

\$25,000

Block of eight houses, vicinity Yonge and Carlton; annual rentals \$120, could be increased.

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PROBS: Light winds; sea and decidedly warm.

FOURTEEN PAGES—TUESDAY MORNING JUNE 25 1912—FOURTEEN PAGES

The Toronto World

OFFICES

New C. P. R. Bldg., King and Yonge Streets.

H. H. WILLIAMS & CO. 22 23 King Street East.

VOL. XXXII—No. 11,650

HOLDING COMPANIES TO CONTROL RIO AND SAO PAULO TRAMWAYS

Gigantic Corporation Capitalized at \$120,000,000 To Rule Destinies of South American Traction Concerns—Canadian Capital Vitrally Interested.

A holding company, to be known as the Brazilian Traction Light and Power Company, Limited, with an authorized capitalization of \$120,000,000, of which \$70,000,000 is to be common, and \$50,000,000 six per cent. preferred stock, the basis of exchange to be 8-10ths of a share of common for one share of Rio, 1 1/2 shares of preferred and 1 1/2 shares of common for one share of Sao Paulo Tramway, and one share of common for one share of Sao Paulo Electric Co.

This is the announcement made last night by the officials of the Rio de Janeiro and Sao Paulo Tramway Companies, as the result of the recent conferences between Sir Wm. Mackenzie, Dr. F. S. Pearson and the directors.

The preference shareholders in the Brazilian Traction, Light and Power Co. will participate in the profits of the company after the payment of a dividend at the rate of 9 per cent. upon the common stock, the participation being pro rata among the preference and ordinary shareholders. The preferred stock will also be preferred as to assets.

How the Deal Works Out. On the above basis of exchange, the distribution of the share capital of the new company will work out as follows: Rio de Janeiro Co. common stock, \$35,000,000, and preferred, \$45,000,000; Sao Paulo Tramway company, \$12,500,000, and preferred, \$12,500,000; Sao Paulo Electric common stock, \$5,000,000. Left in treasury, common stock, \$16,500,000, preferred stock, \$15,000,000, this to be retained for future purposes of the company.

Arrangements have been made for the underwriting of \$5,000,000 of the common stock of the holding company, but the shareholders will be given a prior right to subscribe for the offering. It is estimated that the earnings will be sufficient to pay 5 per cent. on the common and leave a substantial surplus to carry forward, after meeting all charges. Both the common and preferred stocks are to be listed on the stock exchanges of Toronto, Montreal, London, Brussels and Rio de Janeiro. Big Stock Market Deal.

The formation of the gigantic corporation which is to control the destinies of the three South American traction and electric companies, marks the culmination of one of the most remarkable financial undertakings which have been consummated in Canada in years. It also winds up a stock market campaign which will go down in history as the most outstanding incident of the kind in the Canadian exchanges in a long time. Profits running into the millions have been made by the speculators who were close enough to the inside to receive favorable tips and by the investors who evidenced sufficient faith in the individual concerns to follow them thru their vicissitudes during recent years.

The subscribed capital of the Rio de Janeiro Tramway, Light and Power Co., which operates the street railway lines, electric light and power, telephone and gas service in the capital of Brazil, is \$40,000,000 in common stock, and of the Sao Paulo Tramway, Light and Power Co., which owns the exclusive franchises for electric street railways, electric street lighting and electric power supply in Sao Paulo, Brazil, \$10,000,000. The authorized capital of the holding corporation is thus more than twice the combined capitalizations of the two subsidiaries.

Millions in Profits. From a stock market standpoint the deal is most satisfactory to the shareholders. The holders of five shares of Rio, which was quoted in the open market yesterday at \$157, will exchange his scrip for four common and four preferred shares of the holding company. The preferred, carrying dividends of 6 per cent. per annum, is evidently worth par, and will probably command a valuation of about \$100 by the time the exchange is concluded. The common, which it is estimated will pay dividends of 6 per cent. from the start, is worth fully as much, and in the idea of some at least \$10 a share more on account of its great possibilities as a money maker. On a basis of \$100 a share for the preferred, and a similar valuation for the common, one share of Rio would work out at \$160. Previous to the recent upturn in the market, i. e., two months ago, this stock was quoted at \$118, so that the change has increased its value by \$42 a share, or approximately 35 per cent.

In regard to Sao Paulo, much the same showing is made. Holders of four shares of the stock will receive in exchange 5 shares of the common and 5 shares of the preferred of the holding

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What the Merger Means.

