

The St. John Standard,

NEW BRUNSWICK, CANADA.

VOL. VI. NO. 97.

TEN PAGES

FRIDAY MORNING, JULY 17, 1914

PROBS—FAIR

PRICE TWO CENTS

"NOT ONE DOLLAR FOR PERSONAL BENEFIT" IS THE STATEMENT OF HON. J. K. FLEMMING

THE DOMINION GETS 33 MILLIONS C.N.R. STOCK

Terms of the Canadian Northern Trust Deed Are Explained.

GOVT. WELL PROTECTED BY THE AGREEMENT

Company Empowered to Float \$45,000,000 Worth of Bonds—MacKenzie and Mann Responsible for Temporary Loans of Company—Order-in-Council Necessary to Increase Capital Stock.

Special to The Standard.

Ottawa, July 16.—The C. N. R. trust deed was not actually signed by the minister of finance today, but it will be before the end of the week. It is learned authoritatively that the mortgage deed of trust securing the issue of \$45,000,000 par value debenture stock of the Canadian Northern Railway Company is guaranteed by the government under the legislation of last session, and all the other agreements in connection therewith have been settled and approved by the government.

Counsel for the Dominion have advised that all the conditions provided by the statute have been complied with and that the trust mortgage forms a charge upon the entire undertaking of the railway company. All the stocks in consent and subsidiary companies called for by the agreement have been vested in the trustees to be held under the provisions of the mortgage deed of trust. MacKenzie, Mann & Company, Limited are parties to the mortgage deed for the purpose of transferring the equity in ten million dollars par value of stock, and ten million dollars par value of debenture stock in the Canadian Northern Loan Properties, Limited. The Canadian Northern Railway Company has transferred to the Minister of Finance in trust for His Majesty, 330,000 shares of the par value of thirty-three million dollars of the stock of the Canadian Northern Railway Company. This stock belongs to the Dominion absolutely in consideration for its guarantee. As the Dominion already owned \$7,000,000 par value of Canadian Northern stock, its total holdings is now of the par value of forty million dollars out of a total authorized capital of \$100,000,000. Covenants and undertakings have been required from Sir William MacKenzie and Sir Donald Mann personally by which they jointly and severally agreed to guarantee the temporary loans to the Canadian Northern Railway Company and its constituent and subsidiary companies secured by deposit or pledge of securities will be paid out of the proceeds of such deposited or pledged securities.

MacKenzie, Mann & Company, Limited, covenant that the current indebtedness of the Canadian Northern Railway Company, and of its constituent and subsidiary companies will within one year from June 15, 1914, be reduced to the normal or usual amount to be determined by the minister of railways and canals.

The National Trust Company, of Toronto, and the British Empire Trust Company, of London, England, are the trustees nominated by the company and approved by the government.

It is customary in all such cases as this for the railway or other companies whose securities are being issued and guaranteed to nominate a trust company as trustee. If the company so nominated is of good financial standing the government approves the nomination. The railway company arranges with the trust company as to the remuneration it is to receive for its services and pays the annual and other fees agreed upon.

St. John's, Nfld., July 16.—The illuminations last night for the Duke of Connaught's reception was the biggest thing of the kind in the history of the colony. The British warship Essex, the French warship Friant, the American revenue cutter Seneca, illuminated, the former also worked the electric searchlight. The whole city also was illuminated and the public buildings electrically embellished. The Masonic Temple and the Reid Railway station were also brilliantly featured. The streets were crowded until midnight with multitudes who cheered the duke as he drove to the Masonic Temple.

At the Temple five hundred Free Masons greeted him and presented him with an address in a silver casket to which he suitably replied. Afterwards he enjoyed the hospitality of the brethren.

This morning the duke motored with Railway Manager Reid through the large suburban section of the country. He saw Bell Island whose large ore deposits are the mainstay of the Canadian smelting industry. He lunched with the Premier and Lady Morris and attended a garden party at the Government House to which six hundred persons were invited, including the officers of the warships in port. He attends another dinner at the Government House tonight. His Royal Highness sails at midnight for Quebec.

EVENING CRUISE.
Triple screw turbine steamer St. George will leave Booth's Quay wharf at 7.30 p. m., local time, Monday, July 20th, and on the return will reach wharf about 10.30 p. m. Similar cruises will take place on each Monday and Thursday evening throughout the season. An orchestra will be in attendance, and splendid accommodations are available for those who wish to dance. Refreshments will also be served on the steamer. This excursion will provide a delightful three hours sail on the Bay of Fundy. The tickets will be seventy-five cents.

