# FIRMS SOLVENT MOTT EXPLAINS

## Callahan put in Control of Businesses; no Plan to Liquidate, Stated

(Continued from page 1)

be able to turn back the associations to their stockholders in a permanently sound condition. Public announcement of all matters affecting the interests of the investors of these associations will be made from time to time and the department earnestly hopes it may have the full cooperation of these investors in carrying out its program for their benefit."

**Mutual Association Control Released**

Mott also announced that the Prudential Savings & Loan association of Eugene and the Mutual Savings and Loan association of Salem would be returned to their former owners and managers, the officers and directors of the Prudential Bank corporation which controlled the stock, having been asked to resign as of November 5, 1931. The commissioner said that both of these companies were in good condition and that their operations would not be in the hands of his department. Their present active managers and their local directors will continue in their present capacity.

Plans for the continued operation of the three Portland associations have been prepared and will be put into effect immediately, Mott announced. J. H. Callahan, deputy corporation commissioner and building and loan supervisor, will be in full charge. He will be assisted by Oscar Pederson, savings and loan auditor for the state corporation department.

The three associations will at once be dissassociated from all connection with the Prudential Bancorporation which heretofore has held all the reserve fund stock of the three Portland associations as well as the Eugene and Salem institutions.

**Johnson Resigns From All Offices**

Carl H. Johnston, president of the Prudential Bancorporation and of the five savings and loan associations connected with it, has resigned and in the Portland associations, Commissioner Mott will be in charge while local officers in Eugene and Salem will assume full control of the companies.

In Portland, the 126 Sixth street headquarters for the Prudential, Union and Federal associations, will be surrendered to the leaseholder, the Prudential Bancorporation, and the three associations will be moved back to their former headquarters at 311 Stark street where the affairs of the three associations will be conducted.

The corporation commission said he attributed the present embarasament of the companies to prevailing business conditions and t grossly extravagant management. He said he felt certain his department could maintain the companies at an overhead cost not to exceed 50 per cent as much as the one the three Portland associations have been carrying.

It is understood that Johnson as president of the affiliated companies has been receiving $24,000 annually. Mott proposes that this charge be greatly reduced by his new administrators. The present headquarters of the three associations in Portland is rented for $1500 a month while a 93-year lease on the 311 Stark street continues as a monthly liability on the associations. Mott will immediately cut down the operating cost $1500 by surrendering the existing lease to the holding company.

The corporation commissioner said late yesterday that it might be necessary to pass dividends to shareholders for some time until proper reserves would be built up but he felt assured that in time all assets would be paid and the three associations made liquid and strong.

The Federal, Union and Prudential associations in Portland have demanded withdrawal notices from their shareholders since February of this year.

Mott, after thoroughly investigating the Prudential Bancorporation, ordered the suspension of its permit to sell stock in September of this year.

The condensed statements of the three Portland associations as made to the state corporation commissioner, June 30, 1931, follow. Mott said he thought that there had been camparatively little change in the financial condition of the three companies since the statement was filed:

**Union Savings & Loan Association**

| | Assets |
|---|---|
| Cash | $ 25,756 |
| Investments | 1,300,289 |
| Loans | 62,546 |
| Accrued int. receivable | 13,097 |
| Furn. and fixtures | 11,001 |
| Miscel. debit items | 133,500 |
| Deferred debit items | 845 |
| Total assets | $2,047,038 |
| | **Liabilities** |
| Members' invest. | 1,768,236 |
| Notes payable | 171,377 |
| Accounts payable | 3,866 |
| Reserves | 28,751 |
| Undivided profits | 53,785 |
| Miscellaneous | 21,226 |
| Total liabilities | $2,047,038 |

**Prudential Savings and Loan Association**

| | Assets |
|---|---|
| Cash | $ 49,163 |
| Investments | 1,499,502 |
| Miscel. debit items | 32,095 |
| Miscelaneous assets | 37,802 |
| Total assets | $1,618,564 |
| | **Liabilities** |
| Members' investments | 1,371,190 |
| Notes payable | 78,749 |
| Miscel. liabilities | 58,043 |
| Reserves | 15,485 |
| Reserve fund stock | 50,000 |
| Total liabilities | $1,618,564 |

