No. 36

RALEIGH, N. C., WEDNESDAY, JULY 12, 1905.

## WILL TAKE THE

Another Inquiry Into Cotton Leak Scandal

## ACTION OF PRESIDENT

Guilty Parties

again in the department of agriculture and the cotton leak scandal will be investigated a second time,

After having received a communicaation from the president, Secretary Wilson this morning sent all the papers Particular How Manchuria May Be connected with the first investigation over to the department of justice. he department of agriculture stood ready to meet every expense connected with this investigation so far as the available appropriations will allow.

Mr. Hoyt this afternoon turned over he papers to Morgan H. Beach, United olumbia, with instructions to pursue the investigation of the cotton leaks with the object of exposing all guilty persons and of securing their indictment if possible, on charges of conspiracy, bribery or other criminal conduct. The second investigation is expoeted to be especially- difficulty because of the fact, that the persons guilty of giving and receiving advance information in regard to the governmost cotton reports were warned and

Although it is too early to say what the action of the department of justice will be it is certain that the law oiscers of the government do not concede that a criminal prosecution of statistican of the department of agriculture, and possibly of other persons concerned in the cotton leak is impracticable. Furthermore it is learned that the action taken this morning was achally advised by the United States attorney for the District of Columbia

Beach several days ago. It was admitted this morning that there had been a serious misunderby Secretary Wilson on Saturday that Mr. Beach had advised him that a criminal prosecution of Holmes would not lie. The fact appears to be that Mr. Beach advised the secretary that a prosecution could not lie against Holmes on the evidence submitted by to say, however, that a further investigation might develop facts that would make it possible to indict and conviet Holmes and other persons presumably outside of the department on the charge of conspiracy. The district attorney wound up with the suggostion that the whole matter be referred to the department for further Investigation and study, but this suggostlen was not adopted.

It now appears that President Roosevelt directed that that just this thing be done and the first step was taken this morning. It is virtually admitted by o'scials of the department of agriculture that every crop report of the division of statistics is open to suspicion, although it is said that not a single fact has yet been submitted to Secretary Wilson showing that the reports on corn, wheat or tobacco have been tampered with. It is not denied that Secretary Wilson has had correspondence with tobacco-growing associations relative to alleged crookedness In the handling of the report in that;

kets than cotton is the general belief will follow the addresses. disclosed by the secret service officers

has been doubted from the beginning. Every facility at the command of the government will be employed to ascertain the identity of Holmes' accomplices, whether they be in the department or outside of it.

While Chief Statistician John Hyde has been shorn of practically all of his authority in the new regulations governing the preparation of crop reports the belief is strong here that he will be temporarily relieved of duty when order that those to whom it may be the investigation has been reopened in intrusted may have a full swing in the division of statistics, and further to relieve the department of any criticism that might be aroused if the chief statistician were permitted to remain on duty while his dive was being in-

The new system of preparing the monthly report, devised by Mr. Wilson since the cotton investigation began was put in force today. The crop-report was made public this Department of Justice - Will Conduct evening, and Secretary Wilson believes that the steps taken to safeguard the the Second Investigation and the figures were well night perfect. Early in the day Assistant Secretary Hays, U. S. District Attorney Has Been Chiefs of the Statistician Hyde and several experts of the department were Instructed to Expose All the placed in a room under lock and key and kept there until 4 o'clock in the afternoon. The key holes were calked and a cerful scrutiny of the windows exercised in order to prevetn the opera-Washington, July 11 .- By direction tion of the wig-wag system which was of President Roosevelt the lid is off so successfully worked by Holmes, the former assistant statistician of the de-

## WHAT CHINA WANTS

## Handed Back to Her

Solicitor McCabe, of Secretary Wil- Paris, July 11.-China has addressed son's department, was the bearer of a note to the French government simithe papers, and he carried with him lar to the notes she has already adalso a request from the secretary to dressed to the Japanese and Russian torney general, that the department of her demand for representation at the e inquire into the cotton scandal peace conference shall be rejected by Japan and Russia, she hopes for the prosecutions against the guilty per- support of the powers. China had sons. Mr. Wilson also send word that rather have Manchuria handed back by a formal act agreed to by Russia, Japan and China than to receive it

from Japan's hands alone. St. Petersburg, July 11.-Officials of the foreign office this afternoon expressed doubts whether any of the neutral powers would support China's wish to participate in the peace con- branch. ference. It is believed the concensus of opinion among the powers is that the state land commissioner was advised belligerents should first arrive at a settlement, and that China might then be allowed to raise the question.

