

LAWSON HURLS CHALLENGE AT LEAK PROBE CHAIRMAN

IMPLIES HENRY IS A RANK PERJURER.

Motion to Subpoena J. P. Morgan is Carried—"God Help American People," Shouts Witness—Vanderlip to Testify.

(By United Press to The Daily Bulletin) WASHINGTON, D. C., Jan. 16.—Thomas W. Lawson hurled a direct challenge at Chairman Henry, of the House rules committee today, when he asserted that "one or the other of us is a rank perjurer."

The statement referred to Representative Henry's denial of Lawson's charge that Henry had named a cabinet member as being involved in the leak of advance information on President Wilson's peace note. Chairman Henry's assertion came after Lawson testified yesterday that Paul M. Warburg, of the Federal Reserve board, and repeated the rumor that von Bernstorff had made \$2,000,000 on Wall street. Lawson said at the same time that Mrs. Ruth Thompson Viscconti told him that Tumulty had "received his bit." Chairman Henry testified, denying the charge that he had told Lawson regarding the leak, mentioning prominent names. Lawson rose and cried dramatically, "It is all true, so help me God."

Witness Dramatic. In his testimony today, Lawson declared that he had met John Cosgrove, editor of the Sunday World, Herman Ridgeway, editor of Everybody's Magazine, and Donald McDonald, Boston financial writer, shortly after the conversation with Henry. He said that he told them Henry's words, "Unless Henry said these things," he maintained, "I'm a rank perjurer, and unfit to be outside of prison."

Here Democratic members interrupted. Representative Harrison demanded that J. P. Morgan be subpoenaed, and his motion was carried. Lawson created the most sensation when he claimed that Chairman Henry had said that von Bernstorff profited to the extent of \$2,000,000 through the leak. Lawson said that Henry told him that Lansing and Haruch had had four conversations, the witness also contending that Henry told him that a Wall street conspiracy was in existence. He said that speculators had profited through the Mexican situation.

Referring to Henry's statement that the leak appeared to be a "mirage", Lawson shouted, "God help the American people, if there are many more such mirages."

Big Financier to Talk. He was reluctant to reveal names. He said he had humiliated himself pleading with the committee for permission to reveal names privately.

Frank A. Vanderlip, president of the City Bank of New York, was subpoenaed.

RAILWAY PROBE IS NOW CERTAIN

HOUSE AND SENATE LEADERS BOTH ASSURE PRESIDENT OF SUPPORT—MORE TAXES TO RELIEVE DEFICIT.

(By United Press to The Daily Bulletin) WASHINGTON, D. C., Jan. 16.—Compulsory government investigation of the disputes of railway employees is assured. The Senate commerce committee has agreed to this phase of the president's program.

The House, however, takes a different view of the situation, and Chairman Adamson, of the House interstate commerce committee, told President Wilson that his railroad program would pass the House during this session, but that the real difficulty would be in the Senate. Democratic members of the House ways and means committee, have agreed to impose an additional inheritance tax, and an excess profits tax of eight per cent on corporations and copartnerships, for the purpose of increasing government revenues. Chairman Kitchin was instructed to draft a bill to that effect. President Wilson and Secretary McAdoo approve of the proposed move.

RANCHERS ADOPT BY-LAWS TODAY

DESCHUTES FARM LOAN ASSOCIATION EFFECTS IMPORTANT STEP IN ORGANIZATION—CAPITALIZATION \$10,000.

Preparing to take advantage of the Rural Credits act, ranchers of the county met this afternoon in the council chambers of the O'Kane building, organized the Deschutes County National Farm Loan association, adopted by-laws, and elected directors. The association meeting was presided over by P. H. Deneer, with H. H. Clow as secretary.

The chief provisions of the by-laws are to conform to the national law. Stockholders, it is specified, must own land within the boundaries set by the association, and while stock may be taken in excess of \$2,000, only \$2,000 worth of stock may be voted. A majority of all stock owned must be represented at any lawful meeting. Annual gatherings of the association are set forth for the second Tuesday in each January.

A loan committee of three is provided for, and the possibility of increasing the capital stock beyond \$10,000, its present figure, according to the needs of the membership, is allowed by the by-laws. Amendment may be made by a two-thirds vote.

