

Grain Belt Breweries Company Records.

## **Copyright Notice:**

This material may be protected by copyright law (U.S. Code, Title 17). Researchers are liable for any infringement. For more information, visit <a href="https://www.mnhs.org/copyright">www.mnhs.org/copyright</a>.

## NATIONAL SURETY CORPORATION 1936

#### CALENDAR 1936

A CONTRACTOR OF THE PARTY OF TH			-
1936 JANUARY 1936	1936 APRIL 1936	1936 JULY 1936	1936 OCTOBER 1936
Su Mo Tu We Th Fr Sa	Su Mo Tu We Th Fr Sa	Su Mo Tu We Th Fr Sa	Su Mo Tu We Th Fr Sa
11234	1234	1234	1 2 3
5 6 7 8 9 10 11	5 6 7 8 9 10 11	5 6 7 8 9 10 11	4 5 6 7 8 9 10
12/13/14/15/16 17/18	12 13 14 15 16 17 18	12 13 14 15 16 17 18	11 12 13 14 15 16 17
19 20 21 22 23 24 25	19 20 21 22 23 24 25	19 20 21 22 23 24 25	18 19 20 21 22 23 24
26 27 28 29 30 31	26 27 28 29 30	26 27 28 29 30 31	25 26 27 28 29 30 31
1936 FEBRUARY 1936	1936 MAY 1936	1936 AUGUST 1936	1936 NOVEMBER 1936
Su Mo Tu We Th Fr Sa	Su Mo Tu We Th Fr Sa	Su Mo Tu We Th Fr Sa	Su Mo Tu We Th Fr Sa
			1 2 3 4 5 6 7
2345678	314 5 6 7 8 9	2345678	8 9 10 11 12 13 14
9 10 11 12 13 14 15	10/11 12/13/14/15 16	9 10 11 12 13 14 15	15 16 17 18 19 20 21
16 17 18 19 20 21 22	17 18 19 20 21 22 23	16 17 18 19 20 21 22	22 23 24 25 26 27 28
23 24 25 26 27 28 29	24 25 26 27 28 29 30	23 24 25 26 27 28 29	29 30
	31	30 31	
			-
1936 MARCH 1936	1936 JUNE 1936	1936 SEPTEMBER 1936	1936 DECEMBER 1936
Su Mo Tu We Th Fr Sa	Su Mo Tu We Th Fr Sa	Su Mo Tu We Th Fr Sa	Su Mo Tu We Th Fr Sa
1234567	123456	12345	12345
8 9 10 11 12 13 14	7 8 9 10 11 12 13	6 7 8 9 10 11 12	6 7 8 9 10 11 12
15 16 17 18 19 20 21	14 15 16 17 18 19 20	13 14 15 16 17 18 19	13 14 15 16 17 18 19
22 23 24 25 26 27 28	21 22 23 24 25 26 27	20 21 22 23 24 25 26	20 21 22 23 24 25 26
29 30 31	28 29 30	27 28 29 30	27 28 29 30 31

#### CALENDAR 1937

	CALEND	AR 1937	
1937 JANUARY 1937  Su Mo Tu We Th Fr Sa  1 2  3 4 5 6 7 8 9  10 11 12 13 14 15 16  17 18 19 20 21 22 23  24 25 26 27 28 29 30  31	1937 APRIL 1937 Su Mo Tu We Th Fr Sa 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30	1937 JULY 1937  Su Mo Tu We Th Fr Sa  1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31	1937 OCTOBER 1937 Su Mo Tu We Th Fr Sa 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31
1937 FEBRUARY 1937  Su Moj Tu Wej Th Fr Sa  1 2 3 4 5 6  7 8 9 10 11 12 13  14 15 16 17 18 19 20  21 22 23 24 25 26 27  28	1937 MAY 1937  Su Mo Tu We Th Fr Sa  2 3 4 5 6 7 8  9 10 11 12 13 14 15  16 17 18 19 20 21 22  23 24 25 26 27 28 29  30 31	1937 AUGUST 1937 Su Mo Tu We Th Fr Sa 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31	1937 NOVEMBER 1937 Su Mo Tu We Th Fr Sa 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30
1937   MARCH   1937	1937 JUNE 1937 Su Mo Tu We Th Fr Sa 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30	1937 SEPTEMBER1937 Su   Mo   Tu   We   Th   Fr   Sa    5   6   7   8   9   10   11    12   13   14   15   16   17   18    19   20   21   22   23   24   25    26   27   28   29   30	1937 DECEMBER 1937 Su Mo Tu We Th Fr Sa 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31





Our facilities for handling Court Bonds, or, in fact, Surety and Fidelity Bonds of every description, are unexcelled by those of any other surety agency in America.

The power of attorney we hold enables us to furnish a bond of almost any kind or size on a few moments' notice. We arrange for execution of bonds anywhere in the country, by telegraph if necessary.

When You Want SERVICE on a Bond Telephone Main 4371

## JOYCE INSURANCE, Inc.

N. W. Managers, NATIONAL SURETY CORP.

National Bldg., 9th floor MINNEAPOLIS, MINNESOTA

#### SURETY and FIDELITY BONDS

Fire Insurance
Automobile Insurance
Burglary Insurance
Hold-Up Insurance

Liability Insurance Accident Insurance Plate Glass Insurance Aircraft Insurance

Life Insurance





## NATIONAL DIARY

1936

## NATIONAL SURETY CORPORATION

NEW YORK, N. Y.

#### VINCENT CULLEN

PRESIDENT

#### BOARD OF DIRECTORS

S. READING BERTRON

EDGAR S. BLOOM

FRANKLIN Q. BROWN

HARTWELL CABELL

EDWARD H. CLARK

VINCENT CULLEN

ALEXANDER FOSTER, JR.

CHARLES HAYDEN

ALANSON P. LATHROP

JOHN C. McCALL

JAMES S. McCULLOH

SAMUEL MCROBERTS

ALFRED E. SMITH

Saturday where to hits the first glass of Golden Grain Belt Beer enjoyed in many, many years.

Jacob Kunz who has guided the stating of the brewery since the very early days remains at the helm of affairs as president. Hale and hearty as ever Mr. Kunz is directing the ls. affairs of the concern with that same of executive but human ability that won se him so many thousands of friends in pet the good old days.

Charles E. Kiewel is vice president en and general manager. He is in comed plete charge of plant operation and to brings to his position the experience ho of a life time spent in the brewing us of beer of an excelling quality.

his

fide

har

an some have national reputations in their various lines of endeavor, but Mr. Kiewel boasts an international reputation as a brewer. It was under his direction that the great plant of the Minneapolis Brewing company was completely reconditioned and his experienced skill and watchful eye es, are bringing Golden Grain Belt Beer for to its old fame.

To the public Mr. Kiewel sends this message. "Having now, without haste and with infinite care and fore-thought made the plant a model of snow white purity in every detail for brewing good beer—you can be certain that you are getting the finest beverage that experience, skill and the choicest materials can produce, plus a certain something which will satisfy your highest expectations."

Fred Thielen returns to the Brewery in the capacity of Sales Manager. He was with the company for 21 years prior to Prohibition and is thoroughly versed in all the problems connected with the return of the industry to activity.

Putting the brewery in shape for the new deal meant jobs for many members of organized labor as will the operation of the plant and the delivery trucks. As always the Minneapolis Brewing company will operate under 100 per cent union conditions

The light cream colored trucks of the Minneapolis Brewing company have set the whole town talking, just as the famous brew when it reappears on Saturday will set the whole town smiling.

Remember Minneapolis breweries pay the highest wages of any breweries in this part of the state and that includes St. Paul.

e TYTEN ... I Dallaca J Ta

LIQUOR BOND FORFFIT ASKFO

License Holders With Conviction Records Would Be
Penalized in Jury Plan.

(Text of report, page 11.)

Action seeking forfeiture of bonds put up by liquor license holders whose records show convictions was recommended by the grand jury Thursday in its final report.

The jury's investigations revealed about 55 cases in which past and present license holders "have been convicted of one or more offenses against the existing ordinances of the city of Minneapolis, which convictions could bring about a forfeiture of their bonds," the report said.

#### Bond Is \$3,000.

In each case the bond is \$3,000, the report said, which would give the city from \$150,000 to \$200,000 if the money could be collected.

Such action should be commenced in one or two instances, at least, to bring from the supreme court, through appeal, a clear and concise ruling involving forfeiture of bonds, the report said.

"During our investigations several liquor dealers have been questioned, and we find and firmly believe that all legitimate liquor dealers welcome and in fact demand proper and effective administration of our laws relating to the sale of intoxicating and non-intoxicating liquors," the jury reported.

Separate Bureau Urged.

The report again set forth the jury's belief that a separate bareau should be established to handle only applications and licenses for intoxicating liquor and beer. A proposed ordinance defining the duties of the superintendent of the proposed bureau was included.

Another subject receiving grand jury attention was the "operation of beer and hard liquor places

with gambling and dance halls in connection."

The place, the report said, "are becoming more and more of a definite public nuisance." An immediate survey to re-establish the liquor patrol limits as provided before prohibition, "with due regard to the extension of such limits as the increased growth of the city may seem to make advisable," was recommended.

Most of the report was devoted to liquor problems. One other subject, the women's detention home, was given consideration as result of a special request, and the jury recommended that a separate maintenance fund be established for the institution to substitute for the present plan of supplying its need through the budget for the men's workhouse at Parker's Lake.

#### Minority Report Ruled Out.

A minority report by a woman was ruled out by District Judge Levi Hall. The report, signed only by Mrs. Blanche McIntosh, charged the jury's beer and liquor investigation was the result of a war involving a St. Paul brewery seeking to establish itself in Minneapolis. She charged the investigation was promoted by the Former Grand Jurors' association.

Several members of the grand jury asked that the report be rejected. The judge said it could not be accepted as it was signed by only one member.

MINNEAPOLIS LABOR REVIEW

October 27 1933

fees due the grand jurors should not be withheld was signed Thurs- V to

day by Judge Hall. The suit was started by Jean McVeety, an at-day, torney acting in the capacity of a = taxpayer.

Miss McVeety alleged that the jurors failed to abide by instructions of the court and that they "knowlingly and wilfully undertook investigation of subjects entirely foreign to the scope of their powers."

The order requires George H. Hemperly, clerk of court, and Henry Voegeli, treasurer, to appear Monday morning to show cause why \$1,080 due the jurors should not be withheld.

### Claim Brewer Took Unfair Advantage

The Minneapolis Brewing Co. took an unfair advantage over other creditors of Joseph V. Bratrofsky. former Hopkins beer parlor operator, by forcing him to turn over \$1,800 in stock and fixtures in payment of a \$600 debt when he was insolvent, it was charged Wednesday in district court. The charge was made in a suit for recovery of \$1,800 started by John M. Arneson as trustee of Bratrofsky's estate. Just before Bratrofsky was adjudicated a bankrupt last January 14, Arneson alleged, the brewing company coerced him into giving it his stock and fixtures.

An order to show cause why In has more than 6,000 agents always

A | Saturday where it hits the hist glass | p

### Liquor License For Hotel Keeps Ackerman Busy

Compliance with a legal requirement delayed the New Year's eve celebration plans of Russell S. Ackerman, city license superintendent, and his staff.

Shortly before 5 p. m. Thursday Ackerman and his aids were ready to close up the office for the day. Then in came the liquor license application from The Nicollet hotel, just in time to meet the requirement that license applications be filed 30 lays in advance of February 1.

The law also requires that all stockholders, and the amount of stock they hold be listed. That meant 256 pages and 3,584 names on the hotel's application. The necessary clerical work was not completed until long after the license bureau's regular closing

National Surety Corporation issues lost securities bonds or lost inclument bonds

## HOLSAPLE JOINS IN DEMAND FOR **BREWERY PROBE**

#### Anti-Saloon Head Backs Robb Against Mayor

Dr. R. N. Holzaple, superintendent of the Minnesota Anti-Saloon league, today joined the demand for investigation of cases of brewery ownership of fixtures and for prosecution under the city ordinance.

"When other crimes are committed, the authorities are not slow to act on the merest rumors and make investigation," he said in a letter to Mayor Thomas E. Latimer. "It is somewhat strange, therefore, that in the case of those engaged in the sale of alcoholic beverages, whether hard or soft, it is required that iron-clad evidence be submitted before any action is taken.

#### Joins Robb

"I wish to join with Alderman (Walter) Robb and many other citizens of this city to request that an order be issued for an investigation of all the places charged with illegal operation, and that prosecution be started immediately when evidence reveals the probable violation of any law."

Complaints against a brewery for violation of the 3.2 beer ordinance were still not drawn, and apparently not even contemplated today, while Mayor Latimer went ahead' to put the screws on two ex-beer parlor proprietors for exactly the same violation.

Strikes Snag

The mayor's plan for a revoca-Janu tion hearing on the licenses of the two struck a snag, however, when he learned that neither of them has a beer license any longer. They have been out of business for some time, but the mayor said he was going to talk to them, anyway.

Meantime, today, Alderman Robb, who demanded in a letter to the mayor several days ago that court action be taken against a brewery for owning beer parlor fixtures, reiterated that demand in another letter.

Pointing to the discovery that neither of the beer dispensers involved now possesses a license, the mayor complained that Robb "should have got his facts" before making his demand.

#### Says Issue Evaded

Robb accused the mayor of 'evading the issue' by proceeding against the operators instead of the brewery. To the alderman's request that the mayor see to it that municipal court complaints were prepared against the brewerv, the mayor has responded that he has no authority to do this, and that the only power he has is to revoke licenses.

#### Suggestion Offered

To a suggestion today that the brewery also might be summoned for a hearing on revocation of its own off sale beer license, the mayor said he doubted if grounds existed for this. Alderman Harold Kauth, chairman of the council health and hospitals committee, took the same view.

The controversy revolves about two cases in which a brewery sued for recovery of fixtures from two retail places, and in its complaints admitted ownership of the fixtures, which the ordinance expressly forbids.

## On, Off Sale on wh Brewery Earnings of Liquor Is Voted

Cavalier will have both on sale and off sale of liquor.

Giving the second reading to its liquor ordinance, the City Council at a special Wednesday night meeting, amended it to grant on sale licenses at \$700 and off sale licenses at \$200.

Motion to amend the ordinance to permit on sale was made by Otto Lempe and upon the vote Aldermen Peterson, Eiriksson, Mayo and Lempe voted aye and Brown and Thomson no.

Action of the council brings to an end a protracted period of dickering and suggesting since the first reading, providing for = off sale only at a fee of \$700 was held early in December. Several special meetings were held by the council at which Cavalier residents were invited to express their opinion and chief outgrowth of these was a suggestion a nonprofit corporation be formed, a manager hired and all profits from the store turned over to the city.

Monday night a test vote given the suggestion resulted in a tie and no definite action was taken.

As a result of its meeting Wednesday, the council anticipates that at least two on sale licenses will be taken and two or more off sale licenses.

Hours for sale of Intoxicants will be from 8 a. m. to 11 p. m. the ordinance reads, and upon publication in The Chronicle next week the law becomes effective.

ay, \$13,000 Under Last Year, Says Kiewel

> Despite the great increase in the costs of raw materials entering into the manufacture of beer, earnings of the Minneapolis Brewing Co. for the first six months of 1937 totaled \$134,269.42 as compared to \$147,629.24 in the same period of 1936, according to the semi-annual statement of the company released today by Charles E. Kiewel, vice president and general manager.

> Mr. Kiewel said that Grain Belt beer sales continued to show an increase far in excess of that enjoyed by the industry at large for the six-months' period.

Indications are, according to the company's statement, that the ly, Jc cost of materials entering into the manufacture of beer may decline considerably during the latter part of this year, and in that event a larger net profit per barrel of beer sold may be expected for the entire industry.

Minneapelis Suppen

aug 6, 1937

National Surety Corporation can provide facilities for private investigations in all European countries.

Monday, January 6

#### N. W. FARMERS TO SHARE IN BIG SPENDING BY BREWERS

Northwest farmersw ill receive a good share of the \$130,000,000 to be spent by theb rewing industry this year for domestic farm products. It was estimated by Charles E. Kiewel, general manager of the Minneapolis Brewing Co., on the basis of current quotations for raw materials and the anticipatedp roduction of beer.

American grown hops will account for about \$10,000,000 ofb rewers' outlays. Corn products used should exceed 517,764,520 pounds. Rice will total 133,757,333 pounds. Brewing sugars will cost the brewers over \$7,500,000 to add to the income of farmersw ho raise corn.

Mr. Kiewel estimated that by the end of 1937, the American farmers will have received more than \$300 .-0000,000 in direct benefits from the legalization of beer.

### Brewing Industry Spends \$130,000,000

Northwest farmers will receive a share of \$130,000,000 to be spent by the brewing industry this year for domestic farm products, it was estimated by Charles E. Kiewel, general manager, Minneapolis Brewing Co., on the basis of current quotations for raw materials and the anticipated production of beer.

In computing the potential outlay of \$130,000,000, current prices were applied to the government figures on farm products used by brewers for the fiscal year 1936, increased by 15 per cent.

American-grown hops will account for about \$10,000,000 of brewers' outlays. Corn products used should exceed 517,764,520 pounds. Rice will total 133,757,333 pounds, Brewing sugars will cost the brewers over \$7,500,000 to add to the income of farmers who raise corn.

Mr. Kiewel estimated that by the end of 1937 the American farmers will have received more than \$300,-000,000 in direct benefits from the relegalization of beer.

St Paul Dailyhure aug 10, 1937

A I Saturday where it mits the first glass | Pi

## 6,000 Years Of Brewing offices

sday,

Editor's Note: This is the first in a series of five articles on the history of beer, prepared from material assembled by Charles E. Kiewel, general manager of the Minneapolis Brewing Company. Today's story deals with the origin of the art of brewing.

Perhaps you've wedged your way, some hot summer afternoon. up to a glittering bar, called for

a glass of beer, a n d, sipping, murmured to yourself, "Here's to the Germans. When they discovered the art of brewing, they really got hold of something worth while." Without trying to steal credit Charles E. Kiewel from the inven-



tive, ingenious Germans, don't give them plaudits for a product which was handed, more or less, to them on a platter, or, if you will, in a mug.

No, when the Germans, the Anglo-Saxons, and the Vikings were happily engaged in dragging their wives and sweethearts around by the hair, the art of brewing was already flourishing in ancient Babylon, reaching a point of high development as early as 4200 B. C., which, if you'll trust our arithmetic, is six thousand one hundred and thirty-five years ago.

Unless the Babylonians learned much faster than the home sapiens of this era, first production of the beverage must certainly date back several hundred years before this. Low alcoholic content in beer was anything but desirable in those days and in order to jack up the percentage the enterprising brewers of the period added dates and honey to the fermenting mess. No wonder, then, that a writer of the time said. "There was introduced the custom of drinking beer made of barley, and, moreover, those who drank this beverage were so pleased that they sang and danced.

aug 13, 1937 News

# 6,000 Years Of Brewing

Editor's Note: This is the second in a series of five articles on the history of heer, prepared from material assembled by Charles E. Kiewel, general manager of the Minneapolis Brewing Company. This week's story deals with the part played by the Egyptians and Jews in the progress of browing.

With the decadence of the Babylonian civilization and the rise of the Egyptians' star into

ascendancy, the art of brewing passed into Egypt, where between making mummies, pyramids and long scrolls, the home folks fiddled around searching for new and better ways in which to make beer, only it



Charles E. Riewel

awasn't beer in those days and those parts, it was "heket." It must have been right here that the world's first efficiency expert stepped into the picture, because in Egypt the business of brewing was usually conducted along with the established bakeries, the Egyptians making their beer from a specially-prepared bread which was broken into four pieces, four being a magic number, soaked in an earthen vessel, and then kneaded through a strainer into a fermenting tub and allowed to "work" as the process was described in the "home brew" days of this country. So great was the popularity of beer among the robed Egyptians that the drink became the national beverage, playing an important role in many religious and social ceremonies.

Next phase in the gypsy-like story of beer took place when the Jews, after being held in bondage by the Egyptians for several generations, effected their escape and spent the ensuing 40 years wandering around in search of a place to settle. Every time the people had an opportunity to erect a semi-permanent camp, they resumed the art of brewing.

with sour dough, which was baked flavoring to the beverage, the only time this had ever been done up to this period. When, after 40 years of homeless wandering, the Jews succeeded in finding a temporary home through their conquest of Canaan, they continued the art of brewing.

aug. 20, 1937 Shapping news.

## 6,000 Years of Brewing

(Editor's Note: This is the third in a series of five articles on the history of beer, prepared from material assembled by Charles E. Kiewel, general manager of the Minneapolis Brewing Co. Today's story tells of the manufacture of beer in monagerical.

From the time that the Jews escaped from Egypt in 1200 B. C. until the art of brewing was acquired by the Germans late in the fifteenth century, various

peoples ranging all the way from the African savage to the nomadic Chewsure a n d Ossetian tribes in the inaccessible heights of the Caucasian mountains, i n some little - understood fashion learned how to



produce beer or Charles E. Klewel

other beverages which, more or less, had beer-like qualities. Interesting in the social life of these tribes is the fact that the "breweries" were invariably situated adjacent to the temples of worship. This was so because beer was used not so much as a casual drink as in connection with various tribal religious ceremonies.

Religion continued to play an Like the Fgyptians, the Jews n em Religion continued to play an made their beer from barley, malt bread and wheat bread, prepared lients of beer, as in a somewhat similar manner religion was closely related to the development of the Jewish people added aromatic Day, drama during medieval times, well into the nineteenth century, when monasteries throughout Europe = were known as the centers of beer manufacture. Every monastery had its own Monk Master Brewer, and to these brewers must go much credit for improvement in the methods and quality of beer. It was in the monasteries that yeast was first used to produce spontaneous fermentation. An anonymous writer of this period. speaking of beer, writes, "Friend of the people, it refreshes them in their weariness, slakes their thirst, dulls the keen edge of despair, brings gayety into the darkest recesses of poverty and helps to bind the bonds of companionship."

During medieval times the Germans acquired the art of brewing and soon breweries began springing up throughout the Hansa Bund, most famous of which was the Einbeck, about forty miles from Hamburg. Beer produced here was made of two-thirds barley malt and one-third wheat

malt, strongly hopped and brewed only during the winter months. In 1540 the Einbeck brewery was destroyed by fire but the fame of the establishment is preserved to the present through the name of "bock" beer, which is a shortening of Einbeck, as the word was often pronounced.

(The next story in this series will be printed next week and concerns brewing by pilgrims in the United States.)

Shopping hewa

## 6,000 Years Of Brewing

(Editor's Note: This is the fourth of a series of five articles on the history of beer, prepared from material assembled by Charles E. Kiewei, general manager of the Minneapolis Brewing Co. Today's story deals with the introduction of the manufacture of beer as this continent. on this continent.)



Chas. Kiewel

because much of countries which had hitherto pur-Germany began own. The Eng- as far as the West-Indies. land of that time. however, had all the insular qualities of the England of today,

and the British lion, after sniffing a sample of beer with his long, displeased nose, turned distrustfully away from the alien beverage and lapped up a little ale, the English version of beer.

All through the middle ages beer production gained in popularity until the beverage was the national drink of nearly a score of European and Asiatic countries. Strangely enough, introduction of beer into the newly-found continent was made by the Pilgrims when they left Holland after their brief and unhappy attempt to settle in the Zuyder Zee country. And in the tale of the Pilgrims' desire to supply themselves with an adequate quantity of beer for the long rolling voyage overseas in the "Mayflower" lies what a city editor would call "a peach of a human interest angle.

Everyone knows that the devout English landed at Plymouth Rock

and made their first settlement ty here. Original plans had set Virginia as the new home of the voluntary exiles. However, the forty huge casks of beer which the Pilgrim Fathers stored in the hold against the monotonous journey were consumed before the voyage was much more than half over and in order to reach land so that more beer might be brewed, the route was shortened and the New England coast became the jour-Popularity of beer in Germany began immediately to brew beer ney's end. Although the Pilgrims proved to be a stimulus for the for their own use, it was not until production of the beverage early in the Eighteenth century throughout all northern Europe, that the first brewery in America was constructed. Site was New the Germans' Amsterdam, now New York. Thirty beer was export- years later William Penn imported ed and soon the a master brewer from Germany and began operation of a brewery near what is now Philadelphia. So chased beer from popular became Penn's brew that it was shipped all over the southto produce their ern colonies, some of it even going

Shopping News Sept. 10,1937

powered gents who spout gags and gossip with ambidextrous illding magazine there appeared this verbosity, once in a while pop through with a story that for sheer ingenuity is worth repeating. This pary one, and the teller insists that it actually happened, concerns a man fishing in a northern lake. Instead of using one pole, as most sportsmen do, this chap held two poles, each with a line in the water. As you probably know, it's against the law in the state to use two lines while fishing. One, the rule-makers have decided, is fair enough. Along comes a warden, spies the fisherman breaking the law, and proceeds to arrest the offender. (And here the p. a. injects his subtle plug.) The fishing fellow objects and to prove his innocence pulls out line No. 1, exhibiting hook and bait. Then line No. 2 comes up. Tied to end of the line, cooling until he's ready for a drink, dangles a bottle of Grain Belt beer.

N

b

Skopping News Jept. 10, 1937

Minneapolis Brewing Salesmen Convene

Sixty salesmen and distributors of the Minneapolis Brewing Company from the 15 northwest and middlewest states who convened here for a three-day sales conference were guests of Dick Roberts, sales manager, at his summer home near Anoka, where they were entertained at an oldtime circus and carnival program. Discussions of fall business were carried on by Tom Hastings, city sales manager, and Frank Kiewel, advertising manager.

Mpls. Journal Sept. 1, 1937

Publicity men, those high- et Bond-Form No JA ic the

In a recent edition of Fortune statement: "You cannot Americanize a brewery." And since that date, Frank Kiewal, Jr., of the Grain Belt plant has been busy assembling exhibits, A, B, C, ad infinitum, to give the lie to Fortune's remark. Editorially, in the brewery's house organ, "The Friendly Faucet," Frank now extends this invitation to Fortune's writer: "If you would find out what is going on in the brewing industry . . . 'Come West, Young Man, Come West'". Plenty of evidence has been assembled to prove the writer's opinion archaic.

Mpls Shopping News

With all these "friendly" names coming out - "The Friendly Gas Station," "The Friendly Furniture Store, "The Friendly Beer," etc., etc., we can hardly wait until some boxer comes along with the title: "Kid So-and-so, the Friendly Fighter."

St Paul Dispatch Oct. 26, 1937

## Council Urged by -Leach to Tighten Beer Regulations

Mayor George E. Leach in a letter today urged the city council to pass two amendments to the 3.2 beer ordinance to halt illicit traffic in hard liquor and "simplify and make more efficient the work of the police department."

One amendment would prohibit issuance of 3.2 licenses to beer parlors holding government hard liquor permits and the second would make possession of hard liquor on the premiser prima racia evidence of intent to violate the ordinance by sale of same.

The second amendment also would give police the right of search and seizure in beer parlors without search warrants.

Mayor Leach explained that possession of \$25 federal hard liquor permits makes beer parlors in the city free of federal prosecution. As a result the whole problem of enforcement falls upon the city police department. With an inadequate force and present ordinance provisions, it is virtually impossible to keep beer parlors under control, he added.

Mpls. Journal Sept. 15, 1937

## Mahoney Hold-L Hits Drink day, Jo Clubs Here

Leach Criticizes Gov. Benson for Places Licensed by State

#### Orders Police Check Establishments Minneapolis

Charges that drinking clubs have been organized to "circumvent the provisions of the liquor law and that 3.2 beer places have become a political factor feared by some local authorities" were made by William Mahoney, state liquor control commissioner today.

Mahoney said he was preparing a model ordinance to make hard liquor sales impossible in 3.2 beer places, which he blamed for "most of the criticism of the liquor industry."

The clubs about which Mahoney complained were called by Mayor George E. Leach "Governor Benson's clubs, which can be stopped by revocation of their charters of incorporation."

The mayor said most of the clubs complained about in Minneapolis are incorporated under state laws and thus are "bona fide clubs to which 3.2 beer licenses under the state law can be issued." Control over matters of incorporation is strictly a state function, he aldded.

State officials might well look to "cleaning their own linen" and eave local affairs to the hands of local officials, Mayor Leach said.

He ordered Frank Forestal, superintendent of police, to check on the exact status of all such

clubs in the city "from the Minneapolis Club to the Cemetery No Workers Club, 611 Hennepin avenue, which was raided last week," SUES

named by Mayor Leach as follows: the Minneapolis Club, the Minneapolis Athletic Club, Elks Club, two Eagles clubs, Cooks and Waiters Club, Theatrical Men's Club, Musicians Club, Meat Cutters Club, Cemetery Workers Club, Camels Club and General Drivers Union No. 544 Club.

#### Criticizes Governor

"Governor Benson and his gang have enough of a mess on their own hands to play without seeking at the same time to run the affairs of all the municipalities of the state," Leach said. We'll be able to do our job in Minneapolis without word from capitol hill in St. Paul."

Virtually all of the provisions Mahoney already has urged the Minneapolis city council to pass virtually all of the provisions he suggests in his "model ordinance," Leach said.

Mp1s. Journal Sept 16, 1937

## 'Gyp' Beer Bottles for Clubs in Minneapolis wereneer Placed Under Ban

"Gyp" beer bottles, looking as if they hold 12 ounces but holding less, were outlawed today in an = order by Liquor Commissioner William Mahoney. Aimed primarily to simplify beer tax collections, the order permits sale of beer only in seven container sizes, 12, 24 and 64-ounce bottles or cans, and eighth, quarter, half and full barrels of 31 gallons. It also checks short filling by permitted no more than 8 per cent headspace in a bottle.

## Grain Belts with tion Depo gainst der HALL Game Record

The Grain Belts of the City league, provided the fireworks last night by counting 1,100 in the first game for a new single game record. They defeated the Arrow Heads in two games.

Bill Rogan took individual honors with a 672 total, closely followed by Art Cumming with 671. Jack's Place won two from the league leading Pabst to send the league into a three-way tie between the Grain Belts, Jacks and Pabsts.

The Old Chesterfields of the Salesman D set a single and three game total mark with 976 and 2,763. Mory Jorgenson posted a single and three-game total in the same loop of 245 and 630. The All-Stars in the South Side Lutheran group spanked out a new series total of 2,704.

In the Royal League George Nagel hit 668 for a new three-game mark. The Register of Deeds in the Courthouse loop pounded out 2.787 for a new high while the D. C. Bells in the Real Estate group counted 1,035 for a single team game total.

Mpls. Joornal Dc+. 21, 1937

day, Jan

## DECH SET PACE IN BELTS' WIN

Brews Set New Single Game Mark: Rogan's 672 Is High

Paced by Sky Halloran's 654 and Carl Dech's 604 the Grain Belts rolled to a two game victory over the Arrow Heads in the feature match of the City league at the Central alleys last night.

The Grain Belts belted the pins for a 2,989 total including a new single game record of 1,100, while the Arrow Heads, helped by Art Cumming's 671 and Andre Turgeon's 618 turned in a total of 2.923.

Although Bill Rogan of the Carnegies was high individual with 672 his club dropped two to Jax. Stan Wojciak hit 640 and Ed Lee 609 for the winners while Ward Rhea and Ed Mady had 642 and 612 for Carnegie.

Grossmans struck 2,940 but dropped two to Gliems who totaled 2,862. Al Hahn pinned 615 and Perry Daily 614 for Grossmans as Jack Grossio led the Tailors with 606.

Jacks sent Pabst down for two to tie for the loop leadership with the Pabst and Grain Belt, each club now having nine wins and six losses to their credit.

	The scores:		
	Wick	175 197 167	181 193 190 ©
	Halloran 268 J. Young 192	203 196	183 202
	Totals1,100 Total—2,989, ARROWHEAD	939	950 J
	Cumning         228           0, Nelson         167           K. Nelson         183           Hempel         146           Turgeon         237	188 189 200 169 180	255 226 188 169 201
	Totals 961 Total—2.923.	923	1.039
	JAX     JAX     Welancon   229   Welancon   2237   Malerieb   171   Arderson   191   Lee   224	158 171 161 157 172	204 232 183 213 213
١	Totals 1,072	839	1.065
	CARNEGIE   138   Rogan   238   Hagglund   199   Rhes   195   Mady   158	183 226 169 200 256	158 208 170 247 198
	Totals 928 Total—2,943,	1,034	981
	GROSSMAN   210   Svitak   165   Gilchrist   147   Smith   188   Hahn   199	215 191 223 190 223	189 170 192 182 193
	Totals 930 Total—2,940.	1,063	947
	GLIEM   195   Grosslo   207   H. Young   170   Sicora   221   Feichtinger   182	181 183 153 169 221	206 216 166 191 193
	Totals 975 Total—2,862,	915	972
	Rude         JACKS           8. Guzy         151           Luedke         183           Reshetar         175           Thulen         200	200 172 172 174 162	173 160 162 158 193
	Totals 941 Total—2,705.	899	865
	Brunsell 189 P. Guzy 187 Schroeder 178 Relsberg 178 A Guzy 191	187 168 202 202 156	200 149 215 215 158
		884	897

DONO

The Grain Belt Beers were the sharp-shooters in the City League and look the high scoring honors with 3,000, good for a double who over Jack's Piace. Carl beek struck 558 for individual honors aided by Jess Young's 620 and Roy Thompson's 606. The Carnegie Fueis, downing 2,957, clipped the Gliem Tailors in every set, as Bill Rogan came through with 650 and Ed Mady 613. The Jax Aquarium Bar, hitting 2,942 with Al Melancon scoring 607 and Stan Wojciak 600, copped a pair from the Grossman Chevrolet. The Arrow Head Pisions hit for a 2,914 defeating the Pabst Blue Ribbons in two games, as Andre Turgeon pinned 646, including a single game record of 278. Joe Schroeder's 619 was nigh for the Brewers. CITY LEAGUE

Mp/s. Star Oct. 27, 1937

## GRAIN BELTS HIT 3,000 TOTAL TO WIN OVER JACKS

Variation amplaces

Carl Dech Takes Individual Honors With 658 Score .

Games of 1,064-989-947 for a count of 3.000 gave the Grain Belts a double victory over Jacks and high scoring honors in the City loop at the Recreation alleys last night. Key men in the Grain attack were Carl Dech, who had 658 for high individual honors; Jess Young with 620, and Roy Thompson, who knocked over 606.

Bill Rogan and Ed Mady flashed 650 and 613 respectively to lead the Carnegies to 2,957, which brought down the Gliems three times.

Grossmans took it on the chin three times as the Jax sharpshooters hit 2,942 with Al Melancon scoring 607 and Stan Wojciak 600.

Andre Turgeon turned in a single game record of 278 and three games of 646 as the Arrowheads rolled up 2,914 which took the Pabst for two. Joe Schroeder's 619 was high for the brewers.

THE BUILDS.		
GRAINS   162	224 213 195 160 197	181 214 175 182 195
Total—3000,	989	917
JACKS		
Lucdke     147       Bude     158       S. Guzy     189       Reshetar     186       Thulen     221	187 235 244 173 177	163 177 150 154 183
Total—2819,	1051	862

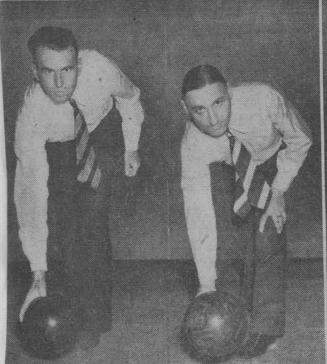
ma	y be dishonest—pr	rotect	-	
ona	CARNEGIE   163   163   Rogan   213   Kifes   215   Rhea   183   Mady   187	190 204 190 180 201	191 233 189 193 225	
	961	965	1031	
	Total—2957,  Dunfee	181 167 146 181 213	187 157 214 212 173	
1	959	897	952	
	Total—2808.  Melaneon 226 Wojciak 183 Malerich 209 Auderson 197 Lee 203	181 191 183 200 193	200 226 184 195 171	
	1018	948	976	
	Total—2942.   GROSSMANS	227 160 173 172 215	175 158 177 184 164	
	879	957	868	
	Total—2704.  ARROWHEAD Cumming	179 171 188 190 187	192 189 180 193 278	
Janu	10 967	91.5	103第	3
===	Total—2914,  Brunsell 196 P. Guzy 181 Schroeder 188 Reisberg 129 A Guzy 210	160 224 206 192 168	183 143 225 170 190	-

940

MARATHON

Total-2832.

## Ready, Aim, and Leadoff-men







AL BRUNSELL Pabst



Carnegie

Minneapolis Star September 29, 1937

## GRAIN BELTS HIT 3,000 TOTAL TO WIN OVER JACKS

Variable amalain

#### Carl Dech Takes Individual Honors With 658 Score

Games of 1,064-989-947 for a count of 3,000 gave the Grain Belts a double victory over Jacks and high scoring honors in the City loop at the Recreation alleys last night. Key men In the Grain attack were Carl Dech, who had 658 for high individual honors; Jess Young with 620, and Roy Thompson, who knocked over 606.

Bill Rogan and Ed Mady flashed 650 and 613 respectively to lead the Carnegies to 2,957, which brought down the Gliems three times.

