

HOLDING FIRM HEADS ACCUSED IN OUSTER SUIT

Fraud Charged by Referee
in Fletcher American
Litigation.

Federal Judge Robert C. Baltzell today considered a report of Robert R. Kelso, federal bankruptcy referee, demanding the removal of Ross H. Wallace as trustee for the defunct Shareholders' Investment Corporation—a subsidiary of the old Fletcher American Company.

At the same time in superior court two stockholders of the defunct Fletcher American National bank sought to block a suit on file against directors of the bank in federal court.

In demanding removal of Mr. Wallace, the federal referee charged officers and directors of the bankrupt Fletcher American Company, holding company of the old bank, with fraud and undercover activities which led to the alleged bankruptcy of the Shareholders' Corporation.

It was stated in Mr. Kelso's report that stock in the corporation became worthless when holding company officials, realizing the Fletcher American Company was facing bankruptcy in 1932, attempted to improve its financial condition by issuing \$1,500,000 in alleged worthless promissory notes in return for the corporation's assets.

Mr. Wallace has appealed the referee's report and has asked a review of the case by Judge Baltzell.

In the Marion county superior court action, filed Saturday, an injunction is sought by a group of stockholders of the old bank against an action of trustees of a trust indenture in the southern district of the federal court, which seeks \$2,000,000 from the directors of the old bank.

John O. Spahr and Warren W. Barnett, attorneys filing the action, point out that the federal suit was instituted after the plaintiffs, stockholders, had brought a suit against the directors of the old bank for the recovery of \$5,000,000 in alleged losses.

It is charged by the stockholders' suit that the federal court action was brought on a "friendly basis" and seeks to evade jurisdiction of the state courts.

In the request for removal of Mr. Wallace, the other legal action pending against subsidiary companies of the old bank, it is charged that interests of the old Fletcher American National bank were adverse to those of the bankrupt investment trust and that as Mr. Wallace was elected trustee by the bank officials of the old institution that should be removed.

Mr. Wallace is charged with showing no disposition to help stockholders recover their money.

The referee's report asserts that at least six of the nine directors of the investment trust also were directors of the Fletcher-American Company at that time.

The Kelso report further charges that the Indianapolis Bond and Shares Company was organized, and its common stock issued to Roy C. Shaeffer, and exchanged for the stock of the Shareholders' Investment Corporation.

Will H. Thompson, attorney for Mr. Shaeffer, said his client acted only as an intermediary.

Hubert Hickam, attorney for Mr. Wallace, contends his client's removal is recommended by the federal referee without legal authority as no hearing had been held.

CLOSED STATE BANKS MAY PAY \$9,000,000

43,000 Depositors Await Result of Governor's Visit.

Approximately \$9,000,000 in thirty-nine closed Indiana banks will be released if Governor Paul V. McNutt is successful in his visit he will make to Washington this week.

The Governor said conflicting opinions by federal legal departments must be reconciled before the Indiana banks can consider the 1907 depositors' act which allows boards of finance to execute assignments or waivers of deposit liability and obtain deposit insurance.

The controller-general's office agrees with Indiana's theory about the money, according to the Governor. A total of 43,000 depositors will be affected by definite action on the banks.

QUIT JOB COMMISSION

Leo Rappaport Resigns From Governor's Relief Board.

Leo M. Rappaport, attorney, has resigned from the state commission on unemployment relief, Governor Paul V. McNutt announced today.

Mr. Rappaport's resignation was dictated by the press of other business, it was understood. Governor McNutt said he has not decided upon a successor.

FIRM LEASES BUILDING

Patterson Shade Company to Occupy New Quarters.

The Patterson Shade Company, in business in Indianapolis twenty-three years, has leased the building at 1525 North Meridian street. The firm deals in window shades, Venetian blinds and linoleum. A factory is maintained for the manufacture of shades and blinds.

O. E. S. TO INITIATE

Englewood Chapter to Hold Ceremonies Tonight.

Initiation ceremonies for Englewood chapter, O. E. S., will be held tonight. They will be in charge of Mrs. Martha Wade and Dr. Cleve Land Noell.

Chief Takes Only Right Shoe

A thief, possibly one-legged, broke into the Merit Shoe Store, 930 South Meridian street, last night and stole four shoes for the right foot.

FOR FOOT MISERY USE OIL WINTERGREEN MUSTARD & CAMPHOR

The above prescription is guaranteed to end all ordinary footaches in 12 hours. Rub it on at bedtime and your feet will feel like new in the morning. For a few cents you can obtain this prescription, already prepared, by asking your druggist for "SKOOT."—Advertisement.



REEVES BROWN

PAT PAGE GETS 'SIGNALS MIXED' AT COURT TRIAL

Court Calls Time Out While
Coach and Counsel Go
Into Huddle.

Harlan Orville Page missed the signals today.

Now to every football fan in the nation that doesn't mean a thing.

But when you say that H. O. (Pat) Page, former coach at Indiana university, missed his signals, then all devotees of the coonskin coats and forward pass know whereof one speaks.

For "Pat" was in federal court today attempting to obtain \$15,000 damages from the university in a suit for an alleged breach of contract.

But "Pat" on the witness stand and "Pat" giving a sweating huddle of moleskin boys advice on halves isn't one and the same thing.

