

BANK OFFICIALS FREED ON BONDS

Ex-President and Ex-Cashier of Vancouver Institution Furnish \$10,000.

2 COUNTS AGAINST EACH

H. C. Phillips and G. W. Daniels Charged With Receiving Deposits After They Knew That Bank Was Insolvent.

VANCOUVER, Wash., July 20.—(Special.)—Hugh C. Phillips, ex-president of the Commercial Bank of Vancouver and at present treasurer of the State Land Office here, and the ex-cashier, Gilbert W. Daniels, a nephew of Thurston Daniels, once Lieutenant-Governor of Washington, were arrested today by Sheriff Cross, charged with receiving money as officers of the bank after they knew it to be insolvent. Each was charged on two counts.

Both Phillips and Daniels are charged with receiving for deposit two accounts, one of \$400 from W. M. Farrell, and one for \$12,110 from Mrs. Mary E. Hamilton, on December 16, 1910. The next day was Saturday and the bank closed as usual at noon, but did not again open its doors.

Dr. C. B. Irwin, J. L. Mohundro, State Bank Examiner, took charge of the institution's affairs and was in charge for 36 days, when the appointed receiver, M. R. Kink, was appointed.

Phillips and Daniels appeared at the Court house this morning, knowing that the warrants were to be served soon as the information against them was filed. Daniels was arrested at 11:30 o'clock. His bonds were furnished by his mother, Mrs. Anna E. Daniels, and Dr. C. B. Irwin. Phillips was to have been arrested at 1 o'clock, but he was granted additional time to secure bonds and the warrant was actually served at about 5 o'clock in the office of a local law firm. Henry Cross negotiated the arrangements for bondsmen, who are Dr. and Mrs. H. S. Goodrich, and Mrs. George McCoy and Dr. and Mrs. J. P. Stowell. The two latter will sign tomorrow.

W. W. McCredie was to have been one of the bondsmen, but as he is an attorney he is barred.

Mr. Phillips has not yet retained attorneys, but said tonight that any statement from him will be made through his attorneys.

When Mr. Phillips was walking across the street to the office of Mr. Cross, a newsboy rushed up to him, yelling, "All about the arrest of Phillips and Daniels, the busted bankers." Mr. Phillips smiled grimly and walked on, not buying a paper. He was arrested just a few minutes later.

Bank Owed \$400,000. When the Commercial Bank failed it owed approximately \$400,000. Since the appointment of the receiver a 10 per cent dividend has been declared. The depositors of the bank held several meetings and appointed a committee and this committee engaged two expert accountants, J. W. Ferguson and J. V. Richardson, to go over the books. The County Commissioners appropriated \$500 to pay a special prosecutor, Martin L. Pipes, to assist in determining whether there had been anything criminal in the management of the bank.

As soon as the report of the accountant was made public, attorneys looked up the legal position involved and made out the warrants, which were filed today.

The case will probably be tried in October.

TELEPHONE DATA SOUGHT

Olympia Investigating Body May Order Inter-Company Lines.

PECULIAR CASE ARISES

Garnishment of Wages Affected; Neither Party Has Money.

SALEM, Or., July 20.—(Special.)—A peculiar case involving garnishment of the wages of a state employee in the fisheries department has arisen here, the result of which is that the garnisher and the one garnished are both without the money in question. The amount, approximately \$77 on two warrants.

Attorney W. P. Lord, Jr., secured possession of the warrants through garnishment proceedings, but they were unindorsed by G. E. Campbell, for whom the warrants were drawn. As a result, Attorney Lord has the warrants, but they will not be honored by the Treasurer because they are not properly indorsed, and Campbell will not indorse them. So far neither of the parties have received any money through the transaction and from present indications it appears that neither will unless Campbell relents.

SALEM, Or., July 20.—(Special.)—Stanford expert to mark 40,000 fry at Bonneville Hatchery.

ASTORIA, Or., July 20.—(Special.)—State Fish Warden Clanton, who was in Astoria yesterday, has been feeding eels to that kind of salmon at the Bonneville hatchery, and finds that the fry thrive on that kind of food. In two days' fishing at Oregon City six tons of eels were secured, and Mr. Clanton expects to get fully 20 tons before the season ends. As the deputies who patrol the river catch the eels, and the Warren Packing Company keeps them in cold storage free of charge, the cost of thus feeding the young salmon is very small.

