

BURKE STATES HE IS "BROKE"

Former U. S. Treasurer and Governor of North Dakota Ready to Testify

NEW YORK, July 9.—Harkara, ejected and "broke," John Burke, once treasurer of the United States, and three governor of North Dakota, walked in District Attorney Banton's office today to offer the authorities what help he could in the grand jury investigation of the brokerage firm of Kardos & Burke, which failed 18 months ago for more than \$2,000,000.

Mr. Burke said he was ready to waive immunity and tell the grand jury everything he knew—which was astoundingly little—about the operations of the firm.

"I give you my word as a man that the first intimation I had of what was going on was when the bankruptcy petition was filed," he said.

"I think that is your trouble," cut in one of the assistant district attorneys, who was examining him. "I don't think you even knew you were alive in that outfit."

"Upon my word, you are right," responded the man whose name once appeared on millions of dollars of currency of the United States. "I feel this thing—I've got me licked, broken. I never thought it possible. What hurts more than anything else is the fact that I, John Burke, the former treasurer of the greatest nation on earth, should have had my name connected with a brokerage house that went to the wall and wiped out the money put up with it by many small investors."

Mr. Burke said that he had had practically nothing to do with the routine operations of the firm, leaving all that to Louis M. Kardos, Jr., his partner.

FEW FOLKS HAVE GRAY HAIR NOW

Druggist Says Ladies Are Using Recipe of Sage Tea and Sulphur

Hair that loses its color and lustre, or when it fades, turns gray, dull and lifeless, is caused by a lack of sulphur in the hair. Our grandmother made up a mixture of Sage Tea and Sulphur to keep her locks dark and beautiful, and thousands of women and men who value that even color, that beautiful dark shade of hair which is so attractive, use only this old-time recipe.

Nowadays we get this famous mixture improved by the addition of other ingredients by asking at any drug store for a bottle of "Wyeth's Sage and Sulphur Compound," which darkens the hair so naturally, so evenly, that nobody can possibly tell it has been applied. You just dampen a sponge or soft brush with it and draw this through your hair, taking one small strand at a time. By morning the gray hair disappears; but what delights the ladies with Wyeth's Sage and Sulphur Compound is that, besides beautifully darkening the hair after a few applications, it also brings back the gloss and lustre and gives it an appearance of abundance.—Adv.

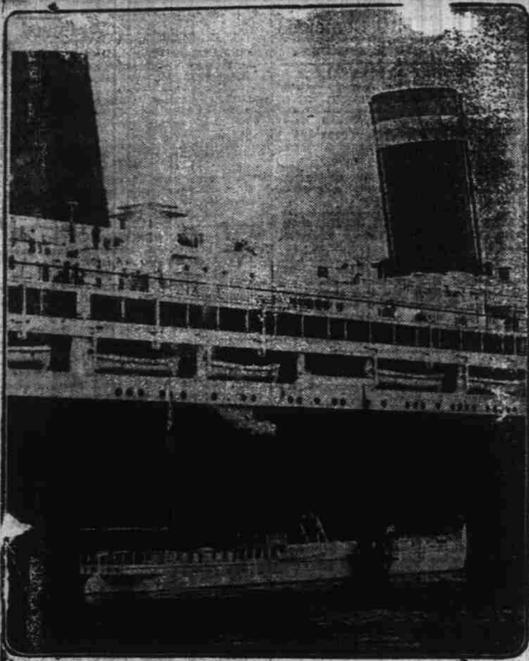
Classified Ads in The Statesman Bring Results

ACCUSED OF IMPERSONATING ROOSEVELT, JR.



Donald C. Thompson, a photographer, under arrest in Chicago, charged with impersonating several well known people. He walked into a Washington book store, said he was Theodore Roosevelt, Jr., ordered books, cashed a check and had the purchase sent to the address of the Roosevelts. They were sent back and he was followed to a hotel in Chicago and arrested. He has also impersonated Commander Frederic E. Pierson, U. S. N., and passed worthless checks in the same manner.

LEVIATHAN VS. FULTON'S CLERMONT.



This shows the little Clermont, Robert Fulton's first steamboat, in duplicate, alongside the mammoth Leviathan, a striking illustration of the advance in shipbuilding.