**Federal Union Savings & Loan Association**

| | Assets |
|---|---|
| Cash | $ 14,979 |
| Investments | 389,357 |
| Loans to members | 845 |
| Accrued int. receivable | 14,272 |
| Deferred debt item | 74 |
| Miscel. debit items | 254,351 |
| Total assets | $ 674,379 |
| | **Libilities** |
| Members' investments | $ 576,395 |
| Mortgages payable | 22,000 |
| Reserve for dividends | 15,718 |
| Miscel. liabilities | 10,265 |
| Reserve fund stock | 50,000 |
| Total liabilities | $ 674,379 |

The consolidated balance sheet of the Mutual Savings and Loan association here as shown by the corporation commissioner's audit August 31, 1931, follows:

| | |
|---|---|
| **Assets** | |
| Cash on hand | $ 9,424.72 |
| Pass book loans | 38,200.00 |
| Investments | 495,698.17 |
| Furniture and fixtures | 9,690.91 |
| Unamortized improvements | 9,679.72 |
| Unamortized Neon sign | 605.00 |
| Accrued interest receivable | 8,890.72 |
| Other debit items | 12,851.77 |
| Total assets | $557,041.01 |
| **Liabilities** | |
| Members' investments | 548,745.14 |
| Notes payable | 5,000.00 |
| City assessments payable | 282.64 |
| Contracts payable | 605.00 |
| Accounts payable | 886.31 |
| Accrued taxes | 338.54 |
| Reserves | 7,183.38 |
| Reserve fund stock | 9,000.00 |
| Divided liability | 5,000.00 |
| Total liabilities | $577,041.01 |

# Under the Dome . . .

**Occurrences and Gossip at the center of Oregon's state government**

SALEM will retain one of its most notorious citizens. Tusko has decided to remain here, rather the sale to Harry Plant, local fight promoter, decided the elephant's fate for him. Par value in that stock came up on a wolfish scale the past two days, from $12 to $200. Anyhow Tusko has been sold, and will not be executed.

**Max Gehlhar divulged the fact that Tusko was not livestock, and for that reason the state could not file a lien on him. Tusko looked very much alive during the sale yesterday, but Gehlhar said the court had once ruled that an elephant could not be considered livestock. That puts Tusko in an embarrasing position.**

But that is not the only legal entanglement that has confronted the various state departments the past few days. The banking department and the corporation commissioner are in a quandary over a new company which came to their attention through this column yesterday. They are trying to decide which department shall have jurisdiction.

**The company is that referred to as Lindbeck-Pettit And Co., which was on the receiving end of a box of apples at the press room recently. Since the company is in the receiving business only — not in the hands of a receiver, however — A. A. Schramm, banking examiner, says he must take jurisdiction.**

Business remains good, in certain sense, with this new company. Quite a number of new stockholders subscribed to the press room firm yesterday, but they likewise took more out than they put into it. Since the banking examiner supposedly has jurisdiction, he was given a large share, but there were also Thomas E. Rilea and Max Gehlhar.

**More members of the Get-Acquainted Dinner committee were announced here yesterday by the chairman and vice-chairman. The departmental heads who will be called upon to attend the conference today on providing aid to the unemployed, will be placed on that committee automatically. So those favored will have a double duty.**

The Under the Dome column got a break yesterday. The Salem business man who had nerve enough to admit in the "New Views" that he reads this column whether he reads anything else in The Statesman or not, should be commended for his fearlessness. Anyhow, Mr. Otto Hoppes, the statement was much appreciated, and this column may yet survive the depression.

**If state savings continue to be reported by Henry Hanzen as they have come from his office in statements recently, the taxpayers will get most of their money back. Yesterday Hanzen announced the eastern Oregon state hospital would return about $116,644 to the general fund or an announced saving of 25 per cent.**

Colonel J. W. Everington of Washington, D. C., of the federal prohibition division, and W. H. Newell, in charge of federal enforcement in Portland, visited the state police today. Everington said that in states where the police constabulary is in effect, local officials are looking more and more to the state police for aid.

# MUTUAL GROUP IS INDEPENDENT NOW

(Continued from page 1)

Bank corporation November 20, 1930. He said there had been no diversion of assets of the local association into the Portland holding company's assets. Mott also said the loan policy of the local association had continued to be careful and prudent indicating that its assets in Salem's realty were considered sound.