Later in the season eels can be caught at Celilo. They are worthless to the fisher and have been a menace to health in certain seasons of the year, as hundreds of them die or are killed and float down the river, polluting the water.

Warden Clanton is arranging to mark 40,000 young bluebacks and about the same number of Chinook fry that will be turned out from the Bonneville hatchery this season, with a view to ascertaining if they return to the Columbia River and how long they remain a sea-run fish. Gilbert, the fish expert of Stanford University, is expected to arrive within a few days to superintend the marking of the fish.

MORRIS BROTHERS LOSE

FAILURE TO TAKE UP LEBANON BONDS COSTS \$2500.

By Delay Over Alleged Irregularity of Issue, Firm Forfeits Certified Check.

LEBANON, Or., July 20.—(Special.)—The City Council of Lebanon at its regular meeting Tuesday night declared forfeited to the city the proceeds of a certified check deposited with the City Recorder by Morris Brothers, of Portland, in the sum of \$2500 for their failure to purchase and pay for the \$70,000 of sewer bonds of this city recently sold to them by the Council. The bids for the purchase of the bonds were received and opened by the Council on April 4, 1911, and Morris Brothers were the highest bidder. The sale of the bonds was awarded to them on that date.

A few days after that time the proceedings of the Council leading up to the sale of the bonds and the provisions of the charter authorizing the issuing of the bonds were furnished to the buyers. After two weeks the matter of completing the sale of the bonds was taken up with the bond buyers and they then found some objections to the regularity of the charter enactment. They declined to take the bonds, declaring their attorney in the East had not or would pass favorably upon the legality of the bonds.

The record was then submitted to Portland attorneys, who gave a favorable report on the legality of the proceedings and declared the bonds legal. As a result of the opinion of the Portland attorneys the Council by resolution last night declared a forfeiture of the certified check deposited as a guarantee that the purchaser would take and pay for the bonds.

Other persons have agreed to buy the bonds and the Recorder has been directed by the Council to readvertise for bids for their purchase. It is the purpose of the city to resell the bonds as soon as possible so that the work of building the sewer system can begin within a month.

Recently the Lewis County Grange, which originally opposed the fair on account of the Lewis County Commissioners making an appropriation for the association, got into line and will this year co-operate with the grange in an exhibit. The grounds are in better shape than ever before and the buildings painted.

SALEM, Or., July 20.—(Special.)—Samuel Hill, who has gained a national reputation in connection with his road work in Washington, has advised Governor West that, owing to the great interest that has developed in Oregon as to roads, he stands ready to co-operate in any manner possible with the Oregon authorities and give Oregon the benefit of his experience.

Arrangements have been made for a dinner to be given in Portland, Thursday evening, at which time Mr. Hill will be present, as well as Governor Grant B. Dimick, of Clackamas, and C. T. Prall, of Multnomah. The latter three are members of the committee organized by the Governor to co-operate in constructing a road between Portland and Salem.

White Parents Are Gone House on Isolated Ranch Is Destroyed.

ABERDEEN, Wash., July 20.—When Mr. and Mrs. J. Howard returned Monday night from the little village of Melbourne, where they had gone earlier in the day for provisions, they found their North River ranch home in ruins and their infant daughter burned to death.

The babe had been left in the care of neighbors' children. No details are known here. Knowledge of the tragedy was received here in a letter today. North River is an isolated section with no wire or telephone communication.

2 JOBS BRING ONE SALARY Veterinarian and Sheep Inspector Denied Double Pay.

SALEM, Or., July 20.—(Special.)—That W. H. Lytle, State Veterinarian and Sheep Inspector, is entitled to but one salary is the opinion of the Attorney-General, given today for the benefit of Secretary O'Leary.

The Attorney-General holds that inasmuch as he is holding both positions as one official, he is entitled to but the single salary.

