

GATES COMPANY QUILTS BUSINESS

Partners of Largest Brokerage Firm in the World Announce Firm's Retirement.

ENORMOUS LIABILITIES LEAD TO DISSOLUTION

Debts Aggregate \$80,000,000—Partners Charge That John W. Gates Incurred Half of the Liabilities—Liquidation of Debts Insisted Upon

(Journal Special Service.) Chicago, May 1.—The largest brokerage house in the world, Charles G. Gates & Co., is to go out of existence. The partners of the firm acknowledge today that they had decided to quit business. Rumors to the effect that Gates & Co. intended to retire had been heard for some time, but members



John W. Gates, whose Brokerage Firm Has Retired From Business.

of the concern had denied the reports in emphatic manner every time the question was put to any of them. Fast denials and today's confessions of liquidation are explained by the remark that when the reports were first heard an acknowledgment of dissolution would have meant ruin for the house and a second panic on the stock exchange. Charles G. Gates & Co. owed approximately \$80,000,000, all of which was represented in Wall street deals. These staggering liabilities are accounted by the fact that grave dissensions had broken out among the 12 partners. Several of the latter objected not only to the enormous obligations the firm had incurred, but also to the manner in which the debt had been piled up.

It was charged that the chief special partner, John W. Gates, was responsible for one half of these liabilities, and it was insisted that this be reduced, if not liquidated, at once. The determination of three general partners to have a settlement made was the beginning of the end. New York bankers scented the trouble and demanded that the firm take up its losses.

New Training Station. (Journal Special Service.) Washington, D. C., May 1.—Bids were opened at the navy department today for the construction of the proposed naval training station for the great lakes. The station will be built at Lake Bluff, overlooking Lake Michigan, a short distance north of Chicago. It is estimated that the station will cost in the neighborhood of \$2,000,000.

SUIT TO OBTAIN THAT TOLL MONEY

Appeal Filed in State Supreme Court in State vs. Portland Electric.

TEN PER CENT OF NET TOLLS IS THE DEMAND

Based on Grant of Money by Legislature to Aid in Constructing the Locks and Canal at Oregon City—History of the Suit.

(Special Dispatch to The Journal.) Salem, Or., May 1.—Another move was made yesterday to force an accounting to the state for 10 per cent of the net proceeds collected by the Portland General Electric company for passing freight and passengers through the canal and locks in the Willamette river at Oregon City, under an act passed October 21, 1876.

An appeal was yesterday filed by Attorney-General Crawford with the supreme court in the case of the state of Oregon plaintiff and appellant, vs. the Portland General Electric company, defendant and respondent.

The complaint contains allegations sufficient to entitle the state to recover, provided it has any rights whatever under the act and acts amendatory thereof and supplemental thereto, and prays an accounting for and from the year 1874 to 1906.

Respondent's Demurrer. The respondent demurred to the appellant's complaint for an accounting prior to six years before an act of the legislature filed in the office of the secretary of state February 10, 1903, which took effect May 21, 1903, for the reason "that the suit has not been commenced within the time limited by the laws of the state of Oregon for bringing suit."

Judge Arthur L. Frazer in the circuit court for Multnomah county, sustained the demurrer, and the plaintiff, not desiring to amend, on May 3, 1906, entered a decree dismissing the complaint.

History of the Canal Grant. For the purpose of building a canal and locks on the west side of the Willamette river at Oregon City, the Willamette Falls & Lock company was incorporated in 1863 and the work was completed January 1, 1873. In 1876 a law was enacted appropriating \$200,000 for the construction of the canal and section 6 provided "that the issuance and payment of the said bonds shall be made upon the express condition that said corporation shall pay to the state of Oregon 10 per centum of the net profits arising from the tolls collected for passing freights and passengers through said canal and locks, which sum of 10 per centum of net profits shall be paid into the common school fund of this state."

