

NATIONAL BANKS AUTHORIZED TO ACT AS TRUSTEES

Supreme Court Upholds as Constitutional the Law's Clause Authorizing Banks to Act as Trustees, Executors, Administrators and Registrars of Stocks and Bonds.

WASHINGTON, June 11.—In the first case involving the federal reserve act, the supreme court today upheld as constitutional the law's clause authorizing national banks to act as trustees, executors, administrators and registrars of stocks and bonds.

Trust Companies Complain.
The clause of the federal reserve act of 1913, creating the federal reserve board and prescribing the new monetary system, which was attacked as unconstitutional by the trust companies, is a subsection of section K 11, providing that:

"The federal reserve board shall be authorized and empowered to grant, by special permit to national banks applying therefor, when not in contravention of state or local laws, the right to act as trustee, executor, administrator or registrar of stocks and bonds, under such rules and regulations as the said board may describe."

That such functions are private, subject to local and not federal regulation, and beyond the power of congress to confer on national banks, thru the reserve board, was contended by the trust companies.

The clause was held unconstitutional in the first case by the Michigan supreme court; also, in another case, of the First National bank of Joliet, Ill., a similar finding was made by the Illinois state courts.

Case at Issue.

In the present proceeding, the First National bank of Bay City, Mich., was given a permit by the federal reserve board to act as trustee, etc. The Union, Detroit and Security Trust companies of Detroit and the Michigan and Grand Rapids Trust companies of Grand Rapids joined in a quo warranto suit, brought in the name of Attorney General Grant Fellows of Michigan, to enjoin the Bay City bank. The injunction was granted by the Michigan supreme court in September, 1916.

Upon appeal to the United States supreme court, the department of justice intervened as a "friend of the court" in behalf of the federal reserve board, joining with the Bay City bank in asking the court to sustain the clause. Grounds given were that congress has power to extend functions of national banks within its discretion, to amend and extend the national banking system, whether such functions be private or public. All powers necessary to the stability and successful operation of national banks, it was contended, are enjoyed by congress and the reserve act, if it was assumed, does not delegate such powers to the federal reserve board. The additional functions authorized in the clause, it was contended, are ordinary commercial and business operations necessary to preserve the business of national banks in connection with state banks and trust companies. Force was stated was said to give state institutions such powers.

State Right Issue.

The trust companies contended that the powers stated are not essential, and not necessary to preserving the national banks, but are to be used exclusively within state authority to borrow and regulate. That the clause was inserted in the reserve act as the "eleventh hour" and as a "retrograde and paternalistic" act was contended. Evidence of these contentions by national banks, under court supervision, it was said, would give an "intolerably revealing" picture.

The Department of Justice.

The department of justice, in denying that the Michigan court had jurisdiction to enjoin the trust companies' suit against the Bay City bank, questioned the right of state courts to enjoin a national bank, as an alleged "state interference with the federal financial system."

WASHINGTON, June 11.—Contracts for construction of 16 wooden ships were let today by Major-General George W. Goethals, general manager of the shipping board's emergency fleet corporation. Ten went to Sanderson & Porter, a New York concern, and six to the Maryland Shipbuilding company of Baltimore.

GOETHALS CONTRACTS FOR WOODEN SHIPS

SUPREME EFFORT FOR LIBERTY BONDS; TIME UP FRIDAY

WASHINGTON, June 11.—The liberty loan today entered its last lap in the race to reach the \$2,000,000,000 mark by Friday when the subscription period ends. Small subscribers by the thousands or even millions must come in this week to make the loan a success.

Two days ago \$700,000,000 remained to be raised and the amount probably is not much less today. To help in the bond selling campaign, school, church and public buildings bells tonight will ring four times to remind citizens of the four days left in which to subscribe; tomorrow they will ring three times, Wednesday twice and Thursday once. Friday, which also happens to be Flag Day, will be marked by the blowing of whistles, ringing of bells, patriotic rallies and torchlight parades.

The New York federal reserve district has approached nearest in total subscriptions its minimum allotment and the San Francisco district is farthest from the mark.

BALTIMORE CLUB SEEKS \$900,000

PHILADELPHIA, June 11.—The \$900,000 suit of the Baltimore Federal league club brought under the federal anti-trust act against organized baseball got under way before a jury in the United States district court today.

George Wharton Pepper, for the defendants, in his statement to the jury, contended that baseball was not a commercial business and therefore not within the purview of the federal anti-trust laws.

The Baltimore club is suing organized baseball for alleged discrimination against it, when the peace pact between members of the federal league and the major league was brought about in December, 1915.

