WEATHER FORECAST

Oregon: Tonight and Friday fair, gentle southwesterly winds.

Local—Rainfall, .1 inch; river, 5.6 feet, falling.

Capital Journal

CIRCULATION
Average for Quarter Ending December 31, 1919
5458
Member Audit Bureau of Circulations
Associated Press Full Leased Wire

FORTY-THIRD YEAR.—NO. 67. SALEM, OREGON, THURSDAY, MARCH 18, 1920. PRICE 2 CENTS.

GERMANY STILL FACING GRAVE CRISIS

Co-operation Is Keynote of Retail Meet

Woodburn Session of North Willamette Valley Merchants Association is Enthusiastic Gathering

Co-operation, from which shall spring a factor dominant in affairs of the state, was sounded as a keynote in the regular monthly meeting of the North Willamette Valley Merchants' association, held at Woodburn, Wednesday afternoon. The meeting was attended by more than a dozen members of the Salem Business Men's league and a delegation from the Portland association, and was permeated with an enthusiastic readiness to "pull" that tended toward a general feeling for "Your Home Town First."

Stirring speeches, made by several members of the association, and visiting delegates, instilled in the members of the North Willamette Valley association a longing to work for the general betterment of their community and state. Talks covered a wide range of subjects, all centering, however, on a growing spirit of co-operation.

State Control Forseen.

The time when individual merchants banded together in the Oregon State Retail Merchants association, shall be able to take over the reigns of government in the state,and direct, through their individual aid, the conduct of affairs in the state, was predicted by Walter Denton, representing the Salem Business Men's league. The power merchants throughout the state shall hold if they "play teamwork" for a common cause, was characterized as "inestimable" by Mr. Denton. He pictured the Oregon State Retail Merchants' association as a boon to merchants, and expressed satisfaction that the merchants of Woodburn had affiliated themselves with the parent organization.

The merchants were urged to strive for a feeling in their communities of "You Home Town First," the ultimate value of which could not be underrated for merchants, Mr. Denton told them. He was well received, and headed the list of speakers.

Collective Buying Coming.

The time is not far off when merchants of the state will band themselves together and buy all supplies collectively, a delegate from Portland declared. U. S. G. Miller, of Newberg, confirmed this, saying that an average of five per cent could be saved the merchants. Mr. Miller strongly urged co-operative buying.

"Skillful and judicious advertising" in home newspapers was urged as a wise step for merchants by A. Rosenerans, from Canby. He attributed the success of the world's largest retailers to this.

The recent convention in Astoria of the Oregon Retail Merchants was held a huge success and was pictured as a field wherein "seeds were sown that will flower in the future" for the retail man, by J. C. Mann, of Portland. Mr. Mann urged the merchants to attend the next convention in Marshfield, asserting that their profit from such attendance will be great.

Specialization Urged.

The Oregon State Retail Merchants association's program for this year was pictured as "progressive and constructive" by Norman L. Prout, member of the Portland delegation. He spoke briefly of the Astoria convention.

Specialization in the line of goods they handle was strongly urged by John F. Hutchason, Salem. He said that the greatest handicap of the small merchant is that he carries a miscellaneous line, with no particular line that he could point to as complete. Satisfaction of patrons would not be had this way, he told the delegates.

Among the members from Salem who spoke were D. L. Schrode, Zadoc Riggs, Hal Patton, Theodore Roth, R. L. Love. Other Salem men who attended were: Charles W. Niemeyer, Roy Wise, Otto A. Hartman, P. E. Fullerton, C. M. Roberts, Oscar Steelhammer, L. M. Barnett, Elmer Daue.

Eastern Oregon Man In Congressional Race On G.O.P. Ticket; Kozer out

Owen P. Jones of Baker, today entered the race for political honors as a candidate for the republican nomination for representative in congress from the second district. In his nominatinf petition Jones declares for "legislation in the interest of all the people and development of Oregon's natural resources."

C. N. McArthur also filed today as a candidate to succeed himself in congress as representative from the third district. McArthur's slogan promises to "continue to serve my country to the best of my ability."

