TING **WOODSTOC**

ng Addresses by Bisho Mayor Jones-Simila ts of Carleton County.

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IRE PEACE ARRANGED

IN LONDON, ONT.

e Arrested and an Unpostound on One of Them-

The Senti-Weekly Telegraph

of The Rems

TIDE OF BATTLE TURNS TO RUSSIANS IN EAST; GERMANY LOSES SUBMARINE AND DESTROYER

BALANCE IN BATTLE TURNS TO RUSSIANS

Duke Nicholas Checks German Offensive in P land and Throws Fresh Army in Pursuit

Report of 12,000 Prisoners Taken and Prediction Made That Only Question Remaining is How Many Germans Can Escape—Czar Cheers Wounded With News—Cossack's Story of Fighting in East Prussia.

New York, Nov. 23—A news agency despatch from London says: "Reports from Petrograd say that the advance of Von Hindenburg's army on Warsaw has been checked, that a victory has been won at Kutno, twenty-five miles west of Lowicz, and that 12,000 prisoners were taken. It is also said a new Russian army has reached

"This account says it is now only a question of how many Gernans succeed in escaping in this great battle between the Vistula and

OFFICIAL STATEMENT CONSERVATIVE IN TONE. Petrograd, Nov. 23—The following statement from the Rus-general staff was issued tonight:

"The fighting between the Vistula and the Warthe rivers continues. It still maintains the character of extreme stubbornness at the north of Lodz.

MANY NON-COMBATANTS KILLED AT LIBAU.

Paris, Nov. 24, 2.10 a. m.—A despatch to the Havas Agency from

BY PERCIVAL GIBBON.

(Special Cable to Daily Telegraph and Montreal Gazette).

Petrograd, Monday, Nov. 23—I have excellent authority for a statement which still awaits confirmation by mi itary officials to the effect that the Russians have scored a considerable success between the Vistula and Warthe rivers, where two entire German regiments have been taken prisoners. This afternoon Emperor Nicholas, while visiting the wounded at Tsarskoe Selo Hospital, gave this news, which

His majesty was noticed to be in a particularly cheerful frame of mind, from which those present augured that the news was in reality much more important than was thought necessary to explain to the wounded. In fact, it is supposed that the turning point has been reached in the great battle which has been raging for a week between

The above two controls the person of proper and the control of a proper than the control of the person of the pers

While Russians Are Smashing German Forces in Poland and GERMANS HAVE TWO Continuing Advance in Galicia and East Prussia, There is Still No Indication of Removing Pressure Against Allies and New Attack on Channel Ports is Beginning---Violent Fighting Now in Argonne District---Heroic Attack by British Aviators on Zeppelin Factory Was Not Made in Vain But Considerable Damage Effected.

London, Nov. 23, 9.30 p. m.—The German submarine U-18 was rammed and sunk today by a British patrolling vessel off the north coast of Scotland, according to a British admiralty statement. The U-18 was a comparatively new vessel, having been built in 1912. She had a cruising radius of 2,000 miles.

The battle which is being fought in the region between the Vistula and Warta rivers in Poland appears to have turned in favor of the Russians. In fact, a special despatch from Petrograd to Paris says that the Russian army already has won a decisive victory. While this may be an exaggeration, both the Russian and the German official reports suggest that General Von Hindenbur's second thrust at Warsaw has be n checked.

Grand Duke Nicholas, commander-in-chief of the Russian forces, for two days in succession has recorded partial successes in this great battle and tonight the German general staff says that the arrival of Russian reinforcements has postponed a decision. Both sides have expressed the greatest confidence in the outcome of this battle. Grand Duke Nicholas and General Von Hindenburg heretofore have been so successful in their strategy that their adherents look upon them as almost unbeatable.

The German papers only this morning were talking of a general Russian

man East Africa.

British naval airmen, including Flight Lieutenant Sippe, one of those who destroyed a Zeppelin shed and an airship at Dusseldorf before the Germans took Antwerp, have made a still more daring raid from French territory over Friedrichshafen. According to the aviators' account they dropped bembs which damaged the Zeppelin factory at that place. One of the aeroplanes was brought down by German guns, but the others escaped without sustaining damage.

One Battery And Captured Another

pital, but also of many others.

"Shoot, D-n It. Shoot, Last Cry

British Patrolling Boat Disables and Captures New Submarine With Crew

Danish Steamer Accidently Collided With Destroyer Which Foundered With Crew of Sixty and Only Two Rescued-Kaiser Wilhelm der Grosse Captain, Escaping to Berlin Belgian Wiped Out is Deco ated by Kaisen

London, Nov. 23, 11.35 p. m.—The secretary of the admiralty announces that the German submarine boat, U-18, which was reported off the north coast of Scotland this morning, was rammed by a Brit-

Paris, Nov. 23—No B. gian soldier is ecciving more acclaim in the French press than Emile Sapin, who, at the age of 22, has received the decoration of the Order of Leopold and the Cross of the Legion of Honor. Le Matin confessed to could not believe all the brilliant exploits attributed to this young man, who was a private when war was declared,

The submarine boat U-18 of the German navy was built in 1912. She has a cruising radius of 2,000 miles and a speed of 14 knots above water and eight knots submerged.

DESTROYER LOST WITH 58 MEN.

London, Nov. 23, 8.20 p. m.—A despatch to the Exchange Tele-ph Company from Copenhagen says the Danish steamer Anglo-ne collided last night in the Ore Sound with the German torpedo

says that the crew of the S-124 has arrived in Copenhagen.

Second: Two weeks later he person-ally captured the flag of a regiment of Hussars, whose colonel he also shot.

ANOTHER ACCOUNT SAYS CREW SAVED.

Copenhagen, Nov. 23, via London, Nov. 24, 12.55 a. m.—A Ger-Third: Near Louvain sent out in a man torpedo boat destroyer was in collision yesterday with the company of six other men, Sapin succeeded in capturing forty soldiers, in-

Just how it has proof of such achievements Le Matin does not say, but it did a half hour later. The destroyer was towed by one of the torpedo dids that General Loe, of the Belgian boats to the Swedish coast, where she will be disarmed. The injured warmy, and two cabinet ministers have

The German torpedo boat destroyer S-124 was built in 1903. She was of 6,500 horsepower, and had a speed of 28 knots. She carried a crew of about sixty men.

MEASURES AGAINST
GERMAN INVASION.

London, Nov. 28, 10.45 p. m.—Plans
for dealing with a possible German in-

TIMBER GRAFT WAS RAISED BY "GROSS EXTORTION." AND FLEMMING IS GUILTY IN THE RAILROAD CASE

DRASTIC REPORT ON THE DUGAL CHARGES

Royal Commission Uses Strong Language in Both Timber Graft and **Railway Matters**

Flemming Guilty of Compelling Contractor Kennedy to Fork Over \$2,000, and He "Set Seal of His Approval" on Crown Land Blackmail Which Berry Extorted—Flemming "Not Guilty" of "Directing" Berry to Extort—Money "Diverted" in Connection With Valley Road Less Than Charged, But Many Irregularities-McLeod Not Guilty—Full Report of Sweeping Findings on Royal Commission's Report Both Sets of Dugal Charges.

The report of the Royal Commission which investigated the Dugal charges was made public last evening by Governor Wood, and is published herewith. It is in two sections, the first dealing with the extortion of money from the holders of Crown Lands, and the second lealing with the charges in connection with the Valley Railway.

Taken together these reports are absolutely crushing in nature Their appearance must presage a revolution in the affairs of New Brunswick, for an examination of both documents proves that they are the most important ever placed on the public records of this

Briefly the Royal Commission finds, in regard to the

TORTION

IS THE T THE MONEY WAS ACTUALLY EXTORTED."

As to the nature of the transaction, the Royal Commissioners say "It is difficult to imagine anything more reprehensible or blame worthy than that an official of the department interested should present such a demand.... To those dependent upon the renewal of their timber licenses it is not only an extortion of the most effective nature but it appears the more harsh and cruel inasmuch as it is proluced by one to whom it is unsafe to make protest and for a purpo

The Commission does not find evidence actually to prove that mming personally directed the extertion, but it says:

That Flemming named the treasurer of the fund, Teed of Wood-

That Flemming knew efforts were being made to get money from the holders of Crown timber licenses.

That Flemming knew from time to time that such moneys were

coming into Teed's hands. THAT FLEMMING "SET HIS SEAL OF APPROVAL ON THE TRANSLACTION BY INTRODUCING HIS CHOSEN TREASURED

TO MR. BRANKLEY WITH THE WORDS: 'ANYTHING MR BERZY TELLS YOU ABOUT THIS MAN (TEED) WILL BE ALL That it is fully proved that the money was in fact extorted by

Berry, and that Flemming "WAS WELL AWARE THAT MONEY WERE BEING COLLECTED FOR A PURPOSE UNQUESTION ABLY IMPROPER." This the Commissioners say is amply Also the Commission says it is manifest that Flemming "directed the disposition of such money when collected, also THAT "HE AQUIESCED IN THE COLLECTION OF SUCH MONEYS AT A

TIME AND FROM A SOURCE HIGHLY AND GRIEVIOUSLY IM-

view that Flemming could not possibly be in ignorance of Berry's activities and of the methods he employed, the Commission does not find such sufficiency of proof as would justify it in declaring that the personal direction of the extortion by Flemming was actually established. Such is the gist of the report on the timber charges, which is

given in extended form below.

THE RAILWAY CHARGES.

The charges of Mr. Dugal in connection with the Valley Railway were, in the main, two: that a large amount of money into for the construction of the railway was diverted from its p channel, and that contractors under the St. John & Quebec Ra of the local government in the year 1912.

The Royal Commission finds that some sums of money were diverted, and improperly charged, that many indefensible payment.

And that Flemming compelled Contractor Kennedy of Kennedy

& McDonald to pay him \$2,000, In regard to the \$2,000 which Flemming got from Contractor

Kennedy, the Commissioners say:

of compulsion which has been charged against him."

The report says also, on this head:

"What might rightly be considered compulsion under one set of circumstances might by no means constitute or give rise to it under other circumstances, and therefore it it is that while there was no threat or menace in the conversation (between Flemming and Kennedy) we have NO HESITATION IN CONCLUDING THAT THE COMPULSION UNDOUBTEDLY EXISTED, TAKING ITS RISE PRIMARILY FROM THE FACT THAT MR. FLEMMING WAS PREMIER OF THE PROVINCE AND MR. KENNEDY WAS A CONTRACTOR IN THE BUILDING OF THIS WORK IN QUES-

contract in making the payment is dismissed by the commissioners as not necessary to prove compulsion. Rather, they state further:

"The compulsion, which accompanied the act, did not take its rise from any fear of disappointment with reference to a second contract, nor was the money given with a view of securing it, but it was caused by the very position held by Mr. Flemming and possibly also from an apprehension as to the contingency which might attach to the performance of the existing contract in case of refusal to pay."

In other words the Premier of New Brunswick "shook down" the contractor for \$2,000.

tractors, swore another way in regard to the payments to McLeod, commissioners find that they cannot say, as against Mr. McLeod's ial that the charge has been proved, and therefore they find Mr.

THE COMMISSION FINDS THAT \$100,000 OF THE \$350,000 ORROWED BY GOULD AND HIS ASSOCIATES FROM THE PRUDENTIAL TRUST COMPANY DID NOT GO INTO THE RAIL.
WAY and must not be charged against the bonds. They refer to \$107,000 of other charges as improper.

in any way.

It finds that the ten per cent which the construction company was getting from the railway company was an improper transaction.

It is found improper that one Gould company should make a profit out of another Gould company and that the profit should come out of the Province of New Brunswick.

Payments such as \$1,000 to the Fredericton Gleaner and \$3,000 to Winslow are stamped by the Commission as without justification or excuse. Many preliminary fees to solicitors are also condemned.

The Commission's views on "diversion" of funds are somewhat technical and required careful reading. While the Commission finds \$107,000—much less than Mr. Dugal alleged—not properly charged to construction, it does not support his principal charge of diversion.

On the Timber Charges

The royal commission's report on the timber charges begins with a recital made by Mr. Dugal

artment for the year ending October 31, 1913, which said amounts were unawfully extorted amounting in the whole to the sum of about \$100,000, no portion of which sum was accounted for or paid into the revenues of this prov-

Then the commissioners recite that they were authorized to investige charges and report whether they find Flemming guilty of directing the eard if the moneys were so extorted with Flemming's knowledge and con ler his direction, and received by Berry, then what disp ake of the funds and what was their ultimate de

port produce from the statutes the Flemming Timber Act—"An act respecting the Crown Timber Lands of the Province." This act, with which the public is ar, provided for the system of bonuses by those holders who desire to re-heir lands, and the division of the crown lands into the various classes ginning with the bonus of \$100 a square mile for class A and running down \$20 a mile for class D.

Having recited this act of the legislature, the report proceeds to relate that wn land policy from 1898 down to the present time, pointing out that the es were to expire in 1918 and showing how this policy was altered by the mming Timber Act. The report then proceeds as follows:
"By the provisions of Section 3 of said so mentioned act, the lieutenant

"By the provisions of Section 3 of said so mentioned act, the lieutenant ernor-in-council was to determine, prior to the first day of July, 1913, the bunt of bonus to be paid by the said lessees per square mile for the privilege getting timber upon the lands held by them, and it was considered that he examination should be made and information obtained for the purpose of siftying the crown land areas held by various licensees with a view of determing the amount of bonus that should be paid by the respective holders thereof, and it appears that William H. Berry (who is the Berry mentioned in said charge) and who was at the time the Hon. Mr. Diemming became surveyor-general, and afterwards, an important official of the department, to wit, chief superintendent of scalers, was charged with the duty of making the examination and securing the information aforesaid, and it is in evidence that the said William H. Berry had called upon most, if not all, of the large holders of crown nd areas, and received from them, as many testified all the information they dtheir woods' foreman and other employes could give with reference to the ation and general conditions of the lands held by them, the character and allity of the lumber on their respective areas, the extent of their production, the facilities for lumber operations upon said lands with reference to stream diving, and the prospects and possibilities for reproduction.

"The said William H. Berry afterwards made a report or statement to Hon.

held by them, dividing their holdings into classes, A. B. C. and D. The statement so submitted gave the number of miles held by each lessee and the class in which each should be placed. Mr. Flemming states in his evidence that after said statement was submitted, and after the discussion of the matter with his olleagues, an order-in-council was made on July 10, 1913, fixing the rate of ses as follows: \$100 for class A: \$75 for class B; \$50 for class C, and \$20 for class D."

The report then reproduces the order-in-council referred to which fixed the sification and specified that the bonus due on August 1, 1918, might be adssification and specified that the bonus due on August 1, 1918, sted by the payment of one-half the amount in cash and the obli licensee to pay the remaining one-half on or before August 1, 1914. The reporthen proceeds as follows:

"The Hon. Mr. Flemming is unable to give the date when the first intir tion was made to him that the formation of a fund for party purposes was in contemplation, but evidently it was after Berry had conferred with the lessees of crown lands for information with reference to the classification of their lands as mentioned above, which would prabably be some time in the latter part of May, 1913. He says that William H. Berry stated to him more than once that the lumbermen, meaning the lessees of crown lands, were desirous of making a contribution to the party's funds, that at first he took no notice of the suggestion but the second or third time it was mentioned by Berry he told him that he (Flemming) could have no connection with a matter of that kind, and that he (Berry) must have no connection with the getting of money for that purpose, because he (Berry) was an official of the department and that his usefulness would be sone if he had received money for the last his usefulness would be sone if he had received money for the had received money for the high received money for the had received money for the high received money for the high received money for the had received money for the high received money for the high received money for the suggestion of the suggestion of the suggestion but pose, because he (Berry) was an official of the department and that his usefulness would be gone if he had received money from the lumbermen, and, if contributions were made, E. R. Teed of Woodstock, would be a proper person to receive the funds in the interest of the party. Flemming said that he spoke to Teed about the matter, told him what Berry had said about the proposed contributions to a party fund from the lumbermen, asked him to take care of said fund, and Teed consented to do so. Mr. Flemming also says in this connection he, did not know or have any hint, knowledge, or information that the contributions were to be other than absolutely voluntary.

which they did in very considerable numbers, to talk over the general provisions of the last mentioned Act, and to make suggestions in regard to it, and to

HOW THE "BAG" WAS FILLED.

s, manager of the Dominion Pulp Company, Wm. B. Snowball, of the J. wball Co., Ltd., Allan Ritchie, Hubert Sinclair, for the Sinclair Lumber y, James Robinson, N. M. Jones, manager of the Edward Partington Pulp & Paper Company, James A. Rundle, and Charles L. Fenderson, that it was desired to raise a campaign fund, and asked them to contribute a sum of ney equal to \$15 per square mile of their holdings of Crown Lands, in ad-to the bonus to be paid by them.