The passing of the Rio de Janeiro and the Sao Paulo Tramway Companies into the control of a holding concern, to be known as the Brazilian Traction, Light and Power Company, Limited, is the most remarkable arrangement of its kind in years. It will mean profits amounting to millions to the Canadian shareholders, and doubtless the making of a new group of millionaires in Toronto, as well as adding largely to the great fortunes already amassed by the "insiders." Rio has an outstanding capitalization of \$40,000,000, and the shares have increased \$48 already this year, or a total market appreciation of \$19,200,000. Sao Paulo has an authorized capital in common stock of \$10,000,000, and the shares have increased from \$186 to \$250 since last January, or, in round figures, \$6,400,000. Thus in all some \$25,600,000 has been added to the market price of these two stocks, and of this probably more than one-half will pass to Canadian holders of securities.

BRYAN LOOMING LARGE IN WAR-TO-KNIFE FIGHT TO OUST JUDGE PARKER

Nebraskan, Recognized as a Progressive Leader, May Emerge as a Presidential Nominee for Fourth Time—Battle Over Temporary Chairmanship Means Test of Strength at Outset.

BALTIMORE, June 24.—(Can. Press.)

All hope of averting a fight from the fall of the gavel in the Democratic national convention vanished to-night when the national committee approved the selection of former Judge Alton B. Parker of New York as temporary chairman, in defiance of the threat of William Jennings Bryan to make an issue of the alleged conservatism of Judge Parker as opposed to the progressivism which the distinguished Nebraskan declares should prevail.

An effort was made by the national committee to-day to placate Mr. Bryan, but a conference resulted in complete failure. Mr. Bryan would not concede from the position he had taken and to-night prepared to make his fight from the floor of the convention to-morrow in opposition to Judge Parker.

Mr. Bryan announced to-day that if no other good progressive could be prevailed upon to enter the race, he would enter the field himself as the opponent of Judge Parker.

Bryan's Dominant Figure. The Nebraskan, three times the candidate of his party for the presidency, stood out to-day as the dominant figure in the convention. All contingents

of the future, including the nomination of a presidential candidate, seemed to hinge upon what he should do. The impression continued to be more marked that Mr. Bryan might himself be the ultimate presidential nominee. Some of his friends to-night declared that he would be voted for in the convention whether formally placed in nomination or not, and they expressed the belief that he would win if the voting should go to a fourth or fifth ballot.

Would Prevent Coalition. In furtherance of their hope of nominating Mr. Bryan, some of his friends, it is said, are bending their energies to preventing a coalition of the Clark and Wilson forces. They are talking of Bryan and Wilson as a possible ticket, and the suggestion is receiving attention in many quarters.

In the event that Mr. Bryan should not be a candidate himself for temporary chairman, it was said he might urge Senator John W. Kern of Indiana, his running mate of four years ago, for the place. The leaders to-night, expected Mr. Bryan to enter the race.

Former Judge Alton B. Parker of New York was chosen as the candidate for temporary chairman of the Democratic national convention by the national committee to-night. Parker received 31 votes. Senator-elect Ollie James of Kentucky 20, and Senator O'Gorman of New York 2.

Conference a Failure. The committee balloted on the recommendation of the sub-committee on arrangements, made several days ago, that Mr. Parker be the chairman. This

Continued on Page 7, Column 3.

COLONEL COULD HAVE WON BY DROPPING THE FIGHT TO UNSEAT

Taft's Southern Delegates Breached Scheme on Last Day of Convention, But Terms Were Refused—New Party Will Be Distinct Body.

CLEVELAND, June 24.—(Can. Press.)

A new political party from the ground up is the Roosevelt program. After a series of discussions with his lieutenants to-day before leaving Chicago, in which there were several sharp clashes, Col. Roosevelt decided to cut away from the party with which his whole public career has been identified. His decision was a disappointment to those who favored the organization of what might be considered an independent Republican party with which various state organizations might co-operate and still maintain, it was hoped, a nominal regularity.

"There must be no compromise, no straddle," Col. Roosevelt said. As an indication of his determination, he said that when he returned to Oyster Bay he would communicate with a number of Democrats who, he thought, might wish to join the new party.

When he had left Chicago, with the first plans completed and his leaders scattering to all parts of the country, Col. Roosevelt expressed himself as pleased with the outcome of convention week, although it was unexpected by him. He said that the way his announcement had been received was encouraging and that he had a mass of letters and telegrams from all parts of the country from both Democrats and Republicans offering support.

The Republican nomination for president, Col. Roosevelt asserted to-night, was his for the asking on the day that Taft was renominated. He declined to accept it, he said, on the terms under which the offer was made.

