

DEFEATER OF STILL TELLS ALL IN COURT

Bob Ugan's Story Helps to Convict John Basich.

NEWBERG PLANT BIG ONE

Owner of Concern Sentenced to Serve Year in County Jail and Pay Fine of \$500.

Detailed statements connecting John Basich with construction and operation of a giant still near Newberg were the trump card played by Assistant United States Attorney Flegel, who produced Bob Ugan, confessed operator of the still, as his last witness in the trial of Basich, in federal court yesterday for alleged violation of the national prohibition law.

Ugan told how he and Mike Basich had built the house for the still on Hall's farm under John Basich's direction and had been furnished with sugar, corn and malt by Basich for the operation of the plant.

Basich was found guilty by the jury on two counts of the indictment, one of maintaining a nuisance and manufacture of liquor, and not guilty on the third count of transporting liquor. Basich withdrew his plea of not guilty to a second indictment charging transporting and possession of liquor. Sentence of one year's imprisonment in the county jail and a \$500 fine was passed by Federal Judge Bean, the penalty covering all counts on the two indictments except the one on which the jury found him not guilty.

Big Business Disclosed.

The trial of Basich occupied the entire day in Judge Bean's court. Twelve witnesses were called by the prosecution and but one for the defense.

Bob Ugan laid bare the scheme by which Basich has secured the manufacture of large quantities of moonshine by hiring men to operate the plants for him and standing behind them in case of arrest and conviction by paying their fines and providing them with counsel. Ugan testified that he had operated a still for Basich near Hoping for \$300 a month and expenses and that after discovery of the still and his conviction Basich had paid his fine and built another still on the Newberg location.

Operation of this plant was on the same terms, Ugan said. Basich provided counsel for his defense in federal court last fall and paid the fine imposed by Judge Bean when he pleaded guilty. Between 400 and 500 gallons of moonshine had been turned out before the still was raided, he testified.

Goldstein Gets Refuff.

Barnett Goldstein, attorney for Basich, met with sharp refuff in trying to impugn Ugan's motives in disclosing all the details which he had kept guarded during his own trial when Judge Bean had questioned him as to the ownership of the still. Goldstein, then attorney for Ugan, had told the judge in court that he had been unable to secure any hint of the owner though he had questioned the defendant.

"Why didn't you tell the judge at that time?" questioned Goldstein in cross-examination of the witness.

Ugan told him "was the startling reply of Ugan.

Earlier in the day the prosecution called Doris Miller, 18-year-old granddaughter of Mrs. Lawrence Hall, wife of the owner of the property on which the still was found by the federal officers. Lawrence Hall, who had John Basich as a frequent visitor at the Hall place last summer and told of the building of the house in which the still was kept and of the money paid to the Hall place, Elmer Hall, son of Lawrence Hall and grandson of the owner of the property, also testified that he had bargained with his father for the use of a part of his place.

Owner of Place Testifies.

John Bean, aged survivor of the famous fire, said he had been in the Nehalem country north of Newberg, told of the trips Basich had made to the Hall farm in the spring, and testified that he was living in a small cabin on the Hall place at the time.

L. F. Hall, owner of the Hall place, who was the sole witness for the defense, questioned him relative to the methods Mr. Flegel had used in questioning his son, Lawrence Hall, and grandson, Elmer Hall, with the inference that threats had been made. Mr. Hall denied that Mr. Flegel had made any statements that could be construed as threats except in cautioning Lawrence Hall to tell the truth or he would be liable to charges of perjury.

NORMAL TIMES SIGHTED

SHIP OFFICIAL REPORTS IMPROVEMENT EAST.

Shipping by Water Between North Pacific and Atlantic Ports Expected to Increase.

SEATTLE, Wash., Jan. 24.—(Special.)—Business conditions in the east are reassuring, wages are being readjusted and normal times are not far off, according to J. Karcher Jr., traffic manager of the North Atlantic & Western Steamship company, who arrived in Seattle on a tour of the shipping centers of the Pacific coast.

The North Atlantic & Western company operates a fleet of six vessels in the intercoastal trade between Seattle, Portland, San Francisco, Los Angeles and Boston and Philadelphia. "Industries in the east are resuming operations on a reduced basis and the outlook is much brighter," said Mr. Karcher this morning. "There has been a readjustment of labor schedules and men are going back to work. Some of the textile cotton mills have started up again with a reduction of 25 per cent in wages, which the men have accepted. I do not look for anything like a boom but I believe we can expect a healthy recovery in business all over the country."