A GAIN IN STUMPAGE COLLECTIONS

Is \$50,000 Greater Than Last Year—Hon. Mr. Murray Arranges for Conference of Staff of Dept. of Agriculture.

Special to The Standard.

Fredericton, N. B., July 16.—Scalers' returns received at the Department of Lands and Mines show an increase in stumpage collection for this year of \$50,000. Stumpage collections last year amounted to \$304,066.81, and this year will amount to over \$354,066.81.

This increase is due to increase in rates over those of last year, and the amount received in excess of last year's collection is what was anticipated by the department. Whereas spruce was \$1.25 per thousand last year, rates this year made it \$1.50 per thousand.

A conference of the permanent staff of the provincial Department of Agriculture will be held in this city on Thursday, July 23rd. Hon. J. A. Murray, minister of agriculture, who has been in the city for the past few days, stated this morning that he had decided to hold a conference as soon as possible and had chosen Tuesday as the day for the meeting.

"The idea of this conference," said Hon. Mr. Murray, "is to discuss the different methods of carrying on the work of the department and to get the ideas of the staff as to what is required. In this way the department will be better able to promote work in the best interests of agriculturists."

Hon. Mr. Murray left for Sussex this evening.

GOV. GENERAL'S VISIT TO YE ANCIENT COLONY ENDED LAST NIGHT

St. John's Brilliantly Illuminated in Honor of His Highness—Left at Midnight for Quebec.

St. John's, Nfld., July 16.—The illuminations last night for the Duke of Connaught's reception was the biggest thing of the kind in the history of the colony. The British warship Essex, the French warship Friant, the American revenue cutter Seneca, illuminated, the former also worked the electric searchlight. The whole city also was illuminated and the public buildings electrically embellished. The Masonic Temple and the Reid Railway station were also brilliantly featured. The streets were crowded until midnight with multitudes who cheered the duke as he drove to the Masonic Temple.

At the Temple five hundred Free Masons greeted him and presented him with an address in a silver casket to which he suitably replied. Afterwards he enjoyed the hospitality of the brethren.

This morning the duke motored with Railway Manager Reid through the large suburban section of the country. He saw Bell Island whose large ore deposits are the mainstay of the Canadian smelting industry. He lunched with the Premier and Lady Morris and attended a garden party at the Government House to which six hundred persons were invited, including the officers of the warships in port. He attends another dinner at the Government House tonight. His Royal Highness sails at midnight for Quebec.

THOUGHT CONTRIBUTIONS WERE PURELY VOLUNTARY; SHATTERS INSINUA TIONS

Positively States that He Did Not Instruct Berry to Extort or Collect Money from Anyone—Fund Intended Only For Political Purposes.

ALL WHO HEARD CONVINCED THAT THE CHARGES CANNOT BE PROVEN

Premier Warned Chief Scaler that if he Had Anything to do With Undertaking His Usefulness to Department Would Be Gone—Attorney General Clarke Throws Bomb Into Prosecution Camp—Tide Now Setting the Other Way.

Hon. J. K. Flemming told his own story yesterday, and when the afternoon hearing of the Commission was over the people who heard it were convinced that the charges made by Mr. Dugal at the instance of Mr. Carvell, would not be proven. The Premier showed conclusively that there was no extortion, that not only was Mr. W. H. Berry not his agent, but that he warned Mr. Berry to have nothing to do with the undertaking, saying that if he accepted monies for any such purpose his usefulness as an official of the department would be gone.

Hon. Mr. Flemming also stated, solemnly and with full appreciation of the importance of the statement that he had never benefitted to the extent of one dollar from the fund which was intended only for political purposes.

Another interesting and important witness of the afternoon was Hon. George J. Clarke, Attorney General, and acting premier of the province. Hon. Mr. Clarke quickly shattered the insinuations of Mr. Carvell, and the newspapers supporting him, that the government was desirous that Mr. Berry should not return to give evidence. He showed that Mr. Berry, by leaving the province on June 4th, without securing leave of absence from his duties, had automatically removed himself from the service of the government and that consequently the government had no control over him and could exercise no pressure to induce him to return.

Mr. Flemming's examination will be continued today and he will probably be cross-examined by Mr. Carvell, although there is no likelihood that his statements will be weakened in the process. Altogether yesterday was not a propitious day for the promoters of the Dugal game. The tide is setting the other way. Mr. Carvell has had his innings. Now the other side will be heard.

Continued on page 5.

TORONTO STREET RY. IS NOT CONTROLLED BY M'KENZIE AND MANN

Sir Rodolphe Forget the Man Behind, Report Says—Stock Moved Up Owing to Former Belief.

