# POLAND PLANS FOR HUGE COUNTER-ATTACK

CONDITIONS IN SOVIET NATION BARED ALLES TO GET

# PONZI ONCE CONVICT: BANK CLOSED AMERICAN POSITION ON POLISH SITUATION OF POLISH TO WORLD

## MONEY WIZARD'S PAST BARED BY POLICE RECORDS

Ponzi, Boston's Spectacular Financier, Once Member of Failed Bank

OPERATION IN MONTREAL LEAD TO JAIL, CLAIM

Goes Into Conference With His Lawyer After Admission

BOSTON, Aug. 11 .- Sensation fol-BOSTON, Aug. 11.—Sensation fol-lowed sensation in the Ponzi case to-day. Charles Ponzi, who recently jumped into notoriety as a spectacular financier, admitted that he was the Charles Ponzi who served terms of imprisonment in Montreal and Atlanta some years ago.

imprisonment in Abatical and Atlanta some years ago.

At the moment he was making the formal confession of his pust, the Hanover Trust company in which Fonzi was a director, was closed by Bank Commissioner Joseph C Allen who declared that reports of his agents indicated that the bank was doing business in an unsafe manner. Pond resigned from the directorate this afternoon.

The admission of Ponsi and the closing of the trust company were quickly associated in the minds of hundreds who had given their money to Ponsi for investment and who had been waiting anxiously for developments. A crowd gathered in front of the Hanover Trust company.

Ponsi who organized the Securities Exchange company and took in millions for investment from thousands of clients, said in a statement today that he took the blame for another person in Montreat. He also insisted that he was still solvent and could pay all notes now outstanding against pay all notes now outstanding against

When he was brought to Montreal I exonerated him by assuming all the

"My next unfortunate incident did not come of my own volition, but happened as a consequence of my first mistake. Released from prison without a friend, and without a dollar, I fried to earn a living the best I could. Within ten days I was asked in escort five Italians into the United States I did not singigle them in. I crossed the border openly and was placed immediately under arrest.

PLEADED GUILTY.

street cars were being operated by Denver men and the strikebreakers sent out of the city.

Colonel Ballou made this announcement shortly after the departure from Denver at 9 o'clock this morning of Major-General Leonard Wood, who has been in Denver reviewing the strike situation. General Wood left for Chicago after placing the entire situation in the hands of Colonel Ballou. PLEADED GUILTY.

"I didn't dedge the consequences of pleaded guilty. I expected len-ncy. I didn't resist a conviction and I was sentenced d two years in federal prison in Atlanta, Ga., and

should have been made before in view he fact of the notoriety of the Several years ago I committed If I made a mistake and paid

for it, I had every reason to believe that society owed me another chance. "I am not the first one to have com-

"Charles W. Morse, at one time prominent banker, was also convicte United States courts and sentencel to 15 years in Atlanta, Ga. I know, other day because I was there with him. He was Calendary

released after serving a very small ert of his sentence. He has now been for years a position still

Ccupying for years a position still greater than before.

"I do not mean in any way to imply that he is not deserving of the respect of the public, but I merely ask if he is deserving, why shouldn't i be? "Montreal records show that a man of my description was consisted of forgery in 1905 and sent for three years to lyncent de St. Paul and served about two months. I feel that it is very important for the people to it is very important for the people to know that although I am the man who was convicted and sentenced for that crime. I am not the man who per-petrated the crime. What is occurpetrated the crime. What is occurring today to me happened then in Montreal, the only difference being the object of persecution was my emprompted him to demand the return

DENIES GUILT

"A man apparently friendly to him suggested that he leave Canada, the object of the man being to appropriate during his absence all the assets and I decleft by the fugitive's banker. In order to be sure he wouldn't come back sequences. counting, he com

When it developed later that the bankers, this city.

CHARLES PONZI, the soseems to have been identified as the Charles Ponsi, Montreal banker, who served time in a Canadian peritentiary.



Colonel Ballou Says Soldiers Will Guard Until Strikebreakers Leave City

The allusion made by me to reporters that I went to Canada to carry on an investigation for the italian government is immaterial, although it could explain why I assumed a name.

"My next unfortunate incident did with the country of my own volition, but hap-

UNION MEETING. Striking trainmen and linemen of

the transway company were sum-moned this morning by the union executive committee to attend a mass leval prison in Atlanta, Ga., and sentence was a maximum.

"As I said before, I simmed and paid it. When the time came I made a an breast of it. Is this enough?"

