

RULING NEXT WEEK IN POWER CASE

**Expected Power Secrets May be
Revealed in Proceedings Against
Hoadley Company
RECEIVER IS DEMANDED**

Stockholders Say Financial Condition Has Been With-
held for Years—Present Action Brought on Stock
Acquired at Time of Collapse of Pool

New York, Aug. 1.—Stockholders of the International Power Company, who have been trying to find out something about the financial condition of the company for years, are awaiting the decision expected early next week from Chancellor Walker of New Jersey in the application for the appointment of a receiver of the company on the ground that the assets have been wasted in the payment of exorbitant salaries to Joseph H. Hoadley, the president, and others.

An inspection of the papers submitted to Chancellor Walker revealed that the part of the 500 shares of stock on which the Stock Exchange firm of Edward Sweet and Co. brought receivership proceedings was acquired in April 1902, when the Hoadley-Judson Letter pool collapsed and the stock, dropped in one week from 190 to 85. The remainder of the stock was obtained a few days after the collapse. One of the deficiencies raised to the proceeding is that the Sweet stock was part of the pool stock and that the action is not brought in good faith.

In answer to this allegation the petition of the stockholders states that the following dividends have been paid on the preferred stock: 1900, 6 per cent; 1901, 7 1/2 per cent; 1902, 8 1/2 per cent; 1904, 6 per cent; 1905, 16 per cent; and 1906, 1 per cent. The common stock paid 2 1/2 per cent in 1902, and 1 per cent in 1905 and 1906, but neither has paid anything since. The stock was barred from the New York Stock Exchange in 1908, the last sales being made at 35.

All Information Withheld

The papers show that the receivership proceeding was brought solely because the officers of the International Power Company refused to give information which would disclose the value of the petitioners' stock. It is alleged that in 1904 President Hoadley stated that the company did not have a debt in the world and with a surplus of \$3,000,000 could have paid 25 per cent instead of 7 1/2. The attitude of the company as to furnishing information to the stockholders concerning its condition changed in 1906, since which time there have been no dividends.

In that time there have been only two stockholders' meetings, one in 1910, at which Joseph H. Hoadley, was elected president, Alfred H. Hoadley vice president, secretary and treasurer, and George W. Hoadley a director. Another meeting was called in 1911, but it was adjourned to 1913 and the same officers re-elected. The present officers own one-third of the stock, it is alleged.

Because the company had refused to give any information as to its condition for seven years the petitioners started a Supreme Court action in New Jersey in 1913 in which a peremptory writ of mandamus was issued directing the company to permit an inspection of its books by the stockholders. The order has never been complied with.

NATIONAL BANK'S REPORT

Comptroller of the U. S. Currency Announces Con-
dition of 2,225 More Institutions

Washington, Aug. 1.—Comptroller of the Currency Williams yesterday announced the condition of national banks as of Tuesday, June 30, as follows, the amounts being given in thousands of dollars:

State	No.	Assets	Liabilities	% Legal
Texas	486	\$136,567	\$111,842	17.57
Ohio	356	189,687	211,917	16.50
Illinois	454	187,387	213,599	16.36
South Carolina	51	30,594	21,607	15.08
Florida	54	36,673	39,508	16.70
Massachusetts	159	136,531	139,591	16.40
Arkansas	57	21,829	18,954	17.75
Tennessee	114	71,294	67,171	17.53
Virginia	125	74,989	65,697	15.76
Wisconsin	124	74,258	98,519	15.57
California	245	108,586	122,265	16.79

DENIED CREDIT LYONAZIE

HAS SUSPENDED PAYMENT.

New York, Aug. 1.—It is denied by local agency of Credit Lyonnais that bank has suspended payment. It is said that the bank has merely requested customers not to draw on it for more open or unsecured credits.

damus was issued directing the company to permit an inspection of its books by the stockholders. The order has never been complied with.

The petitioners then started another proceeding under a New Jersey law which provides that a corporation may be required to bring its books into the State and deposit them with a Supreme Court commissioner for examination. An order was granted in this proceeding, but the company has not obeyed it and is accordingly in contempt of two orders.

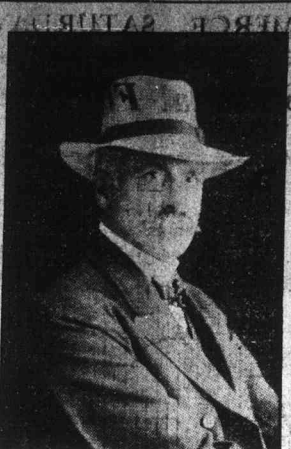
Lost Charter Restored

The first information the petitioners got as to the company's condition was obtained from an application by the company for the restoration of its charter, which had been annulled for the non-payment of franchise taxes for 1909-12. The charter was restored after officers of the company had made affidavit that the tax had not been paid because the company was practically out of business because its stock was selling for less than \$10 a share and it had lost its chief asset through the failure of the Alabama Consolidated Coal and Iron Company.