Ottawa, July 16.—"It has been found out," said a broker today, "by the government experts who have investigated the holdings of MacKenzie and Mann, that the Toronto Street Railway Company is not controlled by MacKenzie and Mann, as generally supposed, but by Sir Rodolphe Forget of Montreal." The fact that the public believes MacKenzie and Mann control that company seemed to be indicated when the stock of the Toronto Street Railway moved up about a point, selling at \$125. This was claimed to be due to the announcement that the government had signed the guarantee bonds of the Canadian Northern Railway. The Brasillan Traction Company's stock also moved up from seventy-one to seventy-three. This is one of the companies in which MacKenzie and Mann are largely interested.

THIRTY KILLED WHEN TROLLEY CAR AND FREIGHT COLLIDE.

Norfolk, Va., July 16.—Thirty people are reported to have been killed as the result of a collision between a trolley car and a Virginia Railroad freight train at a crossing about three miles from Norfolk.

LAY CORNER STONE OF BRITISH COLUMBIA OFFICES IN LONDON

Ceremony Performed by Prince Arthur of Connaught—Hon. Mr. Perley Among Those Present.

London, July 16.—After having been held up for several months owing to the builders' strike, the foundation stone of the magnificent new buildings for the British Columbia offices, was yesterday laid by Prince Arthur of Connaught, the governor-general to the secretary for the colonies, Mr. Lewis Harcourt, expressed his royal highness' anticipation of visiting the beautiful western province. Those present at the ceremony included Lord Emmott, representing Mr. Harcourt; Hon. G. H. Perley, Donald MacMaster, K. C., the Bishop of the Yukon, Hon. J. H. Turner and the Bishop of Williston, formerly Bishop of British Columbia. Prince Arthur, in reply to the address, made a graceful acknowledgement of the princess and himself, last year and to the pleasing recollections of his Canadian tour in 1904.

DR. ORCK, CONSERVATIVE NOMINEE IN LE PASS

The Pass, Man., July 16.—Nominations for a member to represent this constituency in the provincial legislature were held here at noon today. Dr. R. D. Orck was nominated by the Conservatives and Wm. Carriers by the Liberals.

At Inquiry



J. M. Stevens and P. J. Hughes Examined E. R. Teed.—Snapped by The Standard Staff Photographer.

DISCOVERY OF DEAD BODY SOLVES MYSTERY

Clothing on Body Found in Forest Answers Description of that of Assayist Who Suddenly Disappeared.

Toronto, July 16.—By the discovery of the dead body of a man with a bullet wound in the head in the forest between Peopetone and Schumacher, the provincial police authorities are convinced that the mystery of the disappearance of W. H. Marston, an assayist, is solved.

The features were unrecognizable, but the clothing answered the description of that of Marston. Marston was employed at the Hollinger mine. He suddenly departed, leaving a letter for his wife in which he admitted he was dependent over non-success at his work. The weapon with which he was killed has not yet been found.

MORE PAY FOR LAW MAKERS OF CANADA

Question of Increased Sessional Indemnity for Members of Parliament Likely to Be Revisited Before House Meets Again.

Ottawa, July 16.—The Evening Press says: "It is probable that during the next session of parliament active steps will be taken by the members to urge upon the Dominion government the advisability of increasing the sessional indemnity, which is now \$2,500. The agitation will receive some support from the action of Mr. E. A. Lancaster yesterday, in declining to continue as the member for Lincoln, which he has represented in the Commons for fourteen years, on the ground that he cannot afford it."

"It will be remembered that last year a round robin was circulated among the members of parliament, requesting the government to increase the sessional indemnity of members of the House of Commons and Senate by \$1,500, making it \$4,000."

CARBAJAL HOLDING DOWN THE JOB FOR CARRANZA

MANY NOTABLES INCLUDED IN THE PARTY

Dominion Royal Commission Sailed Yesterday for Canada—Several Distinguished Men in the List.