Sam A. Koner, present deputy secretary of state, and for some time past recognized candidate for the secretaryship this morning filed his nominating petition for the republican nomination. Kozer promises, if nominated and elected, to be guided in the conduct of the affairs of the office "by an intimate knowledge of its affairs gained through a long experience as deputy secretary of state.

Otto B. Drain of Portland officially entered the race for a seat in the democratic national convention as a delegate from the state at large this morning. Drain declares for the league of nations, reconstruction laws and more production.

George A.Gor e of St. Helens filed as a candidate for the republican nomination for district attorney for

Bank Subscriptions Reduce Hospital Fund Deficit to $30,000 Announcement

Led by a $5000 subscription from the Ladd & Bush bank Wednesday banks in Salem have aligned with labor unions in putting over the $100,000 fund campaign for the Salem General Hospital, and today the movement gained perceptible impetus. With the huge donation—the largest yet to be made, outside of Marion county—the deficit was reduced to $30,000, and Henry Meyers, chairman of the publicity committee said today that by the end of the week he looked for $10,000 more to be reported.

Unofficial reports from labor unions reflect more and more the feeling of support of the working men, and good progress is noted day after day. Complete reports from the various unions are expected within a few days, and it was said at campaign headquarters that the figures would be surprising for their generosity.

Campaign Manager William McGilchrist, Jr., urged today that the captains of all the committees report at headquarters by Friday noon so that compilation of figures, showing where the campaign stands, can be made. Several of the committees have not reported, and it was said at campaign headquarters that no intelligent estimate could be made before hearing from them.

The womens' committees were reported as continuing soliciting today, and it is said they are receiving favorable support. This committee is headed by Mrs. G. C. Bellinger.

Senate Defeats Reservation to Reserve Decision

Washington, Mar. 18.—Resuming consideration of pending reservations to the peace treaty, the senate soon after meeting today rejected, 48 to 27, a reservation presented by Senator Reed, Missouri, which would reserve to the United States for decision questions affecting "its national honor or its vital interests."

Chicago Express Shipments Move Despite Strikers

Chicago, Mar. 18.—Partial lifting of the embargo on express shipments, imposed as the result of a strike of Chicago express workers, was announced today. The American Railway Express company removed restrictions on outgoing shipments, except ordinary parcels to Texas, Oklahoma and other southwestern points and on all through shipments to the east through New York.

Shipments of perishable goods, fruits and vegetables from Florida and into Chicago over the Chicago and Northwestern system were included.

FATHER SEES :: CHILD'S :: LIFE ENDED

Denver, Colo., Mar. 18. — Katherine Christensen, 13, was crushed to death here today beneath the brick wall of an apartment house which had been blown into the street by a high wind, her father witnessing the tragedy.

The wind registered 47 miles an hour at 6 a. m. today and increased in force after that time. Wire communication to the north, west and south has been virtually cut off.

Portland Writer Arrested Aboard Finnish Steamer

London, Mar. 18.—A dispatch to the London Times from Abo, Finland, says that at a preliminary hearing and under cross examination the man arrested in a coal bunker of a Finnish steamer bound for Sweden recently asserted that his name was John Reed and declared he was the editor of two newspaper in Oregon. The man, who previously had given his name as Casgormilch and declared that he was an American, said he had arrived in Russia five months ago according to the dispatch.

A dispatch to the Times from Abo Monday announcing the arrest of the man on board a Finish steamer said he had English, American and German passports and diamonds and money aggregating a large sum. Also there was found on him, according to the dispatch, soviet propaganda literature, cuuningly prepared photograph films, reduced to the size of postage stamps, and a very small compass.

Indicted in Chicago.

John Reed, editor of the Voice of Labor, said to be the party organ of the communist labor party in the United States, was indicted in Chicago, along with a large number of other alleged radicals, last January, charged with conspiracy to overthrow the government by force in violation of the state syndicalism act.

Previously he was reported to have sailed from New York on his way to Russia to join the bolsheviki. While in Russia, it was asserted, it was his intention to arrange for closer affiliation between the Russians and their sympathizers in the United States. Reed was born in Portland, Or., and is about 32 years old. He is said to be a close friend of both Lenine and Trotsky. In February of last year he appeared before the congressional committee at Washington investigating propaganda and defended the Russian soviet government.