"Shipping by water between the North Pacific and Boston and Philadelphia is largely a matter of education, but when shippers realize the great saving possible in making a much larger traffic will move via the Panama canal. It is now 20 to 25 per cent cheaper to ship by water than by rail."

"I have come to the Pacific coast to start a campaign of education and to introduce our line."

The largest organ in the world is to be placed in the cathedral now nearing completion in Liverpool. It will have no fewer than 10,000 pipes and 215 stops.

NEWS



Countess Ilya Tolstoy.

VISITING RUSSIAN COUNTESS ENTERTAINED AT SMART TEA.

An interesting and charming visitor in Portland is the Countess Tolstoy, wife of Count Ilya Tolstoy, who will lecture tonight at the Little Theater under the auspices of the Drama League. The countess, with her husband, was honored Saturday at a smart reception given for a number of the musical and literary folk of the city and a group of prominent society men and women by Mr. and Mrs. David Campbell and members of the Ellice-White conservatory faculty members as hosts. Motor trips, dinners and other informal affairs have made the visit of the count and countess delightful.

Another artistic event of interest will be the viewing of the exhibit of photographs of masterpieces at the Portland Art museum today, tomorrow and Thursday.

The marriage of Miss Mildred Olson and Sylvester Stevens will be solemnized tomorrow morning in the Church of the Madeline, Father George Thompson officiating.

Mr. and Mrs. Robert Steen will leave February for a two-months' trip to Honolulu. Mrs. S. M. Struckeberger will entertain at a luncheon Saturday for Mrs. Skeen and Mrs. George E. Collins will be hostess Thursday at a luncheon for Mrs. Skeen. Mrs. Skeen is an officer of Nydia temple, Daughters of the Nile.

A social feature of Wednesday at 6:30 P. M. will be a dinner at the Chamber for Commerce for Episcopal laymen. Bishop Page of Spokane, Bishop Rowe of Alaska and the Right Reverend Walter T. Sumner, bishop of Oregon, will be honor guests.

Arrangements have been made for a card party for Lincoln, Garfield and Women's Relief corps members and friends, for Friday night at 8 o'clock in 525 Courthouse. Refreshments and honors for high scores and special features will be attractions.

Important society news today is the announcement of the engagement of Miss Riecia Daniel to Daniel E. Madden of San Francisco. The news was made known yesterday afternoon at a small tea given by Miss Katharine Hart at her home on Montgomery drive. The bride-elect is the daughter of Mr. and Mrs. Charles E. Kuehn. She is president of the most prominent and popular members of the younger smart set. Mr. Madden is the son of Mr. and Mrs. P. J. Madden of San Francisco. He is a young business man of the Bay city. The marriage will take place in the near future.

The members of the Tri-L society of Washington high school will have a second swim tomorrow at the W. C. A. The members are asked to meet at 3 o'clock in social hall of the association. After the swim the girls will enjoy a chafing dish supper.

HOOD RIVER, Or., Jan. 24.—(Special.)—Although the date of the annual fair has not been announced, Stuart Kimball, son of Mr. and Mrs. Walter Kimball, who are passing the winter in Portland, has announced that the fair will be wedded soon at the New York City home of Miss Longman. Mr. Kimball is a veteran of the world war and is a member of the Junior Argonne drive. He is interested with his brother, Fordham B. Kimball, in local orchards.

Miss Charlotte passed last summer here as the guest of Mr. and Mrs. E. R. Pooley.

A charming addition to the list of engaged girls is Miss Louise Small, whose betrothal to George R. Sallor has been announced informally. Friends of the young couple were told of the engagement at the party given by the Misses Ruth and Louise Small at the country home of Mr. and Mrs. E. H. Meyer Friday night. Miss Small is a niece of Mr. and Mrs. J. S. Bradley of Lovejoy street. She is a member of the junior league and is socially popular. Mr. Sallor is a Cornell man and is at present with the Buehner Lumber company. The wedding probably will be in June, but the date has not been set. The Misses Small had planned a formal announcement party for later in the season, but someone told the news at the recent little gathering and plans for the larger affair were set aside.

A number of prominent visitors are in Portland for the Episcopal diocesan convention that will be held here during the next three days. Secretary of the diocese is the Rev. W. C. Argonne, who is in the city. He will serve as hostesses today at the luncheon that will be part of the convention program, and the women of the diocese will be hostesses tomorrow. Bishop and Mrs. Walter T. Sumner will entertain at a reception at Bishopcraft, Elm street, Portland Heights, on Thursday night.

The department of Oregon auxiliaries of the United Spanish War Veterans will give a benefit ball at Cotillon hall February 4.

