



ARBITRATION GETS BLOW IN GERMANY

Chancellor Says Disarmament Impossible.

CONTROL CAN'T BE OBTAINED

Impracticable to Secure It, So Problem Insoluble.

CLARK'S SPEECH BUGABOO

Conservative Leader Quotes It in Contrast With Sims' Speech on Blood Is Thicker Than Water, Which Taft Condemned.

REILLY, March 30.—Chancellor von Bethmann-Hollweg, in the Reichstag today discussed disarmament and international arbitration, but without departing one iota from the known standpoint of the German Government. The difficulty of a disarmament agreement in the possibility of supervision of individual states. "Control over these," he said, "I regard as absolutely impracticable. The mere attempt to control would have no other result than continual mutual distrust and universal turmoil. General disarmament is an insoluble problem, so long as men are men. "It will remain that the weak will be the prey of the strong. If any nation feels that it is unable longer to spend certain sums for defensive purposes, inevitably it will drop to the second rank. We Germans, in exposed situation, cannot shut our eyes to this reality, only so far as we can maintain peace. Disarmament Not Practical. "The nations, including Germany, have been talking disarmament since the first Hague conference, but neither in Germany nor elsewhere has a practical plan been proposed. Great Britain wishes the limitation of armaments, but simultaneously wants a superior or an equal fleet. Any conference on this subject is bound to be fruitless. No standard for a limitation can be found, and any conceivable proposal would be shattered on the question of control. Von Bethmann-Hollweg instanced Napoleon's limitation of the Prussian army when Prussia, adhering to the letter of her treaty, trained a four-fold army by shortening the period of training. Germany was willing, he said, to accept the English proposal for an exchange of information regarding navy-building programmes. He accepted the idea of arbitration in principle, but universal arbitration was impossible of accomplishment as a universal disarmament. By this means two nations like the United States and Great Britain could seal the de facto status, but if new questions arose arbitration might prove inadequate. Champ Clark's Speech Quoted. The Chancellor's speech, which was along the line of his earlier utterance, was made in the discussion of resolutions offered by Socialists and Radicals, asking for an extension of international arbitration and the limitation of armaments. These resolutions came before the House at the opening of the customary debate on foreign affairs in connection with the Chancellor's budget. The Chancellor deferred his remarks until the representatives of the leading parties had been heard. Count Von Kanitz, Conservative, devoted the greater part of his speech to American affairs, contrasting the speech of Commander William S. Sims, of the American Navy, at the Guild Hall, London, which called forth a reprimand from President Taft, with the utterances of Representative Champ Clark concerning the annexation of Canada, saying: "While an American Naval officer is assuring England of the friendship of the United States, a future President of that Nation is talking of the absorption of Canada." Canadian reciprocity, he said, raised the point of what compensatory favors were to be had by Germany. Of the proposed Anglo-American arbitration treaty, the speaker said that the plan promised little, if questions like that of the Monroe Doctrine were excluded. Arbitration Has Some Friends. Dr. Spain, vice-president and leader of the Center party, said he favored more arbitration treaties and his party sympathized with the movement for disarmament. Ernest Basserman, National Liberal, in common with the other speakers, welcomed the principle of arbitration and disarmament, but doubted its practicability. Dr. Wiener, the Progressive leader, referred to the reciprocity agreement between the United States and Canada as the first step in the departure from high protection and expressed the hope that it will have a reflex effect in Germany.

RIB BROKEN IN WRECK

MEDFORD, Or., March 30.—(Special.)—Government Pathologist P. J. O'Garra discovered Wednesday for the first time that he was suffering from a broken rib sustained in the motor-car wreck last Saturday. He thought the injury only a bruise.

RUSSIA PREPARES TO INVADE CHINA

TROOPS AND EQUIPMENT MASS ON III FRONTIER.

Chinese Agent Reports Large Forces Have Penetrated Klakta-Kulun Is Point Menaced.

