

SOCIALISTS UNDER ARMS CHIEF CAUSE MADERO'S WORRY

Anarchists, Socialists and Filibusters Occupy Much of His Attention

APPREHENSION FOR SAFETY OF MADERO

Cheered Lustily by Americans and Mexicans as Train Stops at Stations

ALPINE, Tex., June 2.—On board Madero's special train—the socialists, anarchists and filibusters, as Francisco I. Madero characterizes them, occupy the attention of the former rebel chief today along the first stretch of his journey to Mexico City. He passed through here at 5.35 o'clock tonight. Señor Madero has realized for some time that the chief obstacle to the restoration of tranquility will be the socialists under arms and he received a message today from Ambrósio Forgas, the rebel leader of Southern Mexico, offering to lead 1,500 men in an expedition to Lower California, he telegraphed Figueroa that the matter would be decided after he reached Mexico City, but to hold the troops in readiness. Figueroa in his message, referred to the possibility that Lower California might become separated from Mexico through filibusters. Apprehensions for the safety of Señor Madero on the way to Mexico City comes more from the possible hostile acts of socialists than any other faction.

Senor Madero was cheered by crowds of Mexicans and Americans as the train stopped at stations.

STILL IN TOMBS.

NEW YORK, June 2.—Harry A. Scheib, who is held on a charge of slaying his wife, Lillian, made a fourth start for freedom today and landed once more in the Tombs. A writ of habeas corpus, procured by his lawyer, was granted this afternoon by Supreme Court Justice Blechoff, who held that there had been presented sufficient evidence to warrant the suspicion that Scheib killed his wife and left her body in the bath room of their apartment for several weeks until it was found last Thursday.

Detectives busied themselves today seeking the actual cause of the woman's death. It will be several weeks before a chemical analysis will determine whether the mass of decomposed flesh contained poison as in the Crippen case, but physicians completed a preliminary examination today. They announced that the woman apparently was dead when placed in the tub. The lungs showed that she had inhaled no water and no bones were broken, they said, nor was there any evidence of violence.

STATE CONVICTS WILL GO TO RUTHERFORD TO START WORK ON NEW ROAD

Work on Transcontinental Road Will be Begun Next Week

FRENCH CAPITAL

RALEIGH, N. C., June 2.—A conference just held by Superintendent J. J. Laughinghouse of the state prison and I. L. Council of Waynesville, representing the North Carolina Trans-Continental Co., of Asheville, has just settled the fact that the squad of convicts promised by Governor Kitchin and the council of state for construction of the Trans-Continental will be sent to the Rutherford section of the road some time next week.

This is the road proposed to be constructed from Knoxville, Tenn., through North Carolina to Southport and in which \$11,000,000 of French capital has recently been interested for the creation of a great trans-continental line of railroad and steamboat connections to make it an international factor.

AUTO HITS TRAIN

Macon, Ga., June 2.—While driving across the tracks of the Southern railroad in Fort Valley this afternoon with Mrs. T. C. Eberhardt, Rev. H. B. Deane, Methodist minister of that place, was instantly killed and his companion seriously injured when a freight train struck their automobile.

S. O. PLANT BURNS

NEW ORLEANS, June 2.—The plant of the Record Oil Refining company at Chalmette, 12 miles from New Orleans, was partially destroyed by fire this afternoon when a bolt of lightning struck a tank of crude oil. Two tanks containing approximately 1,000,000 gallons of oil and a warehouse were destroyed. The damage is estimated at \$150,000.

UNUSUAL REMARK MADE BY E. H. GARY IN INVESTIGATION

"Government Control and Publicity of Corporations in U. S. Must Come"—Strongly Defends Taking Over of Tenn. Coal & Iron Co.

WASHINGTON, June 2.—Elbert H. Gary, chairman of the United States Steel corporation directorate, told the Stanley Steel trust investigating committee today that his corporation stood behind J. Pierpont Morgan in averting a disastrous financial upheaval in 1907.

He insisted, challenging the statements of John W. Gates before the committee that the purchase by the Steel corporation of the Tennessee Coal & Iron company at that time was made at a higher price than it was worth for the express purpose of preventing the crash of the New York banking firm of Moore & Schley.

Mr. Gary related a dramatic story of the absorption of the Tennessee concern. He described in detail how he and Henry C. Frick at the instance of Mr. Morgan had revealed the plan of buying the company, at a price greater than its value, to President Roosevelt and Mr. Root, then secretary of state. He told how he had concluded after their interview with Mr. Roosevelt that any government prosecution of their act would have been an "outrage."

Surprising Statement.