Is Portland Man.

Portland, Or., Mar. 18.—John Reed is the son of the late C. J. Reed and Mrs. Reed, who is a resident of Portland. The elder Reed was once United States marshal for Oregon. John Reed left here about 1905 and afterwards graduated from Harvard. There after he traveled widely. Once he toured Mexico and obtained some interviews with Villa and his aides which were published in this country.

Pioneer Woman Dies At Life-Long Home

Mrs. Margaret A. Frances, who died Tuesday, following a long illness had lived all her life the home east of Salem where the end came. She was 61 years of age.

Her first husband R. H. Ramsden, died in 1900, and a few years later she was married to W. H. Frances, who died in 1914.

Mrs. Frances leaves four children, Mrs. Edith Gage of Portland, Roy C. Ramsden of Marion county, R. J. Ramsden of Portland and Carl Ramsden of Marion. She is also survived by three brothers, W. H. Murphy of Buena Vista, E. G. Murphy of Whiteson and C. C. Murphy of Portland; also a half-sister, Mrs. Mamie Hurlburt of Portland.

Interment was Thursday afternoon at the Jason Lee cemetery.

Bravery Tales Abound In Story of H-1 Wreck

Los Angeles, Cal., Mar. 18—Another tale of matter of fact bravery in the face of death was added to the annals of the American navy when the survivors of the crew of the submarine H-1 arrived here today aboard the motorship Mazatlan.

The H-1 went ashore off the coast of Lower California in Magdalena bay March 13. The commanding officer, Lieutenant Commander James S. Webb, and 19 enlisted men lost their lives in attempting to leave the vessel. The survivors reported that the bodies of two, H. S. Delamarine, seaman, and Harry W. Gillee, seaman, second class, were washed to the beach later and were buried there. Commander Webb's body and that of Seaman Joseph Kauffman had not been recovered when the Mazatlan left, but watch was being kept for them.

The night of the disaster was dark, stormy and with a heavy sea, according to the men, and their first warning of trouble was when the boat grounded. The H-2 was about 400 yards behind and her lookouts saw that the H-1 was in trouble so they promptly caused the H-2 to change course and avoided a like fate.

Submarines of the type of the H-1 carry no small boats. Therefore the H-2 could give no aid, and the H-1 crew had to rely on their own ability as swimmers to reach the shore of Redondo Point. The vessel was about 400 yards from shore, lying head to sea and her stern aground, bow afloat. The conning tower was opened, the crew ordered out of the submarine, and the men, swimming alone or aiding each other, all made the shore with the exception of the three enlisted men who were found to be missing when a check was made ashore, and who were believed to have perished in their efforts to reach land.

Commander Webb was washed over board from the conning tower, where he was directing the movements of the crew. The night was so dark that efforts to aid him were unavaling.

McNary Shoe Probe Bill Wins Approval

Washington, March 18.—Senator McNary's resolution for investigation of shoe prices was ordered favorably reported today by senate committee on manufactures.

Defeat of Reactionaries is Followed dy Grave Threat of Uprising of Radicals

President Ebert Returns To Berlin And National Assembly Meets At Stuttgart Under Protection Of Armed Force; Luettwitz And Kapp Troops Are Withdrawn.

Stuttgart, March 18.—(By the Associated Press.)—Two hundred and fifty members of the German national assembly met in the Art Hall this afternoon. Military forces occupied the great open place before the hall. No disorders occurred while the members were assembling.

Airplanes flew over the city warning the people against demonstrations.

(By Associated Press)

Germany has cast off the governmental regime suddenly set up by the reactionary elements last Saturday morning but advices indicate she is now facing another extreme peril in the form of a wave of radicalism.

Reports from Berlin say Dr. Wolfgang Kapp, the reactionary chancellor and his adherents have either fled from the city or contemplate going at once. Armed forces of the reactionary element are leaving Berlin today and the presence of Gustav Noske, minister of defense in the Ebert cabinet, who arrived in Berlin last night by airplane from Stuttgart, would seem to indicate that the constitutional government intends to assume control immediately. General Von Seecht, President Ebert's chief of staff, has been named commander of government forces in Berlin.