The Willamette Falls Canal & Lock company on May 3, 1876, assigned its interests in the canal to the Willamette Transportation & Locks company, which in August, 1893, sold and assigned its interests in the locks and dam to the Portland General Electric company.

COAL MINING COMPANIES HAVE FILED ARTICLES (Special Dispatch to The Journal.) Salem, Or., May 1.—The following articles of incorporation were filed yesterday with the secretary of state:

The Ashland Coal Mining company; incorporators, Frank Jordan, David D. Ford, Frank Heberlein and William E. Taylor; capital stock, \$100,000; main office, Ashland.

The Pioneer Telegraph & Telephone company; incorporators, A. C. Hooper, E. Hoskins and D. F. Tester; capital stock, \$250,000; main office, Portland.

The Cowlitz County Coal company; incorporators, M. F. Brady, T. B. Foster and T. W. Younger; capital stock, \$200,000; main office, Portland.

Golden Gate Coffee

Better than champagne.



Costs no more. No prizes—no coupons—no headache. Sold only in airtight tins. Never in bulk.

J. A. FOLGER & CO., San Francisco Established 1850

REFERENDUM PETITIONS BACK TO BE CORRECTED

They Come From Marion, Lane and Clackamas, on Armories and Passes.

(Special Dispatch to The Journal.) Salem, Or., May 1.—Several petitions were submitted yesterday to the secretary of state for referendum on the measures enacted by the legislature regarding the officials' free pass bill and the appropriation for the building of the armories for the use of the Oregon National guards, but as they were not filled out in due form the petitions will be returned to the senders to be arranged so as to meet the requirements of the law.

The petitions came from Aurora, in Marion county; Crow, in Lane county, and Eagle Creek, in Clackamas county. These petitions must be filed before May 24, and in order that the referendum may be held on the measure it will be necessary that there be 4,666 names on the aggregate or total petition.

TRIES TO BREAK RECORD OF BATTLESHIP OREGON

Big Steamer Has Not Been Heard From and Owners Become Uneasy.

(Journal Special Service.) San Diego, May 1.—W. E. Pearce, general manager of the Pacific Coast Steamship company, C. D. Dunamin, general passenger agent, and J. H. Cooper, general freight agent, are in San Diego and have asked the wireless station at Point Loma, and through it the fleet at Magdalena, to try to make connections with the big steamer President, which is bound around the horn from Philadelphia for this port and San Francisco.

Since leaving the port on the eastern coast the President has not been heard from but as she started out with the intention of beating the time of the battleship Oregon, it is natural that she should not have touched at any port on the way around. She was equipped for the full voyage, but the fact that absolutely nothing has been heard from the vessel since she cleared has caused some uneasiness.

DEPENDENT ON RAILWAY COMMISSION FOR A CAR

If L. L. Brooks Had Depended on the Company He Might Be Waiting Yet.

(Special Dispatch to The Journal.) Salem, Or., May 1.—"I am of the opinion that you must have agency of L. L. Brooks in a letter addressed to one of the members of the railway commission, extending sincere thanks for its assistance in securing a car for the shipment of vetch seed to California.

He had since early in March endeavored to secure a car, but was unable to do so. Finally he asked the railway commission to assist him, and the commissioners took up the matter with the railway officials, who in due time sent him a car. Mr. Brooks is manager of the Multnomah stock and seed farm of Corvallis.

IT'S BACK TO PRISON FOR JESSE TANNEHILL

Portland Larcener on Parole Did Well Till Conquered by the Rum Power.

(Special Dispatch to The Journal.) Salem, Or., May 1.—From bright sunshine to dark prison walls will be the lot of Mike Logan, known in Portland as Jesse Tannehill, who was sent from Multnomah county a little over a year ago to serve an indeterminate sentence for larceny in a store, was paroled April 18, and was yesterday returned to prison because of violation of his parole. While on a spree in a State street saloon he threatened to kill Tom Finch, an actor in the local stock company playing at the Klinger Grand. Logan had been working faithfully at the C. K. Spaulding lumber mill in this city, but Monday his old-time craze for drink returned, and he violated his parole by being drunk. The actor swore out a warrant against him, and Mike was placed under arrest by Chief of Police Gibson. After his arrest the officer discovered Logan was an ex-convict and the authorities at the prison had him returned, since his action constituted a violation of his parole.

