

BANK RUNS SPELL RUIN IN GERMANY

Reichsbank Fighting Long Battle Against Tremendous Odds—Reparations Jockeying, Loss of Foreign Trade, Factors.

BERLIN, July 13.—(AP)—Directing all its energies towards saving the nation from financial ruin, the German government today issued an emergency decree taking over guarantees of the \$30,000,000 Darmstaedter and National bank, which has suspended payments because of the drain on its natural resources by constantly rising demands for foreign currencies.

The run which closed Darmstaedter extended in some degree to other banks this morning, and to help prevent the panic from spreading the government closed the stock exchange for today and tomorrow.

Moratorium Needed.
Jacob Goldschmidt, head of Darmstaedter and regarded as one of the ablest bankers in Germany, asserted today a moratorium should have been declared by all the German banks weeks ago and it ought to be declared immediately. He blamed the bank's crash on the press for the political opposition which "crystallized vague fears into the one specific fear that our bank was unsound."

Meantime the cabinet, whose members are worn by the constant sessions of several days past, remained on the job.

Dr. Hans Luther, whose efforts to obtain French participation in a foreign credit for the Reichsbank were successful in that the government declined to accept conditions imposed by France, left by train this morning for Basel to attend a meeting of the world bank directors there.

Asks Confidence.
Chancellor Bruening's government today appealed to the German people to keep their heads in this time of financial distress and not to make things worse by losing confidence in the fatherland.

"President Hoover's moratorium plan afforded a great relief to our economic situation," a proclamation issued in the name of the government asserted, "a large sum which Germany was entitled to claim to retain could, by virtue of that plan, be restored to the banks."

The weeks during which the struggle in connection with this plan has gone on have, however, done enormous damage to private business. Millions loaned to Germany from abroad have been withdrawn because of the uncertainty of the situation.

"Even today complete tranquility has not been restored."

Must Halt Restraints.
"Although our aim must be that the German economic system shall once more be enabled to work with its own means, it now is necessary if severe interruptions are to be avoided, that further withdrawals shall cease."

"Efforts of the Reichsbank and the Gold Discount bank are directed to obtaining from abroad credits of the longest possible term to aid private business and to relieve their distress."

"Despite all efforts, in the course of these events one of our large banking institutions—the Darmstaedter and National bank—has suspended payments."

"The government considers it to be its duty—and the president has granted the necessary powers—to meet the great dangers which threaten as a result of this suspension."

Must Save Customers.
"It is not a question of saving the bank's assets, but of saving the property of hundreds of thousands of its customers, thereby saving their business from interruption or even from ruin."

"From these viewpoints alone the government will, in case of deficiencies, step in. It is self-evident that the bank's business will be watched by the government trustees."

Portland Boys Miss Death By Split Seconds

PORTLAND, July 13.—(AP)—Two Portland boys were alive today after missing death by split seconds.

Harold Fields, 9 years old, coasted down a steep driveway into the rear wheel of a moving truck. He suffered a deep gash on the cheek. He would have been crushed under the heavy wheel had the impact occurred a fraction of a second earlier.

Henry C. Hunt, Jr., 7 years old, narrowly escaped death last night when he climbed into a tree near his home and touched an electric power wire. The contact burned his hand severely and knocked him from the tree.

MRS. MIKSCH TOLD OF GRAND DAUGHTER

A telegram was received in Medford this morning announcing the birth of a daughter, weighing 7 pounds and 10 ounces, to Mrs. and Mrs. Leo Maher of San Francisco. The little girl made her arrival in the bay city last night.

Mrs. Maher is remembered as the former Mercia Miksche, talented organist of this city. The baby is the grand daughter of Mrs. Leo J. Miksche of South Peach street.

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considerations both at home and abroad, its questions of ability to pay, its problems of international trade and finance.

A Borrower Now
Before the world was Germany was a large lender to other nations. Now she has become a heavy borrower, with a foreign debt approximating 20,000,000,000 marks. Her unemployment problem is serious, for 5,000,000 persons are out of work. She has lost the favorable trade balance which only last year enabled her to wrest from Great Britain second place honors as an exporting country.

Foreign capital, alarmed at the more serious turn in conditions in the Reich, began its exodus several months ago, and in the last few weeks it has reached the serious total of around one and a half billion marks. The German people likewise, it is reported, have been converting their funds into dollars, francs, pounds sterling, and Dutch florins, thus adding to the Reichsbank's difficulties in supporting the mark.

