

# GERMAN PAYMENT JULY 15 IMPOSSIBLE

## Moratorium on Reparations Held Imperative.

### ENVOYS SENT TO PARIS

Government, to Maintain Mark, Dumps Gold on Bourse, but Fails to Avert Crash.

(Copyright, 1922, by the New York World. Published by Arrangement.) BEHLIN, July 8.—(Special Cable).—Germany has not 500,000,000 gold marks left to her name. She cannot meet the reparations payment due July 15 next. Therefore Chancellor Wirth expects to ask for a moratorium.

The chancellor has sent State Secretaries Fischer and Schroeder to Paris and Herr Bergmann, who is at The Hague, has also been ordered to Paris. These three will first negotiate with the individuals on the reparations commission before formally asking a moratorium.

For the last few weeks the Reichsbank, backed by the government, has been throwing gold values on the Bourse, thus trying to prevent a disastrous collapse of the mark. Hundreds of millions of gold marks were thrown on the market, but it was impossible to hold up the mark. The government hoped to force up the value of the mark and to buy gold marks enough to pay the next installment of reparations, but while it has been able to do this successfully many times in the last year, this time the market cracked.

**Government Made Poorer.** The Germans themselves had lost faith in their own paper money and, knowing the government's trick, bought up all the gold values the government threw on the market, handing back worthless paper marks to the government.

So the government of Germany is several hundred thousand gold marks poorer, although most of the gold values remain in Germany in private hands. Industry, which had foreseen the need of raw material, absorbed most of the gold marks. Consequently the government is forced to ask the reparations commission for a moratorium, even for the 50,000,000 gold marks due July 15 and it has to ask for further further distribution of future payments of reparations.

The dollar sold as high as 575 marks yesterday, a record for more than 100 points in the value of the mark. There was a panic on the Berlin Bourse. Figuratively it was a "Black Friday" for the German stock market. Ever since the murder of Dr. Walter Rathenau the mark has been sinking perceptibly. Yesterday it went down with a crash. The mark has lost half of its value in a few weeks. As yet the panic is local and the hope is that the Bourse will recover and outside holders of marks lose confidence.

**Stabilizing Factor Seen.** The purchase of gold values for the reparations payment that is due July 15 would render the mark worse, but there is a stabilizing influence in that the purchase of foreign raw materials is falling off, which tends to be a gaining impetus. The financial crisis has jarred the quarrelling politicians into action and, after two days, during which the Reichstag and the Prussian Landtag engaged in squabbling assemblies, a wider coalition of parties is possible that the state may be able to meet its obligations.

Gustav Stresemann, leader of the people's party, has reappeared in politics after a diplomatic period of illness and is expected to propose to enter the government. Whether he does so depends upon the socialists, who are making more and more demands for a republic. The communists held an open mass meeting yesterday and vigorously protested against the conduct of the reactionaries.

The Bavarians continue to refuse to take orders from Berlin. In the Bavarian Landtag yesterday Minister of the Interior Schweyer said Bavaria would not dismiss an official because of his political belief, adding: "An official is not derelict in his duty if he happens to believe in the monarchy."

The Frankfurter Zeitung says the drop in the mark is due to the local unrest following the assassination of Foreign Minister Rathenau, and that despite the vast quantity of paper marks, capital has not been so scarce in 25 years. The week just closed was the first in the present year when there was no increase in paper marks. Capital has not been so scarce in 25 years. The week just closed was the first in the present year when there was no increase in paper marks. Capital has not been so scarce in 25 years.

**FLAX EXPERT IS HIRED** Belgian to Work for Willamette Valley Association. SALEM, Or., July 8.—(Special).—Announcement made here today of the employment of Arthur DeMitt of Port Huron, Mich., as plant manager for the Willamette Valley Flax & Hemp Growers' association. He will succeed Robert Crawford. Mr. DeMitt will have charge of the "Turner" flax mill, which is recommended for the position by the United States agricultural department. He is a native of Belgium and spent much time in the flax districts of that country.

The continued dry weather has resulted in considerable damage to the flax crop, members of the association said.

canoeing with Lester Ezell, also 15. Ezell swam ashore. James Fargo, aged 14, and William Hunt, life guard at Riverside park, near where the tragedy occurred, witnessed the accident from shore and went to the assistance of the struggling youth. They succeeded in getting him within a few feet of the shore when he fought off his rescuers and disappeared beneath the surface of the water. The body was recovered a few minutes later. Artificial respiration failed to restore him.

Persons who witnessed the accident said the boys had rocked the canoe in fun with the result that it overturned.

