Farmers Bank Victims Asking Borden Government for Relief

THE DUCHESS IS IMPROVING

Can M.P.'s Be Independent With Elections Costing \$5000 Per?

### IORAL JUSTICE AND CLEMENCY FOR VICTIMS

Shareholders and Depositors of Defunct Farmers' Bank Present Memorial to Federal Government.

KING CAN DO NO WRONG

But Former Finance Minister Was Lax and Public Should Not Suffer There-

OTTAWA, Jan. 11.—(Special.)—It is ada. This memorial, which has been prepared by the council representing the shareholders and depositors, rethe shareholders and depositors, recites the history of the organization of the bank, and sets forth many reasons why those who lost their savings in the bank should be reimbursed by

The assets of the bank will not be sufficient to redeem the outstanding circulation, even after the double liability clause had ben enforced against the shareholders. Under no circumstances will there be a dollar paid in dividends unless some phenomenai and unexpected value is realized from the Keeley Mine property. The deposits at the time the bank suspended were upwards of \$1,200,000. The shareholders are asking not only to be re- F. W. STAIR'S POSITION lieved from their double liability, but should the shareholders be relieved from further liability and not reimbursed for money actually invested the prayer of the memorial, if granted, would involve a loss to the Government of at least \$1,500,000.

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Illegal Organization. The memorial points out many illegalities in and about the formation of the bank. It is claimed that the subscription to shares never became effective, because they were all conditional upon \$500,000 of stock being Bank Act these amounts not being reached, the subscribers would have n entitled to demand their money back, and in no event could a certificate for the bank have been obtained. It is, of course, admitted that Travers obtained his certificate by a false affidavit, and at the time, November 30, not been subscribed, nor had the re- ger of the Star Theatre?" 1906, the required amount of stock had quired amount in cash been paid on account of subscriptions to stock.

The memorial argues that the trea-sury board and finance minister acted ship agreed to take the matter into ducts of Ward 2. Hurrah for Ward 2!

pleaded, however, that parliament as an act of moral justice and clemency should reimburse the people who have suffered such great financial loss thru negligence and maladministration of

he Government of Canada. Mr. Fielding, the late finance minister is severely criticized, altho the language employed is courteous and restrained. It is set forth Mr. Fieldrestrained. It is set forth Mr. Fielding knew or by the exercise of ordinary care could have known of the frauds practiced upon the bank act by Travers. He had been warned by Sir Edmund Osler. David Henderson, M.P., Leighton McCarthy, ex-M.P., and others that Travers was discounting the notes of subscribers and intended to perpetrate a fraud and ining the notes of subscribers and intended to perpetrate a fraud, and inspection of Travers' own affidavit would have disclosed its falsity. It is said, and an inspection of the books of the provisional directors of the bank and of the minutes of the stock-holders' meeting would have shown that the bank was not legally organized, that the required capital had not been raised, that Travers was not authorized to apply for the certificate. The memorial refers to the famous The memorial refers to the famous 3000 cheque issued by Travers at Otwa to someone for supposedly polireasons, but does not comment it beyond suggesting that a rigid

## Is Old Chieftain Ready CITY WILL LET To Undertake Battle?

Liberal Paper Says Campaign Funds Are Low and He is Not Sure of Winning Even in Quebec Besides There's Reciprocity.

MONTREAL, Jan. 11.—(Special).—Le Pays, the vigorous Liberal paper, edited by Mr. Godfroi Langlois, M.L.A., is strongly of the impression that Sir Wilfrid Laurier will hesitate before taking the advice of The Globe by endeavoring to force the Borden government to dissolve the house and bring on an election

"The Old Chieftain," says LePays, "knows that our party is not ready to undertake a campaign. In the first place, funds are needed for an election, and the committee of organization is so poor that it could not even organize revision of the lists in the district of Montreal, and we all know that elections are not won with prayers.

that elections are not won with prayers.

"Is the Liberal party, in fact, in a state to undertake a heavy electoral battle just now, even on the naval question? Since the day Sir Wilfrid Laurier went one better than Mr. Borden and offered to spend not only \$35,000,000, but at least three times that amount, are our friends quite so sure of winning even in the Province of Quebec as they were formerly?

"That is the question, and then we have the reciprocity problem. If we should abandon that plank in our program we would perhaps improve our position in Ontario, but we might also lose in the west.

"In a word, Sir Wilfrid will do well to reflect before adopting the tactics of obstruction recommended by The Globe."

On the other hand, the castiron organ, Le Canada, follows The Globe in asking that a policy of obstruction be carried out, and that the govern-

in asking that a policy of obstruction be carried out, and that the government be forced to dissolve the house and go before the people.

Henning for Calgary.

F/ S. Henning, superintendent of the Island filtration plant, has been offered \$4,000 per annum to become head of the Calgary waterworks sys-

Henning protested against the way the work was done, and his discharge was advo-cated by Judge Winchester.

