

WEATHER - 9 P.M. Showers tonight and Saturday.



TO ADVERTISERS. Don't sit down in the meadow and wait for the cow to back up and be milked—go after the cow.

THE SAVINGS BANK IS NOW NATIONAL

Well-Known Pendleton Institution Receives a Charter From the Government.

BE KNOWN AS AMERICAN NATIONAL BANK.

One of the Pioneer Financial Institutions of Eastern Oregon—Has Capital, Surplus and Profits of Over a Quarter of a Million—Customers Number Over 3000 Farmers, Stockmen and Business Men of Inland Empire.

Washington, D. C., Aug. 27.—J. W. Maloney, cashier Pendleton Savings bank, Pendleton, Oregon: The American National Bank of Pendleton, No. 9228, is today authorized to begin business; charter is mailed. T. P. LANE, Acting Comptroller.

"The American National Bank of Pendleton." This is the name under which the Pendleton Savings bank, for so many years one of the strongest financial institutions of the inland empire, will be known in the future.

Last night Cashier Maloney received notice from the comptroller of the currency at Washington, that the application of the Pendleton Savings bank to be converted into a national bank, had been approved, and authorizing the American National bank to begin business, the charter being mailed, and henceforth this well known institution will be conducted under the supervision of the United States government.

Large Capital and Surplus. The American National bank begins business with capital, surplus and profits of more than a quarter of a million dollars, and resources of over a million, its customers numbering about 3000 farmers, stock raisers and business men of eastern Oregon, making it one of the strongest financial institutions of the northwest.

The history of the Pendleton Savings bank, now the American National bank, is a no small part of the history of Umatilla county and eastern Oregon. From a modest beginning about 20 years ago its business increased with the growth of the country until it became recognized as the largest and best known private bank in the state outside of Portland.

The prosperity of the bank is due to the confidence of its management in the resources of the country and the integrity of its citizens. It always stood ready to assist every legitimate industry, at the same time carefully guarding the interests of its depositors and scores of the now wealthy men of the country owe much of their success to the liberal policy which permitted them to make good in the work of building up the country in a productive capacity.

Enlarged Quarters. A year and a half ago the business of the bank had outgrown its business quarters and work of remodeling the building began, resulting in giving the bank the finest and most complete quarters and equipment in the northwest, with mahogany fixtures, large vaults of reinforced concrete, lined with steel and protected with triple

POSTOFFICE ROBBERS MAKE A RICH HAUL.

Tacoma, Aug. 27.—Safe blowers entered the postoffice at Parkland, a Tacoma suburb, last night, partially wrecked the building, stole \$1500 in cash, 22,000 two cent stamps, 20,000 one centers, and \$300 of Post Master Erickson's personal money.

MILLIONS OF CANCELED STAMPS ARE SOLD

Regular Collections of Old Stamps Made by Postoffice Force—Shops for Cleaning and Re-gumming Old Stamps Maintained—One of the Boldest Frauds in the History of the Empire—Other Big Offices Will Be Investigated at Once—Thirty Are Arrested.

Moscow, Aug. 28.—A stupendous swindle of the government postoffice was revealed today. Thousands of dollars worth of cancelled postage stamps have been cleaned and made to appear new and sold throughout Russia. Thirty arrests have been made. Six million of the cancelled stamps have been sold in Moscow alone, it is said.

The entire postoffice force in this city and in the suburban offices is involved in the frauds which have been operated on an immense plan. Two or three of the 30 employees and officials arrested have confessed to a portion of the plot. Stamps have been collected on various pretexts and regular shops for cleaning, renovating and gumming the cancelled stamps have been conducted.

It is one of the most daring schemes of fraud ever discovered, even in Russian territory and the government will investigate the condition of all the leading postoffices in the empire as a result.

(Continued on Page 8.)

FIFTY-ONE MEN LOST IN TYPHOON

THE DUNCAIRN SUNK ON CHINESE COAST

Out of a Crew of 53 Only Two Men Escaped—Deadly Typhoon Swept Suddenly Down Upon the Vessel, Drowning the Sailors Like Rats—Engineer and One Seaman Escaped—Steamer Was Bound for Saigon.