Young Fargo, although suffering from water in his lungs and exhaustion from his long swim, made several attempts to save Dunnette after the latter went down near shore. Persons at the scene of the tragedy lauded him highly for his courage.

## DIPLOMAS GIVEN TO 300

### ARLETA BIBLE SCHOOL ENDS WORK FOR SUMMER.

Session Just Completed Said to Have Been Most Successful Ever Staged.

More than 300 diplomas, certifying that the pupils had completed the required work in their courses and were promoted one grade, were presented to the boys and girls at the closing exercises of the Arleta Dally Vacation Bible school, held Friday night in the auditorium of the Arleta school building. The session just ended has proved the most successful in the three years' existence of the school, with a total enrollment of 547 and an average daily attendance of 341 pupils.

The Arleta Bible school is the largest conducted in the city and is put on yearly through the co-operation of eight churches of District No. 9. Its first year of existence was under the joint supervision of about 17 churches in the district, which includes Arleta and Lents. Last year the eight churches in the Arleta district combined in managing the work.

The eight churches which cooperated in conducting the school this year, which opened June 20 for the three-week course, were: Millard Avenue Presbyterian, Arleta Baptist, Laurelwood Congregational, Laurelwood Methodist, Arleta Presbyterian, the First and Fourth United Brethren and the Kern Park Christian. All the expenses of operating the school is borne by the eight churches and in addition to the instruction work supervised play for the children is provided during the sessions of the school.

## ROAD BOND BIDS WANTED

### MEETING SET FOR PORTLAND ON JULY 25.

Clackamas and Douglas Counties and City of Rainier's Paper Also to Be Considered.

SALEM, Or., July 8.—(Special).—The state highway commission, at a meeting to be held in Portland July 15, will consider bids for the disposal of state road bonds in the amount of \$1,000,000. Clackamas county road bonds in the aggregate amount of \$44,000 and city of Rainier street improvement bonds in the amount of \$687,247. The state will issue bonds which will carry interest at the rate of 4 1/2 per cent. Clackamas county bonds 4 per cent. Douglas county road bonds 4 1/2 per cent. and city of Rainier bonds 4 per cent.

The bonded indebtedness of the state, according to the highway department, is \$1,020,000,000. An assessed valuation of the state, as determined by the state tax commission, is \$3,348,000,000.

All of the bonds for which the highway department will consider bids have been approved by attorneys.

## RUNAWAY BOY IS FOUND

### Francis Belt, 13, Captured by The Dallas Police.

Francis Belt, 13-year-old son of Mr. and Mrs. W. S. Belt, 1414 Montana avenue, went the way of all Tom Sawyers Friday when he "horror-rowed" \$5 from his mother and started out into the wide world in search of adventure. He was found at The Dallas yesterday by railroad police.

"Oh, we did not worry," the father said last night. "I thought he might stay away four or five days before he returned, and his lesson would be learned when he returned. The boy will be brought back to Portland."

## OLD WONDERS FOUND

(Continued From First Page.) Since fossils of the pleistocene age are needed to fill in the gaps of geologic history. Should the bones prove to be fossils of the pre-glacial fauna, Dr. Packard has expressed his intention of organizing a party to excavate in the caves. The Smithsonian institute has precedence over the university department of geology, but if the institute decides to organize an expedition, Dr. Packard said he probably would co-operate with the Smithsonian scientists.

## YOUTH DROWNED AT YOSEMITE.

YOSEMITE, Cal., July 8.—Allan C. Morrison of San Francisco, 20 years old, was drowned while swimming in the Merced river.

# MR. LLOYD GEORGE TO ACT ON GERMANY

## Cabinet Meeting Is Called to Consider Situation.

### AMERICAN ADVICE ASKED

All-Round Cancellation of War Debts Again Proposed as Solution of Problems.

BY JOSEPH W. GRIGG. (Copyright, 1922, by the New York World. Published by Arrangement.) LONDON, July 8.—(Special Cable).—Premier Lloyd George is so impressed with the critical situation in Germany that he has called a special meeting of the cabinet for Tuesday to consider it.

Before going to Chequers for the week-end the premier had a long conversation with Austen Chamberlain, who is still ill at his London home. It is believed in government quarters that the premier will, in the event of any sudden emergency, suggest a meeting of the Allied chiefs without further delay.

The British government informally has approached the United States government, through Ambassador Harvey, to ascertain if America has any suggestions to make which might have an effect on stabilizing the situation in Germany.

**General Demoralization Seen.** While the French press charges the German government with staging another crisis, to try to obtain a reduction of reparations, the belief in all responsible quarters here is that the sensational decline in the value of the mark is only indicative of the gradual decay of Germany, which has been hastened by the assassination of Rathenau and the development of the monarchistic intrigue.