MAKES STATEMENT
In his formal statement is said:
The statement I am about to make senfority rights, the company was not

Colonel Ballou's statement \*stlows "The sooner the street radway com-pany and the former empayes get to-gether and have the ears -perated by that society owed me another chance. "I am not the first one to have committed a sin. When I see others who were under the same situation years ago and now today occupy prominent position I 60 not see why I should become the object of persecution on the part of authorities, press and public.

KNEW CONVICTED BANKER

gether and have the cars pertaced by Denver men and the ruikebreakers sent out of the civ. the sooner the troops will be able to leave. I can't definitely say how soon they will leave under these conditions, but until that is accomplished there can be no thought of the troops leaving."

Service was resumed this morning of the soone and the ruikebreakers are the service with the cars operated by Denver men and the ruikebreakers are the proposition of the civ. the soone the sooner the troops will be able to leave. I can't definitely say how soon they will leave under these conditions, but until that is accomplished there can be no thought of the troops leaving."

on the same basis as yesterday, at-though it was said that more cars would be running tonight than on any other day since the strike was called,

Colonel Ballou, in later amplifying his statement, declared that General Wood had condemned the policy of arming strikebreakers by entirely proving Colonel Ballou's

## TOLEDO VOTES AGAINST BUYING CITY CAR LINES

TOLEDO, O., Aug. 11.-Toledo vot ers voted approval of \$12,000,000 for school purposes but turned down the proposal to bond the city for \$7,-000,000 for the purchase of the trans-

of my employer under extradition pro-ceedings on a charge of forgery, from Mexico to Montreal "I feit indignant as any other man

would feel under the circumstances and I decided that I would save my employer regardless of cost or con-

him to forge certain instru-which he was going to hold as over his head. I was present that a Charles Fonzi was a member of the firm of Zrossi and company, which falled could not goin possession of the 1908. Zrossi fled and subsequently was a revenge or other motives intradited from Mexico City.

## Food Problem This Winter Supreme Test of Power For Russia

ment and Clothing Heard From One End of Country to the Other; Military Power Keeps Populace in Bounds.

VIBORG, Finland, Russian Frontier, Aug. 10.—(By the As-sociated Press.)—Flushed with success and confident of Poland's success and confident of Poland's defeat, soviet Russia faces the approaching whiter with the grim problem of food as its supreme test of power. From the Far East to the Finnish frontier—4800 miles of undisputed territory—the spectre of starvation stalks threatening as the far reaches give up a cry for the necessities of life from a people whose hearts, long sturdy in the struggle for a "new day," are forced to head the demands of want.

UNCENSORED STORY.

UNCENSORED STORY. The Associated Press correspondent just arrived has observed these conditions in crossing Russia and Siberia all the way from Vladivostok to Moscow and Petro-Vladivostok to Moscow and Patrograd. His arrival in Finland followed deportation from Moscow because the authorities had not given advance authorization for crossing Siberia. In Finnish surroundings he is enabled to send an uncensored account of the straits of the Russian record as hurraedly observed while he and a number of refugers made the first trop of Americans across Russia in the last two years. in the last two years.

Everywhere in all this trip from one end of Russia to the other the cry for food and clothing was heard. If was voiced by the old Russian peasant type at the Chinese frontier where the correspondent was first brought into Russian territory. It was heard again through the heart of Russia, where the crews of locomotives were clad in ragged garments, with sandal-like shoes braided from the bark of trees. As they stoked their engines they begged for black bread from the begged for black bread from the group of foreign refugees who were passengers on the train from Moscow to the Finnish frontier The appeal for the necessities of living is universal except from the extra rationed class of higher

military and civil government au-thorities. WINTER TO BE FATAL. To Nikolai Lenine, the soviet president, according to the acented report in Moscow, is attributed the statement that the Russian people cannot pass through another winter like the last. Even now stories are circulated for popular consumption that Lenine himself is suffering for want of food because of his insistence food because of his insistence upon sharing the plight of the people. The story goes that he reof black bread-three-eights of ; bound daily-which is the ration oday issued to the civilian popu-

UNREST AND REVOLT. Attendant upon the sore plight of the people economically is an ever-increasing spirit of unrest and revoit. A military organization, disciplined to the core, finds a growing difficulty in carrying out orders by the mailed fist tac-tics in which it has hitherto been