Grossmans took it on the chin three times as the Jax sharpshooters hit 2,942 with Al Melancon scoring 607 and Stan Wojciak 600.

Andre Turgeon turned in a single game record of 278 and three games of 646 as the Arrowheads rolled up 2,914 which took the Pabst for two. Joe Schroeder's 619 was high for the brewers.

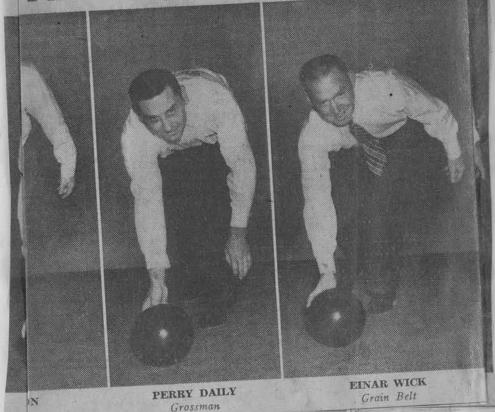
The scores:

Wick         GRAINS           Useh         162           Dech         231           Thompson         236           Halloran         207           J. Young         228	224 213 195 160 197	181 214 175 182 195
Total-3000.	989	917
Luedke         JACKS           Rude         147           Rude         158           S. Guzy         189           Beshetar         186           Thulen         221	187 235 244 173 177	163 177 150 154 183
Total—2819,	1051	862

	0	
may be dishonest—pr	rotect	
nO J. Olson CARNEGIE Rogan 163 Rogan 213 Kites 215 Rhea 183 nU Mady 187	190 204 190 180 201	191 233 189 193 225
961	965	1031
Total—2957,  GLIEM  Dunfee	181 167 146 181 213	187 157 214 212 173
959	897	952
Total=2808,   JAX   Melancon   226   Wojcink   I83   Malerich   209   Anderson   187   Lee   203	181 191 183 200 193	200 226 184 195 171
1018	948	976
Total—2942, GROSSMANS Daily 159 Svitak 181 Gitchrist 180 Smith 171 Hahn 178	227 160 173 172 215	175 158 177 184 164
879	957	868
Total—2704.  ARROWHEAD		
Cumming 206 0. Nelson 224 K. Nelson 195 Hempel 161 Turgeon 181	179 171 188 190 187	192 189 180 193 278
inuc Total—2914.	915	103%
PABST8 Brunsell 196 P. Guzy 91 Schroeder 188 Reisberg 199 A. Guzy 210	160 224 206 192 168	183 143 225 170 190
940	966	926
Total—2832.		

MARATHON

Fire Away to Open City Loop S



OCTAGO TIME not pressed, 90c; very little press req.

Minneapolis Star September 29, 1937

# GRAIN BELTS HIT 3,000 TOTAL TO WIN OVER JACKS

#### Carl Dech Takes Individual Honors With 658 Score

Games of 1.064-989-947 for a count of 3.000 gave the Grain Belts a double victory over Jacks and high scoring honors in the City loop at the Recreation alleys last night. Key men in the Grain attack were Carl Dech, who had 658 for high individual honors; Jess Young with 620, and Roy Thompson, who knocked over 606.

Bill Rogan and Ed Mady flashed 650 and 613 respectively to lead the Carnegies to 2,957, which brought down the Gliems three times.

Grossmans took it on the chin three times as the Jax sharpshooters hit 2,942 with Al Melancon scoring 607 and Stan Wojciak 600.

Andre Turgeon turned in a single game record of 278 and three games of 646 as the Arrowheads rolled up 2,914 which took the Pabst for two. Joe Schroeder's 619 was high for the brewers.

The scores:

Wick	AINS . 162 . 231 . 236 . 207 . 228	221 213 195 160 197	181 214 175 182 195
Total-3000.	1064	989	917
Luedke JA Rude S. Guzy Reshetar Thulen	CK8 . 147 . 158 . 189 . 186 . 221	187 235 244 173 177	163 177 150 154 183
Total-2849.	936	1051	862

may be dishonest—protect Fire Away to O eason

nay be distionesi—	protect	
CARNEGIE		۱
naj. Olson 163	190 191 204 233	
Rogan	190 189	
Rhea	180 193	
NU Mady 187	201 225	
	-	
961	965 1031	
Total—2957. GLIEM		
Duriée 262	181 187	
Dunfee	167 157	
H. Foung 197	146 214 181 212	
Mitchell 157	181 212	
Sicora 161	213 173	
959	897 952	
Total 2808	E 1974	
JAX	49 (1)	
Melancon 226	181 200	
Wojeink 183	191 226	
Majerich 209		
Anderson 197		
	-	-83
1018	948 976	3
Total—2942. GROSSMAN	10	
Daily		1
Svitak 181		
Gllehrist 180	173 177	70
Smith 171	172 184	ŧ -
Hahn 178		1
879	957 868	R
Total-2704.	501 600	
ARROWHE	DS	9
Cumming 200	179 199	
O. Nelson 22-	171 189	
K. Nelson 191	5 188 186 1 190 193	
CARCAGO FACE FOR THE TOTAL TOT		6
Turgeon 18		50
nuc man and	7 915 103	1
Total-Zult.	1000	
PABSTS		13
Bruusell 190 P. Guzy 190	1 224 14	
P. Guzy 9 Schroeder 18	8 206 22	8
Reisberg 13	9 192 17	0
A. Guzy 21		
THE STATE OF STATE SHAPE SHAPE	7	1
Water 2022 94	0 966 92	0
Total—2832.		

MATARATHON







PETE SICORA

DOTNIC TIME NOT pressed, 90c; very little press req. reset.

PERRY DAII

Minneapolis Star September 29, 1937

#### Mayor Satisfied With Palmersten-Verbal Blast Issued

A debate on the question y, Jar by grand jurors the same night)". of whether Al Palmersten shall be removed as head of the police morals squad was reported tacitly in progress today.

While Mayor George E. Leach evinced complete satisfaction with Palmersten in the post, Chief of Police Frank E. Forestal was reported to be considering a successor for the morals squad head.

#### Alderman Blasts

The morals squad was thrust into the spotlight when the Hennepin grand jury recommended in its final report that the personnel of the squad be changed periodically in its entirety. Subsequently Alderman Frank Bessesen of the Fifth ward leveled a blast at the squad.

Mayor Leach today said he had tried changing the morals squad every 30 days in a previous term as mayor, and "it was the worst thing I ever did." He said he tried abolishing it for 30 days and that didn't work either.

#### No Reason to Act

"I see no reason to take any action," he said. "I've heard a lot of gossip, I've investigated all of it, and I find no reason to accuse Palmersten. He's on the hot spot. It makes no difference who heads the morals squad, he quickly becomes known to anyone interested."

It was believed that the question of who would succeed Palm-

ersten was at present the major obstacle to his removal.

The mayor complained that the police department makes raids "many as important as those of the grand jury," but they were given no recognition in the news.

#### Cites Raid

He cited one on the Twin Cityte is lice Social club, 1229 S. Fifth street, in ein which "just as much evidence was obtained as in the South Side club (one of the two places raided

> News of the Twin City Social club raid was printed in The Star.

> Anent the Scoreboard, 2937 Nicollet avenue, the other place raided by the grand jury, records of Russell Ackerman, city license superintendent, revealed today that a 3.2 beer license had been granted only for the first floor. The raid was conducted in the base-

#### Charge Undecided

This left a question today as to what charge might be filed against the four arrested there. There was a possibility it might be selling liquor without a license.

The Scoreboard, it was revealed, was one of the places visited by agents of William Mahoney, state liquor commissioner, during the summer, and was included in a survey of places handed to the mayor. The report said "This is a very busy place. They do not sell liquor, but have nice trade. They observe closing hours, however."

#### Veto of Changes Cited

Alderman Harold Kauth, head of the council health and hospitals committee, replied to the grand jury's suggestion that the city liquor and beer ordinances be changed to conform to state laws, with the assertion that attempts had been made.

"We introduced a set of amendments to make the beer license conform," he said, "but the mayor vetoed them."

He revealed that his committee would conduct hearings on the revocation of licenses of the Scoreboard, South Side club, Twin City Social club, and a place at 3658 University avenue N.E., Monday at 10 a.m. The Scoreboard license is listed to David J. Roers.

#### Three Found Guilty

In court today three persons ar-= to pay \$75 or serve 30 days on the charge of operating a disorderly SOCY, received thanks for his advice. house, while Gladys Freeman and Nick Carter, employes, were given \$25 or 20 days for being found in the place. Fines were paid.

Cases of four persons arrested at the Scoreboard were continued to Monday. They are Buster Paige, 24, charged with keeping a gambling house and charged with keeping intoxicating liquor in a 3.2 beer parlor; Robert Paige, James Roers and William Anderson, charged with being found in the place.

#### Leach Is Comforted

Mayor Leach found comfort in the support of the grand jury re-

port for his "humble plea to the city council for better liquor regulation."

In its "official" report, in contrast with the statement of P. F. Herrly, ousted original foreman, released to the press two weeks ago, the jury found a need "for thorough study of the entire liquor problem" by the state legislature and city council rather than any "listless apathy" in law enforcement by officials.

Revision of the present liquor laws to provide uniformity as a substitute for the "present system of patchwork regulations" was recommended.

#### Ask More Police

Other recommendations of the report submitted to District Judge Levi M. Hall:

Employer-employe co-operation in the solution of labor problems and collective bargaining under the Wagner act; a larger police force; cancellation of licenses of places where gambling paraphernalia is found: more officers on the police morals squad to combat organized vice and prostitufion

For presentation of cases to the rested in the raid on the South On Robgrand jury, the county attorney's V Side club were found guilty. Bert OSS du office, which the Herrly report (Dutch) Thompson was sentenced mended. Judge Arthur W. Selover

> Mayor Leach held the report was "a compliment to the police department and to my administra-

The jury reported 22 indictments during its November-December period of service. Nine of them were returned in connection with labor "sluggings."

A new jury will report to Judge Hall Monday.

# Jury Repudes Herrly Attaon 'Official Lay'

Charges Not Based on Facts Submitted. Report Declares

Jurors Join Raids on Night Life Places-7 Jailed

The grand jury today repudiated the P. F. Herrly attack on Minneapolis night life conditions and official "laxity" when it filed its final report with District Judge Levi M. Hall.

The report was approved at a stormy session of the jury today after early morning raids on nine places found two of tre nine open. The raids were led by members of the grand jury. Six men and a woman were arrested at the

#### The Grand Jury Report Said:

We have been pleased with sincere help from officials.

The police department is undermanned.

Personnell of the morals squad should be changed periodically.

Herrly's charges were not based on evidence.

Evidence later was presented to the jury after the Herrly report was made public, resulting in subjenas for 40 witnesses.

The liquor and beer situation is far from what should be de-

Police are commended for the decrease in traffic deaths and accidents.

Labor conditions are not the

No South Side Club, 212 Eleventh urt The forces split. Touring the loop district the raiders visited 2937 Nicollet avenue.

to disorderly house and gambling charges.

The report—to which Mr. Herrly, deposed foreman, dissented. said the Herrly charges had not been based on evidence submitted to the grand jury.

It said further the wholesale summonses of witnesses resulted from letters received by the jury after Herrly's "unfortunate" report had been made public.

Five jury members, 10 deputy sheriffs and six policemen led by Detective Inspector Clarence Mc-

Laskey and Inspector Frank E. Bleed, made swift descents on nine establishments last night.

At the South Side Club, 212; Eleventh avenue S., the raiders arrested Bert "Dutch" Thompson. Negro, alleged owner; Nick Carter, Negro doorman, and Gladys Freeman, Negro cashier.

At the Scoreboard, Buster Paige, former boxer, was arrested as the alleged operator. Jailed with him were James Roers, William Anderson and Robert Paige.

Thompson, known as the "boss" of the South Side district, pleaded not guilty to keeping a disorderly house. Carter and Miss Freeman were charged with being found in a disorderly house.

Buster Paige was charged with keeping a gambling house and with storing liquor in a 3.2 beer parlor. The three bartenders were charged with being found in a gambling house.

All seven cases were continued to tomorrow and the seven were released on bail ranging from \$300 to \$25 each.

The jury moved with greatest secrecy. It was not until early in the morning the forces gathered. The deputies met and received their orders.

#### Find Places Dark

Catione Meat Cutters headquarters on The seven were released on bail \_\_\_\_Marquette avenue between Third today when they pleaded not guilty and Fourth Streets. It was dark. They went to the Camel's Club, Hennepin avenue, near Sixth == street, the Alley Club (behind 620 Hennepin avenue), the Billposters Club at Twelfth and Glenwood avenues N.; to 1800 Plymouth avenue, to 119 Washington avenue N., to the Loring Cigar store, 1362 Nicollet avenue.

> They faced locked doors and darkened interiors at all of these. Then they swooped onto the Scoreboard at Lake street and Nicollet avenue.

Twenty-five persons were in the basement of the place. A score of dice and several dice boxes were seized. Slot machines were carted out to the raiders' cars. A cache of liquor was uncovered and tossed into the cars.

#### Raid South Side Club

Then, 15 minutes later, the raiders, with McLaskey in the lead and grand jury members trailing the uniformed police, knocked at the door of the South Side Club.

About 100 persons were inside. Police said there were setups on most of the tables, with whisky bottles in possession of many patrons. Many of the customers were drunk, they said.

In the report the grand jury

"Ending our work we submit this report in protest and dissent from an unauthorized report previously printed in the newspapers of Minneapolis. We regret the publication of the irregular report:

"The grand jury has been in session 17 days. In that time, 22 indictments have been returned, including indictments in connection with cases of violence in labor disputes, liquor traffic and vice. Investigation also has been made extensively of conditions prevailing in the liquor situation. Several days also were devoted to inquiry into vice and gambling.

"Throughout our term of serpleased with a sincere spirit of said for some persons who were \_\_\_ called upon as witnesses.

#### Evidence from Letters

"In connection with the charges contained in the original foreman's 'report,' the grand jury desires to call attention to the fact the charges contained therein were not based on evidence in possession of the grand jury at the time the report was made. The evidence presented to the grand jury was from letters written after the report was made public.

"The claims made in the above mentioned letters resulted in the calling of approximately 40 witnesses in an effort to bring formal charges for vice, gambling and liquor violations. Some of the witnesses named-could not be found. Other witnesses named and called were found to be persons of good repute and, no doubt, the victims of 'poison pen' letters. A few of the witnesses called refused to testify on the grounds that they might incriminate themselves. There were others who had amazing lapses of memory. All in all there was no evidence obtained which was sufficient for the turn of indictments.

"We would suggest that future grand juries use great discrimination in giving credence to the numerous anonymous letters and those signed with fictitious names.

"The situation as regards the liquor and beer trade in Minneapolis is far from what should be desired.

"Responsibility for this can hardly be charged to any one agency. Rather it is the result of the lack of a well considered and thoroughly co-ordinated plan of regulation. Federal laws, state laws and city ordinances have been invoked almost indiscriminately with the result that Minneapolis finds itself operating its liquor trade under what is nothing more than a patchwork system of regulation.

has to face. The police departvice as grand jurors we have been or ment report shows that 106 persons were arrested and prosecuted help from all official quarters. Un- to on vice charges during 1937. Since = fortunately, as much cannot be = the problem is primarily that of the police department, we recommend that more men be made available for the enforcement of this work.

"Unfortunately labor conditions throughout the United States are not the best. Minneapolis and Hennepin County are no exception. Outside influences in many cases are exerted not to aid in the solution of their problems, but to keep such problems from being solved. We are convinced that if you could eliminate the undesirable elements who are interested in keeping these controversies alive, both on the side of the employer and employee, that they could by co-operation solve their controversies amicably, as was recently done by the employer-employee labor relations board. If the employer and employees are interested in the promotion of co-operative labor relations, they should both be careful not to use directly or indirectly outside influences in the promotion of their mutual interests. We recommend, according to the Wagner act, collective bargaining between employer and employee.

"Apparently the greatest handicap of the police department, as shown by our investigation, is the fact that it is undermanned. We note in a recent report by J. Edgar Hoover, head of the federal bureau of investigation, that the minimum of policemen to population should be two to every 1,000. Since Minneanalis has a nonule

tion of about 500,000, it would w appear the city now has less than th one-half the number of men ac- w tually needed. We recommend m that ways and means be devised co whereby more men be made available for the police department. We c recommend also that the personnel en of the morals squad be changed w periodically in its entirety. We be do commend the police department on the fine record shown for 1937 in the decrease of serious traffic idents and traffic deaths."

## 2 Seized In Raid

Natio



Seized early today in the grand jury-led raids, were (top) Nick Carter, left and Bert "Dutch" Thompson. The center pleture shows the thre slot machines seized at The Scoreboard, 2937 Noollet avenue. Inset is Gladys Freeman, cashier at the South Side

The wide variance in the pro-n Bankers and Brokers Blanket Bonds visions for operation of various losses due to crime and dishonesty.

types of liquor and beer stores is\_ an important factor in the present y, January 28 undesirable situation. Opening and closing hours vary for off saleand on sale liquor places. The hours are also not the same for these places on all days of the week. Beer selling places present a similar condition. In some places dancing is permitted. In other places it is not. "Prostitution is a problem which

very large city in the country

Sheriff Elmer Madson of Grand Rapids, president of the Minnesota Sheriffs' association, Tuesday criticized Liquor Commissioner William Mahonev's accusation that county officials have been lax in enforcing beer and liquor laws.

Sheriff Madsen, presiding over the annual convention of the organization in St. Paul, asserted that Commissioner Mahoney "had no business making the remarks he did" in a speech to the State County Attorneys' association last week. Mahoney complained that county officials illegally have licensed roadside beer taverns which sell hard liquor.

#### Hard to Enforce.

"There is no law that says a man can't have whisky on his premises, even if it is a beer parlor," Sheriff Madson said, "If law enforcement officials are going to catch them selling liquor without a license, we'd have to hire stool pigeons to get the evidence. It's practically impossible to find persons in the small communities of the state who will do that. The tavern keepers don't sell to people they don't know and the stool pigeons would have to be their neighbors.

"To get professional informers would mean importing people from the big cities at an expense greater than the fines we could impose. Mahoney, in his speech to the county Attorneys' association, sounded as if he believes he is the only man in the state trying to do the right thing and the rest of us don't give a care what happens. Mr. Mahoney knows nothing of the work law enforcement officials do in preventing people from breaking the law, a job that is done quietly and without ballyhoo, but just as important as catching criminals."

Justice Gallagher Talks.

Execute Speakers at the opening day's sesercial i sion were to be Mayor Mark Gehan t of St. Paul, Chief Justice Henry M. t Gallagher of the state supreme by, Jo court, Edgar Guinan of the United States department of justice, County Attorney M. F. Kinkead of St. Paul and Melvin C. Passolt, chief of the state crime bureau. New officers t will be elected Wednesday.

Besides Sheriff Madson, incumbent officials of the association are Sheriffs Jack Reiter of New Ulm, vice president; Thomas J. Gibbons o of St. Paul, treasurer, and William - Gerber of St. Paul, secretary.

Tribune Jan 4, 1938

I manager of the second-place Miller ice chippers, has been receiving telephone calls and letters by the score these days. Practically all are requests to be included as one of the groups to attend home hockey games in a body, as did the Minneapolis-Honeywell Co., the Collins-Holden Printing Co., and the Knights of Columbus. With the next home

a metaphor, the Minneapolis Brewing Co., will turn out a crowd of its employes and executives for the clash.

tilt scheduled for February 8, with

the Tulsa Oilers as meat for the

Millers to grind to flour, to mix

Headed by Tom Hastings, the aggregation will contribute a lot toward pushing the Mill City pucksters toward the first place ranking. Tom is known in Min-neapolis as the new chairman of the On-to-Nicollet committee of the Civic and Commerce association where he did a masterful job of promoting baseball in the city last year. Tom gets out there and boosts whether the Millers are shod with spiked shoes and carry bludgeons, or are equipped with skates and crooked sticks. Among other groups planning to get together and watch the "fastest game in the world" are the Junior Association of Commerce and the delegates to the

convention of the National Retail Jewelers association. Don Baer, president of the JAC, Harold Kohen and Harold Kulp will lead the Jaycees to the joust (which one yet to be determined) and Harold Kohen will again go out to the arena when he escorts Charles T. Evans, national jeweler president, to the St. Paul contest, February 16.

Skopping News Feb. 4,1938

FRED HUTCHINSON, business employes may be recovered by a

January 30

## National Minneapolis Labor Review

Owned by 50,000 Organized Workers

MAin 6719



MAin 6719

es both

Published every Friday by the Central Labor Union of Minneapolis and Hennepin County

R. D. Cramer, Editor-Manager

Affiliated with the American Federation of Labor and the Minnesota State Federation of Labor

Entered at the Minneapolis Post Office, April 4th, 1907, as second class mail matter.

The only official organ of the Central Labor Union of Minneapolis and Hennepin County, the Minneapolis Building Trades Council, the United Card and Label Council, and the Minnesota Pipe Trades Association

\$2.00 a year in United States. Six months, \$1.00. All other countries in the postal union, 50c additional a year.

Advertising Rates on Application.

Editorial & Business Office: 529 S. 7th St.--Suite 550

#### HOW LONG A SUCKER CITY?

It is to be hoped that the City Council will not be duped out of passing the socalled beer ordinance over the veto of that enemy of the workers, Mayor Leach.

If Minneapolis officials were elected by St. Paul voters it might be understood why an ordinance to put Minneapolis breweries on the same footing as St. Paul breweries in the sale of their product in Minneapolis should be vetoed.

If Minneapolis workers found it possible to obtain employment in St. Paul breweries this also might be true, or even if Minneapolis breweries found it possible to sell

their product in St. Paul.

In letting other cities sell their product here while sale of similar Minneapolis products were barred in other cities, Minneapolis has long been a sucker city. It is to be hoped the Aldermen will refuse to continue this city in the sucker class and pass the beer ordinance over the veto of the vacillating Mayor.

Jah. 21, 1938

#### M Brewery Head Tells Legendry of Bock Corporation.

trusted employes. Bond

It won't be long now before the billy goat signs will be hung up ary ! around town and the bock beer season will be back with us again.

In anticipation of the event, Charles E. Kiewel, general manager of the Minneapolis Brewing Company, has gone back into the history of the brew and has come up with

some interesting information.
"Just why bock beer should be a symbol of spring," says Mr. Kiewel, "is lost in the mists of antiquity, but many historians trace it back to Freya, goddess of fertility of the soil, who each spring was offered a libation in beer, brewed of the choicest grains each fall and laid away in caves to age until spring. When spring came, some of the prized beverage was poured over the fields as an offering to Freya to fertilize the soil for planting, and the rest was consumed in the spring festival which followed."

Although there are many legends Atthough there are many legelds telling how the beverage was named "bock" and adopted the billy goat as its symbol, says Mr. Kiewel, probably the most believable version places the origin of bock beer in Einbeck, Germany, about 700 years ago. That town's brew was so famous that it was shipped far and wide under the name of Einbeck, which sounded so much like "one goat" that it finally became known as bock,

East Minneapolis Argus Feb. 18, 1938

### EXECUTIVES MEET SALESMEN By



ed by more than 60 salesmen ting left to right: Charles E. who attended the annual sales Kiewel and Jacob Kunz. Standmeeting of the Minneapolis ing, left to right: A. R. Robert, Brewing Company this week. The meeting was in charge of man.

Eighteen states were represent- the executives shown here. Sit-Tom Hastings and F. A. BauNational Surety Corporation is qualified as an acceptable surety covering any and all bonds in favor of the U.S.A.

Twin City Rivalry

To the Editor of The Journal:

Some time ago a local company adopted the slogan "What Minneapolis Makes-Makes Minneapolis." I read in The Journal that now the St. Paul city council has adopted the attitude that what anybody makes outside of St. Paul, can't be sold in St. Paul. In my various trips around the country, I have taken no end of razzing from people who ask me how the two "little cities," namely, Minneapolis and St. Paul, are getting along in their little fight. I have told them there is no fight but just keen rivalry and that this rivalry makes for good business.

I now read that St. Paul is trying to "freeze" us out of their city. I know that St. Paul business firms turn thumbs down on anybody or any product made in Minneapolis.

-E. R. T.

Interurban Conflict

To the Editor of The Journal:

I'm not one who believes implicitly in the law of "an eye for an eye," but I do think the action of the St. Paul city council in refusing a license to a Minneapolis coal dealer because he did not have a business address there makes it high time for us to do a bit of retaliating in the undeclared commercial war St. Paul has been waging against Minneapolis.

Although many Minneapolis people may not have realized it, the war has been going on for some time. Countless St. Paul firms do business in Minneapolis, but just let a Mineapolis firm try it and see what happens.

Look at the beer situation. You can buy all the St. Paul beer you want in Minneapolis, but go to St. Paul and see if you can find any Minneapolis beer. You bet you can't! And the situation exists in numerous other lines.

There has always been friendly rivalry between Minneapolis and St. Paul, but there is no element of friendliness in the attitude that St. Paul is taking toward Minneapolis business.

-Louis Larson.

Mpls. Star

Put St. Paul in Its Place

To the Editor: St. Paul certainly is feeling mighty independent as is shown in the trade war they are inciting against Minneapolis. Something more than the ultimatum sent by the city council is needed to bring them back to earth. What they need is a good jolt to bring them in harmony with the ultimatum.

Unless something like this is done, both cities will be down and out and lost in the dust of antiquity, while other cities progress. It will benefit both cities if we put St. Paul in its place.

For my part, I'd like to boycott every St. Paul product I can. Then, too, I'll bear in mind that I once lost a job because I didn't live in that city. This is the type of hooey that is leading St. Paul to her doom.

Minneapolis.

ERT

# State Tariff Walls Legal

At Least for Time Being on One Commodity, Says Lawrence

By DAVID LAWRENCE

Washington—Strange as it may seem, the free intercourse of the states of the United Sates with each other has been broken down by a tariff wall which has been, for the time being, legalized with respect to one industry—the making and sale of beer.

But which, if the principle is finally upheld by the U. S. supreme court, can only mean other tariff barriers can be erected under similar guises.

Thus, for example, after mid-

night of Monday Michigan will refuse to permit beer manufactured in Indiana and eight other states from crossing the boundaries of Michigan. There's no objection to Indi-



ana beer as Lawrence such nor is there any objection to the consumption of beer as such by the people of Michigan, but it so happens Indiana has a law which makes it difficult for Michigan beer to come into Indiana.

inst disho The action of Michigan might appear on the surface to be unconstitutional.

y, Februi

How, it will be asked, can one state put up an embargo against another state?

The facts are that, when California enacted a law putting a heavy tax on the privilege of importing beer into that state, the supreme court in what is known as the Young's Market case, in October, 1937, held that the twenty-first amendment, known as the "repeal" amendment, effectually removed the commerce in intoxicating liquors from the protection of the commerce clause of the constitution.

## TWO MORE 3.2 BEER LICENSES ORDERED REVOKED BY LEACH

Mayor George E. Leach ordered 2 more 3.2 beer licenses revoked today following conviction of license holders in Municipal court on gambling violations.

The two are Sam Poski, 1426 Nicollet avenue, found guilty of maintaining a gambling device and fined \$25 on March 3; and Jack Vadnais, 1611 Nicollet avenue, found guilty of keeping a gambling house and fined \$100 March 3.

Earlier this week the mayor called before the city council health and hospitals committee, ordered revocations of two other licenses.

# GRAIN BELTS IN 2.920 PIN TILT

ry,

Place Sixth in Five-Man Event at Chicago A.B.A. Tourney.

Chicago, March 19.—(A)—The Grain Belt five man team of Minneapolis rolled into sixth place in the A.B.A. bowling congress tournament here late Saturday night with grand total of 2,920. The Minneapolis rollers and their score: Einar Wick 152-167-212, Carl Dech 203-180-192, Roy Thompson 205-205-212, Sky Halloran 205-228-188 and Jess Young 205-171-195.

The Grain Belts hit consistently, scoring 970 in their first game, 951 in their second and 999 in their third.

aintains 32 Branch Offices in the France and Germany.

ebruary 7

## Locals Press ABC Led

CHIUNNA STORE THE STORE BUNDING

Chicago, Ill.—Minneapolis entrants in the American Bowling Congress participated in a strike barrage that ABC pickups-Rogan topped the riddled previous honor lists five-man effort of the Carnegies of the leaders here during the with 596. He shot 636 in the olo week-end.

Minneapolis keglers in the lime the singles . . . Einer Wick and light in the doubles, singles and Sky Halloran edged into prize terall-events classifications. Ward led ritory in the doubles with 1,178. the attack in the doubles with a then came back for a piece of the sizzling 660 series which, with Bill golden stuff in their singles with Rogan's 610, gave them 1.270 and 623 and 617 . . . Dech had an inthird place.

spring board, Rhea bounced out a his final effort with 246 while Carl 680 count in the singles which put counted 224. him in a tie for sixth. His modest 529 start which helped the Carnegies into the five man prize division gave him a 1,869 total for fourth in the coveted all-events classification.

The Grain Belts of the City loop covered themselves with glory as they put together

MINNEAPOLIS FIVE-MAN TEAM M. and St. L. Railway C. Juettner	I MANOES TO
Totals971 824 906—2,521	C
GRAIN BELT	Ũ
Einar Wick . 152 167 212 Carl Dech . 203 180 192 Carl Dech . 205 205 212 Roy Thompson . 205 205 218 Sky Halleran . 205 228 188 Sky Halleran . 205 171 195	ES HV H
970 951 999-29	J.
Wm. Rogan	CLVESB
	H
Totals	A AG RS.
Totals	52

games of 970, 951 and 999 for 2,920 and sixth in the five man

competition . . . W. Kites started Ward Rhea adjusted his sights with 590, slipped in the doubles. on the one-three pocket to put the and then turned out a neat 631 in dividual count of 604. He and Tess Young whipped out a nice 1,211 in Using his doubles effort as a the two man affair. Jess featured

ST			

W.	Rogan 202 Rhea 201 Dech 216	232	202-636=	
W.	Rhea	245	225-680	
C.	Dech	187	201-601	
REAL	AUBRE CLEAR FRANCIS	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1	444-000	
E.	Wich233	205	185-623-	
8.	Halloran	194	209-617	
н,	Oison	245	163-572	
W.	Pehle	212		
EX.	Poble	199		
6	Pehle	174	208-574 170-490	
3.	Hoban			
ŵ.	Kitos 980	174	201-631	
E.	Kites	196	183-562	
J.	Olson	202	200-603	
R.	Thompson197		167-557	
H.	Rude	213		
A.c.	Ahrens	173		
A	Belswenger151		203-508	
1	Boyden161		179-516	
EK.	Zwack146	147		
9.	Johnson	165	195-493	
	The state of the s			

DOUBLES	5		
	224 219	193 238—1,270	
185	191	224 246—1,211	
225	181 192	192 200—1.178	
164	178		
190	208 188	181 120—1,102	
	185	211	

J. Olson .....197 170 160 Thompson .....168 187 160—1,042 Beiwenger ......169 185 152 Boyden ......168 137 160— 971 Zwaek ..........177 128 112 Johnson .......149 149 161— 876

Rogan ...

Dech .... Young ..

Wick ..... Halloran .

Hoban ...

Flatt ...

Minneapolis Star-Mar 21, 1938

Rhea's 680 Places Sixth; Local

y, February 10

## Dech, Young Star as Belts Hit 2,920

Special to The Journal

Chicago, March 21.-Minneapolis keglers helped themselves to sizeable cuts of the prize money in the 38th annual American Bowling Congress tournament during the week end, gaining places on all divisions. The boss performer was Ward Rhea, a veteran of the ten-pin wars, who trained his sights on the one-three pocket and reeled off a nine-game total that put the Gopher metropolis in the forefront in the doubles, singles and allevent closses.

Rhea set a dizzy clip in the doubles to carry himself and William Rogan into third position in that competition

with a hefty 1.270 total which was good enough for thirty-fourth place and a financial reward of \$106 in the 1937 ABC titular scramble. Ward weighed in with a snappy 660 series and Rogan

contributed 610.



a springboard, Rhiea concluded his nine-game streak with a steaming

680 in the solo department which hoisted him to a tie for sixth position. He got off to a modest 529 start which ailed the Carnegie Coals in their five-man bid and that count gave the enterprising Rhea his total of 1,869 for the

Rhea Hits 680 Employing his doubles effort as

fourth spot in the all-events mill-

The Minneapolis keglers did themselves proud in the singles. Rogan, who topped the five-man effort of the Carnegie Fuels with 596, banged out 636 in the solo.

W. J. Kites opened with 590, slipped in the doubles, then inserted a whipcracker of 631 in the singles.

Sky Halloran and Einer Wick of the Grain Belt Beers moved into the prize ranks in the doubles with 1.178 and then came back



DECH

for a chunk of the golden nugget in their singles, shooting 617 and

Carl Dech and Jess Young, also of the Grain Belters, registered 1,211 in the doubles. Jess sparkled with a 246 game while Carl gathered 224.

Dech also collected in the individual with a 604.

The Grain Belts also counted 2,920 in the team event for seventh place. It was the third time in Minneapolis history that a team has exceeded the 2,900 mark. The keglers shot games of 907, 951 and 999 for the total. Roy Thompson and Sky Halloran paced with 622 and 621, respectively.

## Locals

# ABC Pinmen Hit Money Counts

Chicago, Ill.-Minneapolis entrants in the American Bowling Congress participated in a strike barrage that week-end.

third place.

spring board, Rhea bounced out a his final effort with 246 while Carl 680 count in the singles which out counted 224. vision gave him a 1,869 total for fourth in the coveted all-events classification.

The Grain Belts of the City loop covered themselves with glory as they put together

MINNEAPOLIS FIVE-MAN TEAM M. and St. L. Railway C. Juettner 130 179 177 A. Joseph 160 159 182 B. Nelson 182 170 173 B. Nelson 187 178 178 W. Burnham 147 178 178 B. Lange 172 138 196 B. Lange 2521	1
Totals971 824 906—2,521	
GRAIN BELT	-
Einar Wick 203 180 192 Carl Dech 205 205 212 Roy Thompson 205 228 188 Sky Halloran 205 171 195 Jesse Young 970 951 999-29:	SHI
Wm. Rogan 171 189 236 W. I. Kites 167 213 210 J. E. Olson 181 182 187 W. A. Rhea 190 195 144 W. A. Rhea 185 183 182	OJ VE SE
Totals S74 962 959-2	HA
Herb Olson	AGR
Totals	53

games of 970, 951 and 999 for 2,920 and sixth in the five man

ABC pickups-Rogan topped the riddled previous honor lists five-man effort of the Carnegies of the leaders here during the with 596. He shot 636 in the colo competition . . . W. Kites started Ward Rhea adjusted his sights with 590, slipped in the doubles, on the one-three pocket to put the and then turned out a neat 631 in Minneapolis keglers in the lime the singles . . . Einer Wick and light in the doubles, singles and Sky Halloran edged into prize terall-events classifications. Ward led ritory in the doubles with 1,178. the attack in the doubles with a then came back for a piece of the sizzling 660 series which, with Bill golden stuff in their singles with Rogan's 610, gave them 1.270 and 623 and 617 . . . Dech had an individual count of 604. He and Tess Young whipped out a nice 1,211 in Using his doubles effort as a the two man affair. Jess featured

À	J. Young209 154 222-585
į	E. Wich
	S. Manoran
ř	H. Olson
	W. Pehle202 212 178-592
	H. Hoban
	C. Flatt
	W. Kites
	E. Mady
	J. Olson
	R. Thompson197 193 167-557
d	H. Bude
	A. Ahrens
	G. Boyden
l	R. Zwack
ı	S. Johnson
1	
Į	DOUBLES
4	W. Rogan193 224 193
	W. Rhea203 219 238-1,270
	C. Dech
	U. Young
	E. Wick
	S. Halloran189 192 200-1.178
	H. Olson164 178 167
	W. Pehle224 201 171-1,105
	H. Hoban190 208 181
	J. Pehle185 188 120—1,102
	C. Flatt
	J. Hoban
	W. Kites161 166 190
	E. Mady192 207 179—1,095
	S. J. Olson197 170 160
	R. Thompson168 187 160-1,042
	H. Rude
	A. Ahrens
	A. Belwenger169 185 152
	G. Boyden
1	R. Zwack

nsen .......149 149 161- 876

## Dech, Young Star as Belts Hit 2,920

Special to The Journal

Chicago, March 21.-Minneapolis keglers helped themselves to sizeable cuts of the prize money in the 38th annual American Bowling Congress tournament during the week end, gaining places on all divisions. The boss performer was Ward Rhea, a veteran of the ten-pin wars, who trained his sights on the one-three pocket and reeled off a nine-game total that put the Gopher metropolis in the forefront in the doubles, singles and allevent closses.