"While some at first demucred, and some asked for time to consider the

matter, the final result was that they paid up in cash, cheques or bank drafts, to J. W. Brankley, general manager of the Miramichi Lumber Company at Chatham, whom Berry had asked to act as treasurer of the fund fof a time, and afterwards to pay it over to E. R. Teed, as follows:

	The second second
. P. Burchill	2,000.00
Sathurst Lumber Company	15,000.00
. B. Snowball Co., Ltd	7,200,00
Allan Ritchie	4,500.00
Sinclair Lumber Co	3,000.00
ames Robinson, on own account.	2,167.50
armes Robinson, on account, T. Lynch Estate	1,830.00
ames A. Rundle	832.50
Township Marine X by the flore that the first the second	

gar R. Teed, who was designated by the Hon. Mr. Flen take case of the said fund for party purposes. In addition to the said amounts there was received by the said Teed for the purpose of said party or campaign fund from Frederick C. Beatteay, acting for Stetson Cutler Co., the sum of \$15,-000, and from Nathaniel M. Jones, representing the Partington Pulp & Paper Co., the sum of \$3,250, both companies being at the time lessess of Crown Lands, and both these amounts were paid by the said companies over and above the bonuses paid by them under the said Act 3, George V, Chapter 2.

SOME OF BERRY'S PICKINGS. "The evidence clearly shows that William H. Berry received the sum of \$4,-500 from the Dominion Pulp Company through a bank draft sent by Walter C. Stevens, manager of said company, to John E. Moore, of St. John. Moore endorsed the said draft and Berry got the money for same from the bank; also from the Bathurst Lumber Company through Angus McLean, manager of said company in addition to the above amount of \$15,000, paid by them, the sum of \$5,000; from the Louison Lumber Company through Charles L. Fenderson, manager of said company, the sum of \$2,000, and from Stetson Cutler Co., through Frederick C. Beatteay, the sum of \$5,000, in addition to the said amount of \$15,000 paid by them, all of which moneys the said Berry retained and still retains and has appropriated to his own personal use.

"EXTORTION" DEFINED. () | Same and address.

"Now, as to the moneys so received by Berry as above set out, the first in iry that suggests itself is: Were these moneys extorted by him? "To understand and appreciate just what is involved in the terms 'extort and 'extortion' it is well to say that there is necessarily conveyed by these words the idea that the thing extorted is acquired under compulsion or exaction, as stated in the definition of extortion, given in 12 A. E. Encyclopedia of Law 2nd, Edition, 576, or by reason of the subjection of the giver to some necessity (Standard Dictionary) or is obtained by the party extorting it by virtue of his authority over the person parting with it (Century Dictionary). In Halsbury's Laws, of England, Volume 9, page 665, under the head of Extortion by Threats the author says: They (the menaces) must be of such a nature as to unsettle the mind of the person to whom they are made and take away that element of free voluntary action which long constitutes consent.'

Would appear in the books of Col. Loggle's office that they had only paid \$10,419.15 and \$187,13, stumpage on 5,486 and \$19,15 and \$19,

element of free voluntary action which long constitutes consent."

"In Canadian law it is an offence to do certain things enumerated within the code with intent to extort or obtain anything from any person. Doing such things constitutes the statutory offence of extortion. It is not, however, with the offence so defined by statute that we have here to deal. For the purose of this enquiry, having regard to the definition above referred to, we con-

given by free voluntary action on the part of the donors.

"To decide this question it becomes necessary to pass in review the conversations and negotiations, as well-as to consider the circumstances under which such conversations and negotiations took place and the relationship of

the parties affected thereby. PUTTING IT UP TO THE LUMBERMEN.

"In the conversation with Mr. John P. Burchill in June, 1918, Berry exclained that the bonus had not yet been settled, but he thought it would be in the vicinity of one hundred dollars a mile, and he said it was proposed the lumbermen should put up a fund of fifteen dollars a mile for election purposes. It must be horne in mind that at the time of the conversation bove referred to the lands were not classified, neither was the amount of the onus determined. Mr. Burchill paid his contribution on the 27th day of June,

ns, manager of the Dominion Pulp Company, Mr. Berry said couldn't answer his (Stevens') inquiry as to how much the bonus upon the ulp company's lands would be until he (Berry) had seen Mr. Brankley. Mr. evens further testified that after he had agreed through Mr. Brankley to put up fifteen dollars a mile for a campaign fund, and after informing Berry that he had agreed to Brankley's proposition, Mr. Berry informed him that the classification of the company's lands would be \$75 per mile. On the day following, 27th June, 1913, Mr. Stevens paid Mr. Brankley \$4,500 for the cam-

1913, after a discussion concerning the lands under license to J. B. Snowball Company, Berry said to Mr. Snowball:—There is another thing I want to discuss with you—it is considered an opportune time to raise a fund—it is considered that all you lumbermen should pay \$15 a mile—all the others have agred to it.' Mr. Snowball refused to pay until after discussing the proposal with others engaged in the business, and as a matter of fact did not pay until the 15th day of July, 1918, on which date he handed over his contribution of \$7,200 to Mr. Brankley therein following Berry's instructions in that regard. WOULD HAVE TO "GIVE UP."

"To Angus McLean, manager of the Bathurst Lumber Company, Mr. Berry said that the bonus on the last named company's lands would be \$100 a mile, in addition to that, the company would have to put up \$15 a mile for an outside fund, which witness said he understood to be a campaign fund. The witness paid to the order of Mr. Brankley into the Bank of Montreal, thurst, fifteen thousand dollars between the first and third days of July, 913, as the company's contribution to the fund.

"Mr. Allan Ritchie has testified that in a conversation between himself

nd Berry on or about the 26th day of June, 1918, after discussing the hundred dollars a mile bonus, in the same conversation Berry brought up the matter of the campaign fund of \$15 a mile. Mr. Ritchie paid the levy on three hundred

miles, amounting to \$4,500, to Mr. Brankley on the following day.

"After telling Mr. Hubert Sinclair that the bonus had been fixed at one undred dollars a mile for Class A, and that about all the Miramichi lumbermen were in Class A, Mr. Berry went on to say that they wanted a campai an fund and thought the friends of the government should donate about fifth dollars a mile. This conversation took place about the 25th day of June. 1913, and on the following day Mr. Sinclair paid the money, and he says he gave it voluntarily and freely

MPULSION UNDOUBTEDLY EXISTED, TAKING ITS RISE to Teed about the matter, told him what Berry had said about the proposed contributions to a party fund from the lumbermen, asked him to take care of said fund, and Teed consented to do so. Mr. Flemming also says in this connection he did not know or have any hint, knowledge, or information that the amount of the bonus, asked for a campaign fund of fifteeen dollars a nection he did not know or have any hint, knowledge, or information that the amount of the bonus, asked for a campaign fund of fifteeen dollars a nection he did not know or have any hint, knowledge, or information that the amount of the bonus, asked for a campaign fund of fifteeen dollars a nection he did not know or have any hint, knowledge, or information that the matter, told him what Berry had said about the proposed contributions to a party fund from the lumbermen, asked him to take care of said fund, and Teed consented to do so. Mr. Flemming also says in this connection he did not know or have any hint, knowledge, or information that the amount of the bonus, asked for a campaign fund of fifteeen dollars a nile, saying that the the others were contributions were to be other than absolutely voluntary.

"On the same day Mr. Berry met Mr. James Robinson at the Miramichi Hotel in Newcastle, and after explaining about the classification of the lone in Newcastle, and after explaining about the classification of the lone in Newcastle, and after explaining about the classification of the lone in Newcastle, and after explaining about the classification of the lone in Newcastle, and after explaining about the classification of the lone in Newcastle, and after explaining about the classification of the lone in Newcastle, and after explaining about the classification of the lone in Newcastle, and after explaining about the classification of the lone in Newcastle, and after explaining about the classification of the lone in Newcastle, and after explaining about the classification of the lone in Newcastle, and a

Brankley Says Premier Flemming Instructed Berry-But Where Did the Province Come in?

E. S. Carter, who a few days ago made serious charge respecting the diversion Dalhousie Lumber Company, as part of nged by W. H. Berry, superintendent purpose of meeting W. H. Berry by apsintment in order to discuss the mat-

Mr. Brankley made the somewhat serious statement to Mr. Carter that Berry was acting under instructions of Premier Flemming, then minister of lands and mines, and that the amount \$2,903.32 was paid over to him or the Miramichi Lumber Co., he was not sure which, upon Flemming's instructions.

The reason he gave for this diversion of ch a large sum of money which should have been paid over to the crown land department and credited to the revenues department and credited to the revenues of the province, was that two years be-fore, when Mr. Rundle was manager of the Miramichi Company, the crown land department made them pay \$5,000 double tumpage for cutting under size, as was lleged by Berry, who was superintend-nt of scalers: Flemming, he said, when became surveyor-general, promised to ake the amount good and this is the ay he obtained part of the rebate.

He would not say from what source the second of the \$5.000, but

agree with Mr. Berry's version.

Mr. Brankley did not attempt to explain why after getting a check for \$2,903.32 from the Dalhousie Lumber Co. Mr. Berry not only did not report partment but sent out from that office ple reducing their account so that it

PLANS NOISELESS CARS FOR NIGHT TRAVELERS. Railroad Superintendent Promis

prove so popular that it will doubtless be adopted by other lines, is the first move of J. E. Taussig, now general superintendent of the Texas & Pacific

railroad.

Mr. Taussig seeks to accomplish the moiseless Pullman." As Mr. Taussig, who has been in New Orleans for the past few days, puts it, the Pullman is that section of the train where in the dark o' night Morpheus should reign supreme and all rebellious noises directed at his estate be summarily suppressed. senger trains to show the proper loyalty to sleep, so that Pullman travelers may derive the full benefits of the sandman's

his sleep might take on the cruel night-mare phase, and in coming round he'd just as likely as not fancy the roar of European war in his ears, or if his final nighteap had been overcharged a bit see a thousand hissing serpents about his

"That's to be eliminated—the hissing and spluttering of engines near sleeper—and another phase of nocturnal disturbance which is to be relegated to the junk heap of useless things is the shout ling back and forth in the yards that train crews seem to think a part of their business. No more shouting goes; modulated voice will do just as well at the same time prove more condu to the restful sleep of our patrons.

The third and most important bug that Mr. Taussig has on his list for

tain decapitation is useless talk by rods beneath the cars.

contributions were paid optional and voluntary. HAD TO PAY.

EXTOR

"Mr. James A. Run -in Division B. This pay fifteen dollars a mi the government, and paid the money, amoun June, 1913, and says he "The evidence give

sations with Berry the eventually at the Barke rate per mile had been was a good time to st fifteen dollars addition it over with his firm. the money was paid to but he says he had no classification of his lan "The sums paid by

pany and other compan with or through Mr. Be ther reference to them

paid until the fourth de ment had been progres Jones, manager of the by Mr. E. R. Teed. body else had paid it, quest, the company wo amount he would elimin thing was being dema the matter was with M made in connection wit to a campaign fund, the tion, and that they fel rest. The money was IT WAS CLEAR EXT

"Having in view conclusion that seems LY EXTORTED. U for any of the license he the proposition was made raised. The fact is the Crown Land official to all the lands was entry man Berry would prevale any of them and the official in the Crown Laeach license holder shot seem of less moment we

each license holder shot seem of less moment we the money. It was the gave weight, if not me so few out of all appro-"All the above in specially referred to ab-classifying the lands as licenting.

"GROSS IN THE EX At the time these fixing the bonus and would cover the full p IS DIFFICULT TO OR BI AMEWORTH MENT INTERESTE QUEST AT SUCH A est against such req might easily express amount then demande his licenses be renewed were in issue. By the ways be depreciated. above detailed, IS, IN CULPABLE IN THE

but it appears the mo whom it is unsafe to the contributors. "Coming now to tion remains: Was th Berry, directed by H man other than Hon. man other than Flon.
tive evidence upon the
yond the jurisdiction
Flemming has testifie
"But it was claim

heir timber licenses

amply proven and the treated or dismissed. gestions for the colle firm subsequently inson had expressed couragement given, lumbermen were de

WHAT FLEMMING "It is apparent the

ment but he warned ing the money. THI OF WOODSTOCK. TO GET MONEYS TIMBER LICENSES MONEYS WERE CO SEAL OF APPROV HIS CHOSEN TREA 'ANYTHING MR. B WILL BE 'ALL RI Messrs. Berry, Teed Fredericton, and Ber acting for the lumber

"IN THE CASE PANY THE PREMI CONTRIBUTION A CUMSTANCES, TH COMMISSION THA HAVE BEEN IN IC THE METHODS HI PORT SUCH A VI SUCH SUFFICIENC SION IN DECLARI TION PROVED. BY BERRY IS FUI AWARE THAT M POSE UNQUESTIO IS ALSO MANIFE SUCH MONEYS W IN THE COLLECT A SOURCE HIGHI

"That Berry hel thorized to speak on is, we think, beyon possibly all of them ernment in the task clusion for it was s make any inquiries tions in that regard BONUSES HIGH E

"The evidence s

inkley Says Premier Flemning Instructed Berry-But Where Did the Province come in?

S. Carter, who a few days ago made us charge respecting the diversion \$2,903.32 stumpage payment by the sie Lumber Company, as part of ment of a disputed account ard by W. H. Berry, superintendent ers, with them, tells The Telethat J. W. Brankley, manager of liramichi Lumber Co., of Chath in the city on Thursday for the cose of meeting W. H. Berry by ap-

Brankley made the somewhat s statement to Mr. Carter that is and mines, and that the amount 03.32 was paid over to him or the amichi Lumber Co., he was not sure ch, upon Flemming's instructions. I reason he gave for this diversion of a large sum of money which should been paid over to the crown land artment and credited to the revenues he province, was that two years between Mr. Rundle was manager of Miramichi Company, the crown land trument made them pay \$5,000 double mage for cutting under size, as was ged by Berry, who was superintend-of scalers. Flemming, he said, when became surveyor-general, promised to the the amount good and this is the he obtained part of the rebate.

The would not say from what source got the balance of the \$5,000, but steed that the amount had been paid the said was not say from what source got the balance of the \$5,000, but steed that the amount had been paid the said was not say from what source got the balance of the \$5,000, but steed that the amount had been paid the said was not say the said was not say from what source got the balance of the \$5,000, but steed that the amount had been paid the said was not say the said was not sa

his connection that his story does not ee with Mr. Berry's version.

Ir. Brankley did not attempt to exin why after getting a check for 03.32 from the Dalhousie Lumber Mr. Berry not only did not report collection to the crown lands detment but sent out from that office other statement to the Dalhousie people of the stateme d appear in the books of Col. Log-office that they had only paid \$19, 5 and \$137,13, stumpage on 5,486 ers, whereas on Aug. 20 they had an additional \$2,903.82 which did

an additional \$2,908.32 which did go into the provincial revenue.

r. Carter says Mr. Brankley called transaction "Irregular," but was extin his statement that Premier aming knew all about it.

r. Flemming, Mr. Brankley and Mr. were three of the gentlemen who in a certain room in the Barker se, Fredericton—and that interview in any eased upon the people by the

dr. Taussig seeks to accomplish the piseless Pullman." As Mr. Taussig, to has been in New Orleans for the it few days, puts it, the Pullman is at section of the train where in the ck o' night Morpheus should reign breme and all rebellious noises directed

e phase, and in coming round he'd as likely as not fancy the roar of opean war in his ears, or if his final

spluttering of engines near sleed d another phase of nocturnal ance which is to be relegated to the same time prove more conductive restful sleep of our patrons."
The third and most important bugal to Mr. Taussig has on his list for control of the conductive restriction. heard in the smoking compa they must seek the seclusion cowcatcher up front or retire to we are going to have a silent road,"
If Mr. Taussig, "and I know our pans won't be sorry."

EXTORTION PROVEN IN COLLECTION OF TIMBER GRAFT FUND BY BERRY

TIMBER GRAFT WAS RAISED

(Continued from page 2).
contributions were paid by Mr. Robertson, who testified that the payment was optional and voluntary. HAD TO PAY.

"Mr. James A. Rundle's land was classified at seventy-five dollars a mile—in Division B. This witness testified that Berry told him that he had to pay fifteen dollars a mile more, and that he understood it was to be paid into the government, and that Berry said:- His orders from the surveyor-general were to collect \$15 a mile, and that I was to pay it to Mr. Brankley.' Witness paid the money, amounting to \$832.50, to Mr. Brankley on the 26th day of

June, 1913, and says he figured it as a condition of getting his licenses renewed.

"The evidence given by Mr. Charles Fenderson shows that in his conversations with Berry the matters of classification and bonus were discussed, and eventually at the Barker House Fredericton, Berry told the witness that the rate per mile had been practically decided upon, but they had also decided it was a good time to start a political fund, and that the government expected fifteen dollars additional. Mr. Fenderson further says that he agreed to talk it over with his firm, and that afterwards in June, 1913, amounting to \$2,000, the money was paid to Mr. Berry in cash in the Dufferin Hotel in St. John, but he says he had no reason to believe the payment would influence the

"The sums paid by Mr. Frederick C. Beatteay for Stetson, Cutler & Com-pany and other companies, amounting to \$20,000, were not paid by arrangement with or through Mr. Berry. Consequently for this branch of the report no further reference to them need be made.

"The contribution of the Partington Pulp and Paper Company was not paid until the fourth day of October, 1918, although negotiations for its payment had been progressing since about the first of July previous between Mr. Jones, manager of the company, and Mr. Berry, who was at times accompanied by Mr. E. R. Teed. Mr. Jones said he paid the amount, \$3,225, because everyody else had paid it, and if all the other lumbermen had acceded to the request, the company would like to be on as good a basis, and by paying the amount he would eliminate any danger in that respect. He said he felt some-thing was being demanded which he had no right to pay. His conversation over the matter was with Mr. Berry, who told witness that in view of the terms made in connection with the bonuses the large timber owners should contribute to a campaign fund, that all the other large owners had agreed to the proposition, and that they felt that the Partington Company should come in with the rest. The money was finally paid on the fourth day of October, 1913. IT WAS CLEAR EXTORTION.