From east to west the Bolshe-vik soldiers are militarily trained throughout and officered the same as any other regularly orga-nized army. Controlled by the soviet political commissars, they stand prepared at all times to fix firmly upon the people the new social system prescribed in the supreme flats issuing from Mos-

At the end of the second year that the Bolsheviki have assumed direction of the proletariat. Rus-sia remains in the firm grasp of this military regime. It is the same force which has besten back this minutes, and force which has beaten back invading foreign armies on all fronts, the same that has overcome all counter-revolutionary

SOME LOVED CZAR. The soviet leaders are capital-izing their victories to the utmost. They are instilling into the minds of the people that the red forces have defeated the world's armies seeking to enslave Russia and set up another form of Czarist government. They are urging upon them that the traffic sufferings and sacrifices will firmly establish national security and spread the cause of social revolu-tion throughout all lands.

In some cases along the eastern frontier these pleas fall upon the unwilling ears of the peasant ploneer who looked upon the former car og his "little father," ble of wrong doing, and who believes still that all Russia's trou-bles began with the downfall of

SIBERIA STRIPPED. In their efforts to avert a ris-ing tide of counter-sentiment, the leaders have resorted to stringent methods. Siberia, the last great food reserve to be reclaimed to the Moscow power, has been stripped of grain and manufactur-

stripped of grain and manufactured goods captured after the Kolchak debacle. Supplies have been transferred to relieve Moscow even to the point of placing the Siberian population in need.

The rich black soil in southern Russia is said to have produced less than half a crop tais year because of douth. The Don coal basins are producing little despite Denikine's rout, necessitating that rallroads and industries, excepting in the small districts of Siberia, depend upon wood for fuel. The army is constantly draining the army is constantly draining the food stocks, while everywhere women, girls and boys are replacing men at all forms of labor. SMOKELESS STACKS.

SMOKFLESS STACKS.

The spectacle of stringency is complete with hundreds of dormant factory stacks, from the small districts of Irkutsk and Omsk through the larger industrial centers of the Urals to the great manufacturing district of Moscow as monuments to an industrial structure hearing all the dustrial structure bearing all the appearances of having been brok-

appearances of having been broken down.

Observers on the trans-Russian journey commented on this aspect of the situation in view of a statement credited to Leon Trotzky, minister of war, in which he was quoted as anylog that the Bolshevik working armies," heraided as units which would rebuild Eussia's industrial life, had failed where skilled labor was needed. where skilled labor was peeded, their usefulness being limited to the rougher forms of labor such as cleaning streets and leceping up the railway rights of way. ailway rights of way. PLANS MISCARRY.

ries which are working is absorbed by the army, leaving nothing, it is declared, to exchange with the agricultural population for their products. The plan for such exchange, handled by the govern-ment, is declared to have been a basic point in the Bolshevik pro-

Continued requisition of grain and livestock in return for alleged worthless paper money instead of supplies is said to have made the agricultural population the greatest potential enemy of Bolshev-ism. Observers say that if this condition is not remedied it promises to cause the ultimate fall of the regime, despite its militarist control.

As a result of the deluge of pa-

per money throughout Russh and Siberia, a system of barter which is carried on illegally is the only means of exchange. titles of food supplies compensate for the shortage in government rations and the inequality in their distribution.

Greater success seems to have ittended reorganization of the allroad transportation system, especially in passenger traffic, than any other branch of the industrial life. From Verkhne-Udinsk, the capital of the Boisleviki's Far Eastern buffer state, a traveler Eastern buffer state, a traveler can ride into Moscow or Petrograd in ten days, traveling from Onisk on Russian Pullmans if he is on business or is especially pull-lighted. privileged.

The cost of the 4009-mile trip across Russia is 1600 rubles. The sum is less than one American dollar, but is also less than the amount needed at scores of trans-Siberian stations to buy a pound meat or sait from the peasants who sell food at the railroad de-

The brightest spot in the whole picture of Bolshevik Russin is represented in attempts every where to emphasize education. Efforts are being made to estabish reading rooms and schools for both civilians and soldiers and care for children during the food crisis.

Much of the instruction natu-

Much of the instruction naturally includes teaching of the doctrines of communism through dictatorship of the proletariat, world revolution and class war. Russian opponents to Bolshevism, however, declare that, in the face of actualities, such instruction serves only to convince the people more thoroughly of the impossibility of realizing their needs possibility of realizing their needs through methods such as they are now undergoing under a dictator-

## SET FORTH TO WORLD

WASHINGTON, August 11 .- The position of the American government in the Polish situation was today before the world.