TURNER

TURNER, Ore., July 9.—The state Christian church convention closed Sunday night.

C. W. Hewitt and family returned Saturday from Yamhill county, where they participated in their annual Hewitt family reunion.

C. A. Bear and family motored to Portland and returned July 4. Miss Bond of Sneed, niece of S. Bond, returned home Saturday.

Mrs. Cecil Small and young daughter are visiting at the parental home.

Mrs. F. M. Bear of Plainview who spent most of the week at leading the Christian church convention, returned home Saturday accompanied by her niece, Miss Hazel Bear, for a few days' visit.

Mr. and Mrs. Edward Belknap of near Monroe were guests of old friends at the community picnic in Turner July 4. Mrs. Belknap is taking a teacher's course at Monmouth this summer and will teach in Monroe.

Mrs. R. M. Kiser has returned from Portland after a visit with relatives from Minnesota at the home of a cousin.

Mrs. J. F. Lytle and her son, Percy and family, are at the coast.

Argentine Pets Are Sent To Help Firpo Whip Jess

NEW YORK, July 9.—Six Argentinians and one coat, an animal that somewhat resembles an anteater, arrived from South America on the Pan-American liner today to help Luis Angel Firpo achieve victory over Jess Willard at Boyle's Thray Acres Thursday night.

The Argentinians, confident that Firpo can whip Willard and also Champion Jack Dempsey, singly or simultaneously, declared themselves ready to bet everything they had on their countryman. And, if they succeed in their design of getting Captain Rose of the Pan-American to make Firpo a present of the lucky coat they intimated they might be willing to bet even more.

It is predicted that the 5-cent cigar is coming back. What then is the combination they sell for a nickel now?

POINT IN CASE LOST BY MORSE

Supreme Court Over-Rules Motion for Acquittal in Ship Fraud Question

WASHINGTON, July 9.—The case of Charles W. Morse, his three sons and four others, who are charged with conspiracy to defraud the United States in connection with war time ship construction and operation contracts, must go to the jury.

Justice Stafford so announced today in the District of Columbia supreme court in over-ruling motions of defense counsel for a verdict of acquittal and for dismissal of the indictments. The motions were made last week after the government had rested its case.

Immediately after the decision, by the court the defense began the presentation of its case in reply to that which government counsel have put in during the more than two months that the case has been on trial. They plan to call as witnesses William G. McAdooy, former secretary of the treasury, Charles M. Schwab, former director general of the Emergency Fleet corporation, and other men of national prominence and hope to rest within a few weeks.

Justice Stafford in a written opinion refusing to dismiss the indictments, said with respect to the first indictment, which charged a general conspiracy that it would not be necessary to show that means of carrying out the conspiracy should be unlawful in themselves. Consequently he held that any number of the defendants, but not less than two, might be convicted "provided the evidence shows to have been parties to the general conspiracy charged, although ignorant of some of the means that were used and ignorant of any intention on the part of their co-conspirators to use them."

With respect to the second indictment, which charges a conspiracy to defraud the United States through fraudulent and false representations to the Emergency Fleet corporation shaver restrictions were drawn.

Justice Stafford held that the jury could not find all the defendants guilty if some made only one of the six alleged false statements specified in the indictment and others made one or more of the other statements.

Pickwick Stages May Be Ousted From State

Representatives of the public service commission who left yesterday for an investigation of railroad needs in central Oregon, stopped in Albany to attend an investigation of the accident near Sheed Saturday in which two Pickwick stage passengers lost their lives following the running down of one of the stages by a Southern Pacific train.

There is a possibility, it was said, that the Pickwick stages may lose their privilege to operate in Oregon. H. H. Corey, chairman of the service commission, says the company is a persistent violator of the Oregon traffic laws and that one of its stages was involved in a similar accident recently in California. Also it is declared that only yesterday one of the Pickwick stages violated the speed laws of the state between Salem and Oregon City, traveling as fast as 45 miles an hour.

The party leaving here was accompanied as far as Albany by H. D. Wagon, assistant secretary of the commission, who made inquiry into the accident.