VICTORIA, B. C., March 30.—According to dispatches brought by the Empress of Japan tonight, the Dalekaya Okraina, of Vladivostok, reports that although Russia is expressing satisfaction at China's reply to the recent ultimatum, Russian forces and equipment are being increased on the III frontier. The Chinese agent at Kulun has telegraphed Peking that large forces of Russian troops have penetrated to Klakta, and are expected, when Chinese military commander sent word that III is being literally flooded with Russian troops and he cannot offer resistance. He asks that troops be sent by China immediately or he is believed from his post. The Singing Governor telegraphed that several divisions of Russian troops, including artillery corps, infantry and Cossack cavalry have been concentrated in Eastern Turkistan for the invasion of China.

TORNADO WIPES OUT TOWN

No Lives Lost in Alabama Storm but Property Loss Is Heavy.

MOBILE, Ala., March 30.—Gainesville, Ala., was practically wiped out by the tornado that swept through Monroe County Monday, according to belated news that reached here today. The storm cut a path of ruin 200 feet wide through the settlement. There were no casualties but many persons were hurt by flying timbers from wrecked houses. The reports tell of tremendous property damage. Fields were swept clean of growing crops, forests were leveled, while hundreds of farm buildings were torn down by the threshing wind. The area of the storm-swept district is remote from railroad and telegraphic communication.

DRILL SHIPS IN DRYDOCK

Boston and Concord Nearly Ready for Naval Militiamen.

SEATTLE, Wash., March 30.—(Special.)—The cruiser Boston and the gunboat Concord were placed in drydock at the Navy-yard today to be scraped and painted preparatory to being turned over to the naval militia of Oregon and Washington to be used as armories and drill ships for the militia under her own steam on or about May 15. The Concord, which will be stationed in Seattle harbor on or about that date, will carry only enough steam for heating purposes.

MORE DAYLIGHT SOUGHT

Pendleton May Set Clocks Back on May 1; Advance October 1.

PENDLETON, Or., March 30.—"Daylight Saving" is the plan Leon Cohn, a prominent Pendleton merchant, elaborated today. Mr. Cohn is forming an organization to have passed the necessary city and county ordinances for all clocks to be set back one hour May 1 and advanced October 1.

GERMAN CHANCELLOR DECLARES ARBITRATION AND DISARMAMENT IMPRACTICAL

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INSURGENTS HAVE TIGER CORNERED

They Can Dictate Who Shall Be Senator.

NEW YORK SPLIT HOPELESSLY

If Regulars Resist, Republicans Will Aid Rebels.

BARNES ADVISES COURSE

State Chairman Proposes Republican Vote for Conservative Democrat Named by Insurgents—Final Caucus Today.

ALBANY, N. Y., March 30.—The insurgent Democratic members of the Legislature will have it in their power tomorrow to break the Senatorial deadlock, either by settling their differences with the party organization or accepting aid from the Republicans. When the prospects of electing a Senator tomorrow seemed to depend entirely upon how many insurgents would enter a caucus, William Barnes, Jr., chairman of the Republican State Committee, tonight made public a letter advising the Republican leaders to give to the Independent Democratic members the opportunity to fill New York's vacancy in the Senate by rendering their unanimous support to a conservative Democrat. Mr. Barnes' letter supported the idea that gained rapidly after today's abortive caucus, that the Democrats were hopelessly divided. Insurgents Hold Sway. The name of the next United States Senator from New York apparently depends upon which course the independent Democrats choose to follow. The Democrats will caucus behind closed doors tomorrow at 10 A. M. Before the Barnes letter appeared it was expected 15 insurgents would enter this meeting on condition that the names of neither William F. Sheehan nor Daniel F. Cohalan would be presented. The effects of Mr. Barnes' proposition will be indicated by the number of insurgents who enter the caucus. If 15 join the organization members in making a caucus nomination, their candidates will have enough votes for election. Unless the organization officials make acceptable terms, it is believed enough insurgents to insure an election are ready to join the Republicans in ending the deadlock. Possible Candidates Named. The transfer of lists of acceptable candidates between the insurgents and the organization continued today. After numerous eliminations the following are said to have remained as possible candidates: Martin W. Littleton, John D. Kierman, Martin Glynn, Isidore Straus, Herman Ridder, Alton B. Parker, Morgan J. O'Brien, Augustus Van Wyck, D. Cady Herrick and John N. Carlisle. In his letter Mr. Barnes says that the Senatorial situation has reached a (Continued on Page 2.)

CONVICT PREFERS PRISON TO WIFE

PARDON DECLINED IF LIFE WITH HER IS CLAUSE.

