MR. MENEFEE GALLS FINANCING HONEST

Cashier Patents Held Valid by Lawyer, Witness Says, Explaining Details.

INVENTOR IS EXONERATED

Thomas Bilyeu Had Nothing to Do With Stock Sales Is Testimony. Transactions of Company Discussed in Detail.

For the fourth successive day Frank Menefee continued to testify in his own behalf before Federal Judge Bean Tuesday in the United States Cashier Com-

pany trial.

He was on the stand all day. Much of the time, however, was devoted by attorneys for the defense to the introduction and reading to the jury of a mass of correspondence between Mr. Menefee and John F. Robb, patent attorney, of Washington, D. C., relative to patents on the company's coin-handling machines.

"Did you rely on Mr. Robb for your information as to patent protection and rights?" questioned Attorney William M. Cake. pany trial.

"Absolutely. We hired him for that work."

work."

"Was there ever any misrepresentation of your patent rights to the public or anyone else?"

"No. sir. there was not," returned Mr. Menefee with emphasis. "We simply told persons who inquired how things stood. I frequently referred them to Mr. Pobh."

Assurance Is Quoted.

Some of the letters spoke of possible infringements, but Mr. Menefee said that when he went to see Mr. Robb, in 1912, about these possible infringements, the attorney assured him that patents already held afforded "a world of protection."

that patents already held afforded "a world of protection."

Of the application for a patent to the so-called lightning change maker, intended to be used for making change en atreetcars, Mr. Menefee said it had originally been prepared in March, 1311, "It was sent to the inventor to be to be sent to Mr. Robb for filling. signed." explained Mr. Menefee, "and I supposed it had been sent back to Mr. Robb and entered in the Patent Office. In some way, however, it was mislaid and was not sent back for about a year.

about a year.
"I didn't find this out until Mr. Robb BUNCO GAME CHARGED alled our attention to it. A patent has been granted on this application.

He declared that all the company's machines were constructed on the same

broad basic principle.

"Some were different mechanically, but the basic principle on which they operated was the same," he said.

Testimony Clears Mr. Bilyeu.

As to keeping the books straight it was necessary to charge such certifi-cates against someone until they were settled for and canceled, he explained. Mr. Baker suggested opening this account. The certificates were then charged against Mr. Menefee personally, while their status was kept track of on the special account. Similar accounts he said, were opened covering the activities of salesmen.

the activities of salesmen.

Mr. Menefee said that he turned over to Mr. Baker to hold, for the company, a certificate of 5000 shares of his own stock, part of the 15.000 shares he received from the company under his agreement for financing it. When he made sales of his private stock, he went on to explain, he took treasury stock of the company and charged up against himself the amount of stock in each such transaction on this special account.

Cempany Called Protected.

The company was fully protected, he said, because at any time a settlement was desired, the number of shares charged to him on this special account.

Charles Dixon, arrestetd Monday night by Chief of Police Shaw, is the first man held under the provisions of the new famous state prohibition law, although that measure does not go into effect until the first of next year.

Dixon was taken before Fred Meyer today, president of the Council, who acts as police judge in the absence of Mayor Jones and Recorder Loder, and entered a plea of guilty. He was sentited to 10 days in jail and a fine of \$15, but \$10 of the fine was remitted and the jail sentence was suspended upon the payment of \$5.

The ordinance, in practically every detail, is a copy of the new law.

The company was fully protected, he said, because at any time a settlement was desired, the number of shares charged to him on this special account could be taken out of his own 5000-share certificate held by Mr. Baker for the company; the advantage of the arrangement being to simplify bookkeeping, so that every time he sold a few shares it would not be necessary to go through the transaction of subtracting their amount from the 5000-share rtificate and having a new certificate

He then testified that early in 1913 Mr. Campbell said he could sell stock to Eugene parties if the price was made attractive. The stock sold was his own stock, he said; as Mr. Campbell asked for certificates for certain per-sons, he took treasury stock and charged it against himself on the spe-

Mr. Campbell, the witness said, was asked several times for a statement of the sales he had made, but the matter was put off. Mr. Menefee went East in September, 1911, and remained until May, 1914, with the exception of a few weeks in December.

Figures Largely a Guess.

In the meantime, he said, the directors wanted the special account closed up. When he returned in Deember, Mr.

Mr. Campbell had paid me quite a lot more, \$4585 more than appeared to his credit on the special account." Mr. Menefee testified that the com-

Mr. Menefee testified that the company also owed Mr. Campbell about \$2200 at the time on money he had advanced to it, which, with the \$4900, made approximately \$7100 more that Mr. Campbell had paid in to the company than he had received credit for.