Fine Trunks, Suit Cases and Traveling Bags For Vacation Needs at Reduced Prices

Sale Playing Cards, Stationery and Fountain Pens

- 35c "Woodlark" Playing Cards, scenic back, gilt edge...25c
50c Congress Playing Cards...39c
50c 500 Playing Cards, 64 cards...39c
50c Pinochle Playing Cards, 64 cards...39c
25c Bicycle Playing Cards...19c
25c Bee Playing Cards...19c
25c Maseotte Playing Cards...19c
15c "The Best" Playing Cards for...12c
15c Buster Brown Cards...12c
15c Fauntleroy Playing Cards, at...13c
\$1 Scotch Clan Playing Cards, at...69c
75c Salon Playing Cards...49c
10c Steamboat Playing Cards...5c
Sanitary Drinking Cups, paper, 1c each...5c
Sanitary Drinking Cups, Aluminum...5c, 15c, 25c
Portland Souvenir Book, new...25c
Tourist Package, containing 6 towels, 1 comb, 1 wash cloth and soap, per pkg...10c
"Woodlark" Letter Files...35c
\$1 doz. Chief Engineer Drawing Pencils...69c

Waterman, Conklin self-filling and "Woodlark" Fountain Pens. Half-pint Fountain Pen Ink free with each \$1.50 "Woodlark" Pen. Pens filled free.

Complexion Beautifiers at Special Prices

- \$1.00 Scheffler's Colorine...59c
50c Capillaris...30c
50c Camelline...29c
50c Dieck's Creme De Lis...29c
50c Pebecco Tooth Paste...29c
25c Sanitol Tooth Paste...11c
50c La Blanche Face Powder for only...32c
50c Malvina Cream...32c
25c Sanitol Cream...19c
25c Euthymol Tooth Paste, 10c

READ EACH RARE BARGAIN FOR TODAY AND TOMORROW

Each one means a saving to you which, in the aggregate of a day's buying, will amount to a comfortable sum. We sell only goods of known worth at prices that make eager buyers. With especial pride we offer goods bearing the "Mark of Merit." Our guarantee and our reputation of nearly a half century is behind each preparation; each is put up with infinite skill and care. We cordially invite you to visit us—to shop with us at your leisure, where you will be served gladly and helpfully.

Reductions in Fine Bathing and Rubber Goods

- \$2.50 Silk Bathing Caps...\$1.39
\$2.00 Silk Bathing Caps...73c
\$1 and 75c Silk Bathing Caps, choice for...50c
50c Bathing Caps...38c
15c and 25c Bathing Caps...11c
60c and 75c Bathing Shoes, your choice...35c
35c Bath Towels...21c
50c Bath Towels...31c
75c Bath Towels...49c
\$1.25 Bath Towels, Christy...89c
\$1.75 Bath Towels, Christy, for...\$1.29
\$1.50 Fountain Syringe...\$1.19

A new line of Rollups from 50c to \$3.50 each.

- 50c Rubber Gloves...33c
\$1.85 4-qt. Water Bottle...\$1.29
85c 2-qt. Water Bottle...57c
\$1.50 Rubber Balls...\$1.00
\$1.00 Rubber Balls...75c
\$8 and \$10 Children's Folding Bath Tubs...\$3 and \$3.98
25c and 35c Floating Toys...19c
40c Floating Toys...25c
Floating Toys 5c, 10c, 15c and...20c
\$1 Bathing Suit Bags...75c

Thermos Bottles \$1.50 Up Thermos Lunch Kits keep your luncheon fresh and appetizing, and your beverage either hot or cold, as you like. We show all kinds of Thermos products.

"The Mark of Merit" Remedies That We Recommend

- Simm's Poison Oak Salve...25c
Antiseptic Witch Hazel, for stings and bites...25c
Sodium Phosphate, a blood cooler...25c and 35c
5 Gr. Lithia Tablets...25c
Beef, Iron & Wine...50c
Cooper's Sarsaparilla...75c
Cooper's Blackberry Cordial...25c and 50c
Peerless Diarrhoea Remedy, 25c and...50c
Witch Hazel Cream, for sunburn...25c and 50c
Toxido, for that Poison Oak, at...25c
1-lb. Can, shaker top, Borated Talcum...35c
"Woodlark" Syrup Hypophosphites...\$1.00
Peroxide Foot Powder...15c
Strawine Hat Cleaner...25c
Mosquito Lotion, for bites and stings...25c

How Are Dolly's Teeth?

We want every little girl in Portland to bring papa or mamma today or tomorrow and receive a present of a beautiful little dolly's tooth brush. Now, don't forget.