DRIED FRUIT

NEW YORK, July 9.—Evaporated apples dull; fancy state 11 1/2 @ 12. Prunes slow; California 5 1/2 @ 13 1/4; Oregon 5 1/2 @ 10. Apricots unsettled; choice 13; extra choice 15; fancy 17. Peaches dull; choice 9 1/4; extra choice 10 @ 11 1/4; fancy 12 @ 12 1/4.

WHEAT

MINNEAPOLIS, July 9.—Wheat cash No. 1 northern 1.10 @ 1.17; No. 1 dark northern spring choice to fancy 1.27 @ 1.37; good to choice 1.17 @ 1.26; ordinary to good 1.11 @ 1.16; July 1.09; September 1.09 1/4; December 1.10 1/4.

HOGS

NEW YORK, July 9.—Hogs, steady; state 19.22, 20 @ 27; 19.21, 11 @ 12; Pacific coast 19.2, 16 @ 20; 19.21, 13 @ 15.

WOOL

LONDON, July 9.—There were 11,569 bales offered at the wool sales today. It was a poor selection and bidding was slow at unchanged prices.

RANCHER FOUND DEAD

YAKIMA, Wash., July 9.—Believed to have died of heart failure while sawing wood, the body of R. H. Gibbs, a former businessman of Dolores county, Colorado, was found at noon yesterday by a boy on the Gibbs' ranch near here.

NOW PLAYING



REDS BACK TO CAPITALISM

Soviet Russia's middle course between communism and capitalism, which was put into effect in 1921, has not brought about the rehabilitation that the Russian dictators expected. In a recent address delivered at the Ukrainian Communist conference Trotsky confessed that "Russia's new economic policy is working at a loss."

He said he was aware that the press of the rest of the world would make use of this statement for new attacks upon communism; but he added that the situation was so serious that the facts must be recognized by the Russian people themselves.

Russia has a paper currency that is inflated to a degree that almost outraces the imagination; but it collects its taxes on the basis of the gold ruble. The present government budget is about \$2,000,000,000, estimated on the basis of American money. It would be more if there were more in Russia to collect. But a small part of it is paid in real money, the greater portion coming in the form of the products of industry that the government manufactures and sells in the products of agriculture that are taken from the peasants.

According to Trotsky's own statement the federal industries are costing the state a great deal more than they are producing. To illustrate: whenever a pair of shoes is made and sold by the government the price received is one-fourth less than the cost of production. To keep the factories running it is necessary to divert a part of the taxes collected from the peasants to make up the deficit.

The soviet government has ceased to attempt to fool the people in regard to these enterprises. It has found that it does not pay for the government to engage in industry, and the Bolsheviks are closing the state factories.

They feel that they are now strong enough to compel the peasants and the industrial laborers to pay sufficient taxes to keep the bureaucrats living in the style they deem necessary or agreeable. Why should they bother about industry when the industrial enterprises do not pay?

So Trotsky very coolly intimates that the government factories will be closed gradually and all the production of Russia will be under private control.

The Bolsheviks have satisfied themselves that Karl Marx was wrong. They have proved to their own satisfaction that a government cannot profitably engage in industry; and they are through with the experiment. They are settling down to a military dictatorship, pure and simple. They will let the people produce without much governmental restraint, so long as they will pay in taxes enough to satisfy the greedy bureaucrats.

The money is the thing. Russia is looted bare. The peasants must produce the food, raw ma-

terials must come from the mines, industry must operate to produce the necessary manufactured products; or the whole country must starve, Bolsheviks along with the rest.

Trotsky and his fellow dictators are practical men. They carried into effect the abolishment of private property because that gave everything to the government. The loot was enormous. But the sack is now empty; so the people are to be permitted to return to the capitalist system of production and distribution. Property returns to private hands and industry to private control.

And what do the people get in return for the horror and agony of the last five years, in return for the waste of more than \$50,000,000,000 of wealth accumulated through centuries of labor and economy? They get the cool announcement from the dictators that they are sorry; but the Socialist program of Karl Marx didn't work.

Krassin is repeating in London what Trotsky says in the Ukraine. There is no longer an attempt at secrecy. Krassin explains the progressive closing of the government factories by saying that "Our main trouble is that we do not know how to organize production. . . . The exaggerated and swollen machinery of control is the main cause of the unbearable bureaucratism of our institutions."