Condition Is Dangerous-

Traverse Case to the

March Sittings.

gerously ill," said Dr. Chambers.

BEATTIE NESBITT

# REVIVES THE ST. CLAIR CASE

Theatre Lawyer Declares Missing Man's Pamphlet Put Thoughts of a Suggestive Show Into Critics' Minds.

they paid in for their shares. Even Jury Must Say Whether He Will Be Included in Indictment-Justice Will Wonder as to Punishment.

Mr. Stair was placed on the stand at the opening of the afternoon session to give evidence to the effect that he was in South America at the time very little hope for his recovery. "He

of the performance here. To Mr. Meredith Mr. Stair admitted that he knew the "Darlings of Paris" subscribed bona fide, of which \$250,000 was booked for the Star Theatre, but bitt at the present assizes to answer to the charges of "fraudulently makthat he had never witnessed the show."

Bank Act these amounts not being that he had never witnessed the show. Justice Middleton: If you decided that a show was not to be performed very improbable. All hope for his apart the Star Theatre, would you have pearance was practically abandoned afpower over Manager Pierce in this

regard? "Yes; but Mr. Pierce possessed such H. Dewart, K.C., counsel for Dr. Nesower in my absence." power in my absence." "Then you are nominally the mana-

"Taken in that way, yes." H. B. Lennox, K.C., M.L.A., Mr. that he was satisfied that the doctor was too ill to stand trial at present, Stair's counsel, who argued that Mr. counted notes of subscribers to the Stair did not come under the section the close of the present sitting of the amount of \$100,000, and was thus enabled to make a deposit with the receiver general of \$250,000, the mini- that the matter of whether or not Mr. mum amount specified by the Bank Stair should be on the indictment would be left to the jury. If it come

been issued the shareholders would have received back their money, and Travers and his associates would never have been authorized by the Government to solicit and receive deposits from the public.

Act of Moral Justice.

The memorial points out that under the maxim, "The king can do no wong," the shareholders and depositors are disabled from seeking relief in the courts. The finance ministers and depositors are disabled from seeking relief in the sovereign the crown cannot be culled upon to answer for their acts any more than tho the king himself had granted the certificate. It is pleaded, however, that parliament as an act of moral justice and clemency.

Continued on Page 5 Column 3.

To women and Children Massacred. ATHENS, Greece, Jan, 11.—Mussul, rans today massacred thirty women and children and pillaged and burned one hundred and twenty houses in the one hundred and twenty houses in the first the wing his because the matter with Mr. Pierce, the massacred them that Mr. The was in no way responsible. This ten the matter with Mr. Pierce, the massacred that the star with Scretary Wilson reads: "To the troubled waters. The note he leaves the troubled waters. The note he leaves the trouble day massacred thirty women and children and pillaged and burned one hundred and twenty houses in the one hundred and twenty houses in the forewar, the matter with Mr. Pierce, the matter with Mr. Pierce, the massacred them that Mr. They were pursued by the Governing the crown cannot be the maxim, "The king can do no wong," the shareholders and depositions are disabled from seeking relief in the courts. The finance minister and the matter with Mr. Pierce, the massacred them that Mr. They were pursued by the Gurn the Greek frontier.

The victims were driven out of their distance of Epirius, a short d

## HAZEN DEFEND **PLANT FIRST**

Board of Control Instructs Commissioner Harris to Give Engineers a Chance Before Discharging Them.

**BLOWIT UP. SAYS FOSTER** 

Pure Water Expert" Thomas Davies Anxious to Help-Purity of Water Supply Not Impaired.

"We have left the matter in the hands of the commissioner of works," said Mayor Hocken, when asked as to filtration developments after the private nieeting of the board of control held in his office Saturday. 'We don't think it advisable to discharge Engineer Hazen without giving him a chance to make a statement or defend himself in any way. We have instructed Mr. Harris to communicate with him, and nothing can be done

until we hear further." Information as to what is really wrong is hard to obtain. Commissioner Harris' report says that the leakage is inwards, while others, who are expected to know, say that the reverse is the case. In any case, according to a portscript to his previous report, the purity of the water supply is not impaired, and that there is no hole in the six foot tunnel crossing from the city to the plant. It reads: "It is but fair to state that, if there be a leak into the six foot steel con duit or the tunnel crossing island and bay respectively it would show in this test as a leakage into the clear water reservoir." leakage is inwards, while others, who

reservoir."

"Where do you think the real leak exists?" Controller McCarthy was esked. "Goodness knows. The ex-Dr. Graham Chambers Say asked. "Goodness knows. The experts should be able to say that. I shall be looking forward to Mr. Hazen's report as compared with the reports of our own engineers. I would presume that the water leaks from the filters into the reservoir."