**France Is Stumbling-Block.** The British government, however, is helpless to ameliorate the situation so long as France maintains the present attitude of refusing to abate her reparations claims. Eventually the whole question comes back again to the allies' debts to America.

France is willing to scale down the German reparations to the extent to which Great Britain and America are willing to relieve her of her war debts.

Great Britain is willing to cancel the French war debts, but only on the lines of a general cancellation of war debts.

## LOCAL TOURISTS LEAVE

### Portland Women Off for Tour of Yellowstone Park.

A specially conducted party of Portland women left Portland yesterday afternoon for a tour of the Yellowstone park. The tour was arranged by the travel department of the American Express company and was made over the Union Pacific.

Those in the party were: Mrs. Marion Farrell, Miss A. Childwell, Mrs. Mary Divilbiss, Mrs. M. Cracken, Mrs. C. A. Pruitt, Miss Frances Cornell, Miss Mildred J. Parks, Miss M. J. Murphy, Mrs. Burton Beck, Mrs. A. J. Lambert, Mrs. F. E. McElidowney, Miss Marie Peacock. The men who accompanied the party were: Earl D. Walker of the American Express company, Burton Beck of the Union Pacific and F. E. McElidowney, E. E. Gandy and Harry Divilbiss.

## GRAIN DEALERS ELECT

M. Senders of Albany Is Chosen Willamette Valley President.

SALEM, Or., July 8.—(Special).—M. Senders of Albany, head of M. Senders & Co., was elected president of the Willamette Valley Grain Dealers' association at its annual convention here today. Mr. Senders succeeds C. B. Buchanan of Hillsboro.

## CARNEGIE MEDAL ASKED

Friends of Late Portland Pastor Want Heroism Recognized.

Friends of the late Rev. Henry E. Giles, formerly pastor of the Hope Presbyterian church, have been seeking recognition from the Carnegie Medal fund of the heroism of Rev. Mr. Giles, who lost his life by trying to save Barnes Napier from drowning in the Sandy river August 16, 1921. The Rev. Charles McDonald of New York, secretary of the general committee on men's work, is acting for the friends of Rev. Mr. Giles in asking the trustees of the fund either for a medal or a money compensation to be awarded to his widow.

# POLITICAL PORTENT SEEN

## ALLEGED KLAN AUXILIARY'S CAUSING CONCERN.

### Belief Expressed That Ladies of Invisible Empire Will Be Factor in Coming Election.

SALEM, Or., July 8.—(Special).—State officials, and especially candidates for office at the general election in November, see considerable significance in the recent incorporation of the "Ladies of the Invisible Empire," alleged to be an auxiliary of the Ku Klux Klan. Many local students of political activities have ventured the guess that its influence in the coming election will be pronounced.

The incorporators of the auxiliary are R. H. Sawyer, Luther I. Powell, Riah H. Davis and Fred L. Gifford, all designated as members of the supreme council of the new organization. Although designated as a woman's organization, not a woman's name appears among the incorporators.

The purpose of the organization, according to the articles, is to develop the physical and mental capacity of its members and others, to promote better acquaintance and closer association between its members, to promote and preserve the American free public school system, to preserve the purity and supremacy of the white race, and to unite in one inseparable bond the Protestants of the world.

Persons supposed to have knowledge of the Ku Klux Klan activities in Oregon today said that branches of the supreme council would be established in each county in the state.

Besides taking an active part in the political activities of the Ku Klux Klan and its auxiliary probably will support the initiative measure making it incumbent upon parents and guardians to send their children to the public schools.

## SHIPS PROMISED PORT

### EX-SENATOR CHAMBERLAIN ISSUES STATEMENT.

Vessels Declared Ready Whenever Exporters Can Show Need of More Carriers.

Portland can have all of the United States shipping board ships that are required to handle commerce between this port and the Orient.

This was the substance of a statement made last night by ex-Senator Chamberlain, now a member of the shipping board. To give here with Mayer Lissner and Admiral Benson, fellow members, to investigate local shipping conditions.

"I have repeatedly said that whenever Portland shippers showed the board that they needed vessels for freight purposes these vessels would be at their disposal," declared Mr. Chamberlain. "We have ships tied up and lying idle in practically all of the big ports of the trans-Pacific service. Today it is divided between Seattle and San Francisco. Neither port is making a profit on the business. To give Portland a share of the now unprofitable business would be impractical. This port does not want business from which a profit cannot be made."

