

### National Banks Permitted to Carry Liberty Bonds at Par

Washington, Feb. 5.—National banks will be permitted to carry Liberty bonds in their lists of assets at the price which they purchased them and not at the prevailing market quotations, under a ruling today by John Skelton Williams, comptroller of the currency. Mr. Williams continued, however, that the ruling was "for the present" and might not be permanent.

Mr. Williams' ruling was contained in instructions to national bank examiners. It was explained that if a bank had purchased a \$100 bond at \$97 and subsequently the market quotation for that issue was \$95 the bank would not have to absorb the loss in listing its assets.

"There is no cause for anxiety because of the recent decline in the market value of Liberty bonds," Mr. Williams said.

"The fall in price is no reflection upon their intrinsic value and desirability, but the lower quotations offer investors an extraordinary opportunity to obtain the best security in the world at very attractive figures."

The comptroller added that the income of the American people was in excess of ordinary living expenses and as a result a surplus investible income had been accumulated. He said that with an estimated annual income of \$10,000,000,000 the American people soon would absorb all available national securities with the result that higher prices for them would prevail.

### JACKLING REFUSED DISTINGUISHED CROSS FOR WAR SERVICES

Washington, Feb. 5.—Secretary Baker awarded a distinguished service medal to D. C. Jackling of Salt Lake City after the board of awards had ruled that such an award could not be made legally. Colonel Thomas M. Spaulding, a member of the board, today told a house investigating committee.

Jackling was granted contracts for the construction of the government nitrate plant at Nitro, W. Va., and subject to the contract, Colonel Spaulding said. He was not connected with the military forces.

San Francisco, Feb. 5.—"No contract was ever granted me by the war department," said D. C. Jackling here today commenting on statements before a house investigating committee attributed to Colonel Thomas M. Spaulding, member of the board that awarded war medals.

"I was awarded a distinguished service medal last October," Jackling said, "after two years work for the war department without compensation."

Jackling said he was appointed in 1917 director of a new unit in the war department to have charge of constructing and operating government explosives plants. The principal work of this unit, he said, was directing the work on plants near Nashville, Tenn., and near Charlestown, W. Va., the later known as Nitro.

### HEAD OF STATE FLAX INDUSTRY RESIGNS

The resignation of R. B. Eschelman, for the past two years in charge of the flax industry at the state prison, was handed to Governor Olcott Wednesday to become effective February 15 when he will be succeeded by Robert Crawford of Portland.

Eschelman is leaving the employ of the state to accept a position at Grants Pass.

### Two Robbers Wounded in Battle With Police

Los Angeles, Cal., Feb. 5.—Two men were seriously wounded and according to surgeons may die early this morning when Patrolman H. L. Barlow attempted to arrest them for robbery and was resisted. They gave the names of Ray Lawrence and C. Ryan.

The two men were caught in the act of loading stolen merchandise from a store on South Broadway into an automobile shortly before 3 o'clock this morning. While the officer, had been in shadows across the street, watching them work, Sam Ritzo, a soldier, came along, and the men covered him with revolvers and forced him into the store doorway where they had been at work. Then Barlow ran to the spot and the shooting followed.

When Barlow ran across the street and jumped on the running board of the taxi cab that the men were using, one of the men tried to shoot him with a .45 caliber revolver that was subsequently found in the car. The officer knocked up the gun barrel and shot the man through the chest. The other bandit who was driving, reached for a revolver that was lying in the seat beside him. As he did so, Barlow shot him through the abdomen.

### STORM OVERPOWERS LAD

Misses City, Mont., Feb. 4.—Orville Milligan, the 14-year-old son of Chas. Milligan, was found dead last night in a snow bank about seven miles from his home in the Sheep Mountain country near here. The boy left home Saturday 12 and became lost in a blizzard. Searching parties had been seeking him since that time.

R. E. Shelley, supervisor of the Siskiyou national forest, announces that 250,000 feet of dead cedar timber and 200,000 feet of Douglas fir will be sold at one high bidder.

### BRANSON DROPPED FROM POLICE FORCE

Troy Branson, night relief patrolman, appointed temporarily on the police force during Acting Chief Rowe's regime, was released Wednesday night from duty by Chief of Police Jack Welsh. No reason was given by Chief Welsh Thursday for his action in dropping the officer.

Branson served as a night patrolman in the business district when P. M. Varney was chief, and at the first of the year resigned to take a place at the state penitentiary as a guard. He left that position soon after, however, and with the resignation of Varney was replaced on the force by Acting Chief Rowe.

Several applicants for Branson's place are being considered, Chief Welsh said Thursday. He said he could not announce at present who he would name to succeed the officer.

### 21 CASES OF "FLU" REPORTED IN SALEM

Reports received by Dr. R. E. Pomeroy, city health officer, indicated that there are 21 cases of influenza in the city. Nine new cases were reported Wednesday.

Most of the cases in Salem are light although some of these are complicated with pneumonia.

One fatality reported recently as due to the flu, is reported to have been directly traceable to pneumonia.