Mr. Gary made many surprising statements during his eight-hour examination but none more startling than his declaration that government control and publicity of corporations in this country must come. He said that through the American Iron and Steel institution the heads of the steel industry were trying to steer a course between the Sherman anti-trust law, which he characterized as archaic on the one hand, and the old time methods of destructive competition on the other, in order to operate for the public welfare. Mr. Gary announced to the committee that he wanted everything known concerning the Steel corporation, and more than all, he pleaded for some responsible government source to which such a necessary great corporation could appeal for guidance in the conduct of its business. He agreed to furnish the committee all it wishes to know and he will be recalled when it meets again next Wednesday. Others who have been summoned to appear are W. B. Dickson of the Steel corporation, and John Lambert, of the Republic Iron & Steel company.

Mr. Gary told the committee that enforced publicity and governmental control of corporations must come, even as to prices. He said he believed the Sherman anti-trust law was too archaic to deal with modern situations and never could fully prevent great combinations of capital. What the United States Steel corporation wants, he said, is some official department to which it could go and say: "What prices can we charge and just what can we do?"

VACCINATION MATERIAL ORDERED FOR NATIONAL GUARD OF THIS STATE

Treatment Will be Used Prior to and During the Summer Encampment

IN GENERAL USE

RALEIGH, N. C., June 2.—Adjutant General Leinster, of the North Carolina National guards, has ordered from the war department at the Washington typhoid vaccination, material for one thousand men, with a view to vaccinating all the men of the North Carolina guard who desire to have this new preventative treatment against this terrible disease. This vaccination treatment has become quite general in the army and has proved its efficiency.

A considerable part of this vaccination among the North Carolina guard men will be done during the encampment this summer.

CASTRO INCOGNITO

HAVANA, June 2.—The Cuban government is in receipt of what is believed to be authoritative information from Spain that Cipriano Castro, the exiled former president of Venezuela, sailed recently from Cadix on the steamer La Gasp, which is due here tomorrow en route for Central and South American ports.

NEGRO RUNS AMUCK.

LOUISVILLE, Ky., June 2.—James Lee, a negro, today ran amuck, seriously stabbed three negroes, knocked two others down and stabbed Policeman James Hourigan probably fatally. Lee was shot four times and killed by the wounded policeman.

Several Offers to Sell.

Telling in detail of the acquisition of the Tennessee Coal & Iron company, Mr. Gary said several offers to sell had been made by people representing that company prior to the fall of 1907, and finally Mr. Morgan told him that Grant B. Schley, managing director of the Tennessee, was much in need of money to use at the bank, the firm of Moore & Schley. "The business finally resulted," continued Mr. Gary, "in my accommodating Mr. Schley with a loan of \$1,200,000 par value of United States Steel second bonds, and taking from him an agreement to return those bonds, and I received as security for the fulfillment of that agreement \$2,000,000 par value stock of the Tennessee Coal & Iron company. The agreement provided that if the loan was not returned April 23, 1908, the ownership of the \$2,000,000 of Tennessee company stock should remain in the control of the United States Steel corporation."

To Prevent Bankruptcy.

Later, Mr. Gary said, Schley told Frick that he must sell the stock to keep him from bankruptcy. "I have heard since," Mr. Gary went on to say, "that Schley has made statements that he could have got through all right but that one who heard him talk at that time would not have thought so. Therefore I began to talk to Attorney Ledyard, for the Tennessee company, about the purchase of the stock at 90, and we finally agreed to it, subject to the objection that might possibly be made at Washington."

"I notice that Gates says in his testimony that when he got home from Europe he made them raise the price in the transaction. If he made that statement it must have been by Marconi because the whole transaction was closed before his arrival from Europe."

In Case of Objection.

The president said that in case of objection would not be permitted to buy. I remember the president saying also that he was glad to know that the percentage of steel production of the United States Steel corporation had not increased but was less than at the time the corporation was organized. I think he said: "In view of the fact that your percentage of control of the steel industry."

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GOV. WOODROW WILSON POINTS OUT DANGERS OF CONCENTRATED WEALTH

"Lawyers of Country Are Men Who Must Solve Difficulties"

WARNS EDITORS

COLUMBIA, S. C., June 2.—Governor Woodrow Wilson of New Jersey speaking tonight before the state convention of the South Carolina Press association, pointed out the dangers of the concentration in a few hands of the nation's wealth. He warned the editors that their duty was not only to comment upon the workings of "the system with capital K" but also to reveal to the people what these activities were and what they signified. The lawyers of the country, he said, are the men who must solve the difficulties "and I believe they will have sense enough to do so."

