

TESTIMONY ENDS IN "LOGGERS" TRIAL

D. B. Townsend, Called in Rebuttal, Denies Having Said Squatters Had Rights.

GOVERNMENT'S FIGHT TOLD

Witness Declares That Search of Records Showed Railway Paying Taxes on Land It Sold, Omitting to Protect Holdings.

That he had never given a shred of encouragement to applicants for timber claims within the Oregon & California Railroad land grant in Oregon, but that he had discouraged them, was the testimony given in United States District Court yesterday by D. B. Townsend in the trial of W. F. Minard, of Portland, and J. W. Logan and E. J. Sellers, of Tacoma, accused of fraudulently selling "logcations" on lands within the grant.

SCENE IN UNITED STATES DISTRICT COURT YESTERDAY AS GOVERNMENT WAS CLOSING ITS CASE AGAINST MINARD, LOGAN AND SELLERS.



Judge Bean on Bench, D. B. Townsend on Witness Stand at Right, Jury in Front of Mr. Townsend, Defendant J. W. Logan Directly in Front of Judge Bean, Attorney Dennis at Logan's Left in Foreground, Left to Right—Deputy United States Marshal Armatage, Defendant W. F. Minard, Claude Strahan, Minard's Attorney, John E. Ryan, Sellers' Attorney; Assistant United States Attorney Rankin, Special Lead Office Agent Arundell, United States District Attorney Reames.

Evidence in Rebuttal. "I have always held that the provisions of the grant were enforceable only by the United States Government," said Mr. Townsend, questioned by District Attorney Reames adding that the Government's attitude throughout the suit had been for absolute forfeiture.

Mr. Townsend, as special assistant to the Attorney-General, was in charge of the Government's successful suit against the railroad company for the forfeiture of the lands, and came from Wyoming to be a witness. He resigned as special assistant last April to enter private practice.

2 GIRLS "KIDNAPED"

St. Johns Children, Hysterical, Accuse Men.

AUTO DRIVE PROMISED

Clara Young, 11, and Viola Gray, 13, Rush From Hills to Willbridge to Tell of Escape From Trio After Episode.

Two little girls, hysterical and hardly able to speak, rushed down the hillside and into the first house they could find at Willbridge, close to the Standard Oil Company's works near Linnton, last night, declaring they had been kidnaped by three men at St. Johns. The men told them they would be taken for a nice automobile drive, said the girls, and then, crossing the river by the ferry, took them up into the hills. Here they finally started to build a fire. This caused the girls to become alarmed and while the men were collecting fuel they made their escape.

The girls gave their names as Clara Young, of 1148 South Jersey street, St. Johns, aged 11, and Viola Gray, of 1290 South Ivanhoe street, St. Johns, aged 13. Viola Gray is an adopted child.

From the girls' story, as reported by A. C. Wright, proprietor of a cafeteria at Willbridge, it would seem that Clara Young was going to have a birthday party and was on her way to the other girls' home when she found her guests to be seated in an automobile, talking to three men. They told her they were going for a nice automobile drive and that she had better accompany them.

To this the girl assented, so all took their seats and drove off. They crossed the river by ferry and then, coming to the hills, the men suggested climbing them.

The girls accordingly got out of the automobile with the men and went up into the hills. As time wore on, though, they began to get alarmed and to worry about getting back. Their fears were increased when one of the men suggested building a fire. As soon as the men's attention was taken up by collecting material for a fire, the girls fled down the hill as fast as they could, eventually emerging just by Willbridge and taking refuge in the house of Mr. and Mrs. E. R. Walker. Mr. Walker is the telegraph operator at Willbridge.

Mrs. Walker informed Mr. Wright of what had happened and he immediately telephoned the Marshal at Linnton. Sheriff Word also was notified.

The girls say that they can give a definite description of the men, but they failed to get the number of the cars. It is thought that beyond the fright which their experience has given them the girls were not harmed.