General and Mrs. Charles H. Martin of Washington entertained last week at the Army and Navy club, in Washington, honoring Mr. and Mrs. J. N. Teal. A distinguished company of guests enjoyed the hospitality of General and Mrs. Martin.

Mr. and Mrs. L. R. Flagg of Portland, Or., are recent arrivals in Los Angeles, Cal., where they are stopping at the Ambassador for an indefinite period. Mrs. Flagg recently entertained with an afternoon tea, in the tearoom of the ambassador, for a number of her friends.

The women of the Elks' Card club met at the temple Thursday afternoon for bridge and "500." Honors in "500" were won by Mrs. B. Cahill, Mrs. George Leller, Mrs. C. Lameroux and Mrs. Charles Bromberg. Bridge honors fell to Mrs. E. Conrad, Mrs. W. G. Hogue, Mrs. H. Mumm and Mrs. J. S. McHugh. All wives, mothers and sisters are cordially invited to attend these card parties.

FOSSIL, Or., Jan. 24.—(Special.)—A most enjoyable evening was spent by the Elks, their wives and ladies Saturday evening at the home of Mr. and Mrs. F. A. Edwards. The guests played "500" until 12 o'clock and after that time three social dances danced until morning. Guests present were Mr. and Mrs. J. O. Jarvis and Miss Doris Lenhard of Mayville, Mr. and Mrs. C. D. Barnard, Gordon Burnard, Henry Wilkes, Mrs. Pauline Welch, Miss Ruby Olson, Miss Flora Gilliland, Mrs. Etta Bloom, Mr. and Mrs. O. C. W. Smith, Mrs. C. F. Fremont, Miss Nellie Don and Mr. and Mrs. N. Shaw.

Mr. and Mrs. Adolph Neu are being congratulated on the arrival of a baby daughter.

Mr. and Mrs. John J. Dudley (Jessie Bufum) are receiving congratulations on the arrival of a son—born Sunday at the Portland Maternity hospital.

Dr. Emma Maki Wickstrom has returned from Stockton, Cal., where she was extensively entertained. She was the guest of Mr. and Mrs. Bert Fisher.

Mrs. P. O'Brien and Mrs. J. Burns gave a happy surprise party Saturday evening in honor of Miss Helene Sick at her home. Dancing and other features were planned for the entertainment of the guests. Those present were Miss Helene Sick, Miss Aubrey Blair, Miss Gertrude Kuehlie, Miss Freda Stetman, Miss Freda Muellerhaupt, Henry Butte, O. W. F. Muellerhaupt, Henry Kuehlie, Mr. and Mrs. P. O'Brien, Mr. and Mrs. J. Burns, Mrs. J. Blair, Mrs. M. E. Larsen and Mrs. P. Sick.

A masquerade ball will be given Thursday evening by Alberts' assembly No. 448, United Artisans, in their hall.

SCHOOLS' WELFARE DECLARED OBSCURED

Tenure Squabble Having Bad Effect, Says Director.

PRESSING NEEDS CITED

Delay in Building Programme Must Not Be Ignored Further, Avers George Thomas.

The welfare of Portland school children, the primary consideration for parents, teachers and legislators, is in danger of being obscured in the lengths to which the squabble over the question of teachers' tenure has reached. In the opinion of George B. Thomas, member of the Portland school board, in the last few weeks every phase of the Portland school question except the welfare of the children themselves has been thoroughly aired, both publicly and privately.

"I do not advance this as a criticism, but as a constructive suggestion," said Mr. Thomas yesterday. "I feel that in thrashing out the question of teachers' tenure and in quibbling over technicalities we are rapidly losing sight of the fact that our school system needs the application of a constructive policy to make up for the deficiencies in buildings and equipment that the war has left upon us."

Warning Is Given.

"Yet in the face of conditions which demand united action of parents, teachers, taxpayers and school directors if we are to keep Portland schools on a par with public schools in other cities of the country, we are faced with a problem, minor so far as the welfare of the school children themselves is concerned, that may destroy all present attempts at unity."

"I feel that our first concern is the welfare of the children and that difficulties such as the present teachers' tenure question should not be carried to such lengths that the true object of our whole school system is obscured."

"Before the present squabble began we had eliminated friction on the board and had invited teachers to talk over questions with the board in all freedom. But we were faced at present with a question which may ultimately bring back friction on the board and destroy relations between teachers and school directors necessary for efficient operation of our schools. I feel that if we can all realize that questions such as teachers' tenure are minor when compared with the welfare of the school children we will be in a fair way toward settling the dispute and proceeding on a school programme that is badly needed."

Bad Effect Seen.