The United States stands as favoring preservation of the political inde-pendence and territorial integrity of Poland and against any dismember-The outlines of the policy were set forth in a note dis

patched yesterday by Secretary Colby to the Italian ambassador.

To the end that Poland shall continue as an autonomous state, the Amer-Ican government, Secretary Colby declares in his note, will follow a policy "directed to the employment of all available means to render it effectual." To safeguard the interests of the Russian people as distinguished from the existing Russian soviet regime, the government declares to the allied powers it would regard with satisfaction a declaration by them of respect for the territorial integrity and true boundaries of Russia.

The United States, the note asserts, takes no exception to the efforts

Associated Press Corresponent, Just Out of Soviet Nation, to arrange an armistice between Poland and Russia, but for the present can-Send Uncensored Story of Conditions; Cry for Nourish- not consent to any plan to divert such armsitice negotiations into a general European conference.

Secretary Colby reiterates the previously expressed sympathy of the American government for the Russian people as well as the government's previously announced decision not to recognize the soviet regime, which is characterized as a non-representative government whose only sanction is brutal force.

State department officials refused to claborate in explanation of the pledge contained in the note to employ "ail available means" to uphold the

> Bolshevik Menace Through South Russia Leader

PROHIBITION NOMINEES

the country.

# FRENCH DEGIDE

Chief Pharmacist Mate Denies France Hopes for Overthrow of He Murdered Woman Discovered in Sands

washington, aug. 11.—Commenting today on the statement of the London Evening Standard that the Sinn Fein congress had authorized him the soviet government's anxiety with to spend 3500,000 "in concetion with the campaign for the presidency of the United States," Eamonn De Valera president of the provisional Irish republic, declared he had received no official notification of the recent acts of the Irish congress.

"The sinister interpretation which its south to place on that yets. If all Kolchak, and point out he is meet-

"The sinister interpretation which the Poles, General Denikine or Admits is sought to piace on that vote, if ral Kolchak, and point out he is meet-views, any further move would be exgenuine, is but another illustration of ing with great successes in turning all pacied to be on the initiative of the European governments.

While the United States and the While the United States and the Control of the United States and the Control of the United States and the Control of the United States and the United S This not impossible that in attempting shevitic to make far-sighted provision for possible expenditure, of the different dehese sums were allocated to my de-brief paragraph with regard to

partment."

To speak of these allocations as a political fund to be used in the presidential campaign to increase the impression that they were to be used blc to us."

DEFEND WARSAW.

WARSAW. Aug. 10—(By the Associated Press.)—Although Polish forces have abandoned Ostrolenka, they compression that they were to be used blc to us." partisan purposes is a misrepre-

## MASTER BUTCHERS' MEET

TURNS HOTEL INTO SHOP

NEW YORK, Aug. 11—The Hotel Pennsylvania was transformed into a butcher shop de luxe at the opening of the United Master Butchers of America. One of the chief objects of the profusion of vianda on exhibit was to demonstrate to housewives methods of buying cheaper cuts.

"One reason the rougher grades of meat don't sell readily," said J. T. Russell. Chicago, "Is that people have porterhouse purses today, and the dealer who suggests a cheaper grade of meat runs the risk of offending his customers."

ARE NUTIFIED TUNIGHT

GERMANTOWN, O. Aug. 11—
With representatives from all over the where they are retreating toward the river Liwiso, east of Warsaw. Along the butcher shop de luxe at the opening of the Polish forces a leag the middle reaches of the Bug fiver where they are retreating toward the river Liwiso, east of Warsaw. Along the middle reaches of the row where they are retreating toward the river Liwiso, east of Warsaw. Along the middle reaches of the Bug fiver where they are retreating toward the river Liwiso, east of Warsaw. Along the middle reaches of the Bug fiver where they are retreating toward the river Liwiso, east of Warsaw. Along the middle reaches of the Bug fiver Liwiso, east of Warsaw. Along the middle reaches of the Bug fiver Liwiso, east of Warsaw. Along the middle reaches of the Bug fiver where they are retreating toward the river Liwiso, east of Warsaw. Along the middle reaches of the Bug fiver Liwiso, east of Warsaw. Along the middle reaches of the Bug fiver Liwiso, east of Warsaw. Along the middle reaches of the Sug fiver the middle reaches of the protein all over the middle reaches of the protein all over the middle reaches of the Bug fiver the middle reaches of the protein all over the middle reaches of the sug fiver Liwiso, east of Warsaw. Along the middle reaches of the fiver Liwiso, east of Warsaw. Along the middle reaches of the fiver Liwiso, east of Warsaw. Along the middle reaches of the fiver Liwiso, east of Warsaw. Along the middle reaches of the Endistance w

## SEVERAL HIGH-UPS ARE NAMED IN SLACKER HUNT CARAWAY LEADS KIRBY

TWO MEN IN CAR ROB

RETURNING TRAVELER

OMAHA, Neb., Aug. 11—Two men in an automobile held up and robbed in an automobile held up and robbed in an automobile held up and robbed in their local boards.