BANKS NEED NO HELP

CONCERTED ACTION NOT TAKEN ON FEDERAL TREASURY OFFER.

First National Notifies Secretary McAdoo It Will Not Borrow—Lumbermen's Makes No Move.

Portland National banks have not taken any concerted action in regard to asking for a part of the \$34,000,000 in Government funds which Secretary of the Treasury McAdoo has announced will be deposited in National banks throughout the country to facilitate the movement of crops and promote business generally. One bank, the First National, has sent word that it does not desire any of the money.

"We don't feel that it is necessary," said L. Mills, president of the First National, last night, "so have informed the Secretary that we do not want to have any of the money deposited with us. Our consolidation with the Security Savings & Trust Company has left us in such condition that we would have no use for the money this year. We have notified Mr. McAdoo accordingly."

E. G. Crawford, vice-president of the Lumbermen's National Bank, said

WARRENTON WINS WATER

Votes Favor Gravity System From Lewis and Clark River.

WARRENTON, Or., July 27.—(Special.)—At a special election held here today, and by a majority better than 12 against 1, the freeholders of this city voted in favor of the question:

"Shall the City of Warrenton, through its water commission, be authorized to issue and dispose of \$150,000 worth of 20-year 8 per cent bonds for the purpose of constructing a gravity water system from the Lewis and Clark River, by way of Port Stevens and New Astoria, (Hammond) to the City of Warrenton, which is estimated to cost \$150,000, for the purpose of constructing said gravity water system?"

Bids for the bonds will be opened August 1. The proposed water system is intended to furnish water for the Government at Port Stevens, the towns of New Astoria, Flavel, Warrenton, Clatsop, Gearhart and the City of Seaside.

An election to release from the town of Clatsop the properties known as Flavel and Skimmon will be held in August, following which the released territory and Warrenton will be organized if the release is approved by the voters.

ASTORIA POST INSPECTED

Quarantine Station Scanned by Federal Builder to Find Needs.

ASTORIA, Or., July 27.—(Special.)—William A. Newman, of San Francisco, superintendent of construction of public buildings for the Government, is here inspecting the Federal Quarantine Station to gather data with a view of recommending what improvements shall be made at the station.

Some time ago Dr. Ebert, the local quarantine officer, reported the urgent necessity for additional buildings at the station. Assistant Surgeon-General Giemann inspected the station later and his visit was followed shortly afterwards by Mr. Adams, of the architect's office. Both reported in favor of the proposed improvements. Among the new buildings needed are barracks for first cabin, second cabin and steerage passengers, and for crews of quarantined vessels.

DEATH GRAZES NOBILITY

Duke of Connaught, Duchess and Princess in Motorboat Mishap.

OTTAWA, Ont., July 27.—That the Duke of Connaught, retiring governor-general of the Dominion of Canada; the Duchess and Princess Patricia, their daughter, narrowly escaped drowning last Saturday, became known here today.

Two motorboats, in which they were sailing on the Lake of the Woods at Kenora, struck floating logs with such speed that holes were driven through their sheathing and they began filling. Motorboats, seeing the accident, speeded to the rescue, taking the Duke, his family and suite off the boats just before they sank.

NOVEL HEROES INSPIRE

Patrolman Thinks He Spoiled Plot of Boys to Become Robbers.

A dime novel holdup plot may have been foisted early yesterday by Patrolman Myers, when he found four boys under the Harriman bridge apparently planning careers as "sticker" men. The boys were George Kilduff, William Murphy, Forest Servant and Roy McIntyre. On McIntyre was found a revolver, and he was charged with carrying concealed weapons. Kilduff was remanded to the Juvenile Court yesterday, and Municipal Judge Stevenson took the other three cases under advisement. The boys said they had been reading dime novels, and were merely talking them over.

Standard's Dividend Extra

NEW YORK, July 27.—An extra dividend of 3 per cent was declared today by the Standard Oil Company of Indiana in addition to the regular quarterly dividend of 3 per cent. An extra dividend of the same amount was declared last quarter.

