

# WAR FRAUDS HELD TO EXTEND OVER LINES OF PARTY

Journal Staff Correspondent.  
Washington, June 16.—(WASHINGTON BUREAU OF THE JOURNAL.)



In a previous article dealing with war frauds, it was stated that the charges on which proceedings have been so long delayed usually lead to bi-partisan sources. The Roberts case was one in which no political personages have appeared, but one wherein the transaction took place under the Harding administration. This article will deal with another case which necessarily embraces mention of prominent political figures and extends through the Wilson and Harding administrations.

## DAUGHERTY HATES CASE

Some time ago it was announced that Assistant Attorney General W. H. E. Crim was investigating the case for Mr. Daugherty. It is learned that it has been taken out of his hands by the attorney general, and since then nothing has been heard of it. The attorney general has announced that he did not intend proceedings to be started except in cases where he believed convictions could be secured or recovery of property made. With this introduction a brief history of Chemical Foundation is in order.

The trading with the enemy act as originally passed did not authorize the seizure of title or the sale of enemy owned patents, trademarks and the like. However, on November 4, 1918, six days before the armistice, the then alien property custodian, A. Mitchell Palmer, obtained, after personal appearance before committees of congress, an amendment to an urgency deficiency bill which did authorize such seizure and sale.

There were great many dye, chemical and pharmaceutical patents, processes and trademarks granted by the United States and owned by Germans. In January, 1919, a corporation was organized by private individuals under the laws of Delaware, the Chemical Foundation company. The active figure in it was Francis P. Garvan, who was then and since the fall of 1917 had been the chief of the bureau of investigation and manager of the New York office of the alien property custodian.

Garvan continued in this official capacity until March 4, 1919, when he succeeded Palmer as alien property custodian upon Palmer's promotion to the attorney generalship. Garvan became the first president of the Chemical Foundation and is yet George J. Daugherty, New York became secretary of the company, being at the same time and for some time after also employed in various capacities by the alien property custodian.

Five men who became the voting trustees of Chemical Foundation were and continued to be the advisory sales board of the alien property custodian, charged with the duty of passing upon the price and terms of all sales of alien owned property.

Joseph H. Heston Jr. of New York became the counsel of the New York office of the alien property custodian in the fall of 1917 and remained so until early in 1921. He became the attorney for Chemical Foundation upon its organization and has remained so ever since.

Thus, early in 1919, those who were

# Court Convenes On Lawn; Motor Speeder Is Fined

Albany, Or., June 16.—Justice of the Peace Victor Oliver stopped mowing his lawn Wednesday evening long enough to assess a fine of \$12 upon A. Klockman of Klockman, Idaho, who pleaded guilty to a charge of speeding. Judge Oliver convened court in his front yard where the defendant might proceed on his way to Corvallis. Klockman said he is himself a justice of the peace, mayor, postmaster, president of the Idaho Continental company and a considerable portion of the population of the town that bears his name.

running the office of the alien property custodian were also running the Chemical Foundation. Then what happened? Late in February, 1919, by a blanket order, the sale of dye and chemical patents and those appertaining thereto was authorized to be made by the alien property custodian at a price to be fixed by the custodian. On March 4, that year, Garvan, president of Chemical Foundation, became alien property custodian.

## SOLD TO FOUNDATION

On April 19, that year, Garvan as alien property custodian conveyed to Chemical Foundation 4123 patents, 348 trademarks, 402 copyrights and 46 contracts for use of formulas, processes and patents. The consideration received was \$250,000. This sum is less than the patent office fees. The patents included some of the most valuable dye and chemical patents in the United States, and it has been repeatedly stated by those in position to know that there were single patents, for example, salvarsan, worth \$5,000,000 to \$10,000,000.

Some time before the United States entered the war, it is stated, a small group of these patents, about a dozen, was sought to be purchased by Americans from the German owners for upward of \$5,000,000, but the offer was refused. Estimates of the total value of the patents and other rights sold vary from \$25,000,000 to \$100,000,000.

## DU FONTS ARE INTERESTED

The Du Ponts of Delaware, the powder makers, are largely interested in the manufacture of dyes. The Du Ponts underwrote a considerable part of the stock of Chemical Foundation.

