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PORTLAND, OREGON, THURSDAY, OCTOBER 28, 1909.

PRICE FIVE CENTS.

## ARRESTS FOLLOW BANK DISCLOSURES

Oregon Trust Officers to Face Trial.

### **GRAND JURY'S ACTION SUDDEN**

Cashier Morris Seized as He Concludes Testimony.

### FOUR OTHERS ARE TAKEN

Officials Accused of Accepting Deposit When Institution Was Insolvent-Other Indictments Are Expected Soon.

Walter H. Moore, president, W. Cooper Morris, cashler, and E. E. Lytle, Henry A. Moore and Leo Friede, directors, of the defunct Gregon Trust & Savings Bank, which two years ago closed its doors, a wreck, were all arrested and taken to jail yesterday afternoon.

The arrests were the result of an unexpected and sudden recommendation by the grand jury, which is now conducting investigation into the questionable dealings charged against President Moore and Cashier Morris, individually, and against the directorate collectively. All were later released on bonds of \$5000 cach.

### Felony Charge Is Made.

The former officials of the wrecked institution are charged with having unlawfully received deposits in a bank knowing the institution to be insolvent, the complaint being brought against them by Abe Henkle, a retired farmer, formerly living in Corvallia, who had deposited \$2000 in the bank on August 17, 1907, three days before payment was suspended. The information of felony against the bank officials is drawn up under the provisions section 18, chapter 128 of the Oregon Statutes, passed by the Legislature of 1907, defining what shall constitute a bank and banking business and regulating the business of banking in the State

#### of Oregon Morris Hurts Own Case.

The sudden determination by the jurors to take these men into custody was reached during the afternoon while Mr. Morris was testifying, and was done to statements having convinced the inquis torial body that many, if not all, of the allegations against him were true. It was feared some difficulty and delay might be involved in bringing him back into Oregon if he should once depart. While Mr. Morris was telling his story of stock manipulations, bad loans and questionable transactions, the information and warrant for his arrest were made out in the next room. It was after a secret consultation among themselves that the jurors interrupted Morris' testimony and quietly recneeded to Deputy District Attorney Fitzgerald that the witness be seized before he had an opportunity to return to

## Little Time Is Taken.

Leaving Mr. Morris to tell of some minor details which had been asked for by the jury. Mr. Pitzgerald left the juryroom, where he had been conducting the examination of three witnesses, and hurriedly summoning Mr. Henkle because he was present and therefore more easily reached than any other of the depositors the information was drawn up, signed, filed with Clerk Beutgen of the Municipal Court, and a warrant was issued by Judge Bennett, the names of the directors being included. The details of the matter had taken but a few mements.

This was at 3:50 o'clock. Within an our all of the accused bank wreckers had been arrested and escorted to the City

It had been the intention of the jury to return an indictment against the accused men on Saturday, but action was hastened by the convincing manner in which Morris, while attempting to defend timself, showed that he was a financial tuggler without a peer. The arrest of Mr. Morris and his associates, it is said, merely the first shot to be fired by the grand jury. Judging from the prompt ness with which they acted upon Mr. Morris' story yesterday it is believed that by Saturday a string of indictments will prepared charging embezziement in

the various deals now under the probe.

Detective Walts Outside. Mr. Morris' arrest was made by Detective Day, who was walting outside the grand jury room. When the information and warrant had been prepared. District Attorney Cameron telephoned, requesting Chief Cox to visit his office. Immediately after the Chief's return. Detective Day was sent out to receive his instructions from the District Attorney. The greatest secrecy was observed by all concerned to prevent news of the contemplated "round up" of the bank officials getting out for difficult for the officers to locate then Deputy Sheriff Jones was also in waiting for Mr. Morris at the grand jury chamber. As soon as Mr. Morris stepped outside the officer served papers upo him in the civil suits being brought

and he was greatly surprised when the (Concluded on Page 12.)

against the various bank officials by Re-

pelver Deviln to recover assets not turned

over to him at the time of the failure.

