

GUARDIAN CASE PROBE SOUGHT

Data Turned Over to District Attorney; Paper Is Also Accused

(Continued from page 1)

Investment company, subject to mortgages aggregating more than \$300,000. Both of these transactions, as well as numerous others disclosed by the transcript of the testimony, were in direct violation of the building and loan statutes and are criminally punishable. The statute requires that the corporation commissioner shall present such facts to the district attorney as soon as he is satisfied that a crime has been committed. Receiver Decision Separate Issue

The decision of Judge Lusk upon the motion to vacate the order appointing a receiver will not affect the grand jury investigation. That decision when it is given, will have to do with the technical question of whether the court had jurisdiction to appoint a private receiver. The corporation commissioner has not yet asked to be appointed receiver. He simply given to directors the statutory 20 days notice to restore to the Guardian Building & Loan association the money that has been illegally taken out of that association. The 20 days has not yet expired.

"The only interest the corporation commissioner has in the receivership, if a receivership is ordered, is that under private receivership large fees and commissions aggregating probably \$50,000 would be paid against the Guardian Building & Loan association investors. If the receivership is under the jurisdiction of the state corporation department, no fees or commissions would be allowed, except a small per diem to the officers actually in charge. The corporation commissioner receives no pay as receiver."

"In connection with this grand jury investigation I have also turned over to the district attorney five issues of the Sunday Mercury attacking my department, the state corporation commissioner and the savings and loan supervisor. There also has been submitted to the district attorney the evidence we have gathered relative to the several persons individually responsible for these particular publications. Connection With Guardian Claimed

"The Sunday Mercury is published from time to time under the guise of a newspaper. It does not carry the name of any editor at its masthead, but its principal owner is Fred Kern, whose stock in the paper has been pledged to the Mortgage Investment company, the holding corporation of the Guardian Building & Loan association as collateral for a loan. "The series of attacks on the corporation commissioner in the Sunday Mercury began simultaneously with the filing of the motion to set aside the receivership of the Guardian Building & Loan association and have continued at intervals of two or three days since that time."

"The district attorney has been asked to submit evidence to the grand jury for the return, against the individuals responsible, of three indictments. These possible indictments include the crimes of criminal libel, attempt to intimidate public officials with intent to influence their official conduct and attempt to induce sound financial institutions by publishing statements to the effect that the corporation commissioner intended to wreck them."

Two Marines in Nicaragua Slain By Insurgents

WASHINGTON, June 16.—(AP)—The death of two marines attached to the Nicaraguan national guard in a skirmish with Nicaraguan insurgents was reported today to the navy department.

A message from Lieut. Col. Franklin B. Garrett, commanding the second marine brigade in the Latin American country, besides naming the men, told only that they met death Monday in western central Nicaragua. The men were: Lieut. Lester E. Power of California, Cal., and Sergeant William E. McGhee of Chattanooga, Tenn.

Woman's Slayer To Die in Chair

ELIZABETH, N. J., June 16.—(AP)—William Moore Fraser of Rahway, charged with the "death ride" killing Feb. 18 of Mrs. Phoebe Stader whom he professed he loved, was convicted of first degree murder tonight. The verdict carried a mandatory death penalty.

Within a half hour after papers had been signed, Judge Alfred A. Stein sentenced Fraser to die in the electric chair the week of July 27.

BUILDS REPLICA OF HOLY LAND GARDEN



FRIDA ABRAHAM and MRS. LITTLETON BEFORE ONE OF PAINTINGS

Surrounded by estates at which some of society's gayest parties are held, hidden in a spreading apple orchard, there is a perfect replica of a lovely Palestinian garden on Long Island, N. Y. It was built by Mrs. Martin Littleton, an ardent student of the Bible and the stars, to house her Biblical treasures and relics of the Holy Land. Everything in the garden and the library it contains has been brought from Palestine and the high concrete wall that surrounds the garden is painted to depict panoramic views of the Holy Land. Miss Frida Abraham, an artist from Jerusalem, shown at extreme left with Mrs. Littleton, painted the beautiful frescoes that fairly exude the atmosphere they are intended to portray.