Uprising Feared

Announcements by Dr. Kapp as well as statements from the Ebert government, reflect the fear of a radical uprising in Germany. In fact, Dr. Kapp's announcement stated he had resigned so that the country might be enabled to fight bolshevism. From various cities come reports of uprisings of workers and advices from Berlin state that red forces under command of Spartacist leaders are marching on the city. As the Ebert troops have not as yet resumed full control, an attack by the reds is feared.

Throughout Germany radical elements have in many placed taken over direction of affairs at least temporarily.

Proletarian dictatorships have been set up at Dortmund, Gera, Halle, Oelige, Unna and Gelsenkirchen, according to reports, while in Leipsic workers have driven government troops from the suburbs of the city and were engaged late yesterday in street fighting. In the Rhenish and Westphallan industrial districts it is said the workers are ready to follow radical leaders.

Ebert in Berlin

London, Mar. 18,—President Ebert arrived in Berlin last night, according to a telephone message received by the Amsterdam correspondent of the Exchange Telegraph from the German capital.

President Ebert has ordered the imperial court at Leipsic to bring action against the leaders of the revolution, Dr. Kapp, General Von Leuttwitz, Gottlieb Von Jagow, Admiral Trotha and Captain Erhardt, the correspondent said.

Kapp Troops Withdrawn

Amsterdam, Mar. 18.—General Von Luettwitz, who commanded the troops which supported the Kapp regime has left Berlin with his armed forces, according to a telephone message received from Berlin this morning.

Von Luettwitz, before his withdrawal from the head of the Kapp military forces in Berlin, proposed to Ernest Daumig, the Spartacan leader, the formation of a soviet republic under military protection, according to the Berlin correspondent of the Politiken.

Giant Sandstorm Brings Havoc to Colorado Towns

Sterling, Colo., Mar. 18.—Northeastern Colorado is in semi-darkness today under dense clouds of dust and sand while underfoot the contour of the sandy prairies is changing hourly. Large drifts of sand have blocked country roads while diminutive heaps have been driven under doors and through crevices of windows.

The high winds which lulled toward midnight for the first time since Sunday were driving wtih renewed vigor this morning.

Considerable numbers of farm buildings have been blown dow and windows have been broken. Thousands of acres of winter wheat have been damaged and if the winds continue the loss probably will reach millions of dollars.

Persons of long residence here recall no sandstorms of similar proportions.

San Francisco, Mar. 18.—A storm east of Rawlings, Wyo., today interrupted the telegraphic service of press associations. Denver was reported to be isolated early today.

The Associated Press through its connection with the Canadian Press association supplied its members with the world's news.

Harry Learned has been re-elected chief of The Dalles volunteer fire department. James Palmer is assistant chief.

KAPP SUICIDE :: RUMOR :: FROM BERLIN

London, Mar. 18.—Rumors are current in Berlin that Dr. Wolfgang Kapp, who was head of the reactionary government set up in Berlin last Saturday and who resigned yesterday has committed suicide, according to a dispatch to the Exchange Telegram company from Amsterdam. The reports were received by telephone in Amsterdam from Berlin.

Radical Menace Which Germany Faces is Claim

London, March 18.—The London Times understands that telegrams from a well informed source in Berlin received in London Wednesday convey the impression that the situation in Germany is serious. The question as to what particular government shall hold office—that of Ebert or possibly some mresh combination is thought in some quarters to be of less importance than the menace of extreme socialists and communist activities.

Signs of this are not wanting, says The Times, and the action of some of the international socialists in joining the workmen's councils is regarded as important.

It is also stated that Noske considers the Spartacans outrages in some of the provinces as serious. No confirmation of the reported resignation of Chancellor Kap, The Times adds, has been received in official circles in London, but there is ground for believing that his action may in part be ascribed to loss of nerve. He may also have been informed by news of the great demonstration in Cologne Monday to protest against his government which was attended by 700,000 people.