Now comes another Delaware man into the picture, under the Harding administration. Garvan was promptly retired as alien property custodian after Harding came in. Installed in his place was Thomas W. Miller, former Delaware congressman, a sub-lawyer of one of the directors of Du Pont. One of his first official acts was to appear before the foreign relations committee of the house, early in 1921, when the resolution declaring peace with Germany was under consideration, where he asked the committee to insert a proviso ratifying and making forever incontestable all seizures, sales and transactions of himself and his predecessors in the office of alien property custodian.

## REQUEST IS IGNORED

Miller's request failed, and so the acts of the custodian are still open to attack. So far there has been no attack, except for the demands in congress, to which no attention has been paid. It may be surmised that Attorney General Daugherty is well aware of the whole business. Congressman Tress of Wisconsin, who introduced a resolution to direct action by the attorney general last July, sent a copy of it to Mr. Daugherty and a personal letter. Mr. Daugherty never answered the letter.

Mr. Daugherty's former law partner, Ralph Baxter, who is also his son-in-law, is attached to the office of the alien property custodian, and one of Mr. Daugherty's assistants, former Congressman "Bully" Wilson of Chicago, has a continuing assignment with the custodian's office to keep his chief advised about matters there. Some day, it may be, a suit will be instituted to set aside the sale of the property purchased by Chemical Foundation and for return of the government of the royalties collected. Then the government may get more out of it than the \$250,000 with which it has so far had to be content. If such a suit is ever brought, it promises to be bi-partisan in its revelations and stretch into two administrations.

# FIVE CALLED FOR TRIAL OF HECKER

Oregon City, June 16.—Five more witnesses, making a total of 26, have been ordered subpoenaed for the trial of Russell Hecker, charged with the first degree murder of Frank Bowker, Portland musician. The trial is to be held in the circuit court here, beginning June 27.

The last five witnesses are in addition to the statutory limit of five, and additional witnesses, who were subsequently allowed by the court at the request of District Attorney Livy Stipp, who will handle the prosecution of the case.

The additional witnesses to be called are Mrs. Ira M. Coleman of Albany, wife of the man whom Hecker is said to have given the money he is alleged to have taken from Bowker; William H. Moench and John Firestone, who found Bowker's body in the Casapopolis river; Pauline Romain, chambermaid at the Albany hotel, where Hecker registered at Albany, and Charles V. Robinson, who owned the equipment for his machine after the time of the alleged crime.

# O-W. Is Ordered to Install Automatic Train Stop Devices

Washington, June 16.—(WASHINGTON BUREAU OF THE JOURNAL.) The O-W. R. & N. company is one of 49 railroads directed by interstate commerce commission today to install upon part of their systems an automatic train stop or control device to protect the safety of passengers.

The road is ordered to make the installation for the full length of at least one passenger division on its line between Portland and Pendleton by January 1, 1923. The estimated cost of the device varies from \$700 to \$1500 per mile, according to the type adopted.

The government railroad on the Olympic peninsula, Washington, built in war time to assist in spruce production, is expected to be sold within a few days. Two proposals have been received, it is stated.

## TAX LIST TURNED OVER

Vancouver, Wash., June 16.—County Treasurer Henrichsen, Thursday, turned the list of delinquent personal property tax over to the sheriff for collection. The sheriff can attach any property including real estate belonging to a person who has not paid the tax. There is a penalty of 15 per cent a year on delinquent taxes.

# Pleads Guilty to Burning Barn and Gets 1-Year Term

The Dalles, June 16.—Pleading guilty to a charge of arson, the defendant in indictment returned by the grand jury Wednesday, Charles Fornwalt of Shaniko was sentenced by Circuit Judge Fred W. Wilson to a term of one year in the penitentiary. Charles Covey, who was jointly indicted for the same offense, will be sentenced July 20. Fornwalt was charged by Mrs. Mary McKinley with burning a barn at her home May 28. Fornwalt and Covey confessed the crime after four other Shaniko men had been arrested. They told Sheriff Christman it is said, that members of the McKinley family had been molesting them, and that the action was taken as a means of driving the McKinleys out of the country. The grand jury, in a special report, recommended leniency for the two prisoners.