Directors elected were Glenn H. Slack, P. H. Deneer, Ira J. Wilkinson and O. O. King, the members of the association voting for the first time according to the amounts of their loan applications. Because of difficulty in fixing boundaries for the district in which residents may join the organization, this matter was left to the directors.

President Deneer urged on the newly elected officers the necessity for being prompt in attendance at all meetings.

I. O. O. F. INSTALLS OFFICERS FOR YEAR

Julius Jennett Heads Lodge—Degrees Conferred on One Bend Man and Three From Laidlaw.

Installation of new officers, and initiation of four candidates was the order of the evening last night at the regular meeting of the Bend Lodge of Odd Fellows. One of the chief officers, however, J. E. Neff, Vice Grand, was unable to be present, because of injuries sustained several weeks ago in an accident in the mill yards.

Other officers were as follows: Julius Jennett, Noble Grand; George P. Gove, Secretary; C. W. Thornthwaite, Treasurer; J. E. Engelbreton, Chaplain; Frank Keldor, Warden; L. C. Fleming, Inside Guardian; Claude Kelley, Outside Guardian; H. I. McKim, Right Supporter to the Noble Grand; Adolph Bodine, Left Supporter to the Noble Grand. Degrees were conferred on R. L. McKim, of Bend, and on John Stiles, Leslie McDaniels and T. Peterson, of Laidlaw.

RUSS ATTACK FAILS

Curtain Fire of Germans Destroys Massed Formations.

(By United Press to The Daily Bulletin) BERLIN, via Sayville, Jan. 16.—It was announced today that strong Russian attacks on both sides of the Fumendi river in Roumania, failed. A curtain fire destroyed the Slav massed formations, several hundred feet distant from the German positions.

An hour later the attack was repeated, several small detachments entering the trenches. They were immediately ousted. A French raid, it is reported, was repulsed at Bouvraignes, south of Roys.

BEND RESIDENTS TO BECOME NATURALIZED

Nine to Attend Court in Prineville Tomorrow to Take Out Final Citizenship Papers.

Nine Bend men will leave tomorrow for Prineville to appear before Judge Duffy, in circuit court, expecting to secure final citizenship papers. Four other Bend residents will accompany them as witnesses. It is expected that practically the entire day will be given over to naturalization proceedings.

Those who will try for third papers from here are: Morris P. Cashman, Joe R. Trepul, Fred L. Huey, Charles Korakis, Olof Hempstead, Mike Kasprowitz, Ernest Olson and Olaf Swanson.

As witnesses, H. C. Ellis, J. A. Eaten, O. C. Henkle and H. J. Overturf, will be present.

BRITAIN ASKS LOAN

Request for \$248,000,000 to Be Made in Next 48 Hours.

(By United Press to The Daily Bulletin)

NEW YORK, Jan. 16.—Great Britain is expected to ask another \$250,000,000 from the United States through J. P. Morgan & Co. within the next 48 hours. This will make approximately \$500,000,000 England has borrowed in the United States since the war began in 1914. This is expected to be a direct government loan backed by British collateral in the United States. The new loan probably will run five years.

No objection is expected by Morgan from the federal reserve board, so long as the collateral is kept liquid so it can be realized on by the bankers when the money is needed. Great Britain already has \$800,000,000 in loans coming due in the United States between 1918 and 1921.

MARK MASTER DEGREE CONFERRED ON TWO

The degree of Mark Master was night at the regular meeting of the local Royal Arch Masons, J. Edward Larson and B. C. DeyArmond being those receiving degrees. Following the lodge session, a social hour was enjoyed. Refreshments were served.

RUSSIAN SUBMARINE SINKS TWO VESSELS

(By United Press to The Daily Bulletin) PETROGRAD, Jan. 16.—It was announced today that a Russian submarine sank two of the enemy's ships in the Bosphorus.

RIGHTS OF BORROWERS EXPLAINED UNDER FEDERAL FARM LOAN LAW

By Frank R. Wilson, Of the Federal Farm Loan Bureau.

WASHINGTON, D. C., Jan. 16.—The right to borrow under the Farm Loan act is limited to farmers and prospective farmers.