"What would you do with the filtration plant?" The World asked Controller Foster.

"Blow it up," was the reply.

"But that is not consistent with your principles of economy, is it?"

"It doesn't seem like it, but when you begin to patch and patch, you keep spending money, and accomplish

Dr. Graham Chambers stated to The

Sunday World on Saturday that altho the condition of Dr. Beattle Nesbitt was somewhat improved, there is still keep spending money, and accomplish nothing. It would be cheaper for the is suffering from dropsy, and is dancity to start all over again, with some thing new. We might spend as much The appearance of Dr. Beattie Neson repairs as would construct a new plant, and be just where we are now." The happenings of the past few days have practically sounded the death-knell of slow sand filtration for the wrecked Farmers' Bank, seems the City of Toronto, a great deal of agitation for the mechanical system of filtration has been in order during recent months. Some candidates durter a conference between Mr. Justice

Middleton, Crown Counsel Meredith, Acting Crown Attorney Thurston, H. ing the recent election, especially R. M. Yeomans, made it their principal plank. Mayor Hocken has tacitly sig-nified his willingness to adopt the latis attending Dr. Nesbitt, held on Friday at the close of the assize court.

Mr. Justice Middleton announced ter system, and has even suggested a trip by council to Montreal to see Saturday morning, when court opened, them in operation at Westmount, where they are reported to be giving and that his trial would stand over till Davies to the Rescue. Thomas Davies, the mayor's opponet for his position, called at the mayor's office to offer his "sympathies," as he termed them, and suggested that when the council has done its utmost towards solving the difficulties, and then in all probability fails, he will step in and pour oil over the troubled waters. The note he left

THE BRAINY WARD.

Mayor Hocken and Controllers Fos-

#### **HUGE COST OF PARTY ELECTIONS** SAPS INDEPENDENCE OF M.P.'S

In Close Districts Five Thousand Dollars Is Needed For Legitimate Expenses—Should Electors Put Up the Money or Leave It to Party Organizations?

OTTAWA, Jan. 11 .- (Special.) - What does it cost to run an election, and who puts up the money?

It is said that \$5000 is needed for legitimate expenses in a riding at all closely contested. There are some districts, of course, where a party nomination may be equivalent to an election, but these are few and far between. Even Carleton, Ontario, is quite warmly contested; the result is always the same, but none the less there is a contest.

In Quebec, when the Laurier star was in the ascendant, the Liberal nomination did not always mean election, because some Independent Liberal candidate might take the field. In Maisonneuve, after the death of Raymond Prefontaine, the government candidate was badly beaten by the Labor leader, Alphonse Verville, who has held the seat ever since.

EXPENSES OUT WEST.

Out west, election expenses are much higher than in the east. One candidate in a western riding in 1908 had to pay \$500 in cash to have a letter delivered to some distant part of the riding. The messenger, in order to make time, had to hire fresh horses as often as possible, had a good deal of canoeing to do, required a companion to help him portage and the like, and probably spent a considerable portion of the \$500. Then his time, two or three weeks, was worth a good deal. The election expenses of this candidate amounted to many times \$5000, and left him financially crippled. In some by-elections where national interest is aroused remarkable amounts of money are spent for legitimate and illegitimate expenses. The public is pretty well informed as to the expenditure in the London by-election of 1905, and rumor speaks of the delighted voters fairly swimming in money at a recent by-election in Manitoba.

The ordinary member of parliament must contribute to many clubs, associations, churches and charities every year, and must spend, or have expended for him, a considerable sum of money at every general election. If he puts up all this money himself, he is practically paying for the privilege of serving the people. If it is put up for him, he is under an obligation to the person or persons who put it up. Even the the money be furnished by the political party to which he belongs, the member of parliament so elected ceases to be a free man. He must be a party man, without regard to his individual convictions, or be regarded as an ingrate. Not only this, but he is soon made to understand that the party will not finance him at the next elec-

POOR MAN TIED UP.

The Grain Growers' Guide, the farmers' mouthpiece of the west, points out that a member of parliament with little or no income beyond his sessional indemnity of twenty-five hundred dollars, cannot be independent. Should, therefore, only wealthy men be elected to parliament? Assuredly not. We desire, it says, our representatives to be wealthy in brains and rich in honor, but we do not require them to be landed proprietors, or big figures on the stock exchange.

Twenty-five hundred dollars a year is not to be sneezed at, and it may be that some members of parliament, when elected, were netting less from their profession or business. A frugal man with a frugal wife, living in a small town or village, could out of this income maintain his family and pay his board at

the capital during the session. But where is such a member to get the money to run an election? He is compelled to call on the party campaign chest, or the great corporations who are constantly haunting the halls of parliament looking for subsidies and all kinds of legislation, and, if all reports are true, according to The Guide, these corporations are permitted, if not invited, to contribute to party

funds at every general election. Unfortunately, some members of parliament, by their long absences from home, lose their practice if they are professional men, or are unable to attend to their business if they are business man, and at the same time perceive their expenses at Ottawa, especially if they bring their families to the capital, considerably exceeding the sessional indemnity. These men are subject to temptation from the lobbies and other agents of the big corporations who haunt the parliament building in search of such prey.