Mr. Morris' face was flushed, showing the

ordeal he had undergone in the jury room

## THROUGH TRAINS **RUN TO PORTLAND**

BURLINGTON WILL EXPAND ITS 72-HOUR SERVICE.

Two Trains Daily Over North Bank Road From Chicago to Oregon Metropolis.

CHICAGO, Oct. 27 .- (Special.)-The Burington management has just decided on a new schedule which will extend the 72-hour service, now in effect to the Puget Sound cities, to take in Portland well. The new schedule is to go into effect next Sunday.

The Burlington now runs through trains every day from Chicago to Seattle and Tacoma via St. Paul. Both are solid through trains to Puget Sound, but hereafter they will also be solid through trains to Portland.

They will run over the North Bank Road from Spokane to Portland, so-called ecause for fully half the distance it follows the north bank of the Columbia This is the most recently completed line in the West, and has a maxnum curvature of three degrees and a maximum grade of two-fifths of 1 per

The Oriental limited will continue to leave Chicago at 10:15 P. M. as at present, but the Northern Pacific express will leave at 10 A. M. instead of 9:20 as heretofore, arriving at Portland at 8 A. M. the third morning.

## LAD NEARLY STARVES SELF Lives Five Days on Pickle to Avoid

Whipping.

Weak, emaciated and unable longer to emain in hiding because of gnawing 10-year-old Philip Gebhardt, unger. whose parents live at 930 East Twelfth street North, last night crawled out of his father's woodshed, where he had been in hiding for five days and four nights, without anything to eat save a pickle, which he carried in his coat when he left ome last Saturday morning. Pulling himself to the doorway, he called his mother and supplicated her not to whip

im for running away. The lad's parents had notified the police and when Patrolman Croxford went to the Gebhardt home last night he found the poy in a delirium from the effects of eat-Upon investigation among neighbors Croxford reported to Captain Moore that has been the custom of young Gebhardt's parents to beat him unmercifully When he ran away Saturday for a few hours he became scared and went into the woodshed and covered himself with a piece of old carpet. There he remained until last night, without food or water. The case will probably be investi-

### FINDS WIFE IS ANOTHER'S Husband Returns to Learn Love Has

Played Him Trick.

gated further.

CHICAGO, Oct. 27 .- (Special.)-"I am married and happy, as is everybody else but Mr. Fulton. Why should be interfere now with my happiness? He is no longer my husband. He has come back

on a fruitless mission." In those words Mrs. J. William Killian, wife of a retired and wealthy business man living at 2924 Evanston avenue, today indicated that her former husband, Robert Fulton, who came back to claim his wife and home, after making his for tune in California, has gone out of her

life forever. In answer to his wife's declaration Fulton today asserted that he was a victim of a conspiracy. "I am the victim of a conspiracy," said Fulton. "I will demand a thorough legal investigation. When I went west in July, 1908, she loved I sent her money every month. Now I come home and find that she has secured a divorce from me and has mar-

## MARRIES ITALIAN COUNT

Daughter of Rich Tennesseean Follows Sister's Example.

CHATTANOOGA, Tenn., Oct. 27 .- At noon today was celebrated the marriage of Miss Carolyn Montague, of this city, to Count Nerino Rasponi, of Ravenna, Italy.

Miss Montague is the daughter of Mr. and Mrs. Dwight Preston Montague, her father being a wealthy manufacturer of Chattanooga. She is the second daughter of the family to wed Italian nobleman, her sister, Miss Mildred, having married Count Passo lini Pasolino, a cousin of Count Raspont two years ago.

## FRENCH FIGHT FARCE DUEL

Dramatist and Critic Satisfy Honor, but One Forgets to Fire.

PARIS, Oct. 37.-Henri Bernstein, the dramatist, and Francis Chevassu, a dramatic critic, fought a duel with pistols at Prince Park today. M. Chevassu fired and missed, while Bernstein did not discharge his weapon.