San Francisco, Aug. 28.—Fifty-one members of the crew of 53 went down with the British steamer Duncairn, caught in a typhoon off the coast of China, according to a cablegram received by the Merchants' exchange today. She sank so quickly that the men below the decks were caught on the way up and drowned.

The Duncairn sailed from Nikolai for Saigon, Indo-China. Off Porto Gato on the Kaushiu shore the barometer began to fall and everything movable was lashed tight.

According to the story of Engineer Hardy, who escaped with a seaman, the typhoon came with terrific force, the water rushing into the engine room and put out the fire.

Biggest Ship Afloat at New York.

New York, Aug. 28.—The Mauretania, the biggest ship afloat, arrived from Liverpool and Queenstown today in five days and 59 minutes. Among the passengers was Senator Hale, a member of the commission to investigate the financial schemes of foreign countries. Other members of the commission are touring France. There will be no announcement of its findings until a report is submitted to congress. Ethel Barrymore and the Olympic athletes were aboard.

MOSCOW SHOCKED AT STAMP FRAUDS

Postoffice Officials and Employees Under Arrest for Daring Crime.

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(Continued on Page 8.)

"DEATH VALLEY SCOTTY" ORDERED OUT OF TOWN

San Francisco, Aug. 28.—"Death Valley Scotty," the renowned squanderer of desert gold and supposed owner of rich mines in Arizona, had his wings clipped today by Chief of Police Biggley who advised him to get out of San Francisco and stay out. He spent the morning in Biggley's office after sleeping off a spree in jail.

LA GRANDE WOMAN GIVEN \$3000 DAMAGES

Santa Cruz, Aug. 28.—After deliberating all night the jury today gave a verdict to Mrs. Mary C. Forrest of La Grande, Ore., in a damage suit against the Southern Pacific for the death of her husband in a wreck. The widow was given \$3000. She asked for \$50,000.

Bar Association Elects.

Seattle, Aug. 28.—By a unanimous vote the following officers of the American Association were elected today: Frederick W. Lehman of St. Louis, president; John Whinkley of New York, secretary; Frederick W. Wadhams of Albany, N. Y., treasurer; W. O. Hart of New Orleans, Walter C. Smith of Philadelphia; R. C. Brown of Minnesota and J. M. Dickinson, executive committee.

Hains Brothers Accused.

New York, Aug. 28.—Captain Hains and his brother, Thornton, were handcuffed again today and taken before Magistrate Gilroy and accused of murdering Wm. Annis. After a brief hearing the brothers were bound over to the grand jury without bail. A special grand jury will be selected to try the case. A special judge will hear the testimony.

Evelyn Is Now Penitent.

New York, Aug. 28.—It is reported that Evelyn Thaw is in a sanitarium, a nervous wreck, her expenses paid by friends. She is said to be registered as Mrs. Fitzgerald. Since her husband's bankruptcy proceedings Evelyn has been unable to get money. She spent her allowance as fast as she got it.

Baseball Scores.

Portland 2, Oakland 3. San Francisco 5, Los Angeles 0.

ANOTHER FILING FOR 50,000 INCHES

Wenaha Power & Water Co. Lays Claim to McKay Creek Water Also.

SECOND FILING PLACED ON M'KAY THIS WEEK.

Filing Made by Iryng Worthington on 20,000 Inches Is Surpassed by a Large Claim Filed by Wenaha People Today—But Little Light on the Purpose of the Company Is Given in the Filing Papers—Claim Is Made That Location Notice Was Posted August 24.

Now comes the Wenaha Water & Power company with a claim to 50,000 inches of water from McKay creek and they claim that notice of appropriation was posted by J. A. Borie on August 24, two days before that put up by I. Worthington, who filed upon the McKay power site yesterday.

If the statements contained in the appropriation notice recorded this morning are true then Worthington's claim to 20,000 inches of water from McKay is apparently worthless. The Wenaha Power company claims right to the water and as they were apparently first in the field, though not first to record their notice, they seemingly have the inside track. They would take the water out at the same place as would Worthington.