The petitioners, through their counsel, Satterlee, Canfield and Stone, then got permission from the Secretary of the Treasury to inspect the corporation tax reports made by the International Power Company for the same period in which the officers swore they were practically out of business, and the reports showed that the company had received \$108,661 in dividends on stock of subsidiary companies.

The reports also showed that although the highest income in one year was \$73,000 and in one year was less than \$4,000, the company spent between \$40,000 and \$60,000 in salaries to its officers. George W. Hoadley, brother of the president, said under oath that although he was only a director he receives a salary of \$6,000 a year, and as president of the American and British Manufacturing Company, a subsidiary concern, he got \$12,000 a year.

On these grounds the petitioners plead that the business of the company is being conducted at a great loss, the assets wasted and the gross income used in paying operating expenses of from \$40,000 to \$70,000 a year without warrant.



AEMIILIUS JARVIS.

Mr. Jarvis, aside from being Canada's most noted yachtsman, is head of one of the leading brokerage

ISSUES OF PUBLIC UTILITIES DEMANDED

Investors Want These Because of
Their Marketability, Yield and
Increasing Values

NEW CONDITIONS REALIZED

Better Grade of These Securities Are Now Selling
Far Below the Prices at Which Their Intrinsic
Values Entitle Them to Sell.

New York, Aug. 1.—J. J. Bodell, of Bodell & Co., in discussing the public utilities securities, states: "Investors want the best issues of this class of securities because of their marketability, yield and increasing values—public utility companies supply public needs.

"There is a much better feeling among investors regarding securities of well managed public utility companies, and I can see many signs of improvement in the demand for both bonds and preferred stocks of well managed and conservatively financed public service corporations. The fact that a large majority of companies have proved their ability to continue gains in earnings over last year and into the current year while the greater part of the steam railroads and industrial have been showing decreases is one of the reasons why conservative investors are taking them up in preference to issues of other corporations.

"While it may be that the rate of gain now being shown by public utility companies is not as large as that of preceding years, the companies are showing good increases in earnings, averaging around from 8 per cent to 10 per cent, in gross, of which a good proportion is being saved for net earnings and for surplus for the stocks.

"The investing public is just now beginning to realize the future of public utility corporations, especially the electric light and power generating and distributing companies. According to the statistics of the Department of the Census the central station companies of the country made gains in income of an average of more than 25 per cent a year for ten years. This indicates that while the municipalities of the United States, which these companies serve, double their population every twenty years, the earnings of the electric light and power companies double in less than each five years. The ratio of increase is of course somewhat lower now, but even at the present time the central station companies of the country are increasing their gross earnings from \$4,000,000 to \$5,000,000 a month in the aggregate.

"The field for the supply of power by electric generating companies is almost limitless. Of the almost 20,000,000 horsepower of energy used by the manufacturers of the country more than 16,000,000 horsepower is steam. Of the 87,000,000 horsepower used in this country by manufacturers, railroads, electric railways, light and power companies, mine and quarries, but a little over 11,000,000 horsepower are electrical. This shows something of the field which the electric power supply company has for cultivation.

"I feel sure that when the revival of business comes and the investment demand for corporation securities again takes an upward trend, that the public utility securities will be the first to feel the effects of these factors. The better grade of these securities are now selling far below the prices at which their intrinsic values entitle them to sell."

TRAIL SMELTER RECEIPTS

Ore receipts at Trail Smelter for week ending July 21st, 1914, and from October 1st, 1913, to date, in tons:

Company's mines:	1913	1914
Centre Star	1,31	130,551
Le Roi	647	58,524
Richmond-Eureka	33	501
Silver King	391	15,354
Sullivan	763	19,783
No. One	206	5,041
Highland	3,722	—
Ottawa	261	—
St. Eugene	1,009	—
Maestro	329	—
Molly Gibson	692	—
Other Mines	1,349	63,493
Totals	4,720	297,277

NEW CONDENSED MILK PLANT.

Milwaukee, August 1.—The Pacific Coast Condensed Milk Company, of Seattle, Wash., will begin the construction of a \$250,000 condensing plant at Oconomowoc, Wis., on Monday. The daily capacity of the plant will be 200,000 cans of condensed and evaporated milk.