Farmers or prospective farmers who wish to borrow, group themselves into Farm Loan associations, each association being composed of 10 or more farmers, and each association starting with a minimum of at least \$20,000 of loans.

To join, a farmer merely makes application to the secretary-treasurer of the loan association in his community. If none has been organized he should get together the required number of borrowers and organize an association.

The Federal Farm Loan Board at Washington will furnish, on application, a blank form of articles of association for such organizations. Then the organizers meet and adopt these articles and sign them, and the secretary-treasurer makes affidavit thereto.

This association then elects five or more directors and the directors then elect a president, vice president, secretary-treasurer and a loan committee of three members.

As soon as the Federal Land Bank of that district is ready for business it will provide this local association with additional blanks including an application for a charter and blanks for the loan committee to use in the work of appraising the farms.

As soon as the loan committee is elected it may proceed to appraise the farms upon which mortgages are to be placed. Its report, which must be unanimous, must accompany the signed articles of association and be filed with the Federal Land Bank of that district.

When this is done the appraiser of the Federal Land Bank will come to inspect the security offered and ac-

BEND RAILROAD GAINS ARE BIG

3,756 CARS HANDLED IN PAST YEAR.

Favorable Balance of Trade is Two to One—Total Freight Amounts to \$964,394.82—Earnings Pass Million Mark.

An increase of more than 50 per cent in the freight business handled by the O.-W. R. & N. and the Oregon Trunk, at the union station here, is shown by figures just compiled for the year ending December 31, 1916, as compared with the report of the fiscal year which ended June 30, 1916. The comparison is made on the basis of carload lots of freight received and forwarded, the total for the fiscal year amounting to 2,329 cars, while 3,756 was the aggregate for the calendar year.

Figures as to the value of freight handled for the fiscal year were not available, but for the calendar year the values on full carloads, was fixed at \$835,925.55.

That Bend has an unusually favorable balance of trade is shown by the figures for outgoing and incoming freight. Twelve hundred and eight carloads were received here during the last 12 months, while 2,548 carloads were forwarded from here. In addition to full carload shipments, 15,028,336 freight accounts of less than carload lots were handled, a revenue from this source amounting to \$111,559.27.

Passenger Trade Good.

Passenger business was also highly prosperous. No accounting, of course, could be made of the incoming passengers, but it is estimated that they must have surpassed the outgoing business, taking the rapid growth of the city as a basis. The total amount received on ticket sales here during the year was \$91,561.68, making the total business for the station \$1,055,956.50.

In addition to this, cash collected on Western Union business amounted to \$6,360, making a grand total of all earnings of \$1,062,317.

BONE DRY BILL IS INTRODUCED

SEARCH AND SEIZURE CLAUSE LEFT OUT.

Resolution for 20-Day Vacation is Killed at Salem—House Adopts Memorial Asking for National Prohibition.

(By United Press to The Daily Bulletin)

SALEM, Or., Jan. 16.—Representative Anderson, of Hood River and Wasco counties, today introduced the bone dry bill, prohibiting individuals from importing liquor, providing that common carriers shall import only under license from a district attorney, and for sacramental, experimental, scientific and medicinal purposes.

The bill makes drunkenness a misdemeanor, punishable by a fine of \$100 and 60 days imprisonment. The "search and seizure" clause is eliminated.

The upper House killed the resolution of Senator Wilbur, of Hood River and Wasco counties, providing for a 20-day recess, beginning at the twentieth day of the session.

The lower House adopted the Eddy joint memorial, asking Congress to submit a national prohibition constitutional amendment to the popular vote.

Representative Tichenor, of Coos and Curry counties, submitted a bill forbidding the use of traps, and seines in the Columbia river, and placing the Pacific ocean, bordering the coast within the state's jurisdiction in fishing matters. The bill carries a penalty of \$300 and six months imprisonment.

POLICY OF BRITISH NAVY IN THE DARK

Diplomatic Stand Urged, Now That Empire is Independent of the American Munitions.

(By United Press to The Daily Bulletin)

MANCHESTER, Eng., Jan. 16.—(By Mail)—The British government's cancellation of the American \$60,000,000 munitions contract justifies a sterner British naval policy the Manchester Daily Dispatch suggests, editorially.

The cancellations means more than that Great Britain has overtaken her requirements in the way of becoming per se.