RATES ONE-SIDED

B. E. Kennedy, Back From Canada, Talks of Tariff.

Traveler Says United States Is Liberal and Dominion Grasping. Oil Craze Creates Fortunes and Shatters Minds.

"To learn something of the way that Canada is reciprocating with the United States in tariff matters, one should take a trip into Canada," said B. E. Kennedy, prominent local Progressive, yesterday, having just returned from a two-months' visit in Calgary.

"We have in some cases reduced and in others eliminated the tariff on Canadian goods and products," said Mr. Kennedy, "but if we ship an automobile into Canada we pay a 35 per cent duty. The duty is about 20 per cent on a typewriter. There is 55 per cent on tobacco. Show companies going back from the United States into Canada pay 15 cents a pound on their printed paper."

"The manufactured products of the United States are much superior to Canadian manufactures, and the result is that a great deal of American machinery is shipped from here into Canada at a high import tariff."

"A short time ago the machinery for a flouring mill was shipped from the United States to Medicine Hat, The duty was something over \$30,000."

"The machinery duty \$30,000. One old homesteader's example. A year near land owned by him, and one company having struck oil, he deemed it wise to go to Calgary and safeguard his interests."

"Oil has not been found on Mr. Kennedy's land, but is flowing from wells a few miles distant."

"When the strike was made everybody went crazy, some of them actually," said Mr. Kennedy. "One old homesteader's sold his land out for a big price, and is now in an insane asylum from the excitement of sudden riches. Another man, who was badly in debt, but who had some oil leases, sold out for \$60,000. He went to Banff, rented a whole floor of the hotel, and proceeded to follow the homesteader's example. A stenographer in the Canadian Pacific offices sold her leases for \$60,000, half cash, half stock."

"There have been a number of such rapid rises to wealth, but the one who has profited the most from the boom is W. S. Herron, who is now rated at \$8,000,000."

"Natural Gas Everywhere. Mr. Kennedy says the country is full of natural gas, there being a number of places where it may be ignited by holding a match to a crevice in the earth. It is used for lighting in nearly all the cities, and is such a cheap commodity in Medicine Hat that the lights are allowed to burn day and night, which is considered more economical than to hire a man to turn them out."

"Almost the entire province of Alberta has been filed on for oil," Mr. Kennedy says. The filings run from 200 miles north of Calgary to the American line, and from the Rocky Mountains 150 miles eastward.

"A very large percentage of these claims never will amount to anything," said Mr. Kennedy, "and the same is true of many of the companies that have been formed. However, within the next year it will be determined as to the quantity of oil available, and proper and painless manner, but the charges that his technique was both negligent and unskillful. Too much cocaine, she says, was injected into her

ATTACK ON LAW FAILS

JUDGE WOLVERTON DISMISSES SUIT TO TEST BLUE SKY ACT.

Right of State Official Ruled on, but Constitutionality of Act Is Not Passed Upon.

By an opinion rendered in United States District Court yesterday, Judge Wolverton dismissed the suit of the National Mercantile Company against Corporation Commissioner Watson. The suit sought to restrain Commissioner Watson from enforcing the Oregon "blue sky" law, as against the operations of this concern. District Judge Bean and Circuit Judge Gilbert heard the case with Judge Wolverton, but Judge Wolverton wrote the opinion.

The opinion has no weight as affecting the constitutionality of the law, which the National Mercantile Company, a Vancouver, B. C. corporation, seeks to have declared unconstitutional. The judges simply decided that the company came within the scope of the law, as in their opinion it transacted business in Oregon, and that the company, not having complied with the law and having no standing as an Oregon corporation, could not bring suit to nullify the law.

Judge Wolverton found that while it had not been proved, as the attorneys for Commissioner Watson had contended, that the bill was a lottery, there was doubt as to its legitimacy.