Mr. H. Baker, recently appointed manager of the Canadian Bond Crown Company, is stopping at the Ritz Carlton.

LOW PRICED AUTOMOBILES

Metz Co. Made \$1,000,000 Net Last Year—Reo Motor
Stock Advances in Nine Years From \$100 to
\$1,800.

Boston, Mass., Aug. 1.—The Ford Motor Co. has so completely overshadowed all other manufacturers in the low-priced automobile field that the success of some of the smaller companies is not generally appreciated. It is understood, for example, that the Metz Co. of Waltham earned about \$1,000,000 net last year, having produced approximately 10,000 cars at an average profit of \$100. This company's most popular model sells for \$495. Starting with a small production, sales have expanded rapidly.

Another very successful producer of moderate-priced cars is the Reo Co. of Michigan. In nine years the value of this company's stock has increased from \$100 to \$1,800, and during this period cash dividends aggregating \$799.25 per share have been paid.

NOTES ON PUBLIC UTILITIES

William B. McKinley, head of the Illinois Traction Co., and owner of the Jefferson City, Mo., lighting and street car system, told the business men of that town recently that Missouri's drastic corporation laws act as a bar to the construction and development of an interurban railway system in that state. He singled out as the most harmful a Missouri statute which provides that a foreign corporation cannot hold more than 10 per cent of the stock of any domestic corporation. Missouri in its anxiety to shut out the trusts," he said, "has erected bars against invasion of foreign capital useful in development work. The state has let its laws get ahead of its development; it may be all right for New York and Massachusetts, old developed states, but they prove a great handicap in states that are seeking new capital." He expressed the opinion that until Missouri got rid of some of the restrictive corporation laws that no great development in transportation facilities could be expected. Mr. McKinley said that there was no likelihood of his undertaking the extension of his present interurban system into St. Louis from Kansas City, as has been suggested.

With a personal inspection by members of the State Board of Public Utilities, to supplement exhaustive statistical reports and inventories presented by both sides, at numerous hearings is the fight for cheaper gas started in the Glassboro, N.J., region two years ago, and affecting 70 or more towns and hamlets in Cumberland, is expected to come to an early end through a decision from the Board. Officials of ten of the larger towns allied in the fight against the New Jersey Gas Co., with a central plant at Glassboro, to get the price of gas reduction from \$1.50 a thousand cubic feet—less 8 per cent, for cash—to \$1 flat, are confident that the tour of inspection will result in a favorable decision for them. The gas company officials are also counting strongly upon the effect of the inspection tour. They exerted their efforts to impress upon the Utility Commissioner that they have 270 miles of pipe laid to give service throughout the territory, large areas of which are sparsely settled, representing a total population of 45,000.

Ground was broken recently for a power house for the Philadelphia Electric Co. on Christian St., east of Schuylkill Avenue, to cost \$1,000,000, exclusive of the amount for the land. The plans provide for a three story structure of reinforced concrete, having a frontage of 146 feet and a depth of 362 feet 7 inches, one of the largest boiler and engine houses in the city.

The new structure will be used principally to furnish power for the electrification of the Pennsylvania Railroad lines from Broad street station to Paoli.

J. P. Chirney, of Chirney, Ind., president of the Evansville, Chirney, and Eastern Traction Co., has announced that actual construction work on the road will start within 60 days, and the line which will run from Booneville to Chirney will be rushed to completion. Business men at Cynthiana, Ind., have agreed to take \$30,000 worth of stock in the Evansville and North Harmony Traction Co., and the road will pass through Cynthiana instead of Wadesville.

To determine whether Atlanta is paying too much for her gas, and if so, how much, a special committee is securing all available data on the subject. With this information in hand, the committee will notify the gas company so that its side of the question may be heard in case the rate is found to be too high.

The minimum fare of 10 cents on interurban lines out of Lexington, Ky., has been voluntarily abolished by officials of the Kentucky Traction and Terminal Co., and the former fare of 5 cents re-established on interurbans inside the city limits to points not served by city cars.

Upon the recommendation of the receivers of the Metropolitan Street Railway Company of Kansas City, Federal Judge Hook has ordered an increase of one cent an hour in the wages of its 3,400 employees. The increase will cost the company between \$110,000 and \$125,000 a year.

START ON NEW STEEL PLANT

Carnegie Company Will Spend \$500,000 in Construction Work—Ready in Nine Months

Pittsburgh, Aug. 1.—Work on the new plant of the Carnegie Steel Company in Farrell will be started within the next two weeks. At least nine months still be required for its construction, and it will cost from \$400,000 to \$500,000.