Could Have Turned Tables. On his way back to Oyster Bay the former president gave a glimpse into the secret history of the last day of the convention when it was apparent

that the tide of battle had turned restlessly against him. It was a plan to seize control of the convention at the last moment by a sudden move, overture the Taft majority and make Roosevelt the nominee. This is the story as he told it.

"Early Saturday morning a group of delegates from Southern States arranged a private interview with Col. Roosevelt. They told him they had come to offer him the nomination. They had with them a list of the known Roosevelt delegates, and stated that they were authorized to speak for a block of Taft delegates who were willing to swing over to Roosevelt to avert a rupture in the party. The number of these delegates, they assured Col. Roosevelt, was large enough to nominate him.

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No Sports Over Phone

The Toronto World regrets to announce that in future it will be unable to answer any telephone inquiries regarding sporting events. For a long time The World has endeavored to oblige its friends and patrons in this regard, but during the last two weeks the pressure on our telephone system has become so heavy that it has become absolutely necessary that we should discontinue the practice. Our trunk lines have been overloaded to such an extent that it has been impossible to carry out the routine business of the office, and it is necessary for us in future to refuse to answer any questions as to sporting results in this way.

FORTY AT LEAST DROWNED IN NIAGARA

Twenty-One Bodies Have Been Taken From River, and Watch is Being Kept Above and Below Falls—Victims Were All Residents of Buffalo.

NIAGARA FALLS, Ont., June 24.—(Special.)—At least 40 people were drowned when the pier at Eagle Park, Grand Island, collapsed last night, the authorities believe to-night. The victims were all Buffalo people. Twenty-one bodies have been recovered at latest reports. A close watch is being kept below, as well as above the falls for bodies.

The identified dead are: Mrs. Arthur Mayer, Mrs. John Hayes, Mrs. Ellen Kellogg, Celia Kelly (9 years old), Mrs. Agnes S. Gallagher, Miss Catherine Wolff, Miss Irene Thomas, Miss Alice Griffith (11 years old), Flora A. Helstrom (6 years), Miss George Seeds (33 years), Alfred Finn (23 years), Mr. and Mrs. Raymond Boyler (22 and 21 years), Miss May Greuch (22 years), Clara Schultz (26 years), Miss Annie Fremont (23 years).

Missing: Mrs. August L. Helstrom (34 years), Miss Nellie Goodwell (22 years), Edna Leddisher (16 years), Mrs. George McKee and 10-year-old daughter, Mrs. George Hochmeyer, Norman Richman (10 years), Mrs. Christine Wacker (16 years), Mrs. George Nester (14 years), Mary Nester (13 years), Miss Violet Sant (15 years), Mrs. Edward Westphal (25 years), Mrs. Grace Heide (22 years), Nora Meyers (4 years).

Boys were sent down the river from Eagle Park early to-day to recover bodies. A mile below the landing there is a reef running several hundred feet out into the river, which, with a shore swing of the current, forms a natural basin, and into this it is believed that the bodies will be carried.

There is some difference in the stories of eyewitnesses as to whether the boats contributed to the collapse of the dock by striking it when they came in, or whether it sank under the strain of the weight of the people standing on it. Skipper Fix declared to-day that there was no perceptible jar when he warped in. He had lined up two of the snubbing posts, but the pressure on these was not great, as he was steaming slowly against the current, which was also aiding in the swing toward the shore.

SASTITO MAY BE ABOARD 'SARONIC'

Man Whose Description Tallies With That of Murderer Leaped on Vessel at Sarnia.

SARNIA, June 24.—(Special.)—If the suspicions of Constable W. J. Harkness of the Northern Navigation Co. are well founded, Frank Sastito, wanted in Toronto for the Humber murder, is aboard the company's steamer Saronic, which left here at 4 p.m. to-day.

Just as the vessel was leaving her moorings, a clean shaven man, dark haired, slight of build, and wearing a black felt hat and dark clothing, was observed by a constable to take a sudden desperate leap when the ship was about 8 feet from the dock and disappear thru the gangway.

A moment before the man had shown signs of nervousness when the constable, wearing his badge, had passed him. The inspector of the vessel was notified to watch the man.

In an interview with the company, it was learned that they intended to notify the police at the Soo to arrest this man upon the arrival of the vessel.

Big Convention in City.