Rhea set a dizzy clip in the doubles to carry himself and William Rogan into third position in

that competition with a hefty 1,270 total which was good enough for thirty-fourth place and a financial reward of \$106 in the 1937 ABC titular scramble. Ward weighed in with a snappy series and Rogan

contributed 610.



y, February 10

Rhea Hits 680

Employing his doubles effort as a springboard, Rhea concluded his nine-game streak with a steaming 680 in the solo department which hoisted him to a tie for sixth position. He got off to a modest 529 start which aided the Carnegie Coals in their five-man bid and that count gave the enterprising Rhea his total of 1,869 for the fourth spot in the all-events mill-

The Minneapolis keglers did themselves proud in the singles. Rogan, who topped the five-man effort of the Carnegie Fuels with 596, banged out 636 in the solo. W. J. Kites opened with 590,

slipped in the doubles, then inserted a whipcracker of 631 in the singles.

Sky Halloran and Einer Wick of the Grain Belt Beers moved into the prize ranks in the doubles with 1,178 and then came back



DECH

for a chunk of the golden nugget in their singles, shooting 617 and

Carl Dech and Jess Young, also of the Grain Belters, registered 1,211 in the doubles. Jess sparkled with a 246 game while Carl gathered 224.

Dech also collected in the individual with a 604.

The Grain Belts also counted 2.920 in the team event for seventh place. It was the third time in Minneapolis history that a team has exceeded the 2,900 mark. The keglers shot games of 907, 951 and 999 for the total. Roy Thompson and Sky Halloran paced with 622 and 621, respectively.

Minneapolis Star-Mar 21, 1938 Uctober 27 1000

night with a 3,035 count. Knute ecutes bonds of every character, when necessary.

DOUBLES

A. Beiswenger169 George Boyden168	185 127	152 160—971	е
Ray Zwack	128 149	112 161—876	
Hole Rude	150 184	144 193—1018	
E. Wick	181 192	192 200—1178	
C. Jech	191 190	224 246—1211	
H Hoban 190 J. Schle 185	208 188	181 150-1102	
C. Tatt	185 169		
H. Olson	178 201	167 171—1105	
J. Olson	170 187	160 160—1042	
W. Kites	166 207		1
W Rogan 193 W. Rhea 203	224 219	193 238—1270	1
STAGLE			ı

	233	205	185-623
E. Wick		194	209-617
S. Halloran			
C. Dech			201-604
C. DECH	209	154	222-585
J. Y ung		199	153-480
H. Hoban		184	208574
H. Hoban			170-490
C. Flatt		174	
J. Hoban		189	174-557
J. Moban	164	245	163572
H. Olson		212	178-592
W. Pehle	77.01	202	200603
J. Olson	201	193	167557
R. Chompson	191		
Tribae	256	174	201-631
The state of the s	183	196	183-562
		232	202-636
W. Rogan	210	245	225680
W. Rogan	210		
A. Beiswenger		154	
G. Boyden	w 333930		178-010
G. Boyden	146	147	160-453
R. Zwack		165	195-493
H. Rude	2004	213	
H. Rude	. 400	4.77	
A SAMANA	148	173	201-011

TEAMS M. & ST. L. 130 179 177 Carence Justiner ... 180 159 182 Al Joseph 182 170 173 Bill Nelson 187 178 178 Watter Burnham 177 138 196

Bill Lange	+00		-
metals 791	824	906-	-2521
Casey 178	182	148	1
John Hoban	164 152	183	
James Penie	205	211	19.00
Will Lenie			0000
Totals Grain Belt	898	921	-2652
152	1.67	212	
Carl Dech	805	212	
con Halloran 505	2.224	195	
Je Young		- 44	- 2920
Totals Carnegic			- 2320
42	1.80	236	
W. 1. Miles 16	1 182	187	
W. A. Rhea	0 195	144	

bruary 11

Minneapolis

National Surety Corporation can provide facilities for private investigations in all European countries.

thing they can't do: they can't get a m on millions or billions of assets, but there i The financial tycoons may have their fi discover presently that this is largely | run hundreds of corporations. Well, you flung interests, and how a little group of have no power. You have read about the ery. You are going to discover that the now about to make a very disappointing di placed somewhere." I answered: "Yor bankers have seen my work; they will ge going to use his "contacts." He said: "7 into my office and remarked that he was When the campaign was over he dro

be valuable," he said. committeemen. "Such contacts are bou advantage to meet and mingle with these his services because he thought it would he had left his small practice and volunt ambitious young lawyer, confessed to me banking house. The executive secretar purpose, were two partners of a Wall S fact, drafted by the committee for that ex finally had to make up the deficit and we committee. The important members, was an unimportant member of funds to finance a certain charity, NCE upon a time there was a "drive

laid down the promptly suri \$5,000-a-year job." T omeans. T happened? W defied the po stormed the hi frontal attack and somewhat named Bob L: Theodore Roc arose in New century somet But away 1

the palms of ti were supposed politically day the United St. their personal i cal influence. could and did t Time was, a g of the country with too much savings of the gether too muc d bas sbsoilisi over the finance men have held does not tell th Of course, ti

COLLIER'S

## The Powerless Rich

NCE upon a time there was a "drive" for funds to finance a certain charity, and I was an unimportant member of the committee. The important members, who finally had to make up the deficit and were, in fact, drafted by the committee for that express purpose, were two partners of a Wall Street banking house. The executive secretary, an ambitious young lawyer, confessed to me that he had left his small practice and volunteered his services because he thought it would be an advantage to meet and mingle with these rich committeemen. "Such contacts are bound to be valuable," he said.

When the campaign was over he dropped into my office and remarked that he was now going to use his "contacts." He said: "These bankers have seen my work; they will get me placed somewhere." I answered: "You are now about to make a very disappointing discovery. You are going to discover that the rich have no power. You have read about the farflung interests, and how a little group of men run hundreds of corporations. Well, you will discover presently that this is largely bunk. The financial tycoons may have their fingers on millions or billions of assets, but there is one thing they can't do: they can't get a man a \$5,000-a-year job."

He laughed at me and went his way. Some weeks later he returned crestfallen. The bankers had given him letters to the presidents of a dozen corporations that they were popularly believed to control. The presidents had passed him down the line to the personnel managers, and the personnel managers had taken his name and references and politely bowed him out the back door. After five or six such experiences he lost his patience, and in the office of one president burst out: "I am being given a run-around; I must have a job; your Wall Street bankers want me to have a job." To which the tough president, who had come up from the mill, remarked bluntly: "It is a fact that the men you name are the bankers of this outfit, but I am running it. If you don't think that is a true statement of the case, go back and ask them."

The young man did go back. He sought out one of the bankers and complained that the president of this supposedly controlled company had been discourteous. The banker shook his head and made a gesture of helplessness. "Jack is right," he said. "He's the most efficient operator in his line in America. He is running that business. If we were ever to try to give him any instructions he would tell us to go to hell and put on his hat and walk out. Then where would we be?"

Of course, this incident, while strictly true, does not tell the whole story. A few very rich men have held and exercised tremendous power over the financial affairs of our corporations, railroads and banks. They have enjoyed altogether too much freedom in the handling of the savings of the people; they have been clothed with too much authority over the production of the country and the welfare of the workers. Time was, a generation ago, when such men could and did translate their wealth into political influence. They controlled legislatures; their personal friends and representatives sat in the United States Senate. It was considered politically dangerous to oppose them; they were supposed to hold the lives of politicians in the palms of their hands.

But away back in the early years of this century something surprising happened. There arose in New York State a young man named Theodore Roosevelt, and in Wisconsin another named Bob LaFollette. These two courageous and somewhat demagogic young fellows made a frontal attack on the citadel of Privilege. They stormed the heights of entrenched wealth. They defied the power of the interests. And what happened? Were they routed and crushed? By no means. The walls crumbled, the Janizaries promptly surrendered, the feudal lords meekly laid down their arms. The political power of great wealth proved to be only an empty myth. The rich started to run before the advancing crusaders, and politically they have been on the run ever since.

Some months ago there was held in New York a convention of the most important corporation officials in America. These men spent a lot of time preparing their program and resolutions. They met and made speeches that were widely publicized by the press. It happened that I was in and around the cloakrooms of Congress during that convention and I did not hear so much as a single reference to it. There were the great interests in session in New York, telling Congress what should be done. And nobody, from the biggest congressman to the smallest, cared a straw.

Business *ought* to have more influence in government. And by business I do not mean a few rich stockholders in Chicago and New York; I mean the hundreds of thousands of butchers, bakers and candlestick makers, and the tens of millions of thrifty folks who have saved a little money and put it into corporation securities. This vast, voiceless middle class could be very powerful. If one business leader in each congressional district were to organize the small businessmen and the little security owners of the district, he would have an influence that congressmen and senators would respect. But no business leader wants to work that way.

Nevertheless, the shouting and the tumult continue. Young politicians, seeking election, stand up and cry aloud their defiance of the interests, and by so doing make themselves heroes and get elected. But don't worry. They are risking nothing; they will not get hurt. Next to a friendly game of checkers at home, defying big business is the safest sport in the world.

BRUCE BARTON



Mr. Brownlow was walking toward his office, debating whether he should run for governor or the Senate, when he bumped into Mr. Chris Poppadoppalous, emerging from the room where witnesses are paid their fees. Mr. Poppadoppalous beamed, bowed, and handed Mr. Brownlow a large box.
"Gardenias," he said. "I brink dem for

"Thanks," said Brownlow. there's one more thing you can do for

"Anythink," said Mr. Poppadoppalous, with another bow.

"One day you boys were afraid to talk.

The next day you talked. Why?"
"We were afraid not to," said Mr.

Poppadoppalous.
"Afraid of me?" asked Brownlow,

rather pleased.
Mr. Poppadoppalous tittered apolo-

getically.

"Oh, no, sir," he said. "You're a nice mans. You don't say, 'Talk, you Greek So-and-so, or I'll tear out your heart and eat it before your eyes.

"Did somebody say that to you?"

"Yes, sir. To all us boys."

"Who?"

"The little fellow," said Mr. Poppadoppalous, and bowed, and scurried

FROM his hotel window Little John Sarto looked out over the lighted city spread at his feet. Somebody knocked on his door.

"Come in," said Sarto.

The freckled young man came in. He had on a new suit, moss-green this time, and he was still jovial.

'Hello, sweetheart," he said. "Hello, Eddie," said Sarto.

"You know why I'm here."

"Sure," said Sarto. "Have a drink?" "Why not?" said Eddie, and poured out a drink from a bottle of bourbon on the table. Sarto took one, too. "Nice going, boss," said Eddie, rais-ing his glass. "We'll run this town right."

"You will, I mean," said Eddie. "I'll be glad to work under a man with your brains. Poor Jack didn't have many. Nerve, yes. But he never looked ahead.

You do. Well, what do you say, boss? Dummy and some of the boys are waiting downstairs for the answer. They're solid for you, boss. Anything you say

Sarto didn't say anything. He went to the window and looked out over the

city.
"Of course, things are rather ragged right now," said Eddie. "We'll have to take it slow and easy for a while. But the boys are counting on you to work out some nice, new, juicy angles. The town's yours."

"I don't want it," said Little John.

"What do you mean?" Eddie was not jovial now

"I got other plans."

"You can't run out on us."
"I'm walking out," said Sarto. "Right

"The boys won't like that."

"I'm doing what I like."

"That's always expensive," said Ed-

"I know all about that."

Eddie shrugged his shoulders.

"Okay," he said, and sauntered out of the room

Hurriedly, Little John Sarto began to strip off his loud, plaid suit.

I'M RIGHT," said the warden to the chaplain, laying down the morning paper. "You say all men have some good in them. I say some men are all bad and nothing can change them. Take this fellow, Sarto. Last night in Chicago, as he was getting on a bus, he was filled full of lead."

"That hardly proves your point." The chaplain smiled. "Bullets are very democratic. They'll kill good men as well as

bad, you know.'

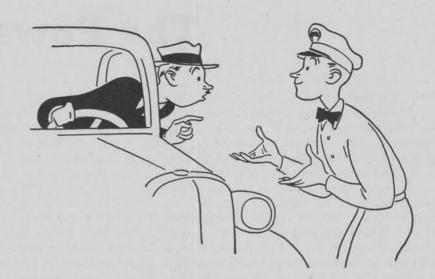
"There was nothing good about Sarto. Just listen to this: 'The police say Sarto plotted to return to power in the underworld. They are at a loss to explain why, at the time of his death, he was disguised as a monk.' Why, the scheming wolf! Whether there's any good whatsoever in such a man, I leave it to you to judge.

"He does sound pretty bad, I grant you," the chaplain said. "But, even so, I hate to condemn him or any man. I might be reversed by a higher Judge.



"Ain't it funny, lady-in Central Park that would be considered beautiful"





## Mr. Stewart, now ...he st-st-stutters

Some folks you gotta learn to like, but not Mr. Stewart. He stutters terrible, but nobody notices much, because they like him.

The first time he came in my station, I tipped him off to our oil.

"Everybody has to do a lot o' stop-and-go drivin' these days," I started in, "an' that means they need a special oil."

"B-B-B-But . . . " says Mr. Stewart.

"When you stop and let your engine cool off," I hurried on, "your oil drains down off the movin' parts, leavin' 'em practically dry."

"B-B-B-But . . . " says Mr. Stewart.

I interrupted him: "And when you START you oughtn't to have to WAIT to have your oil get moving. It oughta FLOW faster'n greased lightnin'."

"B-B-B-But . . . " says Mr. Stewart.

"Yessir," I cut in, "and only a quarter for a quart, too. Ain't that something!"

"B-B-B-But..." says Mr. Stewart, laughing at me, "I-I b-b-been using G-Golden Shell for s-six months."

So I laugh, too.

Sincerely, Your Shell Dealer

P.S. Believe me, after this I'm going to give the customer a chance to talk a little.

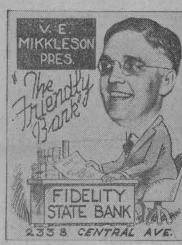


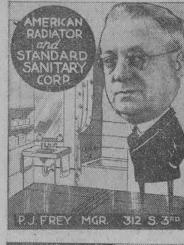


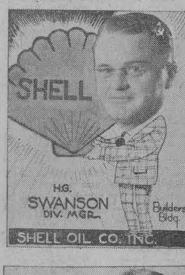
Mr. Charles Kiewel, Sr. 1215 N. E. Marshall Mpls., Minn.

# Minneapor



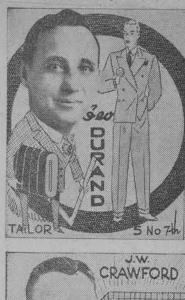














READ THE TRIBUNE WANTS

## Schwab, Asked to Give Up \$200,000 Salary If Firm Skips Dividend, Declines

#### Steel Bethlehem holders' Meeting Featured by Fistic Threat.

Wilmington, Del., April 12.— Charles M. Schwab, 76-year-old chairman of Bethlehem Steel cor-poration, Tuesday declined a re-quest to refrain from taking any of his \$200,000 a year salary if the company fails to declare a dividend on the common stock for the present quarter.

The request was made by Lewis D. Gilbert, New York, minority stockholder, who last year threw the annual meeting into confusion by asking that Schwab be placed on a pension. Schwab, who had sat quietly

through the long annual meeting Tuesday, in which there was a threat of fisticuffs between two small stockholders, broke his silence by making an appeal to Gilbert to withdraw his request.

Willing to Reline

Willing to Retire. Schwab explained that Bethle-hem Steel had been his life work

and that if the directors of the company no longer cared for his advice he would retire.

Gilbert, who said he had only the friendliest feeling toward Schwab, withdrew it only as "a personal favor" to the steel magnate.

Much of the interest in the meeting was centered in the proposal to make changes in the management stock ownership plan which would result in automatically terminating the plan by the end of next year. Action on the proposal was postponed until a special meeting of the stockholders here April

Under the stock ownership plan officers and certain employes were permitted in 1930 to subscribe to common shares at \$91.60 a share. No time limit was made originally for payment by officers and others who benefitted, and this led to criticism of the plan.

The threat of a fist fight came during the discussion over the election of officers. J. Newcomb Blackman, New York, wanted to know why the corporation should elect directors who had only small holdings which indicated to stockholders lack of confidence in the company.

L. B. Coshland, New York, and John Sauerman, New York, who holds some 5 per cent preferred stock, entered the discussion when Coshland asked President Eugene G. Grace, who was presiding, to Eugene have Sauerman removed from the meeting because 5 per cent pre-ferred stock had no voting power. Cry for Police.

Sauerman jumped up and threat-ened to "punch in the snoot" Cosh-

"Get a policeman to take him out," shouted Coshland. "Why don't you do it yourself?"

bickering by others.

#### SAFE-CRACKERS GET \$13.

offices at 185 Glenwood avenue

## 'NO DIVIDENDS, NO SALARY'

Stockholders Argue to Charles Schwab



Wilmington, Del., April 12 .- (AP-Wirephoto)-Two Bethlehem Steel corporation stockholders, left to right in rear. L. B. Cashland and Lewis Gilbert, both of New York, are shown as they talked with Eugene G. Grace, president, at left, seated, and Charles M. Schwab, chairman of the board, at the annual stockholders' meeting here Tuesday. During the meeting Gilbert asked Schwab to refrain from taking any salary if the company failed to declare a dividend on the common stock this quarter.

## Little Fellow' To Meet Here

and 10 affiliated Twin Cities associations are co-operating through the Minnesota Council of Retail Trade associations to sponsor a Minnesota "little business" conference at Hotel Radisson in Minneapolis April 25.

Under rules of the all-day session, only business men and officers of sponsoring organizations can participate in the discussions, which will cover topics vital to business.

Five major subjects have been chosen and each will have sub-divisions. A recognized authority will open discussion of each di-visional topic. He will be fol-Sauerman yelled back.

Neither man advanced toward subdivisional themes and by disthe other. Gilbert said "This is cussions from the floor.

Consider Taxes.

practices, followed by talks on the Miller-Tydings act, fair trade laws unfair practice act, Green river ordinance and preservation of Trade Groups ordinance and preservation of normal trade channels. After a luncheon recess, the other three luncheon recess, the other three major subjects will be considered.

Committees Named.

The committee on arrangements includes H. S. McIntyre, Minneapolis, chairman; J. F. Brett, Man-kato, and V. C. Fendel, St. Cloud, Northwest Retail Dry Goods association; H. M. Whisman, Minnesota Automobile Dealers' association; W. A. Ritt, Minnesota Electrical council; C. J. Christopher, Minnesota Retail Hardware association, and Sidney King Minnesota ciation, and Sidney King, Minnesota Council of Retail Trade associations.

### Veterans to Certify WPA Work Eligibles

To ease the burdens of its relief funds for disabled veterans, and wives and children of veterans, the Minnesota Soldiers' Home board voted Tuesday to become a certifying agency so that employa sergeant at arms."

The program will start with two hours' consideration of tax probama apologized for the language he had used, but there was much bush as a sociation, will lead in the home. Of these, members in the home. with a discussion of major phases. estimated about one-quarter are Sub-topics will include sales and employable. Within a short time chain store taxes, game and fish after the vote to begin certifica-Safe-crackers broke into the licenses, social security and relief tion, a woman applicant, widow of Philadelphia & Reading Coal Co. administration. a veteran, who sought employment c Ben W. Palmer, Minneapolis, will on a WPA sewing project, was the r Tuesday night, worked on the safe open discussion of the second main first person the board voted to and got \$13.25.

The Mystery Men of St. Louis rolled into first place late Sunday Anderson's 746 seems certain to win the singles.

night with a 3,035 count. Knute ecutes bonds of every character, when necessary.

**	0	70	72		20	6
1.7	o	w	B	ш	III.	5

DOUBLES	
A. Belswenger169 185 152 George Boyden168 127 160-971	February 11
Ray Zwack	5
Hoke Rude 167 150 144 A Ahrens 180 184 193—1018	3
E. Wick	8
C. Jech	1
H Hoban 190 208 181 J. Jehle 185 188 150-110	2 11/1
C. Clatt	8 //// n
H. Olson	5
J. Olson	2
W. Kites 161 166 190 E. Mady 192 207 179—108	15
W. Rogan	10 M
SINGLES	11/
E. Wick 233 205 185-6. S. Halloran 214 194 209-6 C. Dech 216 187 201-6 J. Y ung 209 154 222-5 H. Hoban 128 199 153-4 J. Penle 182 184 208-6 C. Flatt 146 174 170-4 J. Hoban 194 189 174-5 W. Pehle 202 212 178-5 W. Pehle 202 212 178-5 V. Kites 256 174 201-6 E. Mady 183 196 183-2 W. Kogan 201 202 202-6 W. Kogan 202 232 202-6 W. Kogan 202 232 202-6 W. Libes 256 174 201-6 E. Mady 183 196 183-6 E. Mady 183 183 183 183 183 183 183 183 183 183	17.
M. & ST. L. Carence Juetiner	

Totals ... 791 824 906—2521

Herb Olson Casey Hoban
John Hoban 178 182 148

John Hoban 173 164 183

James Pehle 168 152 180

Con Flatt 153 206 211

Wm. Pehle 161 195 199

Totals 970 951 999 - 2920 Wm, Rogan 171 189 236 W. I. Kites 167 213 210 J. E. Olson 161 182 187 W. A. Rhea 180 195 144 E. Mady 185 185 183 182

Minneapolis Journal

National Surety Corporation can provide facilities for private investigations in all European countries.

#### Working Together

To the Editor of The Journal:

February 12 We are sick and tired of being

taken for a ride by the good citizens and the city council of St. Paul. After all, aren't we both large enough to work together for one common aim? It doesn't seem so by the penny-ante attitude of St. Paul in refusing to permit Minneapolis firms to do business in that city. We here in Minneapolis support many of St. Paul's projects. We are glad to do this, but there is an end to the insults they cast at us by their attitude. -Minneapolis.

# St. Paul Issue Irade War Ultimatum To/Inneapolis

## Lift Restrictions 'Or Else' Is Word at Parley

Trade war clouds between the Twin Cities darkened Wednesday afternoon with a St. Paul City Council delegation giving a Minneapolis aldermanic committee a virtual ultimatum to eliminate restrictive ordinances "or else".

The "or else" was a threat to match Minneapolis ordinance requirements on residence and business location with similar provisions here. Minneapolis has five more such ordinances than St. Paul.

Beginning peacefully in Mayor Gehan's office, the conference was marked by repeated verbal clashes. Minneapolis' conferees were Aldermen H. C. Miller, John Swanson and E. I. Hudson; St. Paul's, Mayor Gehan and Commissioners William Parranto and Gus Barfuss.

Swanson began with, "we ought to get the public educated to the idea of doing away with the petty idea of a St. Paul man not doing business in Minneapolis and vice versa. Of course people see St. Paul beer signs in Minneapolis and say, 'What's the matter with Minneapolis beer?"

Hudson reiterated a previous charge that a St. Paul bar tried to sell Minneapolis beer "but was pestered all day long by inspectors until they quit".

This was challenged by Barfuss, who said the facts are that "one man in Midway handled Minneapolis beer and customers laughed at him and he took it out. We had nothing to do with it".

Hudson charged that "they can't. get a license in St. Paul if they sell Minneapolis beer".

"That's not true", Mayor Gehan retorted. Parranto and Barfuss agreed and explained that "St. Paul's Council doesn't care what kind of beer the licensees handle".

Hudson changed the subject to other commodities. Barfuss moved "we take the necessary steps to cancel residence requirements or business location in these restrictive ordinances, unless there is some valid reason for keeping them in. I mean if a man wanted to sell in the other city all he'd have to do is get a license there, but he wouldn't have to maintain a residence or business address there".

Swanson added, "I'll be glad to second the motion", when Miller interrupted with: "I'm absolutely opposed to it. Take plumbing and heating. I know our group would object to it very seriously. Now merchandising, that's something else again."

Parranto flared with "nine ventilating and cooling jobs here recently went to Minneapolis firms. Yet we can't get into Minneapolis. If you won't go along with that (Barfuss' motion) then the only thing the St. Paul Council can do is to flood out five more restrictive ordinances to match yours. It's damned foolish but if we're going to have continued objection that's the only thing we can do".

shouted, "and I don't need any advice from you".

Swanson waved the olive branch \_\_\_\_\_ trade territory of 500,000 citizens with, "it doesn't do the public any good and doesn't do the cities any to get together". .

"We'll go along with you 100 per cent on letting Minneapolis dealers in here," Parranto commented. "But we don't want you to holler then if we do business in Minneapolis. All of a sudden all hell's a'poppin' when we put through a coal ordinance requiring Minneapolis dealers |.

to set up an office here to get ... license."

Miller and Hudson tried to confine the prospective trading to the fuel ordinance. Miller suggested to Parranto that "much of this stuff you're talking about concerns labor. and it probably wouldn't be right to change the labor setup in these times". Hudson asked for time on Barfuss' motion, explaining that "we're numbering our ordinances and I'd like to compile a list".

Miller asked if St. Paul would appoint a permanent conference committee to discuss restrictive ordinances "in the future before they become controversial", explaining that the Minneapolis council authorized such a committee Fri-

Mayor Gehan offered to appoint "the same committee I have here now. I'm sure the Council will approve of it in the morning".

Swanson asked, "why not refer this whole thing to the new permanent joint conference committee?"

"All right with me," said the Mayor. "But suppose this thing has further growth. Suppose free phones from the Midway district to Minneapolis are cut out. Why even at my drug store I can't get a St. Paul paper half the time. It's loaded down with Minneapolis papers. Suppose you did take the restrictions out of these ordinances. You'd get the better of it."

ients that St. Paul dealers would get a

Febr and Minneapolis dealers would get about 300,000 in St. Paul." good to keep on fighting. We ought - No vote was taken on Barfuss' motion to eliminate causes of the possible trade war. The conference

ended on this note: Gehan-"I'd hate to see this get any worse, but a big share in our city lives along the Minneapolis border. If it's going to be worse, the only thing for us to do is to protect ourselves. Unless we can get together on a reasonable basis

... ah ... uh." Barfuss-"We'll have to take the referee's instructions and protect ourselves."

No date was set for a meeting of a permanent joint conference committee. "We'll write you a letter," Hudson promised,

Minneapolis has six ordinances which St. Paul wants modified as to residence and business office requirements. These cover sign hanging; gravity warm air heating; cooling, piping, and equipment; mechanical warm air heating, air conditioning, and ventilation; oil burner installation and servicing; and stoker installation and servic-

St. Paul Pioneer Press

March 31,1938

# Grain Belts Seek City

# One Victory Will Clinch Championship

By BILL HENGEN

The Grain Belts can clinch at least a tie for the city bowling championship tonight by winning one game.

Tegal 3984 Serve Ellingson, 9 month. Calls.
23, 2519 Logan av N: George Ellingson, 9 month. On stove
24, 2519 je merson Aconday A. Additch av Singlestanan

The Belts are in first place with 46-35, two games ahead of the Grossman five. One game behind the Grossmans are the Pabsts and Carnegies.

them 47 for the season and the best the Grossman with three will be able to do is 47. Two on the right side of the ledger for the Belts and the championship is theirs

Between tournaments and the finishing up of the leagues, bowling pins have had little rest the past week. It's knife and fork time for the bowlers now.

25 Leagues End Season Twenty-five leagues have completed their schedule during the

past seven days and the new champions are:

Yanks of the Boos Dental, Grains of Northwestern Bank, Jacks Place of the Market, Office of the National Tea, Main Street of the Recreation Handicap, Northlands of Union Milk, Finance Checks of Fort Snelling, Top-Alls of ADM Commander, Dutch Masters of Newspaper, Press Row of M. Tribune, Specials of Northland Milk, American Lumber of Gymal Doled A, Old Hickory of Salesman C, Anglerey of Salesmen D, Forman and Clark of Merchants A, All-Stars of South Side Lutheran, Royal Banner of Salesman lay, Fe B, Cottage Cheese of Ohleen Dairy, B. F. Nelson of Manufacturers, Thorpe of Real Estate, Credits of Butler Brothers, Relay of Minneapolis Honeywell A, Credits and Aces tied in First National Bank, Millers of Traffic club and Arcana No. 2 of Masonic. City Tournament in Progress

Two weeks from now the alleys will be vacated from league play. The city tournament, the last of the league bowling, is in progress now. Singles and doubles will be squeezed into the next two weeks of trundling.

April 5, 1938

Minneapolis Journal



Champs!

The Grain Belt team pictured above cap Dech, Jess Young and tured The Star's bowling trophy in the was the only bowler in City league last night by pounding the n.

Jax for two games at the Central alleys. Left to right the keglers

## Crain Delts Sprin rophy

Miss 3,000 Aggregate by Four Pins; Carnegies Tie for Second

FINAL	CITY	STANI	
Princes (Western			Won Lost
Grain Belts			48 36
Carnegies			46 38
Grossmans .			46 38
Pabsts			45 39
Gliems			43 41
Arrow Heads			38 46
Jacks			36 48
Jax			34 50

#### By MICKEY BACH

The Grain Belt kegling crew showed the same consistent form last night they displayed all season by trimming the Jax out of two games to win The Star's city league bowling trophy last the Central alleys.

Led by Roy Thompson's 650 and Sky Halloran's 611 the champions

rang the bell for a count of 2,996. Jax hit 2,915 with Clarence Anderson totaling 625 and Al Melancon 603.

Hi Dunfee put on an individual show with games of 255, 245 and 207 for a big 707 as the Gliems counted 2,956.



Hi Dunfee

# Title; 25 Pin Loops End

## **One Victory** Will Clinch Championship

By BILL HENGEN

The Grain Belts can clinch at least a tie for the city bowling championship tonight by winning one game.

The Belts are in first place with 46-35, two games ahead are the Pabsts and Carnegies.

. Therefore, one victory will give them 47 for the season and the best the Grossman with three will be able to do is 47. Two on the right side of the ledger for the Belts and the championship is

Between tournaments and the finishing up of the leagues, bowling pins have had little rest the past week. It's knife and fork time for the bowlers now.

25 Leagues End Season Twenty-five leagues have completed their schedule during the past seven days and the new champions are:

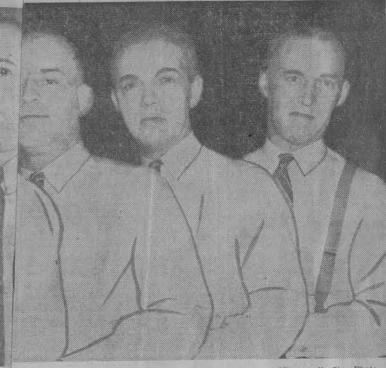
Yanks of the Boos Dental, Grains of Northwestern Bank, Jacks Place of the Market, Office of the National Tea, Main Street of the Recreation Handicap, Northlands of Union Milk, Finance Checks of Fort Snelling, Top-Alls of ADM Commander, Dutch Masters of Newspaper, Press Row of M. Tribune, Specials of Northland Milk, American Lumber of Gymal Doled A, Old Hickory of Salesman C, Anglesey of Salesmen D, Forman and Clark of Merchants A, All-Stars of South Side Lutheran, Royal Banner of Salesman game behind the Grossmans lay, Fe B, Cottage Cheese of Ohleen Daiers, Thorpe of Real Estate, Credits of Butler Brothers, Relay of Minneapolis Honeywell A, Credits and Aces tied in First National Bank, Millers of Traffic club and Arcana No. 2 of Masonic. City Tournament in Progress

Two weeks from now the alleys will be vacated from league play. The city tournament, the last of the league bowling, is in progress now. Singles and doubles will be squeezed into the next two weeks of trundling.

April 5, 1938

Minneapolis Journal





## Champ

Jax for two games

are Eddie Kummer, Roy Thompson, Carl Dech, Jess Young and Einar Wick. Inset is Sky Halloran. Young was the only bowler in the city to hit a perfect 300 game this season.

# Craint to Star Trophy

Miss 3,000 Aggregate by Four Pins: Carnegies Tie for Second

FINAL CITY STANDINGS Gliems 43 Arrow Heads ..... 38 

#### By MICKEY BACH

The Grain Belt kegling crew showed the same consistent form last night they displayed all season by rimming the Jax out of two rames to win The Star's lity league bowling trophy las sight at the Central alleys.

Led by Roy Thompson's 650 and Sky Halloran's 611 the champions

rang the bell for a count of 2,996. Jax hit 2,915 with Clarence Anderson totaling 625 and Al Melancon 603.

Hi Dunfee put on an individual show with games of 255, 245 and 207 for a big 707 as the Gliems counted 2,956. Hi Dunfee



The Pabst team came up with 2.801 to beat them out of a pair however. Les Reisberg, who took individual honors for the season on with a 204 average, hit 632.

Carnegie stepped into a second ying place tie by beating the Arrow\_\_ Heads out of three with a fine 3,073. Ed Mady had 660, Jack = Olson 645 and Bill Rogan 607 to lead the attack.

> Grossmans took the measure of the Jacks in two close tilts as they hit 3,049 to 3,025 for the Jacks. Al Hahn had 662 and Wally Smith 631. Hoke Rude had 673, Sid Thulen 639 and Sam Guzy 629 for the losers.

Pete Guzy holds the three game record for the season with a count of 760 and Jess Young's perfect 300 tops the singles.

Last night's scores:

	and Tingito a decrees		
	CARNEGIE   Rogan   182   Kites   171   Olson   232   Ribes   210   Mady   246	183 213 200 172 223	232 174 213 191 191
Š	1051	1011	1011
	Total—3073 ARROW HEAI Cumming 194 O. Nelson 234 K. Nelson 181 Nelson 182 Turgeon 211	202 160 192 219 204	175 200 233 198 162
	Total—2947 1002	977	968
	GROSSMAN   223   Morshare   197   Sabo   151   Hahn   245   Smith   201	187 169 204 183 227	188 212 225 234 203
	Total-3049	970	1062
	JACKS S. Guzy 160 Reshetar 208 Rude 265 Tetzlaff 134 Thulen 215	256 161 205 164 203	213 163 203 203 221
	Total-3025	1006	1020

The second second	GRAIN BELT   187   187   187   187   189   190   190   190   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191   191	186 207 216 181	175 202 244 193	
	J. Young 200	166	223 On-	
	1003	956	1037 atc.	
	Total—2996  Melancon 191 Wojclak 190 Maierich 162 Lee 146 Anderson 233	199 183 194 179 215	213 200 167 179 177	
	Total—2915	999	965	
	Dunfee   255   Grossio   203   H. Young   245   Sicora   238   Feichtinger   168	245 167 167 170 172	207 172 169 180 153	
	1124	936	896	
	Total - 2956   PABSTS	190 190 257 190 210	178 184 189 201 213	
	Total—2891 889	1037	965	

## 5th Anniversary Of Beer's Return building men, supply men, retailers and others who directly banefited from the revival of the Celebrated Today

Relegalization of beer, which ing Co. provided hundreds of thousands of new jobs in the brewing and allied fields, which created new income Ploosevelt signed the Cullen bill and sent billions of dollars circulating through vital trade channels, will have its fifth anniversary on April 7th. The anniversary is expected to be recalled not only cause consumers were curtailing

by the brewers whose industry was restored, but also by the tions. many farmers, manufacturers, benefited from the revival of the brewing industry as a market and source of supply, according to Charles E. Kiewel, general manager of the Minneapolis Brew-

Relegalization came at a . most opportune time. On March 22, when President Franklin D. legalizing beer, the nation was in the depths of a depression. Confidence of business men was at a low ebb. Few had the courage to start new undertakings be-

their expenditures.

Into this picture stepped several hundred brewers whose plants had remained idle for a decade. With confidence in the future and with eagerness to resume a business that, for many, had been in their family for generations, they launched a rebuilding program calling for the immediate expendi-

Minneapoli's Shopping News April 8,1938

#### Oddities from the Ouestion Box

IId-U

(Editor's Note: Beer is about 6,000 years old and represents a background with which the average reader is not fully acquainted. Some of the most common questions of the present day are answered in a series of articles furnished by Frank Kiewel, advertising manager of the Minneapolis Brewing company. This is the first of the series.)

Q. Are any figures available concerning the number of brewers at any time during the Middle Ages?

A. The importance of brewing at this time may be gauged in some measure by the fact that 300 brewers were recorded within the aty of London and its environs in the year 1419.

Q. When were hops introduced

into England?

A. Hops were first brought into England in the year 1532, according to a popular jingle of the

"The Reformation, and hops with beer.

Came into England all in one year."

Q. When did bottled beer first

come into use?

A. The development of bottled beer may be traced to an early experiment by a famous Protest-

ant minister of the reign of Edwar VI-Dr. Alexander Nowel, dean of St. Paul's in 1561. It was

not, however, until after the acceptance of the pasteurization process in 1873 that the bottling

of beer began to be carried on of a large scale.

Aprilag, 1938 Shopping News

#### Oddities from the **Ouestion Box**

(Editor's note: Beer is about 6.000 years old and represents a background with which the average reader is not fully acquainted. Some of the most common questions of the present day are answered in a scries of articles furnished by Frank Kiewel, advertising manager of the Minneapolis Brewing Company. This is the second of the series.)

Q. How old is beer, according to positive proof?

A. About 6.000 years old. In 1935, an expedition of archaeologists from the Museum of the University of Pennsylvania and the American Schools of Oriental Research, who were excavating in Mesopotamia, found a seal or drawing, baked in pottery, showing two brewery workers stirring the contents of a brewery vat with long poles.

