

NATION WARNED TO AVOID INFLATION

Steel Corporation Chief Says Prosperity Has Perils as Well as War.

FUTURE PROBLEMS GRAVE

Producers, Including Wage Earners, Told They Must Prepare for Era of "Most Perfect and Difficult Competition."

Steel at the helpless German seaman in the water. "Next the Baralong steamed alongside the Nirosian, made fast and then ordered men aboard the Nirosian and search for German sailors who had taken refuge there. The witnesses Halon and Curran testified that the commander gave a definite order to take the prisoners. Four German sailors were found on the Nirosian and killed. The commander of the submarine succeeded in escaping to the water and swam around in the bow of the Baralong. English seamen immediately fired on him, although his hands as a sign of surrender. They continued to fire until he was killed by a shot in the neck.

"The witnesses were temporarily overpowered back on the Nirosian where Curran saw all four bodies, which were thrown overboard in the afternoon." The popular view of the Baralong incident is reflected in an editorial in the Evening Star, which says: "Assuming the truth of the story, the officers of the Baralong only exacted richly deserved retribution for lawlessness and inhumanity. There is no need for the smallest apology either to enemy or neutral opinion."

AMERICA WILL NOT CONSENT

Naval Tribunal Will Not Investigate Belligerent Charges.

WASHINGTON, Jan. 5.—It was said authoritatively tonight that the United States Government would not agree to the suggestion by Sir Edward Grey to Germany that a tribunal of American naval officers investigate belligerent charges and counter-charges of inhumanity conducted by naval officers. Ambassador Page at London, through whom Sir Edward's communication was forwarded to Berlin, probably will await an expression from the German government concerning its attitude before he brings the subject to the attention of the State Department.

WEST WILL BE IGNORED

HOUSE DETERMINED ON PASSAGE OF FERRIS BILL.

Final Action by Lower Branch of Congress Expected Next Wednesday, if Debate is Concluded.

OREGONIAN NEWS BUREAU, Washington, Jan. 5.—But for the desire of many Western members of Congress to discuss the Ferris water power bill, which was before the House today, it would have been passed by a substantial majority. Although the bill was before the House throughout the day, the debate has been called in it by members from the East and South. At no time were more than 75 members present, and they were mostly from public-lands states. Lack of interest was due to the general understanding that the bill is certain to pass when it comes to a vote and to the fact that the most Eastern and Southern members have made up their minds to support the bill, as agreed by the committee on public lands, regardless of Western opposition.

The ways are all grassed and the bill will slide through as soon as the debate ends. The bill has been called up under calendar Wednesday rule and will not come before the House again until next Wednesday, at which time it is expected the debate will be concluded and a vote taken. Meanwhile the Senate committee today took up the Myers water-power bill, considered it generally, and will meet again Saturday in the hope of making a favorable report. The Myers bill is the Ferris bill, as reported last session by the Senate committee. It probably will be reported without material change.

STATE IS TO PASS CALL

Mr. Sargent Declares He Will Not Follow Federal Lead.

SARLEIGH, Or., Jan. 5.—(Special.)—Superintendent of Banks Sargent announced tonight that he would not follow a statement of condition from state banks at the close of business December 31 last, although Controller of the Currency Williams today issued a call for National banks for that date. Superintendent Sargent said he considered there was no need of issuing another call at this time. Under the law the Superintendent of Banks must issue at least five calls during the calendar year on the same dates as those issued by the National Controller. Five calls were issued last year and the sixth call by the National Controller is considered unusual.

EUGENE JOINS LETTER PLAN

Mayor to Proclaim Week to Aid in Portland Chamber's Campaign.

EUGENE, Or., Jan. 5.—(Special.)—Mayor W. A. Bell within the next few days will issue a proclamation setting aside the week of January 17 to 22 as letter-writing week. In keeping with a plan inaugurated by the Portland Chamber of Commerce to advertise the State of Oregon, the Eugene Commercial Club, which will urge all citizens in Lane County to write at least 10 letters to acquaintances in other parts of the country during the week of January 17 to 22.

MIDDLE WEST A-SHIVER

(Continued From First Page.)

feet of the invasion much before Thursday night. Average temperatures in the East ranged around 16 above. Down the Southeastern Atlantic coast, particularly Florida, a temperature of 16 was reported, but the intense cold weather in the North is invariably followed by cold rains in the Gulf Coast section. Northern tourists will get a strong touch of home weather by Friday. Lower Texas shows 14 above, Arizona restricts 17 above, and some sections around Flagstaff, while Yuma, in the same state, showed 21 above and bright sunshine. Weather forecasters said the cold wave would continue several days and will be more intense and spread over much more territory tomorrow.

CHINESE ON SHIP MUTINY

Hoboken Police Recapture Vessel After Chief Officer Flees.