His explanation is reasonable; for he is simply telling us that governmental operation of industry cannot be maintained in Russia at a profit. This is the experience of every other modern government. The failure has perhaps been more marked in Russia because the men placed in charge of the industries were taken from the class that works with its hands and knows little or nothing of the science of industry. As far as the workers themselves



PILES

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"I AM entirely free from my Piles and aches and pains," writes one of my former women patients who, after suffering 25 years, was cured by my painless, non-surgical treatment. But this case is no exception, as scores of letters in my FREE illustrated book will testify. I use no knife, anaesthetic, clamps, ligatures, stitches, burning or other disagreeable or dangerous methods in treating Piles, and GUARANTEE results.

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Money saving **SKAGGS** Cash stores

CROWN FLOUR..... \$1.89

PURE CANE SUGAR, 100 pound bag..... \$9.79

10 POUNDS CANE SUGAR..... \$1.00

LARGE LEMONS, per dozen..... 39c

AMAIZO SALAD OIL, pint can..... 23c

NO. 5 PURE LARD..... 75c

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were concerned, as soon as the opportunity for personal profit was removed they no longer put their hearts into their task.

That the communist adventure ended in failure has surprised none but the ignorant. Only those who knew nothing of the science of industry believed that political bureaucrats could conduct any industry at a profit. But ignorance is hard to convince. At the very moment when the government industries in Russia are closing a radical cry is going up in this country that the government shall take over the coal mines and operate them. One must perhaps be patient with those who are honestly deluded into the belief that such a plan can succeed. But the agitators and unscrupulous politicians who are exploiting the ignorant for personal profit would receive short shrift.

RIGA CHURCH IS GIVEN TO POLICE HEAD

Luthern Structure Locked and Sealed; Will Be Presented to Roman Catholics

NEW YORK, July 9.—The National Lutheran council today made public a cablegram from Riga, Latvia, saying that the St. Jacobi Lutheran church, the largest and most beautiful in Latvia, had been locked and sealed by the district chief of police with a view to turning it over to the Roman Catholic church.

The protestant citizenry of the country, cablegram concluded, had demanded a plebiscite.

Lethal Gas Status to Be Decided By Supreme Court

RENO, Nev., July 9.—The question of the constitutionality of death by lethal gas, which has been upheld by the Nevada supreme court, is to be taken to the United States supreme court. The attorney for the Chinese sentenced to die in the lethal gas chamber at the state prison announced today that he would file the necessary papers in the federal court in San Francisco tomorrow.



His selection by Gov. Smith of New York as successor to Major Gen. O'Ryan has caused a revolt among Guard officers, who assert he is not competent to fill post of commander. Virtually the entire personnel of the New York National Guard either have resigned their commissions or are said to be about to do so.

It is the opinion of a handwriting expert that but 10 per cent of the people get to heaven. But it isn't always safe to judge a man by his chirography.

EXECUTIVE IN WRECK

BELLEPLAINE, Minn., July 9.—An automobile in which Governor J. A. O. Freus was being taken to Laverne for a speaking engagement tonight crashed with another automobile on the highway near here late today, but the chief executive without injury.

A Washington girl was recently married to a young man from Texas by the long-distance telephone. She must have succeeded in getting the right number. "And if anyone should call Felle, I shall not see them." "Shall I say madam is out?" "Oh, dear, no! That would be a falsehood. Say I am not at home."—Boston Transcript.

BARGAINS IN USED PIANOS & PHONOGRAPHS

PIANOS

Naynes.....	\$150.00
Merrifield.....	\$195.00
Fisher.....	\$145.00
Milton Player.....	\$325.00

PHONOGRAPHS

\$150 Pathe.....	\$ 60.00
\$150 Victrola.....	\$110.00
\$165 Columbia.....	\$110.00
\$275 Columbia.....	\$135.00

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Bungalow Aprons and House Dresses

It won't take the thrifty housewife long to make up her mind that she needs several when she sees how good these new aprons are. Bungalow aprons of light or dark percales—coverall aprons of crisp, fresh gingham or light and dark percale—stripes, checks, plaids, figures and solid colors.

Aprons..... 98c, \$1.25, \$1.50, \$1.98

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