Disabled Troop Ship Repaired And Away Again

San Francisco, March 18.—Following repairs necessitated by a fire in her bunkers and leaks which developed on the high seas the United States army transport Mount Vernon cleared from here for Vladivostok at 4:30 a. m. today.

The repairs were expedited and the great troopship cleared at the earliest possible moment in order that she might reach Vladivostok on or about April 1, the army transpor t service announced.

It is expected by service executives here that the Mount Vernon will return here with her detachment of Czecho-Slovak troops, which she will take out of Siberia for transport home and ten will clear for Trieste by way of the Panama canal.

Gasoline Price Advance Without Reason Is Claim

San Francisco, Mar. 18.—The state railroad commission has branded as "inadequate" the reasons assigned by the Standard Oil company of California for sharp increases in the price of gasoline and fuel oil.

In a strongly worded letter to K. R. Kingsbury, president of the company, the commission demanded that he make full explanation to the public regarding the necessity for the advances.

The commission asserted that the increase in price of crude oil would necessitate an increase of electric and gas rates in California to a total of several million dollars, and declared that if private control of prices is justified, it must be "justified on the ground that this private control is reasonable and that it is not unduly or unfairly burdening the public."

FINN FORCE DEFEATED

Helsingfors, Mar. 18.—The Finnish troops have been forced to evacuate their position at Soutinervi, north of Lake Ladoga and retire in a northwest direction to Porajaervi, according to an official statement of the Finnish general staff, which reported severe fighting with the bolsheviki yesterday.

EX — DUCHESS :: FOUND :: LIVING IN CAR

Washington, Mar. 18. — Grand Duchess Olga, sister of the late Czar Nicholas of Russia, has been found by American Red Cross workers living in a box car near Novorossiek, South Russia, it was announced today at the headquarters of the Red Cross here.

The grand duchess, according to the announcement is one of three surviving members of the house of Romanoff. She was found "toiling among fellow refugees from the territory recently conquered by the bolsheviki, giving such assistance as she could although herself clad in rags and grateful for any food and clothing she could find."

Ugly-Humored Crowds Parade Berlin Streets

Paris, Mar. 18.—Official advices from Berlin today describing conditions there last night said the public places of the city were filled with crowds in an ugly humor. The military seemed to be of a panicky disposition. Many of the Baltic troops, the advices added, had joined forces with the independent socialists who were reported to have 12,000 armed men at their command.

The foreign office reports declared that the Von Yuettwits party, under cover of the Spartacan movement, was endeavoring to form a coalition ministry, including independent socialists. According to this plan, Lieutenant General Berthold Von Deimling, who was one of the active commanders on the Verdun front, was slated to be chancellor.

The Spartacan movement was reported continuing in the suburbs of Berlin, but the impression was that its strength was being exaggerated by the military element which was using the menace as a weapon in dealing with other parties in an effort to force them to permit its cooperation in the formation of a new ministry.

Reports that a soviet government had been proclaimed in Berlin were denied by the delegations. Calm prevailed there, its members declared.

Mrs. Chaplin Not To Allow Charlie To Escape Her

Los Angeles, Cal., March 18.—Mrs. Mildred Harris Chaplin, wife of Charles Chaplin, motion picture comedian, will take "court action" unless her husband returns to her, according to an interview in the Los Angeles Examiner. Mrs. Chaplin, according to the Examiner, said she had not see her husbad for two weeks.

At the Chaplin residence last night a woman who said she was Chaplin's secretary denied there was any difficulty between Mr. and Mrs. Chaplin and said they were living together.

American Draft Evaders Facing Trial in Mexico

Agua Prieta, Sonora, Mexico, March 18.—According to official advices from Hermosillo this morning the two alleged American draft evaders, Edward Filmore and Herman Sidway, giving their address as New York city, and who were last week taken into custody by secret agents of the Mexican government and charged with conspiracy in furnishing arms and ammunition to warring tribes of Yaqui indians, have been ordered removed to the city of Mexico, where they will face trial in the federal courts. The prisoners, since their arrest on the tenth of this month, have been confined in jail at Hermosillo. The Americans were apprehended in the southern part of Sonora near the state line of Chihuahua with two auto loads of ammunition, which, according to the prisoners, had been turned over tothem on the west coast for delivery at a certain spot on the Sonora-Chihuahua state line, where it was to have been turned over to agents, who, it is claimed by the prisoners, are representatives of leaders of the new revolution to be launched under the leadership of Francisco Villa and Felix Diaz.