Q. Who was Gambrinus?

A. Although it cannot be definitely determined historically who Gambrinus, the so-called "Inventor of Beer" really was, it is usually claimed that by Gambrinus is meant, John I (Jan Primus) Duke of Brabant, who was killed in a knightly tournament in 1294. He was an exceedingly popular ruler and a heroic figure of his time. Another version. however, maintains that the tutelary protector of the brewers was John the Intrepid (Jean sans Peur, 1271-1419), the founder of the Order of Hops.

May 6,1938 Shopping News

## Beer-Sipping Begins at 40 February 21

issues bonds guaranteeing perngineering construction contracts.

Life's not the only thing that begins at 40.

Beer sippers who want to get the greatest enjoyment and the best possible taste from their golden fluid will disdain your offering if it's served colder than 40 degrees Fahrenheit, according to Charles E. Kiewel, vice president and general manager of the Minneapolis Brewing Company.

Beer drinking would be more enjoyable if there were more persons as particular as this, according to the testimony of Miss Eloise Davison, M. S., Iowa State college, he said.

Beer, Miss Davison points out in giving pointers on how best to serve it, is brewed and aged to taste better at about 40 to 42 degrees F.

Ice-cold beer, she states, prevents enjoying the bouquet upon which taste so largely depends. At 40 degrees F. the foam has proper play and its bubbles escape, insuring the drinker the full taste of beer through the aid of his sense of smell.

Shopping Vews July 1,1938

# Speaking Motor-Wise By FRANK McINERNY

## A WHITE-ECKLAND CREATION

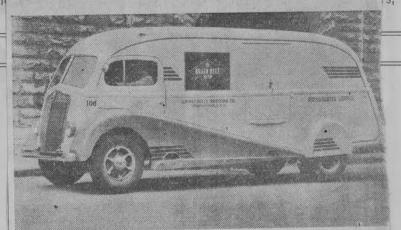


Everything modern in motordom and a few features heretofore unknown in the business of motortruck and body manufacture are incorporated in the above White chassis on which has been mounted a specially designed body, built by the Eckland Brothers Company in accordance with specifications provided by Charles R. Kiewal, general manager of the Minneapolis Brewing Company.

F. G. Allen, branch manager for the White Motor Truck Company, and Eckland Brothers have delivered three of these specially designed delivery vehicles of capacity from two to five tons to the brewery company. Each truck is so insulated as to insure an even temperature for many hours and, besides the refrigeration for the beer load, the cab-over-engine is air conditioned. The trucks are said to be the most modern in service and Mr. Allen points specifically to the wide front axle which makes for short turning and safety in driving.

Minneapolis Journal Sun, July 10,1938 Nati

### Modern Truck



This ultra-modern stream-lined truck, the first of a fleet to be put into operation by the Minneapolis Brewing Co., made its appearance here last Saturday and caused a stir of sight-seeing comment by pedestrians and motorists. According to F. G. Allen, branch manager of the White Motor Co., the truck is one of the most stream-lined in the United States. The truck body is refrigerated and the cab is air-conditioned.

The Shopping News July 8, 1938

### Brewers Give stard, Mrs. Willia Mrs. Bert Roberts.



Pictured above are members of the Minnesota Brewers' association as they voiced a toast yesterday at the body's annual Duluth meeting. They were guests of the Fitger Brewing Co. in the afternoon and attended a program at the Duluth Brewing & Malting Co. plant in the evening. Left to right above are, | C. Schmidt,

Carl Hansor ATTENDS CAMP

stard, Mrs. William Marvir

### 27 Assigned to WPA Job at Nashwauk

A crew of 27 WPA worke been assigned to the constr of drainage ditches throu Nashwauk township, Itasca c on receipt of approval of the ect by A. T. Gilbertson, c WPA director, from R. C. Jac acting state administrator.

Approximately 18,500 feet of will be dug. The work is spor by the town board, which i. tributing funds to meet the o materials and other-than items. WPA is providing the sarv labor.

The total cost of the proje \$9.955, with WPA furnishing and the balance sponsor's fu

### College Coach Suffers Injuries in Accident

By News-Tribune Corresponde BEMIDJI, Aug. 13.—Jack Bemidji Teachers college who was the victim of an at bile accident near St. Cloud seated, Char day evening, was discharged luth Brewin the hospital there Friday.

Co.; Charles Martha Berlick, daughter apolis Brewi and Mrs. Steve Berlick of Cl come, Jacob left yesterday for Fannie Co., St. Pau Olcott Girl Scout camp near Yoerg Brewi leth. Mrs. Berlick accom sociation pre her daughter to Duluth.

Duloth Mews Tribune Hugust 14,1938

National Curaty Corporation Robbery policies protect property

### Tom, Tony Talk It Over

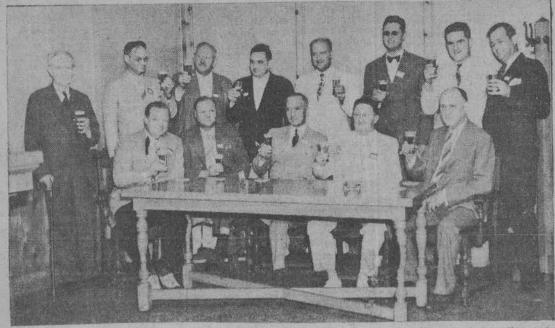


Tom Hastings, local sportsman and brew authority, and Fighter Tony Galento talk over the Minneapolis beer situation, a topic dear and near to the bruiser's heart. Chubby Tony has a favern of his own in East Orange, New Jersey and is his own best customer,

Dick Daniels, the comeback kid, will go to bat against the Joe Jacobs' meal ticket next Friday night at the Minneapolis Armory.

> Minned polis Shopping News Dec. 16, 1938

## Brewers Give Toast At Fitgers



Pictured above are members of the Minnesota Brewers' association as they voiced a toast yesterday at the body's annual Duluth meeting. They were guests of the Fitger Brewing Co. in the afternoon and attended a program at the Duluth Brewing & Malting Co. plant in the evening. Left to right above are, seated, Charles M. Boswell, Duluth Brewing & Malting Co.; Carl Hanson, Peoples Brewing Co.; Charles E. Kiewel, Minneapolis Brewing Co.; C. E. Newcome, Jacob Schmidt Brewing Co., St. Paul, and Louis Yoerg, Yoerg Brewing Co., St. Paul, association president; standing, P. C. Schmidt, Fitger Brewing Co.;

J. G. Frenzel, Fergus Breweries, Fergus Falls; John Beerhalter, Fitger Brewing Co.; G. J. Ryan, Mankato Brewing Co.; Alvin C. Gluek, Gluek Brewing Co., Minneapolis; John Farrell, St. Paul, association secretary: Leo Brady, Fergus Breweries, Fergus Falls, and Lou Dillon, Fitger Brewing Co.

Suraty Corporation Robbery policies protect property

## om, Tony Talk It Over



astings, local sportsman and brew authority, and Fighter o talk over the Minneapolis beer situation, a topic dear the bruiser's heart. Chubby Tony has a tavern of his torange, New Jersey and is his own best customer, uniels, the comeback kid, will go to bat against the Joe ticket next Friday night at the Minneapolis Armory.

Duloth Mews Tribone Hugust 14,1938

Minned polis Shopping News Dec. 16, 1938

# CITY'S BOWLERS SWIN

# ALLEYS REPORT **BIG INCREASE IN KEGLING LOOPS**

Grain Belts Again Favored for City League Crown

### By MICKEY BACH

Pity the people that live around bowling alleys-it's going to be a noisy year!

Over 50 leagues will be burning 'em in on the Recreation's two drives. These loops will all be eight inday. March I team outfits with the exception of the Court House and Worch circuits which will have 16 squads apiece.

The park board girls will march en masse with 56 teams in seven loops. A like number of beginners are scheduled to get underway later in the season. That makes 112 girls' teams.

Jim (the golfer) Dolan, manager of the Central alleys, reports another full house at his headquarters with the City league, the cream of the town, slated to get under way Sept. 27.

Jess Young is in Duluth this season and will not be with the championship Grain Belts.

Captain Carl Dech has a worthy substitute in Charlie Morey, however, and with Einar Wick, Roy Thompson, Sky "Whiffer" Halloran and himself in the lineup the Grain Belts again look like the team to beat for the City loop title.

The Cranes, champs of the Salesman A league and Northwest title holders, will depend upon Lloyd Sheldon, Chester Dock, Bob Hanschen, Ted Bergeson and Jule Gustafson to cop laurels this year.

Fuels Notch 3 Games, Drop Leaders to Third Place

### By MICKEY BACH

The lowly Carnegie Fuels sprang the big upset last night in the City Bowling league by beating the loopleading Superior Dairies three times at the Central

The Carnegies rang up a total of 3,127 sticks to send the Superiors into a dizzy spin to third place as the Grain Belts moved back into first with three wins over the Silent Sales and the steady-plugging Jack's Place took command of second position by giving the Dr. Peppers a three-game licking.

The Carnegies were led in their uprising against the loopleaders by Ed Mady and Jack Olson, who counted 665 and 638, Carl Hempel had 660 and Andre Turgeon 645 for the Superiors.

Charles Mory's 650 and Carl Dech's 627 paced the Grain Belts while Marty Mitchell posted 630 to lead the Gliem Tailors to a double over 7-Up.

H	The scores:			at
	CARNEG	IE. FU	ELS.	925
25	CARNEG	183	101	225 233 191
Ol		195	189 223 179	191
OH	cflund	151	223	1260
K	tes	190	179	211
œ.	108	37	37	37
11	andicap		7 000	1.081
	Total-3.127.	977	1,000	200000
		R DAI	231	205
H	empel		171	201
K	. Nelson	175 164	189	201
0	umming	207	189 223 193	215
E	umming urgeon eisberg	1.95	193	0
H		0		Name and Address of the Owner, when the Owner, which the Owner
-		965	. 1,007	1,039
	ATTENDED TO SELECTION OF THE PARTY OF THE PA	-		
	GRAI	N BEL	TS 231	182
V	Vick	187		210 238 221
73	hompson	209	203	221
		212	176 204	214
Ť	lalloran	209	0	0
3		0	-	7.000
	- 0 000	1,017	1,000	1,065
	Total—3.00%.	NT SAL	ES	157
-	Kummer	NT SAI 140 196 189	161 185	211
III:	Hudson	196	180	211 147
	Gross	189	194	224
	Warpeha	181	181	209
11.7	Warpeha Morshare Handicap	154 181 27	27	
1	Hanneap		928	975
	Total-2,790.	881		-1
	GLIE	M TAIL	ORS	222
	article limit	214 183	194 179	227 173 192
	Grossio	171	169	173
	H. Young	182	218	158
	Feichtinger · · · ·	222	JA, 471-91	18
	Handicap	171 182 222 18	18	-
	THE CONTRACT OF THE CONTRACT O	990	969	990
	Total-2,949.	7-UP		
		168	234	182
	Rogan	190	234 211 174	141
	Daily	1.62	21.1	169
	Habn	204	168	169
	Smith	0	0	0
	Handicap		998	865
	Total-2,745.	882	800	
	JAC	186 181	ACE	190
	P. Guzy	186	156	194
		181		194
	Recheiff	183	225 204	163
	Alirens		204	210
	Handicap	0	0	-
	Total—2,855.	933	971	951
	Total D	R. PEP	PER	187
	Chapman	210 166	187	191
	Wojciak	210 166 167	202 154 225	185
	Ross	188	154	178
	Thulen	168	225	166
	Anderson Handicap	. 2	2	2
		901	948	899
	Total-2,748.	001		

1938-39 Bawling Leaven

# G INTO BANNER SEASON

# ALLEYS KEPUKI **BIG INCREASE IN KEGLING LOOPS**

Grain Belts Again Favored for City League Crown

By MICKEY BACH

Pity the people that live around bowling alleys-it's going to be a noisy year!

Over 50 leagues will be burning 'em in on the Recreation's twodrives. These loops will all be eight inday. March team outfits with the exception of the Court House and Worch circuits which will have 16 squads

The park board girls will march en masse with 56 teams in seven loops. A like number of beginners are scheduled to get underway later in the season. That makes 112 girls'

Jim (the golfer) Dolan, manager of the Central alleys, reports another full house at his headquarters with the City league, the cream of the town, slated to get under way Sept. 27.

Jess Young is in Duluth this season and will not be with the championship Grain Belts.

. . .

Cantain Carl Dech has a worthy substitute in Charlie Morey, however, and with Einar Wick, Roy Thompson, Sky "Whiffer" Halloran and himself in the lineup the Grain Belts again look like the team to beat for the City loop title. . . .

The Cranes, champs of the Salesman A league and Northwest title holders, will depend upon Lloyd Sheldon, Chester Dock, Bob Hanschen, Ted Bergeson and Jule Gustafson to cop laurels this year.

1938-39 Bawling Leason

Fuels Notch 3 Games, Drop Leaders to Third Place

By MICKEY BACH

The lowly Carnegie Fuels sprang the big upset last night in the City Bowling league by beating the loopleading Superior Dairies three times at the Central

The Carnegies rang up a total of 3.127 sticks to send the Superiors into a dizzy spin to third place as the Grain Belts moved back into first with three wins over the Silent Sales and the steady-plugging Jack's Place took command of second position by giving the Dr. Peppers a three-game licking.

The Carnegies were led in their uprising against the loopleaders by Ed Mady and Jack Olson, who counted 665 and 638. Carl Hempel had 660 and Andre Turgeon 645 for the Superiors.

Charles Mory's 650 and Carl Dech's 627 paced the Grain Belts while Marty Mitchell posted 630 to lead the Gliem Tailors to a double over 7-Up.

Rine scores:			at
CARNEG Mady Olson Kites Kites	IE FUI 183 221 195 151 190 37	257 184 189 223 179 37	225 233 191 184 211 37
W + 0 W	977	1,069	1.081
SUPERIO	R DAH	231	205
K. Nelson Cumming Turgeon Reisberg	175 164 207 195	171 189 223 193 0	201 215 217 0
Handicap Total—3,011.	965	1,007	1,039
	N REL	rs	400
Wick	N BELT 200 187	3.80	182 210 238 221
Thompson	209 212 209 0	203 176 204	221 214 0
Handicap	1,017	1,000	1,065
Total-3,082.	NT SAL	ES	157
Kummer Hudson Gross Warpeha Morshare Handicap	196 189 154 181 27	185 180 194 181 27	211 147 224 209 27
Total-2,790.	887	928	9.10
Mitchell Grossio H. Young Sleora Feichtinger Handicap	M TAIL 214 183 171 182 222 18	ORS 191 179 169 218 191 18	222 227 173 192 158 18
Total-2,949.	990	969	990
Rogan O. Nelson Daily Hahn Smith	7-UP 168 189 162 159 204	234 211 174 211 168 0	182 141 179 169 194
Handicap	882	998	865
TAX	CE'S PI	ACE	100
P. Guzy S. Guzy Reshetar Ahrens Sabo Handicap	CK'S PI 186 181 183 202 181	156 198 188 225 204	210
Total—2.855.	933	971	951
Chapman	R. PEP	PER 187 178 202 154 223	178 178 166
Total-2,748	901	941	899

National Surety Corporation Depositors Forgery Bond is a necessary protection for every checking account.

# GRAIN BELTERS HIT 3,084, WIN IN CITY LEAGUE

### Carl Hempel Bowls 668 to Lead Evening's Trundling

Every member of the Grain Belt bowling quint was in form last night at the Central alleys as they totaled 3,084 to take two games from Grossmans and lead scoring in the City loop. Jess Young picked off 631, Sky Halloran 630, Roy Thompson 619, Carl Dech 614 and Einar Wick 590. The Grossmans totaled 3,062 with Larry Sabo's 656, Art Morshare's 598 and Al Hahn's 505 leading the way.

The Carnegies hung it on Pabst for three games as they hit 3,068, including a new record single game of 1,148. Ed Mady hit 648, Jack Olson 620, and Bill Kites 608 for the Carnegies with Pete Guzy's 622 high for the Pabst.

Hoke Rude's 618 and Jack Reshetar's 601 led the Jacks to a total of 2,977 and a double win over the Arrow Heads who posted 2,946. Carl Hempel, of the losers, hit 668 for the evening's individual honors as Oscar Nelson donated 601.

Jax took the measurements of the Gleim Tailors as Al Melancon toppled 605 for the Jax and Hardy Feichtinger 605 for the Tailors.

The Carnegies and Jax are now tied for the loop leadership with 14 wins and 10 losses each

	The figures:			93.0
	GRAIN	BELT		
	lek	171	235 167	184
	een	253	167	194 179 211
T	hompson	185	255	179
H	alloran	237	182	211
J.	Young	190	224	217
	Totals	,036	1,063	985
1	GROSS	MAN		-
E	Daily	202	194	167
3	lorshare	169	206	223
8	abe	185	246	167
8	abe	191 193	226	248
1	lahn	193	154	248
	Totals	962	1,048	1,052
	Total-3,062.			
	CARN	EGIE		
B	logan	200	211	177
3	. Olson		265	176
F	Olson	221 171	205	182
	thea	171	203	206
	Rhea	181	256	211
	Totals	960	1,148	960
ľ	Total-3,068.		- Marita	
1	Hannes	175	191	214
ΙĞ	P. Guzy	222	211	400
ľŝ	chroeder	222 192	202	155
	A. Guzy	157	202 197	181
ľ	A. Guzy	169	167	182
ľ		-	-	-
	Totals Total—2,804.	915	968	921
	JAC	CKS		
B	Rude 8. Guzy J. Bristol Reshetar Thulen	232 138 177 217	185 179 198	201
10	8. Guzy	138	179	185
16	J. Bristol	177	198	205
Ø	Reshetar	217	200	184
K	Thulen	175	171	219
H	Totals	976	970	1,031
I	Totals	HEA	n	
	Hempel	223	212	233
ĮΝ	Hempel	223 214	211	233 176
퉭	K. Nelson	199	202	180
ø	Cumming		149	168
ľ	Turgeon	224	165	182
H	Totals	1,068	939	939
ø	Total-2,946.	-1499	-4/4/4/	1000
N	T	AX		
ø	Melancon		211	214
ø	Melancon			216
ø	Melancon Wojciak Malerich		163	210
10	Lee	211	201	153
ø	Lee	175	213	193
1		-		
ĮŪ	Totals Total—2,814.	890	968	986
ı	Total—2,814.	IEM		
	Dunfee GL	. 189	187	150 173 167
	Grossia	167	204	170
	H Vonne	134	157	165
	Minora	. 134	169	180
	Dunfee Grossio H. Young Sieora Feichtinger	202	219	184
	The state of the state of	200000	1,00000	BESS.
	Totals	874	945	863

# SUPERIORS TIE GRAIN BELTS ON CITY PIN PEAK

equir

### Al Ahrens' 715 Leads Jacks to Rout of Carnegies

### By MICKEY BACH

The Superior Dairies rode into a first place tie with the Grain Belts in the City Bowling loop as they peppered the Dr. Peppers twice while the Grain Belts faltered in the odd game against the Gliem Tailors last night at the Central rumble house.

The Superiors were paced by Kenny Nelson's 638 and Carl Hempel's 631. Clarence Anderson was happy with 634 for the Peppers.

It took the veteran Gliem Tailors to lower the boom on the fast Grain Belts as Pete Sicora pasted 610. Charles Mory saved the champs from a shutout by registering 235 in his last game to swell his count to 628.

The real scoring of the evening, however, was done by the boys on the bottom of the City heap as the 7-Up quint smacked out 3,102 for team honors and three over Silent Sales while Al Ahrens scored games of 192, 255 and 268 for 715 to lead the Jacks to a double over Carnegie Fuels.

Oscar Nelson was smooth for the 7-Up quint with 663 while Al Hahn shot 661. The Jacks moved into third place as Larry Sabo hit 635 and Sam Guzy 615.

11 1 6 10		E	
		-58	
7-UP			
logan 193	202		
	203	163	
lahn 210	216	235	
	2310	700	
965	1,043	1,094	
SILENT SALES			
(ummer 188	175	100	
Price	179	191	
Varpeha 200	198	227	
Iandican 21	21	21	
		987	
	310	201	
		1000	
JACK'S PLACE	203	188	
S. Guzy 215	201	199	
Ahrens 192	255	268	
A Guzy 172	174	158	
Handicap 0	0	0	
961	1,069	1,008	
Total-3,038.	re		
J Olson 202	180	203	
Mady 233	168	211	
Ostland 130	210	206	
Rhea 196	195	212	
Handicap 2	2	2	
963	981	1,006	
Total-2,950.			
GLIEM TAILOI	RS		
Dunfee 192	170		
Grossio 205	225	168	
Sicora 212	156	242	
Feichtinger 172	192		
	-	-	
1,020	958	1,040	
GRAIN BELLI	S		
Wick 196		192	
Thompson 162	169	235	
Dech 157	183	219	
Halloran 167	170		
Handred	-	-	
	899	1,052	
SUPERIOR DAT	RIES	210	
77 37-1-1-1	181	230	
Cumming 161	200	178	
Turgeon 177	167		
Handicap 0	0	0	
	928	1.011	
motol2 908		3/12	1
DR. PETTE	R 192	203	ı
Chapman 138	211	203 172	
Wojeigk 201			
Wojciak 201 Juettner 173	211	216	
Wojciak	214	171 203	
Wojciak	211 214 257 36	171 203 36	
Wojciak	214 257 36	171 203 36	-
	Nelson	The Scores:    The Scores   Total	The scores;    193

# GRAIN BELTERS WHIP JACKS IN CITY LOOP TIFF

Dech, Olson Get 654 to Top 'Major League' Bowlers

### By MICKEY BACH

When the chips are down, those Grain Belts are a bunch of tough cookies.

I rist night the fast moving Jac. Place team had every int ion of knocking them out of first place in the City bowling loop but the Brewers slapped the sticks for a high 3,059 to put the northeast boys in the Central alleys pits twice. Captain Carl Dech led the barrage for the champions with 654. Roy Thompson had 651 while Larry Sabo struck 625 for the losers.

The Superior Dairies moved within one game of the top as they put Silent Sales away for three. Andre Turgeon picked out 618 for the Milkmen and Wally Warpeha spilled 579 to lead the Silents.

Hi Dunfee measured 639 and Pete Sicora 614 as the Gliem Tailors burned the Carnegie Fuels twice. Jack Olson had 654 for the losers to share league honors with Carl Dech. The 7-Ups outscored the Dr. Peppers but lost the odd as Bill Ross had 609, including a 256 to clinch the last game for the winners:

Bankers and Brokers Blanket Bonds

	444	
BELT	107	16
200	223	22 23 22
213	159	23
210	220	22
0	~~0	~~
991	991	1,07
PLAC	E	
186	184	15 19
182	182	19
214	205	20
190	224	19
_	-	-
963	1,018	98
DAI	RIES	
. 242	160	18
180	195	22
189	243	18
233	191	18
	-	
	1000	99:
213	ES 149	183
160	171	18:
213	208	15
205	171	151
-	40	41
1,000	920	943
TAILO	RS	
228	193	218
171	170	172 204
202	190	222
189	179	167
		_ 1
		981
E FUE	LS 276	168
169	223	179
163	1.76	179 171 176
202	174	178
0	0	. 0
919	1.115	870
PPER		
165	201	207 181
159	201	181
168	182	256 187
136	169	124
a Control	-	16
	958	971
161	188	200
196	204	189
179	200	212 195
183	179	195 170
0	0	170
878	917	966
	1963 210 210 2113 1172 210 0 991 6 PLAC 1876 1870 1870 214 1963 214 1963 214 1963 214 1963 214 1963 215 216 217 2189 189 189 189 189 189 189 189 189 189	213 159 2172 192 2110 220 0 0 0 991 991  PLACE 186 187 170 182 182 202 214 205 190 224 21 21 21 963 1,018  **DAIRIES** 160 195 189 171 189 243 233 191 0 0 1,013 969  T SALES 213 149 160 171 169 181 213 208 210 171 169 181 213 208 213 190 1,010 920  **Total Control of the cont

National Surety Corporation Executes Blanket Bonds for Financial

# GRAIN BELTS ZIP TO FIRST IN CITY LOOP

ouble Superior Dairies; Carnegies Top Team Scoring

### By MICKEY BACH

The four-way tie for the lead in the City Bowling league was smashed wide open last night at the Central alleys as the Jacks defeated the Silent Sales, the Gliem Tailors went to town against the Dr. Peppers and the Grain Belts took undisputed lead by ramming home a double win against the Superior Dairies.

The Carnegie Fuels, who did not figure in the upsets, copped scoring honors with 2,936 for two victories over 7-Up. Ward Rhea paced the fuel boys with 628. Art Luedke hit 614 and Bill Rogan popped 616 for the pop-men.

Larry Sabo pinned a nice 652 for individual honors as the Jacks rose up to throttle the fast moving Silent Sales in a pair. Pete Guzy was fancy with 627 while Art Morshare knocked down 623, Goodwin Hudson 614 and Harvey Gross 600 on the button for the losers.

	SCOLES. 7-UP
CARNE	125 220 207 Rogan 189 222 205
Octlad	137 230 207 O.Nisn 210 173 184 181 212 187 O.Nisn 210 173 184 181 213 234 Dally 190 194 153
Lnedke	179 201 234 Daily 190 194 153 179 201 233 Hahn 204 153 189
Rhea	172 223 233 Hahn 204 153 169 173 178 180 Smith 214 205 188
Mady	173 178 180 Smith
· ·	
Total	45 1,047 1,044   Total—2,873.
100	TACK'S PLACE
SILE	214 161 179 P.Gry 205 215 20
Kmmr	214 101 110 Abreil 197 191 20
Hudson	170 206 238 Rshtr 155 176 15 207 225 168 Rshtr 155 176 15 207 181 181 A.Gzy 187 172 19
Wenha	210 181 151 A.Gzy 187 172 24
Mrshre	DDN 101 (
	938 968 1,00
Water	1,023 930 980 Total—2,909.
1000	- wennen
GLIE	M 131001 - ct - 108 232 10
Dunfee	M TAILORS 176 214 173 Chpmn 198 232 16 191 228 178 Wojek 183 210 19
Grossic	0 181 440 - 011 192 18
H.Yng	
Fhingi	179 222 225 Thuien 170
	926 983 92
1	989 1,038 1,001 - 2 937
	al—2,928.
OTIPE	CRIOR DAIRY GRAIN BELTS
Hemme	
K NIA	el 179 172 179 Thesa 146 168 1 n 171 174 179 Thesa 146 168 1
Cmmr	ne 190 215 100 mand Feb 164 1
Raber	
	961 921 901

Total-2,686.

## 303 Breweries Use "Steinie" y. March 7

employes may be recovered by a trporation Fidelity Bond.

Steinie bottles, pioneered and introduced in the United States by the Minneapolis Brewing Co., is making still further gains with 383 brewers now featuring the container, according to Charles E. Kiewel, vice president and general manager of the Grain Belt plant.

Since last year 80 brewing estab-lishments adopted the stein bottle following in line of the 303 who accepted the stein immediately after the local plant introduced it .

An increase in sale of the halfgallon containers also was noted throughout the nation.

Sunday, March 8

National Surety Corporation Safe Burglary Policy insures both safe and contents, against loss by burglars.

Monday, March 9

- Tunadan March 10

# **GRAIN BELTS** HOLD PACE IN CITY PIN LOOP

Take Two From 7-ups; Al Hahn High With 707 Count

The Grain Belts maintained first position in the City Bowling league as they again demonstrated their power with games of 1,153, 958 and 1,091 for two wins over 7-Up last night at the Central alleys. The 7-Ups were in the running all the way with a nice 3,156 as Al Hahn came through with an individual high pinnage of 707 with games of 223, 226 and 258. Sky Halloran led the winners with 704. Einar Wick picked up 659 and Bill Rogan bounced 637.

The rapidly improving Jack's Place mowed down the strong Superior Dairies twice to move into a tie with that quint for second place one game behind the highriding Grain Belts. Al Ahrens led the Northeast boys with 621 while Les Reisberg hit 607 for the losers.

The Gliem Tailors and Dr. Peppers doubled the Silent Sales and Carnegie Fuels as Bill Ross dumped 612 for the Carnegies.

1	CD 1131	*****			-
	Wick GRAIN	BEL/3	208	214	9
	Thompson	183	203	224	
	Wick Thompson Mory Dech	267	191	171	
	Dech	267 203	162	223	
	Halloran	259	190	255	
	4	,153	958	1,091	
	Tetal-3,202.		300	1.031	
	7-1	P			
	O. Nelson	210	216	211	
	O. Nelson	206	202 192	199	Rt.
	Hahn	202	226	215 258	
(4)	Smith	217	198	202	10
		022	1 001	1.00*	
	Total-3.156.	,037	1,034	1,080	
	di managa di managa	-			
	JACK'S	PLAC	196		
	S Curr	207	212	177	10
	Ahrens Reshetar A. Guzy	210	211	200	3
	Reshetar	207 196	126 182	161	IJ.
	Sabo	167	190	187	15
	Anna November 1	-		-	
	70-1-1 0 010 1	,024	958	928	
	Total-2,910.				
	Hempel	DAI	RIES 225	100	
	K. Nelson	236	183	172 168	10
	Cumming	236 202	166	185	
	Cumming Turgeon Reisberg	179 204	180	213	
	Reisberg	204	194	209	
		.022	948	947	
	Total-2.917.				
	GLIEM "	CAILO	RS		
	Mitchell	198	187	197	1
	H. Young	221	195 170	179	103
	Brandt	148	191	179 138 212	t
	Feichtinger	201	153	1.50	1
		953	897		
	Total-2,727.	303	891	877	b
	STI ENT	SAL	FS		n
	Kummer	176	209	152	k
	Hudson	3.05.6	161	168	E.
	Warpeha	158	203	233 127	C
	Gross	173	256 155	127	K
	moranda	444	100	1.00	1
		896	984	860	n
	Total-2,740.				F
		10000			arte:
	Channan DR, Pl	SPPE	157	180	
	Chapman	192	143	177	
	MOSS	233	1.78	201	
	Anderson	184	182	193	
	Thulen	196	158	156	
		960	818	907	
4	Total-2,685.			- 20.000	
	CARNEGE	E FU	ELS		
	Olson	171	184	191	
	Orthord	5.29(4)	191	173	
	Mines	150 192	180	181	
	Mady	150	160	180	
		865		-	
	Total-2.646.	999	892	889	
	STATE STATES				-

1938 - 39 Baroling Studen

National Surety Corporation issues special types of surety bonds known as trade guarantees.

# 'U' Students on Liquor

"Do you favor return of prohibition?"

"Do you think college students drink too much?"

"Do you ever drink?"

To those questions, University, of Minnesota students polled, according to a copyrighted story in the Minnesota Daily today, gave the following answers:

Eighty-three per cent op-

posed return of prohibition. Twenty per cent believed students drank too much. Sixty per cent admitted they drank.

Students emphasized that they are very moderate drinkers in general, if they drink at all. Nationally the vote was: Question 1, 78 per cent "no"; question 2, 34 per cent "yes"; question 3, 60 per cent "yes."

Minneapolis Star

Minneapolis Dournal
April 7, 1939

Friday, March 13

# New \$185,000 Beer Storage For Brewery

In a \$267,000 expansion and improvement program at its plant, 1215 Marshall street northeast, the Minneapolis Brewing Co. is erecting a new beer storage building, at cost of \$185,000, and installing a new unit in its bottling house, at cost of \$82,000, which will increase its capacity by 35 per cent.

Both projects will be completed in early May. More than \$100,000 of the cost of the new storage building will be paid to Minneapolis labor. This structure, four stories high, will house 40 huge steel tanks, each with a capacity of 750 barrels of beer

Roof Rests on Tanks.

The 40 tanks, standing on end, will be in two tiers. The lower 20 will stand on concrete blocks, while the upper 20 will stand directly on those below and will support the roof. There will be no pillars, wall will carry no roof weight or other load and the building will have no floors. Instead, there will be "cat walks," as in a dirigible. Each tank is 18 feet in diameter and in reality two tanks, end to end. They were made by William Bros Boiler & Manufacturing Co., Minneapolis. They will be lined with glass, blown in.

The new storage building is the first unit in a long time expansion program, Charles E. Kiewel, vice president and general manager of Minneapolis Brewing Co., said Saturday. Improvements thus far have been inside the brewery.

700 Bottle a Minute.

The new unit in the bottling house has capacity of 180 bottles a minute and, added to the present five units, will increase bottling capacity to 700 a minute. New boilers, stokers and turbines were installed last winter. The company employes 500 workers and this will be increased by 80 in June, after the new storage building is placed in operation.

Minneapolis Tribune Jun. copy 16,1939

HERE f more than 28 The brewing ig the tanks a MANUFACTURED are to be erected in pairs, or the combined tank 30 feet and 13 feet in diameter. The ir are of steel with a special a TANKS

National Surety Corporation Residence Burglary — Robbery, Theft policies insure the contents of your home.

# Brewing Company Re-Elects Officers

All officers and directors of the Minneapolis Brewing Co. were reelected at the annual meeting of stockholders Tuesday at the plant, 1215 Marshall street northeast. They are Jacob Kunz, president; Charles E. Kiewel, vice president and general manager; Fred A. Baumann, secretary-treasurer, and C. O. Kalman, Karl de Laittre, Robert O. Foster, Walter R. Brailsford, William F. Hoppe, John C. Benson, R. A. Sexton and Frank B. Kunz, directors.

Minneapo 113, 193 1, bune

Sunday, March 15

### Brewing Company Re-elects All Officers

All officers and directors of the Minneapolis Brewing Company were re-elected at the annual meeting of stockholders today. They are: Jacob Kunz, president; Charles E. Kiewel, vicepresident and general manager; Fred A. Baumann, secretary-treasurer, and C. O. Kalman, Karl De Laittre. Robert O. Foster, Walter R. Brailsford, William F. Hoppe, John C. Benson, R. A. Sexton and Frank B. Kunz, directors. Mr. Kiewel reported an increase of \$48,000 in net earnings for the first quarter of 1939 over the same period of last year.

Minneapolis Sournal

National Surety Corporation maintains 32 Branch Offices in the United States, Canada, France and Germany.

Manday March 16

Minneapolis Brew Ups Net Profits

Minneapolis Brewing Co.'s financial statement submitted to stockholders at the annual meeting Monday is understood to have shown a gain of approximately \$48,000 for the first quarter this year over that of 1938, in which year the company's net profits jumped to \$786,146, or \$1.57 a share over the \$340,888 profit in 1937, which was at the rate of 68 cents a share. On the basis of this first quarter's showing the company's net profit for the year should be well above that of 1938. Stockholders were advised also that sales for this first quarter were substantially over those of last year while those of the industry as a whole throughout the nation were down 10 per cent. The annual meeting decided on semiannual statements hereafter and changed the date of the annual meeting from the last Monday in April to the last Monday in February. All directors were re-elected and these in turn re-elected all present officers, including Jacob Kunz, president; Charles E. Kiewel, vice president; F. A. Baumann, secretary-treasurer, and R. A. Sexton, controller.

Commercial West April 29, 1939

## Local Business Conditions Are Bright

### Predicts Increased Business Through Newspaper Ads

The Sedalia Packing Company last evening held a meeting of all salesmen at the company's offices at 720 West Main street. The meeting was addressed by E. B. Merritt, a representative of the Minneapolis Brewing Company. who outlined to the assembled salesmen the new advertising plans for Grain Belt beer.

The meeting was presided over by A. A. Farrell of the Sedalia Packing Company.

The columns of the Sedalia Democrat-Capital will form the backbone of the local campaign for Grain Belt beer. "We have found newspaper advertising the most Democyd +. effective means of reaching the public today," E. B. Merritt said. "With newspaper advertising, we can spot our advertising where we want it, in those markets where business conditions are good. We find business in and around Sedalia very bright, compared to the country as a whole, and for this reason we are planning to spend a considerable amount of money here in Sedalia in local advertising.

"The Minneapolis Brewing Company believes in spending money where they obtain it, and we are pleased to announce this aggressive campaign.

"We look forward to increased business generally throughout this vicinity and we are more than pleased to make our contribution to increased business activity by this local expenditure."

The Dedalia June,1,1939

### WBrewery Completes New Storage House, Increases Output

The new stock and storage house of the Minneapolis Brewing Co. vas completed last week as an adlition to its plant at 1300 Marshall treet northeast and production chedules were stepped up to meet ncreasing demand in its trade teritory. The new building contains 0 huge storage tanks as additional acilities for aging beer and cost 185,000 for construction and equipnent. Charles E. Kiewel, vice resident and general manager, said hat sales of the Minneapolis Brewng Co. in the 14 states in which it listributes products have recorded substantial gains in the past year and that prospects are for further increases. An important factor in this sales expansion has been use of daily newspaper advertising, he explained.

Mennemplie Tribun

### Original "Star Spangled Banner" Made on Brewry Malting Floor

Did you know that the original "Star Spangled Banner" was worker is making twice as much made by hand on the malting money. floor of a brewery just 125 years Beer has contributed two bil-

about our country.

American officers commanding tional Banks in the country, Fort Henry during the War of 1812, took their request for a flag to Mrs. Mary Young Pickersgill, a Baltimore widow. With the aid of her 14-year-old daughter, Mrs. Pickersgill set to work. Because the specifications called for a mammoth banner, 30 by 42 feet, she obtained permission to work on the malting floor of a brewery near her home. There she made the flag that waved over Fort McHenry and inspired Francis Scott Key to write our national anthem.