Standard Seasonable Remedies Are Cut Deeply

- 10c Bromo Seltzer...5c
\$1.00 Eno's Fruit Salts...71c
25c Chamberlain's Colic Cure at, the bottle...15c
\$1.00 Listerine...59c
50c Syr, Figs, genuine...29c
\$1.50 Johnson's 6088...\$1.25
50c Porter's Healing Oil...33c
\$1.00 McAllister's Liniment, 71c
25c Eagle Brand Milk...12c
75c Antiphlogistine...56c
75c Dioxogen...57c
50c Garfield Tea...33c
15c Marmol's Herb Tablets...69c
25c Miles' Pain Pills...16c
50c Tiz...36c
\$1.00 Pierce's Favorite Prescription...50c
50c Foley's Kidney Pills...33c
75c Marmola Tablets...54c
75c Mellin's Food...55c
25c Hire's Root Beer, ext., 15c
50c Wyeth's Sodium Phosphate for...25c

Guaranteed washable chamois from 25c to \$2.50 each.

Made in Merry England 25c Pints English Ale, \$1.75 per doz, each...17c
15c 1/2 pints English Ale, \$1.25 per doz, each...11c
15c 1/2 pints English Stout, \$1.25 per doz, each...11c

Mark Cross English Gloves and Leathers

Excel Others in Style and Quality Standard Household Drugs Are Reduced

- 15c Washing Ammonia, bottles...9c
40c Crude Carbolic Acid, bottle...33c
25c Carbolinum, bottle...20c
50c Chloro-Bromine, Disinfectant, bottle...40c
25c En-gin-ol (for Lawn Mowers), can-oil free...20c
25c Pacific Sea Salt (Take a salt water bath at home)...20c
10c Sal Soda (Just the thing for hard water) pkg...6c
25c Glycerine and Rose Water, bottle...10c
40c Witch Hazel (Dickinson's best), bottle...33c
10c Camphorated Chalk Powder, package...6c
10c Soap Bark, pkg...29c
35c Absorbent Cotton, lb...6c
25c Bay Rum, bottle...16c
10c Whiting (a good polisher for knives and forks)...6c
25c Boraxo, pound...19c
10c Moth Balls, pkg...5c
10c Borax, pkg...6c
50c DeKafa (A new kind of coffee), pound...45c
10c Sulphur (powdered French), pound...6c
20c Boracic Acid, pkg...14c

A 25c can of "Radio" free with each 50c purchase at these cut price articles.

Clean Clothes, Hair, Hands and Teeth

- 35c Tooth Brushes...15c
75c Hair Brushes...39c
75c Ladies' Dressing Combs for only...49c
\$1.25 Hand and Nail Brushes at, each...87c
\$2.50 Cloth Brushes...\$1.79

We carry a complete stock of Parisian Ivory Goods and will engrave one initial free of charge on each piece on all orders of \$2.50 or over.

RATE NOT REDUCED

Freight Charges on Palouse Wheat to Remain Same.

PROFIT DECLARED SMALL

Oregon & Washington Railroad Declines to Lower Grain Tariff to Seattle and Tacoma—Official Tells Reason.

TACOMA, Wash., July 20.—(Special.)—There will be no reduction in wheat rates to Seattle and Tacoma from points in the Palouse country on the Oregon & Washington Railroad lines this year. The decision was made today at a conference between R. B. Miller, traffic manager of the Harriman lines in Washington and Oregon, and members of the traffic bureau of the Commercial Club. After the position of the traffic bureau was explained Mr. Miller said the railroad company could not afford to make a reduced rate with any profit to the company on account of the additional haul from Portland to Tacoma.

"Since the rate on grain from these Eastern Washington points is but 13c to 15 cents a hundred to Portland, there is not sufficient margin of profit to justify the company's inaugurating a tariff which would compel it to haul the wheat through Portland 142 miles more to Tacoma or 182 miles to Seattle," said Mr. Miller in announcing the decision.

SUSPECT IS GRILLED

DENIAL OF MAN HELD IN YORK CASE UNSHAKEN.

Clew in Which Morgan Hints Stranger Was at Scene of Murder Is Doubtful by Officers.

GRANT'S PASS, Or., July 20.—(Special.)—Grilling for three hours today by the Prosecuting Attorney failed to shake the story of Mike Morgan, alias Halley Wilkes, who is held here charged with the murder of John E. York, his employer, on the night of July 13. Clothes from York's body were taken from the grave and, with the rope and chain that bound the body when it was found floating in the Rogue River, were exhibited before the prisoner. Morgan said that he recognized the overalls and suspenders that were stripped from the dead man, but denied ever having seen the rope and chain.

Blood stains were discovered on the trousers of the prisoner. He declared he had had an altercation with a woman, who hit him on the face, causing blood to flow. When confronted by Blanche Miller, the woman Morgan blamed for his injury, he persisted in the assertion, although the woman said that she had never before seen Morgan. Throughout his long ordeal his answers were contradictory and officers believe that Morgan will confess.