The only idle department of the Republic Iron and Steel Company at Youngstown will start operations on Monday. This is the shafting department of the Mahoning valley plant, employing 100 men.

Work will be started in a few days on the construction of the new plant of the Bollinger-McAndrew Company at Josephine, which will be used to manufacture iron moulds. The plant will give work to about 500 men.

HEAR GERMANY IS MOBILIZING.

Amsterdam, Aug. 1.—Germany is mobilizing her army, according to reports received here. All German ships in Dutch harbors have been ordered to remain there.

LITTLE ACTIVITY IN CAPITAL OFFERINGS

Total for July Shows Slight Decline
from Total in July, 1913, in
Most Classes of Financing

TABLE OF NEW FINANCING

Feature of New Financing is Increase in Railroad Bonds, Amounting to \$30,948,000, as Compared With Same Month Last Year.

New York, Aug. 1.—Offerings of new capital during the month of July, as is entirely natural in view of disturbed financial conditions, are quite light. The tables that are appended, which have been especially compiled by this journal, classify the issues for the month and for the seven months of the calendar year that are about closing. The totals include issues up to the close of business last evening, and the statements therefore are preliminary to the completed totals which will be published after the month has closed.

The features of the month's financing are an increase of \$30,948,000 in railroad bonds, comparing with the corresponding month last year, a decrease of \$16,010,000 in railroad notes and of \$25,660,000 in notes issued by industrial companies. The reduction in short term obligations is a favorable feature, as the amount of such paper already outstanding is conceded to be more or less unwieldy. No attempt is made in the totals that are given to indicate the new securities whose proceeds are intended for refundings, although it is of course safe to assume that a very substantial part of the entire amount is for that purpose.

New financing for the month of July compares as follows:—

	1914.	1913.	Change.
Bonds	\$45,090,000	\$14,142,000	+\$30,948,000
Notes	2,550,000	18,560,000	-16,010,000
Stocks	250,000	350,000	-100,000

Total .. \$47,890,000 \$33,052,000 +\$14,838,000

	1914.	1913.	Change.
Bonds	\$23,526,000	\$20,741,000	+\$2,785,000
Notes	750,000	26,410,000	-25,660,000
Stocks	21,670,000	19,072,200	+2,597,800

Total .. \$45,946,000 \$66,223,200 -\$20,277,200

Grand total .. \$93,836,000 \$99,275,200 -\$5,439,200

For the seven months of the calendar year the totals are:—

	1914.	1913.	Change.
Bonds	\$386,769,200	\$274,083,000	+\$112,686,200
Notes	296,893,000	267,185,200	+29,707,800
Stocks	69,419,600	130,664,900	-61,245,300

Total .. \$753,081,800 \$671,933,100 +\$81,148,700

	1914.	1913.	Change.
Bonds	\$171,802,000	\$177,248,000	-\$5,446,000
Notes	84,756,000	123,640,000	-38,884,000
Stocks	166,387,000	253,805,000	-87,418,000

Total .. \$422,945,000 \$554,693,000 -\$131,748,000

Grand total .. \$1,176,026,800 \$1,226,626,100 -\$50,599,300

ALL CREDITS HAVE BEEN MUCH CURTAILED

Canadians Should Endeavor to Conduct Their Affairs
With Judgment, Straightforwardness and
Economy.

(C. Meredith and Co.)

The past has been a trying week. The Montreal Stock Exchange closed its afternoon session on Tuesday the 28th inst., due particularly to the swamping of the market with securities from abroad and resultant demoralization. It was thought wise in the interest of customers, brokers, banks and other lenders, that the board should be adjourned until excitement abated.

The London & New York Exchange followed suit Friday morning and practically all stock exchanges are now closed as well as the cotton exchanges in the United States.

The financial world is going through practically a novel experience and all credits have been much curtailed where not cancelled.

We still hope and believe there will not be a general European war. The financial situation is the strongest check.

Meantime it is wise that we shall all do our best to curtail excitement and endeavor to manage our affairs with judgment, straightforwardness and economy.

ISSUANCE OF CURRENCY.

New York, Aug. 1.—The following statement was issued at the Clearing House: "There was a meeting of the executive committee of the National Currency Association of the City of New York, and it was stated that all arrangements were ready for the issuance of currency under the Aldrich-Vreeland Act, if required."

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KINDLING WOOD FOR THE MILLION—Kindling, \$2.25; Cut Hardwood, \$3.25; Mill Blocks, \$2.00 per load. "Molascul" for horses. J. C. McElmard, 402 William Street, Tel. Main 452.