LET ELECTORS PAY EXPENSES.

The Grain Growers' Guide, in discussing this general question, suggests that the electors who desire a certain man to represent them in parliament, should carry on his campaign and pay all his election expenses. Then The Guide points out that such a member of parliament would be independent of party control and of corporation influence.

To increase the salary, so that men will seek election to parliament for the sake of the salary, would probably not improve

What, then, is the remedy?

To elect wealthy men is not to solve the riddle, because experience shows that the wealthiest members of parliament are seldom seen in their seats. But until the riddle is solved we can have few truly independent men in parliament. To increase the indemnity as it is now proposed, by \$500, is the merest make-

Some of the best men in parliament would find themselves unable to finance an election campaign, and are virtually forced to submit to a system which saps their independence and the vitality of parliament. They live economically, even meagrely. so far as their personal expenses are concerned, but they cannot get out of the rut. Perhaps many of them would not do so if. they could. Even should they go to the senate, or bench, they would not get away from the party influences which control them in the house.

## ON FINANCIAL CONDITIONS

Improvement in Position of European Banks Not as Favorable as Figures Would Indicate.

#### BANKERS APPREHENSIVE

Pending New Security Issues Are Likely to Strain Markets-Time For Extreme Caution.

NEW YORK, Jan. 11.—(Special to The Sunday World.)—The London correspondent of The Evening Post

cables as follows today: The two interesting develop of the week, on this side of the ocean, are the improved position of the principal state banks and the activity of new security issues. The improvement at the banks is slightly misleading, however, because the past week's increase of £2,600,000 in the reserve of the Bank of England and of £3,100,-000 at the Bank of Germany, really represented recovery from exceptional weakness. When the returns are compared with this week a year ago, both institutions show a distinctly less strong position. The important proposals made in Germany for smaller note issues with a view to increasing the bank's gold reserve, indicate the

the bank's gold reserve, indicate the feeling on the continent.

It is impossible to say precisely what the terms are which the Bank of France is offering to attract gold imports. There is no doubt entertained, however, as to their being both exceptional in character and extraordinary in the amount of inducement tendered. There still literally exists a famine of gold in France, caused by the people's hoarding, and unless the European diplomatic horizon clears up soon and completely, the resultant situation may become really serious.

dislomatic horizon clears up soon and completely, the resultant situation may become really serious.

Bankers Are Very Cautious.

Here at London no reduction in the bank rate is yet discussed, and in fact, it is generally admitted that the present indications justify the ultra-cautious policy pursued at the end of December. It is still true, however, that the outlook is wholly obscured by European politics; the feeling being that if fresh complications were to be threatened in the Balkan settlement, it would mean trouble for the markets. Concerning New York, the belief prevails that, barring reaction from your present trade activity, this year's average money rate in the United States is likely to be higher than that of 1912. Notwithstanding your large export trade, American credit balances in Europe are not so large as might possibly be imagined, and your position on foreign exchange is constantly being affected by the automatic maturing of that part of your railroads short-term indebtedness which was placed abroad. Some fear is expressed, however, that your gold exports to Paris may mean that your market can-

placed abroad. Some fear is expressed, however, that your gold exports to Paris may mean that your market cannot be relied on later, to help in providing for Argentina's gold requirements, which will be large.

Big Loans Are Pending.

It is still evident that very large foreign loans are only awaiting settlement of the peace negotiations before seeking a market. All leading bankers agree that continuance of the present pace in general trade, together with an extensive boom in new securities, would create a considerable strain. The past week's public announcements of such issues foot up several million pounds, while innumerable private placings of two and three-year obligations have occurred, including some from America. from America.

#### EMPEROR WILLIAM **ACTS AS FIRE CHIEF**

Took Control of Fire Brigade When Blaze Threatened New Palace.

NEW YORK, Jan. 11.—A cable from Potsdam says: Emperor William assumed a brand new role today, that of fire chief, when a blaze for a time threatened a compartment in the New

When the flames were discovered the kaiser immediately took command of the palace fire brigade, which was quickly reinforced by the Potsdam fire department. At the head of the men the emperor directed the streams of water that played on the fire. Un-der his guidance the firemen confined the blaze to two rooms of the wing of the palace where it originated. The empress was an interested spec-tator while the fire lasted, and a large crowd gathered, for from a distance it

Their work done, the firemen were thanked by the kaiser and treated to wine from the imperial cellars.

SUNDAY WEATHER Decidedly colder snow.

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