Governor Wilson said that the country is menaced by a wave of socialism unless some steps are taken to undo the double bolted doors of opportunity.

NEW MANAGEMENT

CHARLESTON, S. C., June 2.—At a meeting of the stockholders of the Charleston Baseball club tonight, a new management for the baseball team was appointed. H. S. Whaley, Jr., was elected president and R. H. King vice president. Kopley Miller will continue as manager of the team.

TO TALK RECIPROCITY

WASHINGTON, June 2.—President Taft, accompanied by Secretary of the Interior Fisher and Secretary Wilson left tonight at 11:45 o'clock for Chicago where tomorrow he will continue his campaign for Canadian reciprocity by speaking before the Western Economic society.

DETAILS GIVEN OUT OF AN ATTEMPT TO DYNAMITE MADERO

Plot Was to Have Been Carried Out During Ball at Juarez Thursday Night

MAN ARRESTED AT DOOR HAD DYNAMITE

Juarez Police Believe Incident Was Conspiracy by Political Opponents

EL PASO, Tex., June 2.—Soon after the departure of Francisco I. Madero, Jr. for Mexico City today details were made known of an alleged attempt to dynamite him. The plot, according to insurgents, was to have been carried out during the ball which Señor Madero attended in Juarez last night.

Senor Cruzeiry, formerly jefe politico of Gaudaloupe, whom Madero released, was arrested in Juarez and placed incommunicado. Insurgents secret service men have been detailed to make other arrests.

Man Had Dynamite.

When the plot was discovered enough dynamite was being carried into the ball room to blow up the building. About 500 persons, including Senor Madero and his wife, were the participants in an apartment of a grand march about 11 o'clock when a man was stopped at the entrance.

In the man's pocket was found a large tin can filled with dynamite and provided with a time fuse. The Juarez police believe that the incident is only part of an elaborate conspiracy, formed by a political party opposed to Madero, and that further developments may follow.

Juarez is now in charge of Gen. Jose de la Luz Blanco, and 1,500 insurgents.

"RED" LOPEZ PUT TO DEATH.

CANANEA, Sonora, June 2.—"Red" Lopez, ordered imprisoned by Francisco I. Madero, Jr., on the charge that he had sold out to American interests while in command of a section of the insurgent garrison at Agua Prieta, has been put to death. Lopez was being conveyed here to serve an eight-year sentence imposed by a court. When the guards of "Red" Lopez arrived at Cananea they delivered his serape and sombrero to Gen. Lomieli. "He tried to escape," reported the guards who were taking him to prison.

Lopez's mother visited Gen. Lomieli yesterday and asked: "Where is my son?"

"Here is your son," replied the general, as he handed the serape and sombrero to the aged woman.

ALL EFFORTS TO MEDIATE WITH FIREMEN FRUITLESS

Engineers Also Want Material Increase but Will Not Strike

WASHINGTON, June 2.—Efforts to mediate the differences between the Southern railway and the company's firemen continued today without result, and tonight the situation apparently is just what it was three days ago.

The firemen are holding out for 20 per cent increase in wages and other concessions, while the company insists upon a compromise. Representatives of the firemen were closeted with the mediators practically all day. Officials of the railway will be called in tomorrow morning. Representatives of the Southern's engineers here to ask for an increase of 2 per cent in wages have not yet appeared at the railway offices. It is understood that the engineers do not contemplate an attempt to force compliance in the event the company denies their petition.

MUST ANSWER TO BRIBERY CHARGE

NASHVILLE, Tenn., June 2.—The Davidson county grand jury today returned an indictment against E. C. Goodpasture on a bribery charge.

Representative J. Q. McDonald of Overton county, a republican accused Goodpasture of offering him \$1,500 before the legislature met to vote with regular democrats on organization and to repeal the liquor manufacturers' law and the election law. The Tennessee anti-saloon league pressed the charge and Goodpasture was arrested.



WASHINGTON, June 2.—Forecast: North Carolina—Fair Saturday; Sunday fair east, showers in west portion; light to moderate east winds.

SECRETARY KNOX FLATLY REFUSES TO SHOW RECORD

Paltry Sum of \$2,450 is Issue, in Regard to Painting Secretary Day's Portrait, But Vital Principle is at Stake—Where is Voucher?