Ex-Senator Chamberlain declared it was the steadfast desire of every member of the United States shipping board to see a big merchant marine flying the American flag.

"This cannot be accomplished unless the American people give aid to shipping either directly or indirectly," he continued. "Every citizen of this country should stand behind any move which will place the business of shipping on the high seas for permanence."

## CASE CALLED "ORPHAN"

### TWO JUDGES ARE TO HEAR ELECTION CONTEST.

G. G. Bingham and Percy Kelly to Act Together Because Neither Has Jurisdiction.

SALEM, Or., July 8.—(Special).—The election contest filed recently in the Marion county circuit court on behalf of Charles Hall, defeated candidate for the republican nomination for governor at the primary election, has been dubbed an "orphan" by Judge G. G. Bingham, who will hear the case.

Judge Bingham said today that under a rule of his court all law actions are referred to Judge Percy Kelly, while he presides in all equity matters. The contest proceedings brought on behalf of Mr. Hall do not come under either of these classifications, Judge Bingham said, and as a result it was decided that both judges should sit.

In event the case comes to issue and is not disposed of through the filing of a demurrer or some other preliminary maneuver, it will be necessary three days before the trial for the contestants to point out specifically the votes that are to be contested. In other words, the contestants will be obliged to prepare a list of the names of the voters who are under attack and present them to the contest.

# PSYCHOLOGY PRICES CUT

## COURSES MARKED DOWN BY DARKNESS DISPELLER.

### Special Limited Inducement Offered by Head of School of Higher Human Culture.

John Milton Scott, "psychologist of practical idealism," the latest recruit to the city's corps of psychologists and darkness dispellers, lectured at the Lincoln high school auditorium last night to an audience of 35 women, 11 men and one newspaper reporter. His subjects were "The Psychology of Love and the Successful Marriage" and "Marriage Wisdom Which Makes All Marriage Days Lover Days."

The lecture was free and so were the pamphlets setting forth the cost of advanced courses in "the school of the higher human culture."

The lecturer spoke principally of love. He started in on color and declared that when we are nervous it is because we wear wrong colored clothes; that when we are irritable it is because of our scheme does not fit with our souls.

"Him" and "her" were discussed at length. Everything straight is "him," everything crooked or curved is "her." Greek architecture and sculpture crept into the lecture.

"Him" figures and "her" figures, "him" sounds and "her" sounds, "him" letters and "her" letters. Fish love, bird love, four-footed love that walks in broad meads and fertile fields, swooning angels and rocks that were a combination of "him" and "her" were thrown at the 25 middle-aged women, the 11 aged men and the bored newspaper reporter.

John Milton Scott's principal messages are delivered at the school of higher human culture, located in a somewhat passe boarding house occupying an ancient mansion at the corner of Fifth and Jefferson streets. The prices for further immersion in this fountain of intelligence were set forth in the pamphlets distributed at the door—\$25 each for the courses on "Light and Color in Healing and Life" and "The Psychology of Successful Business."

As an introductory price, wisdom is marked down one-half each course selling for \$12. "The Love of Him and Her" comes higher, this brand of information being marked at \$50.

## Ramblers Club Plans Outing.

The Ramblers' club will hold its annual outing today on the Targe Swan. The barge will leave its mooring on the east end of the Morrison-street bridge at 9 o'clock and

# Bon Marche Will Sell Women's \$50 to \$75 Coats and Wraps At Nineteen Eighty-Five!

SIXTY-THREE very distinguished "wrappy" Coats and Capes are to be featured in the Bon Marche's sale tomorrow. They are of Bolivia, Poirat Twill, Veldyne and Tricotine cloths in navy, black, brown, henna, violet and old rose. Nothing finer has ever been shown this season. The head of the department told the writer that "most of them cost at wholesale over forty dollars apiece!"

The price is quoted for clearance of the sixty-three—Nineteen Dollars and Eighty-five Cents!

## Doors Open and Sale Starts at 9 o'Clock Monday

THE purpose of the Bon Marche's Sale is to turn a serious surplus into cash—quickly. Everything has been ruthlessly marked down.

Over two hundred Summer Hats for girls and women—were as high as \$5.00, will be sold for a single dollar apiece.

A matter of eighty dresses of gingham for girls up to 12 years of age will be sold at a dollar apiece—though they were bought to sell at \$2 to \$4.

FIFTY-TWO Dresses for women, of taffeta, satin, meteor, twill and serge, that were bought to sell at twenty-five to thirty-five dollars, have been marked down to nine-eighths.

A dozen coats of all-wool chinchilla (silk lined) that were \$19.50 will be sold at six-eighths.