Marks Take Wing
Strenuous measures were taken to halt this outflow. The discount rate was raised. Large foreign credits were contracted at the world's financial centers. President Hoover's war debt holiday revived confidence but momentarily and the flight of the mark was renewed vigorously last week. A thousand of Germany's largest corporations offered a 500,000,000 bank guarantee fund.

Foreign investors in Germany were frightened last fall by the success of the radicals in the national election. The recall of funds however, did not assume alarming proportions until recently when Germany seemed on the verge of availing herself of the moratorium provisions in the Young plan.

Recovery Phenomenal
Germany's rapid industrial recovery following the world war was almost phenomenal. Aided by huge foreign loans, mostly from this country, she applied herself strenuously to the difficult task of reconstruction, although handicapped by the loss of her colonies and important supplies of raw materials. But the recession in her business abroad from the post-war boom reached about a year ago, was rapid and in May 1931, her exports dropped to the lowest point in twenty years excepting the war period.

Lacking gold, post-war Germany was forced to depend on foreign trade to meet reparation bills. Gradually her export markets were extended until her recovery became the talk of the world. But the optimists, both in Germany and elsewhere, had not made full allowance in their reckoning for depression.

Blow Falls Hard
It was inevitable that Germany, like the other highly industrialized nations, should suffer from the international reaction and when the blow fell it fell hard. Her exports reduced and her imports of raw materials also cut, Germany had to borrow on a large scale.

The recent loans have been of the short term variety, which quickly worked to the Reich's disadvantage when the situation at home became more acute. With conditions as they were throughout the world, it was impossible to refund these loans, aggregating probably 1,500,000 marks. Into long term accommodations and the uncertainty as to when or how substantially these funds would be withdrawn added to the intensity of the crisis.

PARIS, July 13.—(UP)—A picture of the Chevalier Louis Lardoux de Repigny, a Frenchman who fought at Yorktown, is being sought by a group of admirers who wish to build a monument at Saull, Sainte-Marie, where he had his fort and chateau from 1750 to 1762. So far not even an engraving or an etching of him has been found.

PARIS, July 13.—(UP)—A young Yugoslavian woman led the delegation of 400 men recently to the battlefields of France. She holds the rank of sergeant and has been decorated with Serbian medals and the Croix de Guerre with palm. Her name is Milinka Savitch and she distinguished herself in battle and peace during the occupation in the Comand.

8 VICTIMS OF SUNDAY ACCIDENTS

Five Lose Lives In Waters Of Portland Area—Two Killed In Auto Mishap—Deaf Man Struck By Train Near Oregon City.

PORTLAND, Ore., July 13.—(AP)—Swimming, train and automobile accidents cost eight lives in and near Portland over the week-end.

The dead: Gus England, 65, Barlow, Ore., killed by Southern Pacific train near Oregon City.

Howard J. Foster, 23, Portland, automobile wreck victim here.

Henry G. R. Zastrow, 24, Portland, drowned at Willasda park near here.

Phil Moll, 27, Portland, drowned in Blue Lake near here.

Boy H. Munn, Yakima, Wash., drowned in Deschutes river.

Billy Fitz, 10, drowned in Badger creek.

John Mullins, 16, drowned in Hood river.

Mrs. Myron Moore, 65, killed by automobile at Seaside.

Train Hits Deaf Man
England was walking the railway right of way and was struck by a southbound train. He was slightly deaf and it was believed he did not hear the train.

An overturning car killed Foster and seriously injured Marian Youngman, 30. Both were passengers. Lewis Wells, 24, was arrested on an involuntary manslaughter charge as the driver. Officers found him home in bed. He is on parole from the Oregon penitentiary.

Night swimming took the lives of Zastrow and Moll. The former went in just before daylight with several fellow campers. He stayed in the water after the others left. When he failed to return to camp a search was begun and his body was found an hour later.

Clothes Give Clue
Moll went swimming alone. He was sought when his clothes were found on the beach. Officers found his body after a four hour search.

Munn drowned when he attempted to swim the Deschutes river near its mouth. He was drawn into the rapids and drowned while his companions attempted unsuccessfully to reach him.

The Fitz boy lost his life in Badger creek, three miles from Tygh valley.

Mullins was believed to have suffered a heart attack while attempting to swim Hood River near its confluence with the Columbia.

Mrs. Moore died after she was struck by an automobile driven by Clifford Hansen, 17 years old.

STORY 3 (Continued From Page One)

Clare Griswold, San Francisco, 41-39-80.

Phil Findlay, Redlands, 33-42-80.



PUFFY

The word has spread to people who live close to Pleasant View That Puffy's Barnyard Circus is to make its grand debut. It pleases Puffy very much that children will attend. "The only thing," he says, "I'm 'traid the show will never end."