Judge Wolverton sustained the contention, made last March by Commissioner Watson, when he said that the Oregon law, which would have to be considered in granting it a license to do business in Oregon, were "fatally defective."

JOINT HOSPITAL IS UP

CITY AND COUNTY OFFICIALS TALK OVER PLANS WITH DOCTORS.

Land Donated by O.-W. R. & N. to Be Used for Site for New Building if Proposal Finds Favor.

Plans for the co-operation of city and county officials and those of the medical college of the University of Oregon in the erection of a city and county hospital were the principal features of the joint meeting of members of the City Commission, the County Commission and the School Board last night.

Dr. K. A. J. Mackenzie, dean of the college of medicine, according to Commissioner Holman, reported his willingness to assist in the realization of the project. The plan, roughly outlined, is to have the hospital erected on the ground recently acquired by the college of medicine through the gift of the O.-W. R. & N. Company.

"The interests of the city and county are identical," said Mr. Holman, "and there is no reason why they should not co-operate in carrying it out. At present, neither has really ad-

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MOUNT HOOD RESORTS HOTEL DE GOVERNMENT CAMP At foot of Mount Hood; fine view. All climbing starts from here, best accommodations, excellent cuisine. Special rates to families for the Summer months. Saddle horses, lawn tennis, finest fishing and hunting grounds. Our own dairy, poultry and garden truck. Electric light, telephone. For daily auto stages, phone Tabor 228 or 121. EMIL FRANZETTI, Prop., Howe, Oregon.

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TAWNEY'S MOUNTAIN HOME Formerly Mountain Hotel. Ideal spot. Hunting, fishing, camping privileges, saddle horses, home cooking, etc. \$2 per day, \$10 per week. Sunday chickens. F. H. TAWNEY, Prop., Welch F. O., Oregon.

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MT. HOOD BY AUTO Daily to Mt. Hood resorts: R. T. \$5; Gov. Camp, \$7.50; special round trip, 6 or more, including hotel, \$12.50 and up. \$12 each, including hotel, tickets and information at ROUTLEDGE SEED & FLOUR CO., 109 Second St., FRANKLIN, MAIN 3956, A 2811, or Reliance Garage, 1063 Hawthorne ave. Phone Tabor 2948.

WELCH'S HOTEL Oldest resort in the Mount Hood district. Good water, airy bungalows, excellent cuisine, hunting, fishing, horse-back riding, etc. Rates \$2 per day, \$10 per week. W. E. WELCH, Prop., Welch's F. O., Oregon.

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equale equipment. It will be necessary for us to work out a plan if we are to go into it jointly, within the next few months, so that provision can be made in the next budget." Dr. A. W. Smith, of the School Board, spoke heartily in favor of the plan as advanced by Mr. Holman, and further information will be submitted at the next joint meeting.

The matter of endeavoring to secure new legislation which will make it possible for the city to take over from the county the maintenance and operation of bridges and ferries in Portland was also discussed.

Ridgefield Defeats Floral Hill. RIDGEFIELD, Wash., July 27.—(Special.)—By acquiring a four-year lead in

the first inning of the last game of the series, which practically won the contest, the Ridgefield Grays sent the Floral Hill Rounders further down the percentage column. The score was 7 to 4. Mitchell, of the Rounders, blew up with a bang, and before three outs had been negotiated the whole Ridgefield team, except one, had come to bat in the initial inning.

Laborer Hit by Motorcycle. D. Bodage, a laborer in the employ of the Portland Railway, Light & Power Company, escaped with severe bruises yesterday, when he was struck in the stomach by a motorcycle at Third and Madison streets. He was taken to St. Vincent's Hospital by the Ambulance Service Company.

"I had distress after eating and frequent headaches. Chamberlain's Tablets relieved me as soon as I began taking them three years ago. One bottle of these tablets cured me."—Mrs. Edward Raifsnider, Washab, Ind.