When he was asked later why he had not fired the dramatist replied: "I forgot to."

The duel grew out of the publication of fear that the accused men might hear of an article written by Bernstein in which it and place themselves where it would be he attacked the critic.

## DIAZ SUES HIS TRADUCER

Charges Author of Book Calling Him Czar' With Libel.

NEW YORK, Oct. 27 .- Action for Hoel on behalf of President Diaz, of Mexico. against Carlo de Fornairo, author of a book entitled "Diaz, the Czar of Mexico," was begun in the Court of General Sessions today.

## LOGAL EYES MAY RAILROAD TO MEET BUSINESS GROWTH PROVE COOK RIGHT

Way to McKinley Peak Seen by Portlanders.

MR. AND MRS. W.T. WADE SPEAK

Prospectors View Trail to Top From Southeast.

### SUTER'S STORY ASSAILED

Explorer Said to Have Taken Easy Path Discerned by Mining Party. Couple Convinced Physician Reached Summit in 1906.

Portland may have a voice in the con roversy surrounding Dr. Cook's asserted seent of Mount McKinley in 1996. The explorer has two loyal supporters in Mr. and Mrs. Waitman T. Wade, of 447 Sixth street. They, with two others, formed a party of prospectors who were among the last to converse with Dr. Cook prior to his attempted ascent of the peak on the southwestern side. Both Mr. and Mrs. Wade are firm in their conviction that Dr. Cook and his party made the ascent on the southeastern slope of Mount McKinley, after a futile attempt to reach the

mit on the west. Mr. and Mrs. Wade spent the entire Summer of 1906 prospecting along the southern base of Mount McKinley. While searching for "pay dirt" about the foot of the mountain they came upon Dr. Cook and his party camped at Dutch Creek, a branch of the Kahiltna, which drains the southwestern side of the moun This was on the afternoon of July 14, 1906, according to entries in a diary kept by Mrs. Wade of her sojourn in the wilds near the base of the mountain. Cook and his party were then camped about 30 miles from Mount McKinley and to the southwest. After a few visit in the Cook Camp, during which Dr. Cook expressed his determination to reach the summit of the mountain, the Wade

### party pressed on eastward. West Side Too Steep.

Nine days later they sighted Cook's party camped on the Tokashitna Glacier at the base of Mount McKinley and six miles north of their camp on the banks of Tokashitna River. From observations his party were convinced, owing to the steepness of Mount McKinley near the point where Dr. Cook had camped on the west side, that the ascent would be impossible. Fulfilling their convictions, Cook party, composed of nine me and 11 horses, was subsequently compelled to abandon the ascent from the west side of the mountain.

According to statements of Mr. an Mrs. Wade, verified by maps and diary notes, the Wade party continued eastward, along the foot of the mountain for four weeks and eventually reached the southeastern base of the mountain after crossing the Chulitna and Shushitna Rivers. From their camp at the foot of the mountain they saw the possibility of reaching the summit of Mourit McKinley along its gradual incline.

After abandoning its camp on the Tokkashitna River the Wade party neither (Cepcluded on Page 3.)

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# NEW YORK CENTRAL MUST

BUILD MORE CARS. Contracts for New Equipment and

Improved Roadbed Call for

Expenditure \$85,000,000. NEW YORK, Oct. 2 .- W. C. Brown president of the New York Central & Hudson River Railway, announced today that the management had entered upon

a campaign of extraordinary expenditures to meet extraordinary traffic de-The company had placed contracts in the last few days, he said, for \$25,000,000 worth of new locomotives, passenger and freight cars, and intends to spend \$60,-000,000 more-\$85,000,000 tn all-in reducing grades, straightening curves and laying

new rails, exclusive of \$50,000,000 terminal

mprovements in New York. The traffic records for the month of September and October up to date have exceeded anything in the company's history," he said. "The previous highwater mark was for the first threequarters of 1907, just before the panic. "Every available car and engine on the system is in service. My latest report shows that 24 per cent of our freight cars are in use."