WASHINGTON, June 2.—A lively controversy over the executive's right to withhold confidential papers from a congressional probing committee was recapitulated at the capitol today by a flat refusal of Secretary of State Knox, on the instruction of President Taft, to lay before the house committee on expenditures in the state department books showing the record of the payment for the portrait of ex-Secretary of State Day. The committee is seeking to discover what became of the \$11,600 balance on the \$2,450 voucher drawn for the payment of the portrait. Artist Rosenthal received only \$850 for his work and the \$1,600 is yet unaccounted for. The president held that the \$2,450 was paid out of the emergency fund for unforeseen emergencies in the diplomatic and consular service and for extending diplomatic intercourse with foreign nations which congress had provided need not be accounted for, if the president certifies that an item should be paid from this fund. President Roosevelt had made certification. Furthermore, Secretary Knox explained to the committee that it was improper to produce the books because thereby other undisclosed items of expenditures would be revealed. Secretary Knox said he was directed to complete his investigation into what became of the money and to report the facts to the president. Chairman Hamlin, of Missouri, took issue with the secretary's asserted right to refuse to produce the record of the expenditure.

"Do you mean to say that \$2,450 may be spent for a portrait and congress refused all information in regard to it?" was asked.

Secretary Knox replied that it was proper when a former president certified to the expenditure from the emergency fund.

Mr. Hamlin threatened to take the matter to the floor of the house. A colloquy between the chairman and the secretary resulted in the suggestion that the chairman might be allowed personally to inspect the particular record. This course will probably be followed. Mr. Knox said that the books showed no further information that the committee was in possession of. Mr. Hamlin questioned Secretary Knox closely as to what justification there was for paying for a portrait out of a secret fund set aside for unforeseen emergencies and extending diplomatic intercourse.

Mr. Knox said it had been the practice since 1890. He informed the committee that no trace had yet been found of the \$2,450 vouchers which Mr. Rosenthal said he signed in black ink after receiving the \$850 personal

check of former Chief Clerk Mitchell, now consul general at Caliente. He considered it was very irregular for a voucher to be made out for more than the signer received, and that such action placed a burden on him who made it out to explain the circumstances.

"I surmise—it is just my impression"—said the secretary, "that if we find that this \$1,600 was legitimately expended, notwithstanding the irregularity of the record, that will end it, but if it has been siphoned, the greater the punishment of the offender the greater will be our pleasure."

President Taft in his reply to Secretary Knox's letter to him asking what course he should pursue in obedience to the committee's summons to produce the records said that in view of the facts and circumstances and that the emergency fund expenditure for this period have under the expressed authority of congress been certified by Secretary Day, "formerly my predecessor, President Roosevelt, as being of such a character as ought not to be made public, I feel that nothing but some extraordinary circumstance would justify me in directing you to take such records before the committee because the disclosure thus exercised under the statute should, in my judgment, in general be conclusive and binding upon this point."

"If I have reason to believe that the latter alternative is the true one," the president added, "then I shall direct you to submit the result of your investigation with respect to the item to the committee. In the meantime I do not deem it proper that you should submit to the committee the telegrams and other steps or partial details of your investigation." Senator Root, who was secretary of state about the time the portrait was paid for, will testify next Tuesday as to what he may know about the case.

"JUST BEGINNING TO MAKE IT USEFUL"

WASHINGTON, June 2.—President Taft was asked today by some callers whether he thought the Sherman anti-trust law was antiquated. "No," replied Mr. Taft. "They are just beginning to make it useful."

THEATRE MANAGERS IN LONDON PLAY TO SEATS

Hot Weather Drives People to Seek Outdoor Recreation

LONDON, June 2.—Social functions, such as house parties, dinners and balls, in connection with the coronation are becoming so numerous that the unusually brilliant and hot weather, they are driving the people to seek outdoor recreation and the theater managers who anticipated a harvest from the influx of visitors to London find themselves confronted with half empty houses.

The coronation procession will be a splendid cavalcade over a mile long. The representatives of the foreign courts will not ride in the procession but will be accommodated with seats on the stands along the route.

Lord and Lady Derby tonight gave a grand ball at Derby house. King George and Queen Mary attended the dinner, but on account of the mourning for Prince John, left before the dancing commenced.

Crown Prince Gustave Adolph of Sweden and the crown princess arrived in London tonight for the coronation.

NO COMPETITION TODAY.

ROME, June 2.—There was no competition today in the great heavier-than-air machine race from Paris to Turin. André Beaumont and Roland Garros, leaders in the race, did not attempt to start from Rome on the final stage of the flight to Turin. Fred the German entrant, who is broken down near Pisa, tinkered with his motor all day, and hopes to be able to take the air in the morning. Vidari had mechanics working on the broken wing of the aeroplane. Cedra and also hopes to be able to resume the race Saturday.

TAFT LIKES LETTER

WASHINGTON, June 2.—One of the many letters which come to the white house commending the president's efforts in behalf of Canadian reciprocity contained a sentence which was particularly pleasing to Mr. Taft and which elicited from him an enthusiastic reply. The letter was from a man in Sioux City, Iowa, whose name was not made public.

