Arm Chair; special.....	\$44.75
\$75.00 Arm Chair; special.....	\$49.50

## DRAPERY SPEC'LS TODAY AND TOMORROW

10c Brass Curtain Rods; each.....	5c
15c Silkolines, 36 inches wide; per yard.....	10c
15c and 20c Swiss Muslin, 36 inches wide; per yard.....	10c
40c Taffeta, plain and figured; per yard.....	25c
65c Window Swiss, 50 inches wide; per yard.....	40c
75c Fancy Nets, colors white and Arabian; per yard.....	40c
85c Florentine Silks, 32 inches wide; special.....	50c

## CLEARANCE SALE LACE CURTAINS AND PORTIERES

Eye glasses \$1.00 at Metzger's.

## HELD FOR AN OLD MURDER

Arrest for Growsome Crime Made After Three Years. BELLINGHAM, Wash., Jan. 12.—Three years ago the body of Frederick Dames, an Elk-street butcher, was found in his shop. He had been beaten to death and an iron spike driven through his head, pinning it to the floor. The safe and money drawer had been robbed and the murderer left no clew. Today Charles Weatherford, of Sumas, was arrested, charged with the crime, and lodged in jail here. It is alleged that he admitted to several friends that he committed the crime for both revenge and money.

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**Rosenthal's**  
COR. SEVENTH AND WASHINGTON STS.  
(Formerly 149 Third St.)

Best oak sole leather used on all our shoes

IF YOU travel in the company of Selz Royal Blue shoes you'll travel far and have foot comfort all the way. They're made to last, and look good all the time; there are no better shoes made.

We ask \$6.50, \$4 and \$5 for them; and every man who buys one pair buys more of them. They fit; and we guarantee your satisfaction.

Portland's Best Shoe Store