Mr. Kiewel also brought out some other interesting facts regarding breweries. In United States breweries alone today are nearly 50,000 wage earners, while thousands of other persons are employed by transportation companies, bottle, can and barrel factories, restaurants and taverns. Despite the fact that there is less beer being consumed now than before Prohibition, according to statistics, the average brewery

lion dollars in taxes since its re-Frank D. Kiewel, Jr., advertis- legalization on April 7, 1933, Coning manager of the Minneapolis gress authorized its manufacture Brewery is authority for this and sale in response to a special statement and he brings up sev- message from President Rooseeral other interesting facts in con-velt, recommending such action nection with this incident which "to provide . . . a proper and much are historically accurate but which have been neglected in history textbooks and other literature combined capital of all the Na-

### **Anniversary Celebrated**



"Do you favor return of proThe 125th Anniversary of hibition?" "Do you think college "Star Spangled Banner." students drink too much?" "Do be celebrated in Sepyou ever drink?3 ber. An artist's concep-

To those questions, University of the making of the of Minnesota students gave the is shown above together following answers: / the Fort McHenry Bat-

Eighty percent opposed return Flag, made and stitched of prohibition. Twenty per cent has, made and stitched believed students drank too much. Sixty per cent admitted they imore, Maryland, The drank.

-torn flag, used during the war of 1812, is preserved in the National Museum, according to Frank Kiewel of the Minneapolis Brewing Co. who looked up the history of the "Star Spangled Ban-

Minneapolie Shapping News Sept 8, 1939

### Original "Star Spangled Banner" Made on Brewry Malting Floor

Did you know that the original "Star Spangled Banner" was worker is making twice as much made by hand on the malting money.

ing manager of the Minneapolis gress authorized its manufacture Brewery is authority for this and sale in response to a special statement and he brings up sev-message from President Rooseeral other interesting facts in con-velt, recommending such action nection with this incident which "to provide . . . a proper and much are historically accurate but which needed revenue for the Governabout our country.

Fort Henry during the War of 1812, took their request for a flag to Mrs. Mary Young Pickersgill, a Baltimore widow. With the aid of her 14-year-old daughter, Mrs. Pickersgill set to work. Because the specifications called for a mammoth banner, 30 by 42 feet. she obtained permission to work on the malting floor of a brewery near her home. There she made the flag that waved over Fort McHenry and inspired Francis Scott Key to write our national anthem.

Mr. Kiewel also brought out some other interesting facts regarding breweries. In United States breweries alone today are nearly 50,000 wage earners, while thousands of other persons are employed by transportation companies, bottle, can and barrel factories, restaurants and taverns. Despite the fact that there is less beer being consumed now than before Prohibition, according to statistics, the average brewery

floor of a brewery just 125 years Beer has contributed two billion dollars in taxes since its re-Frank D. Kiewel, Jr., advertis- legalization on April 7, 1933. Conhave been neglected in history ment." The two billion dollars textbooks and other literature already collected is more than the combined capital of all the Na-American officers commanding tional Banks in the country.

Thornespoles Sept , 1939

### **Anniversary Celebrated**



Fort McHenry Battle Flag



The 125th Anniversary of the "Star Spangled Banner," will be celebrated in September. An artist's conception of the making of the flag is shown above together with the Fort McHenry Battle Flag, made and stitched on the floor of a brewery in Baltimore, Maryland, The shot-torn flag, used during the war of 1812, is preserved in the National Museum, according to Frank Kiewel of the Minneapolis Brewing Co. who looked up the history of the "Star Spangled Ban-

Minneapolie Shapping News Sept 8, 1939

National Surety Corporation is the only surety company maintaining Branch Offices in continental Europe.

National Surety Corporation employes in Paris and Berlin will cheerfully assist our clients visiting in those cities.

Monday, March 23

Star Jaurual
Del 8
MINNEAPOLIS

## City Firm to Get Damages

### Whisky Label Suit Won Against Pendergast

Tom J. Pendergast, Jr., of Kansas City, son of Missouri's fallen political boss, lost a federal court decision today to the Minneapolis Brewing company.

The Minneapolis company sued the Atlas Beverage company, headed by Pendergast, for infringement of a trade mark, the "White Seal" label. The brewery asked \$300,000 damages.

Federal Judge Merrill E. Otis at Kansas City scored the Pendergast concern for submitting in evidence a "deliberately manufactured" company record, the Associated Press reported. A special master was appointed to assess amount of damages.

The Minneapolis firm alleged in its suit the Pendergast company had used the "White Seal" label on bottled whisky.

The "White Seal" label had been used by Charles Kiewall, vice president and general manager of the Minneapolis concern, and by the Kiewall family since 1907, both in Minnesota and Canada, the suit alleged.

National Surety Corporation Storekeepers policies insure storekeepers against loss of money and merchandise.

Tuesday, March 24

Wednesday, March 25

# Rallies Open Drive on Liquor

Groundwork for a Minneapolis campaign to obtain the signatures of voters to request more strict regulation of the sale of hard liquors and a new legal definition of what constitutes intoxicating liquor, was laid Sunday at a series of meetings in the Tenth ward.

Sponsored by the Hennepin county unit of the Minnesota Temperance Movement, Inc., the meetings were conducted in seventeen churches with a central rally at Fremont Avenue Congregational church.

Similar meetings are planned for the other twelve wards in Minneapolis. Following arrangements for the Minneapolis campaign, the movement will conduct meetings led for several weeks in St. Paul and nts Duluth.

m-



## **Partially Scanned Material**

Blank pages from this item have been omitted from the digital version. The original can be viewed at the Minnesota Historical Society's Gale Family Library in Saint Paul, Minnesota. For more information, visit <a href="https://www.mnhs.org/library/">www.mnhs.org/library/</a>.

National Surety Corporation has more than 6,000 agents always ready to serve you.

Saturday, May 30

Sunday, May 31

# IMA EXPENSES

\$8.466 Cash Balance Shown Jy, June I by Trustee in Bankruptcy

Cash expenditures of the Prima Company during April exceeded receipts, according to a report filed yesterday with the United States district court by Marshall Keig, trustee. Cash balance at the end of the month amounted to \$8,466, the report disclosed.

During the month the company made expenditures of \$64,829, while receipts amounted to \$52,652, indicating a \$12,177 excess of disbursements over cash income. As of the end of March the cash balance stood at \$20,643.

The company on August 14, last, filed a petition with the court to reorganize under section 77b of the amended bankruptcy act. At that time it was stated that the concern was unable to raise money to meet its obligations, chief of which was a \$152,000 mortgage due September 1, 1936. The petition listed book assets of \$3,043,288 and liabilities of \$1,-070,797.

Assets listed included cash of \$9,937; notes and accounts receivable, \$159,496; fixed assets of \$1,044,223 and stock inventory and containers, \$1,213,883. Liabilities reported included payables of \$162,912; accrued taxes, \$75,980, and mortgages of \$761,400.

The management was continued in control of the property, but on October 14, Federal Judge John P. Barnes appointed Mr. Keig trustee. The court also ordered all claims against the company to be filed with a special master within thirty days.

In April, this year, Mr. Keig, acting as trustee, filed a suit against the Harris Trust and Savings Bank and the First National Bank of Chicago for \$575,000 which he charged was lost by their mismanagement. The banks subsequently filed an answer to the charge and the suit is still pending.

Although a reorganization plan was expected to be ready by November 14 and such a plan was ordered by the court to be filed before May 7, no plan has been announced as yet.

issues lost securities bonds or lost lent bonds.

### PRIMA LOSS SUIT PETITION CONSIDERED

Federal Judge John P. Barnes Friday took under advisement the petition of Marshall Keig, trustee of the Prima Company, which seeks to make two loop banks responsible for approximately \$575,000 which the company allegedly lost due to the mismanagement of a general manager appointed by the

The two banks are the First National of Chicago and the Harris Trust and Savings Bank, at whose behest Garnett C. Skinner was named general manager of the company on June 21, 1934. He served until August 14, 1936, when the company filed a petition for reorganization under section 77b. It was during this period that the company sustained losses amounting to \$575,-000.

Marshall Keig was appointed as trustee of the company by the court on October 14, 1936. The trial in the suit, which ended yesterday with the rebuttal arguments of attorney Edmund J. Adcock, representing the company, began on June 4.

character,

By JAMES P. CONWAY

yesterday held two loop banks liable to the Prima Company, Chicago brewery, for \$568,895 which the court held was lost by the company due to mismanagement by a man placed in charge of the affairs of the company in 1934 at the behest of the banks.

The decision, growing out of a suit filed by Marshall Keig, trustee for the company under section 77b of the amended bankruptcy act, was conceded by the interests in the case to be unprecedented and if upheld by the higher courts, likely to result in radical alteration of policies of banks in dealing with debtors in financial distress. Other than to say that they were preparing to appeal Judge Barnes' decision, the banks, the Harris Trust and Savings and First National of Chicago, made no formal statements of their attiloans by a mortgage on the real estate and plant of the brewery. tude.

"Issues of Grave Importance"

Recognizing the unique character of the issue before him, Judge Barnes in his memorandum stated: "... the issues of fact and law involved in the case are of grave importance and are deserving of great consideration." His twelve-page review, supplementing findings of fact and conclusions in law, was a sharply worded chastisement "of those practices that are sometimes loosely referred to as 'normal banking practice" where banks proceed to supervise affairs of a debtor in diffi-

The Prima Company is a fortyfour-year-old brewing concern. It was one of the five of a total of thirty-five Chicago breweries to survive the era of prohibition. According to the court's opinion, the company operated at a profit in every

[From page 1] year up to 1934. After making "very large profits" immediately after repeal, it suffered losses late in 1933. and in the first half of 1934, finally borrowing \$200,000 from each of the two loop banks, mortgaging its plants for the loans. Up to this time the company was family-

owned, principal stockholders being Federal Judge John P. Barnes Hilmar Ernst and Wainwright Ernst. sons of the founder, who died in

In June, 1934, Garnette C. Skinner, advertising salesman, who had been employed by a smaller Chicago brewery for several months, came in contact with Mark A. Brown, vice president of the Harris Trust who arranged a meeting of Mr. Skinner and the Ernsts. An arrangement for retaining Mr. Skinner as general manager of the brewery grew out of this meeting, and the contract under which he was hired became the basis for Mr. Keig's suit, filed in April of this year.

Skinner Appointed in 1934

Mr. Skinner was appointed general manager June 21, 1934. From June 20 to August 14, 1936, Mr. Keig alleged in the original complaint, the committee sustained losses estimated at \$575,000.

According to Judge Barnes' memerandum, the contract provided that Mr. Skinner should "be placed in complete control of the finances, manufacturing, distribution and management of the Prima Company; with full authority to employ or discharge any and all employes

. . . being subject only to the approval of the two banking affiliations . . ." and that the contract further provided that "this agreement is for an indefinite period and may be terminated upon thirty-day notice by either party but said termination shall be subject to and must have the approval of both" of

As to the selection of Mr. Skinner, Judge Barnes, who had previously stated that "facts and circumstances in this case are shocking to the court," said: "A second matter which is shocking to the court is the lack of care manifested by the officers of the Harris Trust and Savings Bank in selection of this new manager." Although Judge Barnes dealt more leniently with the First National for its association with the employment of Mr. Skinner, the court flatly declared that he was hired "by pressure exerted" on the Ernsts by the Harris Trust.

With respect to Mr. Skinner's capacity and policies, Judge Barnes ad this to say:
"He did not act maliciously; his ation suffered because it forced the had this to say:

acts were manifestations of the in g employment of Mr. Skinner and foolhardiness of ignorance. He knew nothing about the beer business, but he had supreme confidence cones the debtor. in his ability to sell anything. He . apparently thought he could sell anything that looked like beer, had a feam on it and had a disagreeable taste. Accordingly he changed the formulas for brewing the beer and diluted the beer with 80 per cent of its volume of water. To his surprise and the disaster of the debtor, it was found that beer drinkers want not only color and foam but that they also want a particular kind of disagreeable taste."

#### Court's Assertions

The court asserted that Mr. Skinner "discharged or forced out of employment the long-experienced sales manager and salesmen" and "caused large quantities of beer to

be brewed which could not be sold promptly, with the result that the beer became too old and unpalatable." The court also brought out that on September 1, 1935, the banks and other creditors secured their The Ernsts, at the time, the court said, suggested the advisability of the company filing under section 77b of the bankruptcy act but on the advice of new councel "theretofore employed by Mr. Brown" this was not done.

"A few days before Mr. Skinner, as executive vice president, signed the voluntary petition which initiated this bankruptcy proceeding, he pledged \$95,000 in accounts receivable and borrowed on the security thereof \$35,000, which he used principally to pay \$33,325 in pre-existing debts owing to the two banks," the court said. "Some of these debts were not due. How as a reasonable and reasoning man he could have done this unless he regarded himself as the banks' 'man,' bound to protect them as against the debtor, its other creditors and stockholders, and how the banks could receive the money without knowing that they were receiving preferences, the court cannot understand."

Concluding, the memorandum

thereby took over and assumed responsibility for the management of

"In the court's opinion, the Harris

Trust and Savings Bank is respon-

"The First National Bank of Chicago is responsible for the loss because it ratified the employment of Mr. Skinner and thereby with the Harris Trust and Savings Bank took over and assumed responsibility for the management of the debtor. The court is of the opinion that the banks are jointly and severally liable for the loss. The amount which has been fixed by the court in the findings, does not make allowance for the loss of goodwill. The goodwill of the debtor was, in the opinion of the court, worth hundreds of thousands of dollars and it has been almost, if not completely, destroyed.

"In fairness to the First National Bank of Chicago it should be said that, in the opinion of the court, the moral responsibility for what has transpired is very much less than that of the Harris Trust and Sav-

ings Bank."

# Nati BERGHOFF SHOWS

ing Corporation as of December 31, 1936, shows improved working capital and larger property account, compared with the end of the preceding year.

Excess of current assets over current liabilities as of the 1936 year-end was \$132,526 as against \$76,446 at the 1935 year-end. Plant and property before depreciation increased to \$1,622,-608 from \$1,435,660.

Net income for 1936 was \$510.219 equal to \$1.89 a share on the common stock. Previously it had been officially stated that the year's earnings were \$509,928. For 1935, net income was \$259,035 or 96 cents a share.

Sales for 1936 were \$4,110,443 compared with \$2,695,620 for 1935, an increase of 52.5 per cent.

Comparisons of the income account and of the balance sheet follow: INCOME ACCOUNT

THE COUNTY OF	ALLEY CO. CO. CO.	
Year ended Decen	mber 31-	
	1936	
Net sales\$	4,110,443	\$2,695,620
Cost of sales	2.885,627	1,966,304
Expenses	579,770	398,661
Other deducts, net	17,328	26,221
Fed'l, income tax	92,650	45,400
Surtax	24,850	
Net profit	510,219	259,035

ofit	510,219	259,035
BALANCE	SHEET	
Asse	ets	
of Dec. 31-	1936	1935
	206,298 \$	134,342
ables	94,949	105,031

THVEHTOLIES *****	2001200	****
Total current \$	491,684 1,177,166	\$ 373,508 1,040,122
Kegs, cases & bot-	193,698	253,038 8.066

Cash

Receivables .....

Payables and due

		-	
Total		.\$1,900,243 bilitles	\$1,716,365
	87526	DHILLIES	

41,631

Prepaid chgs.... 34,189

customers\$	9,901 \$	21,272	
Construction in		20	
progress	52,817	58,054	
Accrued exps	31,317	37,111	
Fed'l. taxes	117,734	46,009	
Container deposits	147,389	134,616	

Total current \$	359,158 \$	297,062
Res. for loss on committments *Capital stock Paid in surplus	270,000 722,647	95,000 270,000 722,647

Earned surplus... 548,438 331,655 Total liabils...\$1,900,243 \$1,716,365

he \*Represented by 270,000 shares of \$1 par capital stock in both years.

On August 13, 1936, the board of in directors authorized the expenditure of \$350,000 to provide additional storage, bottling and fermenting facilities. JU At December 31, 1936, contracts for Balance sheet of the Berghoff Brew- amounts aggregating \$83,829 had been let in connection with this construction program, balance sheet foot-note

Berghoff Subscriptions

Stockholders of the Berghoff Brewing Corporation have subscribed to more than 15,000 shares of the 30,000 shares recently offered at \$10 a share, according to F. B. Evans, president who stated that a portion of the unsubscribed stock had been placed privately at the offering price. "With the increase in sales experienced so far this year which has maintained earnings at a larger amount than anticipated, the proceeds of the offering are sufficient to make it unnecessary to dispose of the remaining shares," he said.

Under the registration statement filed with the securities and exchange commission, the president of the company is authorized to dispose of the unsubscribed stock within ninety days of the issuance of the warrants.

"Plant additions have been practically completed and will enable the company to supply all the demands of its distributors, it is be-Weved, whereas during the peak season last year, it was necessary to allot production among the distributors," Mr. Evans stated.

Directors have declared the regular quarterly dividued of 25 cents a share on the capital stock payable June 15 to stock of record June 5.

### G. HEILEMAN BREWING COMPANY

(a Delaware Corporation)

BALANCE SHEET

**DECEMBER 31, 1936** 

#### ASSETS

### LIABILITIES

CURRENT ASSETS:  Cash in banks and on hand  Receivables— Customers  Officers and employees  Less— Reserve for losses  Inventories, quantities and condition determined by the company; priced at the lower of cost or market—  Finished product  \$ 288,449.53  \$ 288,449.53  \$ 230,409.03  \$ 231,421.08  15,000.00  216,421.08		Miscellaneous		20,461.44 3,182.34 22,313.41	
Materials and supplies         68,756.83           Revenue stamps         26,791.38         250,543.55		Provision for Federal and State income taxes (sub- ject to final determination by tax authorities)		143,000.00	
UNEXPIRED INSURANCE, SUPPLIES, ETC.	40,635.84	Total current liabilities exclusive of liability		188,957.19	
KEGS, CASES AND BOTTLES—including those held by cus- tomers:		for containers		232,523.08	\$ 421,480.27
Cost, including net ledger amounts of predecessor companies at acquisition date. \$ 547,274.07 Less—Reserve for depreciation. 285,059.91	262,214.16				
PROPERTIES NOT USED IN OPERATIONS:  Amounts determined at date of acquisition, per appraisal (in part by management)	76,376.18	CAPITAL STOCK AND SURPLUS: Capital stock, \$1 par value— Authorized 330,000 shares; issued 300,000 shares		\$ 300,000.00	
PLANT PROPERTIES—stated per appraisal report of The American Appraisal Company at June 30, 1933, as to properties acquired for capital stock at July 19, 1933; plus subsequent additions at cost and less subsequent depreciation provisions:  *Reserve for Classification Gross Depreciation Net		Paid-in surplus—arising from excess of net assets and cash received over par value of stock issued therefor—  Balance December 31, 1935	8,101.79 5,000.00	1,243,101.79	
Brewery and bottling plant— Land \$40,271.15 Buildings 904,246.43 \$259,296.87 644,949.56 Machinery and equipment 614,903.41 225,055.92 389,847.49 Tanks and standards 282,476.31 35,999.88 246,476.43 Office furniture and fixtures 19,713.89 7,622.76 12,091.13 Automobiles and trucks 30,598.65 12,496.42 18,102.23 Total \$1,892,209.84 \$540,471.85 \$1,351,737.99	1,351,737.99	Earned surplus—  Balance December 31, 1935	6,796.27	521,796.27	2,064,898.06
	en 107 270 22				\$2,486,378.33

\*Includes reserve indicated by appraisal.

To the Board of Directors,

G. Heileman Brewing Company:

We have made an examination of the balance sheet of G. HEILEMAN BREWING COMPANY (a Delaware corporation) as at December 31, 1936, and of the statement of profit and loss for the year ended that date. In connection therewith, we examined or tested accounting records of the company and other supporting evidence and obtained information and explanations from officers and employees of the company; we also made a general review of the accounting methods and of the operating and income accounts for the year, but our detailed audit of the transactions was limited to a check of certain cash and other transactions for two months of the year.

In our opinion, based upon such examination, the accompanying balance sheet and related statement of profit and loss fairly present, in accordance with accepted principles of accounting consistently maintained by the company during the year under review, the financial position of the company at December 31, 1936, and the results of its operations for the year ended that date.

Chicago, Illinois, January 29, 1937.

ARTHUR ANDERSEN & CO.

# DIVERGENT TRENDS Statement, for the entire 1936 year reported net income of \$403,194.

### Berghoff Shipments Gain: Heileman's May and 5-Month Drop

Shipments of the brewing companies whose stocks are listed on the Chicago Stock Exchange showed divergent trends for May and the first five months of this year compared with the corresponding periods a year ago, according to figures issued yesterday.

The Berghoff Brewing Corporation, whose plant is located at Fort Wayne, Ind., reported increased shipments for last month and the first five months of 1937 over the respective periods of 1936, while the G. Heilman Brewing Company of La Crosse, Wis., showed May and the first five-month shipments less py, June 7 than in the 1936 periods.

Berghoff shipments in May, this year, totaled 30,110 barrels, compared with 28,000 barrels for May, 1936, an increase of 7.53 per cent, while for the first five months of 1937, shipments amounted to 115,-300 barrels, against 98,715 barrels for the corresponding period of 1936, a gain of 16.8 per cent.

Heileman shipments in May amounted to 24,331 barrels, against 27,485 barrels for the like month of last year a decrease of 11.47 per cent. For the first five months of 1937, shipments totaled 91,923 barrels, compared with 99,407 for the corresponding period a year ago, a decrease of 7.53 per cent. It was stated by an official of the company that June shipments to date were ahead of those for a year ago.

Although no five-month earning figures were issued either by Berghoff or Heileman, it is believed in financial circles that this year's profits of both breweries have been severely affected by higher costs. For the first five months of 1936 Berghoff reported a net income of \$177,278, equal to 65 cents a share on the 270,000 shares of capital stock then outstanding and for the entire 1936 year net income was \$510,219 after surtaxes, equal to \$1.89 a share.

Recently the company increased the 2 BREWERIES SHOW Acnumber of shares outstanding through the sale of 30,000 additional cic shares.

reported net income of \$403,194, equal to \$1.34 a share on 300,000 shares of capital stock. Both companies' shares are currently on a \$1 annual dividend basis.

Kingsbury Reports Loss

Kingsbury Breweries Company for the first four months of 1937 reports a loss of \$20,807. A loss of \$4.894 on the sale of bottles and cases was charged against earned surplus. For the entire 1936 year, the company reported a net income of \$29,591 equal to 10 cents a share on the capital stock.

Chicago Tribune

New York Sun apr 14, 1937

# TO AID REFORMS

Foundation Will Work for Sociological Gains.

OBJECT STRESSED AT LUNCH

Col. Ruppert Emphasizes Long and Honorable Heritage.

The United Brewers Industrial Foundation was enthusiastically launched today at a luncheon on th Starlight Roof of the Waldorf-Astoria for the avowed purpose of aligning the industry with every force now working toward the improvement of social and economic conditions in this country. Its aims and purposes were outlined by Col. Jacob Ruppert before a large gathering, which included leaders in many fields of activity.

Col. Ruppert asked for the public's recognition of a united brewing industry which realized the social responsibilities and desired to be helpful in every way. Pointing out that the industry has a long and honorable heritage, he recalled that George Washington had beer brewed at Mount Vernon and that William Penn was a brewer; also that seven signers of the Declaration of Independence either owned breweries or were interested in

Brewers have been highly respected for their contributions to the progress of temperance in the northern European countries and in England, he said, adding that in the events leading up to prohibition there were many evils which the brewer abhorred and which he did not wish to have repeated.

Public Service Stressed.

of mo For an industry to develop it must function in the public as well as the private interest, he said, and fully to recognize its obligations to the public is the price of the continued and successful existence of any modern industry.

> The function of the foundation, as he described it, is to create a common center where the full assistance of the brewers of America can be offered to all those forces which operate for the improvement of social and economic conditions. where research may be carried on. and where authoritative information on the public phases of the brewing industry may be available to the public at all times.

"The brewers of America have contributed over one billion dollars in taxes since repeal," he said. "They are one of the largest industrial consumers of farm products. They directly and indirectly employ more than 850,000 persons, and they are substantial citizens who sincerely and earnestly desire to maintain their industry on a high and useful plane. We know that in the work of this foundation we shall profit by the constructive advice

and assistance of every educator, every clergyman and every economist who knows that habits and customs can be controlled and improved through example and education."

#### Directors of Foundation.

The directors of the foundation, in addition to Col. Ruppert, are:

William Piel and Rudolph J. Schaefer, both of Brooklyn; Herbert Charles of St. Paul; G. L. Becker of Ogden, Utah; S. E. Abrams of Milwaukee; Carl W. Badenhausen of Newark: James R. Nicholson of Boston, Theodore Hoffacker of Lowell, and Adolph Coors Jr. of Denver.

Speakers at the luncheon stressed | . the fact that the brewers of America now have a chance to conduct their business in accordance with the public's convictions and that the consumption of beer by the American people represents a practical and definite step toward moderation and true temperance, in contrast with the evils that obtained under prohibition.

Among the speakers listed were - Producers and Distributors of \_ America; Prof. Warren M. Persons of Harvard; Miss Eloise Davison, June 9 director of the New York Herald Tribune Home Institute; James W. Gerard, Herbert Bayard Swope, Herbert L. Bodman, former president of the New York Produce Exchange; Victor F. Ridder, the publisher, and Mark Graves, New York State Tax Commissioner.

Joseph V. Connolly, president of the n issues bonds guaranteeing con-International News Service; C. C. Pettijohn of the Motion Picture ing of materials, equipment, etc.

new york Times, april 15, 1937

New Foundation Assures Civic Leaders at Luncheon Trade Heeds Responsibilities

### TO SHUN OLD SALOON EVILS

Ruppert Group Serves 'Beer Cake' in Move to Revive Use of Beverage in Cookery

The United Brewers Industrial Foundation, dedicated to maintaining cordial relations between the industry and the public and to preventing a repetition of practices of the days before prohibition, was officially launched yesterday at a luncheon in the Hotel Waldorf-Astoria. Business leaders, governmental officials and representatives of civic and trade associations attended the luncheon, at which Colonel Jacob Ruppert, chairman of the new foundation, presided.

Colonel Ruppert explained that the new organization would interpret brewers' problems and activities to the public and at the same time keep the industry informed of shifts in public opinion.

"We are asking for the public's recognition of a united brewing industry which realizes the social responsibilities and desires to be a helpful part of the fabric of the nation," he declared.

To call attention to the uses of beer not only as a beverage but as a flavoring ingredient in cooking, the luncheon introduced a "chocolate beer cake" and "beer cabbage slaw." An attempt to restore what was termed the lost art of using beer in cookery, which existed in Colonial days, is one of the objectives of the foundation, it was explained.

Bla Step Toward Moderation

for Speakers emphasized that con-sumption of beer by the American people represented a practical step esda toward moderation.

Congratulating the foundation on its announced objectives, C. C. Pet-tijohn, general counsel for the Mo-tion Picture Producers and Dis-tributors of America, pointed out that the public had never before exhibited such a keen interest in business.

"Industries today," he continued, "are being more and more judged not on their intrinsic worth and merit but by their contribution to the comfort, convenience and pleasures of the public and their readiness and ability to adapt themselves to changing trends in public taste and public demands. Today every sensible national industry recognizes that it has no more important problem than the attainment and preservation of the respect and confidence of the public it serves."

James W. Gerard, former Ambassador to Germany, deplored the fact that the nation still suffers from the criminal organization built up in prohibition years. Recalling the evils that helped bring about prohibition, he said brewers must bear a part of the blame because of the too close alliance, which then existed, between the brewing industry and saloons. Calling for cheerful compliance by brewers with all regulations, he advised the foundation that brewers "must unite to discipline and expose any of their number who by illegal acts, by unfair competition risks injury to all."

Herbert Bayard Swope cautioned the brewers: "Public opinion now favoring your cause can be kept favorable only by your deserving it. Let us hope that this foundation will be a means to that end."

Carrying the greetings of Mayor La Guardia, Victor F, Ridder, former WPA Administrator for the City, said the foundation's obvious duty was to see that the brewing industry conformed to the social conscience of the country. A proper increase in the industry's volume of sales, he added, will make it a substantial factor in combating unemployment and in developing higher prices for the farmer.

Herbert L. Bodman, former presi-

dent of the New York Produce Exchange, emphasized the close relation between farm prosperity and Hold-Up in transit and other losses.

= that of the brewing industry.

The importance of the tax contribution by brewers was pointed out by Mark Graves, State Commissioner of Taxation and Finance who said the industry had paid more than \$1,250,000,000 to Federal State and local governments. He contrasted such payments with the

contrasted such payments with the heavy expense of prohibition enUnited Brewers

Industrial Foundation

INAUGURAL LUNCHEON WEDNESDAY APRIL FOURTEENTH NINETEEN HUNDRED AND THIRTY SEVEN THE WALDORF-ASTORIA

MR. C. C. PETTIJOHN "Self-Government in Industry"

÷

HON. JAMES W. GERARD "Keeping the Brewing Industry in Step with the Law"

T

HON. HERBERT BAYARD SWOPE
"A Public Viewpoint on the Brewer's Problem"

- 1

DR. WARREN M. PERSONS "The Economics of the Brewing Industry"

÷

MR. HERBERT L. BODMAN "Brewing as an Outlet for Farm Products"

÷

MISS ELOISE DAVISON "Beer in the Home"

÷

MR. JOSEPH V. CONNOLLY "How the Press Views the Brewing Industry"

÷

HON. VICTOR F. RIDDER
"Social Welfare Aspects of the Brewing Industry"

Ť

HON. MARK GRAVES "Brewing's Contribution to the Cost of Government"

COL. JACOB RUPPERT
Chairman, United Brewers Industrial Foundation
Presiding

The speakers have limited their remarks to three minutes each. By courtesy of WMCA and Inter-City Broadcasting System, the speeches at the luncheon will be broadcast over their stations from 1:45 P.M. to 2:30 P.M.

By courtesy of W O R and the Mutual Broadcasting System, announcement of the inauguration of the United Brewers Industrial Foundation will be broadcast over their nationwide network from 1:15 P.M. to 1:30 P.M.

CONSOMME MADRILLENE

GOLDEN CHEESE STRAWS

Ť

CELERY

SALTED NUTS

OLIVES

Ŷ

BREADED VEAL CUTLET

MUSHROOM SAUCE

LIGHT AND BOCK BEER ON DRAUGHT

RISSOLE POTATOES

÷

BEER CABBAGE SLAW\*

Ť

CHOCOLATE BEER CAKE\*

Ŷ

COFFEE

+

\* Recipes upon request to United Brewers Industrial Foundation 21 East 40th Street New York, N. Y. a Statement of Policies, Purposes, Function

# Why A FOUNDATION

Industry must recognize its social responsibility if it is to develop. The future status of the brewing industry is dependent upon its self-regulation and adherence to standards and goals that reflect the public interest. The United Brewers Industrial Foundation has been organized to align the industry with every force working for the public good in this country—law enforcement, moderation and a recognition of the social welfare.

The public must be placed in possession of facts about industries which serve it. For only facts can be the basis of sound judgments about an industry. The Foundation plans to carry out this function.

The brewing industry recognizes the vital importance of its relationships to the public. It places itself and its future squarely before the American people.

### Organization

The United Brewers Industrial Foundation is a non-profit, incorporated membership association, supported and governed by the brewers of this country. It is a separate and independent institution which does not duplicate activities of existing brewers' trade associations.

### **Functions**

The Foundation functions in two ways: [1] To interpret the public interest to the brewers, so that they may govern their attitudes and actions accordingly; [2] To interpret the industry to the public, so that the public may judge of the industry on the basis of the facts.

- [1] Interpreting the Public to the Industry
  The Foundation works with the brewers of
  America in aligning them with the forces
  striving for the public good.
- [2] Interpreting the Industry to the Public The Foundation is a clearing house of authoritative information for the public on brewing from every point of view—economics, health, nutrition and history.

# Your Part IN THIS PROGRAM

The Foundation is interested in your opinion. It wants to know not only what you think about beer in its general relation to the public, but also more specifically what you think about beer in its relation to your own field, whether it be health, medicine, nutrition, labor, publishing, farm interests, women's interests or economics. It wants to know what it can do to be helpful. Your suggestions for specific activities which might be undertaken will therefore be welcome.

The keystone of the work is the public interest. The Foundation realizes that the welfare of the brewing industry depends upon the sincerity with which the industry meets the public interest and serves the public's needs.

We invite inquiries and comments on this service to the American public. Copies of three authoritative booklets on the health, economic and social aspects of brewing are now in preparation and will be sent you on request.

# UNITED BREWERS INDUSTRIAL FOUNDATION

JACOB RUPPERT, Chairman
21 East 40th Street, New York, N. Y.

A PUBLIC SERVICE OF THE BREWERS OF AMERICA

List

STRIAL FOUNDATION

LUNCHEON

# BY PRIMA FROM 2 LOOP BANKS

U. S. Court Rules Harris Trust, First National, Responsible for Management

By JAMES P. CONWAY Federal Judge John P. Barnes yesterday held two loop banks liable to the Prima Company, Chicago brewery, for \$568,895 which the court held was lost by the company due to mismanagement by a man placed in charge of the affairs of the company in 1934 at the behest of the

The decision, growing out of a suit filed by Marshall Keig, trustee for the company under section 77b o fthe amended bankruptcy act, was conceded by the interests in the case to be unprecedented and if up-held by the higher courts, likely to result in radical alteration of policies of banks in dealing with debtors in financial distress. Other than to say that they were preparing to appeal Judge Barnes' decision, the banks, the Harris Trust and Savings and First National of Chicago, made no formal statements of their atti-

"Issues of Grave Importance"

Recognizing the unique character fthe issue before him, Judge Barnes in his memorandum stated: the issues of fact anlaw involved in the case are of grave importance and are deserving of great consideration." His twelve-page review, supplementing findings of fact and conclusions in law, was a sharply worded chastisement "of those practices that are sometimes loosely referred to as 'normal banking practice'" where banks proceed to supervise affairs of a debtor in diffiOn Profit Basis Up to 1934

The Prima Company is a forty-\$568,895 WON of the five of a total of thirty-five Chicago breweries to suring to the court's opinion, the company operated at a profit in every year up to 1934. After making "very large profits" immediately after repeal, it suffered losses late in 1933, and in the first half of 1934, finally borrowing \$200,000 from each of the two loop banks, mortgaging its plants for the loans. Up to this time the company was family-owned, principal stockholders being Hilmar Ernst and Wainwright Ernst, sons of the founder, who died in

In June, 1934. Garnette C. Skinner, advertising salesman, who had been employed by a smaller Chicago brewery for several months, came in contact with Mark A. Brown, vice president of the Harris Trust who arranged a meeting of Mr. Skinner and the Ernsts. An arrangement for retaining Mr. Skinner as general manager of the brewery grew out of this meeting, and the contract under which he was hired became the basis for Mr. Keig's suit, filed in April of this year.

According to Judge Barnes' memorandum, the contract provided that Mr. Skinner should "be placed in complete control of the finances. manufacturing, distribution and management of the Prima Company; with full authority to employ or discharge any and all employes

or discharge any and art employes
... being subject only to the approval of the two banking affiliations ..." and that the contract further provided that "this agreement is for an indefinite period and may be terminated upon thirty-day notice by either party but said termination shall be subject to and must have the approval of both" of the banks.

Court Hits Management

Anent the selection of Mr. Skinner, Judge Barnes, who had pre-viously stated that "facts and circumstances in this case are shocking to the court," said: "A second matter which is shocking to the court is the lak of care manifested by the officers of the Harris Trust and Savings Bank in selection of this List

TRIAL FOUNDATION UNCHEON

WEDNESDAY, APRIL FOURTEENTH NINETEEN HUNDRED AND THIRTY SEVEN

THE WALDORF-ASTORIA

### UNITED BREWERS INDUSTRIAL FOUNDATION INAUGURAL LUNCHEON

APRIL 14, 1937

### · Among Those Present ·

E. G. ACKERMAN Glass Container Association
A. M. Adams
Hotel World Review JULIUS OCHS ADLER General Manager, New York Times E. H. Ahrens
Ahrens Publishing Company PATRICIA ALLEN HON. ELMER F. ANDREWS Industrial Commissioner, State of N. Y. ALFRED AUERBACH

Retailing Magazine
M. H. AYLESWORTH Scripps-Howard Newspapers

STANLEY BAAR Journal of Commerce CARL BADENHAUSEN

President, P. Ballantine & Sons Director, United Brewers Industrial Foundation LUDWIG BAER Hon. Joseph C. Baldwin III Former N. Y. State Senator

RAYMOND N. BALL President, N. Y. State Bankers Association EDITH M. BARBER

The Sun HARTLEY W. BARCLAY Modern Brewer HARRY ELMER BARNES

Educator and Writer RALPH W. BARNES Barron G. Collier, Inc. MARK BARRON Associated Press

GEORGE GORDON BATTLE WILLIAM F. BAUMANN Vice-President, Harvard Brewing Company ALLEN E. BEACH

Modern Brewer BERTHA M. BECKER Dietician G. L. Becker

President, Becker Products Company
Director, United Brewers Industrial Foundation JOHN E. BEER

Newark Sunday Call JAMES A. BEHA State Insurance Board, N. Y.