STORY 2 (Continued From Page One)

tests of the affluent thrown off by the Medford plant, all of which have been unsatisfactory, he told his audience. "The present plant is not sanitary nor modern and the health department has had frequent complaints from people living within the regions affected by the pollution, especially from Gold Hill and Grants Pass, where river water is used for drinking purposes," he explained.

"Sewage must be given complete treatment," Mr. Green pointed out, "and a septic tank does not give this treatment for a municipality. The estate office will not accept changes in the existing plant as fulfillment of the sanitary requirement nor construction of a new plant which involves similar treatment."

"This problem is also immediately concerned with fish life," Mr. Green continued. "The game fish will not tolerate the low saturation resulting from septic tank treatment."

LaGrande Cited.
The system recently constructed in LaGrande, after the city had lost many thousands of dollars in a suit because of inadequate service, Mr. Green described as the best in the state. The plant continuously gives off effluent which tests approximately 100 per cent.

The plant, constructed in Klams Falls was a cheaper system, he said, and could be, because of the large body of diluting water available, which Medford does not have.

The water in Bear creek is constantly getting lower and lower, because of a decrease in rainfall and the demands of irrigation. The positive need for complete treatment is further necessitated by this lack of diluting water, Dr. Green added.

Inskeep Heard.
Mr. Green was introduced by Dr. L. D. Inskeep, Medford health officer, who also emphasized the dangers now resulting from contamination of Bear creek, referring to the typhoid epidemic, which arises each summer. Several farmers living along Bear creek pump water for irrigation and washing of their vegetables. Dr. Inskeep informed the luncheon group in no uncertain words, warning the guests that the same vegetables are made into salads eaten in Medford. The hands of the city health department are tied from taking action against these products, for the growers could in turn sue the city.

The other members of the delegation advancing the needs for the sewage system were introduced by W. W. Allen, chairman of the health committee, who urged all citizens to attend the mass meeting in the city park tonight, at which the sewage question will be presented from all angles.

Taxation Low.
Vice-Mayor C. A. Meeker showed that the city is in a financial situation to build the sewage plant proposed, and not in a position to avoid doing so. "The value of human life, he told the Klamsians, cannot be presented in dollars and cents. Taxation in Medford is 'low' compared with the levy in other southern Oregon cities, he pointed out.

An outline of the proposed system was presented by Fred Schefel, city engineer, who showed that the plan provides for the construction of additions when the population demands them, and the complete separation of sanitary and storm sewage at such a time as the city can afford the improvement.

Dr. Inskeep assured the Klamsians and guests that five competent sanitary engineers have visited the local plant, endorsed the immediate need for a new plant and the estimated cost presented by the city council in the bond issue to be voted on Wednesday.

VEVRDIN, July 13.—(UP)—A monument has just been erected over the ruins of the village of Montfaucon in honor of the American soldiers killed there in the World War. On September 27, 1918, American troops under the direct command of General Pershing, backed by the French troops under General Gouraud, broke the strong German line and recaptured this strategic point.

This was one of the bloodiest battles of the World War. In the first encounter, 266 American troops were killed, 169 taken prisoner and 8,824 wounded.

Fasteeth Holds Your False Teeth In
This new delightful powder keeps false teeth from rocking, slipping or dropping. No nasty taste or feeling. Gives perfect confidence all day long. Get Fasteeth from Jarmin & Woods or your druggist.

SEWER BONDS ENDORSED BY CITY LEADERS

Prominent Business Men In Various Walks of Life Sign Petition Urging Vote For Bonds Wednesday

A petition urging the people of Medford to vote for the new sewer bonds on Wednesday was circulated in the business district today, and was liberally signed by prominent and influential business and professional men.

In a little over two hours the signers below were secured and it is expected that scores of others will join with them during the day.

On all sides there was a conviction that while no one wishes to increase the bonded debt at this time, conditions are such that the city will in the end save money and avoid the risk of serious damage by ordering this imperative improvement at the earliest possible moment.

That there is no other way out, and that the work will supply a pay roll for the unemployed during the coming winter when it will be urgently needed, was an expression heard today on all sides.

The petition and the first 17 signers follow:

Concerning the sewer bond issue which is to be voted upon in Medford on the 15th we the undersigned, believe we should make a frank and open statement to the people, after very serious consideration of the matter.

Much as we regret to vote additional bonds at this time, we have reached the conclusion that owing to the appalling condition of our sewer system and the grave consequences which are sure to follow if the bonds are defeated, we must endorse the bonds and urge our people to vote for them. We cannot afford longer to delay this improvement, which we believe is vital to the health of every man, woman and child in our community. We believe that a modern sewage disposal plant with a main trunk sewer down Bear creek will solve our problem. This is what the city council proposes to do if the bond issue is approved and we can see no other way to give Medford adequate sewer facilities.