## HUNTER FIGHTS BOBCAT

Beast, Wounded, Springs at Man, Tearing Clothing to Bits.

SPOKANE, Wash., Oct. 27.-(Special.)-Crus Kleza, night clerk at the Sprague Hotel, fought a large bobcat in the rocks south of Sprague this afternoon. Armed with a single-barreled shotgun, he started out to hunt ducks and had gone five miles from town when he came the cat lying at the foot of a large tree. He opened fire, wounding the cat slightly, when the maddened animal came bounding toward him and sprang before he could reload his gun, clawing and scratching madly, trying to reach his

Kleza shook off the cat and, using his gun as a club, soon dispatched it, but not pefore it had torn his trousers into strips and scratched him badly.

### FERRER'S WILL PUBLISHED

Urges Executor to Continue Work of Modern School.

PARIS. Oct. 27 .- The will of Franisco Ferrer, shot at Barcelona for alleged plots against the Spanish government, is published here today. charges the executor to continue the publication of Ferrer's works on modern schools and education.

The testator stated that history rould vindicate his innocence, but he adjured his friends not to bother about his memory, as "in this life only acts

He added the regret that his body could not be cremated.

## REJECT ALL LORDS' WORK

Asquith Will Move Commons Fight for Irish Land Bill.

LONDON, Oct. 27.-Premier Asquith announced in the House of Commons today that on November 5 he would move for the rejection of the House of Lords' amendments to the Irish land bill. The Premier also stated that the House

of Commons would adjourn on November 5 until November 23. This precludes the possibility of a general election before the new year.

During the adjournment of the llower ouse the budget will be in the hands of

# REVIEW OF POLICY

Favors Rapid Work on Reclamation.

## ISSUE BONDS AGAINST FUND

Has Allowed No Waterpower Sites to Be Grabbed.

### WOULD GUARD RESOURCES

Secretary's Policy Is to Let Government Execute Big Reclamation Works-Indian Schools

Are Condemned.

WASHINGTON, Oct. 27 .- Secretary of the Interior Ballinger, who returned to Washington last night, after an extensive tour of inspection of the public domain and interests in the Far West under the jurisdiction of his department, gave out today a statement which is regarded as a declaration of his policy as to these matters. The statement is written in the third person and takes up the various features of the department's work, de voting particular attention to the various reclamation enterprises and especially to water-power sites on the public do-

### No Waterpower Grabbed.

The Secretary reiterates "without fear of contradiction" the statement hitherto made in his behalf, that since his incum bency no waterpower sites on the public domain theretofore withdrawn have been secured by private parties and that he has energetically made every effort, by temporary withdrawals, to segregate existing power sites on the public domain, n order to enable the Congress to legislate for their more prudent disposition

Mr. Ballinger states that during his rip "most of the principal Government reclamation projects have been visited, some of them with the Senate committee on irrigation. The water-users and settlers upon the reclamation projects have been conferred with, as well as the Government officials in the field, respecting existing projects and questions which may involve the improvement of the service and the advancement of the interests

### of the settlers." Issue Reclamation Bonds.

Respecting studies made by the Secretary have in spired him, the statement says, an ambition to complete existing projects as rapidly as business prudence and moneys available will permit, and he is earnestly in favor of securing authority from Congress for the issuance of bonds against the reclamation funds to give the service the means whereby all existing projects can be speedly completed and necessary extensions undertaken."

The Secretary declined to discuss any phase of the controversy regarding con servation policies which has been described as existing between himself and Gifford Pinchot, the Government Forester. He made it plain that he will deal with conservation in his annual report, to which he soon will give at-

He declared himself in hearty accord (Concluded on Page 2.)

## PARTNERS RUNNING FROM WORK MEET

EACH WIRES TO KEEP OTHER

Richardson Telegraphs From South, Swetland From North, Both Go to Vanderbilt Race.