NEW YORK, Jan. 5.—Eleven Chinese, members of the crew of the British freight steamer Ventura, mutinied today while the ship was lying in dock at Hoboken. The chief officer was driven from the vessel, which was recaptured by a squad of police and the mutineers put under arrest.

THE WEATHER A YEAR TALKER

Rain, Temperature, High 43.5, Low 29 deg. —continued from previous page— The weather a year ago. The weather a year ago. The weather a year ago.

Robert's Bros. THIRD & MORRISON The Most in Value—The Best in Quality. Store Opens Daily at 8:30 A. M. On Saturdays 9:00 A. M. Store Closes Daily at 5:30 P. M. On Saturdays 6:00 P. M. Home Phone A 2112

Clearance Sale Women's Coats In Plain Colors and Mixtures. Belted-Back Models With Fur Trimmed or Velvet Collar—Values \$9.50 Up to \$17.50, to Close at \$9.50. Children's Coats, \$5.00 Lines at \$3.50. Odds and Ends, Your Choice at 98c.

Clearance Sale Reductions Knit Underwear and Hosiery. Warm, Comfortable Knit Underwear of Reliable Quality Attractively Underpriced—Child's Union Suits, Best 65c Grade, at 49c. Boys' and Girls' fine-ribbed, fleeced-cotton Union Suits of reasonable weight. All styles and sizes in gray and white. Garments regularly sold at 65c. Clearance Price 49c.

Clearance Sale Reductions In the Men's Section. There's Splendid Economy in Store for Those Who Visit This Popular Section. In Addition to the Items Listed Here You'll Find a Great Many Others Equally as Attractive. 55c Will Buy Men's Coat Shirts formerly sold at 75c. Desirable styles in the Ferguson & McKinney 55c Guaranteed Shirts. \$2.98 For Men's All-Pure-Worsted Sweaters, formerly sold at \$3.50. Coat style and those with turtle neck. All sizes—a standard make. 79c A garment for Men's Fleece-Lined Shirts and Drawers. Wright's perfect-fitting, standard quality \$1.00 Underwear.

BUSINESS PICKS UP Federal Reserve Board Finds Improvement General. WORKERS ON FULL TIME New York Banks Report Increase in Loans of \$146,041,000—Chicago Says Trade is on "Better Than Normal" Basis.

BUCHANAN DENIES GUILT Member of Congress Gives \$5000 Bail on Conspiracy Charge. LAND FRAUD IS CHARGED Yonka Valley Homesteader Is Taken Into Custody by Government.

MEALS WILL FIT! NO INDIGESTION, GAS OR ACIDITY. Eat Without Fear of Sourness, Heartburn, Belching or Dyspepsia. The Moment "Pape's Diapesin" Reaches the Stomach All Distress Goes.

PORTLAND MAN IS TO WED Paul L. Matchette Obtains License in Los Angeles. PLAN OF LIFE DISCUSSED Miss Havenhill at Homemakers' Week Explains Habits.

CANAL PURCHASE ASKED Submarine Base Idea Carried In Senate Measure. OREGON AGRICULTURAL COLLEGE, Corvallis, Jan. 5.—(Special.)—Under the whimsical title, "The Ups and Downs of Existence," Miss Alice Havenhill, formerly lecturer at Cambridge University, is giving a series of lectures on the island, B. C. lectured on the opening programme this week of Farmers' and Home-Makers' week. All nature, including human nature, she declared, works in rhythms, in waves of motion, long or short.

And there was also a minister who couldn't make his church grow. And he looked into the January LADIES' HOME JOURNAL. And he found his problem solved. There it was—the story of how one church increased its attendance from 25 to 700 members.

The Ladies' HOME JOURNAL. That is why a million six hundred and seventy-five thousand folks buy it. It is so all-embracing. Buy the January number and see if this isn't so. It's only 15 cents.

TO REMOVE DANDRUFF. Get a 25-cent bottle of Danderin at any drug store, pour a little into your hand and rub well into the scalp with the finger tips. By morning most, if not all, of this awful scurf will have disappeared. Two or three applications will destroy every bit of dandruff; stop scalp itching and falling hair.

TO QUICKLY introduce and stimulate interest in the Afternoon Tea With Dancing each Wednesday and Saturday afternoon—in the Gold Room at Hotel Multnomah from 3:30 to 5:30, beginning Saturday, January 8, complimentary souvenirs—some of them valuable—will be awarded the ladies present.

EMPRESS TONIGHT SECOND SHOW. PROFESSIONAL TRYOUT ACTS. BIG SPECIAL FEATURE AFTERPIECE BY ENTIRE EMPRESS BILL. The Haunted House 35—PEOPLE—35.