FRANK A. BELLUCCI N. Y. Alcoholic Beverage Control Board ALBERT BENJAMIN

American Magazine
Hon. John J. Bennett, Jr.
Attorney General, State of N. Y.
G. W. Bergner

Secretary, Pennsylvania State Brewers Association

FRANK C. BIEHLER
Treasurer, Haberle Congress Brewing Company
Milton H. Biow The Biow Company GEORGE BLANCHARD United States Brewers' Association PAUL BLOCK HARRY J. K. BLOM President, Stewards Association of N. Y.

National Federation of Textiles HERBERT L. BODMAN
Former President, N. Y. Produce Exchange

PERLEY BOONE World's Fair

National Fertilizer Association

WILLIAM BRENNAN

Modern Packaging Hon. Henry E. Bruckman

Food Industries

JOHN C. BRUCKMANN
President, The Bruckmann Company
Hon, William F. Brunner

ROBERT L. BULLARD

National Security League President, National Bank of Far Rockaway
L. V. Burton

· C ·

MARK A. CADWELL
N. Y. State Hotel Association Homer N. Calver
The American Public Health Association ROBERT CATHERWOOD

Mutual Broadcasting System HON. EMANUEL CELLER HERBERT CHARLES

Food Field Reporter

Frank A. K. Boland
Counsel, American Hotel Association
Charles G. Bond
N. Y. C. Alcoholic Beverage Control Board

Mrs. Sidney C. Borg CHARLES J. BRAND

President, Bray Pictures Corporation

New York World-Telegram CHARLES A. BRESKIN

Chairman, N. Y. State Liquor Authority

President, Board of Aldermen
Stephen D. Bryce, Jr.
Automobile Manufacturers Association, Inc.

Secretary, Theodore Hamm Brewing Company Director, United Brewers Industrial Foundation PAUL T. CHERINGTON Marketing Expert MME. ALMA CLAYBURGH

LA MOTTE T. COHU EVERETT COLBY BARRON G. COLLIER President, Barron G. Collier, Inc. J. V. CONNOLLY President, International News Service DONALD G. COOLEY Literary Digest ADOLPH COORS, JR.

President, Adolph Coors Company
Director, United Brewers Industrial Foundation ARTHUR S. COTINS Vice-President, Moser and Cotins ROBERT T. CRANE Social Science Research Council WILLIAM M. CROUSE Vice-President, American Tap-Bush Company J. P. CURRAN National Institute of Manufacturers and Distributors

 $\cdot \mathbf{D} \cdot$ 

E. S. Danks
The Brewer and Maltster C. S. Darling
National Association of Coin-Operated Machine Manufacturers Hon. Thomas Darlington Executive Member, Congress of Physicians and Surgeons Brewers News CAMILLE DAVIED McCall's Magazine ELOISE DAVIDSON
Director, The Herald Tribune Home Institute Modern Magazines

MARJORIE DEEN HON, WILLIAM C. DODGE District Attorney, N. Y. County RICHARD W. DOERSCHUCK Treasurer, North American Brewing Company LEWIS DUBIN Brewery Age
ARTHUR E. DUERR
George Ehret Brewery, Inc.
JOHN J. DUNNIGAN Member, New York State Senate

JOHN EICHLER FAHS

CHRISTIAN FEIGENSPAN

Roy S. Durstine
Batten, Barton, Durstine and Osborne JOSEPH J. EARLY Brooklyn Times-Union ARTHUR M. EAST Foundation Executive, United Brewers Industrial Foundation Dr. Walter T. Eddy
Bureau of Food Sanitation, Good Housekeeping ROSCOE C. EDLUND
Association of American Soap and Glycerine Manufacturers JOHN ELTING JAMES A. EMERY Former General Counsel, National Association of Manufacturers GEORGE ESSLINGER Whitehall Tatum Company

President, Christian Feigenspan Brewing Company

John Eichler Brewing Company

United Brewers Industrial Foundation W. L. FINGER Rubber Manufacturers Association John E. Finneran Benton & Bowles, Inc. Louis C. Fischer N. Y. C. Alcoholic Beverage Control Board KATHARINE FISHER Good Housekeeping Fitzgerald Brothers Brewing Company WILLIAM E. FITZGERALD Fitzgerald Brothers Brewing Company
Mary T. Fitzpatrick
N. Y. C. Alcoholic Beverage Control Board DONALD FLAMM
President, Inter-City Broadcasting System HORACE C. FLANIGAN Manufacturers Trust Company G. C. FLING Hotel Industry HON. EDWARD J. FLYNN Secretary of State, State of N. Y. Hon. Samuel J. Foley District Attorney, Bronx County BERTINA FOLTZ Vogue Ernest Forranti Lackawanna Beer and Ale Corporation IRA S. FRENCH Buffalo Evening News JAMES L. FRI Toy Manufacturers, United States of America JOHN A. FRIDAY President, Duquesne Brewing Company IRVING FRIEDMAN Secretary, Kings Brewery, Inc.
Edwin S. Friendly
Business Manager, The Sun
Hon. William G. Fullen
Chairman, N. Y. State Transit Commission

Milwaukee Journal REV. ROBERT I. GANNON, S. J. President, Fordham University Max Gans Gans Advertising Agency OLAF GATES
United Brewers Industrial Foundation
HON. WILLIAM F. X. GEOCHAN District Attorney, Queens County HON. JAMES W. GERARD Special Ambassador to the Court of St. James CHARLES A. GLABAU Bakers Weekly MRS. C. HOUSTON GOUDISS Forecast Magazine AMELIA GRANT National Organization for Public Health Nursing LULU G. GRAVES Consultant in Nutrition HON. MARK GRAVES President, N. Y. State Tax Commission THOMAS D. GREEN American Hotel Association A. B. GREENLEAF CHARLES W. GRETZ President, William Gretz Brewing Company

Brooklyn Chamber of Commerce A. D. Gannon

Former Special Assistant to Secretary of Treasury GLENN GRISWOLD Business Week ELIZABETH GUILFORD Metropolitan Life Insurance Company CHARLES T. GWYNNE Chamber of Commerce, State of New York

Commissioner of Motor Vehicles, State of N. Y.

Vice-President, John Eichler Brewing Company

JOSEPH T. HIGGINS
Collector of Internal Revenue, 3rd N. Y. District

Secretary, Joseph Hensler Brewing Company

Walter R. Hine
J. Walter Thompson Company
RALPH Hitz
President, National Hotel Management, Inc.

Hon. William Hodson
Commissioner of Public Welfare, City of N. Y.
Albert F. Hoffman

Hoffman Beverage Company
FRANCIS G. HUBBARD
President, Kimball, Hubbard and Powel

Lackawanna Beer and Ale Corporation
WALLACE F. JANSSEEN

President, Wells Fargo and Company

Director, New School for Social Research

CARROLL HAYES

N. Y. C. Alcoholic Beverage Control Board

WARNER S. HAYS

National Slate Association

Hon. Charles H. Harnett

Hon. George U. Harvey

JOHN EICHLER HEINTZ

RICHARD A. HENSLER

ALICE HUGHES

DAVID JAMES

ALVIN JOHNSON

A. W. Johnson

Swift & Company EARL J. JOHNSON

United Press Association

President, Borough of Queens Herbert E. Hawkes Dean, Columbia College

W. R. Hearst, Jr.
Publisher, New York American

Elinore M. Herrick National Labor Relations Board

Albert P. Hill Company, Inc.

New York American
R. T. Huntington
Hotel Management Magazine

JOHN C. KELLY Kelly, Nason & Winsten DOROTHY KENYON Deputy Commissioner of Licenses, City of N. Y. ESTHER KIMMEL Gustave Hafer
President, Manufacturers and Dealers League of N. Y.
T. C. Haffenreffer
President, Haffenreffer and Company
C. Eugene Hames
St. Regis Hotel
Joseph R. Hamlen Pictorial Review DAVID H. KNOTT Chairman, The Knott Corporation JOHN KOENIG President, City Brewing Company Mrs. ALEXANDER KOHUT W. C. KRUEGER President, C. Krueger Brewing Company Vice-President, Albert Frank-Gunther Law COL. JOHN S. HAMMOND HUGH HARLEY United Brewers Industrial Foundation

· K ·

New York Kiwanis Club

United Brewers Industrial Foundation

Louis M. Kaufmann

L. S. KELLEY

EDWARD V. LAHEY Massachusetts Brewers Association ELIZABETH LAINE Counsel for Moderation JOHN A. LARGAY G. LE BOUTILLIER Vice-President, Pennsylvania Railroad Company
AL PAUL LETTON
Al Paul Lefton Company, Inc. FRANK W. LENZ
New York Telephone Company ISAAC DON LEVINE New York American Hon. Samuel Levy President, Borough of Manhattan SAM A. LEWISOHN
Chairman of Board, American Management Association Alfred Liebman
Treasurer, Liebman Breweries Julius Liebman
President, Liebman Breweries C. WALTER LINDSEY Trades Advertising Agency CHARLES H. LIPSETT Brewers News ARTHUR H. LITTLE Printer's Ink JACOB LOEWER
President, V. Loewer's Cambrinus Brewery Company HARLAN LOGAN Editor and Publisher, Scribner's Magazine WILLIAM LUCAA General Manager, Rubsam and Hormann Brewing Company Hon. James J. Lyons President, Borough of Bronx

THOMAS H. MACDONALD United States Bureau of Public Roads Bernarr Macfadden
President, Macfadden Publications
F. A. MacNutt President, Queens Chamber of Commerce Jeremiah T. Mahoney Jurist John Malinowski President, Franklin Brewing Company DOROTHY MALONE New York American

# UNITED BREWERS INDUSTRIAL FOUNDATION INAUGURAL LUNCHEON

APRIL 14, 1937

### · Among Those Present ·

### · A ·

E. G. Ackerman
Glass Container Association
A. M. Adams
Hotel World Review
Julius Ochs Adler
General Manager, New York Times
E. H. Ahrens
Ahrens Publishing Company
Patricia Allen
Pictorial Review
Hon. Elmer F. Andrews
Industrial Commissioner, State of N. Y.
Alfred Auerbach
Retailing Magazine
M. H. Aylesworth
Scripps-Howard Newspapers

· B · STANLEY BAAR Journal of Commerce CARL BADENHAUSEN President, P. Ballantine & Sons Director, United Brewers Industrial Foundation Ludwig Baer Hon. Joseph C. Baldwin III Former N. Y. State Senator RAYMOND N. BALL
President, N. Y. State Bankers Association
Edith M. Barber The Sun Hartley W. Barclay Modern Brewer Harry Elmer Barnes Educator and Writer RALPH W. BARNES Barron G. Collier, Inc. MARK BARRON Associated Press GEORGE GORDON BATTLE WILLIAM F. BAUMANN Vice-President, Harvard Brewing Company ALLEN E. BEACH Modern Brewer Bertha M. Becker Dietician G. L. Becker President, Becker Products Company
Director, United Brewers Industrial Foundation JOHN E. BEER
Newark Sunday Call JAMES A. BEHA
State Insurance Board, N. Y. FRANK A. BELLUCCI
N. Y. Alcoholic Beverage Control Board ALBERT BENJAMIN American Magazine Hon. John J. Bennett, Jr. Attorney General, State of N. Y. G. W. BERGNER

Secretary, Pennsylvania State Brewers Association

FRANK C. BIEHLER
Treasurer, Haberle Congress Brewing Company The Biow Company GEORGE BLANCHARD United States Brewers' Association PAUL BLOCK HARRY J. K. BLOM President, Stewards Association of N. Y. National Federation of Textiles Herbert L. Bodman
Former President, N. Y. Produce Exchange
Frank A. K. Boland Counsel, American Hotel Association CHARLES G. BOND

N. Y. C. Alcoholic Beverage Control Board World's Fair MRS. SIDNEY C. BORG CHARLES J. BRAND National Fertilizer Association President, Bray Pictures Corporation MRS. HENRY BRECKINRIDGE WILLIAM BRENNAN New York World-Telegram CHARLES A. BRESKIN HON. HENRY E. BRUCKMAN Chairman, N. Y. State Liquor Authority JOHN C. BRUCKMANN President, The Bruckmann Company Hon. WILLIAM F. BRUNNER President, Board of Aldermen Stephen D. Bryce, Jr. Automobile Manufacturers Association, Inc. ROBERT L. BULLARD National Security League JOHN R. BURTON President, National Bank of Far Rockaway L. V. Burton Food Industries

### · C ·

MARK A. CADWELL
N. Y. State Hotel Association
HOMER N. CALVER
The American Public Health Association
ROBERT CATHERWOOD
Mutual Broadcasting System
HON. EMANUEL CELLER
HERBERT CHARLES
Secretary, Theodore Hamm Brewing Company
Director, United Brewers Industrial Foundation
PAUL T. CHERINGTON
Marketing Expert
MME. ALMA CLAYBURGH
FRANK J. COGAN
Food Field Reporter

RUTH MALONE Special Writer GEORGE F. MAND President, Bronx Chamber of Commerce, Inc.
HARRY A. MANLEY
Manager and Treasurer, The Cumberland Brewing Company
EDWARD G. MARKERT Assistant Treasurer, Haberle Congress Brewing Company FRANK E. MASON
Vice-President, National Broadcasting Company
J. Mathew American Glassware Association Frank X. Matt West End Brewing Company J. H. MATTHEWS

Middle Atlantic Fisheries Association J. MATZNER Beer, Wine and Liquor Weekly CHARLES B. McCABE Daily Mirror Alfred J. McCosker Chairman of Board, Mutual Broadcasting System
WHEELER MCMILLEN WHEELER McMILLEN
The Country House
S. P. McMinn
Automotive Merchandising
TRISTRAM W. METCALFE
Dean, Long Island University
D. L. Michaelson
Restaurateur and Hotelier Magazine
Cyrus C. Miller
Miller, Bretzfelder and Boardman Hon. William Stanley Miller President, Board of Taxes & Assessments DWIGHT MILS
Vice-President, Kenyon and Eckhardt James Monahan
Vice-President, New York Woman
Laurence P. Monahan
Pittsburgh Brewing Company
Louis B. Montfort General Counsel, Crown Manufacturers of America JOHN F. MOORE Attorney ANNE MORGAN WINIFRED MOSES Food Consultant Hon. Paul Moss
Commissioner of Licenses, City of N. Y.
John Mossironi Chef de Cuisine Association, Inc. J. C. MUMA Cincinnati Enquirer Bureau

### ·N·

George W. Naumburg
Emmet Hay Naylor
Writing Paper Manufacturers Association
Louis P. Neuweiler
L. F. Neuweiler's Sons
E. H. Nies
President, N. Y. Stewards & Caterers Association

### .0.

H. J. O'BRIEN
MORGAN J. O'BRIEN
Conboy, Hewitt, O'Brien & Boardman
C. BARRON OTIS
American Banker
WILLIAM EHRET OTTMANN
George Ehret Brewery, Inc.

### . p .

MRS. EDGERTON PARSONS FRED PAULSEN
Secretary, City Brewing Company
F. S. Pearson Country Life DR. WARREN M. PERSONS
Former Professor of Economics, Harvard University
WILLIAM A. PETER Secretary-Manager, William Peter Brewing Company C. C. Pettijohn General Counsel, Motion Picture Producers and Distributors of America HUGH F. PHILBIN Barron G. Collier, Inc. Col. Leopold Philipp
President, Uptown Chamber of Commerce WILLIAM PIEL President, Piel Brothers, Inc.
Vice Chairman, United Brewers Industrial Foundation ANNE PIERCE Consultant in Home Economics JOSEPH PLATZKER East Side Chamber of Commerce D. A. Pratt President, Motor Truck Association of America United States Brewers' Association WILLIAM J. PUNCH The Brooklyn Citizen

### .0

James C. Quinn Chairman, N. Y. C. Alcohol Beverage Control Board

### ·R

HARRY E. RAUCH
Vice-President, City Brewing Company
HELEN ROGERS REID
New York Herald Tribune New York Herald Tribune

Hon. John L. Rice

Commissioner of Health, City of N. Y.

Hon. Victor F. Ridder

Publisher, New Yorker Staatszeitung & Herold

Joseph H. Riseley American Brewer JAMES O'CONNOR ROBERTS CLEVELAND RODGERS Brooklyn Eagle ARMAND RODRIGUEZ Daily Mirror RADCLIFFE ROMEYN Geare, Marston, Inc. MARGARET H. RORKE Textile Color Card Association DOROTHY ROWDEN American Association for Adult Education GEORGE RUPPERT Vice-President and Secretary, Jacob Ruppert Brewery COLONEL JACOB RUPPERT Chairman, Jacob Ruppert Brewery
Chairman, United Brewers Industrial Foundation
John W. Russert Blatz Brewing Company Nelson Ruttenberg
Counsel, N. Y. State Liquor Authority
Joseph M. Ryan
N. Y. State Liquor Authority

MARTIN B. SAMUELS Bing & Bing John Saxe R. J. Schaefer President, F. & M. Schaefer Brewing Company Treasurer, United Brewers Industrial Foundation FRED SCHEER President, Linden Brewery, Inc. EDWARD SCHOENECK N. Y. State Liquor Authority EDWARD A. SCHMIDT President, C. Schmidt & Sons, Inc. ROBERT SCHWARZ American Brewer Joseph F. Shea Hotel Bulletin MRS. JOHN S. SHEPPARD
N. Y. State Liquor Authority E. Singruen
Modern Brewer
Lillian R. Sire
Chief, N. Y. C. Bureau of Labor Welfare
Hon. William I. Sirovich
Courtland Smith President, Pathé News
John Lewis Smith
General Counsel, United States Brewers' Association
Alexander J. Startt N.Y. Stewards and Caterers Association L. L. Stevenson Detroit News JEAN STEWART United Brewers Industrial Foundation George Stone United Brewers Industrial Foundation DOROTHY STRAUS N. Y. State Planning Board George Stroh, Jr. President, American Tap-Bush Company Hon. Charles P. Sullivan District Attorney, Queens County Frank B. Sullivan John Sullivan
N. Y. State Liquor Authority Ada Bessie Swann Woman's Home Companion

· T ·

MARION C. TAYLOR Vogue STANLEY W. TODD Editor, Express Messenger M. L. Toulme National American Wholesale Grocery Association J. W. Townsend Chicago Journal of Commerce HON, MORRIS S. TREMAINE N. Y. State Comptroller J. H. TREUHAFT The Beverage Retailer

Former Executive Editor, New York World

HON. HERBERT BAYARD SWOPE

J. R. Treverton St. Louis Globe-Democrat ERNEST T. TRIGG National Paint, Oil and Varnish Association GEORGE F. TROMMER President, John F. Trommer, Inc. Anton L. Trunk D. T. Tuohig Childs Company JAMES S. TYLER Advertising & Selling

·V·

Hon. Lewis J. Valentine Police Commissioner, City of N. Y. H. VAN SICKLEN Brooklyn Eagle

 $\cdot w \cdot$ William S. Walker Walker & Downing Dr. Leo Wallerstein Frank P. Walsh Chairman, The Power Authority, State of N. Y. Hon. Thomas J. Walsh District Attorney, Richmond County Dr. C. H. Watson Director, American Telephone & Telegraph Company Walter B. Weisenburger Executive Vice-President, National Association of Manufacturers Curtis A. Wessel NORMAN WEINBERGER MYRON WEISS TimeALBERT J. WESTERMAN Jacob Hornung Brewing Company Howard D. White United States Brewers' Association J. F. WILLENBROCK Brewers' Technical Review C. D. WILLIAMS Secretary, United States Brewers' Association
Michael Williams Editor, The Commonweal ARTHUR WILLSON Erwin Wasey and Company MATTHEW WOLL Vice-President, American Federation of Labor Mrs. C. G. Wyckoff Publisher, Magazine of Wall Street

 $\cdot \mathbf{Y} \cdot \mathbf{Z} \cdot$ 

SAMUEL O. YOUNGHEART Cecil, Warwick and Cecil Walter F. Zimmer Stroh Brewery Company M. M. ZIMMERMAN National Delicatessen Grocer

HON. SHIRLEY W. WYNNE

Former Commissioner of Health, N. Y.

# \$568,895 WON of four-year-old brewing concern. It was one of the five of a total of thirty-five Chicago breweries to sur-BY PRIMA FROM 2 LOOP BANKS

U. S. Court Rules Harris Trust. First National, Responsible for Management

By JAMES P. CONWAY Federal Judge John P. Barnes yesterday held two loop banks liable to the Prima Company, Chicago brewery, for \$568,895 which the court held was lost by the company due to mismanagement by a man placed in charge of the affairs of the company in 1934 at the behest of the banks.

The decision, growing out of a suit filed by Marshall Keig, trustee for the company under section 77b o fthe amended bankruptcy act, was conceded by the interests in the case to be unprecedented and if upheld by the higher courts, likely to result in radical alteration of policles of banks in dealing with debtors in financial distress. Other than to say that they were preparing to appeal Judge Barnes' decision, the banks, the Harris Trust and Savings and First National of Chicago, made no formal statements of their atti-

"Issues of Grave Importance"

Recognizing the unique character o fthe issue before him, Judge Barnes in his memorandum stated: ". . . the issues of fact anlaw involved in the case are of grave importance and are deserving of great consideration." His twelve-page review, supplementing findings of fact and conclusions in law, was a sharply worded chastisement "of those practices that are sometimes loosely referred to as 'normal banking practice" where banks proceed to supervise affairs of a debtor in diffiOn Profit Basis Up to 1934

The Prima Company is a fortyvive the era of prohibition. According to the court's opinion, the company operated at a profit in every year up to 1934. After making "very large profits" immediately after repeal, it suffered losses late in 1933. and in the first half of 1934, finally borrowing \$200,000 from each of the two loop banks, mortgaging its plants for the loans. Up to this time the company was familyowned, principal stockholders being Hilmar Ernst and Wainwright Ernst. sons of the founder, who died in

In June, 1934. Garnette C. Skinner, advertising salesman, who had been employed by a smaller Chicago brewery for several months, came in contact with Mark A. Brown, vice president of the Harris Trust who arranged a meeting of Mr. Skinner and the Ernsts. An arrangement for retaining Mr. Skinner as general manager of the brewery grew out of this meeting, and the contract under which he was hired became the basis for Mr. Keig's suit, filed in April of this year.

According to Judge Barnes' memorandum, the contract provided that Mr. Skinner should "be placed in complete control of the finances, manufacturing, distribution and management of the Prima Company; with full authority to employ or discharge any and all employes . . . being subject only to the approval of the two banking affiliations . . . " and that the contract further provided that "this agreement is for an indefinite period and may be terminated upon thirty-day notice by either party but said termination shall be subject to and must have the approval of both" of the banks.

Court Hits Management Anent the selection of Mr. Skinner, Judge Barnes, who had previously stated that "facts and circumstances in this case are shocking to the court," said: "A second matter which is shocking to the court is the lak of care manifested by the officers of the Harris Trust and Savings Bank in selection of this

new manager." Although Judge Barnes dealt more leniently with the First National for its association in Inst with the employment of Mr. Skinner, the court flatly declared that he was hired "by pressure exerted" on the Ernsts by the Harris Trust.

With respect to Mr. Skinner's capacity and policies, Judge Barnes

had this to say:

"He did not act maliciously; his acts were manifestations of the foolhardiness of ignorance. He knew nothing about the beer business, but he had supreme confidence in his ability to sell anything. He apparently thought he could sell anything that looked like beer, had a foam on it and had a disagreeable taste. Accordingly he changed the formulas for brewing the beer and

diluted the beer with 80 per cent of its volume of water. To his surprise and the disaster of the debtor, it was found that beer drinkers want not only color and foam but that they also want a particular kind of disagreeable taste."

Court's Assertions

The court asserted that Mr. Skinner "discharged or forced out of employment the long-experienced sales manager and salesmen" and "caused large quantities of beer to be brewed which could not be sold promptly, with the result that the beer became too old and unpalatable." The court also brought out that on September 1, 1935, the banks and other creditors secured their loans by a mortgage on the real estate and plant of the brewery. The Ernsts, at the time, the court said, suggested the advisability of the company filing under section 77b of the bankruptcy act but on the advice of new counsel "theretofore employed by Mr. Brown" this was not done.

"A few days before Mr. Skinner, as executive vice president, signed the voluntary petition which initated this bankruptcy proceeding, he pledged \$95,000 in accounts receivable and borrowed on the security thereof \$35,000, which he used principally to pay \$33,325 in pre-existing debts owing to the two banks," the court said. "Some of these debts were not due. How as a reasonable and reasoning man he could have done this unless he regarded himself as the banks' 'man,' bound to protect them as against the debtor.

its other creditors and stockholders. and how the banks could receive the money without knowing that they Deposi were receiving preferences, the court cannot understand."

> Concluding, the memorandum said:

sday.

Court Directs Responsibility

"In the court's opinion, the Harris Trust and Savings bank is responsible for the loss which the debtor has suffered because it forced the employment of Mr. Skinner and thereby took over and assumed responsibility for the management of the debtor.

"The First National Bank of Chicago is responsible for the loss because it ratified the employment of Mr. Skinner and thereby with the Harris Trust and Savings Bank took over and assumed responsibility for the management of the debtor. The court is of the opinion that the banks are jointly and severally liable for the loss. The amount which has been fixed by the court in the findings, does not make allowance for the loss of goodwill. The goodwill of the debtor was, in the opinion of the court, worth hundreds of thousands of dollars and it has been almost, if not completely, destroved.

"In fairness to the First National Bank of Chicago it should be said that, in the opinion of the court, the moral responsibility for what has transpired is very much less than that of the Harris Trust and Sav-

ings Bank.'

### Thursday, June 18

### BEER: Brewer Found Addition of Water Merely Diluted Sales

"Beer drinkers want not only color and foam . . . they also want a particular kind of disagreeable taste."

Thus ruled Judge John P. Barnes of the United States District Court for Northern Illinois last week in ordering the Harris Trust and Savings Bank and the First National Bank of Chicago to pay \$568.895 damages to the Prima Company, a 44-year-old Chicago brewerv. The court charged the banks with forcing the brewery to accept as its chief executive a man who "knew nothing about the beer business."

In 1934 the Prima Company borrowed some \$400,000 from the two banks. Shortly thereafter they decided the firm was mismanaged and threatened to call the loans unless it hired Garnett Skinner, an advertising salesman, as general manager. Under its new executive, Prima piled up deficits until in August,

1936, it pleaded bankruptcy.

In last week's court opinion Judge Barnes declared that Skinner "apparently thought he could sell anything that looked like beer [and] had a foam on it . . . Accordingly, he changed the formulas for brewing the beer and diluted the beer with eighty per cent of its volume of water . . . [He] evidently thought there was no art in the sale of beer, that anyone could sell beer if he just forced the issue hard enough."

NEWS-WEEK-BUSINESS July 24, 1937

# FALSTAFF NET

Gross Sales for First Half Up 54 Per Cent; Net Income Gains 2.4 Per Cent

### By ANALYST

Sharply increased raw material and labor costs promise to restrict any earnings gains by Falstaff Brewing Corporation in 1937 to moderate proportions, the semi-annual report indicates, although sales are expected to run substantially ahead of last year.

The effect of higher costs for malt, hops and other materials, as well as for labor, is illustrated in the recent report for the first half of 1937, when gross sales advanced 54 per cent and net income only 2.4 per cent. Gross sales were \$5,310,253 for the six months ended June 30 against \$3,450,422 for the like 1936 period. After deducting federal revenue and state inspection taxes, net sales were \$3,402,080 against \$2,211,864. Cost of sales, selling and delivery, administrative and miscellaneous income charges advanced 63 per cent to \$3,053,850 from \$1,870,-424.

Net income was \$296,129 for the six months ended June 30 compared with \$289,300 for the like 1936 period. After allowing for dividend requirements on the 788,965 shares of 6 per cent \$1 par value preferred stock, outstanding since October, 1936, net equaled 60 cents a share on the common stock for the first 1937 half. For the like 1936 period it was 64 cents a common share.

### More Preferred Requirements

Charges prior to common divi-dends will be slightly increased this year, because of dividend requirements for a full year on the preferred stock as compared with only the final three months of 1936. The increased capacity shortly to come into production, however, is likely to offset the higher dividend requirements on the preferred.

Both earnings and sales have shown marked improvement in each year, since incorporation of the present company in 1933. For 1936, net income was \$757,193, equal to \$1.58 a common share against \$343,-102 or 76 cents a share for 1935 and \$170,935 or 38 cents a share for 1934. Net sales of \$5,350,452 for 1936 compared with \$3,711,778 for 1935 and

\$2,444,244 for 1934.

New distributing outlets in the south have been opened up with the purchase early in 1937 of the entire preferred and common stocks of National Brewing Company, Inc., of New Orleans. The acquired company was liquidated so that Falstaff directly owns and operates the New Orleans brewery. The company's capacity at New Orleans has been doubled, to 300,000 barrels annually, and the plant is expected to be in full production by the end of the current month.

### Three Breweries

The company owns a brewery in St. Louis with 500,000 barrel capacity and also leases a plant in St. Louis which has a 200,000 barrel capacity. A brewery is also owned at Omaha, which has a capacity of 200,000 barrels.

The bulk of the output is sold in Missouri, Illinois, Kansas, Nebraska, Oklahoma, Texas, Mississippi and Tennessee, although products are distributed in a total of 21 states. Customers, including 250 wholesalers and jobbers, number over 4,300. The sale of bottled beer represents about 80 per cent of total revenues, keg beer accounting for the remainder.

### National Surety Corporation Bank are "Dependable B

= A satisfactory financial position was shown by the 1936 year end balance sheet. Current assets totaled = \$1,383,570, including \$607,657 cash, \$378,627 of receivables and inventories of \$334,299. Current liabilities amounted to \$540,160, including \$100,000 of real estate mortgage notes due currently, leaving an indicated net working capital of \$843,-

A year earlier, current assets were \$806,557, including \$218,069 cash, \$259,423 of receivables and \$301,643 of inventories. Current liabilities totaled \$219,708 and did not include any mortgage notes payable. Indicated net working capital was \$586,-

### Preferred and Common Stocks

Land, buildings and equipment were carried at \$2,005,436 at December 31, 1936, after a \$527,113 reserve for depreciation. Goodwill and trade names and marks were shown - as \$1. Paid-in surplus amounted to \$764,876 and profit and loss surplus

= Capitalization is represented solely by the 788,965 shares of preferred stock and 450,000 shares of common stock, \$1 par value. At the close of 1936, there were \$200,000 of first mortgage real estate notes outstanding, but no long term funded debt. There have been no cash disbursements on the common stock since a 25 cent payment in 1933. A stock dividend of 11/2 shares of preferred for each share of common was paid December 15, 1936.

Falstaff Brewing Corporation was incorporated in Delaware in January of 1933 and in the following month acquired the Falstaff Corporation, Missouri. Falstaff Brewing Corporation of Maryland, a subsidiary which previously had acquired Fred Krug Brewing Company, was merged October 15, 1936. The issuance of the preferred stock was authorized in connection with this

### HEILEMAN SEES LAST HALF GAINS

With shipments running ahead of a year ago and material costs at a lower level than earlier this year. prospects are that G. Heileman Brewing Company will show a relatively greater improvement in second six months earnings over those for the first half than was displayed a year ago, in the opinion of followers in the company.

The management has not vet determined to issue an earning statement for the first six months of 1937 but it is understood that net profits for the period amounted to approximately \$116,000, or 39 cents a share on 300,000 shares of capital stock. This compares with \$170.170, or 57 cents a share for the first half of 1936.

### Sees Dividend Covered

Estimated net income for the first half of this year failed to cover dividend requirements for the period by 11 cents a share. However, the expectation is that earnings for the current six months will make up the deficiency. The company is paving dividends at the quarterly rate of 25 cents a share. The last declaration is payable next Monday.

First half 1936 earnings accounted for roundly 40 per cent of the year's total of \$403.194, or \$1.34 a share. Projecting this year's earnings at the same rate would indicate a net profit of \$290,000 or 97 cents a share

Decline in net income for the first half of this year, as compared with a year ago is attributed entirely to higher costs of materials. Shipments for the 1937 period are said to have been greater than a year before.

#### Expects 13c Share for July

Earnings for the month of July are estimated at around \$40,000, or 13 cents a share. Shipments for the first ten days of August are said to be approximately 1,600 barrels ahead of those for the similar period a year ago.

The company's stock traded on the Chicago Stock Exchange has declined in price recently. Yesterday it touched a 1937 low of 61/2 and recovered to close at 7, an advance of 1/4 point for the day. The stock sold as high as 11% this year.

Washington, Aug. 31.-(P)-The federal trade commission charged 70 wholesale bakery concerns and associated interests Tuesday with violating the Robinson-Patman antiprice discrimination act.

The commission's complaint said brokerage and other fees had been paid unlawfully to Quality Bakers of America, Inc., of New York city, by flour manufacturers and other sellers.

Quality Bakers of America, named in the complaint, was described as a service company and trade association which makes purchases for the wholesalers and is owned by

The commission said all members of the association were not named in the complaint because "they constitute a group too numerous to be brought before the commission without inconvenience and delay."

Its announcement named the following wholesalers and said they were "typical" of the entire group:

Firch Baking Co., Inc., Erie, Pa.: Dreikorn Bakery, Inc., Holyoke, Mass.; Jacob Laub Baking Co., Cleveland; Liberty Baking Co., East Liberty, Pittsburgh; Stroehmann Brothers Co., Harrisburg, Pa., and Vermont Baking Co., White River Junction, Vt.

Flour manufacturers named were Washburn Crosby Co., Inc., and Pillsbury Flour Mills Co., both of New York city, and Red Star Milling Co., Consolidated Flour Mills Co. and Kansas Milling Co., all of Wichita, Kan.

The companies have 20 days in which to file answers to the complaint. The commission then either may dismiss the complaint or issue a cease and desist order.

urt Bo \$ 44,243,000 pation PURE OIL PFD. TO BEAR 5 PCT.

> Convertible Shares Will Be Formally Offered Septem-

> > ber 3

Pure Oil Company yesterday announced that \$44.243,000 of cumulative convertible preferred stock, to be offered to common stockholders, will be a 5 per cent dividend issue, be convertible into common stock at the rate of \$22,22 2/9 per share of the latter, and will be offered September 3, next, with rights to expire September 24, next.

Arrangements have been made for the purchase by a group of underwriters headed by Edward B. Smith and Company of any of the new preferred shares which may not be subscribed for by holders of the com-

mon stock.

The announcement, made by Henery M. Dawes, president, in a letter to stockholders, said the rights 31 under which one share of the new preferred may be purchased will be given to stockholders on the basis of one preferred share for each nin common shares held.

Conversion Prices Initial conversion price of the preferred of \$22.22 2/9 per share on the common stock will be effective up to and through October 1, 1940. For two years thereafter the conversion price will be \$25 per common share, and for the five years ending October 1, 1947, the conversion price will be \$30, after which conversion privilege will expire. The conversion prices for the three periods represents four and one-half, four and three and one-third common shares, respectively, for each preferred Share and all promote or - as a preferred stock. It is expected that the latter, which is not callable, will be eliminated in the near future through an exchange for the 6 per cent preferred.

### National Surety Corporation Bank are "Dependable B

A satisfactory financial position was shown by the 1936 year end balance sheet. Current assets totaled \$1,383,570, including \$607,657 cash, \$378,627 of receivables and inventories of \$334,299. Current liabilities amounted to \$540,160, including \$100,000 of real estate mortgage notes due currently, leaving an indicated net working capital of \$843,-410

A year earlier, current assets were \$806,557, including \$218,069 cash, \$259,423 of receivables and \$301,643 of inventories. Current liabilities totaled \$219,708 and did not include any mortgage notes payable. Indicated net working capital was \$586,-849.

Preferred and Common Stocks

Land, buildings and equipment were carried at \$2,005,436 at December 31, 1936, after a \$527,113 reserve for depreciation. Goodwill and trade names and marks were shown as \$1. Paid-in surplus amounted to \$764,876 and profit and loss surplus \$604,850.

25 cent payment in 1933. A stock dividend of 1½ shares of preferred stock and 450,000 shares of common stock, \$1 par value. At the close of 1936, there were \$200,000 of first mortgage real estate notes outstanding, but no long term funded debt. There have been no cash disbursements on the common stock since a 25 cent payment in 1933. A stock dividend of 1½ shares of preferred for each share of common was paid December 15, 1936.

Falstaff Brewing Corporation was incorporated in Delaware in January of 1933 and in the following month acquired the Falstaff Corporation, Missouri. Falstaff Brewing Corporation of Maryland, a subsidiary which previously had acquired Fred Krug Brewing Company, was merged October 15, 1936. The issuance of the preferred stock was authorized in connection with this merger.

# HEILEMAN SEES LAST HALF GAINS

With shipments running ahead of a year ago and material costs at a lower level than earlier this year, prospects are that G. Heileman Brewing Company will show a relatively greater improvement in second six months earnings over those for the first half than was displayed a year ago, in the opinion of followers in the company.