A. A. Lee, acting until last night as assistant manager of the association, and now manager of the local association under Mott's orders, said he had no statement to make, although he indicated he considered the association here able as in the past to meet its obligations.

The Mutual here became a reserve fund organization August 25, 1930, when directors of the association subscribed to reserve fund stock in the total sum of $10,000. Subsequently the association was sold early in November, 1930 to the Prudential group. The association shortly removed its headquarters from the Will building on South Liberty street to new quarters in the Patton building on State street. It has retained its lease on South Liberty street.

Directors in the Mutual when it became a reserve fund company and before it was acquired by the Prudential group included T. M. Hicks, W. H. Dancy, E. M. Page, U. S. Page, Carl E. Miller, George H. Graberhorst, A. N. Moores, Edward Schunke, A. A. Lee. The association is the oldest in the city, being organized here in 1910. Until January 1, 1926, it was housed in offices on State street, back of the United States National bank. It then moved to the Will building on South Liberty street. A. A. Lee, its present manager, was one of the original incorporators of the association. J. P. White was secretary and manager trm 1910 to 1925. Mr. Lee was with the association for a number of years before being named manager in 1927.

# PLAN OF CREATING EMPLOYMENT TOLD

(Continued from page 1)

the property owners shall pay whatever hourly wages they can afford. If Sim Phillips, agent for the Federal employment bureau, who is now busy with the county and state emergency road work registration, can fit it into his schedule, he will be asked to supply the contact between the property owners and the unemployed men for whose reliability the committee will vouch.

Advocating a move by the city council whereby funds can be secured to improve Englewood park, the river front, clean ditches and order any other emergency work possible is the fourth point of the committee's plan.

Joseph H. Albert was appointed chairman of the committee for creating emergency employment for Salem men. His committee will be divided up with men in charge of the several phases of the program.

Getting into action at once, the committee will meet on Saturday morning to further outline the work and take up the matter with industrial men. The group will cooperate with Governor Julius L. Meier's unemployment committee for the county which includes J. C. Siegmund, county judge and chairman; B. E. Sisson and E. F. Slade.

Present at last night's meeting were: Douglas McKay, Community Service committee chairman; S. Ellis Purvine, B. E. Sisson, H. R. Crawford, E. F. Slade, W. G. Allen, William M. Hamilton, J. N. Chambers, Joseph Albert and C. E. Wilson.

# WILQUET IS FREED, MAY SUE OFFICERS

## Release on Writ of Habeas Corpus is Honored by Circuit Judge Hill

J. P. Wilquet, former administrator of the estate of Mary F. Gregoire, and who Thursday was discharged from the county jail on a writ of habeas corpus by Circuit Judge Hill, will file a suit for damages against the officers responsible for his incarceration, his attorney, Walter L. Teoze, has indicated.

Wilquet has been in jail for the past three weeks under a warrant from the county court charging contempt of court for failing to file a final account and the failure to turn over assets of the estate to the new administrator, the Ladd & Bush Trust company.

Wilquet was named administrator of the Gregoire estate as a brother. He was removed by the county court as such administrator after the filing of a charge that he had failed to properly carry out the trust, and the trust company was named to succeed him. After demands were made on him for a final accounting and for the turning over of certain assets of the estate, a warrant was issued and he was jailed October 16.

Judge Hill held that the warrant was broader than the statute under which it was issued. Under the statute provision is made in event of failure to file a final account and he can be held in jail until he consents to do so.

"The county court should not have made an order requiring Wilquet to turn over assets of the estate until his final account as administrator had been passed upon," said Judge Hill in commenting on the case from the bench. "Such an order should not have been made until it was determined what property of the estate he had. This man was incarcerated for failure to file an account ordered by the court and given to August 28 to file such an account and failed to file it. Afterward he filed such an account but no one knew anything about it. I take it is not a question as to whether the final account was what it ought to be but if he filed a final account he filed it. The question is how can this man purge himself of this contempt? Contempt is in the nature of an insult to the court and it is up to the court that made the order of contempt. The court that made the order must satisfy itself if this is the final account. If this petitioner should go into the county court now and say he had filed his final account and was refused his discharge from jail and he appealed I would discharge him. If it was up to me I would say that he had filed his final account.