"I feel that it has a bad effect on the children to have matters concerning their teachers brought up and threshed out, as they must be, before a board of appeal, and I cannot see if the board of directors unanimously favor the removal of a teacher that she should have recourse. The board represents the voters of the district and a unanimous decision by Saturday evening at the home of Mr. and Mrs. F. A. Edwards. The guests played "500" until 12 o'clock and after that time three social dances danced until morning. Guests present were Mr. and Mrs. J. O. Jarvis and Miss Doris Lenhard of Mayville, Mr. and Mrs. C. D. Barnard, Gordon Burnard, Henry Wilkes, Mrs. Pauline Welch, Miss Ruby Olson, Miss Flora Gilliland, Mrs. Etta Bloom, Mr. and Mrs. O. C. W. Smith, Mrs. C. F. Fremont, Miss Nellie Don and Mr. and Mrs. N. Shaw.

Equipment Is Needed.

"Not a contract for a new school building has been let since 1914 and at present the equipment of our school building programme alone. This is not a matter to be ignored longer, for unless we have the equipment of the children of Portland will be denied the privileges other cities are providing. Our present tax levy is only sufficient for maintenance of the buildings and the payment of rises in salary and distribution of salaries among the teachers. Our next duty, as I see it, is to meet the building question."

"Portland at present is not holding her own in school matters with other cities, and if we do not keep up we cannot expect the rapid growth and prosperity of the city. Toledo, Ohio, has bonded itself for \$11,000,000 to build a school for the children of 100,000, and numerous other cities for corresponding amounts. They are alive to the idea that they must take drastic steps to catch up with their building programmes after the interruption caused by the war, and I believe that is Portland's real school question, rather than the teachers' tenure or like problems."

"I do not favor increasing the indebtedness of the city as a rule, but I do feel that the present situation of the Portland schools is critical and requires firm steps to gain back the lost progress of the last few years."

TENURE LAW STRIKES SNAG

Delay in Legislation Urged in Senate Resolution.

STATE HOUSE, Salem, Or., Jan. 24.—(Special.)—Delay in the enactment of any legislation affecting the teachers' tenure of office law pending an investigation by a committee to consist of two members of the senate and three members of the house as to the necessity and propriety of such an act was urged in a resolution introduced in the senate today by Senator Hummer.

Bridge to Be Inspected.

LEWISTON, Idaho, Jan. 24.—(Special.)—Arrangements are being completed for inspection of the Interstate bridge between Lewiston and Clarkston to determine whether it needs overhauling. The bridge was constructed about 15 years ago as a private enterprise and for several years was a toll bridge, finally being taken over by the states of Washington and Idaho. It has not been inspected for many years. The inspection will be conducted by the state engineers of the two states.

Tenino Has Cash Balance.

CENTRALIA, Wash., Jan. 24.—(Special.)—Tenino had a cash balance of \$122,112 in its current expense fund January 1, according to the annual report of Grace K. Gibson, city clerk, forwarded to the Tenino council at its last meeting. Receipts of the fund during the year were \$4810.69 and disbursements totaled \$4282.19.

Stolen Ford Cause of Arrest.

MEDFORD, Or., Jan. 24.—Manuel Franca, who lives alone in a deserted chicken house just outside of the city, was arrested early today by police who charged he had in his possession a stolen Ford car taken last night from the residence of Peter Young.

THE RICHEST MAN IN THE WORLD

can't get nutriment out of expensive foods that contain no nutriment. There is more real food in one Shredded Wheat Biscuit than in an equal weight of beef, eggs or potatoes, and it costs much less. We didn't push up the price of Shredded Wheat—so we don't have to come down. The price was advanced so little you didn't feel it. Shredded Wheat is without doubt the cheapest food in the world today.

Two Biscuits with hot milk make a warm, nourishing meal and cost but a few cents. Delicious with fruits and fruit juices.

Pacific Coast Shredded Wheat Co. Oakland, Cal.

Consider the interests of the pupils and teachers, as well as those of the supervising and controlling officers and boards of directors of such schools," said the resolution. "Complete harmony and perfect confidence should at all times exist between the boards of school directors and the teachers in order to insure efficient and proper administration of all matters pertaining to the conduct and maintenance of the public schools."

"The controversies and agitation arising out of the efforts of certain school directors to procure the passage of, and the efforts of certain teachers' organizations to defeat the passage of, senate bill number 30 relating to the teacher tenure office law have a tendency to destroy the confidence and harmony that should exist, and without question tend to impair seriously the efficiency of the conduct of the public schools in the school districts to which the provisions of the bill apply."