Mr. Campbell, he said, sold a total of \$465 shares, at an average price of \$8.57 a share, taking into consideration the fact that the company owed him money, for \$21,785, and he had credited him with only \$11,576. He rebated to Mr. Campbell \$5200 in company notes on money owed him, he said, leaving the balance of \$4855. On the stock he had marked on the special account at \$4 and \$6 a share, Mr. Menefee said, there really was due the company nearly \$11 a share, except on a block of 1475 shares sold for \$4 a share, and

ABERDEEN PROGRESSIVE RE-PARTY.



Carl C. Springer.

ABERDEEN, Wash, Aug. 11.—
(Special.)—Carl C. Springer, of Aberdeen, Wash, former Progressive party leader of South-western Washington, has returned to the Republican party. He is one of the youngest politicians in the State of Washington being 23 the State of Washington, being 23 years of age. He announces that he is going

to stump the state next year and do all in his power to win a Re-publican victory, from Constable to the President of the United

he testified that the amount he thus in error he had made good to company.

DETECTIVES ARREST TWO MEN WHO GIVE SAME NAME.

Prisoners Accused of Working Fraud

History of Account Told.

The account was opened in 1912, he said at the instance of Edward C. Baker, then auditor of the company, who objected to the system in vogue of making out separate memoranda of stock certificates that had been issued but not paid for, because the memoranda were frequently lost and the books could not be kept balanced.

As to keeping the books straight it

portunity.

Detectives say that Henry Snyder No.

1 used his employment game to fleece
two women a few days ago. He signed
them up for jobs as cooks and they
were unable to locate the jobs.

Dry Law Used First Time.

OREGON CITY, Or., Aug. 11 .- (Special.)—Charles Dixon, arrested Monday night by Chief of Police Shaw, is the first man held under the provisions

NEW YORK, Aug. 11.—(Special.)—
Fifty-two million dollars in gold is on
its way here from Hallfax to strengthen
English exchange in the American
money markets. The amount was
given tonight by R. E. M. Cowie, vicepresident and general manager of the
American Express Company.

American Express Company.

The gold was conveyed with great secrecy from England by warships in command of Admiral Beatty, J. P. Morgan & Co. the consignees, refused in-formation as to the shipment. Demand sterling suffered further depreciation at the opening of today's foreign exchange market, declining to 4.75%, but later advancing to 4.76%.

Russia Tightens Passport Rules.

WASHINGTON, Aug. 11.—Russia, following the lead of her allies, has

Retail Grocers' Body Opens Campaign to Reorganize Yamhill Institution.

SPEAKERS ALLEGE ABUSES

Resolution Adopted at Manchester Hall Meeting Calling for Forming of Organizations to Promote New Mart

fected by the market shall be repre-

Reorganization Is Plan. "The aim of the movement is not to abolish the Public Market," he said at the meeting, "but to reorganize it in such a way that the abuses that ex-ist in it may be abolished and it may be operated in a manner in keeping with the principles under which it was founded."

Instead of the public market being, as was intended, a place where the small producer can sell his produce

small producer can seil his produce direct to the consumer, speakers declared that it has become, to a large extent, a place where "ringers" and commission men operate in violation of the actual provisions of the ordinance creating the market.

"I favor a market where the individual who cannot get in touch with his customers in a satisfactory manner through the established channels can come and sell his stuff direct," said J. W. Caldwell, vice-president of the Grocers' Association, "but for the city to give free lights, free cartage, free rent, free everything, to a bunch 35 per cent of whom are ringers is not right."

\$40 a Day Pay Alleged.

\$40 a Day Pay Alleged. R. G. Duncan, secretary of the association, asserted that in one case which he was able to cite a landlord renting farm land to two Japanese men acted as their agent in the market and drew down \$40 a day, instead of the \$2 a day which was named in the affidavit filed with the market-master.

Dan Kellaher was the only man present at the meeting who opposed the resolution introduced by Mr. Patterson providing for the appointment of a committee to organize for the renovation of the city market system. In the debate on the question sharp personali-

Testiment Clears Bit Billives

Mr. Menefee gave itestimene to dead and property of the company and analysis of the company and the company analysis of the company and the company and the controlled was a bookkeeping device by which is a contended was a bookkeeping device by which is a contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is a contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is contended to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended was a bookkeeping device by which is to company and it is uncertainty at the contended wa

with Mr. Caldwell as chairman. Future meetings to formulate details of the campaign and set it in motion will be announced by this committee when it has settled upon an organization plan.