We hope that the Knights of St. John will not overlook making a few calls on the merchants in Toronto. Toronto stores have a reputation for holding an international stock. You will find in nearly every case that the goods embrace the best productions from the British Isles, France, Italy, France and Germany. Take for instance, in men's hats, The Dinsens Company sell alone in Canada, the celebrated English hats made by Henry Heath of London, England, and those by Christy of the same place. These special lines, much in demand in the United States by fashionable men, are sold in Toronto at one-third the price a kind in New York. The Dinsens Company is the Canadian agent for Dunlop of New York, and handles German and Italian hats by Ferrarino. The fur show room, domain a splendid collection of native Canadian fur garments, than which there is no better produced in any other country in the world.

TWO FOREIGNERS WERE STABBED BY ITALIAN WHO IS MISSING

Murderer Evades Officers While Woods Are Searched

Posses of Police Search Country for "Big Frank," But With No Success—Reports Come From Various Sources Stating That an Italian, Blood-Stained and Answering Description of Fugitive, Has Been Seen.

With a posse of detectives and county constables searching the woods in the vicinity of Humber Bay for him, and circulars bearing his description spread over the neighboring towns and villages, Big Frank, alias Frank Napoli, alias Frank Sastito, wanted for murder in connection with the fight in the Humber Polish colony on Sunday, still evades the officers. Yesterday three detectives and three county constables scoured the woods on the west bank of the Humber River, but found no trace of their man.

Mrs. Moss, wife of a market gardener on Lambton-road, about half mile distant from the river, told the police that a foreigner had come into her place during the morning with his head badly injured and blood on his nose. Although a search was made the man was not located, and the party proceeded to Lambton and Cookville. Here, too, they received reports and descriptions of a man seen in the neighborhood who was supposed to be the Italian. But when run down these stories were without result. At 8 o'clock yesterday morning an Italian answereing in every detail to the description of Big Frank was seen on the Lake Shore-road.

Albert Switzer, a resident of Humber Bay, while looking for a stray horse, saw an Italian who looked like the fugitive entering Godson's brush, but when the police arrived he had disappeared.

Last night a call was received on the long distance phone from Ottawa stating that a man was being held there who answered the description of Big Frank. County Constable Simpson will send Halford Macdonald of Humber Bay to Ottawa this morning.

A call has also been received from Malton that a foreigner, badly bruised and covered with blood, was seen walking near that village on the Mimico Creek early yesterday morning, about 15 miles north of Mimico.

Late last night County Constable Simpson stationed himself at Salisbury-avenue and stopped outgoing freight trains, as he had heard that an attempt would be made by conspirators to get Sastito out of the district.

Calls are being received hourly from all parts of the country from people who claim to have seen the missing man. It is likely that the charge against Big Frank will be changed from the murder of Masternak to that of double-murder.

KNIGHTS OF ST. JOHN PARADE WAS WATCHED BY THOUSANDS PRIZE COMPETITION TO-DAY

Convention Opened Yesterday, When Mayor Geary and Civic Officials Extended Welcome—Ladies' Shopping Tour May Be Held on Thursday.

The great parade is over, in which 2500 Knights of St. John marched blithely over a long and hot route thru the streets, watched and cheered by the ladies of the auxiliaries of the order and thousands of curious and interested citizens. This morning the big convention gets down to business at St. Mary's Hall, Bathurst and Adelaide-streets, at 10 o'clock, after attending a solemn requiem Mass at St. Michael's Cathedral, to be said for the souls of departed knights.

Yesterday morning the convention was opened by Pontifical High Mass said at the cathedral by Rev. Father Kild, administrator of the diocese. The great building was crowded. After Mass the knights and ladies moved to the Normal School grounds where a photograph was taken, and whence they went to Canadian Foresters' Hall in College-street, where they received addresses of welcome. Vice-General McCann told them that they had a high and exalted work in the betterment of men, whereas the doors of the church were opened to them. He was followed by Mayor Geary, who made them free of the city, which welcome was endorsed by Ald. McGuire, chairman of the reception committee of the city council.

Chief Ranger of the Catholic Order of Foresters; Mr. T. N. Phelan, of the Knights of Columbus; Mr. E. V. O'Sullivan, of the Catholic Mutual Benefit Society; Mr. Patrick Mulvey, also delivered hearty addresses of welcome, and replies were made by Brigadier-General John E. Shea, on behalf of the knights, and by Mrs. Theresa Renner, on behalf of the ladies.

A Fine Parade. At 3 o'clock in the afternoon the knights, arrayed in full regalia and bearing streaming banners, formed for the great parade at Queen's-Park and with each commandery headed by its own or one of the city bands, the procession moved away over its long march. With their smart uniforms the men made a most creditable appearance. The men marched with the order and precision of the military. But the performance at the parade, according to commandery commanders, was as nothing to the varied splendor of the expedition.