CHICAGO, Oct. 27 .- (Special.)-F. J Bichardson, president of the Perkins Hotel Company, of Portland, Or., and L. Q. Swetland, secretary and general manager f the same company, are both enthustastic automobilists. Thereby hangs this tale, which is of their meeting in Chicago today when each supposed the other was back in Portland attending to business. A week ago they both left Portland Richardson going to San Francisco for the Portola celebration, and Swetland to Seattle on business. In those cities each of the hotel men met friends who were going to the Vanderbilt oup races on Long Island, New York.

'Come on; go with us," was the invita-"All right: I'll do it," was the answe

Richardson telegraphed his manager at Portland to have Swetland look after his business until he got back. Swetland telegraphed the manager to have Richardson do the same thing. Before the manager could reach either of them by wire they had started on their 2000-mile

journeys to Chicago. Today they telegraphed orders back to Portland, and both will leave on the Twentieth Century Limited tomorrow with their friends for the races.

## CHILBERG FINDS DIAMONDS

Seattle Man Recovers Wife's Gems Thrown From Car.

SAN FRANCISCO, Oct. 27 .- (Special.) -Diamonds to the value of \$18,000, which J. E. Chilperg threw out of a car window in the Mount Shasta region, have been found, according to information received by Mr. Chilberg at the Fairmont Hotel today. Immediately upon receipt of the news Mr. Chilberg left the hotel, but not before announcing that the prospective recovery of the lost gems would result in his remaining at the Fairmont some days longer.

Mr. Chilberg, who was president of he A-Y-P Exposition, supposed he was throwing out nothing but a glass of water when he tossed away the diamonds, and learned what really had happened when his wife returned to the car and told him she had placed the sparklers in the water, where they were practically invisible.

From the first station beyond the point where the stones were lost Mr. Chilberg returned on a special train to search for them, but failed to find them. It is supposed they were discovered by detectives sent to continue

## RANCHES LAID IN WASTE

Houses and Barns Destroyed as Result of Range Trouble.

PRAIRIE CITY, Or., Oct. 27 .- (Special.) -Houses, barns and fences have been burned in the vicinity of Dale, in Northern Grant County, because of range dis-

Last week, when Walter Jones and family returned from a trip to Pendleton, they found their house and barn had been burned and the homestead laid in waste. This is the third crime of this kind in the past month. The station at Dale and the residence

of Barney Shiltz was first burned, together with the barn. A few days later the big barn of Thompson brothers on upper Meadow Creek was burned and a mile of wire fence cut to pieces.

The people of the North Fork country are incensed at these outrages, but are unable to find the perpetrator of the crimes. One man who was accused of burning the building has filed suit in the Circuit Court for \$10,000 damages to his character.

## JUDGE INDICTED FOR GRAFT

Brooklyn Magistrate Accused of Accepting Bribe.

NEW YORK, Oct. 27 .- It was reported today that an indictment against Magistrate J. Furlong, of Brooklyn, on the charge of accepting a bribe, had been returned by the King County grand jury.

When a document or paper of some kind was handed to the magistrate in his room as he was about to go on the of the Gates Avenue Police Court, he collapsed and had to be taken to his home.

Magistrate Furlong was recently held to the grand jury following an investigation by the District Attorney for alleged irregularities in the magistrate's

## CITY SLIPPING INTO CANYON

Nevada Mining Camp in Danger of Immediate Disaster.

RENO, Nev., Oct. 27 .- That the old mining camp of Virginia City is sinking into the deep canyon on the side of which it is located, and that it has already slipped 11 feet within the last few years, was the announcement made by Professor George P. Young, of the University of Nevada, today.

Professor Young states that the steady sinking is due to the crumbling of the old underground timbering in the Comstock mines, placed there 50 may be Hill project. Page 12.

Mayor Simon refuses to reconsider agreement reached with Municipal Association.

Page 16. steady sinking is due to the crumbling st any moment unless stars are taken

# TAMMANY KNIFEU HIM, SAYS HEARST

Because He Would Not Obey Murphy.