## have had ample time to cover their Will Address Real Estate Men **Next Saturday**

Edwin S. Holmes, Jr., the dismissed Important Meeting of the North Carolina Real Estate Dealers Association-Outline of the Proceedings-Greensboro News

sition in the matter. It was given out the North Carolina Real Estate Dealers' Association in the assembly hall of the Guilford-Benbow Hotel next Saturday, July 15th. The morning session will begin at 12 o'clock and the New York Legislature Looking Into afternoon session at 3 o'clock. The indications are that the meeting will be the secret service of cers who investi- by far the best in the history of the gated the scandal. Mr. Beach went on association. A large attendance of members and others is expected, and many interesting matters will come

up for discussion. Among the speakers at the meeting will be Governor Robert B. Glenn, who has shown himself a warm friend of the other speakers of the meeting will F. Stearns. be Commissioner of Agriculture S. L. Patterson, Mr. M. V. Richards, land and industrial agent of the Southern Railway Company; Commissioner Watson of the buerau of immigration of tending that, even if proved, they con-South Carolina; Mr. T. P. Keator, edi- stitute no cause for his removal and tor of Farm and Loans and City Bonds, Chicago; Mr. Joseph E. Pogue of Raleigh, and Col. John S. Cunningham,

president of the association. An interesting address is expected from Mr. M. T. Nelson, a practical farmer of Sweden, who will address the adopted. association along the lines of practical agriculture. He is an authority upon members of the assembly judiciary matters of this kind and is intensely committee, which has already declared interested in the work of bringing to unanimously that Justice Hooker product, but so far no evidence has interested in the work of should be removed, to participate in the submitted tending to show that build up the farming sections. Mr. he figures on tobacco have either been Nelson will sail for Sweden on December 10th in the interest of the associ-

fourse that the original investigation city, has sent notices of the meeting from the testimony. will be reopened as it is necessary to to all the members and a large number secure additional or supplementary evi- of other eral estate dealers in the state. lence in order to make a case against He has received letters from many sig-Holmes. It is the intention of the au- nifying their intention of being present thorities to probe the cotton scandal at the meeting. It is thought that a to the bottom, and after tha has been number of new members will be seconcluded, he inquiry will be broaden- cured at the meeting. As this is the in its scope and the exact situation annual meeting new officers will be relative to other crop reports obtain- elected and other business will be con-That Holmes dealt in other mar- sidered at the business meeting which

(Continued on page two.)

Asheville Chicken the Pioneer Miner

A Ledge Six Miles Long That Is Al- ican Tobacco Company. leged to Pan Out One Thousand Dollars to the Ton of Ore-Extends Partly Through State Lands and People Rush to Buy Claims

Asheville, N. C., July 11.-Special. Recently the family of W. A. Davis, a terests, and of late years held the po-Woolsey section of Asheville, killed a chicken and from the gizzard of the fowl were taken four small gold nuggets. At first none of the family thought it possible that the small particles could be gold and the lumps were left lying about the house. It occurred to Mr. Davis, however, that the nuggets might be gold and he determined to have them assayed.

In the meantime the largest of the Solicitor General Hoyt, the acting at governments. She adds that in case four lumps were lost and Mr. Davis brought the remaining three to town and going to a local jeweler today had the mineral rendered.

> It is developed that the lumps are really gold nggets and that there is \$5 worth of gold in the three lumps. Mr. Davis' son declared, upon being told that the nuggets were gold, that he knew where a lot of the nuggets were to be found, saying that he had seen a number in Colonel Long's

Austin, Tex., July 11 .- J. J. Terrill, today that a ledge of gold and silver ered in Kinney county. The informaman who claims to be acquainted with the facts of the discovery. The latter feet wide and that it extends across gress may have more time to select states that the ledge of ore is several the surface of the country for a distance of six miles. The assay shows that the ore values of the remark- preparation for the examinations, with able lead average \$1,000 gold and \$100 the idea of eliminating special courses copper to the ton. It is understood that some of this ledge is situated upon state land. Mr. errill will investigate the matter and if the discovery is as great as it is claimed the state will receive a large revenue from of Charlottte is a member of the board. the sale of mining claims.