"Having in view the testimony given by the different contributors, the only conclusion that seems possible to us is that THE MONEY WAS ACTUALLY EXTORTED. Under the conditions which prevailed it was impossible for any of the license holders to exercise any freedom of mind or will when the proposition was made to them by Berry that the extra amount should be raised. The fact is that the request, if it can be so termed, was made by the Grown Land official to whom each license holder knew the classification of all the lands was entrusted. They knew further that the decision of this same man Berry would prevail in regard to whatever disputes might arise between any of them and the government scale in each season's cut. He was the one official in the Grown Land Department whom it was absolutely imperative that each license holder should appease and placate ; and all that being so it would seem of less moment what the actual conversation was when Berry asked for the money. It was the very relationship between each donor and Berry that gave weight, if not menace, to the suggestion, and accounts for the fact that so few out of all approached had strength of mind to refuse a contribution.

"All the above indicated conversations and payments, except the ones specially referred to above and excepted, took place before the orders-in-council classifying the lands and fixing the amount of bonus payable under each classification.

GROSS IN THE EXTREME."

At the time these demands were made the government was on the eve of fixing the bonus and stumpage payable by license holders for a time which would cover the full period of the lives of most of the parties affected, and IT IS DIFFICULT TO IMAGINE ANYTHING MORE REPREHENSIBLE OR BLAMEWORTHY THAN THAT AN OFFICIAL OF THE DEPART MENT INTERESTED SHOULD PRESENT SUCH A DEMAND OR RE-MENT INTERESTED SHOULD PRESENT SUCH A DEMAND OR REQUEST AT SUCH A TIME. The license holders were not even free to protest against such requests, coming from the lips of an official whose ill-will might easily express itself in ways that would cost much more than the amount then demanded. It was of the most vital interest to each holder that his licenses be renewed. His investments in mills, machinery and other plant were in issue. By the ill-will of Berry the value of his holdings could in many ways be depreciated, and for a man holding the position of chief superintendent of scalers to make such a proposition as that involved in the conversations above detailed, IS, IN OUR OPINION, AN EXTORTION GROSS AND CULPABLE IN THE EXTREME. To those dependent upon the renewal of their timber licenses it is not only an extortion of the most effective nature, but it appears the more harsh and cruel inasmuch as it is practised by one to whom it is unsafe to make protest and for a purpose repugnant to many of the contributors.

but it appears the more harsh and cruel inasmuch as it is practised by one to whom it is unsafe to make protest and fog a purpose repugnant to many of the contributors.

"Coming now to the immediate issue involved in this enquiry the question remains: Was this extortion, which is shown to have been practised by Berry, directed by Hon. Mr. Fleming?

"In the first place no one has testified that it was so directed. The only man other than Hon. Mr. Flemming who would be in a position to give positive evidence upon the point has been, since the start of this investigation, beyond the jurisdiction of the commission. On the other hand the Hon. Mr. Flemming has testified that he in no way directed such extortion.

"But it was claimed on the part of Mr. Dugal that such direction was amply proven and the evidence pointing to that conclusion cannot be lightly treated or dismissed. It was proven by the premier's own testimony that suggestions for the collection of a party fund or, as it was called in the conversation an 'educational' fund, had come to him from Mr. George Cutler, whose firm subsequently contributed a very large amount, and that Mr. James Robinson had expressed to him the same idea. To neither of these men was encouragement given, neither was the suggestion discouraged. The conversations with these two men transpired prior to Mr. Berry's announcement that the lumbermen were desirous of contributing to the fund which was afterwards raised.

WHAT FLEMMING KNEW AND DID.

ment but he warned Berry not to hav anything to do with getting or receiving the money. THE PREMIER NAMED THE TREASURER, MR. TEED OF WOODSTOCK. HE KNEW THAT EFFORTS WERE BEING MADE TO GET MONEYS FROM CERTAIN HOLDERS OF CROWN AND TIMBER LICENSES, HE KNEW THAT FROM TIME TO TIME SUCH SEAL OF APPROVAL ON THE TRANSACTION BY INTRODUCING HIS CHOSEN TREASURER TO MR BRANKLEY WITH THE WORDS: 'ANYTHING MR. BERRY TELLS YOU ABOUT THIS MAN (TEED) WILL BE 'ALL RIGHT.' At the time of such remark the premier, with Messrs. Berry. Teed and Brankley, was in his room at the Barker Fredericton, and Berry had acquainted him with the fact that Brankley was

acting for the lumbermen in holding the fund prior to its being passed over.

"IN THE CASE OF THE PARTINGTON PULP AND PAPER COM-PANY THE PREMIER WAS AWARE THAT BERRY WAS URGING A CONTRIBUTION AND, BACKED BY ALL THESE FACTS AND CIR-CUMSTANCES, THE VIEW WAS STRONGLY PRESSED UPON THE MISSION THAT HON. MR. FLEMMING COULD NOT POSSIBLY HAVE BEEN IN IGNORANCE OF BERRY'S ACTIVITIES AND OF THE METHODS HE EMPLOYED. THERE IS A GREAT DEAL TO SUP-PORT SUCH A VIEW, BUT, IN OUR OPINION, IT STOPS SHORT OF SUCH SUFFICIENCY OF PROOF AS WOULD JUSTIFY THE COMMIS SION IN DECLARING THE CHARGE OF DIRECTING THE EXTOR-TION PROVED. THAT THE MONEY WAS IN FACT EXTORTED BY BERRY IS FULLY PROVED, THAT THE PREMIER WAS WELL AWARE THAT MONEYS WERE BEING COLLECTED FOR A PUR-POSE UNQUESTIONABLY IMPROPER, IS ALSO AMPLY SHOWN, IT IS ALSO MANIFEST THAT HE DIRECTED THE DISPOSITION OF SUCH MONEYS WHEN COLLECTED, ALSO THAT HE ACQUIESCED IN THE COLLECTION OF SUCH MONEYS AT A TIME AND FROM A SOURCE HIGHLY AND GRIEVIOUSLY IMPROPER

"That Berry held himself out to certain of the donors to the fund as authorized to speak on behalf of the government and as representing the premier is, we think, beyond question. It is certain that some of the contributorapossibly all of them—regarded Berry as the duly authorized agent of the government in the task of raising the fund, but this brings us no nearer a conclusion for it was simply Berry's statement that influenced such belief and it does not seem to have occurred to any of the parties so injuriously affected to make any inquiries with a view to testing the accuracy of Berry's representations in that regation.

BONUSES HIGH ENOUGH.

"The evidence shows that Berry had nothing whatever to do with fixing

That close relationship.

"There are some circumstances and some evidence which appear to show that the Hon. Mr. Flemming had such close, relationship with and intimate knowledge of the unworthy conduct of Berry in collecting these moneys that the inference ought to be drawn that what was done by Berry was done by Mr. Flemming's directions, but when it is remembered that Berry was not disinterested in his zeal in behalf of this unscrupulous and corrupt enterprise, but, as appears by the evidence, switched from the fund which he pretended was being raised for party purposes into his own pocket the amount of \$16,500, without the knowledge of Mr. Flemming or of Mr. Teed who was to be the treasurer and custodian of this whole fund, is it unreasonable to conclude that Berry with the wicked intent of advancing his own interests, with the expectation from the beginning of appropriating to his own use a large portion of the moneys to be contributed to this fund, made the proposals with respect to the raising of these moneys both to the Hon. Mr. Flemming, as he stated he did, and to the said lessees of Crown Lands as they stated he did.

"Having this in mind, while it clearly appears that the fund was raised with the knowledge and consent of Mr. Flemming the vital question in this enquiry is: Did Mr. Flemming through the agency of Berry extort these moneys from the said lessees of crown lands? The evidence does not convince us he did, for as against the evidence and circumstances above mentioned from which such an inference might be drawn we have the positive and uncontradicted testimony of Mr. Flemming that he did not know or have anything, knowledge or information that the contributions to said fund were to be otherwise than absolutely voluntary, which testimony we do not feel justified in totally casting aside and disbelieving.

NOT-GUILTY—AS CHARGED.

"Not being satisfied by the evidence that the Hon. Mr. Plemming is guilty of directing the extortion of said moneys by the said William H. Berry before the lands were classified, we therefore find him not guilty as charged.

"There has been no evidence whatever to show that any other members of the government had any knowledge of this fund or its collections; in fact Mr. Flemming in his testimony clearly stated this, saying that he was the only member of the government who had anything to do with the matter and that he had not consulted with his colleagues regarding it. The inference, therefore, is clear that it was to be controlled and disbursed entirely by Mr. Teed and himself.

No Diversion, "Malœ Fides," But Province Had to Pay \$107,000 Which Should Have Been Met By Mr. Gould's Company

'No Excuse for Payments to Gleaner and to J. N. W. Winslow"-Profit on Construction Company's Contract as Contended by Mr. Carvell-Election Must Not Be Repaid Out of Bond Pro-

That the Premier of New Brunswick compelled Contractor Kennedy to pay way charges, which report is here printed in its entirety

The report deals also with many improper payments and charges, with the version of money from its proper channel, and with many other irregularities. finds the charges in the case of Hon. H. F. McLeod not proven. The report follows here in full:

Hon. Josiah Wood, D. C. L., LL. D., lieutenant-governor of the province

Having been appointed and constituted a royal commission by letters tent under the Great Seal as authorized by the act of the legislative asmbly of the said province & George V., Chapter 18, passed on the 18th day of April, 1914, to enquire into certain charges connected with the St. John & nebec Railway and having by virtue of the authority conferred upon us by aid act investigated the said charges, we beg leave to submit to your honor the

"That the St. John & Quebec Railway Company has already received in actual cash out of the proceeds of bonds guaranteed by the government of this province the sum of \$2,728,578 and from the dominion government on account of subsidy the sum of \$543,000, amounting in the whole to the sum of \$8,821,-

"That the said railway company has actually under construction 117 miles of railway between Gagetown and Centreville; that the said railway company has therefore received about \$28,000 a mile for railway actually under construct-

"That the grading on said 117 miles which is the only problematic in the cost of construction of a railway is all completed and therefore the actual cost of completion of the 117 miles for operation can be easily obtained; "That it will require \$600,000 additional money to complete said railway etween Gagetown and Centreville and the said railway company now owes its

Anat the books of the said railway company and of Messis. Kennedy & McDonald, the Hibbard Construction Company and James H. Corbett & Sons, who are the contractors under the said railway company, will show the actual cost to date, and James Taylor, inspecting engineer for the Dominion got.

ment, can tell exactly what amount will be required to complete ready for operation by the Intercolonial Railway;

"That a large amount of money so paid the St. John & Quebec Railway was diverted from its proper channel and has been used for purposes other than the construction of the railway;

"That contractors under the St. John & Quebec Railway Company were

compelled to pay and did pay large sums to members of the government of this province in the year A. D. 1912 before they obtained their contracts as

ENQUIRED INTO ACTUAL COST.

Pursuant to the provisions of the first section of said act contained we were authorized to inquire into the actual cost of said railway so under construction o date (meaning the 18th day of April, 1914) and the further amount neces sary for the completion of the said railway so under construction between Gagetown and Centreville and the cost of said railway when entirely completed, and also to inquire and find whether any and what amount of said moneys so paid the St. John & Quebec Railway Company was diverted from its proper channel and has been used for purposes other than the construction of the said railway, and if so, the persons to whom paid, and what amounts were paid, and also to inquire and find whether contractors under the said St. John & Quebec Railway Company were compelled to pay and did pay, large, or any or what sums of money, to Hon. J. K. Flemming, premier of this province, and Hon. Harry F. McLeod, formerly provincial secretary, in the year A. D. 1912, before they obtained their contracts.

On the 26th of March, 1910, an Act. 10 Edward VII. Chapter 6, was passed by the legislature of New Brunswick to aid the construction of a line of railway along the valley of the St. John River. The first provision of the said proposed line of railway from Grand Falls or a point on the line of the National Transcontinental Railway in the country of Victoria, touching certain points in the counties of Carleton, York, Kings and Queens to the city of St. John, and providing for certain alternative termini or connection with the C. P. R. which latter became unimportant as the act was afterwards amended by Chapter 25 of 2 George V., section 3, defining the said railway to mean a railway from Grand Falls or a point on the N. T. R. in the county of Victoria at of near Grand Falls to the city of St. John and crossing the St. John river at or near the Mistake, so-called, in the county of Kings, then crossing the Kennebeccasis river and to the city of St. John at or near Courtenay Bay or to a point on the Intercolonial Railway near Rothesay, in the county of Kings, and such survey with a report thereon and an estimate of the cost thereof

By the same section of the said act it is provided that the province be reimbursed for any such survey, estimate and report by any company with which a contract may be entered into under parts 2 and 3 of said act before any bonds are guaranteed.

A survey of said proposed railway was afterwards made by David F Maxwell, C. E., and the report of said survey with the plans and estimate of governor-in-council. The lieutenant-governor-in-council, by the amending act of 2 George V, chapter 25, is authorized by section 4 of said act to guarantee the payment of the principal and interest of the first mortgage bonds of any company or corporation already authorized or which may hereafter be authorized by law to construct the said line of railway, which bonds or debentures are not, however, to exceed \$25,000 per mile of the mileage of the said railway and also authorizes and empowers the lieutenant-governor-in-council, on behalf of the Province of New Brunswick, to enter into a contract with any such company or corporation for the construction of such line of railway in con sideration of such guarantee; provided that the lieutenant-governor-in-council should first be satisfied of the bona fides of such company and its ability and resources to construct the said railway.

The said act further provides that said bonds shall bear interest at a rate not exceeding four percentum per annum, payable half-yearly, and the principed thereof shall be payable in not more than fifty years from the date of issue, and the said bonds shall be in such form as the lieutenant-governor-in-

By the said amending act, 2 George V., chapter 25, the lieutenant-governorin-council is authorized to direct the provincial secretary to endorse upon such portions of the first mortgage bonds of the company or corporation constructing the said proposed line of railway the guarantee on behalf of the province succulent corolla tubes fall in great showers to the ground, which has been cate of the government engineer, such certificate to state the whole value of the work done op each division, and the proportionate amount of bonds the company is intitled to have proportionate amount of bonds the company is intitled to have rided by said act. 10 Edward VII. a the work pr pany is intitled to have guaranteed in respect to each division, having regard to the cost of the work already done relative to the whole estimated cost of the road, and to the amount of the bond, that may by the contract be provided to be guaranteed during the progress of the work in respect of each division.

"SAVE HARMLESS THE PROVINCE."

It is provided by said act, 10 Edward VII., that before any of the said acting in respect to the Province of New Brunswick, a mortgage upon the said line of railway, to secure and save harmless the Province of New Brunswick for and against the payment of the said principal and interest of the same Said act. 10 Edward VII., provides that no agreement shall be entered into

for the construction of said line of railway or for the guaranteeing of said bonds unless and until the Parliament of Canada shall enact legislation author-izing the granting of a subsidy in aid of the construction of the said railway to izing the granting of a subsidy in aid of the construction of the said railway to the amount, not less than \$6,400 a mile, and authorizing the entering by the said Parliament of Canada into an agreement with such company or corporation and with the Province of New Brunswick for the leasing of the said line of railway, when completed, and for the operation, equipment and maintenance, upkeep and repair by the said Parliament of Canada as part of the government railway system of Canada for a period of 99 years, and for the payment by the Parliament of Canada to the said Province of New Brunswick The \$100,000 Still Missing Out of Personal Loan to Mr. Gould and Associates at Time of Last ment of the interest upon bonds guaranteed by the said province, any surplus, after payment of said interest upon said bonds to be paid by the company.

rovided by said amending act that before the government guaranceeds and Interest Thereon Was Improperly
Charged to Provincial Account—Government
Let Company Get Away With \$30,000 Which
Should Have Been Repaid for Original Survey.

It is provided by said amending act that before the government guarantees any bonds under the said acts, to where the government guarantees and the bonds, if they should deem it advisable to do so, the company shall deposit with the government or with a bank o trust company the sum of \$1,500 a mile of the said railway in respect of which the bonds are to be guaranteed, such deposit to remain as security for the payment of any interest remaining due and unpaid after the payment of the forty per cent. gross earnings so to be paid by the Government of Canada to the Province of New Brunswick.

SIGNING CONTRACT WITH GOULD COMPANY.

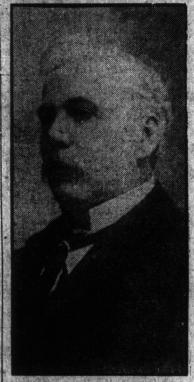
That all the said conditions having been fulfilled, a contract, as required the said act, was entered into on the 12th day of December, 1911, between His Majesty the King, acting therein in respect of the government of the Province of New Brunswick and represented as acting by Hon. H. F. McLeod, ovincial secretary of the Province of New Brunswick, of the first part, and the St. John & Quebec Railway Company, a company duly incorporated by virtue of chapter 52, 10 Edward VII., and authorized by said act to construct the said line of railway, of the second part.