President Chamberlin of the Grand Trunk Visited Toronto Yesterday in Company With Two Vice-Presidents, and Inspected Union Station Site and Grade Work in West End.

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No Bullet Wounds Found on Body of Mike Gyrada, and Autopsy Shows That Both He and Masternak Died of Knife Wounds—Joe Napoli Fired One Shot From His Revolver, Which Did Not Take Effect, But Had No Knife.

The death of Mike Gyrada, the Pole, who was murdered at the Humber Bay Polish colony on Sunday, did not result from his being shot down by Joe Napoli, who is held on a charge of murder. Gyrada was stabbed to death.

Big Frank, alias Frank Napoli, alias Frank Sastito, is likely to be charged with double murder when the findings of the post mortem examinations are made known. Both Masternak and Gyrada died as a result of knife wounds and no bullets struck either of them.

According to the statement of Thos. Masternak, brother of the dead man, Big Frank was the man who did all the stabbing, while Napoli fired the shots from the revolver which residents heard. At the police station the prisoner stated that he had no knife. The revolver, which he is said to have used, has five chambers loaded, and the sixth discharged, so that the wounds that caused death to the two Poles were inflicted in the scuffle with the knife owned by Big Frank.

Napoli maintains that he did not touch the knife, and as there were only the four in the fight the man now sought will be charged with double murder when the autopsy report is made by Dr. Forbes Godfrey.

The doctor has refused to discuss the case, but the information is correct beyond doubt and is the outcome of a careful investigation into the case.

No Bullet Wounds. When jury viewed the remains of Gyrada at Newton's Hotel, Corner Dr. Ricker pointed out to the men the situation of the different wounds. It was shown that they all appeared to be knife thrusts and not lacerations made by bullets. The deepest cut was on the left side toward the back and almost on a line with the heart. Although the result of the medical examination has not been made known death was due to a hemorrhage of the heart, resulting from the wound. It is practically certain that the findings of the doctors will prove this. At least two of the cuts shown last night were inflicted with a knife, and the third also appeared to be in the nature of a stab and not a bullet mark.

New Possibilities. New possibilities are opened up by this view of the crime. John Masternak, the other Pole, died in the Western Hospital from knife wounds. He went to the assistance of his friend, Gyrada, just before Napoli drew the revolver and fired. Only one shot was discharged from the gun which Thos. Masternak, brother of the second murdered man, said he took from Napoli and turned over to the police.

It has been stated by witnesses that Big Frank was the Italian who used the knife, and Joe Napoli had the revolver. Therefore, as both the dead men were stabbed, Big Frank must have inflicted the injuries to both. If the post mortem report shows that death was caused by these knife wounds, then an attempt will be made to fasten the double murder on the foreman.

Had No Knife. Joe Napoli, the man now held in custody, says that the Poles fired on him with a small pistol; that he did not have one and did not possess a knife. It has been suggested that the gun turned over to the police was the one the Poles owned, and that they discharged the shot and were then stabbed by either Big Frank or both the Italians.

BEGIN TO BUILD DEPOT IN SIX MONTHS

President Chamberlin of the Grand Trunk Visited Toronto Yesterday in Company With Two Vice-Presidents, and Inspected Union Station Site and Grade Work in West End.

The certainty of an early start being made with the new station to be erected in Toronto by the Grand Trunk Railway was borne out by the visit to this city from Montreal yesterday morning of President E. J. Chamberlin, the new head of this road, and Vice-Presidents Kelly and Dalrymple.

The president inspected the new station site and the grade work now under way in the west end of the city. He expressed himself as well pleased with both.

At 12 o'clock the party left by special train for Buffalo and Chicago. A number of terminals in the west are to be inspected.

Vice-President Kelly stated that although it would probably be in the neighborhood of six months before actual operations would be commenced on the new station, the G.T.R. would begin work on it without delay on the completion of the necessary arrangements.

He gave a very emphatic denial to the statement that the G.T.R. intended to build the Montreal station first and until the eastern terminal is completed to allow Toronto to stand.

In this regard President Chamberlin remarked that the G.T.R. would do what they promised for Toronto with the least possible delay.

Inquest Adjourned. The inquest held at Newton's Hotel was adjourned last night until Thursday, as Mr. Adella expects to experience great difficulty in getting the truth from the people. Crown Attorney Greer was resent for the crown.