Application to purchase mining claims in Kinney county have recently been made. It is stated that the discovery of the rich ledge is known to Gorilla Negro Who Attempted Rate only a few people and that there is great excitement among those who are acquainted with the facts. The location Greensboro, N. C., July 11 .- Special. of the mine is about forty miles from

## INVESTIGATING A JUDGE

## Alleged Dishonesty of Hooker Albany, N. Y., July 11 .- The state

legislature in joint session today began | tiary in two hours. the hearing of the testimony relating to the charges made against Supreme Court Justice Warren B. Hooker of Fredonia, who is accused of misconduct in connection with posto4ce appointments, of having procured the the association and strongly advocated entry of an improper and fraudulent the bill for the establishment of a bu- judgment for the benefit of the postreau of immigration during the recent office building at Dunkirk, owned by session of the last legislature. Among himself and State Commissioner Lester

To these charges Justice Hooker has entered a general denial, denying the inferences and implications of improper intentions in the facts alleged, and condisputing the jurisdiction of the leg-

islature in the premises. Justice Hooker's counsel made plain at the outset that they intended to fight for every detail of their client's rights under the proceedure he would have sent troops to accom-

They challenged the right of the proceedings, but were overruled by

## A. T. CO. FILES ANSWER

## In the Suit of Dana to Set Aside the Merger of Companies

Trenton, N. J., July 11.-Ohe American Tobacco Company and its direc- nothing in the affairs of the company tors filed in the court of chancerv to- to indicate insolvency and that as the and that he was the only one who Since the last meeting of the asso- day their answers to the suit of Rich- company ras organized in Maine, this ander C. Knox of Pennsylvania arrived list being a misdemeanor. profited by the operations which were ciation the benefits to be derived from ard T. Dana, of New York, seeking circuit had no primary jurisdiction here this afternoon. Kermit, Archie to set aside the merger of the Consoli- anyway.

dated and Continental Tobacco Companies and the original American Tobacco Company, under the corporate title of the latter.

In addition to the general and specific denials to the substantial charges made by Mr. Dana, the defense is entered that he himself ratified the terms of the merger to the extent that is practical or customary for a stock-holder in such affairs of a corporation. The answer declares that since the merger an intelligent and bona tide effort has been made to maintain the affairs of the subsidiary companies on a paying basis, that the defendant corporation is willing to pal to Mr. Dana the market value of his stock in the original Ameriman Tobacco Company;

says that he has redress in any action

Lorillard, Thomas F. Ryan and all

other officers or directors in the Amer-

J. N. Ramsey Dead Asheville, N. C., July 11.-Special-John N. Ramsey, a well known and highly respected citizen of Asheville, died this afternoon at 1 o'clock after a protracted illness. Mr. Ramsey, who was 46 years of age, was a son of Mr. and Mrs. Wiley Ramsey of Beaver Dam township. For a number of years he was identified with this city's inmerchant of this city, residing in the sition of bookkeeper with the Asheville Dray Company.

## REPORT OF NAVAL BOARD

### Recommends Change in Appointing Candidates for Midshipmen

Washington, July 11-The Board of visitors to the Naval Academy have submitted their report to the secretary it was suggested that there might be of the navy. The board are of the grounds for criminal prosecutions. opinion that the discipline and the morale of the midshipmen are in a practice of hazing has been effectively ended. The members of the board speak in High terms of SuperintendentCrowson and officers at the Academy, and make the following recommendations:

hat the laws be so amended that nominations of candidates for appointment as midshipmen shall be made a year in advance of the entrance of the midshipmen to the Academy. An amendment is proposed which hanges the date after which nominations may say. be made from March 5th, of the year of entrance under the present system to June 1st of the year preceding the date of entrance. This change is recomended in order that members of contheir candidates and that candidates may have better opportunities for and "cramming" for the entrance examination. It is believed, also that the longer time of notice will result in a larger number of candidates passsing the examination. Captain John Wikes

## SHOT HIM TO DEATH

## Meets Death in Railroad Car

Jackson, Miss., July 11.-Frank Collins, colored, was shot and instantly stated that Senator Chauncey M. Dekilled by Robert Young, brother-in- pew testified that the Depew Improvelaw of Miss Ada Hogg, daughter of a ment Company, in which he was inprominent Copish county farmer. Col- terested, obtained a loan from the lins had attempted to outrage Miss Equitable of \$250,000 on property which

sentenced to ten years in the peniten- forced to foreclose.