That the said contract was made and entered into between the said parties pursuance of, and in conformity with and as provided by, the said acts of the legislative assembly, above referred to, the said company thereby agreeing to acquire the right of way and to construct the said line of railway as in said entract specified, and the Government of New Brunswick, in consideration thereof, agreeing of the \$35,000 bonds per mile of the mileage of the said railway that the said company was authorized to issue by the said act, 10, Edward VII., chapter 6, \$25,000 per mile thereof would be guaranteed by the govern-

That subsequently and in the month of May, 1912, the said company sub-let the construction of the whole of said line of railway from Gagetown to Centreville to their sub-contractors, namely, to James H. Corbett & Sons, from agetown to Fredericton; to the Hibbard Construction Company from Fredon to Woodstock, and to Kennedy & McDonald from Woodstock to entreville. The said line of railway from Gagetown to Centreville being in ength about 120 miles, was divided into the three sections, as follows: From Gagetown to Fredericton, being section B., and under contract to James H. Corbett & Sons, 83 miles in length; section from Fredericton to Woodstock, beg section C, and contract to the Hibbard Constructing Company, 62 miles in ength; section from Woodstock to Centreville being under contract to Kennedy & McDonald, 25 miles in length. The said sub-contractors shortly after entering into said contracts as aforesaid, entered upon the work of construction of the

That the said failway company in addition to said issue of \$35,000 a mile Speaking of tenns, when a man goes on a racket he is apt to get into the court. Then there's the deuce to pay, the net result sometimes being that he has to serve a term for his fault.—Boston Transcript.

Passing of Liberal Leader in West



HON. WM. TEMPLEMAN, former Minister of Mines and of Inland Rev-nue who died on Saturday at Vic-

INDIA'S MAHUA TREE

YIELDS FOOD AND DRINK

Tipple is Like Irish Whiskey, and It Also Gives Lubricating Oil.

Vice-Consul General John S. Hunt writes from Calcutta, India, as follows:

"The mahua, malwa, mowha, mowa or mowra tree in India is a large deciduous tree throughout the forests of Dekkah, Carnatic, west coast and central India, and Guzerat, stretching north as far as Oudh and Kumaun, and eastward across to Orissa. Though found in a purely wild state in many parts of India the value of the flowers and fruit has caused it to be brought under more or less culvalue of the flowers and fruit has caused it to be brought under more or less cultivation. The economic value of the tree lies in its edible flowers and oil yielding seeds, although the gum or gutta that flows from incisions or abraisions on the stems shows an average of 48.9 per cent. gutta, 38.8 per cent. resin and 12.3 per cent. ash. The bark also is used as a dye, while all the properties of the tree are used to some extent medicinally.

"The mahua puts forth its leaves from February to April. Cream colored flowers appear in great clusters of 30 to 50 near the ends of the branches from March to April. About the end of March the flowers begin to arrive at maturity,

from a single tree is complete in seven to ten days. The flowers are then spread out and left to dry in the sun; in a few days they shrink in size, change in color to a reddish brown, and their peculiar sweet odor becomes more apparent.

"These flowers are easten extensively while fresh, but generally speaking they are dried thoroughly and cooked with rice and other grains. Sometimes they are completely dried and reduced to a powder, and in this condition are cooked in round cakes and mixed with a variety of foodstuffs. Mahua is extremely sweet, and the ability to eat and digest sweet, and the ability to eat and digest it must be acquired. Few Europeans are able to eat more than one flower on a ple use mahua as a regular article o

"The art of distilling these flowers is a very ancient one. For the manufacture of spirits the flowers when dried are sold to village distillers or to the government distilleries. The flowers are imhey are then fermented and thereafter listilled. If the distillation has been carefully carried out the spirit thus proand converts it into a quite palatable though strong drink. The method of dis-tillation is similar to that pursued in all other countries, save that in India it is less scientific and correspondingly more wasteful.
"The seeds of the mahua, which succeed the flower from which the spirit.

is made, are extensively used for the manufacture of mahua butter, which is manufacture of mahua butter, which is used in the adulteration of ghee, for inbricating and illuminating purposes and for eating by the native people. The method of expression is crude. The kernels are taken from the smooth, chestnut colored pericarp by being bruised, rubbed and subjected to a moderate pressure. They are then ground and the oil obtained by cold expression. In the central provinces the kernels are pounded, boiled, wrapped in several folds of cloth, and the oil thereafter expressed."

In America the last of the turnpikes are disappearing. A toll gate abolished near the town of Peru, in Vermont, is said to have been the last in New Engand. Local protests have been unavailing, but when this piece of road became an important link in a popular motor route through the Green Mountains, the matter was taken up by the State, and his thoroughfare was freed from tolls.— Weekly Scotsman.

The Horse of Today.

Now, when his days are threatened, the horse, says a writer in the Field, has reached an extraordinary pitch of per-fection. The hunter is on the whole a of a couple of generations ago, for he has a longer ancestry, and in consequence shows more breeding, and this means that he gallops faster.

Too Many Highballs.

Speaking of tennis, when a man goes

FLEMMING PERSONALLY GUILTY OF EXTORTION ON RAILWAY CHARGES PROVINCE HAD TO PAY

MANY AMOUNTS NOT PROPERLY CHARGEARI

(Continued from page 3.)

struction Company, Limited, was duly incorporated under the con the Dominion of Canada, with all the rights and powers given by said act, with authority among other things to carry on the business of a const tracting and development company with authorized 'capital stock of the said company of \$1,000,000, divided into 10,000 shares of \$100 each, subject to the

That on the 30th day of May, 1912, an agreement was entered into by and between the said St. John & Quebec Railway Company of the one part and the said Quebec & St. John Construction Company, Ltd., of the other part, whereby the said Quebec & St. John Construction Company contracted and agreed to construct the said line of railway and other works, and for the performance by the said construction company of all things in the said contract between his majesty the king, acting therein in respect to the province of New Brunswick, and the said St. John & Quebec Railway Company, contained, on the part of the said railway company to be performed in respect of the construction of the said line of railway and other work. lated that the said railway company should pay to the construction in consideration for the performance by it of said contract and agr the capital stock of the said railway company then remaining cepting 250 shares, each of said shares to be made, issued and h he said construction company as paid-up stock and non-assessable, all the first nds of the said railway company, and all the money which was to be received by the said railway company, and all the money which was to be received by the said railway company from the government of Canada for subsidies by the said railway.

Wherefore it appears that said construction company assumed the position and was substituted in place of the said railway company so far as the con-struction of said line of railway and all the works connected therewith was concerned. The railway company remained nominally the contractors for the construction of said line of railway, the said construction company the real and actual contractors therefor and it was through their officials and books of accounts that evidence was furnished to us of the receipt upon prog-ress estimates and otherwise of all moneys from the proceeds of said bonds for construction of said railway, as well as the payment and disburser moneys to the several sub-contractors and other employes in the const all moneys to the several sub-contractors and other emple of said line of railway. The incorporation and organisa company of the said contract for the building of the said line of railway, th guaranteed bonds, the dominion subsidy and the capital stock of the said rail-way company was, according to the testimony of Mr. Gould, done under the advice of counsel for the purpose of making the said capital stock of the company paid-up and non-assessable, a proceeding necessary for the purpose of satisfying the said act, authorizing the issue of said stock in respect to said capi-

tal stock being paid-up and non-assessable.

That A, R. Gould, of Presque Isle, in the State of Maine, was president

of the St. John & Quebec Railway Company.

That some time in the month of June, 1912, by a memorandum of assign ment and transfer between said A. R. Gould of the one part and said con-struction company of the other part, the said Gould transferred to the said construction company certain claims against the St. John & Quebec Railway Company, amounting to \$1,000,000 for \$999,000 payable to Gould in fully paid-up and non-assessable shares of the said construction company or 9,900 sh ital stock of said constr

TRANSFER OF GOULD CLAIMS.

Inasmuch as some of the provisions of said memorandum of assignment and transfer may affect the claims of said Gould to be paid a salary of \$5,000 a year by the construction company, we deem it appropriate and convenient that a draft of said memorandum of assignment which appears in the minute book of the said construction company, which is in words and figures following, be set forth in full:

"Memorandum of assignment and transfer "By Arthur R. Gould, of Presque Isle, in the state of Maine, hereinafter

eferred to as the tran "To Quebec & Saint John Construction Company, Limited, a body politically a body politica

and corporate, having its principal office and place of business in the city of Montreal, in the province of Quebec, hereinafter referred to as the transferee."

"Whereas the said transferor has for some time past engaged in furthering the interests of the St. John & Quebec Railway Company by arranging for the organization of such company and the securities of a guarantee by the province of New Brunswick of bonds to be issued by said railway company to pay for the construction thereof, the obtaining from the government of the Dominion of Canada an agreement to guarantee the bonds to be issued by the railway com pany, to pay for the construction of bridges required by said railway, as als of an agreement of lease by said latter government of the said railway so soon as constructed, the sale of the first mentioned bonds, the arranging for certain rights of way of said railway, the obtaining, by making himself personally responsible with others therefor, of the large sums of money required in order to the company to begin the immediate construction of said railway, the making of the plans for said railway, and has expended at the request of the said railway company, considerable sums of money in connection with the said matters, as in connection with the survey of the line of said railway, the location thereof, the obtaining of the said rights of way, the initial work generally in connection with said railway, the value of which services, including the said disbursements, has been recognized and admitted by the said railway com-

Whereas, the said transferee has contracted with the said railway company to construct the said railway, and that the said railway company has agreed to transfer to the said transferee, in consideration of such construction, all its debenture stock guaranteed by said government, as aforesaid, or the proceeds thereof, together with other securities which have been accepted as sufficient by

"Whereas, the said claims of the said transferor, against the said railway , include considerable work and services and disbursements, which are in the undertaking of the said transferee in favor of said railway, and that the work which will have to be done by the said transferee by reason thereof has been reduced and diminished pro tanto;

"Whereas, the transferor has offered to transfer his said claim against the said railway company to the said transferee, in consideration of the sum of nine hundred and ninety-nine thousand dollars (\$999,000), payable to said transferor in fully paid-up and non-assessable shares of the said transferee;

The said transferor hath transferred, assigned and made over, and by the presents doth transfer, assign and make over unto the said transferee, hereto present and accepting for itself and its assigns, all his, the said transferor's rights, claims and privileges against the said railway company for all work and labor done by said transferor for the benefit and advantage of said railway company and for all services rendered by the said transferor to the said railway company, and for all expenses and disbursements, incurred and made and advanced by said transferor for the benefit and advantage of the said railway company, which are fixed at the sum of one million dollars (\$1,000,000), hereby esting the said transferee with the said claim against the said railway com pany, for said amount, as with all the rights and privileges of the said trans feror in connection therewith, hereby authorizing and empowering the said transferee to deal with the said railway company, in connection with the settlement of said claim, or the compromising of same, upon such terms and conditions as the said transferce may consider advisable; the settlement, receipt equittance and discharge of the said transferee to be as effective and bindi and valid in every way whatsoever in favor of the said railway company as the settlement, receipt, acquittance and discharge of the said transferor, the said transferor hereby appointing the said transferee his irrevocable attorney, in so far as necessary, with full powers in connection with the said claim, hereby agreeing to give such assistance to the said transferee at all times as the said transferee may require in connection with the establishing and settling of the

"The present transfer and assignment is thus made for and in conside a sum of nine hundred and ninety-nine thousand dollars (\$999,000), said transferor hereby acknowledges to have received from the said to be by the delivery to him of nine thousand nine hundred and the said to the

Company by indenture hearing date the day and year aforesaid executed to the Prudential Trust Company, Limited of Montreal, therein called the trustee, in which indenture his majesty the king, acting on behalf of the province of New Brunswick, is a party, is a trust mortgage, to secure the said bonds or debenture stock authorized to be issued by the said railway company and guaranteed by the said province of New Brunswick as aforesaid. The said bonds or debenture stock was guaranteed by the savenues took was guaranteed by the savenues to the savenues to the said bonds or debenium stock was guaranteed by the savenues to the savenues to the said bonds or debenium stock was guaranteed by the savenues to the savenues to the said bonds or debenium stock was guaranteed by the savenues to the said bonds or debenium stock was guaranteed by the savenues to the said bonds or debenium to the said bonds or debenium to the savenues to the said bonds or debenium to the savenues to the said bonds or debenium to the savenues to the said bonds or debenium to the savenues to the loc and sold en bloc and realized the sum of \$4,069,362.54 which was received

It was agreed by and between the said railway company and the said Pru-lential Trust Company Limited, trustee, as aforesaid that the trust company would pay or allow interest to the said railway company on all balances in their

hands at the rate of four per cent. per annum.

That in or about the month of April, 1912, A. R. Gould and others borrowed from the said Prudential Trust Company the sum of \$850,000. According to the evidence submitted by Ralph D. Hoben, the bookkeeper and accountant of the said construction company, and substantiated by company, the sum of \$275,000 was expended by the said railway company in the construction of the aid line of railway before anything was received from the said moneys in the nds of the said trustees, being the proceeds of the sale of said be

of the said railway company and the said loan of \$350,000 by the said Pru Trust Company, Limited, to the said A. R. Gould, and his associates, h ortant, and will be referred to at greater length in this report, inasmuch ounsel in the support of the said charges contend that some, if not all the paysaid initial expenditure above referred to before any moneys were re-om the said bonds more than set off any payments made from the pro-

It is quite manifest that Gould and his associates who constitu hn & Quebec Railway Company believed that with the guaranteed bonds of 25,000 per mile by the province and the amount of money they would be ortrare bonds and the moneys received from dominion subsidy they would be in a position to construct the said line of rail-way, according to their said contract, and it appears by the evidence that hu for the disturbance and depression of the money markets, they would probably have been able to market the second mortgage bonds and would have performed and carried out their said contract to construct the said line of railway, and they evidently convinced the government of their bona fides and of their resource and ability to finance the undertaking and to construct the road.

Although it is shown by the evidence that Mr. Gould and his as the purchase of stock of the railway company put into the enterprise the \$25,000, it is apprehended that no one concerned with the inauguration ar motion of this enterprise expected or believed that they propoundertaking with their own money or capital, but that as bonds guaranteed and second mortgage bonds would produce the moneys to carry on the undertaking to completion, nor can this attitude. artles interested be said to be an unusual or uncommon or unor, in the history of railroad building in this province, or for any part of Canada it seldom, if ever, happened that the parties undertaking promotion and building of a line of railway have put much or any of their

This failure, on account of the acute stringency of the money market, Lisman & Company who were, it was proved, reputable bankers of New Y and who had undertaken the marketing-of the second mortgage bonds to the situation to come to the rescue of the railway company and on the 18t day of April, 1914, an act of legislative assembly, 4 George V., was passed grant ing further aid to the Saint John Valley Railway, by which a further guar of the bonds of the said company was authorized upon the terms and con

in mind, were bonds of the railway company; the proceeds thereof were in a sense the moneys of the railway company, the process thereof were the sense the moneys of the railway company, but the trust company under the terms of the trust mortgage were only authorized to pay out to the said railway company any moneys, the proceeds of said bonds, upon an order of the lieutenant-governor-in-council, based upon the progress estimates as the construction the funds and were placed in a position to see to it that all the mo ceeds of the said bonds should be expended in building the said line

INVESTIGATING DIVERSION OF FUNDS.

That brings us to the branch of the enquiry as to whether or not any this money paid to the said railway company was diverted from its proper channels. In order to reach an intelligent conclusion in the premises it is essential to ascertain, if possible, to what use the money claimed to have been diverted was put, also what was meant by the term "diverted" in the said harges made by Mr. Dugal, as also what was meant by the term in the said act authorizing this enquiry.

With reference to this question the charge is formula That a large amount of said moneys so paid the Saint John & Quebec Rail way Company was diverted from its proper channel and has been used for pur poses other than the construction of the railway;" and as herein before set on it is charged that the company received a total sum of \$3,321,573 being the proceeds of the bonds guaranteed by the province to the amount of \$2,728,573 to ed by the province to the amount of \$2,728,578

gether with the sum of \$543,000 dominion subsidy."

"In the argument which was presented to the commission by connset of behalf of Mr. Dugal a distinction was drawn between the general moneys of the railway company and the moneys furnished the company from the proceeds of the guaranteed bonds. Counsel took the position that many items of expenditure not improperly chargeable to the construction of the railway, should not be charge upon the proceeds of the bonds for reason which will be more specifically alluded to when processory and it. ded to when necessary, and it was contended that the use of the money in the way indicated by such expenditure would properly fall to constru count, and it was preed also that another class of items which will be men ioned in detail were not in any way primarily or ultimately chargeable ainst the mad at all

When we examine the different items of contested and objected expe ture, which constitute the alleged diversion, it will be apparent that the over whelming bulk of so-called diversion falls into the category first above allude to, namely, expenditure properly chargeable to the construction of the road, but ccording to counsel for Mr. Dugal, not properly chargeable to the fund in tion. On the other hand, counsel for the attorney-general and for the ning maintained that there was no diversion, if the moneys hon estly went into the cost of the road, and inconsequence, the charge of diversion failed in so far as it rests upon the first classification of expenses above alluded to, viz., items properly chargeable to construction, but not chargeable to the

If the payments in question were bona fide construction payments it was urged that the said fund was properly chargeable therewith in every instance; but it was virtually admitted by the last named counsel that there were some items, few in number and insignificant in amount, which had found their into the account and were not properly chargeable to construction at all.