Morgan, at the county jail, after sitting for a picture, said that he would like to see the man who helped him load up the wagon the morning of July 14, when he left the York camp with the six horses. That the hint may be a blind to throw the officers on a wrong tack in collecting evidence in the case, however, is credited. The fact that Morgan has, up to this time, made no reference to a second person would indicate that the man who "helped him load up" is a product of his own imagination.

Morgan was a private in Company H, Fifteenth United States Infantry, and says he deserted from the Army at Fort Douglas a year ago and went to Sacramento. His mother and two brothers live at Mount Carmel, Ill.

He was told that witnesses would swear that they saw him drag the body to the river and answered that they might do so, if they were mean enough and wanted to.

He willingly posed for a picture for an Oregonian correspondent.

MAN'S ONLY SON KILLED

Letter Tells of Health, Telephone Carries Word of Death.

SEATTLE, Wash., July 20.—(Special.)—Henry Powell McClure, only child of Mr. and Mrs. Walter A. McClure, is reported to have been killed in an accident at some point on Lake Chelan. Tidings came late today in a telephone message from Stehekin, that the boy had been badly injured. A later bulletin said that he had died.

Mr. McClure at once left Seattle for Lake Chelan. Little Powell would have been 7 in September. He and his mother had been on the lake for about a month. A letter from them received today indicated that they were both in the best of health.

We'll Soon Move

The new addition to our present quarters will soon be ready for us. Before we close our doors to rearrange stock for the larger store, we are making exceptionally marked reductions.

\$3.50 For the pick of all \$4.50 lines

\$3.15 For the pick of all \$4.00 lines

\$2.95 For the pick of all \$3.50 lines

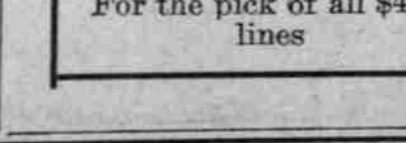
\$4.95 For the pick of all \$6.00 lines

\$3.95 For the pick of all \$5.00 lines

Positive reductions to almost cost on all Children's Shoes

Make Your Choice While All Lines, Sizes and Styles Are in Fine Condition

Cain-Rice Shoe Co. Washington St. at Seventh—Northwest Corner



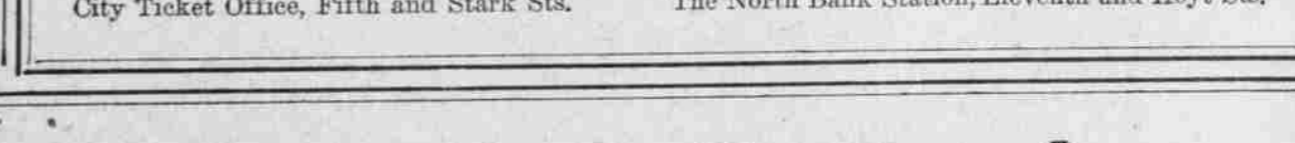
COOL DAYS BY THE SEA AT CLATSOP BEACH

Seaside Gearhart Columbia Beach

First-class Hotels at Gearhart and Seaside. Camps and Cottages. Surf and plunge bathing, fishing, motor-ing, tennis, golf and other sports. Business men spend week-ends at the Beach without loss of office time.

"Seashore Limited" Leaves Portland 9:20 A. M. Daily. "Week-End Special" Leaves Portland 2:30 P. M. Saturday. Other Trains Leave 8:00 A. M. and 6:30 P. M. Daily.

ROUND TRIPS, \$4.00 DAILY, \$3.00 SATURDAY AND SUNDAY. City Ticket Office, Fifth and Stark Sts. The North Bank Station, Eleventh and Hoyt Sts.



Big Alteration Sale SHOES

At Big Reductions That Please Everybody. The Smartest of the Prevailing Styles in All Sizes and Leathers.

- ALL OXFORDS AND PUMPS \$4.95 For the pick of all \$6.00 lines
\$3.95 For the pick of all \$5.00 lines
\$2.95 For the pick of all \$3.50 lines

Positive reductions to almost cost on all Children's Shoes

Make Your Choice While All Lines, Sizes and Styles Are in Fine Condition

Cain-Rice Shoe Co. Washington St. at Seventh—Northwest Corner