# To Celebrate End Of Paving on 200 Miles of Highway

The Dalles, June 16.—A celebration over the completion of the last bit of paving along the Columbia river highway between here and the Pacific ocean, a distance of more than 200 miles, giving Oregon the longest stretch of continuous paved highway in the West, will be held here July 2.

Plans for the affair were completed Thursday at a meeting of the Kiwanis club. Members of the organization will meet Friday to arrange the final details. Portland organizations, especially the Ad club and the commercial club, are to be invited and in order to have a large representation, it was planned to have the affair take place Sunday.

Governor Olcott, Governor Hart of Washington, members of the state highway commission and civic officials from all parts of the state will be invited to participate in the program. The Hauser Construction company will pour the last "hot stuff" closing the final gap, June 28, it was announced.

# Upper Flood Waters Increase Slightly

High temperatures in the upper Columbia river country have caused a slight increase in the height of the flood waters during the last 24 hours, but because cooler weather was being experienced today the rise will not have an effect upon Portland, according to the district weather bureau office. A stage of 21.1 feet is forecast at Portland for Saturday and a stationary stage Sunday and Monday.

# My Clothes for Boys prove that Quality pays

## Friday & Saturday Boys' Suits

with two pair of Knickers \$9.85

Staunch, wool fabrics carefully modeled into splendid, serviceable suits, is one of many reasons why these garments are of such good quality.

The models are full lined; a variety of shades and patterns in herring-bone weaves, Cassimeres, Tweeds and Chevrons are offered.

## Wash Suits

\$1.50 \$2 \$3 \$4 \$5 Middy Jr. and Norfolk models; guaranteed color fast. A variety of shades and models may be had in sizes from 2 to 9 years.

BEN SELLING Morrison  
Portland's Leading Clothier for Over Half a Century

# DRESS FOR LESS Uncle Sam's Loss Your Gain U.S. Army Goods

BUY NOW—DON'T WAIT! STORE FULL OF BARGAINS—INVESTIGATE!

## VACATION TENT SPECIALS

- |                                              |         |                                        |        |
|----------------------------------------------|---------|----------------------------------------|--------|
| 7x7—8-oz.—36                                 | \$6.00  | Cot Mattresses, new                    | \$2.50 |
| 7x9—8-oz.—36                                 | \$7.50  | Ration Bags                            | 40c    |
| 8x10—8-oz.—36                                | \$8.50  | Pack Sacks                             | \$1.50 |
| 10x12—8-oz.—36                               | \$10.50 | Auto Packs, heavy canvas, new          | \$1.75 |
| 10x14—8-oz.—36                               | \$12.00 | Canteens, reclaimed                    | 25c    |
| Army Tent, extra heavy duck, reclaimed—16x16 | \$15    | Canteen Covers, reclaimed              | 15c    |
| Camp Stoves—all sizes                        |         | Canteen Cups, new                      | 15c    |
| Folding Camp Cots, new                       | \$3.25  | Mess Kits, new                         | 40c    |
| Camp Stools                                  | 50c     | Steel Fry Pans, new, all sizes, 40c to | 70c    |
| Army Steel Folding Cots, reclaimed           | \$2.50  | Camp Axes, new                         | \$1.25 |
|                                              |         | Cold Blast Lanterns                    | \$1.45 |

- |                                   |                |                     |                |
|-----------------------------------|----------------|---------------------|----------------|
| Blankets, O. D. Wool              | \$2.50         | Service Hats        | 75c            |
| Grey Blankets, 4-lb.              | \$3.00         | Overseas Caps       | 5c             |
| New Wool O. D. Army Shirts        | \$2.75         | Khaki Shirts        | 75c and \$1    |
| Wool O. D. Army Shirts, reclaimed | \$1.25, \$1.50 | Army Khaki Breeches | 75c and \$1.25 |
| Wrap Leggings                     | 45c            | Khaki Pants, new    | \$1.45         |
| Canvas Leggings                   | 45c            | O. D. Wool Breeches | \$1.25         |
| Leather Leggings                  | \$4.00         | and                 | \$2.50         |
|                                   |                | Web Belts           | 20c            |

Just received shipment of 4000 pairs of new Army Trench Shoes without laces. A real bargain, \$3.50 pr. All sizes. Herman's Russel Army Last Shoes \$4.75