### FOOLISH TO TAKE NOMINATION

Independent Tells Secrets of 1906 Campaign.

SILENT STABS IN BACK

Tammany Told Voters How to Cut Hearst and Vote for Hughes. Odds on Gaynor in Betting,

NEW YORK, Oct. 27.-Despite a rain onight, the three Mayoralty candidates delivered collectively 15 speeches. Otto r. Bannard, the Republican candidate, led with nine in Harlem and the Bronx, W. R. Hearst spoke three times and W. J. Gaynor, Democrat, spoke four times. At a meeting at Carnegle Hall Hearst disclosed some interesting facts concernng his acceptance of the Democratic nomination against Governor Hughes in

"Three years ago I ran for Governor upon the Independence party ticket," he said, "and the Democratic party indorsed me, seeming to see a true Democrat in the candidate and platform of the Inde-pendence party. I hesitated 16 days before accepting the Democratic inderse-ment, but finally and foolishly accepted

### Knifed by Tammany.

This was the beginning of the end, the speaker continued, in effect, as he outlined what purported to be his clashes with Charles F. Murphy, leader of Tammany Hall, disagreements which he said resulted in his refusal to be dictated to by the leader, and his ultimate defeat

cause Tammany scratched him. "I was slaughtered and sacrificed in New York City," he said. "On every dead wall flamed a giant poster, 'How to cut Hearst and vote for Hughes. To every Tammany voter was sent sample ballot, 'How to cut Hearst and vote for Hughes.' For all this advertisement and information Tammany paid the bills."

## Odds Are on Gaynor.

Although there has been less betting on the result of the campaign than on have been generally with odds favoring Gaynor, Ten thousand dollars was eft with the proprietor of an uptown hotel today to be wagered at even that (Concluded on Page 4.)

## INDEX OF TODAY'S PAPER

The Weather. YESTERDAY'S -- Maximum temperature, 41 degrees; minimum, 42 degrees. degrees; minimum, 42 degrees. TODAY'S—Rain; southerly winds. Foreign. Japan will pay royal honors to Ite and is nunting down Corean conspirators.

National. President Taft speaks at Memphis in favor of deep waterways. Page 1 Collector Leeh defends action in giving grafters immunity for turning informer. Page 3.

Attorney-General denies Sugar Trust can excape under statute of limitations. Page 6. Secretary Bailinger declares policy on recla-mation and conservation. Page 1. Active propaganda for conservation starts with Taft's aid. Page 2.

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Indianapolis raising fund to pay reward for arrest of dynamiters. Page 3.
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Burlington read to run 72-hour trains from Chicago to Pertland. Page 1. Only six men survive from wreck of steamer Hestla. Page 1

After year's absence man returns to find wife has divorced him and remarried. Two Portland hotelmen surprised at meet-ing in Chicago. Page 1. Belmore Brown, companion of Cook on Alaska trip, says he did not climb Mount McKinley. Page 3. York Central to spend vast sums on approvements. Page 1 Louis Hill condemns Government policy in opening reservations. Page 5.

Sport, Coast League scores: Portland 1, Los Angeles 2; Sacramento 2, Oakland 1; Vernon 3, San Francisco 0, Page 10. Nelson says he will fight Wolgast, but will soon rethe from ring. Page 10. Johnson and Jeffries to meet in New York

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Portland and Vicinity. Officials of defunct Oregon Trust & Savorm predicted for today by Weather Bureau, Page 9.

County Board of Equalization holds opening session. Page 11. portland couple, in prospecting, saw easy trail to Mt. McKinley's peak, later fol-lowed by Cook. Page 1. Bank of Drain sues officers of Gregon Trust & Savings Bank. Page 12. H C Bowers tells of plans for big botel.

Council votes to keep City Hall open Sat-urday afternoons. Page 11.

## the Lords. THOSE NEW SKYSCRAPERS.