In the notice filed here today the Wenaha company gives its plans for developing a power as follows: The point of diversion is near the corner of sections 1, 2, 11 and 12, township 1 south range 33. At the point of diversion a dam is to be built and a reservoir made. The right is also taken to construct two other reservoirs not yet located.

From the dam a canal, to be known as the McKay canal, is to be run down to the stream to a point near where the McKay flows into the Umatilla. The canal is to be 30 feet wide at the bottom, 60 at the top and eight feet deep. A right of way for the same is also taken.

In the affidavit accompanying the filing notice J. A. Borie states that he posted a copy of the notice on a cottonwood tree on McKay creek on August 24. Witnesses to the posting were J. W. Kimbrell and Aaron M. Isaacs.

Republicans at Oakland.

Oakland, Aug. 28.—When the republican state convention opened this morning the draft of a platform was adopted. Among other things it recommends a law establishing a reformatory for first offenders in this state; for the segregation of this class of criminals from the old. The Springfield riots were condemned and promises of protection to the negro were made. Improvement of harbors and rivers was demanded, and nominations for presidential electors was begun.

Masked Robbers Held Up Depot.

Chico, Aug. 28.—Two masked men today entered the depot at Kennet and covered H. W. Woods, the night operator, and ordered him to open the safe. Woods begged for his life and then they broke open the cash drawer and secured \$35. They marched Woods in front of them to a lonely spot and commanded him to stand there until 8 o'clock this morning. Then they fled across the country. A posse is in pursuit.

Five Children Lost in Bay.

San Francisco, Aug. 28.—After completing the circuit of the bay the police boat of this city this afternoon returned without finding a trace of five youths lost in a small boat since yesterday morning. The last seen of them they were near Goat island.

Frank Gries, a laborer employed on the Northern Pacific near Volmer, Idaho, was run down by a construction train yesterday afternoon. The wheels passed over both legs, one of which is badly crushed and will have to be amputated. Gries went to Volmer from Spokane.

ELEVEN ARE DROWNED IN A CLOUDBURST.

El Paso, Tex., Aug. 28.—Eleven persons are known to be dead and many others are supposed to have perished in the town of Folsom, N. M., which is inundated as the result of a cloudburst today in the mountains. Meagre dispatches say the entire town is swept away by the floods. Many houses are completely lost. The total death list will exceed 11. Searching parties have been formed.

FLOOD LOSS WILL BE NEARLY \$2,000,000

Atlanta, Aug. 28.—Prospects are better today than ever. Water is still deep in the streets of Augusta. There is no hope for the crops in some districts. The water is receding and many destitute people are relieved. Fifteen are known to be dead, most of them negroes. The rains have ceased. The river is falling at Augusta. The total loss will probably be \$2,000,000.

CITY OF SPRINGFIELD SUED FOR \$50,000

Springfield, Aug. 28.—The Widow of Scott Burton, who was lynched in the recent riots in this city today filed a suit for \$50,000 against the city. The law allows that amount in cases of persons killed by riot. It is announced that the heirs of William Donnegan, also lynched, will file a similar suit. Property owners continue to file damage suits. The suits now aggregate \$50,000. It is generally understood the city will not fight the suits.

NEW TEACHERS ARE SELECTED

PROFESSORS ALLEN AND POTTER FOR SCIENCE

School Board Elected Teachers Last Evening to Fill Vacancies Caused by Resignation of Prof. and Mrs. W. F. Fargo—New Men Are Highly Qualified and Science Department Is Well Equipped for the Opening School Year.

Prof. W. E. Allen has been chosen as head of the science department at the high school and J. B. Potter as assistant in that department. The selections were made at a meeting of the school board held last evening. Prof. Allen is from Nebraska and is a man of much ability. He is well qualified for the position and has both the degrees of A. B. and B. S. He leaves a good position in the middle states in order to come to Pendleton.

Mr. Potter, just chosen as assistant in science, is a graduate of the Weston Normal and is an active, capable young school man. Last year he served as principal of the Wheeler county high school at Fossil. He is greatly interested in football and other athletic sports.