The prisoner was turned over to an officer who boarded a train for Jackson. There was an effort to lynch the negro at the Hazlehurst depot, but the leaders were arrested and the officer came on towards Jackson.

At Crystal Springs Young, who was on the train, made as though he was going to disembark. At the front of the coach he turned, walked up to the prisoner, who was handcuffed to a seat, and shot him three times in the breast and stomach, killing him in-

Young surrendered, and a frined who was with him was also taken into custody. The killing has caused a great sensation.

Governor Vardaman says he could have prevented it had he known there was danger of lynching the negro, as pany the prisoner to Jackson.

## COULDN'T GET A RECEIVER

### The U. S. Bankers Corporation Declared to Be Solvent

being ousted at a meeting of the stock- nineteen vacancies on Friday. holders held a few weeks ago.

Holis J. Parks, who applied for the receivership, was one of the directors under Carlisle. Affidavits showed that 2,982 shares supported Parks application and 3,360 opposed it.

Judge Lacombe said that there was

## **Equitable Investigation Hits New York Senator**

### at law for any loss that may have been sustained by him by reason of the merger. The defendants are Thomas Dolan, Benjamin N. Duke, Pierre

Depew Improvement Co. Borrowed \$250,000 on Security, Worth Little More Than Half That Sum. the purpose of landing and occupying Depew's \$20,000 Salary-District Attorney Jerome Angry

New York, July 11 .- Jacob H. Schiff's statement before State Superintendent Hendricks that the records of the Equitable Life Assurance Society are false when they record the sale of Union Pacific preferred stock to the society by the firm of Kuhn, Loeb & Co., led Chairman Paul Morton today to instruct his accountants to give him a full report on this matter. Mr. Schiff's charge is regarded as

one of the most serious yet made and "I am investigating in my own way,"

said Mr. Morton, "and it will probhigh state of perfection and that the ably take some time before I have anything definite to announce." Mr. Schiff refused to add anything to what he said on the stand before

Mr. Hendricks. E. H. Harriman, when he was questioned in regard to the Equitable's transactions in Union Pacific peferred and in regard to the circumstances that his name had practically been on itted, not only from the Hendricks

District Attorney Jerome was angry over the publication of Hendricks' testimony before it had reached his hands. He issued this statement to-

"My desire to examine the testimony taken before Superintendent Hendricks in the Equitable is to ascertain if the evidence taken is sufficient to form the basis of a criminal prosecution.

"The proceedings before Mr. Hendricks were secret. If there were any reasons of public policy why these proceedings should be disclosed the question of disclosing them should be left to the man charged with the duty of determining that there were grounds for criminal proceedings against anybody interested.

"Today I made a distinct and positive effort to get the evidence, but I

have not got it yet." The report of the testimony which was published here today created a sensation. Among other things it is

voted for it. He confessed to making came last night. a promise that the Equitable should be

As to how he earned his \$20,000 salary from the Equitable, Mr. Depew said his advice was often asked, and "of Hyde's salary to \$100,000 a year at Hyde's request, because of what his father did. He raised Alexander's to make it even with Hyde's.

The disclosures regarding Senator Depew's services as special counsel to the Equitable and the loans to the Deing among the trustees that Mr. Depew ought to retire from the directorate. Many policyholders, is was said, had lived and died. written to them suggesting that he get

## KIOX AND ROOSEVELT

## to Have Been Important

and Quentin Roosevelt met him at the

station and he drove to Sagamore Hill, where he will spend the night. Senator Knox had been asked by the president during the Cleveland trip to come out to Oyster Bay, but the senator said he was not quite certain himself just what the president wished to

discuss with him. There is a rumor here that the president, who is much interested in Mayor Weaver's fight against corrupt politics in Philadelphia, wished to discuss the it is admitted that the visit is an im- Case in Which Miss Alice situation with Senator Knox. Anyhow

Senator Knox will leave here on an early train tomorrow.