A matter of twenty-five coats, suits and dresses that represent odd lines up to \$25 will be sold for a five-dollar bill apiece.

Please come in the mornings. It is impossible to wait on the afternoon crowds—the store is four sizes too small!

And besides, the sale is going so much better than we expected. And there isn't going to be very much left in a few more days! Monday—9 o'clock—everything will be ready.

I thank you. GEORGE FRANCIS ROWE.

THE BON MARCHE Morrison at Third

will return at 6 o'clock. It will stop off at Magone's park.

## REALTOR DIED SUDDENLY

### Allen McDonnell Victim of Heart Disease; Wife Finds Body.

Allen McDonnell, Portland real estate man and a resident of this city for the last 16 years, died at his residence, 500 East Fourteenth street North, some time Friday night or yesterday morning of heart disease. Mr. McDonnell, who was 62 years of age, was apparently in the best of health when he retired Friday night. He was found dead in bed yesterday morning by his wife.

Funeral services will be held at Pinley's chapel tomorrow. The time will be announced later.

## VETERANS ARE FETED

### Disabled Men Entertained at Picnic in Crystal Lake Park.

The women's auxiliary of the Travelers' Protective association was host to the Disabled Veterans of the world's war at a picnic at Crystal Lake park, Milwaukie, yesterday. The women of the association had an abundance of food on hand for the veterans and provided entertainment for them. The 50th infantry band of Vancouver barracks supplied music and two baseball

Daughters of Veterans to Form. ABERDEEN, Wash., July 8.—(Special).—Daughters of veterans are planning to organize a chapter in Aberdeen. July 18 is the date on which all wishing to become charter members are expected to have the records of their fathers in the hands of the organizers.

Phone your want ads to The Oregonian, Main 7079. Automatic 560-95.

# Men Wanted

for service as railroad machinists, boilermakers, blacksmiths, high-tension linemen and groundmen, electricians, sheetmetal workers, pipe fitters, copper-smiths, tanners, car inspectors, car repairers, helpers—all classes

UNDER STRIKE CONDITIONS BEST EXPLAINED BY CHAIRMAN BEN W. HOOPER OF THE UNITED STATES RAILROAD LABOR BOARD IN HIS STATEMENT OF JULY 1ST READING AS FOLLOWS:

"In this case the conflict is not between the employer and the oppressed employees. The people of this country, through an act of congress, signed by President Wilson, established a tribunal to decide such disputes over wages and working conditions, which are submitted to it in a proper manner. It is the decision of this tribunal against which the shop crafts are striking.

"Regardless of any question of the right of the men to strike the wages and working conditions prescribed by a government tribunal and are performing a public service. They are not accepting the wages and working conditions which an employer is trying to impose. For this reason public sentiment and full government power will protect the men who remain in their positions and new men who may come in."

Adequate provisions have been made for the full protection of all new employees, the same as old employees who have remained loyally at work. Applicants should apply to the office of the superintendent at Portland (Union station), or to the assistant superintendent at Roseburg.

J. H. DYER, General Manager Southern Pacific Company

# Our Tent Stock Is Complete

and we are offering very special prices this week.

All Sizes, 7x7 to 20x30, From \$6.80 Up

Tents Are Made From 29-Inch U. S. Standard Duck.

## Conway Auto Tents

7x7, 3-foot back wall ..... \$7.00

Army Bacon, 12-lb. cans.....	\$ 2.30
Army Folding Cots, new.....	\$ 3.95
Auto Spring Folding Beds, the \$17 kind.....	\$12.50
Sailor White Pants, new.....	\$ 1.95
Folding "KAMPKOOK" Stoves.....	\$ 6.50
Army Shelter Tents, new, khaki.....	\$ 2.59

These are what the kiddies want as play tents.

IN SHORT—EVERYTHING FOR THE CAMPS

We Are the Big Tent People of Oregon. Mail Orders Filled—Send to J. T. CONWAY, President, Pioneer Army Store Man of Oregon.

## United Army Stores

194 Third Street, Corner Taylor

# Twilight Sleep

FOR THE TEETH PUTS THE TEETH TO SLEEP "THERE IS NO HURT" USED ONLY IN MY OFFICE DR. A. M. ABRAMS PORTLAND'S PAINLESS DENTIST Columbia Bldg. West Park and Washington

**BOY CANOEIST DROWNS** Donald Dunnette, 15, Loses Life in Willamette. SALEM, Or., July 8.—(Special).—Donald Dunnette, 15-year-old son of Mr. and Mrs. Robert O. Dunnette of this city, was drowned in the Willamette river here today while