London, July 16.—The main body of the Dominion Royal Commission will sail for Canada today by the Albatross. They will land at Rimouski, from whence they will be conveyed to St. John's, Nfld., by the Canadian government steamer Earl Grey. The chairman, Lord D'Abernon, known until the recent birthday honors as Sir Edgar Vincent, is unable to sail on account of illness, but hopes to proceed in three weeks. In the meantime, Sir Alfred Bateman will preside at the sittings in Newfoundland and the Maritime Provinces. Between August third and the end of the month the commission will cover the east as far as Montreal and Ottawa and will proceed to Toronto early in September, taking side trips. They will travel via Sarnia on 12th September to Fort William, reaching Winnipeg about the middle of the month, and subsequently visiting Regina, Edmonton, Calgary, Banff and Vancouver. They will conclude their tour to Victoria on October 11. The members of the commission will then disperse in different directions, one or two possibly returning via Panama, while others will travel to Prince Rupert, and see something of the Grand Trunk Pacific. The members aboard the Albatross include Sir Alfred Bateman, Tom Garnett and his daughter, Sir Rider Haggard, Sir Jan and Lady Langerman, W. Lormier and wife, J. R. Sinclair, J. Tatlow, wife and daughter, and E. J. Harding, the secretary. Hon. Eric R. Bowering of Newfoundland; Sir George Foster, of Canada; and Hon. Donald Campbell of Australia, will join the commission for its Newfoundland sittings. W. J. Gleadow, assistant secretary, will sail a fortnight hence.

WON'T SELL BOSTON AND MAINE ROAD

New Haven Directors Reaffirm Previous Action Regarding Massachusetts Law by Which Partition Would Be Effected.

New York, July 16.—Directors of the New York, New Haven and Hartford Railroad Company failed this afternoon to vote to part with the Boston and Maine. Instead, they reaffirmed their previous action concerning the Massachusetts law under which the partition would be effected. Their action, it was believed, presages a federal dissolution suit.

In a formal statement, issued after the meeting, the directors assert they have neither receded from their opposition to the Massachusetts legislation nor have they closed the door to further negotiations.

SICILIAN REPAIRED, SAILS FOR MONTREAL

Queenstown, July 16.—The Allan Line steamer Sicilian, which put in here on July 9 with disabled machinery, sailed today for Montreal, the damage having been repaired. The Sicilian's machinery broke down when she was two days out from Havre, whence she sailed on July 3 for Montreal and St. was forced to put back to this port. Her 250 passengers were transferred to another Allan liner.

Took Presidency to Facilitate Solution of Trouble—Intends To Retire.

U. S. TO RECOGNIZE GOVT. CHOSEN BY FACTIONS.

States Makes Clear Position With Respect to Recognition—Carranza Wants Unconditional Surrender of Capital.

Washington, July 16.—Francisco Carbal, successor to General Huerta as provisional president of Mexico, today advised the United States government informally that he intended to retire in favor of General Carranza. Mr. Carbal wishes only that a general amnesty be proclaimed and protection given to the property of those who opposed the Constitutionalists.

This statement of the attitude of Huerta's successor, together with the announcement from Monterey that Carranza was willing to enter into negotiations with Carbal relative to the transfer of authority at Mexico City was regarded here tonight as practically assuring a cessation of hostilities and the restoration of peace in Mexico.

The communication said: "I desire to make it known with emphasis that my only purpose is to facilitate a solution of the grave problems which weigh upon our country. I have not the slightest ambition for myself, and merely wish to terminate the internal conflict of our country. Please give me your impressions of the situation in Washington."

(Signed) "Francisco Carbal." Secretary Bryan thanked Mr. Carbal for the information and told him that while recognition would not be accorded Carbal, the United States was amicably disposed toward him and would applaud his patriotic efforts to bring peace in his country.

John R. Silliman, formerly United States consul at Saltillo was instructed to urge upon General Carranza the belief of the United States that further fighting was useless on account of the readiness of the Carbal government to surrender its power. Carranza was urged also to give guarantees for the protection of the lives and property of those who had supported Huerta.

U. S. To Recognize Government Chosen By Factions.
The United States likewise made its position clear with respect to recognition. Under the terms of a protocol signed at Niagara Falls, recognition will be extended to the government resulting from an agreement between the two Mexican factions. Should Carranza consummate an agreement with the commission of three Constitutionalists sympathizers sent from Mexico City by Mr. Carbal to discuss peace with him, the terms of the Niagara Falls protocols will have been fulfilled. On the other hand, if Carranza insists on pushing his way by force into Mexico City the United States government would withhold recognition until an election was held to indicate whether or not the people approved of the new regime.

The United States government, however, will delay recognizing the Constitutionalists government until satisfactory adjustment is made about claims growing out of the revolution. In the meantime the United States forces will not be withdrawn from Vera Cruz until every difficulty has been adjusted.

RAILWAY STRIKE SEEMS PROBABLE

Chicago, July 16.—Representatives of the engineers and trainmen of the western railroads who have voted to strike unless their demands for wage increases are granted, today refused a request of the general manager's committee that the United States government be asked to arbitrate. The engineers charged the committee with seeking to defeat the purpose of the employees by prolonging negotiations.