The resolution offered last night by Mr. Patterson and adopted by the meeting follows:

ing follows:

Mr. Patterson and adopted by the meeting follows:

Whereas, The City of Portland has an ordinance creating and establishing a public market, commonly known as the "Yamhili-Street Public Market"; and

Whereas, The original intent and purpose in creating and establishing said public market by the people of Portland was to bring the producer closer to the consumer by providing a suitable place where such producer, and he slone, could sell his produce direct to the consumer; and

Whereas, It is now obvious that said public market is not run and operated in accordance with the purpose and precepts which led to its inception, but is now being used and conducted at the expense of the city and the public for the benefit of certain individuals, some of whom are using said market place for the purpose of retailing produce gathered from different parts of the state; and

Dixon was taken beloff Fred aleyed today, president of the Council, who acts as police judge in the absence of Mayor Jones and Recorder Loder, and entered a plea of guilty. He was sentenced to 10 days in Jail and a fine of \$25, but \$20 of the fine was remitted and the jail sentence was suspended upon the payment of \$5.

The ordinance, in practically every detail, is a copy of the new law.

BRITISH GOLD IS COMING

Shipment of Fifty-Two Millions Sent to Strengthen Market.

NEW YORK, Aug. 11.—(Special.)—
Fifty-two million dollars in gold is on its way here from Halifax to strengthen English exchange in the American money markets. The amount was seven tonight by R. E. M. Cowie, vice—

The condition of the council, who acts as police in the absence of Mayor Jones and Recorder Loder, and Whereas, It is clearly manifest that said continuing against discriminatory way, discriminating against discriminatory way, discriminat

\$600,000 PLANT TO RISE Rogue River Valley Projects Involving Million Assured.

MEDFORD, Or., Aug. 11.—(Special.)

Two industrial projects, vital to the future economic and agricultural prosperity of the Rogue River Valley, are assured; the beet sugar factory promoted by the Western Sugar Company, backed by Mormon capitalists, and the Portland Beaver Cement plant at Gold

Friends and admirers of Benjamin R. Tillman, the popular "pitchfork sen-

Friends and admirers of Benjamin R. Tillman, the popular "pitchfork senator" of South Carolina, gathered at the Press Club Tuesday night to do him honor.

The Portland Beaver Cement plant at Gold Hill has issued a call for its superintendents, foremen and employes to report for work next Monday. The plant, which has been in course of construction for the last 18 months, is now \$5 per cent completed and practically all of the machinery has been received and installed. The analysis of rock near Gold Hill shows one of the state of the control of the last 18 months, is now \$5 per cent completed and practically all of the machinery has been received and installed. The analysis of rock near Gold Hill shows one of the state of the company with a number of baritone solos. After the dinner the party list of the machinery has been in course of construction for the last 18 months, is now \$5 per cent completed and practically all of the machinery has been received and installed. The analysis of rock near Gold Hill shows one of the state of the course of the course of the course of the state of the course of the state of the course of the state of the course of the course of the state of the course o washed the special account closed up. When he returned in Deember, Mr. Haker asked him to put down on the special account figures to show how much he had received from Mr. Campbell for the stock sold.

"I had no way of remembering, as my ew books had not been posted for a long time, but put them down to the best of my recollection, intending to go over the account later after getting my books posted and ascertaining the correct data, and straighten it up," said Mr. Menefee, "What I put down was largely a guess."

"Later," said Mr. Menefee, "I found"

WASHIOTO., Ag.

Hill.

Both projects represent an outlay of more than \$1,000,000. A \$600,000 factory will be built in the Rogue River tory will b

finest deposits of cement material in

Tests made by the beet sugar exper of seed planted in the Valley this year shows a high degree of saccharine and size and productiveness. On some land sowed to beets the crop is es-timated at from 20 to 24 tons to the acre. The beets have not yet reached the height of their development.

In the best sugar beet districts of the Rooky Mountain States, the aver-age tonnage is from 15 to 20 tons an acre. The bottom land is highly adapted for the growth of beets. Mr. Bramwell will arrive in Medford next Friday, and with the sugar interest expert. A. Storey, will pass a month inspecting conditions here.

TRIAL ORATORY CONTINUES

Ex-Justice Talks to Court All Day for Defense.

Another record for protracted argument was set in Circuit Judge Kavanaugh's court Tuesday, when Guy C. H. Corliss, formerly a Justice of the Supreme Court of North Dakota, talked all day to the judge in defense of Frederick A. Kribs and Willard N. Jones, who have been sued for \$514,000 by the creditors of the bankrupt E. H.