"The statute says he shall stay in jail until he 'consents' to file his final account. This statute was made to punish a stubborn man who refuses to obey the order of the court. I don't think it means he must file his final account but must consent to do it. The statute was written in 1862 before the civil war and the language may be somewhat hazy as to its meaning. If he is in jail he cannot file his final account so he must consent to file it and get word of such consent some way to the judge placing him in jail.

"The trouble here is an order making him in contempt until he files his final account."

# SURVEYS STARTED, HIGHWAY WIDENING

(Continued from page 1)

While everything feasible is being done to expedite starting work on the road widening between here and New Era, it will be a matter of some time before work can start, Klein opined yesterday. Surveys must be made, new allignments determined in many places and right-of-way obtained.

Spaulding expressed himself in favor of securing right-of-way along a stated stretch of road and then hurrying work through there rather than attempting to secure all the right-of-ways before beginning the road widening project. Klein agreed with this point of view.

The Pacific highway widening is expected to be a prominent topic when the commission meets November 12. Bonds for $1,000,000 are to be sold then and a considerable portion of the proceeds will be applied to the widening of the Pacific highway between here and New Era.

# The Call Board . .

By OLIVE M. DOAK

WARNER BROS. ELSINORE Today — Joan Crawford in "This Modern Age."

WARNER BROS. CAPITOL Today—Edmund Lowe, Lois Moran in "Transatlantic."

THE HOLLYWOOD Today — William Haines in "Just a Gigolo."

THE GRAND Today—"Africa Speaks."

A man who probably has played more diversified roles than any other actor on the screen is enacting one of the featured roles in "Transatlantic," the Fox romantic drama, which comes to Warner Bros. Capitol today with Edmund Lowe and Lois Moran in the leading roles.

He is Jean Hersholt, who started his career as a portrait painter and who now applies his artistic ability to his astounding makeups such as the one he wears in this production.

Hersholt, who has been in pictures since 1914, has played almost every conceivable type of role. He and the late Lon Chaney started experimenting with makeups together. They shared the same dressing room when they started their careers with Universal and used to try out disguises on each other. Chaney tended toward the sinister, while Hersholt played more lovable characters.

In "Transatlantic" he portrays an old German lens grinder, who has invested his life's savings in a trip to the fatherland on a de luxe ocean liner in the company of his young and beautiful daughter. Aboard ship he learns that the bank which issued his letter of credit has failed and that the president of the bank is a fellow passenger.

Other passengers who further complicate the delicate situation are the banker's wife, his mistress, a Robin Hood type of gambler and an infamous international crook.

The cast, in addition to Hersholt, Lowe and Miss Moran, consists of John Halliday, Greta Nissen and Myrna Loy.

William K. Howard directed.

In "This Modern Age," the new Metro-Goldwyn-Mayer vehicle starring Joan Crawford which is being featured at Warner Bros. Elsinore today, a decided record has been set in the choice of the cast. A Parisian comedy with all-English speech recording, over half of the cast is French.

Joan Crawford, playing the most carefree role of gay youth yet in her career, is of French ancestry. Pauline Frederick, the youthful mother who plays along with her daughter and her daughter's companions, is of French extraction.

Albert Conti, who plays the debonair man about town and companion of Miss Frederick in her gay escapades, is a native of France.

# CALIFORNIA EDDIE STEWART CAUGHT

PORTLAND, Ore., Nov. 5 — (AP)—James "California Eddie" Stewart, said by police to be wanted in New Jersey on a murder charge and sought by federal authorities in connection with a Southern Pacific train robbery at Nobel station, Calif., November 7, 1930, was arrested here tonight.

Stewart is the last member of a gang of five masked bandits who held up the Southern Pacific train at Nobel station and robbed a United States railway mail clerk, police said. The leader of the band, Frank P. Ellis, was killed November 30, 1930 while attempting to evade capture at Oakland. His wife, Ellen Ellis, now is serving a 20-year prison sentence at Salem, Ore., in connection with the robbery.

# TUSKO IS WANTED; OFFERS COMING IN

(Continued from page 1)

day morning about 600 people had gathered at the state fair grounds to see Tusko sold. This time Sheriff Bower kept the crowd out of the goat shed where Tusko is quartered. Only by climbing the roof of the shed and peering through the ventilators or by peeking in through the barn's windows, could spectators see the center of attraction.