Man Freed by Governor West Expresses Desire to Serve Year Rather Than Go Home Again.

SALEM, Or., March 30.—(Special.)—Dexter L. Roberts, who was pardoned from the penitentiary today by Governor West, informed the Governor that he would rather return to the penitentiary and serve out the remainder of his sentence than to be pardoned and compelled to live the rest of his life with his wife. Roberts was sentenced in May, 1909, from Morrow County to serve four years in prison for obtaining money by false pretenses. He has had considerable difficulty with his eyes and his wife has been intervening for a pardon which the Governor decided to grant. "In granting you this pardon I want you to understand that it is not so much for you as for your wife," Governor West said to Roberts. "Now, when you leave I want you to go back to the farm and stay there with your wife and stop causing trouble." "Do you mean that I have to go back there and live with her the rest of my life or for just the year I have left to serve at the penitentiary?" asked Roberts. "If it is for life I would rather go back to the penitentiary and finish my term." He was assured that the pardon did not specify that he must live with his wife, but the Governor advised him to go to the farm and repay his wife for her efforts in his behalf. Roberts then walked away with the pardon and with Mrs. Roberts.

CHINA TO BUILD STEAMERS

Government Will Run Lines Across Pacific, to India and Australia.

VICTORIA, March 30.—Advices were received by the Awa Maru that the Pekin government has ordered the construction of a number of merchant steamers in Germany, to start several Pacific lines between California and China and between China, and Australia and to Bombay and Java.

OREGON PLAN IS FAVORED

Ohio Representatives Want Popular Vote on United States Senators.

COLUMBUS, O., March 30.—The House today passed by a vote of 89 to 12, the Wiman bill providing for the election of United States Senators by popular vote, on the Oregon plan.

INDEX TO TODAY'S NEWS

- The Weather. YESTERDAY'S—Maximum temperature, 74 degrees; minimum, 47 degrees. TODAY'S—Fair; northerly winds. German Chancellor says arbitration and disarmament are impractical. Page 1. Mexican Federalists deny peace commission not realistic, and peace is believed far off. Page 3. Russian army prepares to invade China. Page 1. Canada conspiracy divides Naples for purpose of plunder. Page 2. Politics. Barnes urges Republican support of insurgents in election. New York Sun and Insurgents hold whip hand. Page 1. Domestic. California Supreme Court denies Ruff's petition for rehearing of motion. Page 5. Kohlsaat says he will go to jail rather than name informant about Lortimer fund. Page 1. Dr. Pearsons, Illinois philanthropist, will celebrate 91st birthday by distributing \$300,000 in gifts. Page 1. New York Fire Marshal attributes many deaths in Washington Square disaster to window seats attached. Page 2. Wagoners attack rates. Page 2. Boss Cox wins fight to escape trial before Judge Gorman. Page 2. Wagoners attack rates. Page 2. Ex-Governor Black, of New York, deplores spirit of suspicion in land. Page 4. Sports. Williams' "Roadsters" show ability as batsmen. Page 8. Portland 9, Los Angeles 1; San Francisco 9, Vernon 1; Oakland 9, Sacramento 5. Page 8. Two records are broken in auto races at Jacksonville, Fla. Page 8. Pacific Northwest. J. H. Albert defies Attorney Bristol to prove that good roads bills vetoed are unconstitutional. Page 6. Albert J. Henry, bank clerk of Seattle, wins long-fought divorce case involving his employer. Page 6. Mills' insurance estate, whose bill now totals \$85,000. Page 1. Convict pardoned by Governor West prefers to serve sentence to returning to wife. Page 1. F. A. Elliott, of Salem, named State Forester. Page 2. Unsettled County Bar Association begins investigation of charges against three attorneys. Page 1. College authorities at Pullman, Wash., investigating hauling of coeds. Page 4. Commercial and Marine. Grain tonnage offered at 20 shillings. Page 20. Oats and barley advance sharply in local market. Page 21. Chicago wheat stronger on green bug reports. Page 21. Minor stocks most active in Wall street trading. Page 21. Portland and Vicinity. Eastbound Summer excursion rates announced. Page 14. Mrs. Mabel Kelly's petition denied by Judge Clewton. Page 12. Colonel travel expected to increase toward end of low-fare period. Page 20. Oregon Electric and United Railways to be contacted at Oregon to avoid freight congestion here. Page 12. Court holds city may sue railway company for removing Eleventh-street tracks. Page 20. Roosevelt committee plans surprise for banquet. Page 15. City and street railway officials in tilt over supply of rails needed for improvement work. Page 9. Washington Forestry Association to use auto in fighting fire. Page 14. Spokane syndicate gets option on 400 acres adjoining city at \$140,000. Page 14. Frank A. Vanderlip says business conditions are fundamentally sound. Page 11. Lombard says Council is subsidized by public service corporations. Page 15.