On the allegation that the Public Market on Yamhill street is not being operated according to the purposes for which it was established, and is being run in a discriminatory way against retail grocers and merchants of the city, the Retail Grocers' Association Tuesday night took preliminary steps for a campaign to reorganize the market and abolish the abuses that are said to exist.

While the vote on the resolution that set the campaign in motion was taken by the Grocers' Association, the meeting, which was held at Manchester Hall, was attended by representatives of property owners and other lines of pusiness which are affected by the market. Commissioner Baker was the only representative of the municipal commission present.

C. E. Patterson is the initiator of the movement, and his plan provides for the organization of a merchants' association in which all the interests affected by the market shall be represented.

Jones, who have been sued for \$614,000 by the creditors of the bankrupt E. H. Dodge interests.

Judge Corliss began his argument at :30 A. M. yesterday, talked until noon and then argued steadily from 2 to 5 P. M. When he concluded, court adjourned. A. E. Clark, his colleague, will take the floor this morning and open his forensic batteries against the case presented by Thomas Mannix, who, as attorney for the Dodge Interests, made his opening argument in five hours flat.

Flanked by long rows of musty-looking legal volumes, Judge Corliss made frequent reference to decisions.

Meanwhile, Will Sugart, the new clerk of Judge Kavanaugh's department, busied himself with listing, indexing and checking over all the exhibits introduced into the trial during the 29 days of its progress. The lettered exhibits went nine times and a half through the alphabet.

Allies Bid for Balkans' Support Against Teutons.

PARIS, Aug. 11 .- The correspondent at Saloniki of the Havas Agency telegraphs that diplomatic representatives of France, Russia, Great Britain and of France, Russia, Great Britain and
Italy have delivered a joint communication to the Bulgarian government with
a view to procuring the collaboration
of that nation with the allies as part
of a common understanding with the
Balkan States.

This action was taken in conjunction
with the presentation of similar com-

with the presentation of similar com-munications to Greece and Serbia as recently made known.

It is in response to Bulgaria's request on June 14 for information from the quadruple entente powers concerning the advantages she might expect in exhange for her active co-operation with

LONDON, Aug. 11 .- The Balkan situ-LONDON, Aug. 11.—The Balkan situ-ation is still chaotic. Dispatches from Saloniki say that the Austro-German plan to strike again at Serbia already has found expression in a concentration of Teutonic forces along the Serbian frontier. It is said 100,000 men have been massed near Orzova, Hungary, which may be the forerunner of the

Commander McNames, the senior American naval officer on the Gulf coast, cabled his request for reinforce-ments last night, and the two battle-ships immediately were ordered held in

Plea to Remove Guardian.

MARSHFIELD, Or., Aug. 11.—(Special.)—A decision by Judge Watson, of the County Court, is expected soon in the suit of Arthur Coach in which Mr. Coach, one of Colonel Joseph Coach's heirs, asks to be relieved from the guardianship of his sister, Mrs. Leo J. Cary, of Coquille. The guardianship was obtained on representation that Arthur Coach was a spendthrift and was squandering his patrimony, to the amount of \$1200 monthly for a consecutive period of 40 months, and was an incompetent. The Coach estate consists of timberlands estimated to be worth from \$200,000 to \$530,000. Arsists of timberlands estimated to be worth from \$200,000 to \$530,000. Arthur Coach has been engaged in ranching the last year. He denied the allegations against him and charged the guardianship is profitable to Mr. and Mrs. Cary for their entire support.

LATE RI

MOVIE APPEAL LAW IS UP Refugees Now Total 60,000 and Another Christian Exodus From

Submitted to Chamber Committee. The ordinance proposed by the mo-

Proposed Ordinance on Censorship

tion picture theater managers as a bishop has received information that substitute to the movie censor law was submitted to the executive committee of the Chamber of Commerce Tuesday, together with the old ordinance, and has been referred to the civic bureau of the Chamber, with power to act.

The motion picture men are asking

power to act.

The motion picture men are asking the Chamber to back them in a fight for the restoration of a board of appeals from the decisions of the censors.

The motion picture men are asking the chamber to back them in a fight its, throwing the bodies of the victims into the Tigris and Euphrates Rivers.

The war on this front has reached a The war on this front has reached a degree of intensity hitherto unknown except in the period just preceding the Russian victory at Sari-Kamysh. which they say are becoming more and more arbitrary, since the old board of appeals was abolished.