The finding upon this branch of the inquiry involves a review of the items objected to, and they are as follows: First, the sum of \$30,197.14, being the cost of a survey of the proposed road made by David F. Maxwell, C. E., for the government. In the act, chapter 6 of 1910, being an act in aid of the construction of this projected line of railway, authority was given to the lieutenant-govacil to cause a survey of the proposed line to be made under the a competent engineer to be by him appointed, and in the section ection of a competent engineer to be by

of the act which authorizes such survey it is provided that:

"The province is to be reimbursed for whatever expense it may incur for any such survey, report and estimate by any company with which a contract may be entered into, etc., and when the contract itself was entered into be tween the government and the railway company the above statutory provision was embodied in section 12 of the contract, which reads: '12. Before any such bonds shall be guaranteed the company shall repay or reimburse the Government of New Brunswick the costs and expenses of such survey, plans, report and estimate so made under the direction of the said David F. Maxwell, of and

It is admitted that the cost of this survey was paid by the railway company struction company, and no attempt has been made to make it appear otherwise for, as contended by counsel for the government, the charge is a proper one to for, as contended by counsel for the government, the charge is a proper one to go into the construction of the road, and no question of diversion can arise with respect of it; but, it is put forward by Mr. Dugal's counsel, it should have been paid before the bonds were even guaranteed and its payment from the pro-ceeds thereof was pro tanto a diversion. In other words, the railway company was supposed, and by statute and contract bound, to have put in this an venture before it was in a position to ask for a bond guarantee, but of carrying out such arrangement it is contended that this provision ore such diversion as is claimed.

the meaning to be attached to that word in the series of charges now us. If, as contended by Mr. Fowler and Mr. Teed, no moneys going into the road could be said to be diverted, there was no diversion here because unt in question is undoubtedly chargeable to construction. If, on the ther hand, as contended by Mr. Carvell and Mr. Stevens, the proceeds of the bonds are not properly chargeable to this item, there was in that sense a diver ion, for this amount was certainly charged against that fund.

Having regard to the wording of the statute and of the contract by both of which it is provided that the said expense was to be repaid or reimbursed to the province as a precedent to the guaranteeing the bonds, it seems to the that the manifest and proper construction to be put upon them, in this particular, is that the company should have provided the moneys for the engineer's unt before getting the guaranteed bonds, but the course which they followwas known to the government and acquiesced in, if not directed, by that equently, little blame, if any, is to be imputed to the company with reference to this particular proceeding, but for the reasons indicated above, WE THINK THERE WAS A DIVERSION IN THE SENSE CONTENDED FOR BY MR. DUGAL'S COUNSEL, BUT AS HEREINAFTER EXPLAIN-ED WE DO NOT THINK THAT PAYMENT OF THIS SUM AMOUNTED TO A DIVERSION WITHIN THE MEANING OF THE CHARGE AS LA

The next item was that of interest which figures, as always, son gely in the works of the nature under consideration. We are inclined to acnpany, this item appears as \$14,400, while he figures it at the sum of \$12,989. We do not consider it necessary to recapitulate the reasons nor to reproduce the accounts by and from which he reaches the conclusion above in-WE AGREE WITH HIS COMPUTATION IN THIS REGARD AS WELL AS HIS STATEMENT THAT-JOSHNI SVM 0015 30 WINS THAT TRLY CHARGED AS INTEREST ON A PAYMENT MADE ON AC-COUNT OF A NOTE GIVEN BY MR. J. D. SEELY IN SETTLEMENT F HIS CLAIM FOR CONSIDERATION FOR WORK DONE FOR THE CAILWAY COMPANY, WHICH HAS BEEN CHARGED AND SUBSE-OUENTLY WITHDRAWN.

Another item in the interest account claimed by Mr. Carvell to be a diver on is the sum of \$12,000, being two years' interest on \$100,000 from July 31, 1912, to July 31, 1914, at six per cent. It seems that an agreement was entered nto between the trust company and A. R. Gould and others by which the latborrowed from the trust company the sum of \$350,000. With a portion of amount the construction of the road was financed and paid for until the nder the progress estimates became available. IT IS APPARENT THAT A PORTION OF THIS AMOUNT—PRACTICALLY \$100,000—DID NOT GO INTO THE ROAD, and from the standpoint of this inquiry as authorized by the statute, it is of no importance to us unless and until it shall seeds of the bonds are being utilized to

IT IS APARENT AND NOW AGREED ON ALL SIDES THAT IT WAS WRONG TO CHARGE THE FUND IN QUESTION WITH INTER-EST UPON ANY PART OF THE LOAN NOT USED FOR THE PUR-POSE OF THE ROAD, AND MR. BLANCHET'S AUDIT ELIMINATES FROM THE ACCOUNT TWO YEARS' INTEREST ON \$100,000 AT SIX

Before the progress estimates could be realized upon a large part of the m so borrowed, viz., \$259,000, had been put into the construction of the road, stvalent to a repayment of the said loan to that extent. On June 25 last, when Mr. B. Hal Brown, president of the trust company, testified before us, it appeared that the loan then stood at \$143,000, it having been reduced to that amount by payments made from the amounts directed by order-in-council to be paid the railway or the construction company.

At the present time the loan stands at a little less than \$100,000, and it is the opinon of the commission that any further payments upon this loan from the proceeds of the guaranteed bonds will be an improper use of such funds and a little less than \$100,000, and it is ers wear here, is what most of the women wear there. The effect is interesting and cheering. Jane and I both liked a position to say whether there has already been a diversion here to the amount by which the loan at present falls below \$100,000, but we are clearly of opinion that no further payments in reduction of said loan should be made from the said fund.

QUESTION OF CONTRACTOR'S PROFITS.

The next item that is objected to and challenged as diversion is an amount ulated by Mr. Carvell at the sum of \$14,000, which is added to the estimates as contractors' profits, and which is claimed by virtue of a rearrange ment of business connection between the railway company and the construction company consequent upon the legislation of 1914 by which the government secured from the railway company 51 per cent. of its capital stock consequent upon the indorsement of the provincial guarantee upon the company's additional nd issue. Prior thereto the construction company held the railway company's stock almost in its entirety, and by reason of such holding it would become irtual owner of the road with whatever benefit would attach thereto.

The re-arrangement effected by the legislation of 1914 involved, or was folowed by an agreement between the two companies to the effect, as far as conerns this matter, that the construction company would charge the railway company a profit of ten per cent upon its outlay and it is this percentage nting from the 1st of January to the 18th of April to the sum of \$28, 124,06 which is called in question here. This percentage was contained in the progress estimates submitted to the government during the period indicated, but it did not appear as a separate item or in separate items, but unto each item of expenditure the percentage had been added, though not so indicated in the ac-

Until attention had been specially drawn to this percentage addition nothing in the appearance of the account would indicate its presence or arouse enquiry and there is no evidence that attention is drawn to it. The result, therefore, was that in the months named and indeed until at least the end of July last a part of the proceeds of the guaranteed bonds have been utilized to pay this ten per ent of contractors' profit over and above the cost of the work done on the

REASONABLE PROFITS ARE TO BE COUNTED IN BUT THE RELA-SHIP BETWEEN THE GOVERNMENT AND THIS COMPANY AS THAT THE BONDS HAVE BEEN GUARANTEED AND THE PRO-CEEDS AVAILABLE ACCORDING AS THE WORK IS DONE UPON EACH DIVISION AND WE DO NOT THINK IT IS PROPER TO CHARGE AS WORK DONE THE AGREED PROFIT BETWEEN THE RAILWAY COMPANY AND ITS CONTRACTING COMPANY.

The next item of expenditure which is criticized was an amount of \$94,625 caned by the trust company to the railway company to implement the amount which the bonds would have realized if they had brought 98 per cent and the sum which they actually did realize when sold. By the legislation embodied in Chapter 25 of the Acts of 1912 it was provided inter alia: "That if the whole or any portion of said bonds be guaranteed and the proceeds thereof deposited with a bank or trust company such deposit must in no case be less than ninetyeight per cent of the par value of said bonds." (Section 8.)

As a matter of fact when the bonds were sold they brought only 958-4, at which figure their proceeds fall below 98 by the amount last above named. To fulfil the provisions of the act the railway company borrowed the difference from the trust company, then immediately deposited it with the last named company, and arranged to repay it by crediting to such loan account 21-2 per cent of the amount called for by each order-in-council. But it was admitted by Mr. Carvell that the legislation of 1918, Chapter 89, by which 95 per cent, instead of 98 per cent, must be deposited as above provided, made it impossible to maintain that there was a diversion by the company in that regard, at least in the sense and meaning of the statute under which we are sitting, for this egislation freed the borrowers from such liability and the full proceeds of the nds as sold remained with the trust company.

Considerable discussion took place over the fees paid to different solicitors

who from one standpoint or another, had different dealings with the railway any and with the construction company

Speaking generally on this branch of the inquiry, we do not think that fees paid by either company to secure its incorporation should be chargeable in the proceeds of these bonds, although it is manifest that as far as the construction of the road is concerned, they or some of them, might be a proper charge in the final analysis of the total cost of the road.

THE RELATIONSHIP BETWEEN THE PROVINCIAL GOVERN-MENT AND THE RAILWAY COMPANY WAS THIS: THE COMPANY WAS TO BUILD THE ROAD-INVOLVING ALL PREPARATION OF ITS PART TO FIT ITSELF TO DO SUCH WORK-AND THE GOVERN-MENT WAS TO ASSIST THE COMPANY BY ORDERING PAYMENTS TO IT FROM TIME TO TIME, FROM THE PROCEEDS OF THE GUAR-ANTEED BONDS, WHICH PAYMENTS SO ORDERED DEPENDED FOR THEIR AMOUNT UPON THE CERTIFICATE OF THE GOVERNMENT (Continued on page 5).

SOON CAUGHT IN CAMPBELLTON

Picked Pocket of Theatre Manager and Caught Later With the Goods.

Campbellton, Nov. 19-A robbery of a exciting character took place at Dalhousie early this morning, Nov. 19, when couple of sneak thieves attempted to relieve S. W. Dimock, the new proprie-tor of the Star Theatre, of his bag of cash, rubbers and other impedimenta. While Mr. Dimock was waiting in the Queen hotel for the express for Campalton, he observed two men enter the alton, he observed two men enter the atel. Soon after Mr. Dimock sought is rubbers, to go to the depot, but acy were missing. Further investigation revealed the fact that his bag of the acceptance from the theatre ge; the receipts from the theatre with some other things had been re-moved from his overcoat pocket, which he had left hanging in the hall. It took lly a few minutes to interest the chief police and put him on the track of the men who had been seen visiting the otel. In less than an hour they were

hotel. In less than an hour they were rounded up in the Allen House, one of the couplet wearing the new rubbers. The suspects consternation when ask-ed about the rubbers was 'ais undoing; ped the bag of money, the chief immediately taking charge of it. The thief gave his name as Ryan from Fredericton. No charge was laid against the second suspect, and he was allowed to go. Ryan will be brought up for trial in Dalbousie.

When searched on reaching the jail we skeleton keys were found on him.

MR. MARTIN OBSERVES THE ONE-PIECE BATHING SUITS AT OSTEND. Ostend is entirely different. Our errand there, as by my instructions, was to inspect the bathers. Cousin Felicia pretty much skipped the errand, but Jane and I were faithful to it. We walked

down on the beach, and the has wall, on the back steps of a bathing machine, taking the air. She was a lady bather, and it seemed to me that at least sixty cent. of her was handsome, bare, white legs. Jane thought seventy per cent. We went on, very much encouraged, to where the bathing was still active. It was just as you have so often read or seen in pictures. One very much abbreviated garment such as men bathit very much, and hung about till lunch time, getting lessons in civilization. It was very improving. You can't tell what you admire until you have seen it. Here at home we have been working along up from pantalettes, and have come, af-ter some generations. ter some generations, to a convention that lets men into water fairly free from excess of raiment, and has shortened the bathing-skirt of women. But it still prescribes the skirt and stockings for women. But at Ostend, and I guess all up and down that shore from Scheven-ingen to Gibraltar, the bathing girls and women are emancipated both from skirts and stockings. And they look very nice and quite proper, because propriety is all convention. A girl in tights in the water at Ostend was more conspicuous and therefore seemed less modest, than her bare-legged sisters, and the women in skirts and stockings (there were a few) seemed conspicuously prudish and less suitably clad than the rest. "Proper" is suitably clad than the rest. "Proper ally means suitable, and the single ece suits the girls wore were certainly itable and therefore presumably proper.—From Abroad With Jane, by E

NAPOLEON'S RETURN FROM ELBA AS SEEN BY ALBERT GALLATIN AND HIS SON.

March 4, 1815—A day of great ex-itement, news has reached Paris that Napoleon had made his escape from Cannes; that he had been received with

The king and royal family went to he Opera and had a great reception.

March 5—Great consternation, courie

March 6, 1815-No news further than we had yesterday. They say the king s very calm. I saw him driving in state

Sat for my portrait—that is, like a model, I had to pose nude.

March 10—The emperor is marching on Paris—gathering men on his way.

Some say he has already 100,000. March 11-All sorts of One does not know what to believe.

March 14—The emperor was at Grenoble on the 7th with over 100,000 men. March 16—The emperor marching, steadily on to Paris. Acclaimed everywhere. Father says the royal family will leave Paris in a few days. He has private information but has not tole me any details. I walk about all day-

ands of young men shouting Empereur." It is very exciting L'Empereur." It is very exciting.

March 19—The king and royal fan ily leave Paris tonight. The with a huge army is expected at Fon-tainebleau tomorrow. The people in the street look depressed and uncertain what to do. Father has told me to remain

March 20. Paris, 11.30-The emperor arrived this evening, most of the imperial family were at the Tuilleries to gree him—all day the greatest confusion. Of ficers and their staff, couriers, mess gers, etc., galloping wildly about streets. Great carts of baggara

rniture. It is very amusing, he shops closed, tors standing on tables making speed roars of "Vive l'Empereur," "Vive petit Caporal," I don't know if it genuine or not, the French are so citable.—From A Dairy of James atin in Europe, in the September Scri

"An' we went to a big department shop," said Uncle Jed, on his return home. "an' we got into one o' them 'er things wot whizzes ye clean up to the op—wot in tarnation is their name, ma "Shop lifters, Jedediar," Mrs. Shuck

CHARG **PROVINCE**

ENGINEER THAT WORK HAD BEEN DO PRELIMINARY SOLICI

"We think it is quite legal expenses necessarily costs, preparation of deeds counsel fees paid in proc on unavoidable litigation outlay on the above lines moneys so received upon t include that class of exper railway company had pre-bound itself to do. It remoney into the enterprise

No doubt it had groun ment gave credence to it. pectation was not realized, INEFFECTUAL ATTEM DENCE BY THE ACCO CHARGE UPON THE EXPENSES OF SOLICIT COMPANY PRIOR TO INTO.

We think the proceed in payment only of the In view of our opinio desirable to recapitulate traveling expenses and th ed or disallowed is too think that the premium judged by the same prince COL ONE YEAR'S SA As to the salary of

to A. R .Gould, presiden ment entered into between month of June, whereby construction company, o his salary for the first proper charge, nor do we only two years' salary st holders of 51 per cent of 1914 is carried into effect, estimating the expenses opinion that the enginee salary, as well as the sale officials of the company, L. E. Gould, president for office rent by the pre GLEANER AND WIN

AS TO THE AMOU IVELY, AND CHARG HISTIFICATION NOR ACCOUNT WAS OFFE OF THE ENQUIRY TH

Now these items, the Mr. Carvell along the lin nission he calculate ever, to say that Mr. Car unpaid on the \$350,000 1 poses, which he claimed by the Prudential Trust teed bonds were not ple payment it did not seem appear that the proce it was fully shown that represented by an equal

The full claim of div above discussed, totalling upon each item, and if mstances, it is appa wrongdoing which we a

Turning back for \$800,000 paid out of the company was diverted i did not go into the cons for the 117 miles under company received from the dominion subsidy t for the said 117 miles. completed, will not cost will take \$600,000 addition and Centreville, and besi the sum of \$200,000.

The statements of ceived their enormous su large amount of it entire which was the clear pu

Now we have seen support this grave charge items which appear in t construction of the said be properly chargeable stances, but under the properly charged to co Maxwell survey, althou tract founded upon it

With reference to m the question is not raise struction, but that they of the bonds. Can it mind such items as the posed for a moment if items composing the \$1 the legislature that this this branch of the ch the evidence shows at by the company. They pany and one or more estimates and passed up

Mr. Dugal's charge there has been no diver judged from that standy FINDING ON ACTUA

We were directed way to the date of the April, 1914.