PEOPLE... ...who are news

(Continued from page 1)

any newcomers like Clementine, the Japanese monkey, a tame opossum, or a South American kinkajou, which he has ordered by cable from its native habitat.

MALONEY, a black vulture from South America, is the star's special pet just now. Maloney, a fine example of his kind—if you like the kind—appears to answer when his master speaks, by kissing him with his ugly beak.

The chickens—and the Barrymores are almost the only people hereabouts who actually "keep chickens"—are the progeny of two baby chicks given them two years ago this Easter. They supply the family with eggs and an occasional fryer.

BARRYMORE has a tremendous amount of money invested in his collections which include first editions, Venetian glass, ivory, fireworks, old prints and antique church vestments. None of his books are catalogued. Once he invited a friend up to see his copy of Caxton, the first English-printed book, but he couldn't find it. His home, high up on a mountain ridge, is so difficult to find that he has prepared a road map which he sends with invitations to guests who never have visited him. He is interested in astrology and sometimes plans his work and even his life in accordance with the readings of the stars.

H is a "long winded" phone conversationalist and frequently he talks to his year-old daughter from the studio; the child hasn't replied yet, although John says she will any day now. He owns the only dinosaur egg outside of the museums, a gift from his friend Roy Chapman Andrews. Barrymore says the world's oldest egg is a very appropriate gift for an actor. It was while in search of a rare bird, the Quetzal, that Barrymore contracted jungle fever in Guatemala last November from which he is not yet entirely free. When queried on his return about his reason for making the nearly fatal trip, he said: "It sounds foolish, of course, looking for a rare bird, considering the number of them right here in Hollywood."

Canton Revolt Army Gathered To Halt Attack

HONGKONG, June 16.—(AP)—The insurgent government at Canton mustered its armies in Kwangtung and Kwangsi Provinces today to repel the expected attack by 200,000 nationalist government troops and the swarm of Reds which President Chiang Kai-Shek announced he would drive from devastated Kiangsi and Hunan Provinces. Canton's huge population was excited, fearing Chiang's asserted campaign to eradicate Reds and bandits was but a covering movement for a drive upon the armies of the insurgent government demanding his downfall.

HAWKS OFF AGAIN

CROYDAN, England, June 17.—(AP)—Captain Frank Hawks took off today at 5:30 a. m. (12:30 a. m. EST) on the first leg of a projected round-trip flight to Rome between dawn and dusk.

MEMORIAL AT SPOT WHERE JOSEPH DIED

(Continued from page 1)

manhood was a member of the Oregon national guard and he was ever its true friend and valued supporter," the senator continued. "It is indeed fitting that the national guard should erect a monument to the memory of this member and friend. This spot in the near future will be a hallowed spot and people will come here in pilgrimage and depart with renewed courage to face the problems of life."

Senator Garland spoke of Joseph's political service and of the "remarkable and unfair decision of the supreme court of Oregon" against him.

"He took that decision on appeal to the highest court in Oregon—the court of public opinion," the speaker continued, "and the judges of that court, the voters, consecrated him in every particular and bestowed upon him the highest gift and confidence that was in their power to bestow."

While Senator Garland was speaking a squadron of United States army planes appeared overhead flying in formation. Twice they circled the entire camp. A third time they started their great circle and then, dropping low over the monument, the pilots scattered red carnations and white sweet peas over the monument.

The ceremony closed with a formal dress review of the 52d brigade.

Old Timers of Marion, Polk to Picnic Sunday

Old timers of Marion and Polk counties are to hold their annual picnic on Sunday next, the 21st, at the state fair grounds. After lunch in the grove, there will be a program in the automobile building, beginning at 1:30. The kids band will furnish music, under the direction of James McGilchrist. There will be also a program of vocal and other music, by William McGilchrist. There will be speaking, one of the speakers to be Henry Porter, the Amaville pioneer.

The 1931 Kentucky amateur golf championship tournament will be played at Covington, June 14.