John C. Mann, 815 East Main.
B. E. Harder.
J. C. Collins.
J. C. Thompson.
F. E. Wahl, Farmers & Fruit-growers Bank.
Big 7 Fruit Warehouse, Inc.
H. W. Hamlin.
C. C. Lemmon.
W. B. Johnston Jr., 17 Glen Oak.

NO QUESTION OF OWNERSHIP NOW



By virtue of his victory over W. L. Stribling in Cleveland, Max Schmeling of Germany holds without question the heavyweight championship of the world. Here's Max after the battle, one eye a little puffy, gazing proudly at the belt to which he is justly entitled.

Scott V. Davis, 21 Geneva.
T. W. Miles, 203 N. Oakdale.
T. R. Lumsden, 504 S. Holly.
Roland A. Hubbard, 831 Main.
John P. Moffat, 16 Florence.
Eugene Thorndyke, 617 Dakota.
F. W. Heath, 17 Conroy Court.
E. H. Hedrick, 831 W. Twelfth.
Rev. Claude Porter, 8 Newtown.

MEN MUST CEASE AIRING PET BIRDS

PEIPING—(UP)—Hu Jo-yu, Peiping's new mayor, has issued an order forbidding men to take out their pet birds for an airing on the streets, public gardens or parks. The bureau of public safety and social welfare have been instructed to enforce the order.

The order abolishes a picturesque custom of centuries. The reason is that the custom leads to idleness and indolence and, therefore, is contrary to public morals.

Peiping pet birds have been accustomed to daily airings for centuries. Men of fashion usually take out their own birds, walking about with them in the parks, or taking them to tea houses, where they can hear other birds of quality sing and perhaps pick up new notes.

Classified advertising gets results.

ARMY OFFICERS WIVES, STONED BY ISLANDERS

Manila Club Grounds Scene Of Clash During Independence Demonstration—Army Men Use Force

MANILA, July 13.—(AP)—A group of American army officers and their wives was stoned by a crowd of Filipinos here yesterday while scores of thousands of islanders were participating in an independence demonstration before United States senators.

Several Americans were hit. Captain Fred Adams of the 31st infantry, and Robert Davis, son of an army officer, were injured but seriously.

The incident occurred at an open air swimming pool of the Army and Navy club when a crowd of Filipinos, evidently angry, overran the grounds. Orders off the grounds, the islanders came incensed and started throwing stones at those in and around the pool.

Officers Use Force
The police were called but one officer was available, the others being busy handling the independence crowd several blocks distant. About twenty members of the club formed a phalanx, cleared the grounds, using live fists in a few instances.

The independence demonstration staged for Senator Harry H. Hays of Missouri and Senator Key Pittman of Nevada, advocates of Philippine freedom, drew a throng estimated at between 100,000 and 200,000 persons. Another 50,000 participated in a parade designed as a gesture to convince the senators that the people of the island were united in their desire for political freedom.

Classified advertising gets results.

TAB EDITOR PENS A DARING NOVEL

NEW YORK—(UP)—"Hot News," a novel woven around the career of a tabloid editor, is ready for release after publication by Maculley. It was written by Emile Gauvreau, formerly editor of the New York Graphic and now editor of the New York Mirror. Both are tabloids.

The novel develops a number of unusual situations and spares no one, not even the author. Book critics declare it to be one of the most daring novels written in a number of years.

Classified advertising gets results.

CONGER Funeral Parlor

West Main at Newtown
Office County Coroner

SAVE \$25.00 On New, Smart, Quality-Made SUITS!

Suits	Values to \$50	\$15.95
Suits	Values to \$50	\$21.95
Suits	Values to \$65	\$27.95

20% off On Tuxedos, Blue Suits and Smart Oxfords

Broken Lots in Nunn-Bush Shoes \$11 values reduced to \$8.50 \$8.50 and \$9.00 shoes going at \$6.75	Moccasin Golf Shoes An exceptional value at \$8.50. Reduced for this sale to \$5.00	Manhattan Shirts Regular \$3.00 and \$3.50 values reduced for this event to \$2.25
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Manhattan Shirts and other standard makes. Values to \$2.50 reduced to \$1.65

The Toggery OF COURSE
"Your Quality Store"

Leather Coats Gray suede and white leather coats will be offered tomorrow at SPECIAL REDUCTIONS

NO CHARGES — NO REFUNDS — NO EXCHANGES