## MISCELLANEOUS

- |                                                                                         |     |                                      |        |
|-----------------------------------------------------------------------------------------|-----|--------------------------------------|--------|
| Just received—1500 new Ball-briggin Army Shirts and Drawers, All sizes, Choice, garment | 40c | Army Leather Work Gloves, new        | 60c    |
| Cooks' and Bakers' Aprons, new                                                          | 45c | Leather Faced Gloves                 | 25c    |
| Barber Coats                                                                            | 75c | Cotton Sox, 8 pairs                  | \$1.00 |
| U. S. White Dress Shirts, each                                                          | 25c | Hickory Shirts                       | \$1.10 |
| New Army Waist Overalls                                                                 | 98c | White Handkerchiefs, each            | 5c     |
| New Army Jumpers                                                                        | 75c | Khaki Handkerchiefs, 2 for 15c       |        |
| Army Overalls and Jumpers, reclaimed, garment                                           | 25c | Colgate's Shaving Soap               | 5c     |
| Blue Work Shirts, new                                                                   | 65c | Army Issue Soap, 3 1-lb. bars for    | 25c    |
|                                                                                         |     | Sweet Caporal Cigarettes, 10 to pack | 5c     |
|                                                                                         |     | Army Bacon, 2-lb. can                | \$2.20 |
|                                                                                         |     | Army Roast Beef, 2 lbs.              | 25c    |

Mail Orders Promptly and Carefully Filled No Goods Sent C. O. D.

FIRST AND TAYLOR Store Open Saturday Until 9 P. M. FIRST AND TAYLOR

Headquarters Army Goods Store H. HORENSTEIN

Corner First and Taylor DRESS FOR LESS

**BIG TREE FELLED**  
Castle Rock, Wash., June 16.—C. F. Mann felled a tree on his place near Sandy Bend, which, cut 12 feet above the ground, measured 212 feet in length. The stump measured 17 feet across.

# BOSTON SHOE SHOP

129 FOURTH STREET

Pre-Inventory Sale of Women's High White Shoes \$1.95

**How to Make Pineapple Jam**  
Use Fresh Pineapple and Boil Only 1 Minute  
By Ann Proctor

Pineapple Jam, or, as many people call it, "Jelled Pineapple," is an unusually delicious, healthful and inexpensive food. And it's so easy to make by the wonderful CERTO process which I now use in making all my jams and jellies because it makes a product that looks better, tastes better and costs less. To make Pineapple Jam from fresh pineapple I take two small or one large sized pineapple, peel and remove eyes and core, then chop very fine or put through a food chopper. Measure out 4 level cups of the chopped fruit and juice into a large saucepan; add 8 leveled cups (8 1/2 lbs.) sugar and mix well. Stir hard and constantly and bring to a vigorous boil over hot fire. Boil hard 1 minute with continual stirring. Take from fire, add 1 bottle (scant cup) CERTO and stir in well. Skim and pour quickly into sterilized glasses. Seal at once with hot waxine according to directions on page 3 of the CERTO Recipe Book which accompanies every bottle of CERTO and gives nearly a hundred different recipes for making jams, jellies and marmalades from all kinds of fruits with only one minute's boiling. For free extra copies of the CERTO Recipe Book, address: Pectin Sales Co., Inc., 184 East Avenue, Rochester, N. Y. CERTO Process Jams and Jellies have fine keeping qualities.

A real honest clean-out of this season's merchandise!  
Ladies' Canvas Oxfords and Strap Pumps at \$1.95 pair  
This Sale Runs Till We're All Cleaned Out  
Come Early and Profit by Our Chain Store Values  
Next Door to Sieberling-Lucas Music Co.

Men's Light Work Shoe, best grade, \$1.95 at

In Nubuck Kid and Canvas, all sizes, while they last.

# Rupert Hughes

SPECIAL ADDED FEATURE IRVING CUMMINGS in "ON THE TRAIL"

A big powerful photoplay of love and adventure; in the picturesque setting of the Canadian Northwest.

NEW SHOW TODAY

Presents

# Come On Over

with COLLEEN MOORE

A photoplay that will appeal to every person, with a tenderness that will grasp every heart; with an overpowering wave of fun that will drown your every care. It's Rupert Hughes at his best.

IT'S HUMAN—HOMELY—and HUMORSOME!

# RIVOLI

Independently operated by Gus A. Metzger