HOLLYWOOD

Home of 25c Talks
A HOME OWNED THEATRE
Today and Thursday
Tonight is Radio or
Davenport Night
Bring Your Tickets

JOAN CRAWFORD
in
It's a picture
of contrasts
and thrills!
It leaves
you limp
with its
swift drama,
romance,
surprise!

DANCE
FOOLS
DANCE
Directed by
Harry Beaumont
Also Comedy, News and
Cartoon Comedy
Radio and Davenport at
8 o'clock

The Call Board...

By OLIVE M. DOAK

WARNER'S ELGINORE
Today—Tallulah Bankhead
in "Tarnished Lady."
Friday—"Man of the
World" and "Adventures in
Africa."
THE GRAND
Today—Jeanette MacDonald
and Reginald Denny in
"Oh, for a Man!"
Friday—Edmund Lowe in
"Don't Bet on Women."
HOLLYWOOD
Today—Joan Crawford in
"Dance, Fools, Dance."
Friday—Jack Oakie in
"June Moon."

Storm on Idaho Reservoir Fatal To One, 2 Saved

TWIN FALLS, Idaho, June 16.—(AP)—A. L. Hess, 45, Twin Falls, was drowned this afternoon in the Salmon reservoir 35 miles southwest of here when strong winds whipped deep water into high waves and capsized a motor boat in which he was riding with other men. The accident occurred 100 yards from shore and six miles above the dam. George E. Larson of Hollister and E. L. Mollin, gate tender of the Salmon dam, clung to the boat and drifted to the east shore where they were rescued by members of a Sunday school picnic party.

REFERENDUM FAILS

LITTLE ROCK, June 16.—(AP)—Secretary of State Ed McDonald ruled today that petitions for a referendum on Arkansas' 30-day divorce law were insufficient.

WARNER BROS. Elginore TODAY AND TOMORROW

Prices
25c 35c
Matinees
All Seats
25c
Kids 10c
Anytime

CAPONE ADMITS GUILT IN COURT

Stripped of Gangland Crown
He Throws Himself on
Mercy of Judge

(Continued from page 1)

sentence of six months, under appeal for contempt of court, Capone has gone his way, working to the head of his own gang and then wiping out the others, almost unopposed by the law.

He had achieved a worldwide reputation for the ruthless way he ruled the underworld, and the many audacious murders supposedly executed by his corps of gunmen. Tonight the talk concerned Capone's successor. It was two weeks before sentence was to be passed, possibly longer before he actually goes to prison, but Capone was spoken of already as out of the way.

GLIBERT ON TRIAL FOR BEVIS SLAYING

(Continued from page 1)

knife as well as a gun when he went to the mill, Gilbert replied. "Because you can't depend on a gun."

Gilbert said Bevis had belittled him and frequently reduced his salary although other millwrights who had less responsibility than he received good wages. Several defense witnesses testified they believed Gilbert had "changed" mentally shortly before the time he shot Bevis, while others said he had done many "queer" things.

HOOVER WEEPS AT REVIEW OF G. A. R.

COLUMBUS, O., June 16.—(AP)—President Hoover was moved to tears here today as he reviewed a parade of the Ohio Grand Army of the Republic. As the thin lines of aging warriors passed before him the president's eyes filled and tears ran down his cheeks. He dabbed his eyes with a handkerchief as the last of the "boys in blue" faded into the twilight.

EN ROUTE WITH PRESIDENT HOOVER TO SPRINGFIELD, ILL. June 16.—(AP)—President Hoover tonight called upon Secretary Lamont to make "an example" of three aviators who flew over the Harding memorial at Marion while the dedication exercises were in progress today. The secretary of commerce, who boarded the president's train at Columbus, was ordered to proceed under the federal law which provides that licensed aviators shall not disturb public meetings. Mr. Hoover made it plain he would recommend laws to prohibit similar occurrences to the next session of congress.

George King Named Director Shoe Retailers

PORTLAND, Ore., June 16.—(AP)—Black and two shades of brown will be the principal shoe colors next fall and winter, Madame Hamilton Jeffries, fashion editor of the Boot and Shoe Recorder, trade publication, told the Pacific Northwest Shoe Retailers' association here today. Carl Douglas, Seattle, was elected president of the association.