"Pat" and his attorney, James Bingham, were forced to confer several times while "Pat" was testifying and his attorney was attempting to get the witness into the clear for a legal touchdown.

At last, Federal Judge Robert C. Baltzell declared "time-out" in the case and ordered a short recess in order that "Pat" and his attorney could get their signals working.

The case involves an alleged breach of contract in April, 1931, when Page was dismissed by the university, although he claims his contract had one year to run. It was estimated, in testimony, that he was damaged to the extent of \$7,500 in the first year of his dismissal through being forced to take a job at \$6,000 a year at the University of Chicago. His salary at Indiana university ranged as high as \$12,500.

His attorney brought out that the famous coach was forced to leave his home at Bloomington and to pay rent elsewhere because of the alleged broken contract.

The question of the right of the university's athletic board of control to make a contract with Mr. Page was brought out by Frank C. Dailey, attorney for the university's control board. Mr. Dailey said all contracts were approved by the board of trustees of the university.

It is the contention of the attorneys for the coach that the board of control for athletics is an agent of the board of trustees and can make a contract.

AMERICAN GRANDEUR KEEPES ARTISTS HERE

Fine Arts Students to Travel to Glacier National Park.

By United Press

GLACIER NATIONAL PARK, Mont., June 25.—Inspiration-seeking American artists are learning to stay at home to find material worthy of their brush and palette.

Concrete evidence of this trend in artistic circles was a recent decision of New York university to send its summer fine-arts students to Glacier park.

The school will open June 15, at St. Mary lake. Winold Reiss, famous portraiture of Indians, will be director.

The national parks are ideal places to study art, according to Dr. H. C. Bryant, director of research and education department of the national park service.

BOY IS STRANGLED TO DEATH IN GYMNASIUM

Ohio Lad Twists Neck While "Skinning Cat" at Play.

By United Press

CLEVELAND, June 25.—A game of "skin the cat" brought death to Robert Carl Mellic, 12-year-old amateur gymnast. The boy strangled when one of the straps in his improvised gymnasium became twisted around his neck. His father found him in the boy's basement gym when he was missing at bed-time.

BOY LOSES LIFE



GENE PAUL HATMAKER

Burns caused by the exploding gas tank of the car in which he was riding Saturday proved fatal to Gene Paul Hatmaker, 4, of 802 Bancroft street, yesterday.

WASHINGTON, June 25.—Twelve law-abiding aliens, who faced deportation a few days hence because of a vote by the house in its closing week, were given a stay of execution today.

The immigration service instructed its offices throughout the country to defer action on the deportations scheduled for July 1 pending further orders. It is expected that within a few days the service will formally extend the July 1 deadline to next January, when the new congress can reconsider legislation humanizing the deportation laws, as advocated by Miss Frances Perkins, secretary of labor.

Chairman Samuel Dickstein (Dem., N. Y.) of the house immigration committee, still seeking with indignation at the defeat of the immigration reform plan last week, is seeking the postponement.

"The defeat of the deportation bill was a black mark on congress' record," Mr. Dickstein said today. "Ninety-eight per cent of the members didn't know what the bill contained."

"They were stampeded by a handful of clannish—or Ku-Klux Klanish—hypocrites posing as immigration restrictionists."

"This bill will not have lifted any restrictions against the entry of aliens. On the contrary, it proposed four new classes of criminal aliens who would be deportable."

"But certain members of the house insisted the bill gave too much discretion to the secretary of labor in permitting law-abiding aliens, of proven usefulness in a community, to remain in the country despite failure to comply with all the technical requirements for legal entry."

"So we continue to operate under a law which permits professional criminals, dope peddlers, smugglers, and racketeers to avoid deportation, but forces the exiling of decent folk regardless of the fact that families may be ruthlessly broken up."

"Our bill actually would have decreased immigration, because for every law-abiding alien permitted to remain, the immigration quotas would have been reduced by one. Thus we would keep a person of

DEPORTATION OF 1,200 IS STAYED BY U. S. ORDER

Foes of Bill Bitterly Attacked by Dickstein, It's Sponsor.

By LEE G. MILLER
Times Special Writer

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HORIZONTAL
1 Whose efforts resulted in the founding of the American Red Cross?

10 Little devil.

13 Ventilated.

15 Aqua.

17 Deposited.

18 Local positions.

20 Bare.

21 Conjunction.

22 Killer in a bulifight.

24 Three-toed sloths.

25 Mother.

26 Therefor.

27 Measure of area.

29 Seventh note.

30 Cavalry.

31 Small child.

32 Killer.

33 To cross-question.

35 To entertain.

37 Portrait statue.

38 Common laborer.

39 And.

40 All right.

42 Fourth note.

43 Street.

44 Genuine.

45 Rail (bird).

46 Stint.

47 Fashion.

48 Pace.

50 Unrestrained.

51 Unrestrained.

52 To regret.

53 Paid publicity.

54 To devour.

55 To start the search for systematic.

56 To head the relief work in Northwest.

57 Paid publicity.

58 To start the relief work in Amer. 10 Virginia willow.

59 Paid publicity.

60 Dower property.

61 Dower property.

62 Dower property.

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70 Dower property.

71 Dower property.