In considering this item should be include tained in a handbook tawa, made up for the outlay should properly classification of expend department issued in It has already, been Company itself did not St John Construction

work was let in three

CHARGES EAK THIEF

ed Pocket of Theatre Maner and Caught Later With

ellton, Nov. 19-A robbery of ing character took place at Dal early this morning, Nov. 19, when of sneak thieves attempted to S. W. Dimock, the new proprie-the Star Theatre, of als bag of ubbers and other impediments. e Mr. Dimock was waiting in the hotel for the express for Camp-he observed two men enter the Soon after Mr. Dimock sought

AT OSTEND.

d is entirely different. Our er there, as by my instructions, was spect the bathers. Cousin Felicia y much skipped the errand, but Jane I were faithful to it. We walked ion the beach, and the first bather it. of her was handsome, hardlegs. Jane thought seventy pe We went on, very much encourte where the bathing was sti It was just as you have so of in imire until you have seen it. Here me we have been working along me pantalettes, and have come, atme generations, to a convention to me into water fairly free from of raiment, and has shortened thing-skirt of women. But it still bes the skirt and stockings for a But at Ostend, and I guess all down that shore from Schevento Gibraltar, the bathing girls and are emancinated both from skirts

erch 4, 1815—A day of great ex-tent, news has reached Paris that bleon had made his escape from and was at a little village called es; that he had been received with

king and royal family went to rch 6, 1815-No news further than

nad yesterday. They say the kin

for my portrait—that is, like a l. I had to pose nude.
Inch 10—The emperor is marching earls—gathering men on his way.
I say he has already 100,000,
Inch 11—All sorts of wild reports.
I does not know what to believe. arch 14—The emperor was at Green on the 7th with over 100,000 men. arch 16—The emperor marching dily on to Paris. Acclaimed every-re. Father says the royal family leave Paris in a few days. He has ate information but has not told any details. I walk about all day—is of young men shouting "Viva

any details. I walk about all day—
is of young men shouting "Vive
impereur." It is very exciting.

arch 19—The king and royal famleave Paris tonight. The emperor
a huge army is expected at Fonebleau tomorrow. The people in the
et look depressed and uncertain what
lo. Father has told me to remain

arch 20. Paris, 11.30-The ed this evening, most of the imper-ed this evening, most of the imper-mily were at the Tuilleries to gree all day the greatest confusion. Of-and their staff, couriers, messen-etc., galloping wildly about is. Great carts of baggage and rs even put out in the streets. Ora standing on tables making speeches

"an' we got into one o' them 'ero wot whizzes ye clean up to the wot in tarnation is their name, ma' op lifters, Jedediar," Mrs. Shucks

CHARGES OF \$107,000 IMPROPERLY LOADED ON PROVINCE BY GOULD COMPANY

PROVINCE HAD TO PAY MANY AMOUNTS NOT

ENGINEER THAT A CERTAIN QUANTITY OF CONSTRUCTION WORK HAD BEEN DONE. PRELIMINARY SOLICITOR'S FEES NOT PROPERLY CHARGEABLE.

"We think it is quite proper to include in such engineer's certificate all gal expenses necessarily incurred as the work went on, such as expropriation costs, preparation of deeds, agreements and other legal documents, necessary counsel fees paid in procuring subsidies, the expense of resisting or carrying an unavoidable litigation and other like expenditure. As the work progressed, outlay on the above lines must be made and it is properly chargeable to the moneys so received upon the engineer's estimates, because such estimates would include that class of expenditure. But when the contract was entered into, the

railway company had presumably put itself in a position to do the work it bound itself to do. It represented itself as prepared to put a large amount of money into the enterprise as proceeds of second mortgage bonds.

No doubt it had grounds for such representation and certainly the government gave credence to it. Perhaps through no fault of the company, such expectation was not realized, BUT THE EXPENSES IT INCURRED IN AN INEFFECTUAL ATTEMPT TO LIVE UP TO ITS PROMISES AS EVI-ENCE BY THE ACCOUNT OF F. J. LISMAN ARE NOT A PROP CHARGE UPON THE PROCEEDS OF THIS FUND, NEITHER ARE THE EXPENSES OF SOLICITORS FOR SERVICES RENDERED TO THE COMPANY PRIOR TO THE TIME THE CONTRACT WAS ENTERED

We think the proceeds of these guaranteed bonds should be drawn upon payment only of the work embodied in the engineer's certificates.

In view of our opinion thus above expressed we do not think it necessary or desirable to recapitulate or to particularize these accounts for legal expenses, traveling expenses and the like. The principle on which they should be allowed or disallowed is too obvious to need illustration or application and we also think that the premium paid to the National Surety Company should be judged by the same principle.

VS SAVEA ENO LOD CINOD SINLARY TOO MUCH.

As to the salary of \$5,000 a year for three years, which is charged as paid to A. R. Gould, president of the railway company, we think that the agreement entered into between Mr. Gould and the construction company in the month of June, whereby he took over nearly all the capital stock of the said month of June, whereby he took over nearly all the capital stock of the sa construction company, ought to, and does in the terms operate as a payment his salary for the first year. We think a salary for the president is not an in proper charge, nor do we think the amount excessive. In our view, however only two years' salary should be charged. It will be for the government, holders of 51 per cent of this company's stock, if and when the legislation of 1914 is carried into effect, to deal with such an item as this hereafter, but it stimating the expenses of construction from month to month we are of the pinion that the engineer is justified in taking into account the president's salary, as well as the salaries of the engineers, accountants and other necessary officials of the company, and we are of like opinion concerning the expenses of L. E. Gould, president of the construction company, and of the amount charged for office rent by the president of the railway company.

GLEANER AND WINSLOW PAYMENTS "PURE GRAFT."

AS TO THE AMOUNTS PAID TO THE GLEANER NEWSPAPER ACCOUNT WAS OFFERED AND FOR THE PURPOSE OF THIS BRANCH OF THE ENQUIRY THEY SHOULD BE DISALLOWED.

Now these items, thus summarized, constitute the full contention made by Mr. Carvell along the line of diversion and in his closing argument before the commission he calculated their sum total at \$107,535.75. It may be fair, however, to say that Mr. Carvell made an attempt to show that \$100,000 remaining unpaid on the \$350,000 loan had been used by the borrowers for improper purunpaid on the \$350,000 loan had been used by the borrowers for improper purposes, which he claimed to be a diversion. Inasmuch as this loan was made by the Prudential Trust Company to private parties who were liable for its reteed bonds were not pledged for its return and as the proceeds of the guaran payment it did not seem pertinent to the enquiry further than as it was made to appear that the proceeds of such bonds were used to pay off such loan and it was fully shown that every dollar so used in liquidation of such loan was represented by an equal amount put by the borrowers or some of them into

The full claim of diversion therefore narrows itself down to the amount above discussed, totalling a little over \$100,000 and our view has been expressed upon each item, and if we take the most unfavorable view possible under the

upon each item, and if we take the most unfavorable view possible under the circumstances, it is apparent that they by no means substantiate the claim of wrongdoing which we are asked to investigate in this part of the charge.

Turning back for a moment we find that Mr. Dugal in effect charges that \$800,000 paid out of the proceeds of the guaranteed bonds to the said railway company was diverted from its proper channels, remains unaccounted for and did not go into the construction of the railway, for he states in said charges that for the 117 miles under construction between Gagetown and Centrevile mpany received from the province proceeds of the guaranteed bonds and from e dominion subsidy the sum of \$5,321,578, and that amounts to \$28,000 a mile for the said 117 miles. He goes on to state that the said railway, when entirely completed, will not cost the sum of \$28,000 per mile. He further alleges that it will take \$600,000 additional money to complete said railway between Gagetown and Centreville, and besides that the company owes to its various contractors

The statements of Mr. Dugal are that the said railway company had received their enormous sum of money and had made some improper use of a large amount of it entirely outside the construction of the said line of railway

which was the clear purpose of its payment to them and of its receipt by them.

Now we have seen what evidence has been offered by him or his coursel to port this grave charge, namely an amount all told of \$107,000, composed of items which appear in the books of said construction company, charged to the construction of the said railway, most of which it is admitted on all sides would be properly chargeable to construction account under usual and ordinary circumstances, but under the particular circumstances of this case are not strictly properly charged to construction. As an instance an item, \$30,197.14 for the Maxwell survey, although by the Act 10 Edward VII., as well as by the contract founded upon it the company is compelled to pay the costs of this sur-

With reference to most of the other items of the \$107,000 as before explained the question is not raised that they were not proper items to charge to con-struction, but that they should not be paid out of the moneys from the proceed of the bonds. Can it be pretended for a moment that Mr. Dugal had in his mind such items as these when he made these charges, or could it be suposed for a moment if all that is claimed by Mr. Dugalin the inquiry, that all the tems composing the \$100,000 and the proof with reference to them was before he legislature that this act would have been passed authorizing this inquiry this branch of the charges? We think not. There was no attempt as far as the evidence shows at concealment of any of the items composing the \$107,000 by the company. They were all charged in the books of the construction company and one or more of the largest of these items were included in progress

timates and passed upon by orders-in-council.

Mr. Dugal's charge we think was of diversion mala fides, and in that sense re has been no diversion; and the charges on this branch of the inquiry, ed from that standpoint, fall to the ground.

INDING ON ACTUAL COST.

We were directed to inquire and to report as to the actual cost of the raily to the date of the passage of the act authorizing this investigation, 18th

In considering this question, when indoubt as to whether or not any particular should be included in such cost, we have been guided by instructions condina a handbook issued by the department of railways and canals at Otmade up for the purpose of authoritatively determining what classes of y should properly be included in estimating the cost of such work. It is a fication of expenditure for road and equipment for the purposes of the said rement issued in 1911.

department issued in 1911.

It has already been pointed out that the Saint John & Quebec & Company itself did not build the road. That company engaged the Quebec & St. John Construction Company to do the work, and, as before explained, the work was let in three divisions to separate contractors. The construction

ed with engineers, a right-of-way agent and a competent staff of s bookkeeping was thorough minute and easily understood. The officials. Its bookkeeping was thorough, minute and easily understood. The construction company produced to the commission every book called for as well as every vouchet or other document that either counsel expressed a wish to see, and we have no hesitation in saying that its accounts were kept in a most complete and satisfactory manner, and every assistance given to the commission and to the counsel during the inquiry.

The books were personally inspected and subjected to an exhaustive and critical audit and examination on the part of Mr. Blanchet, chartered accountant as well as by counsel pressing the charges. The report of the auditor and criticisms of counsel will be considered as far as necessary, but in passing we express approval of the construction company's method of bookkeeping with which we think no fault could be found. The commission felt that the first step in answering the actual cost of the road to the date aforesaid was by consulting and examining the books and accounts of the construction company, and such course was followed.

At the same tine when entering into such investigation we realize that the nd ought not to be made the basis of this branch of our report unless by the ough examination and after the closest possible scrutiny and the most severe audit, they should commend themselves to the judgment of the commission and afford no room for doubt as to the accuracy and honesty of the various trans-

actions which they purport to detail.

From the report of the auditor, as well as from the searching exsel for Mr. Dugal, we have concluded that these books of account sup efore us. Some items therein were objected to by the auditor, others by Carvell and his associates, and all of these objected entries found in the books of account will be discussed later herein; But the objections and criticisms of the several items so challenged do not by any means impair or lessen our con fidence in the accuracy of the books in question nor weaken them as a four tion upon which it is considered that we may safely rest in estimating the cost of construction as directed.

ACTUAL COST OF CONSTRUCTION

and from the audit thereof made by Mr. Blanchet, we beg to report that the actual cost of construction of the railway from Gagetown to Centreville up to the 18th day of April, 1914, is \$3,572,19667. From the construction company's the 18th day of April, 1914, is \$3,572,196.67. From the construction company's books the amount appears larger by the sum of \$23,124.06, which represents ten per cent, added to the cost of construction from January 1, 1914 to April 18, 1914; this addition was made by the construction company under circumstances and for reasons which have been fully explained herein, and the ground for our disallowance of the same have been fully set out. It is proper to remark that the accounts of the Prudential Trust Company with the said sallway company were in evidence and showed the whole amount received from the sale of the said guaranteed bonds, as well as the amounts paid out of that fund on progress estimates and all other transactions between them and the said rail. rogress estimates and all other transactions between them and the said rail-

It appears by the evidence that Mr. William Goodman, who was the treasurer of the said railway company, and who was also associated in some way in business with the said Lisman & Company, who had undertaken to linance the second mortgage bonds as aforesaid, lived in New York, and has always kept the books of the said railway company there; that for a short time after payments began to be made upon progress estimates by the said trust company from the said fund the moneys were remitted to the railway company in New York and from these sent to the said construction company in Fredericton. But It appears by the evidence that Mr. William Goodman, who was the treas-York, and from there sent to the said construction company in Fre that method being found inconvenient it was aftered, and afterwards all th moneys earned upon progress estimates were paid by the trust company into the Royal Bank of Canada in Montreal, and through that medium reached the

construction company at Fredericton.

The books of account of the railway company were not produced and were not before us. Counsel for Mr. Dugal had subpoensed the president of the company, A. R. Gould, and several of the directors of the railway company to Strongest and most emphatic fashion that the said books should be produced.

We strongly expressed the opinion that the books should be brought before us.

Mr. Gould and the said directors all testified that they were willing that the books uld be produced, but professed to be unable to secure their production for reason that they were in New York and held there by the treasurer of the

railway company.

Mr. Teed, Mr. Fowler and Mr. Guthric, per contra, contended that inas much as the railway company had charged itself with all the moneys received from the sale of the guaranteed bonds, and that the books and vouchers of the construction company, and the said accounts of the trust company, showed that a larger amount of money had been put into the contruction of the railway than had been received by them from the guaranteed bonds, there could be no diversion of said moneys, the books of the railway company were not material, should not be produced, and would serve no useful purpose so far as this inquiry was concerned even if they were before us. BE THAT AS IT MAY, WE ARE OF THE OPINION THAT THE BOOKS OF ACCOUNT OF THE RAILWAY COMPANY IN OBEDIENCE TO THE SUBPOENA ISSUED BY US AND SERVED UPON THE OFFICERS OF THE SAID

COMPANY SHOULD HAVE BEEN PRODUCED. NECESSARY TO COMPLETE ROAD.

We are next required to report as to what further amount will be necessary to complete the said railway between Gagetown and Centreville.

In order to compute this with the greatest possible exactitude we secured a thorough sudit of the construction company's books by Mr. Blanchet up to the 31st day of July last, thereby putting ourselves in a position to say what the actual cost of construction to the last named date as shown by such books had been and we satisfied ourselves that between April 18th and the 31st day of July there had been expended upon the road the further sum of \$425,588.97; this is shown in the company's books at the sum of \$464,194.42, the excess over the last figures being ten per cent, on the amount expended between said dates, which percentage for the present calculation we do not think should be

Since the month of April, 1914, Mr. S. B. Wass has been chief engineer o the railway company and prior to that date he was assistant chief engineer in connection with the construction of the road. The commission requested Mr. Wass to give an estimate in the most exact way possible of the amount which, in his opinion, would be necessary to expend in order to complete that section of the road between Gagetown and the southern end of the division, of which Mr. B. M. Hill, is engineer, a distance of 29.45 miles, according to the specifications of an agreement between the department of railways and canals of Ottawa, and the provincial government and the railway company concerning the construction and operation of the road. After examination Mr. Wasseported and testified that the sum of \$148,674.50 must be expended to so com plete the said section of the road not including the connection at Fredericton. A like request was made by the commission to Burton M. Hill, the divisional engineer, on that part of the road from mile 29.45 north of Fredericton to Centreville, and after examination his report thereon and testimony given placed the expenditure necessary to complete the said last indicated section at the

The commission furthermore requested from Mr. Ross Thompson, chief gineer of the railway company, until April, 1914, and thereafter managing director of the construction company, his estimate of necessary expenditure no included in the calculations of Engineers Wass and Hill, such as engineering interest, discount, legal expenses, printing, stationery, fastenings, taxes, and his figures thereon are \$66,172.40, and in addition to the above Mr. Thompson estimated that it will require \$100,000 more to provide the link at Fredericton,

which last amount, however, he describes as problematical.

WE BEG TO REPORT THAT THE ACTUAL COST OF THE RAIL-WAY FROM GAGETOWN TO CENTREVILLE UP TO 18TH APRIL, 1914 WAS \$3,572,196.67; THAT THE FURTHER AMOUNT NECESSARY TO COMPLETE SAID RAILWAY WILL BE \$873,292.25; AND THE COST OF THE SAID RAILWAY WHEN ENTIRELY COMPLETED WILL BE \$4-

The commission during an interval of the inquiry availed itself of an op-portunity to go over the road with a view of observing its condition. The trip was made on the 10th and 11th days of August, and as far as we were able to judge the line of railway seemed to us to be very satisfactory and well con-

We are also asked to find in this inquiry whether any of the contractors under the St. John & Quebec Valley Railway Company were compelled to pay, and did pay large or any or what sums of money to the Hon. Mr. Flemming or to the Hon. Mr. McLeod in the year 1912 before they obtained their contracts. Evidence was adduced with a view of substantiating this charge against both of the gentlemen above named.

AS TO THE EVIDENCE AGAINST THE HON. MR. FLEMMING IT CONSISTS OF THE TESTIMONY GIVEN BY JOHN KENNEDY, A MEMBER OF THE FIRM OF KENNEDY & McDONALD, RAILWAY CONTRACTORS, TO THE EFFECT THAT HE PAID HON. MR. FLEMMING THE SUM OF \$2,000 IN WOODSTOCK ON THE 13TH DAY OF

SAID; "MR. FLEMMING CAME AND SAID THERE WAS AN ELECTION ON AND HE (FLEMMING) SAID; YOU OUGHT TO HELP US ALONG AND GIVE US SOME MONEY; AND I SAID THAT I WASN'T ON TO SAY THAT MR. FLEMMING RETURNED THE NEXT DAY, THAT VERY LITTLE TALK WAS HAD, AND HE HANDED MR.