The management has not yet determined to issue an earning statement for the first six months of 1937 but it is understood that net profits for the period amounted to approximately \$116,000, or 39 cents a share on 300,000 shares of capital stock. This compares with \$170,170, or 57 cents a share for the first half of 1936.

#### Sees Dividend Covered

Estimated net income for the first half of this year failed to cover dividend requirements for the period by 11 cents a share. However, the expectation is that earnings for the current six months will make up the deficiency. The company is paying dividends at the quarterly rate of 25 cents a share. The last declaration is payable next Monday.

Pirst half 1936 earnings accounted for roundly 40 per cent of the year's total of \$403,194, or \$1.34 a share. Projecting this year's earnings at the same rate would indicate a net profit of \$290,000 or 97 cents a share for 1937.

Decline in net income for the first half of this year, as compared with a year ago is attributed entirely to higher costs of materials. Shipments for the 1937 period are said to have been greater than a year before.

#### Expects 13c Share for July

Earnings for the month of July are estimated at around \$40,000, or 13 cents a share. Shipments for the first ten days of August are said to be approximately 1,600 barrels ahead of those for the similar period a year aro.

The company's stock traded on the Chicago Stock Exchange has declined in price recently. Yesterday it touched a 1937 low of 6½ and recovered to close at 7, an advance of ½ point for the day. The stock sold as high as 11½ this year.

# MILLS NAMED IN PRICE CASE

Washington, Aug. 31.—(P)—The federal trade commission charged 70 wholesale bakery concerns and associated interests Tuesday with violating the Robinson-Patman antiprice discrimination act.

The commission's complaint said brokerage and other fees had been paid unlawfully to Quality Bakers of America, Inc., of New York city, by flour manufacturers and other sellers.

Quality Bakers of America, named in the complaint, was described as a service company and trade association which makes purchases for the wholesalers and is owned by them.

The commission said all members of the association were not named in the complaint because "they constitute a group too numerous to be brought before the commission without inconvenience and delay."

Its announcement named the following wholesalers and said they were "typical" of the entire group:

Firch Baking Co., Inc., Erie, Pa.; Dreikorn Bakery, Inc., Holyoke, Mass.; Jacob Laub Baking Co., East Liberty, Pittsburgh; Stroehmann Brothers Co., Harrisburg, Pa., and Vermont Baking Co., White River Junction, Vt.

Flour manufacturers named were Washburn Crosby Co., Inc., and Pillsbury Flour Mills Co., both of New York city, and Red Star Milling Co., Consolidated Flour Mills Co. and Kansas Milling Co., all of Wichita, Kan.

The companies have 20 days in which to file answers to the complaint. The commission then either may dismiss the complaint or issue a cease and desist order.

June PURE OIL PFD. TO BEAR 5 PCT.

Mr. Dawes announced in his letter that application would be made to admit the rights to trading on the New York Stock Exchange. He also said, that the rights bear the alternative privilege of purchasing at \$22.22 2-9 per share, one share of o new common stock for each two shares of common stock held as of 1-September 3. Pure Oil Company common stock closed on the New-10 York Stock Exchange at \$19.50 a share yesterday. This alternate offer in complies with laws of Ohio, under 36 which the company is incorporated, 'sa and which give the common stock- :p holders pre-emptive right to pur- se chase any additional common stock issued and is included due to the common stock conversion privelege (st attached to the new preferred. This og alternate offer expires with the 00° rights. The offering of common shares will not be underwritten.

Use of Proceeds

Proceds of the sale will, in addition to strengthening working capital position, serve to pave the way for additional earnings ability through plant modernization and reduction of fixed charges, the latter by retirement of notes and loans and an 8 per cent preferred issue now

outstanding. Consummation of the financing will leave Pure Oil with nothing but preferred and common stock outstanding. In addition to the 76,620 shares of 8 per cent preferred and \$28,000,000 in bank loans which will be retired by proceeds from the sale of the new preferred stock, the company now has outstanding 3,981,990 common shares, 282,760 shares of \$100 par value 6 per cent preferred stock and 217 shares of 51/4 per cent preferred stock. It is expected that the latter, which is not callable, will be eliminated in the near future through an exchange for the 6 per cent preferred.

### BERGHOFF BREWING

Comparison of the income account and balance sheet with the corresponding 1936 statements follows:

 INCOME
 ACCOUNT

 Six mos.ended:
 6-30-37
 6-30-36

 Net sales
 \$2,070.161
 \$1,789,984

 Cost of sales
 1,590,248
 1,231,183

 Expenses
 295,021
 259,832

 Misc. charges
 5,422
 18,559

 Normal inc. tax
 27,800
 38,000

 Surtax
 2,300
 ...

 Net income
 149,370
 242,410

Net income ..... 149,370 242,410 Note: Depreciation provision was \$96,616 in first hall of 1937 and \$56,729 in first half of 1936.

### BALANCE SHEET

ACCOUNT OF THE PARTY OF THE PAR	100 200 200 200		
Asse	ts		
As of: 6	-30-37	6	6-30-36
Cash 4	68,773	8	291,218
Receivables	160,759		153,875
Stock subscript	76,870		
Inventories	348,298		162,670
Total current\$	654,700	8	607,763
Prepaid exp	35,296		35,693
Invest, etc	40.322		3.506
Containers	229,828		232,179
	,480,151	1	,116,351
Total assets\$2	440,297	81	.995.492
Liabil		2011	Andrew Services
Bank loans8	150.000	d.	
Accts. payable	113,355	Φ.	6,477
Customer cr	2,577		5,353
Const. contr			42,000
Accruals	165,669		122,233
Contain liab	172,136		189,861
Contain nab	172,100		100,001
Total current \$	603,737	\$	365,924
Hops loss res			24,369
*Capital stock	299,997		270,000
Paid-in surplus	980,257		719,563
Earned surplus	556,306		615,636
		-	-

\*Represented by 299,997 shares of \$1 par capital stock on June 30, 1937 and by 270,000 shares on June 30, 1936.

Total liabilities.\$2,440,297 \$1,995,492

ation DBERGHOFF PROFIT

on for a COVERS DIVIDENT

sday,

First Half Net Is \$149,370 Against \$242,410 a Year Earlier

Berghoff Brewing Corporation earnings for the first half of the year covered dividend payments for the period by a narrow margin, the audited semi-annual report of the concern issued vesterday disclores.

concern issued yesterday discloses. Net income for the six months ended June 30, last, was \$149,370 after all charges and provision for surtax on undistributed profits, while dividends paid amounted to \$141,501. The earnings were equal to 49.8 cents a share on the 299,997 shares of capital stock outstanding at the end of the period and compared with \$242,410 before provision for surtax or 89 cents a share on 270,000 shares for the first half of 1936.

Sales for the first half of this year amounted to \$2,070,161 against \$1,-789,984 for the similar period a year ago, an increase of 15.65 per cent.

F. B. Evans, president, explaining reduced profits on increased sales said that this was due to high costs of materials used in the manufacture of the company's products. "At the present time raw material prices are declining very rapidly and profits for the next six months as well as for next year, should show a considerable increase in the ratio of profit to sales," he said.

The balance sheet as of June 30, 1937, shows current assets of \$654,-700 including \$66,773 cash against current liabilities of \$603,737 of which \$150,000 were notes payable to banks. As of June 30, 1936, current assets were \$607,763 of which \$291,218 was cash. Current liabilities totaled \$365,925.

Since the date of the balance sheet considerable improvement has been made in the company's cash position and in the reduction of bank loans, Mr. Evans stated. Hampden Brewing Co.

National Sure From The WALL STREET JOURNAL Washington Bureau inse and

WASHINGTON—Hampden Brewing Co. of Chicopee, Mass., has filed a registration statement with the SEC under the Securities Act of 1933 covering \$400,000 of first mortgage  $5\frac{1}{2}\%$  sinking fund bonds due 1942. The bonds are redeemable at 105 on or before July 1, 1942, and thereafter at 100% of principal plus  $\frac{1}{4}\%$  of such principal for each quarter year or fraction of a quarter year between date of redemption and July 1, 1947.

Bonds will be offered to the public at 99½. Underwriter will be Dwelly, Pearce & Co., Inc. Proceeds will be used to pay mortgages and sales contracts and to pay bank loans.

Goebel Brewing

C+

Avoidance of this issue still appears advisable, even around 5 (paid in 1937, 60 cents). As predicted at an

earlier date (FW, July 21) June quarter earnings made a poor showing, as compared with a year ago, being reported at 14 cents per share against 24 cents, bringing the first half results to 23 cents against 32 cents. It appears doubtful whether the price advance on draught beer which became effective in July will enhance earnings sufficiently to warrant a higher price for the stock. (Factograph No. 660.)

Heileman Shipments Gain

year, it was reported in the financial district Monday. The increase was the first for any month this year

over the similar month of 1936, it

National Sure shipments for August totaled 32,800 are an investr barrels, compared with 30,600 for the corresponding month of last

National Surety Michigan Brewers' Financial Third Quarter Off From Estimates

was stated. August shipments brought the total for the first eight months of 1937 to approximately 188,700 barrels, as against 201,500 barrels for the like period last year, a decrease of 6.35 per cent.

For the first half of 1937, the company reported net income of \$115,-040, equal to 38 cents a share on 300,000 shares of stock, compared with \$170,170, or 57 cents a share for the first six months of 1936. For the entire 1936 year, net income was \$403,194, or \$1.34 a share.

Results Impaired by Disappointing Sales in August and September

Cooler Weather One Factor

From THE WALL STREET JOURNAL Detroit Bureau

DETROIT-Due to generally disappointing August and September beer sales, third quarter profits of Michigan brewers will fall below anticipated levels. On the other hand, the larger brewing companies almost without exception should show a substantial improvement over second quarter results.

At the beginning of the quarter, it was expected that third quarter profits would be the best since 1935. After a satisfactory July, however, total sales volume for the State began to fall under last year. Chief factors blamed are the cooler weather, strikes and the absence of last year's bonus money.

### Considerable Variation Likely

Considerable variation will be shown in individual results as compared with last year's third quarter. Of the larger companies, Pfeiffer, Eckhardt & Becker, and Frankenmuth will show considerably increased volume over 1936. Tivoli and Schmidt will approximate their last year's totals. Stroh, which produces more than double the next largest brewery, and Goebel will show smaller volume than in 1936.

Profit increases probably will be limited to Eckhardt & Becker and Frankenmuth, although Pfeiffer may show a small gain. A strong factor in holding down earnings is the \$6 a week wage increase granted to brewery workers on April 1. The \$1 advance on barreled beer, effective on July 1, barely has offset this wage increase for most breweries.

### Breweries' Shipments Gain

August shipments of the Berghoff Brewing Corporation and of the G. Heileman Brewing Company showed increases over the corresponding month of last year, according to officials figures issued Tuesday. In the Heileman instance, August was the first month to show an increase over the like month of 1936.

Berghoff shipments in August, totaled approximately 36,000 barrels, against 34,700 for 1936, an increase of 3.75 per cent. For the eight months, shipments were 223,000 barrels, compared with 203,000, a year ago, an increase of 9.85 per cent.

G. Heileman August shipments amounted to roundly 32,800 barrels. compared with 30,600 for August. 1936, an increase of 7.2 per cent. For the first eight months of 1937, shipments totaled approximately 188,000 barrels, as against 201,000 barrels for the like period of last year, a decrease of 6.5 per cent.

While raw material prices have fallen
Profits lost sharply from their peaks, they are generally overed by a higher than those paid on contracts prevailing in the third quarter of 1936. In addition, some companies are paying prices contracted earlier

Stroh Shows Sales Drop

in the year.

The privately owned Stroh Brewery Co., whose earnings reports are not available, showed a sales drop from 512,834 barrels for the first eight months of 1936 to 492,475 for the first eight months of 1937. Its percentage of total sales by Michigan breweries dropped from 24.1 to 22.7.

Tivoli Brewing Co., listed on the Detroit Stock Exchange and ranking second in sales, dropped from 237,684 barrels for the 1936 eight months to 229,886 in 1937. This loss was entirely accounted for in the first two quarters as sales for the third are understood to have been slightly higher than a year ago.

Profits for this company in the third quarter are expected to be substantially under the \$234,123, or 39 cents a share on 608,005 shares of common stock reported for the third quarter of 1936. However, they should be well above the \$120,509, or 20 cents a share, of the second quarter of this year.

Pfeiffer Shows Sharp Gain

Pfeiffer Brewing Co., listed on the New York Stock Exchange and ranking third in sales, has shown a sharp gain in volume in the second and third quarters after a poor first quarter. For the 1937 eight months, sales were 198,654 barrels, against 180,797 barrels for the first eight months of 1936.

Profits for the third quarter should about equal the \$141,043 earned in the third quarter of 1936, but the recent increase in capitalization from 390,412 to 429,453 shares outstanding of course will reduce the per-share earnings below the 36 cents of the 1936 third quarter. In the second quarter of 1937, net profit was \$91,236, or 23 cents a share on the smaller capitalization.

Goebel Brewing Co., also listed on the New York Stock Exchange and ranking fourth in sales, has shown a loss from 1936 sales volume in both the second and third quarters. For the first eight months of this year, sales totaled 198,601 barrels against 215,597 barrels for the first eight months of 1936.

Goebel Profits Likely Moderate

National S

Profits of Goebel in the third quarter should be only moderately above the \$189,645 or 14 insures both cents a share on 1,359,040 shares of common reported for the second quarter. Last year, the company did not report by quarters, but issued 12 months figures at quarterly intervals. It is understood, however, that last year's third quarter net was in the neighborhood of 30 cents a share.

Frankenmuth Brewing Co., listed on the Detroit exchange and the only other Michigan brewery with listed stock, has shown a better than a 50% gain in sales this year. For the first eight months, sales were 78,152 barrels, against 50,079 barrels for the first eight months of 1936.

Although Frankenmuth will show a substantial increase in third quarter operating profit over the \$60,217, or eight cents a share on 750,000 shares of common reported for last year's third quarter, it is understood that reserves are being set up which may bring the net for the period slightly below last year's figure.

#### BERGHOFF SHIPMENTS GAIN IN SEPTEMBER

Berghoff Brewing Corporation September shipments totaled about 28,600 barrels, against 28,300 in the same month of 1936, bringing its nine-month total this year to about 252,000 barrels, against 231,500 barrels last year.

G. Heileman Brewing Company's September sales were roundly 26,300 barrels, against 23,200 barrels in September, 1936. Nine months' sales this year were about 215,000 barrels, compared with 224,700 barrels for the similar period a year ago.

Pittsburgh, Penn., Oct. 29.-Following is the code of practice adopted at the first annual convention of the United Brewers Industrial Foundation in Pittsburgh:

The brewing industry of the United States, custodian of an art and science practical since the beginnings of recorded history, supplies a mild beverage to the major

part of our population.

Beer is the bulwark of moderation and sobriety. The industry recognizes its direct responsibility to itself and to the nation to conduct its operations in accord with the desires and conscience of the American public. Members of the United Brewers Industrial Foundation, in convention assembled, representing nearly half the production of beer and ale in the United States, mutually and individually pledge themselves to the following codes of practice:

We pledge ourselves, as citizens and as business men, to conduct our business in conformity with established laws in co-operation

with the authorities.

We pledge ourselves as scientific brewers to maintain exacting high standards in the brewing and packaging of beer and ale.

We pledge ourselves, with all thoughtful citizens, to the promotion of practical moderation and

We pledge our support to the duly constituted authorities for the elimination of anti-social conditions

wherever they may surround the Su sale of beer to the consumer.

We pledge ourselves morally to support and encourage the great -body of retailers who sell beer as law abiding citizens and who operate legal, respectable premises.

We pledge ourselves to co-operate with the duly constituted authoriti to prevent beer sales to minors, or to persons who have drunk to

We pledge ourselves to truth in the advertising of beer.

We pledge ourselves faithfully to observe the provisions of this code of practice, convinced that beer is the nation's bulwark of moderation and sobriety.

> Wich ita Beacon Oct. 29, 1937

#### Shareholders to Vote On Stock Split-up

New York, Nov. 23 .- (A)-A special meeting of stockholders of Anheuser-Busch, Inc., St. Louis, has been called for January 26 to consider a split-up in the capital stock on a 5 for 1 basis, it was announced in Wall street.

There are outstanding 180,000 shares of \$100 par capital stock which under the proposal would be increased to 900,000 shares of \$20 par value.

Berghoff Brewing

to acquire a plant outside the state of Indiana, F. B. Evans, president of Berghoff, said Friday.

A three-judge federal court decision in Detroit Thursday upheld the Michigan State Liquor Commission's ban on the importation of beer made in states discriminating against Michigan made beer which is scheduled to go into effect March 14. The ruling applies against beer shipments from fourteen states including Indiana.

Berghoff Brewing Corporation, with plant located in Fort Wayne, Ind., has been shipping over 100,-000 barrels a year or approximately 30 per cent of its production into

Michigan.

Indiana brewing interests have filed a petition in the Michigan Supreme Court asking an injunction to restrain the state commission from enforcing the law.

#### Heileman Omits Dividend

G. Heileman Brewing Company shares were in supply on the Chicago Stock Exchange following announcement that the company had voted to omit dividends. After opening at 61/2, down fractionally from Tuesday's close, the price was forced down to a low of 5%, off seveneighths from the preceding day's final. Volume was 1,900 shares. Last night's close compared with the 1937-1938 low of 5.

Dividend payments in 1937 totaled \$1 a share, the last quarterly distribution of 25 cents having been made November 1, last. In announcing the decision not to pay the dividend ordinarily due February 15, 1938, it was officially stated: "The company's earnings for the year 1937 are regarded as satisfactory in view of the high cost of raw materials that prevailed throughout the year. Since July, the company's sales have shown a substantial increase over comparable months in the preceding year, and contracts for materials already placed for 1938 are on a basis below the average 1938 costs. Consequently, it is believed that the profit outlook for 1938 is good.

"The directors felt that in view of general business uncertainties and the payment in dividends in 1937 of somewhat in excess of the 1937 total earnings, it was desirable to defer dividend action."

Berghoff Brewing Corporation will continue to sell beer in the state of Michigan even if it is necessary ade 37 Dividend Is Covered

> Year's Profit Put at \$1.03 Share; Sales Gain

By Berghoff

Earnings of the Berghoff Brewing Corporation for 1937 covered the year's dividend requirements, it was learned yesterday.

Net income based on unaudited book figures was between \$300,000 and \$310,000, equal to \$1 to \$1.03 a share on approximately 300,000 shares of capital stock outstanding at the end of the year. The company paid four quarterly dividends of 25 cents each but inasmuch as about 30,000 shares were issued in the second quarter, total disbursement was somewhat less than \$300,-

Actual net income for the 1936 year was \$510,219, equal to \$1.89 a share on 270,000 shares.

Shipments for 1937 totaled roundly 318,000 barrels as against approximately 300,000 barrels in the preceding year, an increase of 6 per

The decline in net income despite an increase in shipments is attributed to increased cost of materials over the larger part of the year which could not be offset by boosting prices because of the competitive condition in the brewery business and, it is said, the fear of setting up consumers" buying resistance.

Prospects for 1938, it is said, are for an improved profit margin due to a more favorable material price situation now prevailing. The company's audited statement is expected to be ready in about a month.

## DECISION AIDS STATE BREWERS

Exclusion of Indiana Beer, Barring Plea to Highest Court, Has Broad Effect

Unless the supreme court of the United States intervenes in the meantime, Michigan's volume of beer manufacture will jump by probably 300,000 barrels a year, effective March 13, because of a decision of a three-man federal court in Detroit late Thursday.

The judges upheld Michigan's statute under which, on December 14, the state liquor control commission voted to bar shipments of Indiana-made beer into this state because of that state's "discrimination" against Michigan-made beer. The embargo becomes effective 90 days after it was voted by the liquor commission.

Last year Indiana breweries shipped 261,000 barrels of beer into Michigan to compate with the product of this and other states. But the law under which the liquor control commission acted, affects nine other states. George H. Heideman, assistant attorney general assigned to the liquor commission, said that the shipments from the other states which also allegedly discriminate against Michiganmade beer, were negligible in contrast to Indiana shipments, however. Total imports of beer into Michigan last year amounted to 669,000 barrels.

Employment in Michigan breweries should increase as the result of the operation of the new law passed by the 1937 legislature, upheld by the federal judges Thursday afternoon. From Indianapolis came a statement from Harold C. Feightner, executive secretary of the Indiana Brewers association, that loss of the Michigan beer market would be "reflected in reduced employment in Indiana."

#### Other States Object Also

Heideman said that Indiana's laws pertaining to beer imports were objectionable to several other states. As to Michigan's drastic action, Heideman said: "All these 10 states have to ido now is to change their legislation, and the minute the discriminatory barrier against Michigan is removed, the affected section of our new statute becomes inoperative."

The 21st amendment to the federal constitution, the assistant attorney general pointed out, gives to each state complete control of its alcohol traffic, which no state could otherwise exercise for another constitutional provision prohibits embargoes between states. The situation relative to beer could not develop in the instance of any but an alcoholic product, Heideman pointed out.

Ordinarily the decision of the federal judges at Detroit could be appealed to the United States district court of appeals, but since a district appeal judge participated in the Detroit decision, only the United States supreme court could entertain an appeal. Because of the time required to present a case before the land's highest legal tribunal, plans of Indiana's brewers were doubtful Friday.

Seen Beneficial to Labor

The decision will have the effect of getting more brewers' dollars into circulation, Heideman pointed out, as he discussed the partial shift in beermaking activities from Indiana to Michigan. He said that while employes of Indiana breweries belong to the same labor organization as do employes of Michigan breweries, Indiana workers get a \$38-a-week wage, compared to the \$48-a-week figure in Michigan.

Michigan's law affects, in addition to Indiana, Pennsylvania, Tennessee, Washington, Maryland, Maine, New Hampshire, Nevada, Vermont, and North Carolina. The court opinion was handed down by United States Circuit Judge Charles C. Simons, with District Judges Ernest A. O'Brien and Edward J. Moinet concurring.

ty Protect your Business National Suret 0

nest employes, with a Fidelity Bond.

Here's what Chas. E. Kiewel, General Manager of the Minneapolis Brewing Company, thinks of NORCO:

"We have been entirely satisfied with your cooperage and the service you have given us. We are pleased to recommend NORCO Cooperage to others."

(Signed) CHAS. E. KIEWEL, Gen. Mgr.

Exclusion of Indiana Beer. Barring Plea to Highest Court, Has Broad Effect

Unless the supreme court of the United States intervenes in the meantime, Michigan's volume of beer m ufacture will jump by probably 300 barrels a year, effective March 13, cause of a decision of a threefederal court in Detroit late Thurs

The judges upheld Michigan's a ute under which, on December 14,state liquor control commission v

to bar shipments of Indiana-made beer into this state because of that state's "discrimination" against Michigan-made beer. The embargo becomes effective 90 days after it was voted by the liquor commission.

Last year Indiana breweries shipped 261,000 barrels of beer into Michigan to compate with the product of this and other states. But the law under which the liquor control commission acted, affects nine other states. George H. Heideman, assistant attorney general assigned to the liquor commission, said that the shipments from the other states which also allegedly discriminate against Michiganmade beer, were negligible in contrast to Indiana shipments, however. Total imports of beer into Michigan last year amounted to 669,000 barrels,

Employment in Michigan breweries should increase as the result of the operation of the new law passed by the 1937 legislature, upheld by the federal judges Thursday afternoon. From Indianapolis came a statement from Harold C. Feightner, executive secretary of the Indiana Brewers association that loss of the Michigan beer market would be "reflected in reduced employment in Indiana."

#### Other States Object Also

Heideman said that Indiana's laws pertaining to beer imports were objectionable to several other states. As

to Michigan's drastic action, Heideman said: "All these 10 states have to n ido now is to change their legislation. Surety and the minute the discriminatory Obarrier against Michigan is removed the affected section of our new statute becomes inoperative."

ITSC The 21st amendment to the federal constitution, the assistant attorney general pointed out, gives to each state complete control of its alcohol traffic, which no state could otherwise exercise for another constitutional provision prohibits embargoes between states. The situation relative to beer could not develop in the instance of any but an alcoholic product, Heideman pointed out.

Ordinarily the decision of the fed-

Protect your Business National Suret



nest employes, with a Fidelity Bond.

Here's what Chas. E. Kiewel, General Manager of the Minneapolis Brewing Company, thinks of NORCO:

"We have been entirely satisfied with your cooperage and the service you have given us. We are pleased to recommend NORCO Cooperage to others."

(Signed) CHAS. E. KIEWEL, Gen. Mgr.

## NORTHERN COOPERAGE CO.

QUALITY COOPERAGE FOR OVER HALF A CENTURY

CONCORD and PAGE STREETS

TELEPHONE RIVERVIEW 3426

SAINT PAUL, MINN.

Drewers were ava Seen Beneficial to Labor

The decision will have the effect of getting more brewers dollars into circulation, Heideman pointed out, as he discussed the partial shift in beermaking activities from Indiana to Michigan. He said that while employes of Indiana breweries belong to the same labor organization as do employes of Michigan breweries, Indiana workers get a \$38-a-week wage, compared to the \$48-a-week figure in Michigan.

Michigan's law affects, in addition to Indiana, Pennsylvania, Tennessee, Washington, Maryland, Maine, New Hampshire, Nevada, Vermont, and North Carolina. The court opinion was handed down by United States Circuit Judge Charles C. Simons, with District Judges Ernest A. O'Brien and Edward J. Moinet concurring.

## G. Heileman 237 Earnings Drop Sharply

### Net Equals 79c Share Compared with \$1.34

Earnings of G. Heileman Brewing Company for 1937 showed a sharp drop from those for the preceding year, according to the annual report. issued yesterday.

Net income was \$237,838 equal to 79 cents a share compared with \$403,194 or \$1.34 a share, a decrease of 41 per cent. Sales for 1937 amounted to \$3,906,002 compared with \$4,044,786 for 1936, a decrease of = 3.43 per cent.

- Working capital at the close of -1937 amounted to \$322,618 against \$333,934 a year earlier. Surplus amounted to \$459,634 compared with \$521,796.

> Lower earnings were attributed to higher costs of raw materials by Albert J. Bates, president. These higher costs more than offset increased efficiency in operations and substantial savings in manufacturing costs effected during the year, he said.

Comparisons of the financial statements follow:

#### INCOME ACCOUNT

Year ended Dece	mber 31-	-
	1937	
Net sales\$	3,906,002	84,044,786
Cost of sales	2,842,746	2,876,280
Expenses	753,853	647,810
Oper profit	309,403	520,696
Other income		10,205
Total income		
Income taxes	73,954	121,100
Surtax	1,377	6,608
Net income	237,838	403,194

he day,		1936 \$ 288,450 216,421	11
113	Total current\$ 796,514 Unexpired ins *61,951 Containers 229,677 Prop not used in	\$ 755,414 40,636 262,214 76,376	
	Total assets\$2,476,631 Liabilities Pays & cr bals\$ 41,370		

mani comminder.	200,200	2021010
Total current tCapital stock Paid in surplus Earned surplus	473,896 300,000 1,243,102 459,634	\$ 421,480 300,000 1,243,103 521,796

104.968

22.313

143.000

Total liabilities.\$2,476,631 \$2,486,378 \*Includes \$6,113 advances to emploves for stock purchase.

†Represented by 300,000 shares of

\$1 par capital stock.

Accruals .....

Prov inc taxes ...

Contracts placed this year for ingredients, Mr. Bates said, are at prices ay, Jul substantially below the 1937 costs = and material costs lower, the prospects for an improvement in earnings in 1938 are good," he declared.

Berghoff Brewing

The Berghoff Brewing Corporation, whose plant is located at Fort Wayne, Ind., will suffer little directly as a result of the state of Ohio banning the sale of Indiana-made beer, F. B. Evans, president of Berghoff, said Thursday. "Very little, perhaps 1 per cent of our beer, is sold in Onio,"

The Ohio state tax commission, following the exclusion of Indiana beer from Michigan by the Michigan state liquor commission, imposed a heavy tax on licensed distributors who import Indiana beer. In retaliation for the Michigan action the Indiana alcoholic beverage commission has ordered its licensees to refrain from handling all Michigan made alcoholic beverages. State officials have also threatened, as a retaliatory measure, to require Michigan trucks operating in or passing through Indiana to display Indiana licenses.

## MICHIGAN RESCINDS SLATED EMBARGO ON INDIANA-MADE BEER

ntains 32 Branch Offices in the France and Germany.

July 6

Detroit, Mich., March 12.-(AP)-Gov. Frank Murphy announced late today that Michigan had rescinded its embargo against Indiana made beer which was to have been imposed at midnight Monday.

He said an agreement was reached this afternoon at a conference here between officials of the two states. Details of the agreement would be made public later, he added.

The Michigan liquor control commission, coincident with Murphy's announcement, notified Pennsylvania that a proposed ban against beer made in that state also had been rescinded.

Chicago Trib

National Surety Corporation has more than 6,000 agents always N

### AFTER BREWERY EXPLOSION

-Four Killed, 17 Injured, and Building Razed



New York, March 5.—(AP—Wirephoto)—Four were killed and 17 hurt, six critically, in the explosion, blamed to igniting of pitch dust, that wrecked the Horton brewery here. Firemen are shown fighting the fire which followed. Windows a block away were broken.

## Berghoff Fails to Act On Dividend

#### Earnings to Date Run Ahead of Year Ago

Directors of the Berghoff Brewing Corporation at their meeting Monday took no action on the dividend on the capital stock for the first quarter of 1938. During 1937, the company paid four quarterly dividends of 25 cents a share.

The dividend omission apparently had been discounted in stock market pircles. The payment ordinarily would have been made today. In the event positive action were to be taken on the dividend, directors probably would have met earlier in the month.

Meanwhile, settlement of the differences between Indiana and Michligan which for a time threatened to forbid in one state the sale of alcoholic beverages made in the other, was reflected in a demand for Berghoff shares on the Chicago Stock Exchange yesterday.

Berghoff stock was the volume leader on the Chicago Stock Exchange yesterday, accounting for hearly 12 per cent of the turnover for the entire list. The stock touched a new 1938 high at 8½ and closed at 8 for a 1½ point advance for the flay. Approximately 1,700 shares thanged hands.

Berghoff's plant is located in Fort Wayne, Ind., and about one-third of its output, or 100,000 barrels of beer a year, is sold in the state of Michigan.

Berghoff's earnings in 1938 to date are understood to be running well ahead of those for the similar period a year ago. Net income for the first two months of this year is reported at roundly \$34,000, against \$19,000 for the first two months of 1937. Based on approximately 300,000 shares of stock, the earnings for the 1938 period are equal to 11 cents a share as against 6 cents a share on 270,000 shares outstanding in the early part of last year.

es lost securities bonds or lost bonds.

y. July 8

# Expects 2nd Quarter Gain

### Increased Sales, Lower Materials Are Cited

Present prospects are that increased sales and lower material costs will result in Peter Fox Brewing Company earning a larger profit for the second six months, the current period, of the fiscal year than was shown for the like period a year ago, according to F. G. Fox. president. The indicated earnings for the six months ended June 30, 1937, were \$43,217 or 36 cents a common share.

Mr. Fox said that net income for the nine months ended March 31 will show a slight increase over that for the similar period of last year and that earnings for the fiscal year ending June 30, next, should be substantially larger than for the June 30, 1937, fiscal year.

For the first half of the year, the six months ended December 31, 1937. net income was about 14 per cent below that for the corresponding period of the last year while sales showed an increase of about 14 per cent. Lower profit despite increased sales was ascribed to higher cost of raw materials by Mr. Fox. This situation has corrected itself and costs are now considerably below what they were a year ago, he said.

86c a Share Net income for the first half of the current fiscal year was \$102,224, equal to 86 cents a share on the common stock as compared with net income of \$118,885 or \$1.09 a common share for the six months ended December 31, 1936. Sales amounted to \$1,209.511 as against \$1,057,189.

The company whose common Fox Brewing hexe the Chicago Stock Exchange last ter, oh w week-it was previously traded on the Chicago Curb Exchange-has = experienced a rapid growth in sales = solon and earnings over its short history.

Incorporated under Illinois laws in June, 1933, the concern has returned a profit in increasing amounts in each year of its existence while sales have mounted to new high levels. Net income for the fiscal vear ended June 30, 1934, was \$20,-399 increasing to \$73,454 in the following year, to \$148,086 in the year ended June 30, 1936, and to \$162,102 for the June 30, 1937, fiscal year.

Sales for the June 30, 1934, year amounted to \$658,872, increased to \$1.070.394 in the next year, to \$1 .-823,648 in the year ended June 30, 1936, and to \$7,985,523 for the June 30, 1937, fiscal year.

As of December 31, 1937, total assets were \$1.117,129. Current assets including cash of \$44,971 and inventories of \$100,967 amounted to \$202,408. Current liabilities were \$71,378.

Capitalization consisted of 9,772 shares of 6 per cent \$10 par convertible preferred stock and 115,228 shares of \$5 par common stock. Capital surplus was \$147,140 and earned surplus was \$224,751.

A dividend on the common stock has been declared payable April 1 to stockholders of record March 15.

The company's plant on the west side of Chicago was once the Hoffman Brewery, a landmark of preprohibition days. Now rehabilitated, it has a capacity of 250,000 barrels a year, storage capacity of 40,000 barrels. Bottling units have a capacity of 1,320 one-half gallon bottles and 350 cases of twelve-ounce bottles an hour and the canning equipment has a capacity of 550 cases of cans an hour.

## Fox Brewing's Quarter Profit vate Doubles, Lifting 9-Month Net \_\_\_\_

#### Management Expects Recent Gains Will Continue in Current 3-Month Period

three months ended March 31 more \$1,436,617 a year earlier. than doubled the like period a year ago, with the result that profits for the nine months ended March 31 March quarter this year, but did not showed a slight increase over a year increase as much percentagewise as

a recent addition to the Chicago per cent. For the nine months end-Stock Exchange list, expresses an ed March 31 a different trend was optimistic attitude, expecting that shown, sales advancing 13 per cent the recent gains will continue in while cost of sales showed a wider the current three-month period.

Net income for the quarter ended March 31 advanced to \$31,440 from income accounts for the nine \$14,110 for the corresponding period months ended March 31, 1938 and last year. Earnings equaled 26 cents a share on the common stock outstanding for the 1938 period, compared with 11 cents a year ago. For the nine months ended March 31 net income was \$133,664, against \$132,996 for the like period a year earlier. Nine-month earnings equaled \$1.12 a share on the common stock for both periods on the basis of present capitalization.

6-Month Net Lower

The first half of the current fiscal period, the six months ended December 31, 1937, saw earnings decline about 14 per cent from the preceding year. Net for the sixmonth period was \$102,224 or 86 cents a share, against \$118,885 or \$1.09 a share for the six months ended December 31, 1936.

More favorable costs of raw materials were important in the improved showing for the quarter ended March 31. During the first half of the fiscal period material costs were well above the preceding year, but have become adjusted to current conditions and are now below a year ago.

The company also was aided by Third quarter results of Peter Fox an uptrend in sales for both the Brewing Company, with a fiscal quarter and nine months. For the year ending June 30, made up the three months ended March 31, sales ground lost profitwise during the increased to \$413,603 from \$354,523 first half, figures announced by the a year ago. Nine-month sales tocompany disclose. Earnings for the taled \$1,623,114, compared with

Cost of Sales Higher

Cost of sales was higher for the did sales. Sales advanced 16.7 per The management of the company, cent while cost of sales increased 8.7 advance, increasing 16.37 per cent.

The following table compares the

Nine months ended March 31-Net sales ......\$1,623,114 \$1,436,617

Cost of sales	1.199.505	1,030,767
Gross profit		405,849
Sell, admin exp.,		260,109
Operat profit	141,866	145,740
Other income	14,275	9,361
Est fed taxes	22,477	22,105
*Net income	133,664	132,996

\*Without provision for undistributed profits surtax.

The March 31, 1938, balance sheet showed total current assets of \$264 .-008 including \$37,457 cash and \$179,-133 inventories. Current liabilities amounted to \$32,158, leaving indicated net working capital of \$231,850.

Current assets were \$243,862 at the close of 1937 including \$44,971 cash and \$154,479 inventories, against current liabilities of \$34,491. This left an indicated net working capital of \$209,371.

National Surety Corpora standing capitalization consisting of iny maintaining Branch 19,772 shares of 6 per cent \$10 par convertible preferred stock and 115,-= 228 shares of common stock, with

Sq \$5 par value. Fox Brewing has shown improvement in both sales and earnings in each fiscal year since incorporated June 9, 1933, as successor to Hoffman Brothers Brewing Company Sales for the fiscal year ended June 30, 1934, the first year for which the company reported, totaled \$658,-872. Sales increased to \$1,070,394 for the 1935 period, \$1,823,648 for the 1936 period and \$1,985,523 for the year ended June 30, 1937.

Profits Show Advances

Profits have shown similar advances. Net income of \$179.862 or \$1.36 a common share for the 1937 fiscal year, compared with \$173,319 or \$1.33 a share for 1936, \$82,323 or 68 cents a share for 1935 and \$20,399 or 20 cents a share for 1934.