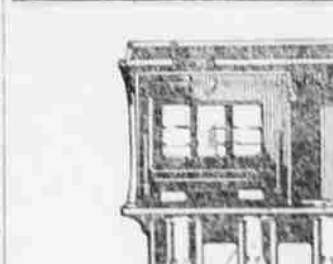
WOMAN ACCUSED EXPLOSION

(Continued from Page One.)

These men will return an independent verdict after hearing testimony and their verdict will be officially presented to every union labor organization in the United States.

Ferrari charged that the alleged bomb conspirators agreed "to do everything possible to discourage patriotism and love of country and cause hatred and contempt among the people for soldiers, police officers and those in authority," and that their ultimate object was to "overthrow the government and bring about a state of anarchy."

At the noon recess, Judge Sewall announced that the jury would be in constant custody of two deputy sheriffs and will be under guard each night in a local hotel, through the trial.



COMFORT
Cook in a cool, comfortable kitchen this summer. An oil cook stove is comparatively inexpensive to buy and it will soon pay for itself in comfort and lower fuel expense. Meals in a jiffy, and a cool kitchen in summer. Bakes, broils, roasts, toasts. Better cooking because of the steady, evenly-distributed heat. More convenient than a wood or coal stove for all the year 'round cooking, and more economical.

The long blue chimneys prevent all smoke and smell. In 1, 2, 3 and 4 burner sizes, with 12 models. Ask your dealer today.

NEW PERFECTION OIL COOK-STOVE

FOR SALE BY
Medford Furniture and Hardware Co.
Garnett-Corey Hardware Co.
Crater Lake Hardware Co.

RED CROSS PLANS TO AID ALLIES AS WELL AS U. S.

WASHINGTON, June 11.—The specific purposes to which the Red Cross expects to donate the \$100,000,000 it has asked the American people to contribute are enumerated in a statement made public today by Henry P. Davison, chairman of the war council of the Red Cross. President Wilson has set aside the week of June 18 to 25 as Red Cross week and Mr. Davison hopes to obtain contributions for the full amount of the \$100,000,000 during that period.

"Our first obligation is to render such service as comes within the province of the Red Cross to our soldiers and sailors at home and abroad," the statement says.

"Then our endeavor will be to supplement the efforts of our allies in caring for their sick and wounded."

"We shall help provide the bare necessities of life to the homeless in devastated France and to aid them to rehabilitate themselves."

"We shall strive to lighten Russia, by providing additional ambulances and succor the homeless and wandering people of Poland, Lithuania and western Russia."

"We hope to extend aid to those who are fighting the battles of liberty in Rumania, Serbia and Italy—indeed to relieve human misery everywhere among our allies."

ENTOMBED MEN RESCUED.

(Continued from page 1.)

saved thru the efforts of Duggan is praying for the safety of the brave young fellow who has probably sacrificed his own life to save his fellows.

Shift Boss Dies.

J. B. Moore, shift boss, died as he was being taken from the cage. One other man who had not been raised to the surface is said to have died as rescuers carried him to the shaft landing at the twenty-second level. Moore, like Mann Duggan, the hero of the group of 25 saved yesterday, was responsible for the rescue of this little group of men. He led his comrades to a recess of the level where it was possible to erect a bulkhead against the approach of the deadly gas. Moore, taking all the chances, directing the work of bulkheading and testing the gas, sapped his strength. Toward the end, his legs were paralyzed from the gas he had inhaled but while consciousness lasted he directed the men and kept them from danger.

Moore was one of the most popular "shifters" in the mine. He had much experience in fighting gas and there were many who believed if there was a possible chance of safety, Moore would be the first to take advantage of it. He did, but not for himself. He saved his men at the expense of his own life.

H. L. Perry, thru the agency of his wife, was presented with an eight-pound son at Sacred Heart hospital Sunday night.

DRUG SHORTAGE CONFRONTS NATION AS WAR RESULT

ATLANTIC CITY, N. J., June 11.—The government faces a serious problem in the matter of obtaining pharmaceutical drugs, according to delegates to the annual convention of the American Association of Pharmaceutical Chemists which opened here today. "Bids have been asked for \$3,000,000 worth of material for army use," said G. D. Ellyson of Des Moines, "and even tho it were possible to obtain the raw material, it would require all the plants combined a year to fill the orders."

At the request of the federal authorities, a statement says, the association has named a commission to devise a plan to meet the situation. The commission includes Charles Pratt, of Philadelphia; Dr. C. H. Searless, Chicago; C. R. Stuffer, Norwich, Conn.; G. D. Ellyson, Des Moines, Iowa, and W. C. Abbott, Chicago. After a plan of action has been agreed upon, members of the committee will go to Washington for a conference with government officials.

Inability to obtain raw and intermediate drugs for abroad and the commandeering by the government of all sheet and block tin for condensed milk and other food containers is responsible for the situation, the chemists say. Another factor, they declare, is the inability of glass factories to secure sand because of the flat car restriction to the shipment of coal, "which has caused a number of the factories to suspend operations and rendered it impossible for chemists to get a sufficient supply of glass containers."