NOW THE CHARGE IS THAT THESE CONTRACTORS WERE "COMPELLED TO PAY" SUMS OF MONEY, AND HON, MR. FLEMMING, WHILE ADMITTING RECEIPT OF THE PACKAGE, MAINTAINS THAT THERE WAS NO COMPULSION, AND THAT MR. KENNEDY WAS NOT IN ANY WAY COMPELLED TO PAY THE AMOUNT, MR. KENNEDY HIMSELF GIVES NO FURTHER EXPLANATION AS TO WHY HE PAID THE MONEY THAN IS ABOVE SET OUT; BUT HE SAYS HE UNDERSTOOD HE HANDED IT OVER TO MR. FLEMMING FOR CAMPAIGN PURPOSES.

THERE ARE VARIOUS DEGREES OF COMPULSION, AND THE RELATIONSHIP OF THE PARTIES CONCERNED IS A VERY DETER-G FACTOR IN CONSIDERING WHETHER OR NOT COMPULS-ION HAS TAKEN PLACE. WHAT MIGHT RIGHTLY BE CONSIDER-ED COMPULSION UNDER ONE SET OF CIRCUMSTANCES MIGHT BY NO MEANS CONSTITUTE OR GIVE RISE TO IT UNDER OTHER CIR-CUMSTANCES, AND THEREFORE TIS THAT WHILE THERE WAS NO ITATION IN CONCLUDING THAT THE COMPULSION UNDOUBTED-LY EXISTED, TAKING ITS RISE PRIMARILY FROM THE FACT THAT MR. FLEMMING WAS PREMIER OF THE PROVINCE AND MR. KENNEDY WAS A CONTRACTOR IN THE BUILDING OF THIS WORK IN OUESTION.

The further facts in connection with Mr. Kennedy's business in this regard are that he obtained his contract which called for the construction of the road from Woodstock to Centreville in May, 1912, a month preceding the conversation above alluded to, and the strict wording of the statute confines our inquiry to payments made in "the year A. D., 1912, before they obtained their contracts." It was further shown that Mr. Kennedy in September, 1913, took over some thirty miles of Hibbard's contract upon the lower adjoining section of the road, but at the time he paid the money he had no thought of obtaining last named contract, for the work was then being done by others and there was apparently no reason for thinking that those then carrying it on would not complete it. There is no doubt we think that when the payment in question was made it had no connection in the mind of either party with obtaining a second contract such as was afterwards entered into.

THE COMPULSION, WHICH ACCOMPANIED THE ACT, DID NOT TAKE ITS RISE FROM ANY FEAR OF DISAPPOINTMENT WITH NCE TO A SECOND CONTRACT, NOR WAS THE MONEY GIVEN WITH A VIEW OF SECURING IT, BUT IT WAS CAUSED BY THE VERY RELATIONSHIP OF THE PARTIES, FROM THE AU-HORITATIVE POSITION HELD BY HON. MR. FLEMMING, AND IBLY ALSO FROM AN APPREHENSION AS TO THE CONTING-NCY WHICH MIGHT ATTACH TO THE PERFORMANCE OF THE IG CONTRACT IN CASE OF REFUSAL TO PAY.

DOES NOT CONFINE ITSELF TO PAYMENTS MADE BY A CONTRAC-TOR BEFORE HIS FIRST OR ANY OR ALL OF HIS CONTRACTS WAS TRACTOR OBTAINED TWO CONTRACTS. HE WAS COMPELLED TO ADMITTEDLY AT A TIME WHEN NO THOUGHT OF A SECOND TO MAKE THIS PAYMENT PRIOR TO GETTING HIS SECOND CON-TO COMPEL PAYMENT OF THIS MONEY UNDER THE CIRCUM-THE CONTRACTOR, HAVING BEEN COMPELLED TO MAKE THE PAYMENT IN THE YEAR 1912 AND BEFORE THE SECOND CON-TRACT WAS ENTERED INTO, WE THINK AND FIND THAT HON. WR. FLEMMING IS GUILTY OF THIS ACT OF COMPULSION WHICH of HAS BEEN CHARGED AGAINST HIM.

MR. McLEOD FOUND NOT GUILTY.

The charge of a like character is made against Hon. Mr. McLeod in connection with a contract received by Messrs. Scott & Kelly from the Hibbard company in June, 1912, for the remova of rock and earth from a portion of

work a better price—he could get us a better price—he could get us a better price he could get us a better price has search, knew that than what the other party was getting on the other end. . He said he this was the only way visitors and in habitants would be able to know the new that the other and and he said he seem that the there are not the other and and he said he will be said to see the trying to get twenty-seem on the other and and he said he will be said to see the trying to get twenty-seem of their friends.

seven on the other end, and he said he might be able to get the other; and he said, "if I can get the twenty-six I think there ought to be a consideration."

After looking over the work, Mr. Scott and Mr. Kelly again went to see Mr. McLeod, and being asked to give the conversation that then took place, the same witness said as follows: "Well, we were talking on a general conversation in regard to the work and the prices which, of course we were led tion of street names. The numbers be the same witness said as follows: "Well, we were talking on a general conversation in regard to the work and the prices which, of course we were led to expect when we went to get the work and we held out for twenty-seven cents, and he claimed he could get twenty-six cents and the \$1.10. I told him that according to the quantity given us it showed not so very much rock—only about 40,000 yards or thereabouts—and a good deat of scraper work, and we could have the twenty-seven cents, and he said he would do his best to get the twenty-seven cents. I told him every cent he could get meant \$3,000, as there were 80,000 yards, and he said, well, there may be such a thing. He would do the best he could to get it, and he thought if he was able to get that cent we should split it. Of sourse, I told him that as far as I was concerned it would be satisfactory."

The twenty-seven cents above referred to means the amount per cubic yard which the contractors hoped to get for the removal from the right of way of material other than solid rock. As a matter of fact, they were successful in obtaining this figure and they paid \$1,500 to Mr. McLeod, which amount, it will be observed, is represented by half a cent on the estimated quantity of \$800,000 yards.

On the other hand, Mr. McLeod says that he had done considerable professional work for Mr. Scott, who was a personal and political friend, that Mr. Scott had by no means paid him for his services from time to time rendered, but had frequently told him that some day he would recompense him. He also testified that Scott told him on this occasion that he would need professional services and would pay him a retainer, and he says that the \$1,500 was received by him in that way.

He denies the remark attributed to him about splitting the cent, and says

He denies the remark attributed to him about splitting the cent, and says the payment was not made in consideration of his political influence, not to assist in getting the contract, but in payment for past services, and as a retainer for future services which he might be required to render in connection that the coachmen could see it.

This accounts for the "sign of the tainer for future services which he might be required to render in connection that the coachmen could see it.

This accounts for the "sign of the tainer for future services which he might be required to render in connection that the coachmen could see it. was received by him in that way.

He denies the remark attributed to him about splitting the cent, and says

with the operation of the contract.

Now the issue is plainly joined between Mr. McLeod on the one hand and Messrs. Scott and Kelly on the other, and when, as here, conflicting and irreconcilable testimony is adduced from witnesses all apparently equally credible and all equally interested, it is well to remember on which side of the controversy the burden of proof lies. The party who denies a charge of this nature must if convicted be overborne by the preponderance of opposing evidence. The party bringing such charge must discharge the onus of proof which rests upon him. He cannot leave the matter equally balanced and say he has proved his case as against the equally positive evidence of the party charged.

WHEN GIVING EVIDENCE, MR. McLEOD SEEMED ANXIOUS TO CONCEAL NOTHING. HIS TESTIMONY WAS BY NO MEANS HALTING OR FORCED IN ANY PARTICULAR. HE OVERRULED OBJECTIONS WHICH HIS OWN COUNSEL ATTEMPTED TO INTERPOSE, AND WITHOUT HESITATION ANSWERED EVERY QUESTION PUT TO HIM AS FAR AS HE WAS ABLE TO DO SO; AND WHILE THERE

TO HIM AS FAR AS HE WAS ABLE TO DO SO; AND WHILE THERE WAS NOTHING IN THE EVIDENCE GIVEN BY MESSRS, SCOTT AND KELLY TO SUGGEST THAT EITHER OF THEM WAS TESTIFYING TO WHAT HE DID NOT BELIEVE TO BE TRUE, YET WE CANNOT SAY AS AGAINST MR. M.LEOD'S DENIAL THAT THE CHARGE HAS BEEN PROVED; AND THEREFORE WE BEG TO REPORT THAT WE FIND THE HON. MR. M.LEOD NOT GUILTY OF THE CHARGE LAID AGAINST HIM.

AND JOIN ARMY

tween the ages of eighteen and thirty in order that they join the army as volunteers for the duration of the war. All those who are able to pay their passage across, should immediately report themselves to the nearest Belgian consul who will give them instructions

The government's proclamation reminds them that the same duty is incumbent upon all Belgians living abroad:—"Let them never forget the distant fatherland where relatives, nt fatherland where relatives, ds, and fellow workers are suffering lly. Let them by their courage and e dignity, in these days of trial, to still increase the sympathetic angs which all right minds and all crous hearts in the whole world are essing toward Belgium. Let their

that all those who are in a position do so should follow their example

equal in history, never was Belgium more entitled to claim the help of her children. Under the leadership of a king of whom we all are proud, let us do our utmost to hasten the hour when we shall find ourselves again united, independent and free, on the soil of that beloved fatherland, whose sufferings fatherland, whose suffering ade her still more dear to un

ANGER LED TO HOUSE NUMBERING

Unable to Find Home of Friend in Paris in 1513 Frenchman Thought Out

A Frenchman irritated by not being able to find the Paris home of a friend whom he had journeyed far to visit is responsible for the numbering of houses so that they might be identified. This happened little over four centuries ago. To be more exact, in 1513. He was an architect and had come up to Paris on weeks. He got to Paris, but in a city of thousands of houses he was unable to find the home of his friend. Hackmen never had heard the name of his friend and store keepers could not help Wandering about asking many for the whereabouts of his friend he brought on himself suspicion. Parisians looked or him as an imposter who had some game to play or as the say of an unfriendly.

company in June, 1912, for the remova of rock and earth from a portion of the right of way. Messrs. Scott & Kelly acting principally, if not wholly, through Mr. Scott, sought and obtained the influence of Hon. Mr. McLeod, who was then provincial secretary, in getting the sub-contract, and in his evidence he describes the conversation which took place between himself and Hon. Mr. McLeod.

It seems from the evidence that Scott & Kelly had been disappointed in securing a portion of work upon which they had been figuring, and which Hon. Mr. McLeod was trying to help them in getting. Being unsuccessful in this first attempt Mr. Scott complained to Mr. McLeod of the treatment accorded him, and witness says Mr. McLeod told him he could get some work on another part of the line.

"He told us," Mr. Scott says, "that if we would take that he knew he could with such a trifle, but the architect, not having forgotten his search, knew that

Auctioneer—"Here, gentlemen, we have a masterpiece from the brush of a famous painter."

Art Patron—"I offer three shillings for it."

THE SEMI-WEEKLY TELEGRAPH

is desired in case it is not published Otherwise, rejected letters are destroyed

Semi-Weekly Telegraph and The News

ST. JOHN, N. B., NOVEMBER 25, 1914. THE ROYAL COMMISSION'S

The Telegraph places before its readcharges of Mr. Dugal against Premier had at his back a ministry and an almost unanimous Legislature which did his bidding absolutely, and whose memthe administration of the Crown Lands have rought take their share of the grave

ers the report of the Royal Com- is startling and disgraceful enough, but going to do about it? we must remember that, in spite of the mission appointed to investigate the clearest warnings, Premier Flemming bers must take their share of the grave

Just as the people of New Brunswick public affairs in this province from a government and a Legislature which in regard to the Dugal charges, so should they read for themselves with which may yet attempt to continue its

contractors were compelled to pay large muttering in quiet corners that "Flemming and Hon. H. However the support India could give some the clegraph Fullishing Company, and company incorporated by the Royal Commission finds that the Legislature of New Brunns of New Brunns of New Brunns of New Brunns of New Pressions must be sent by mail to any address in Canada draws in the United States at Two and 1 a dorson which has been charged against farming and the served will prove—the cluttenants of Mr. Plemming and the served of Great very much better than that.

ADVERTISING RATES.

ADVERTISING RATES.

If the case of Hon. Mr. McLeod the Commission finds that the charge against thin."

ADVERTISING RATES.

ADVERTISI

rupted by the launching of the Dugal with the forty odd representatives who theres.

What is exposed in this connection What is the Lieutenant-Governor

and the construction of the Valley Railway. The evidence heard in support of these charges under each before the Royal Commission caused the greatest sensation ever experienced in the public in connection with the timber graft and life of this province, and the report of the Royal Commission to the sensation ever experienced in the public in connection with the timber graft and life of this province, and the report of the Royal Commission.

Of Mr. Flemming himself, and of the whole every participant may be expected to bring forward every available man. The question that naturally arises is: Which side is in a position to produce the gratest aggregate of men, and the Royal Commission issued Friday, done now? To a certain extent it is founded upon that evidence, must produce a complete political revolution in New Brunswick.

The railway graft, what is going to be in this way ultimately emerge victorious from the struggle? The answer, especially when the assumption is that the real portant thing is to rescue control of in this way ultimately emerge victorious from the struggle? The answer, especially when the assumption is that the real portant thing is to rescue control of

earnest care the complete text of the report of the Royal Commission placed in the face of the evidence—ignorance of port of the Royal Commission placed before them this morning.

First, with respect to the timber license graft, the Commissioners find that the \$71,000, collected from the lumbermen of New Brunswick was secured by extortion, out and out—extortion which the extreme."

In the face of the evidence—ignorance of the stronger of this province may be asked by the other members of the government and their followers in the Legislature to believe—in the face of the evidence heard before the Royal they describe as "gross and culpable in the extreme."

They do not find that Premier Flem—They do not find the stounding Flemming activities. In other words, the people of this province may be asked by the other members of the government and their followers in the population. Three-eighths is usually taken as a fair approximation. The population of Germany in 1910 was about 65,000,000. Today it is estimated at 69,000,000, of which one-half, say, are males. Three-eighths is usually taken as a fair approximation. Three-eighths is usually taken as a fair approximation. The population of Germany in 1910 was about 65,000,000. Today it is estimated at 69,000,000, of which one-half, say, are males. Three-eighths is usually taken as a fair approximation. Three-eighths is usually taken as a fair approximation. The population of Germany in 1910 was about 65,000,000. Today it is estimate

with a parameter and the property of the prope

Flemming legislature—go on to say that while the money was reised with, the while the money was reised with the while the personal p

Mr. Borden recently took into his cabi- public mind.

qualifying for this promotion, something about having to shoot holes through the interests.

they trusted and to whom they had confided almost absolute control over vital interests.

Those fearful and somewhat incoherent cries from The Standard office are

fight as she is at this moment. With THE STANDARD AND THE NAVY

ter still to be guarded. It finds that many other charges were irregular, amounting to \$107,000 more, and it properly characterizes such payments as \$1,000 to the Fredericton Gleaner and \$5,000 to Winslow.

Those who read the text of the report on the railway charges will ask themselves, in view of the verdict against Mr. Flemming and the other irregularities indicated by the Commissioners, what would have happened had not this financial carnival been interrupted by the launching of the Dugal charges will ask with the forty odd representatives whom in the food supply agave her no condend to continue to face the food supply gave her no condend the food

These men-and Messrs. Stevens and Standard, just now engaged in waving Hughes, assistant counsel, and E. S. the old flag to divert attention from the disgrace of a political party shot to pieces by the Dugal inquiry, ought to reproduce for fts readers some of Mr.

This service will be of lasting effect. It British traditions are being maintained the service were constant. reproduce for fts readers some of Mr. This service will be of lasting effect. It Blondin's references to Britain and the will tend to raise the conduct of public in the desperate fighting in France and forced a contractor on the Valley raise. British flag.

Mr. Blondin—now raised to cabinet office by the Standard's chief—said in one of the speeches in which he was qualifying for this promotion something.

Will tend to raise the conduct of public affairs as nothing else could have done—by letting the people know how gross—by they were deceived by men in whom they had continued in the desperate fighting in France and forced a contractor on the Valley rail-to go to the front to offer their services by they were deceived by men in whom they had continued in the desperate fighting in France and forced a contractor on the Valley rail-to go to the front to offer their services by they were deceived by men in whom they had continued in the desperate fighting in France and forced a contractor on the Valley rail-to go to the front to offer their services by they were deceived by men in whom they had continued in the desperate fighting in France and forced a contractor on the Valley rail-to go to the front to offer their services by Hon. Mr. Flemming they trusted and to whom they had continued in the desperate fighting in France and forced a contractor on the Valley rail-to go to the front to offer their services by Hon. Mr. Flemming they trusted and to whom they had continued in the desperate fighting in France and forced a contractor on the Valley rail-to go to the front to offer their services by Hon. Mr. Flemming they trusted and to whom they had continued in the desperate fighting in France and forced a contractor on the Valley rail-to go to the front to offer their services by Hon. Mr. Flemming they are the conduction of the desperate fighting in France and forced a contractor on the Valley rail-to go to the front to offer their services by Hon. Mr. Flemming the forced a contractor on the Valley rail-to go to the front to offer their services by the services are the conduction of the forced a contractor on the Valley rail-to go to the front to offer their services by the services are the conduction of the forced a contractor on the Valley rail-to go to t

British flag in order to breathe the air of liberty.