HEAD-ON SMASHUP KILLS SALEM MAN

(Continued from page 1)

He was married in August, 1928, to Blanche Barrett, daughter of Mrs. Jennie D. Barrett, who has resided with them at 145 North 14th street.

Besides his widow, Blanche Barrett Ferguson, he leaves three children by a former marriage: Ben W. Ferguson of Portland, Mrs. Helen A. Montgomery of Stockton, Cal., and Mrs. Mary Johnson of Portland; a sister, Mrs. Amanda Rubie of Amity, and six grandchildren, Frank B. Ferguson and Andrew Ferguson of Portland, Patricia Louise and Mary Jean Taylor, and Robert Johnson.

Funeral Plans Not Completed
Mrs. Ferguson and Ben W. Ferguson, with Mrs. Martha Kittredge, a close friend of the family, left last night for Albany. The body is at the Fisher mortuary there, in charge of Coroner Fisher.

No arrangements for the funeral will be completed until word is received from the daughter in California.

DENIAL MADE THAT CAR IS OLD MODEL

(Continued from page 1)

age or model of a car. This particular motor is no different from present models.

Car Was Used in Recent Test Show
This particular car was used by us in the test show held here in March showing the very latest Ford products. A right change was made in Ford cars in April, which came after this car was sold to the city, but such changes are constantly being made.

"The Ford Motor officials advised me today they were writing

CONTRACTOR SHOT FATALLY BY YOUTH

ALOHA, Ore., June 16.—(AP)—Washington county contractor, was shot and killed in the basement of his home here tonight by Pete Dimeo, 17, who then ran down the road about a quarter of a mile and shot and killed himself.

The two were said to have quarreled about money matters. The murder of Newman was witnessed by his son, Elmer, 16, who heard his father and Dimeo arguing in the basement and went down to see what the trouble was. Young Newman attempted to take the gun from Dimeo but Dimeo turned on him and told him to leave them alone. While Dimeo was turned away the elder Newman rushed at him but the youth turned and fired before the older man could grapple with him.

Neighbors of the slain man said young Dimeo had been in trouble several times for carrying a gun. He was the son of Mr. and Mrs. Frank Dimeo.

Mobile Lawyer Slain by Woman

MOBILE, Ala., June 16.—(AP)—Foster K. Hale, Jr., 52, a prominent Mobile attorney, was shot and killed here tonight by a woman who told police she was Mrs. Willie Mae Clausen of Phoenix, Ariz. She was arrested in the attorney's office and police quoted her as saying she shot Hale because he "wrecked my life."

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You Have SOMETHING to Protect But ARE You Protecting It?

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The Oregon Statesman

FILL IN..TEAR OFF..AND MAIL

APPLICATION FOR INSURANCE

THE OREGON STATESMAN, 1930

You are hereby authorized to enter my subscription to The Oregon Statesman for one year from date. It is understood that The Oregon Statesman is to be delivered to my address regularly each day by your authorized carrier and I shall pay him for the same at the regular established rate. I am not now a subscriber to The Oregon Statesman () I am now a subscriber to The Oregon Statesman ()

NAME.....AGE.....

ADDRESS.....

CITY.....STATE.....

OCCUPATION.....PHONE.....

BENEFICIARY'S.....

RELATIONSHIP.....

I am enclosing a payment of \$1.00 Policy fee. I am to receive a \$10,000.00 Travel Accident Insurance Policy issued by the North American Accident Insurance Company at Chicago, Illinois. Mail Subscriptions Must Be Paid In Advance!

OH FOR A MAN!
She gets what she wanted.
It's COMEDY
JOAN CRAWFORD
and
HARRY BEAUMONT
in
DANCE
FOOLS
DANCE
Directed by
Harry Beaumont
Also Comedy, News and
Cartoon Comedy
Radio and Davenport at
8 o'clock

"Tarnished Lady"
Starring
TALLULAH
BANKHEAD
CLIVE
BROOK
Directed by
Harry Beaumont
Also Comedy, News and
Cartoon Comedy
Radio and Davenport at
8 o'clock