FOR SALE—Nice Cruiser. A first-class cruiser, 25 h.p. Perro engine, at a bargain. Completely renovated; has a first class magneto and all in perfect order. Address O. A. Rozon, 352 Craig street, W. Tel. M. 5912.

FOR SALE, reliable gasoline launch, 26 by 5 ft. 25 h.p. Speeds 16 miles. Apply to 54 2nd Avenue, Maisonneuve. Could not be doubled for \$1,200. Will sell cheap to a quick buyer.

FOR SALE OR EXCHANGE—One 5-seater 25 h.p. 4 cylinder touring car; easy friction driving; one Oldsmobile, 5 seats, 40 h.p. strong touring car; also one light delivery car, 4 cylinder 22 h.p., a snap to person requiring a speedy light delivery; all cars in first class order; Montreal Auto Livery, 194 Berri.

WOOD, COAL, WHEAT AND GRAIN business for sale; established 19 years; good business place, in centre of city. Lease to run three years yet. Bargain. Reason for selling, owner leaving city; no reasonable offer will be refused. Apply 136 Dorion. Phone East 3106.

DRYGOODS STORE on St. Catherine W. for sale. Good reason for selling. Don't miss it if you are looking for a business. Apply between 3 and 4 p.m., 287 St. Lawrence Blvd.

QUETEMONT—Comfortable semi-detached cottage, on Bellingham avenue, close to St. Catherine Road, containing 11 rooms, modern, in first class order; price \$15,000; small cash deposit required with easy terms would accept good lots or flats in part payment. Room 26, 157 St. James Street, Main 1254.

BETWEEN SHERBROOKE STREET and Cote Road—Newly constructed solid brick house, nine large rooms, hardwood throughout, drawing room, with fireplace; reception hall, with fireplace and built-in bookshelves; paneled dining, butler's pantry, kitchen, cold pantry and maid's room; living room with fireplace and book shelves; four large bedrooms, linen cupboard, tiled bath, separate toilet, large sleeping porch in rear, finished in selected oak and with quartered oak flooring; \$10,500; the best value in Westmount; reasonable terms. Apply Westmount Realities Co., Westmount 4874-4875. Open evenings.

MISCELLANEOUS.

DE LA ROCHE STREET—Excellent constructed and located 2-flat property, brick enclosed, containing 6 rooms each flat, bath, etc. Price \$4,500. MacGillivray, 404 St. Catherine Street, West.

AUTOMOBILE WANTED—Will give four lots, situated at Montreal Bay View Heights; will add money if necessary. Apply 443 St. Hubert, between 5 and 7 p.m.

EXPERT AUTO REPAIRS, on all makes of cars; towing road repairs or breakdowns promptly attended to. Ford cars given special attention by Ford factory men. Quick service guaranteed. American Garage Co., 526 Ontario East, Phone East 4206.

\$2,000 TO INVEST in some legitimate business, where investment would be secured and offering salaried position of managerial capacity to an experienced and thoroughly qualified middle aged man. Apply to "Investment" P. O. Box 282, Montreal.

MONEY TO LOAN—First mortgages. Central city property. Irvin Harris, 778 St. Urban street, Telephone East 6925.

SMALL AND LARGE AMOUNTS at 6 1/2 and 7 per cent on revenue yielding properties. Apply St. Max Kubelek, Room 306 McGill Building, corner Notre Dame and McGill Street.

LOTS FOR SALE.

LOTS FOR SALE AT POINT CLAIRE—Frontage 120 feet by 115 feet deep. The chance of a lifetime, going at 7 1/2 cents per foot. Cash required \$255.00; balance easy instalments spread over four years. High location, near both stations and Lake St. Louis. Apply P. O. Box 2914, City.

AUTOMOBILES TO RENT.

AUTOMOBILE OWNERS' EXCHANGE, 231 Berri St.—Autos to rent by day or hour, for all occasions, drives, weddings, etc. Seven passengers. Careful chauffeurs. E. 4196.

SUMMER RESORTS.

DIGBY—NOVA SCOTIA. LODGE ROOM AND COTTAGES—Write Aubrey Brown, for illustrated booklet.

SUMMER BOARD—Fairmount House has a few vacancies; good rooms and board, plenty of shade, convenient to Post Office and Lake; young ladies and gentlemen preferred. Apply Mrs. M. McCloy, Bondville, P. Que.

LAURENTIAN MOUNTAINS.—Torquay House.—Good board, bathing, bathing, driving trees; convenience to and from station; long distance telephone. Terms, \$7 and \$9 per week. S. H. Sobey, Arundel, Que.

BUSINESS PREMISES TO LET.