## Count Cassini Sails for Home

the United States, sailed today for Bremen on the Kaiser Welhelm II. Cape Noto Captured by Japs Tokio, July 11.-1 p. m.,-The navy department has received the follow-

ing report from Admiral Katasakorsk

on July 10, with soldiers on board for Cape Notoro. "After some bombardment the place

was taken. The light house and buildings were left undestroyed. "Four prisoners were taken." Cape Notoro is the most southerly point of Sakhalin Island on La Perouse Straits, directly facing Cape Soya

## MURDER IN MADISON

the straits.

on the Japanese coast. It commands

## Sixteen Year Old Boy Shot and Killed Another Lad

Asheville N. C., July 11.-Special. A special from Marshall, in Madison county, today gives details of another and Cox, particularly attacking Reprehomicide that occurred on Little Sandy sentative Longworth and alleging that Mush in that county Sunday evening he sought political advancement by inwhen Arthur Freeman, a boy 16 years troducing his supposed finance, Miss of age, shot, and killed a young man Rooseveit, to politicians. by the name of Morrow.

It is said that the boys had some trouble over a number of turkeys, and that Freman accused Morrow of killing pistol and shot Morrow twice.

Both shots took effect and Morrow died within a few minutes. Freeman regard but from the testimony, replied was arrested by Deputy Sheriff Worley emphatically that he had nothing to and placed in jail at Marshall. It is said that both boys are members

## of highly respected families. WILL BE A CLOSE VOTE

## Special School Tax Election Today in Durham

Aged Woman Dies in Her 98th Year Dr. W. C. Tyree Cables Frieonds in Durham From London-Other Bull City Items

Durham, N. C., July 11.-Special-The remains of E. I. Abernethy were interred in Maplewood cemetery this afternoon between 3 and 4 o'clock. The the state insurance department valued funeral service was conducted from Judge Miller had held a special term at only \$150,000. He admitted that his late home in East Durham, by Rev. of court at Hazlehurst today to try neither principal nor interest had been J. W. Downey, pastor of the Baptist Collins, and he had been convicted and paid, and that the Equitable had been church. Mr. Abernethy was 54 years of age and left a wife and one child, He admitted as a member of the a daughter, and a number of other relexecutive committee of the Equitable atives. He had been ill for sometime he had not advised this loan, but had and death was not unexpected when it

News was received here today made whole, but in the same breath the death near Selma of Mrs. Sallie said that promise was not legally bind- Fitzgerald, grand-mother of Mrs. J. E. Owens, of this city, last night. The deceased was in her 98th year and had her attention. She is in no sense to been very feeble for several months. blame, but Congressman 'Nick' Long-She left a very large family. From the course, freely given." As a salary- grand daughter who lives here it is raiser Mr. Depow lifted young learned that she had seven living children; thirty-five grand children; fortyeight great-grand children, and ten ly. Cox, in society, is a rare joke. He great-great-grand children, making a formerly was a prominent figure in grand total of 100 direct descendants Longworth's society, and of this good waman who are now liv- figures that a Longworth, ing. They are scattered throughout the sent to congress, can broaden his State and into other states. The fu- views. 'Joe' Rhinoch and 'Nick' Longthe statement that there is strong feel- neral and burial took place this after- worth are a couple of social secretaries noon, the body being laid to rest in the that are well calculated to make the family burying place near where she bones of the late lamented Ward Mc-