"The National Education association has under consideration and in preparation a law to submit for adoption to the legislature of the respective states of the United States providing a uniform teachers' tenure of office law which, it is hoped, may permanently and properly provide an equitable and efficient tenure law."

many on the 4 o'clock trains from the north and south. The mail now will be delivered before business opens up in the morning. The contract was let to Ted Law.

GERMANY SHORT OF GRAIN

Country Must Import 3,000,000 Tons to Meet Needs.

BERLIN, Jan. 24.—Germany will be obliged to import 3,000,000 tons of grain to meet home needs in 1921, according to an official reply today to a question put by the Italian delegation in Brussels concerning the country's immediate requirements of foodstuffs from abroad.

The government admits the appraisal submitted at the Spa conference will prove inadequate, owing to the failure of last year's crops, which did not come up to the expected yield.

ST. HELENS MILL BURNS

Flour Plant and Contents Are Entirely Destroyed by Flames.

ST. HELENS, Or., Jan. 24.—(Special.)—Fire, which originated apparently in a hot box in the upper story of the St. Helens Flour mill, tonight entirely destroyed the building and contents, including about 500 bushels of wheat and considerable flour.

The loss which was estimated at between \$10,000 and \$15,000 was only partly covered by insurance.

Devitt Mill Nearly Rebuilt.

CORVALLIS, Or., Jan. 24.—(Special.)—The big mill at Devitt, which was burned last fall, is being rebuilt, and the new structure is nearly completed. The company hopes to be ready to open up in February if lumber prospects warrant. It will employ 100 men and cut 100,000 feet a day. Nearly all the sawmills in Benton county have closed owing to the slump in the demand for lumber.

Corvallis Mail Contract Let.

CORVALLIS, Or., Jan. 24.—(Special.)—Word has just been received by Victor P. Moses, local postmaster, that the government has let a star route contract for the delivery of mail from Albany to Corvallis. This is to apply to the mail arriving in Albany.

Have You Tried Borden's

The two things you look for in Malted Milk are quality, or nutritious value, and flavor. Borden's Malted Milk has the quality.

Every ounce of this nutritious food is full-cream milk combined with barley malt and wheat flour. Borden's Malted Milk has the flavor—a delicate different flavor—more malty with no excess sweetness.

Partially pre-digested, this easily assimilated food offers just the proper stimulant to tired folk or those striving to regain lost strength.

Borden's THE IMPROVED MALTED MILK

INSTANT POSTUM never disturbs nerves.

Coffee drinkers who change to Postum usually feel better.

"There's a Reason"



—Make it a Sandwich Luncheon

The bigger the business man, the more important is his need of a clear, cool brain for the decisions of the afternoon. Help your business fitness by making a simple, satisfying lunch of a glass of milk and two tempting sandwiches.

If you have your sandwiches made at home, ask for these tomorrow:

EGG AND OLIVE SANDWICHES Chop two hard-boiled eggs fine. Add 12 stuffed olives (minced). Season and moisten to a paste with mayonnaise. Spread between buttered slices.

PIMENTO AND CREAM CHEESE SANDWICHES Chop 2 pimentos fine. Add 1 cream cheese. Season and mix with mayonnaise. Season and moisten to a paste with mayonnaise. Spread between buttered slices.

Let well baked, even textured Baker's Bread be the foundation of your sandwiches. It is your best and most economical food—

EAT MORE OF IT!

MASTER BAKERS' ASS'N. OF OREGON

Another cup please of that delicious -

Caswell's Coffee

Cleanse one strand at a time

A scalp that is choked with dandruff can never be a healthy scalp. Avoid baldness! Begin now to keep your scalp healthy. We guarantee that WILDROOT will remove dandruff—your money back if it fails.



Look in your glass before and after this treatment! Moisten a cloth with WILDROOT, and wipe your hair from roots clear to the ends, one strand at a time. See how soft, fluffy and beautiful your hair becomes!

WILDROOT CO., INC., BUFFALO, N.Y.

Wildroot Liquid Shampoo or Wildroot Shampoo Soap, when used in connection with Wildroot Hair Tonic, will hasten the treatment.

WILDROOT THE GUARANTEED HAIR TONIC

Gas Colds

Around Your Heart

"Pape's Cold Compound" is Quickest Relief Known

Don't stuff stuffed-up! Quit blowing and snuffling! A dose of "Pape's Cold Compound" taken every two hours until three doses are taken usually breaks any cold right up. The very first dose opens clogged nostrils and the air passages of the head; stops nose running; relieves the headache, dullness, feverishness.

"Pape's Cold Compound" costs only a few cents at drug stores. It acts without assistance, tastes nice, contains no quinine—insist upon Pape's!

Phone your want ads to the Oregonian, Main 7070, Automatic 560-25.