DR. PEARSONS TO GIVE OUT \$300,000

Total of Benefactions Nearly \$5,000,000.

HE WANTS TO PAY "DEBTS"

Donations to Celebrate Philanthropist's 91st Birthday.

SMALL COLLEGES BENEFIT

Rich Illinois Man Will Give Money to Institutions Which Have Fulfilled Provisions Made for Previous Gifts.

CHICAGO, March 30.—Dr. D. K. Pearsons of Hinsdale, Ill., will celebrate his 91st birthday, April 14, by the distribution of \$300,000 to schools and religious organizations. This will make his total distributions of recent years nearly \$5,000,000, most of which has been given to small colleges. The gifts are termed by Dr. Pearsons "debts" and in most cases are fulfillments of his pledges to different bodies of certain sums when they should have collected other stipulated amounts. The American Board of Foreign Missions will receive \$100,000, while small colleges in the central states will receive the remainder of the \$300,000 gift. Doctor Will Pay "Debts." "I shall celebrate my birthday by getting out of debt," Dr. Pearsons said. "A year ago I gave notice that I would be getting out of debt by this time and that a young man of my age had no business being in debt. I shall lie down on April 14, out of debt for the first time in many years. I have had these outstanding pledges for many years, and have worked them off as one after another of the institutions met their obligations." While most of Dr. Pearsons' gifts have been to the smaller colleges, the different institutions here have received more than \$1,000,000 from the Hinsdale philanthropist. The Y. M. C. A. here has been one of his beneficiaries. Berea College Aided. Among the chief beneficiaries of Dr. Pearsons, among the smaller schools has been the Berea College of Kentucky which has received more than \$400,000. In reviewing his gifts today, he said the one from which he had derived the most pleasure was the gift of \$50,000 for a waterworks system of Berea. The physician was one of early settlers in Chicago. The greater share of his wealth was derived from the increased value of extended real estate holdings in this city. Twenty-five years ago, he retired from business and most of his gifts have been from money derived by the sale of valuable pieces of real estate. All of Dr. Pearsons' benefactions have been announced by him with jocular whimsicality such as those which characterized his statement today regarding the distribution to be made on his birthday.

MILLIONAIRE AIDS 'WAPPY' WITH COIN

SEATTLE'S EX-CHIEF OF POLICE IS ARRESTED AGAIN.

Alleged Bribe-Taker's Total Bonds on Three Indictments Reach \$65,000—Is at Liberty.

BUSINESS SOUND, SAYS VANDERLIP

Country Is Optimistic Declares Banker.

DEMANDS ON CAPITAL GROW

Country Needs Law for Relief in Panic Times.

"GET LAND," HIS ADVICE

Willamette Valley Is Chosen Spot. Millions Invested in Oregon Prove That Investors Are Not Losing Faith.

GARB OF ATHLETES SHOCKS

East Siders Protest When Sparsely-Clothed Boys Ride on Cars.

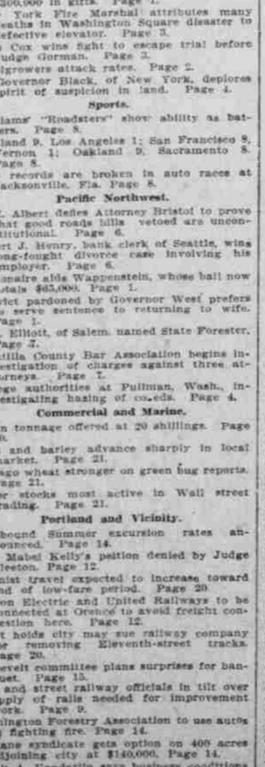
WOOL SCHEDULE IS FIRST

Democratic House Committees Hurrying to Get Work Ready.