Hoover Urges Early Action Upon Treaty

Ratification Leaving United States Freedom of Action and Room for Development Advocated in Statement

New York, Mar. 18.—Herbert Hoover in a statement issued from his office here today, advocates early ratification of the peace treaty "so long as the final form gives us freedom of action and room for construction development of peace," and with reservations which "should satisfy the most timid as to entanglements." The statement was issued, it was explained, in response to a request of the Washington Star for his views on the subject.

Mr. Hoover's belief that the reservations "do not destroy the possibility of the creation of a potent objection to mitigate the danger in front of us and the alternatives are a continuation of our state of war for another year or the unthinkable thing, for us to make a separate peace after we have gone so far as to agree on its main lines with its comrades in arms."

"Despite the feeling of President Wilson and his associates that the strength of the league is somewhat undermined" by the reservations, Mr. Hoover expressed the opinion "they also should accept" them.

"Regardless of what any of us think should have been the provisions of either the league or the treaty," he asserted, "we and the world should not be kept waiting longer for a settlement."

Californians Busy.

San Francisco, Mar. 18.—Petitions to place on the May primary ballot the names of the candidates selected by the Hoover republican club of California for delegates to the republican national convention were put on the streets of San Francisco, Los Angeles and Oakland today, Ralph P. Merritt, campaign manager for the club, announced here today.

Headquarters for the campaign will be occupied here tomorrow and in Los Angeles a few days later, it was announced.

New Deaconess Hospital Ready Soon Is Promise

Salem is destined to have a first class hospital in the near future if all signs do not fail, so F. H. Wedel, president of the Salem Deaconess Hospital association, advised a representative of The Capital Journal today.

On December 3, 1918, the Salem Deaconess Hospital opened its doors on the ground now occupied by that institution on South Winter street and since it began its work it has grown steadily and now finds its establishment entirely inadequate to meet the demands for service. The present hospital affords accommodations for 35 beds, all of which are occupied practically all of the time, and an excellent surgery in which approximately 500 operations have been performed during the last year. The hospital is an institution devoted to the care, maintenance and nursing of the sick, injured and physically infirm, and the ministration to the poor and needy who require special attention, and much work of a charitable nature is done by the institution, which is operated under the auspices of the Mennonite church, although its work is non-sectarian and all people are entitled to its privileges.

To meet the demands for larger service the association is raising funds for the erection of a new hospital to cost approximately $60,000, and which is to be modern in every particular. Work has already commenced on this new building and the management expects to have it finished and ready for patients by the first of October next.

The Salem Deaconess Hospital association has been regularly incorporated under the laws of the state of Oregon, and its duration is perpetual, but should it be dissolved, its equipment does not belong to any individual but it to be used exclusively for charitable work under the direction of a committee designated by the Mennonite church for that purpose.

Corvallis school children will engage in a paper drive this month and next for the purpose of raising money for the school library.

LATE BULLETINS

Coblenz, Mar. 18.—(By The Associated Press).—Two hundred Americans who have been attending the fair at Leipsic, have telegraphed and telephoned Major General H. T. Allen, commanding the American army of occupation, urgently asking for help to leave Leipsic, where they describe conditions as dangerous to their lives. General Allen is sending a special train to bring them away.

London, Mar. 18.—An artillery battery at Wetter, Westphalia, has been wiped out by Spartacans, according to an official Berlin dispatch filed yesterday afternoon. The Spartacans killed all the officers of the battery and nearly all the men.

Kansas City, Mo., Mar. 18.—William LaTrasse, notorious bandit who escaped from the Kansas penitentiary at Lansing, Kansas, in 1915, has been arrested and is on his way back to the prison.