ZEPPELINS RAID ENGLAND One Damaged Seriously, British De-

Thursday's Events on Our First Three Floors Come and Shop. Look Over the Summer Things Reduced in Price for Your Vacation Trip O'Cedar Mops-Book

Small size, with new adjustable

ODDS AND ENDS OF STA-TIONERY Odds and ends of 50c Sta-

tionery, special at.....23¢ values \$1.00 to \$4.00 69¢ 25c Woodlark Linen Paper, Expert Fountain Pen Repairing. -Main Floor

Prescriptions



Anti-Foreign Demonstration in

Vera Cruz Feared.

MOVE IS PRECAUTIONARY

Washington Reticent, in Belief That

News Reaching Carranza's Cap-

ital Would Make Situa-

tion More Difficult.

CORPUS CHRISTI, Tex., Aug. 11.-A

United States infantryman was killed

by Mexican bandits at Palm Gardens,

about two miles east of Mercedes, Tex.

MASSACRE OF 10,000 BY KURDS IS

LATE REPORT.

Perala Is Feared.

fender Killed.

TIFLIS, Transcaucasia, via Petrograd and London, Aug. 11 .- The Armenian

CAMERAS, KODAKS, SPEEDEX FILMS AND CYKO PAPER produce the best of modern results in amateur photography. Our monthly contest for amateurs is open to you; send in your work and win a prize. Films developed in a hurry by experts. Try our quick service. A BOOK OF S. & H. GREEN STAMPS SAVED IS SEVERAL DOLLARS EARNED

and 12:30 A. M.

norning between the hours of 8:30 P. M.

"Some fires were caused by the drop-

ping of incendiary bombs, but these

were quickly extinguished and only immaterial damage was done.

One Zeppelin was seriously damaged by the gunfre of the land defenses and was reported this morning being towed into Ostend She has since been subjected to continual attacks by air craft

from Dunkirk and has been under heavy fire and it is now reported that after having her back broken and her rear compartments damaged, she was com-pletely destroyed by the explosion. "The night was extremely dark and

was accompanied by thick fog in places which rendered night flying by aero-planes very difficult. "It is regretted that Flight Sub-Lieu-

tenant Lord, who was one of the two pilots sent up to engage the enemy, was killed on landing in the dark."

ficial communication issued here Tues-day tells of an allied air raid Monday over Zweibruecken and Sankt Ingbert, Bavaria. Eight persons were killed and

MISS PLATT IS BURIED

BERLIN, via London, Aug. 11 .-

two wounded in the latter town.

Ends

In mahogany and hand - carved woods. Some at-

tractive brass and

Verde-green cop-

Sweet

Grass

Baskets

All the new and

artistic shapes.

10% OFF

Second Floor.

and F. T. Crowther. Carl Denton was accompanist. One of the selections, For All Thy Saints Who From Their

Free 1023.

STAMPS with all ice cream or soda pur-chases in our Tea Room or at the Soda Fountain from 2 P.M. until we close at 9.

Drugs

I ib Fuller's Earth ... 15c
Formaldehyde Candles 25c, 35c, 55c
Crude Carbolic Acid, quart. ... 48c
Quassia Tonic Cup. Let water remain in cup a few minutes and
drink ... 25c

Patent Medicines

Sundries

\$1.70 Flashlight, complete, extra special special state of countries of the special sp

drink
Pint Javelle Water
Pint Solution Boric Acid....

—Main

Labors Rest." was on the programme when Miss Platt was graduated from St. Helens Hall. The pallbearers were: Harry Stevens. L. Stolte, Eric Peterson. Lansing Laid-law, Carter Magruder, James Gamble. Hughes Martin and Duncan Strong. These were the roung men who at-tempted to rescue Miss Platt when they saw she was in distress.

\$50 REQUEST EXPLAINED

Payment of Doctor Bills Due to Injury Only Asked, Says Pastor.

In a communication to The Oregonian, Rev. L. K. Richardson declares that some misunderstanding has gone out in regard to his application to the city for \$50 because of his having strained his ankle as the result of stepping in a hole in the Sellwood ten-nis court while giving instruction in

Mr. Richardson says that his applica-Mr. Richardson says that his applica-tion was made to defray doctor bilis and not because of the tennis title, which he lost. The ex-champion points out that he said in his application that the accident spoiled his chances for suc-cessfully defending the tennis title and

If You Examine a Flake

Of the New

Post Toasties

You can see little white "puffs" on each flake-a distinguishing characteristic of this new food.

An entirely new method of making these New Toasties brings out all the delightful corn flavour, and gives them a body and firmness that don't mush down in cream or milk.

But let the taste tell. Eat some dry, just as they come from the package; compare their delicious taste with that of any "corn flakes" you have eaten and you can understand why New Post Toasties are called

Superior Corn Flakes

Your grocer has them now.