OMAHA, Neb., Aug. 11—Two men in an automobile held up and robbed in the rote early today. Sueppel, of Jowa City, of \$122 here early today, Sueppel reported to the police. Sueppel is slopping here en route home from the Pacific coast, those named.

CHICAGO, Aug. 11—A roundup of slackers was launched today when government officers started combing considered as a compromise between the proceeding to considered as a compromise between the factors of the Hythe conference are considered as a compromise between the proceeding were proclaimed by the French to be a victory for Premier Libration W. F. Kirby for the senatorial nomination by more than 9000. Caratinomination by more than 9000. Car

## TO RUSS PEOPLE Entente Think Colby Note Will Have Good Effect as Antired Propaganda

TIME FOR COUNTER-ATTACK MILITARY MEN THINK IT

Great Britain Has Many Anx ious Days Over Polish-Soviet Situation

WARSAW, Aug. 10.—(By The Associated Press.)—A concentra-tion and re-grouping of the Po-lish forces for an extensive coun-ter-stroke on the entire Warsaw front is reported by today's news-

papers.

The plans are, it is said, to begin this counter-move within a few days. Military men express the opinion that this is a propitious time to strike back in an effort to drive off the soviet forces which are endeavoring to encircle the county. the capital.

PARIS, Aug. 11.—(By The Associated Press.)—The Russians now are occupying a stretch of 24 miles of the direct railway line between Warsaw and Danzig and a large force is posling across the Danzig corridor to cut the remaining railroad, according to the French foreign office today. The section held is between Ciechanow and Mlawa.

WASRINGTON, Aug. 11.—Poland will ask immediate aid from the United States in its fight against the Russian government. Count Casimir Lubomirski, the Polish minister, announced today.

The appeal to the state department, the minister said, will be based upon the assurance contained in the American note to Italy that the United States will lister upon maintenance of the political independence and territorial integrity of Poland.

SAN DIEGO. Cal. Aug. 11.—T. F. Frash, chief pharmacist mate on the discovery last month of the body of his wife, buried in the same of Mission valley, near here.

The body was clothed in bed sheets, a sult of pajamas and a man's overace cloud. All identification marks had been cloud. The body was complete a said increased in the house which he had occupied with his wife. A sixteen-year-old girl found with him was sent to the detention home.

"I did not murder my wife," Frash tidd he police occarding to their amouncement. "She gave an outery in the height and I found her in contultions. She dided before I could summon an outer of the police of the police occarding to their amouncement."

NOTIFIES ENGLAND, France notified Premier. Lloyd found the money to pay for a funeral. I hired a rig the next day and buried the body in the sund."

ONTIFIES ENGLAND, France notified Premier Lloyd for the next day and buried the body in the sund."

NOTIFIES ENGLAND, France notified Premier Loyd for the first with the home to reach the Russian poverament. The section in the head of the development of the desired provention of the thing distribution of the date of the political independence and territorial integrity of Pointal. All the experience and other allied and associated was marked to the found in the mainted from the distribution implied t

to make far-sighted provision for pos-sible expenditure, of the different de-partments of our government that claistatement from Moscow curried of views as to Russia were sufficiently marked as to cause comment DEFEND WARSAW.

Narew and Bug rivers, and are suffi-HIBITION NOMINEES

ARE NOTIFIED TONIGHT

Clerity strong to defend Warsaw in that direction. The evacuation of Catrolenka, however, involves a regrouping of the Pollsh forces along

many Analogs
parade at 3 o'clock.
Speaking tours of the candidates are expected to cover almost all parts of the country.

MANY ANALOGS
LONDON, Aug. 10.—Great Britain has been given anxious days by the Polish situation. Nobody wants anciher war. Not only has England no ciher war. Not only the community is

soldiers to send but the community tired of war and overburdened with IN ARKANSAS VOTING taxation. Results of the Hythe conference are