The Standard worries continually about the "loyalty" of its political opponents, who are out of power just now. Why not go after Mr. Blondin, now seated between Mr. Borden and Mr. Hazen? The Standard's failure to write Mr. Blondin's sentiments large before the eyes of its subscribers is not due to get the service on a seven by the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale billy between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale billy between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale billy between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale billy between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale billy between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale billy between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale billy between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale billy between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale bill between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale bill between the composed of men committed absolutely to the work of giving us honest, public-spirited and efficient service on a scale bill between the composed of men committed to prove that all is serven in the Conserting the comming the comming the comming and in the Conserting the comming and in the Co

were asking the retiring author of the Foreshores Bill to step forward and give the public a chance to take one good

Already the names of Canadians servng with the Imperial forces are appearcontingent is sent to the firing line.

There is much dissatisfaction over the failure of the Intercolonial to start operations on the Valley railway. The peo ever ple have been promised many times that this would be done so soon as the sections were completed. Why the delay?

Turkey's action in firing on a launch Supreme Court of New Brunswick; Hole oclonging to an American warship will W. W. Wells, a former judge of the doubt be explained to the full satis- County Court of Westmorland, and W. faction of the United States government, Shives Fisher, one of the best known but it will not tend to assist Count Bernstorff in his efforts to create sympathy in America for Germany.

placed under cultivation next spring.

displayed in uncovering the timber graft and Valley railway iniquity, and in securing and presenting the evidence so thoroughly and so clearly as to produce thoroughly and so clearly as to produce. A staff of dentists might be kept stacle. A staff of dentists might be kept of the province is to be maintained. The commissioners who investigated the Defective teeth should not keep any the province. His colleagues in office also should not, and it is assumed with at the recruiting camp to put every sol-dier's teeth in first-class condition at the charges against Hon. Mr. Flemming are country's expense.

tribute to the British soldiers on the able men that Hon. Mr. Flemming has field of battle. The manner in which been given the benefit of every bit of

Those fearful and somewhat incoher-ent cries from The Standard office are for Hon. Mr. Flemming, they contain

giving us honest, public-spirited and efficient service on a scale hitherto unantorious. But the organ's failure to "expose" Mr. Pierre Edouard Blondin is an excellent measure of its sincerity in accusing Liberals of disloyalty.

TO SEE IT THROUGH.

Great Britain was never so full of fight as she is at this moment. With

port upon that evidence that the affairs of this propersonally extorted this money or ally directed the extortion, but all of the extortion ally directed the extortion, but all of the extortion ally directed the extortion, but all of the extortion ally directed the extortion, but all of the extortion all of the extor a fuller understanding of what tremendous consequences hang upon the vast
battle now proceeding almost within
earshot of the Dover cliffs, the country is

THE STANDARD AND THE NAVY

How many cruisers and battleships evening, and marked by astonishing effectively, serves notice on everybody that at the disposal of the Empire since they be is going to remain in public life, lead

Also Says Dissolution and Election at Once Are Made Nes cessary by Dugal Report.

(St. John Globe, Ed.)

Hon, H. A. McKeown, judge of the tirement from public office, if Few countries are in a better position to profit by the trade opportunities that have developed since the war began than Canada. For that reason a far greater area than ever before should be the placed under cultivation pressure. In the face of the reports they have made, it is absurd for Mr. Flemming, or any friend of Hon. Mr. Flemming, to think that he can continue to hold office. The lieutenant-governor should not, and it is assumed will not continue to sumed will not, continue to recognize him as the head of the government of men of recognized standing whose fair-ness and impartiality cannot be impeach-Sir John French has paid another fine ed. A careful study of their reports will leave no doubt in the mind of reason-

ericton.
Miss Lillian Raymo

FROM

HAMPTON

Hampton, Kings cou 19-The new Methodist has been duly installed. not to be brought into Sunday, Dec. 6, when it with due ceremony and the choir, who will be Keith Ryan, and other Monday, Dec. 7, will the opening of the new building, and a church Tuesday evening, Dec. ital will be given by organist of Stone church, Various means are re-ladies of the Red Cross the interest and enthusia bers at the highest pite guise of a Social Tea, in friends, Mrs. Steevens, of Mrs. Geo. C. Cooper, I Barnes received a large Cross members, many of to the evening, and deve to making up pneumon Cooper and Mrs. Steeve the hostess. Mesdames and J. J. Ryan, presid table; Mesdames E. A. E. Angevine attended to Misses Margaret Ryan, Sybil and Harriet Barne dainty refreshments be vided. Among the other were Mesdames C. S. an C. J. Mersereau, Beard. stroth, J. S. Sutherland H. Smith, Fownes, John Smith. Harry Schofield. E. Irvine, and W. H. Misses Jessic Robinson, M. E. Travis, Mabel T Fairweather, Margaret Marjorie Barnes. Every the occasion to the full was a most satisfactory ful material comforts s On Wednesday afternies of making cholera

oughly explored at Bea of Mrs. J. J. Ryan, who together 'a working "br of Mrs. E. H. Creed, M son, Mrs. C. S. March, Mrs. J. E. Angevine, Barnes, Mrs. F. M. Mrs Steevens. o'clock to the business freshments were served, Dr. S. Stanley King, aminations before goin He will return home in and will spend a short saying good-bye.
Mrs. C. J. Merserea ereau, of the Vidette

are sent off on active sereau's mother, Mrs. ville, arrived last week rangements will now CAMPBELL

Campbellton, Nov. Marquis has returned where she has been vis Mr. Thomas Marquis, Mrs. T. W. Henneser Hennesey left last winter in Truro. Mr. and Mrs. James returned from a visit to boro and Boston. Mrs. John Gilker h

visit to friends in Bath Mrs Evan Price has Montreal. Miss Gertrude Adar from Moncton, where Mrs. T. Porter Drumn the engagement of their Bond to Mr. John Jame ton (N. B.) The wed in the near future. Mrs. Ernest Hazelto spend the winter in Me

the guest of Mrs. Th Mr. Alex Love and

Moncton last week. Smallwood.
Mrs. William Barcle in town, the guest of Kenzie, has returned Jacquet River. Mrs. Howard Wood Douglastown (N. B.) visiting Mr. and Mrs number of friends last honor of her counsin, Ferguson, who will lea those in training in St ond contingent. Mr. Bernard McL Oliver Mowat left la for Kingston (Ont.), take a military training Mr. W. A. Davies, the guest of Mr. and last week Mrs. D. C. Gallon

e tein to Bathurst. Miss Irene Ulitica

Montreal, where she nurse. Mr. F. M. Anders aregalad to see him accident.
Among the delegate Convention in Su Mrs. J. C. Ferguson, Miss Richards, Mr. Squires, Mr. R. the ladies of Cross supper and dance which was a success sum of \$36 was reali Miss Hayes, of No

town last week to dance given by the
Miss Nellie Cripps, ing her sister, Mrs. The patriotic dance onic Temple last V under the auspices of most successful affai decorated with red, ving, flags and picti cellent, furnished

o Says Dissolution and Elecion at Once Are Made Necessary by Dugal Report.

H. A. McKeown, judge of the Court of New Brunswick; Hon. Wells, a former judge of the Court of Westmorland, and W. Fisher, one of the best known mercantile life in the province, must eventually compel the re-ent from public office, if not from the life, of Hon. J. K. Flemming, er of this province. In the face for Mr. Flemming, or the face of the life, and the face for Mr. Flemming, or any friend n. Mr. Flemming, to think that he ontinue to hold office. The lieu-governor should not, and it is aswill not, continue to recognize the head of the government of vince. His colleagues in office hould not, and it is assumed will mger recognize him as the head of overnment. If he does not resign tirement must be forced. No other

t being satisfied by the evidence Hon. Mr. Flemming is gui summing up before recording their ve verdict, the commissioners say "it rly appears that the fund was raised a the knowledge and consent of Mr. nming." By these two reports the ole of New Brunswick have their nier presented to them as a man who pelled one public contractor to make a personal payment, and as having sented to the collection of a large paign fund from the lumbermen at archase from the government of site public rights. The careful and il review of the evidence of imput witnesses and the comments on bring out the salient points so that citizens who read the full mean that not in a generation people have restored to them

NOUET FOR MESSRS.

ow that the Dugal report is public erty announcement is made of the ation of the friends of L. A. Dugal, P. P., and his chief counsel, F. B. ell, M. P., to tender them a banquet rederiction on Thursday evening, Depart of throughout New Brunswick, irrestant of the public feel the mach they took in their attempt to free owince from the graft in connection the administration of the crown and the construction of the Valley, and in appreciation of their estate the banquet will be given.

Test It Out.

English newspaper writes of the men now on Salisbury Plain.
s the Canadian accent, anyway?

Wake up, wake up, Times are not bad.

The state of the property of t

AGENTS WANTED

SALESMEN WANTED

SALESMEN WANTED to handle Richmond Extinguishers in all New Brunswick towns and villages; quick sales, big profits. Secure territory now. Richmond Chemical Co., Moneton, N.

HELP WANTED



BARRETT—To Mr. and Mrs. James E. Barrett, 33 Winter street, on Nov. 17, a daughter.

DEATHS

TOTALLY COLOR OF A TABLE OF THE PARTY OF LEVT.

SECONDARY OF LEVT.

CUUNEL TUCKER

raconteur."

He was an Anglican in religion, a member of the Union Club and a former juresident of The Telegraph Publishing Company, and a director of the St. John Railway Company.

MARINE JOURNAL

PORT OF ST JOHN.

BRITISH PORTS.

ol. Nov 19-Sld, stmr Flex-

FOREIGN PORTS.

CONDENSED NEWS; LOCAL

James McKenna.

James McKenna.

GAILLAGHER.—On Oct. 18, 1914, at Ennistillen, N. B., Mrs. John Gallagher, aged 77 years, leaving three sons and two daughters to mourn.

PICKETT.—At Plerston, Kings Co., on Nov. 19, Smith Pickett.

ARMSTRONG.—In this city, on the 20th inst., Mary Jane Armstrong, eldest daughter of the late Noble Armstrong, eldest daughter of the late Noble Armstrong, eldest H. P. Sandall, 127 Wright street, on the morthing of the 22nd inst., Thomas G. Marquis, aged 28 years.

YOUNG.—At Tryon (P. E. I.), on the 20th inst., George M. Young, aged five years, and eleven months.

DEATH OF LIEUT.

ARMSTRONG. Sent Moving The sent of the sudden death of one of the closest and most respected citizens, Frederick Wolfe, who passed away while on his way to attend the Church of the Good Shepherd. Wolfe had reached the Methodist church when he was seen to stage and fall. Picked up tenderly he was carried into the vestry of the Methodist church when he was seen to stage are and fall. Picked up tenderly he was carried into the vestry of the Methodist church when he was seen to stage are and fall. Picked up tenderly he was carried into the vestry of the Methodist church and expired in four minutes because the body was not removed until the before the people of the consecutive years and retired only two years ago. He leaves his wife forty-five consecutive years and retired only two years ago. He leaves his wife forty-five consecutive years and retired only two years ago. He leaves his wife forty-five consecutive years and retired only two years ago. He leaves his wife specific to the same than the church of the Good Shepher he was seen to stage and fall. Picked up tenderly he was carried into the vestry of the Methodist church and expired in four minutes before the people of the consecutive years and retired in the body was not removed until the bedy was not removed until the be

Campbellton, N. B., Nov. 22—(Special)—Campbellton was shocked this

Hartland Nov. 25.



Actived.

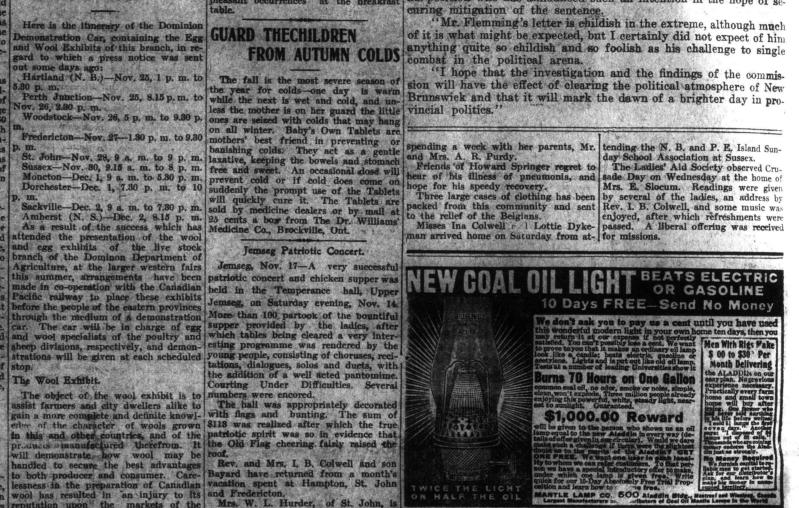
Artived.

Artive

Mr. Dugal Calls on

by obtaining one of the simple card-board candling appliances which are dis-tributed free, she will be in a position to safeguard her family from many un-pleasant occurrences at the breakfast

curing mitigation of the sentence. "Mr. Flemming's letter is childish in the extreme, although much



Your Manly Strength "Nature" Book Free

May Free Office to My Men and Young Men Readers.

My free offer is as follows: There are in existence today numerous creditable books relating to the much discussed as x science, and they range in price from \$2 to 6 8, while my offer is given below is a free one.

I publish a little private compendation of 72 pages, pocket size, containing 8,000 words and 80 bind-tone politic private to the words within the relation to manhood or vital manly strength, its legitimate used its winton abuses, its loss and the causes thereof, its possible self-restoration and fits permanent preservation. These use the vital phases of the sex subject which I find to be of most interest to all mon, young or elderly, single or marked, and I have therefore put into this little as perfence in this field has taught men men most test, and through which they can get the most real benefit in respect to their own vigor and vital health. This, reader, is the book, and my offer to send it by mail, absolutely plain, scaled envelope, to any man or young mu anywhere who writes for it (see coupon below), and there is not a particle of obligation of any kind offer relating to that positions provided the coupon which white or the word who wrote for them.

The reason why I can offer this in lastrated sex book free to that in one all over the word who wrote for them.

The reason why I can offer this in lastrated sex book free to the interest one in the interest word who wrote for them.

The reason why I can offer this in lastrated sex book free to the interest word who wrote for them.

If you live in or near this city, would be pleased to have you call. Hours, 9 to 0.

However, whether or not you ever use the vitalizer, at least you want the free book, so kindly fill in the coupon and the book will so to you, scaled, by return mail.

D.J.Collis Browne's Horodyne The ORIGINAL and ONLY GENUINE. Checks and arrests
FEVER, CROUP, AGUE. DIARRHOEA, and is the The Best Remedy known for NUGHS, OOLDS, ASTHMA. BRONCHEYS. The only Palliative in NEURALIGIA, GOUT, ENEUMATISM. Specific in CHOLERA and DYSENTERY.

VOL. LIV.

FOR MEI

Most of Officers an H.M.S. Bulwark a fast When Exp Came

SMALL PARTY ON SHORE LEA

Only Twelve Survivors Water and Some of Wounded - Glass Other Warships in Houses Roll as in Ear

(Special cable to Daily
Montreal Gaze Sheerness, England, No anchor in Sheerness har biggest naval bases in Majesty's Man-of-War I of 15,000 tons d tleship of 15,000 tons di blown to pieces by a sion this morning. ouds of smoke and sank in five minutes carry death, but twelve men numbering between 700

men on shore who wer relieved of the night shir looking casually at the harbor and not observing particular when a terrification the sky, immediate clouds of smoke. For a ites this drifted seawa men's amazement not a great battleship remains staggering was the blow men who had been dazed of the explosion for a even discredited their debated among themse

many ships they had the explosion. GLASS BLOWN OUT OF OTHER WARSHI

At once the harbor wa On board all the ships men rushed on deck sor stunned by the terrible told indeed that on sor near there was not a p crockery left whole, every plate glass in the port l tered and men on deciseveral yards and throw In a few moments 1 lowered from the vario rsecue boats soon stear directions. They came, almost fruitless erran

cleared for action is so of woodwork that the to float and the vast m had been a battleship though she never had nevel list. Here and ing a few living men a the only signs of the As speedily as possibled dead were picked up an warships. A little late moved in boats to the where motor boat ar Chatham were ready t the naval hospital. Th to number only twelve.

Over-night leave had limited number of mer wark and these were the Midway aboard a c join the Bulwark when curred. Another three too would have been liberty boat was actuate to go alongside the Bu

explosion occurred.

The liberty boat land at Sheerness dock just t motor ambulances beari arrived at the new dock to a summons for assist the survivors landed and sent by road to Hospital at Chatham. the disaster, most of low at breakfast and deck had the slightest WHOLE HOUSES RI UNDER THE COMPA

A well known shipt in his house near Shee time, told me that the ed under the force of everything seemed to I whole of Sheer and the people ran into quire what was the m and shock of the explos severe than the occas which the people of na

No evil significance the explosion at first, people were to heavy (Continued or