Practitioners of the city are co-operating with health officials in warning the public that the only certain way to avoid the epidemic is to remain away from congested public gatherings.

Reports from the Oregon state board of health state that the disease is on the increase in many parts of the state.

### MOB OF JUGO SLAVS ATTACK ITALIANS TO RESENT IMPERIALISM

Rome, Feb. 4.—Details of alleged Jugo-Slav attacks upon Italians at Spalato and Trau are published in the newspapers here and cause further excitement over the situation in Dalmatia.

It is reported that on December 27 a manifesto was posted at Spalato calling a meeting in protest against "Italian imperialism." The manifesto, it is asserted, contained insults against Italy and the entente and urged the people to violence against Italians in the city. It is declared the commander of an American ship at Spalato did nothing to prevent the meeting, which was in violation of an order issued by Admiral Niblack in February, 1917.

Inflammatory speeches against Italy and the entente powers marked the meeting it is said. When the meeting ended a mob rushed throughout the city sucking and destroying all Italian shops and offices of Italian organizations. Later it went to the docks and removed from two ships the Italian flag, which was torn to pieces and trampled upon. No arrests were made with the exception of two Italians who dared to comment on the occurrence. It is declared in reports.

### INCREASED SHORTAGE IN CARS FOR WEST

An increased shortage in the car supply allotted to Oregon shippers is expected during the period between February 3 and 15 when the grain producing states of the middle west are to have the preference in car movements according to information just received by the Oregon public service commission. The order for the preference car movement which is issued by Director General Hines directs that "all available boxcar equipment suitable for use in handling these commodities (bulk grain) will be confined to this class of traffic" for the ten days designated.

The making of income tax returns is made easy in Klamath county because farmers and stockmen kept a very accurate account of business last year.

Chocolate was introduced from America to Europe by the Spaniards.

### SQUEEZED TO DEATH

When the body begins to stiffen and movement becomes painful it is usually an indication that the kidneys are out of order. Keep these organs healthy by taking

**GOLD MEDAL HARLEM OIL CAPSULES**

The world's standard remedy for kidney, liver, bladder and uric acid troubles. Famous since 1896. Take regularly and keep in good health. In three sizes, all druggists. Guaranteed as represented. Look for the name Gold Medal on every box and accept no imitation.

### BISHOP MILLS CONCERN GET ANOTHER PLANT

An enviable record in factory establishment has been made by the C. F. Bishop & Sons Woolen Mill company. Within ten years this firm, representative of Salem residents has rehabilitated five woolen mills and organized a new plant at Vancouver, Washington.

The latest addition to the Bishop mills is the Humbolt Bay Woolen Mill at Eureka, California. C. P. Slade, formerly sales manager of the Salem Woolen Mills store and P. E. McGee, and P. F. McGee, former superintendents of the Thomas Kay Woolen Mills, are associated with the Bishop firm in this enterprise.

Fine wool products, flannels, suiting, dress goods and shirtings will be made at the new mill. Other mills acquired by the company are: The Pendleton Woolen mills, Pendleton; Washougal Woolen mills, Washougal, Wash.; Sellwood Worsted mill, Sellwood, Or., and the equipment of the mills at Marysville, Cal.

C. P. Bishop, C. M. Bishop and R. T. Bishop are actively associated in the company.

### TWO PERISH IN SNOW STORM ON EAST COAST

Philadelphia, Feb. 5.—Two deaths, many accidents and impeding of traffic in all directions is the record of the most severe snow and wind storm in this vicinity in several years.

Atlantic City, N. J., Feb. 5.—The highest storm tide in the history of this resort wrecked part of the Chelsea board walk and nearly all of the Ventnor and Margate City board walks during the night. Ocean terminals of streets were flooded to such an extent that motor cars were compelled to use the board walk.

### DEMAND STERLING RECOVERS

New York, Feb. 4.—Demand sterling rebounded in mid-afternoon trading to \$3.21 after touching \$3.19 soon after noon. The rally was attributed to unofficial reports that Great Britain had prohibited the importation of cotton. There were similar recoveries in other exchanges.

Whether J. B. Ewing, defendant in a suit brought by John P. Murphy, is holding a ten-acre tract of land with force and contrary to law, will be determined Friday by a jury in Judge Unruh's court. The trial will begin at 10 o'clock.

Murphy claims that Ewing has no right to possession of the land.

### PUBLIC SALE SATURDAY JANUARY 7 1 P. M.

Farm Implements Bought and sold. List yours with us. SECOND HAND GOODS WANTED. Lucas & Lucas Phone 1177 Cor. Liberty & Ferry

### MARION COUNTY SWINE, WINNERS AT DUROC SHOW

Lucy's Pride, grand champion Duroc sow of the Pacific northwest, owned by E. F. Naftzger of Gervais, will remain in that district, having been purchased by L. H. Ewalt of Gervais, for \$305. Many prize winning brood sows were exhibited at the show, but sales did not bring the prices expected for such blooded stock. Swine men in attendance at the show, stated that this was undoubtedly the best exhibition of line bred swine ever held in Oregon.