ELECTED TO CONGRESS, DID NOT GET TO SERVE

And Now Bill Has Been Introduced for Appropriating Compensation

CITIZEN GREGORY HALL

WASHINGTON, June 2.—Representative Small has introduced bills appropriating money to be paid to the legal representatives of Jesse H. Stubbs, of Wilmington, and of T. C. Fuller, of Raleigh, who were elected to congress from North Carolina in the latter part of 1865 to serve as representatives in the thirty-ninth congress but who were not permitted to do so. Harry W. Stubbs, of Wilmington, is in the city, and he, with Messrs. Small and S. A. Ashe, have been investigating records and looking into the law bearing on the case.

These men, Messrs. Stubbs and Fuller, were elected at a special election called by Governor Holden. But the state was denied representation here altogether.

Messrs. Small and Ashe think the claims presented in the Small bills are valid. The Supreme court says that the Confederate states were never out of the union. These men were duly elected.

PRIZE FIGHTER KILLED.

BEND OR, Cal., June 2.—Louis Long, of California, a prize fighter, was shot and killed and Mrs. Riley, of Portland, was severely wounded by the woman's husband today while endeavoring to escape from Riley in an automobile. Riley followed in another car. Long's machine broke down and the pursuing husband drove up and killed Long and then shot the woman. Riley surrendered to the sheriff. Long has been fighting in central Oregon for some time. He was in Portland a few months ago, and it is thought that Mrs. Riley went on a tour with him.

OCT. 1 DESIGNATED AS TIME TO NAME DIAZ' SUCCESSOR

President De La Barra Issues Decree Naming This Date for Special Election

FRANCISCO'S NAME WILL BE ON BALLOT

His Supporters Will be at Ease Only When Gen. Reyes Declares Himself

MEXICO CITY, June 2.—By official decree issued today by provisional President De la Barra, a special presidential election was called, in all states and territories electors will be chosen on October 1 and they will select the successor of Porfirio Diaz on Sunday, October 15. De la Barra fully realizes the immense responsibility he has assumed and men who were prominent in the conduct of the revolution do not underestimate the difficulties that will be encountered in holding open elections in Mexico. In small towns and rural regions there doubtless are thousands to whom the word "election" conveys little or no meaning.

Madero to Run

The various parties will now select their candidates. At present Francisco I. Madero, Jr., is the only man whose name is certain to be on the ballot. Until General Bernardo Reyes, who will be here in a few days, declares that he will not be a candidate supporters of Madero will not be at ease. That any effort will be made to prevent Reyes from reaching the capital is not expected, but stories of plots, both in favor and against him, are heard daily. This afternoon a newspaper published a story that a group of army officers had planned to proclaim him president and use their forces to place him at the head of the nation.

No official cognizance has been taken of the alleged plot, but late today President De la Barra, in receiving a large group of officers of the army, made a statement which might be construed as a hint.

ANOTHER ASSASSINATION

NOGALIE, Sonora, Mex., June 2.—Governor Diego Redo, of the state of Sonora, was assassinated on May 31, according to advices received here today.

Passengers arriving here today from Guaymas the seaport city which is at present the southern terminus of railroad service on the west coast of Mexico, brought the information. They said the federal official was killed after he had surrendered the capital, Culiacan, to the Maderistas.

COTTON OPERATOR BROWN BACK IN GOTHAM WHERE HE PLAYS LEADING PART

Unfavorable Weather Since Report of Condition, He Says

IS HEAVY TRADER

NEW ORLEANS, June 2.—W. F. Brown, the cotton operator who recently recovered from a serious illness contracted in New York last winter, left here tonight for New York, and while he was non-committal on the subject his close friends believe he will play a leading part in the operations now pending in the summer months in the cotton market of the North.

For some months past Mr. Brown has not taken an active part in the trading around the ring, but it is said that he has accumulated an interest in the near months recently and that he will be a factor in the trading from now on. He is one of the heaviest traders in the South and recently has devoted a great deal of his time to the New York market.

In discussing the day's bureau reports Mr. Brown said that the condition figures were higher than expected but that the weather since May 25, the date to which the report reflected the crop, had been unfavorable. The acreage he said was not as large as expected.

WOOL SCHEDULE IS INTRODUCED

WASHINGTON, June 2.—The bill to revise the wool schedule as reported to and approved by the democratic caucus was introduced in the house today by Mr. Underwood and referred to the ways and means committee. It is expected it will be reported when the house meets next Tuesday with the favorable recommendation of the committee.