"We do not under-value American help in this war," it says. "Without it we should have been at a serious disadvantage. But America has provided us with munitions for the sake of our good grace. Every shell, every gun and every machine tool has been paid for, or will inevitably have to be, in goods or gold.

"But that is not all. Almost from the beginning of the war we have had it dinned into our ears that we must adopt a 'pussy-footed' gait in our exercise of sea-power, lest we put up the backs of the Americans and cause them to shut down their supply of munitions. Now that we are getting into a position in which we can do without American help, it is to be hoped that our diplomacy will pluck up enough courage to come from under the table."

ADMIRAL DEWEY IS SLOWLY DECLINING

Physician's Bulletin States That Life Can Only Last for a Few Days, at Most.

(By United Press to The Daily Bulletin)

WASHINGTON, D. C., Jan. 16.—The second bulletin issued today by Dr. Fauntleroy, the physician attending Admiral George Dewey, announced that his patient's condition was distinctly worse.

The bulletin announced: "Naval hero's breathing is labored, and kidneys are badly depressed. His swallowing has become more difficult, and his general condition is worse. He slowly declined last night, and this morning. His lungs are affected, and there is practically no chance for him to live more than a few days."

FIRST COUNTY MAP IS NOW COMPLETED

Ready to be presented before the county court at its adjourned session tomorrow, the first map of Deschutes county has been completed by County Surveyor George S. Young, showing a complete re-districting of the voting precincts.

WINTER'S GRIP CLOSES TIGHTER

MERCURY TAKES DROP TO 12 BELOW.

Main Power Plant is Placed Out of Commission—Auxiliaries Fail to Furnish Electricity for Box Factory and Planers.

Winter's grip tightened several notches on Bend last night, and with the clearest kind of weather prevailing, the mercury reached a minimum of 12 degrees below zero easily, the coldest experienced during the entire season. Water pipes continued to freeze, and the icy expanse on the river widened rapidly.

Troubles multiplied for the Bend Water, Light & Power company, and it was announced this morning that the main plant was out of commission. Although men were on duty all night to keep ice out of the wheel, two wheels were frozen up tight, and the two auxiliary plants were all that furnished electricity for the city today. It is estimated that two plants can be kept free while the present cold weather prevails, but that as soon as one can be put in running order, one of the others will require attention.

Ice banked against the spillway at the power dam during the night, making the walk over the top virtually impassable.

More Work Delayed. Extra men were kept at work all last night and today, at the mills, blasting logs from the pond, with the result that the band saws were able to keep going, practically at full capacity. Considerable quantities of ice, however, accompanied the slab fuel which went into the boiler fires.

At the Brooks-Scanlon mill, the planer and box factory were both closed down, for the crippling of the Bend Water, Light & Power plant made it impossible to furnish sufficient electrical power to keep these departments of the industry running. Only the fact that the Shelvin-Hixon company has its own power plant, prevented a similar delay on the opposite side of the river.

MERCURY 36 BELOW IN UNION COUNTY

(By United Press to The Daily Bulletin)

NORTH POWDER, Or., Jan. 16.—The temperature here last night reached 36 degrees below zero, the coldest in the state, according to figures available.

SEARCH PARTY BACK IN BEND

MEN WHO FOUND BODY OF J. RUSSELL CHRISTENSON ARE UTTERLY EXHAUSTED BY THE HARSHIPS ENDURED.

Utterly exhausted after their search in the Crescent country for Forest Guard J. Russell Christenson, the finding of whose body was reported yesterday, V. V. Harpham and Ed. Mahn, of the Deschutes forestry service, returned to Bend at 7:30 o'clock last night. From the time the two left Bend Friday afternoon until they left the inquest at midnight Sunday, the two had gone entirely without sleep, and Mr. Harpham reported that one member of the original search party which set out more than a week ago, was ill as a result of the hardships undergone.

Mr. Harpham told of the finding of Christenson's body, and how the forest guard's own skills were used in making a sled on which to transport him to Crescent. From the position in which the body lay, it was thought that Christenson had attempted to rise from the ground, and had been too exhausted to succeed. Every man in the party, Mr. Harpham stated, put himself to the limit. He gave great credit to the members of the party who originally started out, as well as to those who joined the search later.