proof sheets of the taxes in this of the Equitable board of directors for will be computed by the end of this that the information in the article had Friday to act on the names which the week or the first of next. Pending the been sent to him by a correspondent trustees, Grover Cleveland, Justice completion of the proof sheets the in Cincinnati who he had known for Morgan J. O'Brien and George West- board of equilization has adjourned un- twenty years. Criswell asked for long inghouse will suggest to fill vacancies til Monday of rext eek when the board delay, but his examination was set for New York, July 11.-Judge Lacombe on the board. The trustees held will meet for the purpose of hearing next Tuesday. Criswell was held in ber 10th in the interest of the median ber 10th in the in of the testimony taken before the as- in the United States circuit court re- another meeting at the Hotel Bucking- complaints and equalizing taxes. It \$1,000 bail. the department of justice means, of the association, whose home is in this to the adoption of an agreed selection the United States Bankers' Corporation. This is the corporation of which ward that they would probably not be county will show a considerable gain John G. Carlisle was presndent before ready to recommend men for all the over last year, when the valuations were between twelve and thirteen million dollars. Today Chairman Allen, Figaro says: "France may hold her of the board of commissioners, for- head high among the nations, Europe warded to Raleigh the list of those will be grateful for what we have dona who gave in incomes and also a list to spare the old continent the frightful of those, who in the mind of the chair- affliction of a general war. We are Held a Conference That Is Supposed man, should have given in for income going into the conference with our taxes. Under the new State law the friendships in tact, our engagements list of those paying income tax cannot respected and our title deeds beyon Oyster Bay, July 11.—Senator Phil- be published, thte publication of this suspicion."

(Continued on Page Two.)

# ALLEGED LIBEL

## Roosevelt Figures

### New York, July 11 .- Count Cassini, the retiring Russian ambassador to

Three Congressmen Contemptuously Characterized in the New Yorker. Miss Roosevelt the Supposed Fiance of One of Them-Civil Action Followed by an Arrrest

New York, July 11-Miss Alice Roosevelt's introduction, through Representative Nicholas Longworth, to Reprasentatives Joseph L. Rhinock of Kentucky and George B. Cox of Cincinnati, at Latonia some weeks ago, was the subject of an article in "The New. Yorker," a weekly publication, which today resulted in the arrest for libely of the editor, Robert W. Criswell, by

direction of District Attorney Jerome. The paragraph which refers to the introduction of the president's daughter! at the Latonia Club house refers contemptuously to Longworth, Rhinock

Direct assertions derogatory to. Messrs. Rhinock and Cox was also made in the article. As a result is said that as soon as the district attorney's several of the turkeys. Hot words ouce can determine who besides Criswere passed, when Freeman drew a well, shares the blame, more warrants will be issued.

> The criminal proceedings were the outcome of Representative Rhinock coming to New York to begin civil suit against "The New Yorker."

He placed his case in the hands of former State Senator Corcoran, and his counsel as a matter of courtesy to the district attorney laid the facts of the case before Mr. Jerome Before an invesigation the district at-

a plain infraction of the penal code and took up the case. Assistant District Attorney Paul Krotel was assigned to the prosecution, and the latter issued the warrant today, on an affidavit sworn to by Representative Rhinock.

Criswell was arrested at the o'sce of "The New Yorker," No. 22 Thomas The article, which was headed "An

insult to Miss Roosevelt," read: "Considering that Alice Roosevelt is a self-respecting young woman, careful as to her company and the daughter of the president, it is unfortunate that her social sponsors permitted her to make her visit to Cincinnati, Congressman 'Nick' Longworth apparently utilized the visit there as a means to advance his prestige with such politicians as the notorious 'Boss' George Cox. At the Latonia race track the pure-minded young woman was introduced to Cox, and the even more notorious 'Joe' Rhinoch, ex-mayor of Covington, who notwithstanding his recent election to congress, has, the further distinction of having been convicted by the Campbell court (Kentucky) grand jury on the charge of snatching a roll of \$50 from an old farmer at the Alexandria fair. He may not have snatched the bottle, but

the grand jury thought he did. "Other men of like character, whose evil reputations Miss Roosevelt had no worth is. It is about as discreditable a thing as even he could b guilty of. 'Boss' Cox seems to have selected the young congressman to boom him social-Allister stir in their last resting

Tail listers are now at worw on the place." Criswell was arrested and arraigned Chairman Morton will call a meeting county, It is expected that the taxes in the Tombs police court. He said

Paris, July 11.-Referring to the argreement between France and Germany with regard to Morocco, the

The Gaulois says: "The settlement Tomorrow the special election for the does not serve our interests. Above all it does not flatter our national pride,