The Fox company has rehabilitated the former Hoffman Brewery located on the west side of Chicago. The plant has a capacity of 250,000 = barrels a year. Storage capacity Sun amounts to 40,000 barrels. Bottling units have a capacity of 1,320 halfgallon bottles and 350 cases of twelve-ounce bottles an hour. Canning capacity is 550 cases an hour.

Beer is sold principally in bottles and cans with a relatively small amount in barrels. Distribution of bottled beer is centered in Illinois. Indiana, Wisconsin, Ohio and South Dakota. Canned beer is also marketed in Texas, California, Nebraska, Missouri, Florida, Kentucky. Utah and Idaho.

The common stock is on a \$1 annual basis, the last quarterly dividend having been paid April 1. Since being admitted to trading on the Chicago Stock Exchange March 15, the common has ranged between 8%

The following table shows sales. earnings and dividend data since 1934:

	9777 V	Net	Themsed	a Share	Divids	Pairit
Yrc. end. June 30 Sales 1937 \$1,985,523 1936 1,823,648 1935 1,070,394 658,872	113,319	Income \$162,102 148,087 73,455 20,399	Pfd. 815.55 5.92 2.94	Com. \$1.36 1.33 0.68 0.20	Pfd. \$0.60 0.30	Com. \$1.10 0.85 0.25

†Calendar years. Initial preferred dividend paid July 1, 1936, and initial common dividend July 1, 1935.

# By Berghoff In Prospect

#### Position Regarded as Warranting Dividend At Meeting Next Week

By BERN J. GARTLAN

Resumption of dividends on the common stock of the Berghoff Brewing Corporation is a prospect when directors meet the early part of next week. Earnings for the first quarter of 1938 are understood to be approximately 60 per cent larger than those for the corresponding period of last year. Current business is reported as "satisfactory" and cash holdings are regarded as sufficient to warrant a payment, probably 25 cents, the same as was made quarterly, before dividends were lapsed three months ago.

Dividends, which were initiated in 1933 at a 60-cent annual rate. were continued half way through 1934, when payments were discontinued. Dividends were resumed in 1936, when payments totaled \$1.25 a share, and last year, four quarterly distributions of 25 cents a share each were made.

Omission of the dividend for the first quarter of 1938 was attributed to uncertainties facing the company in marketing its products in the state of Michigan, where approximately one-third of the output is sold, rather than to any decline in earnings or impairment of cash holdings.

#### Michigan Threat

emple Michigan authorities last March ents v sale of Indiana-made beer, a threat now withdrawn. If such action were carried out, Berghoff stood to lose heavily, unless manufacturing facilities outside Indiana and in a state = where shipments could be made to Michigan were obtained. In order to retain funds for the purchase of such a property, the dividend ordinarily payable March 15 was withheld. Since there now appears no necessity for making additional plant investment, funds may be released for dividend payment, it is said.

> The improvement in first quarter earnings is attributed partly to satisfactory sales and mainly to lower material costs, which more than offset higher labor costs. A comparison of recent "Brewer's Stocks" quotations with those of a year before indicate the sharp material cost decline. The table follows:

(Spot market prices, f.o.b. Chicago) As of May 10: 1938 Corn flakes ...\$1.78@1.83 \$3.90@3.93 Grits ..... 1.40@1.45 3.25@3.30 Meal ..... 1.40@1.45 1.63@1.73

Corn syrup, unmxd. bbls. 4.02 Corn sugar, bags (70) ... 2.60 3.87 bags (80) ... 2.85 4.12 Domestic Argo. 2.85 4.12 \*Cerelose, rind. in c'tt'n bags 3.86 4.11 \*Anhydrous cerelose .....

\*In paper bags, 7 cents less. †Not

In addition, malting barley, most of which now is quoted at 73 cents, bid, 84 cents asked per forty-eight pound bushel, was quoted a year ago at \$1.25 bid, \$1.29 asked. Domestic hop prices are off about 50 per cent from a year ago and imported hops are 5 to 15 per cent

The reported increase of about 60 per cent in 1938 first quarter earnings throws no light on the actual figures, since the company issued no statement for the first three months of 1937. However, it is regarded as likely that the net earnings for the first quarter of 1938, the period which contributes the least in sales and earnings from a seasonal standpoint, was slightly under the suspended 25-cent div-

#### Sales Considered Satisfactory

Sales so far this year are considered satisfactory by officials in gents and Managers are surety view of the depression in industrial regions where beer in large amounts lighists. ordinarily is consumed. While a continuation of this depression must be regarded as an unsettling factor |, July 14 in the Berghoff outlook over the balance of the year, the company's record of increasing its profit for the unseasonal first quarter is regarded as encouraging by officials.

Despite the high prices for raw material in effect last year. Berghoff's earnings covered dividend needs. Net income for the year dropped 40 per cent from that for the preceding year in the face of a sales increase of 7.7 per cent. The year's earnings totaled \$306,583. equal to \$1.02 a share on 300,000 shares of stock, whereas dividend payments aggregated \$1 a share.

#### Earned \$1.89 a Share for 1936

For 1936, net income was \$510,219, equal to \$1.89 a share on 270,000 shares, and in 1935 it was \$259,035. or 96 cents a share. Sales in 1937 is one of the oldest and largest in totaled \$4,427.310, as against \$4,110,-443 in 1936 and \$2,695,620 in 1935.

balance sheet showed total assets of throughout the states of Indiana, \$2,108,901, of which \$379,999 were Michigan, Ohio, West Virginia, Kencurrent; \$1,444,223 were fixed; \$228,- tucky, Iowa and Illinois, Present 812 were containers; and the bal- capacity is rated at about 400,000 ance miscellaneous and deferred. Current liabilities, exclusive of customers' deposits for containers, consists solely of an authorized issue amounted to \$138,818 and including of 400,000 shares of \$1 par common these deposits to \$267,572. During stock, of which approximately 300,the year, the net depreciation value 000 shares are outstanding. The of land, buildings and equipment in- stock is listed and traded on the creased \$270,974, representing largely Chicago Stock Exchange, where it expansion of storage facilities.

shown at \$91,605; accounts receiv- around 8.

able at \$97,272; and inventories at \$191.122.

On the liability side of the statement, paid in surplus was shown at \$980,283 and earned surplus, \$561,046.

Berghoff Brewing Corporation was organized in 1887 and incorporated under Indiana laws in 1933. The company is engaged in producing beer, its best known brands being "Dortmunder" and "Berghoff 1887." During prohibition, the company manufactured cereal beverages.

The brewery in Fort Wayne, Ind., the middle west, advantageously located for widespread distribution As of the close of 1937, Berghoff's of its products by about 175 agents barrels a year.

Capitalization of the company sold as high as 181/2 in 1933 and as Among current assets, cash was low as 2 in 1934. Present levels are

## Extra Fox Dividend Is Anticipated

Storek Current Assets Total 3264,008 of mone As of March 31, this year, the company's balance sheet disclosed total current assets of \$264,008 insday, cluding \$37,457 cash and \$179,133 inventories. Current liabilities

amounted to \$32,158 leaving indicated net working capital of \$231,date there were outshares of \$10 par 6

ible preferred stock. 51.228 shares of on stock.

for the three ne 30. last year, indicated net ining surtax on unwas \$28,438, equal

m fiscal year ended es totaled \$1,985,523 was \$162,102, or share. Dividends ommon last year lare.

Direct ticipate dividency body's the regrapher be fisc Sales id to TVOrite

year agu weeks' Miss **Pearl Horton** 

per ceni ing low gain is substan the entil ular rath

the first

will havm-Journal usual d heavy pan tributed

For th 31, 1938, is the fact that each sales of ur ability to supply the \$133,664 menal by some people. the conion of advertising, sales total 75 we have that can't be months of our beer . . . Every were \$1 \$132,996

The t begining Sioux City by to be

compari three m the 193 \$31,440. for the

\$14,110.

Phone 8-5839

Journal

July 26, 1939



# Everybody's Favorite

Pearl Horton

## "Miss Grain Belt"

Our Entry in the Orpheum-Journal

### **BATHING BEAUTY CONTEST**

Proof of GRAIN BELT BEER'S popularity is the fact that each year sales have increased more rapidly than our ability to supply the demand. This growth has been called phenomenal by some people. Grain Belt has been complimented by imitation of advertising, sales and merchandising plans; but the one thing we have that can't be imitated . . . the superb and honest quality of our beer . . . Every case guaranteed.

Grain Belt Beer Is Distributed in Sioux City by VIC and JACK

416 Sixth St.

Phone 8-5839

Sioux City Journal

July 26, 1939

#### Sales Considered Satisfactory

Sales so far this year are conview of the depression in industrial regions where beer in large amounts iglists. ordinarily is consumed. While a continuation of this depression must be regarded as an unsettling factor |, July 14 in the Berghoff outlook over the balance of the year, the company's record of increasing its profit for the unseasonal first quarter is regarded as encouraging by officials.

Despite the high prices for raw material in effect last year, Berghoff's earnings covered dividend needs. Net income for the year dropped 40 per cent from that for the preceding year in the face of a sales increase of 7.7 per cent. The year's earnings totaled \$306,583, equal to \$1.02 a share on 300,000 organized in 1887 and incorporated shares of stock, whereas dividend payments aggregated \$1 a share.

#### Earned \$1.89 a Share for 1936

For 1936, net income was \$510,219. equal to \$1.89 a share on 270,000 manufactured cereal beverages. shares, and in 1935 it was \$259.035, or 96 cents a share. Sales in 1937 is one of the oldest and largest in totaled \$4,427.310, as against \$4,110,- the middle west, advantageously 443 in 1936 and \$2,695,620 in 1935.

balance sheet showed total assets of throughout the states of Indiana, \$2,108,901, of which \$379,999 were Michigan, Ohio, West Virginia, Kencurrent; \$1,444,223 were fixed; \$228,- tucky, Iowa and Illinois. Present 812 were containers; and the bal- capacity is rated at about 400,000 ance miscellaneous and deferred, barrels a year. Current liabilities, exclusive of customers' deposits for containers, consists solely of an authorized issue amounted to \$138,818 and including of 400,000 shares of \$1 par common these deposits to \$267,572. During stock, of which approximately 300,the year, the net depreciation value 000 shares are outstanding. The of land, buildings and equipment in- stock is listed and traded on the creased \$270,974, representing largely Chicago Stock Exchange, where it expansion of storage facilities.

shown at \$91,605; accounts receiv- around 8.

sidered satisfactory by officials in gents and Managers are surety

able at \$97.272; and inventories at \$191,122.

On the liability side of the statement, paid in surplus was shown at \$980,283 and earned surplus, \$561,046.

Berghoff Brewing Corporation was under Indiana laws in 1933. The company is engaged in producing beer, its best known brands being "Dortmunder" and "Berghoff 1887." During prohibition, the company

The brewery in Fort Wayne, Ind., located for widespread distribution As of the close of 1937, Berghoff's of its products by about 175 agents

Capitalization of the company sold as high as 181/2 in 1933 and as Among current assets, cash was low as 2 in 1934. Present levels are

## Extra Fox Dividend Is

Directors of Peter Fox Brewing Company are scheduled to meet next week and La Salle Street circles anticipate the declaration of an extra dividend or possibly an increase in the regular 25-cent quarterly rate. payable before June 30, the end of the fiscal year.

Sales for the current quarter are said to be running far ahead of a year ago with the increase in recent weeks' volume placed at about 100 per cent. Coupled with the prevailing lower material costs, the sales gain is expected to boost profits substantially for the year. Since the entire year's dividend at the regular rate already has been earned in the first nine months, the company will have to pay out more than the usual dividend or be subject to a heavy penalty of surtax on undistributed profits, it is argued.

#### Reports Sales of \$1,623,114

For the nine months ended March 31, 1938, Peter Fox Brewing reported sales of \$1,623,114 and net income of \$133,664, equal to \$1.12 a share on the common stock. Dividends paid total 75 cents a share. For the nine months ended March 31, 1937, sales were \$1,436,617 and net income was \$132,996, or \$1.12 a share on the

The trend of earnings since the begining of the calendar year is said to be more clearly indicated by a comparison of the earnings for the three months ended March 31. For the 1938 quarter net income was \$31,440, or 26 cents a share, whereas for the 1937 period it amounted to \$14,110, or 11 cents a common share.

Storek

Current Assets Total 3264,008 As of March 31, this year, the of mone company's balance sheet disclosed total current assets of \$264,008 including \$37,457 cash and \$179,133 insday, . ventories. Current liabilities amounted to \$32,158 leaving indicated net working capital of \$231,-850. As of that date there were outstanding 9,772 shares of \$10 par 6 per cent convertible preferred stock,

> \$5 par value common stock. Indicated sales for the three months ended June 30, last year, were \$548,906 and indicated net income after deducting surtax on undistributed profits was \$28,438, equal

not listed, and 151,228 shares of

to 24 cents a share. For the entire fiscal year ended June 30, last, sales totaled \$1,985,523 and net income was \$162,102, or \$1.36 a common share. Dividends paid on the common last year totaled \$1.10 a share.

malting during this period of 1937, against

NEWS OF THE BREWERIES

E. & B. BREWERY FILES SUIT AGAINST U.S.

> Seeks Tax Refund On Spoiled Beer.

Detroit, Mich., Sept. 18 .- A suit for a refund of \$35,000 in taxes which it says was paid on spoiled beer was filed in Federal Court vesterday by the Ekhardt & Becker Brewing Company against Giles Kavanagh, collector of internal revenue in Detroit. The taxes covered the period from July, 1936, to November, 1937, the company sets forth. It was explained that the beer involved became unsalable after the taxes were paid and the stamps affixed to many barrels were consequently useless.

7-Ounce Bottle of Beer Offered Here at 5 Cents

A seven-ounce bottle of beer, priced to retail at 5 cents, will be marketed this month in all boroughs of the city by the Edelbrau Breweries of Brooklyn, officials of the company announced yesterday. The small-size bottles, an innovation for the metropolitan market, have been sold experimentally in the Bronx and in some Brooklyn grocery and delicatessen stores and have met widespread approval, according to the brewery officials.

Officials of brewers' trade organizations said that no attempt ever has been made in this city to sell a bottle of beer smaller than the standard twelve-bunce size. In California, where a variety of sizes has been tried by brewers, an eight-ounce container has been promoted by brewers, it was said.

The seven-ounce bottle, selling. at 5 cents plus a 2-cent deposit, is intended to compete with soft drinks sold in the same price class.

while only 40 graded malting in 1937. The Dokata Farmer May 6, 1939

2.119 in 1938. These figures also show a change of location from which this malting barley was received. In 1937, Minnesota sold 1,759 cars, while in 1938 she sold only 592 cars. Minnesota's loss in sales of malting barley can be attributed to improper threshing, unfavorable growing conditions, hot weather and storms previous to harvest which made the barley unsuitable for malting purposes.

Iowa delivered the lion's share during this period of 1938. 1,248 cars graded malting, while in 1937 only 420 Iowa cars graded malting.

South Dakota gained in malting barley sales in 1938 with 210 cars, against 70 in

North Dakota had 69 cars grading malting during September and October of 1938.

## 2,122 Taverns Break Laws In Chicago, Survey Shows

nesty, osses.

sweet .- Romeo and Juliet.

When repeal came in, the public was assured that though liquor would come back the saloon would not come with it; there would be something else, without the attendant evils which were blamed for the downfall of the old-fashioned saloon: obstructed view, improper lighting, indecent dancing, employment of minors, gambling, prostitu-

Today the Illinois State Liquor Control Commission has before it for perusal a booklet which pictorially shows the foregoing con-

comitants as observed in numbers of the "taverns" which have theo- serious things besetting the industry \_\_\_ cago. The booklet is published by the National Forum, of which Samuel D. Schwartz, executive director of Emil Hirsch Center, is president. Directors of the National Forum include John A. Lapp, M. O. Bousfield, Curtis W. Reese; advisors include Professors Anton J. Carlson, Paul H. Douglas, Harry A. Overstreet, E. C. Lindeman and Edward A. Ross. The booklet is entitled "Alcohol Problems Visualized."

#### Pictures Are Included.

The booklet contains a colored pictorial chart captioned "Laws the Taverns Violate." The source cited

for this chart is the Chicago Recreation Survey, a federal project sponsored by the Chicago Recreation Commission and Northwestern University.

What's in a name? That which we The text of the chart reads: "Of the 9,331 taverns in Chicago, 3,028 By any other name would smell as were visited between 7 p. m. and 5 more laws, as follows-improper lighting, 2,019; obstructed view, 1.678; sale to intoxicated persons, 1,432; gambling, 1,069; closing hours, 986; sale to minors, 939; sanitation, 539; indecent dancing, 392; employment of minors, 162; hostesses, 124; prostitution, 113."

After looking at the pictures, Paul W. Rothenberg, member of the Liquor Control Commission, said, "I by no means defend these violations when I remark that 113 prostitution violations out of 3,028 taverns does not look like a bad record for a city as large as Chicago."

He went on to say: "The most retically replaced saloons in Chi- have to do with the retailer. That's = what the public sees and that's got to be cleaned up. Of course, the millennium is not here as long as there is human greed, but the evils can be reduced to a minimum.

#### Prefers Defects to Gangs.

"Whatever faults exist in the industry now are preferable to the gang lawlessness of prohibition

"But there must be regulation. The remedy is co-operation between the law enforcing agencies and the industry itself. Elimination of the undesirable element must take place if repeal is to be a suc-

"There should be agreement on the part of the industry not to sell to a retail outlet which violates the liquor laws. Wherever the law enforcing agency cannot get enough evidence to revoke a license, it can

take the case up with the industry. the matter, and will, I believe, because they have a genuine interest gineering construction contracts.

"Arthur S. Smith, chairman of 1, July 20 this commission, has recently been appointed chairman of a policy committee set up by liquor administrators of the license states. Mr. Smith within a week or 10 days will be ready to release a program, national in scope, which deals with all the things treated in 'Alcohol Problems Visualized.' It goes into every phase"

The men in the industry can handle issues bonds guaranteeing per-

Chicago Daily News

National Surety Corporation Depositors Forgery Bond protects

National Surety Corporation bonds administrators, executors, guardians, trustees, receivers, etc.

Atlas Beverage Co. July 21
Has Popular Beer

Grain Belt Beer Distributor Is Competent Firm

With the economic conditions of recent years no firm has expanded without giving their patrons real service and dependable merchandise and it is of interest to every citizen of Sioux City and vicinity to note the growth of the Atlas Beverage Co., who are known to be the dependable Grain Belt Beer distributors, among progressive establishments is this wholesale beer concern. People all over this region have come to consistently demand Grain Belt Beer from the many dealers.

This institution has met with the favor of the retailers throughout their entire territory. Residents anywhere in that region will find it advantageous to insist upon this popular and healthful beer.

They have materially aided in the progress and prosperity of this section. They not only furnish the best possible in quality beer with best services, but employ a number of people of this area. They operate a delivery service promptly every day in a wide area surrounding Sioux

Atlas Beverage is entirely a Sioux City enterprise which has been owned and managed by Mr. Victor C. Hugo and Mr. John G. Moir for about 18 months. The management and their personnel are due commendation upon the reliable policies and dependable transactions which they have mainntained.

Wednesday, July 22

## Your mc | Middle West Brewers Likely to Show Larger First Quarter Profits

Several Firms Have Sales Gain Over 1938 in Contrast to 10% Decline For Entire Industry

CHICAGO-Several publicly owned breweries in the middle west have had substantially more profitable operations in the first quarter of 1939 than in the like period of 1938.

The first quarter is the low point of the industry's year from a volume standpoint. Continuance of a substantial earnings improvement is looked for in the second quarter of the year.

Berghoff Brewing Corp., Peter Fox Brewing Co., G. Heileman Brewing Co. and Minneapolis Brewing Co. all had better profits in the three months ended March 31, 1939, than a year

Improved volume of sales, larger proportions of case as against keg sales, lower manufacturing and selling costs together with more successful merchandising have all been factors in the improved showings.

Sales Rise Against General Trend

Better sales results of the above companies were achieved in the face of a slightly more than 10% first quarter decline for the industry

Berghoff Brewing Corp.'s sales volume in barrels for the first quarter of 1939 was 9% larger than in 1938.

Report of the Peter Fox Brewing Co. will probably be available early next week and is expected to show an increase in net profit of slightly better than 20% over the \$31,440 earned in the three months ended March 31.

Estimated profit for the first quarter of the calendar year would increase net profit for the first nine months of this brewery's fiscal year to about \$196,000, which would be equal after preferred dividend requirements, to about \$1.65 a share on 116,977 shares of common stock This would empare with \$133,665 or \$1.12 a share on 115;228 common shares in the nine months ended March 31, 1938.

--protect tion.

National Surety Corporation 'res securities and jewelry in Boxes.

selection to a state of the control of the state of the s -9studalb virstraup gnibssour bnacties tot broad and that the notice of -411 si sasati bestimo saw restanp st duar. 1281 sidsyaq viirenibro brashvib rits us. soltion and, although the 5 cent trees and working capital Company is understood to be in shrand besitised brands. VIIBnoiden gnilles isegnel ed 10 1 9no of aslimis trov od of stage -qs doing won wentierles as 3 not introducing an introducing an 23 per cent in 1937 and 17 per beet, sales of which declined pany is at present forsaking its pany is at present forsaking its pany is a pany in the pany is a pany is a pany in the pany in the pany is a pany in the pany in the pany is a pany in the pany Frank's fine quality wine flavored, ity wine to add.
Nothing to add.
16-0z. tins 1938, which was equal to I cent ROI to restrang lerd and bearses 288 -t.1.8 same same the Visionization of the side. Get -412 off as off rest for the safe and violet Goebel Brewing is expected to Goebel Profit Shown rent operations. -uno Janiega begrafo ed Iliw bns Buys CHICA notising of analysis was assait rad II to suiss the Borg Suiseld of Inspiral bertuoni need Yer the like 1938 oday the sen asnadya to in u o m s misiras Indiana the sed sensors to find one district the sed sensors of find one district the ore sales ratio charles a share the construction of the constr taded by Wi 6T of tenba 'poined 886t Suipuods of feorest of tenders, and suipuods of personal tenders, and suipuod some of Pesco, and in the company is the company of the we hated on the New sairsward angidaiM to saline and exbaud shart Trends and exband shart Trends and gaimod?

## Sales of Michigan Breweries Showing Divergent Trends

Dow, Jones & Co. says:

of leading First quarter reports Michigan breweries will show divergent trends in sales and earnquite closely the following pattern in indicated by n all of 19 results 1938. Pfeiffer Brewing Co. and Goebel Brewing Co., with stocks listed on the New Brewing York Stock Exchange, have continued in opposite directions, showing former substantial creases in monthly sales and the latter continuing downward, al-though at a slower rate.

Pfeiffer's first quarter sales are ke 1938 17 up 23.8 per cent over the like period, following gains of 1

and 26 per cent the full years 19 cent respectively and 1937. years 1938 for the The company is expected to report first quarter net profit in the neighborhood of \$100,000, equal to cents a share on is would compare \$79,681 for the about 23 c on comprofit of \$79,681 for the corresponding 1938 period, equal to 19 share.

A possible factor that may enter into first quarter profit is company's current construction program, embracing a new bottling plant and administration building. While this expansion is being While this expansion is being treated as a capital expenditure, certain a mount of expe been incurred incident to expense has facilities in operation charged against curnew will be and rent operations. Goebel Profit Shown

Goebel Brewing is expected report first quarter net profit proximately the same as the \$14,-382 earned the first quarter of 1938, which was equal to 1 cent to 1 share on common stock. Cany is at present forsaking pany is at present forsaking old beer, sales of which decli 23 per cent in 1937 and 17 cent in 1938, and introducing entirely new product which and 17 which ap new prod be very to similar the largest selling nationally advertised brands.

Company is understood to be in a strong cash and working capital position and, although the 5 cent dividend ordinarily payable last

dividend ordinarily payable last quarter was omitted, there is little question but that the second and succeeding quarterly disbursements will be made this year.

Tivoli Brewing Co. had a 21 per cent decline in first quarter sales, total volume being 46,481 barrels, against 59,096 barrels in the like 1938 period. Company may not issue a first quarter statement this issue a first quarter statement this year but it is not believed that operations have done better than operations have done better break even. First quarter last resulted in net profit of \$27 equal to 4½ cents a share.

resulted in ...
equal to 4½ cents a snar.
Schmidt Brewing Co. re
first quarter sales up 4 per
like 1938 period cent from the like 1938 period an profit of \$54,023 after depreciation but before Federal taxes against \$28,920 in the correspond depreciataxes. ing period a year ago.

E. & B. Sales Up 11 Per Cent

Ekhardt & Becker Brewing Co. first quarter sales were up 11 per cent over the like 1938 period and net profit for the period is ex-pected to be about \$6,000, compected to be about \$6,000, coppared with a net loss of \$47,511

the corresponding 1938 period.

The privately owned Stroh Brewing Co: continues to lead the Michigan industry by a wide mar-

Frankenmuth Brewing showed a 34 per cent gain in first quarter sales compared with the like 1938 period and net profit is expected to be approximately \$55,sales 000, eq equal to about 7 cents a share he common. This would comwith net profit of \$23,922 or its a share in the correspondcents in the corresponding 1938 period. Following is

comparison sales (in barrels) of leading Michigan breweries for first quarters 1939 and 1938:

Stroh         101,792         113,183         0           Pfeiffer         73,768         59,560         1           Tivoli         46,841         59,069         0           Geebel         42,256         43,449         0           Schmidt         41,456         39,772         1           Ekhardt & Becker         38,604         34,571         1           Frankenmuth         33,335         24,987         1
-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

sanatorium patients ed by the women's auxilto the Hennepin County Society, will continue Medical through Saturday. Entire proceeds go to patients who made the articles, hand-embroidered linens, toys, carved wood articles and leather goods. ooping he Loop By Jack Quinlan AM sitting in Andy's fooderie on Hennepin avenue cutting into a handy order of Red Mike (corn beef and cabbage to the uninitiated) when one of

the loop rounders ankles in with a very strange tale indeed.

It is one of those fables that Mister Aesop might spin, but this one is on the level because the names of the parties in the plot were mentioned.

This party who joins me in a serving of Red Mike offers the opinion that when a mugg is carrying the torch for a gal he will not stop at anything. His remarks sound very reasonable because I have seen muggs do some very outlandish things in my time when they are carrying heavy adoration for some

Well, it seems that about two months ago a handy young gent, who is employed by a distil-lery in Louisville as a district representative, hops into Minneapolis from Los Angeles via airplane. He immediately gets in touch with a local party and asks this local party if he knows a certain prominent gent who is interested in a brewery in the Twin Cities.

The local party says he knows this brewery person referred to very well and considers him a very fine party indeed. The gent from California then says he is glad to know about the character of this brewery gent because he feels all the time that he is somebody who should not be a victim of a con game,

The local party asks about this and the visitor tells him that this brewery gent has made sev-eral trips to Los Angeles to see a certain girl friend, and the latter by no means intends any good for the brewery gent. In fact the visitor says he overhears this Los Angeles doll telling a friend of hers one night,

"Take it easy and we will soon own a brewery back in Minne-sota." The visitor says he comes to

the gal cold and quit dropping in on her out there in Los An-Well the local guy who geles. is telling me this yarn says he drops in on the brewery gent and tells him the story.
"Well, well," says the brewery gent, "I know this gal very well and I have been out to see

warn this brewery gent to cut

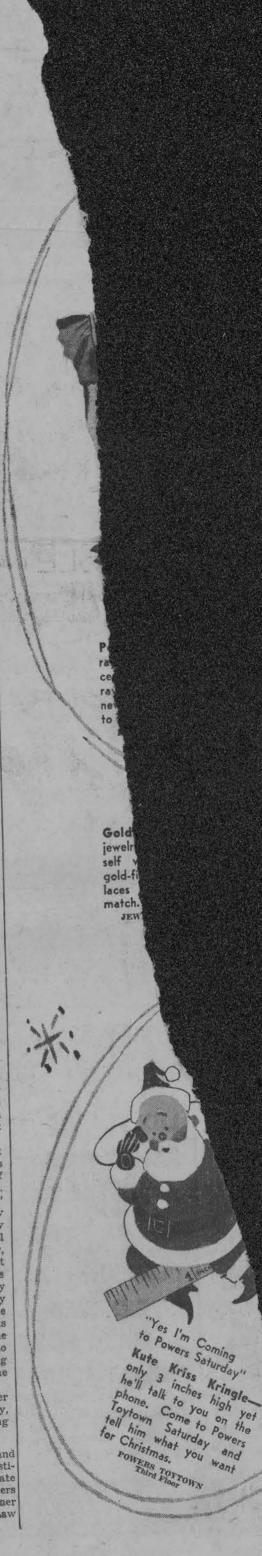
her several times. But she is an old school chum of mine, so what about it?"

Then he asks the local gent if the guy who told him this story sells a certain brand of grog. The local guy says he does.

"That is a very big laugh," the brewery man says. "I know who this party is and I know that he is giving this young gal in Los Angeles a terrific play, but she doesn't like it. In fact she told me that she hopes this grog salesman will stay away from her. So the thing is very plain and very funny also. He sees me with her and he thinks I am beating his time, so he hops a plane and flies here to put the rib in about her trying to get me in a spot and take me for a chunk of dough."

Well, all I have to say, after hearing this very strange story, is that love is quite a thing when you take it seriously.

Lloyd Eppard, Frank Fudali and Ralph Coursolle, students investigating methods of conducting state bar examinations, will be speakers at the annual fall faculty dinner of the Minnesota College of Law at the Curtis hotel Saturday.



## Your mc | Middle West Brewers Likely to Show Larger First Quarter Profits

-protect Fion.

National Surety Corporation insures securities and jewelry in

Sales Slightly Better -- Ravac

This company's sales in the quarter ended March 31 ran slightly ahead of last year, although deep snow here retarded deliveries for part of February.

G. Heileman Brewing Co. in the first quarter of 1939 had an increase of 17% in its net profit compared with the like 1938 period. Sales in the first quarter declined slightly to 50,138 barrels from 50.381 in the like 1938 months.

Minneapolis Brewing Co. in the first quarter of 1939 is reported to have continued to show the wide gain in earnings registered in 1938 when net profit jumped to \$786,146, or \$1.57 a share from \$340,888 or 68 cents a share in 1937.

While this company reports earnings only once a year, it is learned that net sales for the first quarter showed an improvement of about 20% over the like 1938 period and net profit was up more than 50%.

Sharp increase in the proportion of case sales coupled with larger total volume and lower costs led to the earnings improvement for this company.

Several Firms Have Sales Gain Over 1938 in Contrast to 10% Decline For Entire Industry

CHICAGO-Several publicly owned breweries in the middle west have had substantially more profitable operations in the first quarter of 1939 than in the like period of 1938.

The first quarter is the low point of the industry's year from a volume standpoint. Continuance of a substantial earnings improvement is looked for in the second quarter of the year.

Berghoff Brewing Corp., Peter Fox Brewing Co., G. Heileman Brewing Co. and Minneapolis Brewing Co. all had better profits in the three months ended March 31, 1939, than a year

Improved volume of sales, larger proportions of case as against keg sales, lower manufacturing and selling costs together with more successful merchandising have all been factors in the improved showings.

Sales Rise Against General Trend

Better sales results of the above companies were achieved in the face of a slightly more than 10% first quarter decline for the industry as a whole.

Berghoff Brewing Corp.'s sales volume in barrels for the first quarter of 1939 was 9% larger than in 1938.

Report of the Peter Fox Brewing Co. will probably be available early next week and is expected to show an increase in net profit of slightly better than 20% over the \$31,440 earned in the three months ended March 31, 1938.

Estimated profit for the first quarter of the calendar year would increase net profit for the first nine months of this brewery's fiscal year to about \$196,000, which would be equal after preferred dividend requirements, to about \$1.65 a share on 116,977 shares of common stock This would empare with \$133,665 or \$1.12 a share on 115,328 common shares in the nine months ended March 31, 1938.

Wall Street Dournal Apr. 15, 1939

National Surety Corporation is licensed in every state to execute National Surety Corporation Robbery policies protect property dings.

against loss du the committee last week re-

Monday,

quested R. E. Sone, chief of the cereal malt beverage division of the department of revenue and taxation, to take steps to hait the sale of beer at two outlets Que permanent injunction was granted in Bourbon County and a similar action is under way in Sedgwick County, where seven "hot spots"

Spontaneous and sincere co-operation of law enforcement officials is bringing the desired results in the program of the brewers and and Kansas beer distributors committee to "clean up or close up" the flagrant law violators, R. T. McCluggage, state director, said today, and he urged the citizens to join in the move to drive out the small minority of "outlaws" who operate against public morals and deceney.

SI97

-uoi

TO

-pu

10

-w

EG

-4

SI

Director McCluggage said he was broadening his field of investigation of beer outlets this week to include more than one-half of the state, So far the most flagrant violators have been receiving special actention by the committee, but every outlet visited is being checked carefully for violation, he

During the past three weeks, more than 200 additional retail beer outlets have been investigated in 18 of the heavier populated counties, bringing the total since March 19, the date the committee was organized under the sponsorship of the United Brewers Industrial Foundation, to well above the 1,200 mark, McCluggage said.

Many of these outlets have been rechecked," McCluggage stated, "and where known violations were taking place before the investigations were made, we found that m four instances the retailers have corrected their places of business after being warned to 'clean up or close up.

"In cases where the warnings have gone unheeded we have placed our information in the hands of local law enforcement officials who have been co-operating splen-

#### REATEST NEWSPAPER

already have been closed by the injunction procedure, McCluggage

"To insure the proper observance of and respect for law," said the director, "we are calling upon our citizens to observe the laws and urge them to co-operate with their local law enforcement officials. Citizens must be vigilant.

"We are grateful for the widespread acclaim with which the public has greeted our efforts to 'clean n or close up' the few beer outlets which flagrantly violate the law. We are doing our best to co-operate with the honest efforts of officers trying to enforce the laws. With public support we cannot fail.

"There is no sound reason why

any community in Kansas should tolerate a lousy beer outlet."



## **Partially Scanned Material**

Blank pages from this item have been omitted from the digital version. The original can be viewed at the Minnesota Historical Society's Gale Family Library in Saint Paul, Minnesota. For more information, visit <a href="https://www.mnhs.org/library/">www.mnhs.org/library/</a>.

NATIONAL SURETY CORPORATION has a Branch Office or General Agency in the principal cities of the United States. These offices are geographically located so that intelligent and adequate service can be given to our Agents and to the general public in any part of the country.

Under this arrangement you can secure complete information about the varied forms of protection we offer.

- BLANKET BONDS—Giving the most complete form of blanket coverage for banks, stock brokers and private bankers.
- BURGLARY INSURANCE—Covering Individuals, Firms and Corporations against
  Burglary, Robbery and Hold-up.
- CONTRACT BONDS—Guaranteeing completion of contracts for buildings, highways, tunnels, etc.
- COURT BONDS—For administrators, guardians, receivers or other fiduciaries.
- CRIME PROTECTIVE BONDS—Protecting against bad checks and eleven other forms of loss.
- FIDELITY BONDS—Individual, schedule or blanket fidelity (primary and excess) protecting employers against losses by all employes.
- FORGERY BONDS—Protecting against loss through forgery or alteration of checks, etc.
- FRAUD BONDS-Protecting retail merchants against various kinds of fraud.
- JUDICIAL BONDS—For defendants or plaintiffs, enabling them to prosecute or defend court actions.
- MERCHANTS PROTECTIVE BONDS—Protecting against embezzlement, holdup, safe burglary, check forgery, counterfeit money, stock and fixture damage, etc.
- OFFICE POLICY—Six necessary insurance protections in one policy.
- PLATE GLASS INSURANCE—Guaranteeing the replacement of all broken glass.
- PUBLIC OFFICIAL BONDS—Enabling federal, state, county, municipal and township officers to qualify.
- STOREKEEPERS, BURGLARY AND ROBBERY INSURANCE—Ideal coverage for retail merchants against loss by burglary and robbery.

## CONSULT OUR LOCAL AGENT OR WRITE OUR HOME OFFICE FOR FULL INFORMATION

Our facilities for execution of bonds in Europe are described on the opposite page.

The NATIONAL SURETY CORPORATION is the only surety company in this country operating a fully equipped European Department. The principal offices are in Paris and Berlin, with agents and representatives in all important European cities.

This Department was established primarily to serve American clients who operate European branches or who have business contacts in Europe.

#### FIDELITY BONDS

Covering foreign employees can be arranged directly with the European offices of the company or through National Surety agents or branch offices in the United States.

#### INVESTIGATION BUREAU

A most efficient Investigation Bureau is maintained as an adjunct to the European Department. This Bureau has been in operation for many years and is equipped to handle any investigations that may be desired regarding individuals or business concerns in Europe. This European Investigation service is available to clients of the National Surety Corporation as well as to insurance companies, banks or American business institutions requiring the services of trained investigators.

If you have European connections of any kind, we shall be pleased to receive your inquiries.

HUGH NETTLE
Vice President & European Manager

NATIONAL SURETY CORPORATION

42 Unter den Linden Berlin, Germany 9 Rue Boissy D'Anglas, Paris, France