When the sale was ready Bower did open the doors sufficiently to allow the crowd a peep at the chained giant who was extremely restless as the sale began, the outcome of which was to determine his fate.

Sheriff Bower repeated the formal sale notice read Tuesday morning. "How much am I bid," called the sheriff auxtioneer from his wickerchair stand.

Plant standing nearby boomed: "Two hundred dollars."

The sheriff called for more bids. Silence reigned. The crowd was interested but no one appeared anxious for an elephant.

"First, last and only call," shouted Bower. No more takers.

Plant got the elephant.

Tusko was sold to satisfy a judgment of $500 obtained by the the Maritime Transfer and Storage company of Seattle against T. R. Eslick. Although Eslick was reputed to be the owner of the elephant in the litigation, it developed yesterday that the animal was the property of another person. Of the $200 bid by plant $150 will go to Marion county to cover the elephant's keep, while $50 will go to the Seattle concern to apply on the judgment.

# WAR MOTHERS OF STATE MEET HERE

(Continued from page 1)

Mrs. Skiff also recommended that a past president's pin be arranged for and that as fast as possible all past presidents be presented with one, and then that each president of the future be provided with a pin as she leaves office. It was also recommended by the state president that an official seal be arranged for the state organization.

Mrs. Linnie Lee, state treasurer, gave her report, which showed that the state organization has over $700 in the bank. The 1931 carnation sale netted the state organization $308.84, as compared with $294.75 in 1930, according to the treasurer's report. Of this year's carnational sale only $154 was sent to the national organization.

The banquet Thursday night at 6 o'clock with Minnedel Baker as toastmistress, and the program held in the lodge rooms at 8 o'clock, and which was open to the public, concluded Thursday's program.

The convention will close this afternoon with a memorial tribute to those mothers who died during the past year, six in number, and to the installation of officers. Mrs. Florence Garver, state chaplain, will preside at the memorial services.

# Mickey Mouse NOTES

Hello! Mice.

We've surely got a swell orchestra now, and I know you all agree with me. There is thirty musicians in it, and the orchestra leaders "Boots" Grant and "Andy" Anderson say that they still want more members. If you want to be a member of Warner Bros. Elsinore Mickey Mouse club orchestra, be at Warner Bros. Elsinore at 11:00 o'clock tomorrow morning.

M. M. C.

To be an entertainer you must first be able to entertain on the stage—so here's your chance to get that experience by taking part in the programs for the Mickey Mouse matinees.

We don't care how you entertain—but if you can—leave your name, phone number and address at Warner Bros. Elsinore.

Here's your chance to be an actor.

M. M. C.

We're going to have a Mickey Mouse revue—isn't that great?—Sign up for it now, rehearsals will start soon.

M. M. C.

I told you once before if you wrote a poem about Mickey and handed it in at the club meeting I would put it in the Mickey Mouse notes. Here is one written by Jean Harrington, 6A, Lincoln school and I know you'll all like it:

There was a mouse named Mickey
The things he did were tricky
The cheese he ate would fill a plate
But, oh next morn, a tummy ache.

Now wasn't that good? Many of you could do that too if you only would try, so try and write one.

M. M. C.

Making up a choice of good entertainment is something that we do every week for the Mickey Mouse matinee, and those making this choice entertainment last were: Audrey Fehler, Ruth Foreguard, Bill DeSouza, Pauline and Homer Berry, Nona Fashing and Mary Jane Taylor.

M. M. C.

Joan Crawford in "This Modern Age"—exciting till the end.

A Dane and Arthur comedy, and it's surely funny.

Chapter six of Danger Island—"The Cat Creeps"—These are always good. Plus a GREAT time.

M. M. C.

Let's see you all at Warner Bros. Elsinore tomorrow at 1:00 o'clock.

So Long,
ZOLLIE.

# Lads Say Father Deserted Them; Live on Walnuts

Two boys, Dawrence, 9, and Robert, 11, in a statement made to police Thursday, charged that they were abandoned by their father, Robert Lincoln Miller, at Woodburn, last Monday, and had since been existing on walnuts and apples.