Little Girl Is Heroine.

San Diego, Calif., Aug. 28.—After rescuing Bruce McKenzie, aged seven, from drowning, towing him to safety by a braid of his hair, Alice Whaley, aged 12, is the heroine of San Diego today. The children were bathing on the ocean beach when the boy waded in over his head.

Stole Ride; Lost Life.

Fred Hopkins was killed in a railway wreck Sunday near Kalispel, Mont. The man was riding in a box car when the train was wrecked. He attempted to jump when he saw the trouble and was caught under the cars as they piled up.

There is good news for sheepmen in announcements of freight rate reductions just made by several of the transcontinental roads. Some time ago the Burlington announced a one cent per day rate on sheep and now the Chicago, Milwaukee & St. Paul has announced a half cent rate per day per head. The Chicago & Great Western and the Chicago & North-

COOS BAY TO BE LEADING SEAPORT

Judge S. A. Lowell Sees Much in Store for Fine Harbor on Oregon Coast.

PENDLETON MAN PRESIDENT OF NEW LEAGUE

Coos Bay District One of the Richest in the State and Is Destined to Be One of the Five Important Pacific Coast Cities—Development League Meeting a Success—Many Pendleton People in Coos Bay Towns—League to Fight Land Monopoly.

Judge S. A. Lowell returned from Coos Bay last evening and is glowing in his praise of that section. He was there to attend the congress of the Northwest Development League and was chosen as the president of the association for the coming year.

"If the government had spent anything like the amount of money on Coos bay that it has on other harbors it would be one of the finest harbors on the coast," he says.

"There is now 26 feet of water on the bar and with an extension of the jetty and a proper amount of dredging it could be easily deepened to 40 feet. It would then be one of the best harbors on the coast."

A Coming Seaport.

That Coos Bay will eventually be one of the five big seaports of the Pacific is believed by Judge Lowell. He says that the country is all under laid with coal, the timber is unlimited and the country has other resources that will mean much to it in the future.

At present the people of Marshfield and North Bend are discouraged over the failure of Harriman to keep his promise to build a road to the bay from the Southern Pacific main line. But it is only a matter of time until a railroad will be built, and then Coos bay will develop rapidly.

Though he had but little time to spend on the bay, Judge Lowell says that he greatly enjoyed his trip and the stay at Marshfield and North Bend. He met many of the Pendleton people while there and reports that all of them are doing well in their new locations. W. W. Dindinger, Cecil Wade, Fred Gordon, George Maple, George Curry and F. H. Brigham are among the former Pendletonians now there.

Judge Lowell President.

Judge Lowell was required to leave before the development association organized for the coming year and the first news he received of his election as president came through the newspapers. With Governor Chamberlain and others he left on a steamer the day before the meeting was concluded.

But while elected as head of the association while absent, Judge Lowell will take hold of the work with earnestness and will do what he can to make the league's work effective. Among the big things for which the association will work will be the division of the lands held by railroads and wagon road companies and the building of new railroad lines where needed.

SETTLERS LINE UP AT LAND OFFICE

About 25 land hungry people are already lined up at the door of the La Grande land office, to be ready to file on a few tracts of land to be thrown open for settlement in Wallowa county on September 15.

The land in question has recently been segregated from the Wallowa forest reserve and is part agricultural and part timber and range land and the intending settlers will remain in line at the door of the land office for the next 18 days in order to secure choice portions of the tract.

The line up consists of small farmers and stockmen from Wallowa and Union counties and they will hold their place in line by occupying chairs night and day before the doors of the land office. In rainy weather they use umbrellas and pass the time in reading and smoking, hiring substitutes to hold their chairs while they eat their meals.

SHEEPMEN PLEASSED WITH LOWER RATE

western are offering a one cent rate. News of the reduction granted by the C. M. & St. Paul has just been sent Dan P. Smythe by G. E. Walker, secretary of the national sheep association. Thus far he says the Union Pacific has refused to grant a reduction and as a result all possible shipments are being made over the Burlington with a view to bringing the U. P. to time.