BRITAIN'S BORROWING TOTALS TWO BILLIONS

LONDON, June 11.—In reply to a question in the house of commons today Andrew Bonar Law, chancellor of the exchequer, announced that since the beginning of the war Great Britain has borrowed from the United States a total of \$2,000,000,000.

TO HELP YOUNG GIRLS

A Mother Wants Her Letter Published.

Eaton, Ill.—"I wish you would publish this letter for the benefit of young girls. My daughter suffered greatly from female trouble with cramps, and headache, and backache most of the time. She never felt like working and it seemed as though she was sick all the time. I decided to try Lydia E. Pinkham's Vegetable Compound and it has helped her in every way, in fact it has really cured her, for she no longer has periodic pains, and no more headache or backache, and I want all young girls who suffer as she did to know about it."—Mrs. ALMA MILLIS, Eaton, Ill.

Another Girl's Experience.

New Castle, Ind.—"From the time I was eleven years old until I was seventeen I suffered each month so I had to be in bed. I had headache, backache and such pains I would cramp double every month. I did not know what it was to be easy a minute. My health was all run down and the doctors did not do me any good. A neighbor told my mother about Lydia E. Pinkham's Vegetable Compound and I took it, and now I feel like a new person. I don't suffer any more and I am regular every month."—Mrs. HAZEL HAMILTON, 822 South 15th St., Newcastle, Ind. Girls who are troubled as these young women were, should immediately seek restoration to health by taking Lydia E. Pinkham's Vegetable Compound.

RETURNED MISSIONARY WILL LECTURE TONIGHT

Rev. H. D. Heminger, a recently returned missionary from the West Coast of Africa, who lectured to a large and appreciative audience at the Presbyterian church last night, will give a stereopticon lecture illustrated with over 100 views this evening (Monday) at the Phoenix Presbyterian church, Tuesday at Central Point, and Wednesday at Jacksonville. He will lecture again in Medford on Thursday evening. The public is cordially invited.



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First National Bank

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You Can Never Know

At just the moment you may need some particular article of equipment on your car. Emergencies sometimes arise when extra shoes, inner tubes, tools, etc., are a necessity. It is to provide you with these essentials that we have marked our entire stock at low figures.

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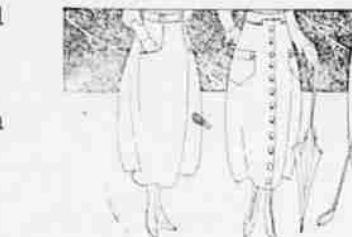
HOT WEATHER MERCHANDISE

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New Voiles plain and fancy.
New Plaid Gingham.
New Cotton Crepes.
New Gaberdines, plain and fancy.
New Crepe de Chine.
New Georgette Crepe.
New Pongees.



New Fibre Silk Sweaters
New Wool Sweaters, plain and fancy
New Aprons
New Kimonas, plain and fancy
New Wool Top Skirts
New Washable Top Skirts
New Overalls for Women
New Wash Dresses for Misses and Children
New Models in Gossard Corsets
New Models in Royal Worcester Corsets
New Middle Blouses.

Our Neckwear Has Been Selling So Fast—Styles Are Practically All New.

White neckwear, especially, is taking very strongly. And is only natural when it is possible to find so many dainty, pretty collars and sets. The cost is very little, while the added attractiveness a fresh piece of neckwear will give to your whole attire is well worth even ten times the cost.



Underwear Dep't.

Kayser Silk Garments
Kayser Knit Vests
Kayser Union Suits
Misses and Children's Knit Waists

Embroidery

1 Lot Embroidery, 7c
1 Lot Embroidery, 10c
1 Lot Embroidery, 19c

Girls' Serviceable Gingham Dresses

A splendid quality of gingham which may be had in large and medium size checks and plaids. We need not state that gingham dresses are very much sought after and of course, wash splendidly. There are a number of chambray dresses in the lot.

Agents for the two most progressive patterns—
Pictorial Review Patterns Home Journal Patterns

The Bathing Suit that You Ought to Wear at the Beach Is Here.

Don't you let any one keep you from getting the fullest pleasure out of the summer season. We've had some cold weather the past few weeks and everybody will want to take advantage of the warm weather when the bathing season starts. Half the pleasure of bathing is in having a pretty bathing suit; one that you get as much pleasure in wearing as in using. Here are various kinds of brilliantine, molair, silk and jerseys.



Hosiery

New shades in Wayne Knit Thread Silk Hose
New assortment Children's Socks
All sizes Ladies Wayne Knit White Out size Hosiery, all prices