The boys said their father told them to remain at a certain place and then drove away. He had not returned last night. The police were investigating.

# Elks Net Large Sum, Result of Charity Circus

An uncompleted check of ticket sales for the Elks club indoor circus which ended on Wednesday night yesterday revealed the club had netted approximately $860 for its Christmas charity fund.

The Holland circus which put on the seven performances here, next will show in Eugene for a week, afterwards going to Medford, Portland and Seattle. In each city it is being sponsored by Elks clubs.


It's a Long Time Since John Had

RHEUMATISM

He found the right, inexpensive way to drive the cause of this crippling disease from his system

Happy now—no more idle days—his wife joyfully asserts.

As long as you have an excess of uric acid in the joints, blood and tissues you are going to have rheumatic pains, aches, twinges and joint swellings—you can't help but have them.

So start today with a swift, safe, popular prescription to get rid of all your annoying rheumatic troubles—it is positively guaranteed.

Just ask Perry's Drug Store or any druggist for an 85 cent bottle of Allenru—a sensible scientific formula free from opiates or nerve deadening drugs—it drives out all pain and agony in 48 hours—or money back.

Uric acid poison starts to leave body in 24 hours—the same generous guarantee holds good for sciatica, neuritis and lumbago—why not take advantage of this absolute guarantee today. Adv.

See . . . . .

a real photograph of our state capitol before any trees were planted — with the photos of twenty-eight senators and representatives from the different counties in Oregon.

Also See the Attractive Prices on Fresh and Smoked Meats

| | | | |
|---|---|---|---|
| Choice Beef Roasts, per lb. | 10c | Shoulder Pork Roasts, lb. | 11c |
| Round or Sirloin Steaks, per lb. | 15c | Pork Steaks lb. | 14c |
| Choice Beef, boil, per lb. | 8c | Hams the best half or whole | 18c |

Central Meat Market
Just across from Courthouse
WILL H. BLOCH

MICKEY MOUSE CLUB
Tomorrow At
WARNER BROS. ELSINORE
BOYS AND GIRLS TODAY IS THE DAY!
Tomorrow (Saturday) at 1 P. M.
Prizes - fun

EXTRA GALA MIDNITE MATINEE
SATURDAY, 11:30 P. M.
Featuring advance showing of
"SPIRIT OF NOTRE DAME"

GRAND
A HOME-OWNED THEATRE
FRIDAY - SATURDAY
"AFRICA SPEAKS"
All Talking ROMANCE of EXPLORATION
Produced by the COLORADO AFRICAN EXPEDITION, INC.
Also
Comedy
Cartoon
News
& Believe It Or Not

HOLLYWOOD
Home of 25c Talkies
A HOME OWNED THEATRE
TODAY AND SATURDAY
Mickey Mouse Matinee
Saturday 1:30 P. M.
WILLIAM HAINES
IN
Just a GIGOLO
with
Irene Purcell
C. Aubrey Smith
Charlotte Granville
Lillian Bond
From the BELASCO stage hit, "Dancing Partner," Directed by Jack CONWAY
Also Chimp Comedy, News, & Harry Carey in "The Vanishing Legion"

Warner Bros. CAPITOL
TODAY
TRANSATLANTIC
with
EDMUND LOWE
LOIS MORAN
John Halliday
Jean Hersholt
Greta Nissen
Myrna Loy
• • •
Glitter and glamour of the fast set on the fastest liners . . . intrigue among gamblers, wits, gay ladies.
FOX

WARNER BROS. Elsinore
Joan Crawford
THIS MODERN AGE
TODAY
Paris, with its gay life and loves — was she to leave them all for the safe haven of marriage?
She and her mother had been as girls together—until scandal swept across both their lives!
A romantic thriller with
Pauline Frederick
Neil Hamilton

CHICHESTERS PILLS
THE DIAMOND BRAND. Ladies, Ask your Druggist for Chi-ches-ters Diamond Brand Pills in Red and Gold metallic boxes, sealed with Blue Ribbon. Take no other. Buy of your Druggist. Ask for CHI-CHES-TERS DIAMOND BRAND PILLS, for 25 years known as Best, Safest, Reliable. Buy Now! SOLD BY DRUGGISTS EVERYWHERE