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March Banner Month for New Industries in Oregon.

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SEATTLE, Wash., March 30.—Ex-Chief of Police Charles W. Wappenstein was arrested late today on an indictment returned by the special grand jury charging him with soliciting and receiving a bribe of \$1100, from George D. Tupper and Clarence J. Gerald on July 5, 1910 for not molesting the Paris and Midway houses, two notorious establishments of the old vice district. Wappenstein was released on \$15,000 bond signed by Dietrich Hamm, of Seattle, and Eugene France, a millionaire lumberman of Aberdeen, Wash. The indictment upon which Wappenstein was arrested today is the third bribery indictment returned against him by the grand jury called to investigate alleged graft conditions under the last city administration. Wappenstein is now at liberty under total bonds of \$65,000.

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"Business conditions on the coast and in the country at large are certainly taking a hopeful turn," said Frank A. Vanderlip, president of the National City Bank of New York, who arrived in Portland in his private car last night, and is staying at the Hotel Portland. He is accompanied by his wife, Ames Higgins, his secretary, C. V. Rich, of New York, and W. H. Kierman, of Spokane. The party were met at the depot by United States Immigration Inspector Barbour, who is a relative of the banker. They expect to remain in Portland today and leave tonight or tomorrow morning. Mr. Vanderlip has been journeying by slow stages from New York, stopping at every place of prominence from St. Louis, through St. Paul, to the Pacific Coast and up the Pacific Coast to Portland. "Business Situation Sound. "I have had extraordinary opportunities to judge of business conditions on my journey, since I left St. Louis," said Mr. Vanderlip. "I have traveled more than 800 miles and made a close examination into the business situation. Conditions look good everywhere—not up to the top notch, but with no marked depression and a hopeful outlook, I should say there is an extremely sound business situation in the country I have passed through. The banks I found to be in good condition. There is an excellent crop outlook in the territory I passed through. There has been more than the average amount of rainfall. And so far as observable at this early stage, before the crop is harvested, there is every reason to believe that we have a better condition confronting us than we had last year at this time. "I examined a large number of the irrigation projects and looked upon the vast amount of land about to be thrown open to cultivation and settlement with satisfactory results. Down in the Rio Grande Valley, in Texas, there has been striking development. The Imperial Valley is in the same category. It is part and parcel of the development of your common country and will be conducive to the best results in my humble opinion. "This form of investment is a part of the product of capital and exemplifies the confidence the Eastern man has in your projects. Court Decisions Awaited. "Why is capital not more active? The visible signs in industry, agriculture and general development seem to be so good that the lethargic condition of capital seems hardly justified. The edge is taken off. It is not up to concert pitch. Why? Well, young men, you will have to go to the financial centers to find your answer. "In the financial centers they are awaiting the decisions of the United States Supreme Court in suits involving the anti-trust act. The Standard Oil and the Tobacco Trust cases have much in them that will affect the concentration of capital in enterprises. Then the opening of the tariff question in Congress has its relative power for depression. Regardless of this there exists in this country a very hopeful, optimistic feeling and with crops good and industry flourishing we look forward to a good year. "The great problem the railroads have to face, year by year, is the continual securing of funds for capital investments—new construction, permanent roadbed and other betterments. A railroad gets little for development work from gross earnings, and it should not. Its new construction belongs properly to an increase of capital. So to build, expand and grow it must have new capital. Tariff demands better conditions, the taking out of curves, the buying of terminals and stations. Wherever they have to do this, in this Western country, the value of railway terminal property is astounding. If ever a physical valuation of railway property is made the value of the terminals in the West will be an eye opener to the people, as well as to the stockholders. Investor Is Conservative. "The Harriman system authorized the expenditure of \$25,000,000 for betterments, extensions, double tracking and so on. It has not the money for this in the treasury. The company must sell securities for the most of it. The money will be expended out here if the securities sell. Capital is timid. The amount of improvements demanded of the railroads in the rebuilding of their property is astounding. There are lines to be shortened, curves to be taken out, grades to be lowered, all of which takes an enormous amount of capital. This capital must be furnished by the invest-

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