The show which closed Thursday was conducted under the auspices of the Oregon Duroc-Jersey Breeder's association and much credit for the success of the enterprise is due the cooperation of the United States National bank and to the efforts of E. A. Rhoten, sales manager of the exhibit.

In the auction sale Wednesday afternoon, the highest average was made by W. L. Sheard of Dayton. Animals owned by him sold at an average of \$207.50 each. Thrift brothers of Corvallis sold their animals at an average price of \$140, while A. N. Doerfler, Silverton, received an average of \$114 for each of his sows.

Prominent hog men in attendance at the show remarked that the exhibit was certainly a credit to Oregon, as some of the animals on exhibition could have competed for honors with the best eastern stock.

The Duroc Jersey breeders plan a picnic to be held in Salem in June. A. N. Doerfler and E. A. Rhoten were named to work together in perfecting plans for this event.

There was good attendance at the show. J. W. Hughes of Forest Grove, Ben T. Suddell of Halsey and George E. Satterlee of Salem were auctioneers.

### PORTLAND FLU DEATHS GROW

Portland, Or., Feb. 5.—Three deaths from influenza were reported today to the local board of health, making a total of seven deaths in Portland since the disease first was discovered several weeks ago. Eighty-six new cases were reported today, making the total 520 thus far reported. Fifty cases were released from quarantine yesterday, as cured.

FOR LONG DISTANCE AUTO TRUCKING WILLAMETTE VALLEY TRANSFER CO. PHONE 1400 WE ALSO DO LOCAL HAULING

### FOLLOW THE CROWDS TO THE BLUE BIRD CAFE

Good Eats, Good Service. 163 S. Commercial St. Saun Louie, Prop.

### ACTOR FALLS FROM PLANE TO HIS DEATH

Los Angeles, Cal., Feb. 5.—Earl Burgess, a motion picture actor, was instantly killed at Beverly Hills here today when he fell 700 feet from an airplane on which he was performing in the making of a comedy.

Burgess was flying with Lieutenant Walter Hawkins, an aviator who had a record of never having met with an accident. The actor was to cast off a dummy from the plane, but in some manner in attempting this he fell himself. The cameraman and director thought the falling body was the dummy and continued photographing. They did not discover their mistake until they went to remove the supposed dummy from some telephone wires where it had alighted and discovered that it was Burgess' body.

Missoula, Mont., Feb. 4.—A strike of electricians on the Chicago, Milwaukee & St. Paul Railway company's lines has completely halted operation from Harlowtown, Mont., to Avery, Idaho, it was declared here today.

The company depends entirely upon electric locomotives for operation of its trains over that section, a distance of 440 miles, and was declared to lack steam equipment to haul its trains today. More than 100 electricians are on strike, it was stated.

The slide on the Willamette Valley Southern track about two and one-half miles from Oregon City, caused by a heavy rainfall, has been cleared.

### NEW DREAMLAND RINK Sessions Daily 1:30 p. m., 7:30 p. m.

Band Music Friday, Feb. 6. Admission 10c

### GRAND OPERA HOUSE Monday, February 9

THE GREAT BLACKSTONE MASONIAN

And His Big Company Of Mediums In a Show of Wonders

PRICES 50c, 75c, \$1.00

Seat sale opens Saturday at Opera House Pharmacy

London, Feb. 4.—A dispatch to the Exchange Telegraph company from Constantinople under date of January 30 reports important engagements in the region of Maras and Aintab, Turkey in Asia, between National forces and French troops.

Maras is seriously endangered, the dispatch says.

Owing to increased cost of material and labor, the postoffice department has been asked to cancel a lease for a new building which it was proposed to erect at Klamath Falls.

Out of 30 marriage licenses issued in Lane county during January, 13 were issued to farmers.

### Ladies Spring Coats and Suits



Tricotine and Serge Suits cleverly cut and tailored with exacting workmanship are here for your inspection.

Even more narrow leather belts, high waist lines, fancy gilets, braid binding and other small changes are noticed, although the suits are extremely plain as a rule.

SPORT COATS ARE SHORT AND HAVE IMMENSE "PEP."

Made of tan polo cloth and a new furze-like tweed, both of them warm and soft to the touch.

Ladies Suits \$24.50 to \$55.00 Ladies' Coats \$20.00 to \$60.00

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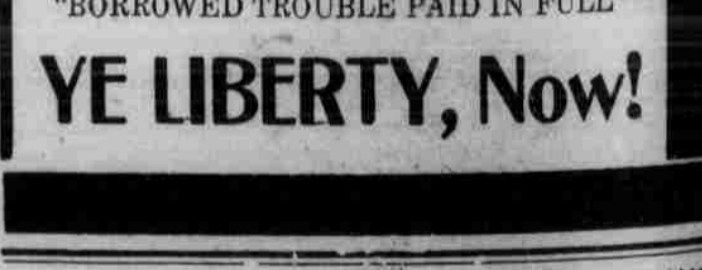
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