INDIAN AND BUCKAROO SCRIMMAGE AT SHANIKO

(Special Dispatch to The Journal.) Shaniko, Or., May 1.—A lively scrimmage occurred here Sunday that might have terminated in a serious cutting scrape had not the city marshal promptly interfered and placed Will Howell and Herman Luther under arrest. A small party of Indians had been trying unsuccessfully to ride a bucking bronco when Howell and Luther appeared. Howell volunteered to ride the animal if one of the Indians would give him his spurs, to which the Indian agreed and handed them over. Howell put them on and succeeded in subduing the bronco. This made the Indians angry, and when Howell dismounted they demanded the spurs back. Howell refused to give them up, claiming he had earned them under an agreement by successfully riding the bronco. The Indians rushed the two boys, one of them drawing his pocket knife and trying to stick Howell as he approached. Howell kicked the knife out of his hand, and then the mixup became general. The marshal then appeared and quelled the disturbance.

ELLA CRIM LYNCH CAN PRACTICE IN ALL COURTS

(Special Dispatch to The Journal.) Salem, Or., May 1.—Ella Crim Lynch, a Portland lawyer, was admitted yesterday to practice in all the courts of the state. She is one of the few women attorneys in the state. Walter P. La Roche of Portland and Walter S. Asher of Carlton, Yamhill county, were both admitted on probation for nine months.

TEA Do you think it worth while to serve good tea at your table?

Your grocer returns your money if you don't like Schilling's! Best we pay him.

Oaks Rink
TONIGHT
AMATEUR RACES
Thursday Night
GHOST CARNIVAL
SHEET AND FELLOW CASE
MASQUERADE
RECREATIONAL EFFORTS.
FINE PRIZES.

WOODLANDERS SHOW FAITH IN THEIR TOWN

(Special Dispatch to The Journal.) Woodland, Wash., May 1.—Woodland is having a steady and constant growth and people who have once lived here and returned to visit are most agreeably surprised with its rapid advancement. George Georig, one of the large property owners here, has just opened up Georig's second addition, adjoining the city on the south. The new plots consist of 45 lots, well located, being in the central part of the town. Each one is perfectly level and ready for building upon. The new street which it opens, running east and west, lies back of Davidson's avenue, the main street, and will be known as Georig avenue. It will open six new streets running north and south. These lots are nearly all taken, which shows what the people here think of the town's future.

Woodburn Bank Changes Hands. (Special Dispatch to The Journal.) Woodburn, Or., May 1.—E. C. Price & Sons have disposed of the controlling interest in the Farmers' and Mechanic's bank of this city to G. W. Huffman and Leslie M. Bitney of Sturkie, South Dakota.

W.H. Markell & Co.

You Can ALWAYS do BETTER ON THE EAST SIDE East Side Department Store CORNER Grand Ave. and E. Alder St. East Side Agents BUTTERICK'S PATTERNS and Publications

OVERSTOCK SALE

Several months ago, when we signed a contract for our new building, the agreement was made that the building should be completed by May 1st, which would have permitted us to move by June 1st. However, continuous bad weather for many weeks delayed excavating and concrete work, and later the shut-down of sawmills occasioned another delay. All this time new goods have been piling up in our present storeroom, overcrowding us to such an extent that

It Is Absolutely Necessary to Reduce Many Lines Throughout the Store. Note such Prices and Values as these for Balance of This Week:

Embroidery Values to 25c at 13c yard Splendid values in Embroideries, from 6 to 9 inches wide; your choice of the lot at .13¢	White Batiste Corsets, 75c Val. 38c Two new models, with hose supporters attached, and without supporters. Splendid fitting Corsets.	\$8 and \$9 Values in Fancy Silk Underskirts \$5.78 Handsome new Taffeta Skirts, in swell new shades, shadow stripes, etc. The swellest skirt we have ever shown.
Women's Tailor-Made Suits at a Discount of 25% A nice assortment of blues, blacks, grays and whites, and the greatest values in town.	Women's Shoes and Oxfords, Vals. to \$3.00 at \$1.98 All good styles and about every size. Thoroughly good and dependable Shoes.	Boys' \$2.50 Box Calf Blucher Shoes \$1.98 School Boys' Pride. Made by Geo. E. Keith Co. Right up-to-date in styles and absolutely dependable in quality. Sizes 2½ to 5½ \$1.98 Sizes 13½ to 2 \$1.68
American Lady \$1.25 Corset at 98c The greatest of Corset values. Five new styles of our very best \$1.25 Corsets. Any of these styles 98¢	Muslin Skirts, Vals. to \$1.75 at \$1.28 Handsomely trimmed with lace and embroidery. Full sizes and well made.	Women's \$1.25 Strap Sandles 98c Two neat styles. One nice dress toe and the other common sense, comfort style; all sizes.
White Silk Waists \$2.48 and \$2.88 Beautiful new Jap Silk Waists, prettily trimmed and stylish designs; wonderful values.	\$1.50 Lawn Waist Patterns 88c Includes 3 yards of very fine 40-inch lawn and beautifully embroidered. Waist front; \$2.50 Waist Patterns \$1.37	Men's 75c Golf Shirts at 49c Three days only; stylish new Madras and Percal Shirts; all sizes 14 to 17.
Women's Sleeveless Vests 8, 11 and 15c Three great values in white sleeveless Summer Underwear.	16-in. Silk Floss Pillows 17c	Men's New Neckwear 25c A very choice new lot of Four-in-Hands, in regular 35c to 50c patterns.
Women's Lawn Waists, Values to \$1.50 at 98c Hundreds of beautiful new Spring Waists; handsomely trimmed and made.	Boys' \$1.25 Khaki Suits 98c The ideal play suit for boys 5 to 12 years; jacket and pants, 98¢.	Boys' Shoes 98c Values to \$1.50 Sizes 9 to 2; all solid and the very best styles; great value.
Women's \$1.50 long black & white Silk Gloves \$1.18 Those very popular pure Silk Long Gloves. Not over two pairs to a customer.	Three Hammock Bargains All new and choice patterns and great values. \$2.50 Hammocks \$1.98 \$2.25 Hammocks \$1.68 \$1.50 Hammocks \$1.18 All with pillow and spreaders.	Men's \$1.50 Tan Kid Slippers 98c Fine soft kid, turned sole House Slippers for men; a rare bargain.
New Nobby Wash Goods, 10, 12, 15, 16, 20, 25 and 30c By far the choicest and best assortment we have ever shown and the prices are extremely low.	Pillow Slips, Special Less than cost of materials. 45x36-inch 15c value 11¢ 42x36-inch, 12½c value 10¢	Men's Black 15c Sox, white feet, 11c Absolutely fast colored and seamless; all sizes 9½ to 11.
	Men's Summer Underwear at 50c Five splendid styles at this popular price and all extra values, balbriggan, with or without sleeves, fine ribbed and white nainsook in short sleeve shirts and knee length drawers.	15c Brass Extension Curtain Rods at 9c Extension from 20 to 82 inches.

That Trouble of Yours May be Caused by COFFEE

Nearly every physical ail can be traced to a disturbance of the nervous system, caused generally by some wrong food or drink that sets up the trouble. The nerves telegraph to far away organs. So if pain or incipient disease show anywhere

TRY LEAVING OFF COFFEE FOR 10 DAYS AND USE

Postum Food Coffee

You may locate your trouble and be rid of it. Thousands have! "THERE'S A REASON" Read the famous little book, "The Road to Wellville," in pkgs. Physicians call it "a health classic."