Supreme Court **Hears** Arguments In Capital Case Case Characterized as "Most Wymore, Neb., Jan. 7.—(Special.) Wymore, Neb., Jan. 7.—(Special.) -W. W. Parks, employed by the Burlington here, has received from New York a collection of periodicals Special Election Defined for the second second

Important Legal Suit From Financial Standpoint of Decades.'

Washington, Jan. 7 .- Arguments were begun today in the supreme court in the "invested capital case," characterized by Solicitor General Frierson as "the most important lega' suit from the standpoint of gov-ernment finances in a decade." Whether the government will be ol dollars paid as income taxes depends on the outcome.

The immediate cause at issue be-fore the court is the appeal of the LaBelle Iron Works from a ruling of the bureau of internal revenue, refusing to allow it to treat as invested capital the value of ore lands which it had purchased in- 1904 for \$190,000 and which by 1917 had in-creased to \$10,000,000. Government agents maintained that the increase in reality was "profit" and should be taxed as such. " The company added the increase to its capital invested and claimed the normal deduction of 7 per cent, paying under protest the additional tax of \$1,081,000.

Many Problems Involved.

The question of whether a stock cividend is taxable arose in a new form in the present case, the in-creased value of the ore lands having been represented on the books of the corporation, according to the sovernment's brief, since 1912 by "stock issued as a stock dividend."

The wide interest displayed in the case in the business world was illustrated by the number of requests for permission to file briefs, including le Long Bell Lumber company of Kansas City, the National Lumber Manufacturers' association and the Kansas City Structural Steel company.

Difference of Theories.

Increase in the value of the ore lands is comparable to the increase which occurs in the value of a herd of cattle, which, when purchased, in-cluded a number of calves, the appellant argued. "Profits" was defined to the court as the actual net amount of gains made by business between

any two dates. "The appellant's theory is that the capital invested in its ore lands is not what is paid for them, but is to be measured by the present value of the lands," Mr. Frierson said, "but the government contends, on the other hand, that the act clearly de-fines the 'invested capital' as the amount received in exchange for its shares of stock plus any 'paid in or earned surplus' used in the business."

Wakefield Plans to Entertain Over 200 High School Youths

Wakefield, Neb., Jan. 7.-(Special.) -Wakefield will entertain the north-east Nebraska older boys conference

stures ardered.

Wymore Man Obtains Collection of Civil War Periodicals

Special Election Petition published during the civil war. In Wymore, Neb., Jan. 7.-(Special.) -The city council has rejected the addition to a number of Harpers Weekly's, illustrated with scenes of battle drawn by their correspondants petition of citizens to call a special while witnessing a battle, the collec- election to determine the question tion includes the Independent, pub-lished by Horace Greeley. Editorials picture houses here, on the ground are all on the front page, and there that the petition was improperly

THE BEE: OMAHA, SATURDAY, JANUARY 8, 1921.

and all the people can reach the meeting place quite handily.' An admirer of Mr. Greeley gets **O'Callaghan Tells** sentimental and sends him a poem. Of His Trip to U.S. One of the verses reads. "There is a man, an houset man. Who speaks the truth out freely; God formed him on his noblest plan. And called him Horace Greeley." In First Address He added that Ma

> Lord Mayor of Cork Tells Friends of Irish Freedom

He Was Stowed Away for

Seven Days.

difficult," he said. "Dressed as a laborer, I hung around the quays about an hour. Many of the crew were absent, and when I saw my chance I climbed a ladder and slipped aboard and into the hold." He added that MacSwiney had boarded ahead of him.

dom here last night. After boarding the ship, O'Cal-

laghan said, he remained concealed seven days in a bunker until driven out by sea sickness. MacSwincy also was a stowaway three days, he

O'Callaghan and MacSwiney were guests of the Friends of Irish Free-discovered me. Despite my sick-ness, I went to work with Mr. Mac-Swiney."

Wesleyan Sunday School

said, but finally came out of hiding

Dry, Says Kramer

U.S. Never Will Be

Commissioner Declares, However, That Prohibition Is

Here to Stay.

Team to Visit in Wymore States never will be literally dry,

Wymore, Neb., Jan. 7.-(Special.) Prohibition Commissioner Kramer B. E. McProud, dean of the school declared today, though he expressed Norfolk, Va., Jan. 7.—The story and was put to work in the forecas-of how the vigilance of the British tle. Through him O'Callahgan said Sunday school team of the Ne-stay. Sentiment throughout the are all on the front page, and there is but one illustrated advertisement. This is a small cut of a patent clothes wringer. It announces the calling of a meet-ing of national importance and again presented to the ing of national importance and again presented to the country was told is divertisement. The petition will be ing of national importance and again presented to the country was told is divertisement. The petition will be ing of national importance and again presented to the country was told is divertisement. The petition will be ing of national importance and again presented to the country was told is might by Daniel O'Callaghan, ing of national importance and suge ing of natter ing of nating of national importance ing of national

considered as representing the country at large, for generally west Pittsburgh the nation is dry, he

Most of the enforcement agents, Mr. Kramer described as men who could "take a drink in order to carry out their orders," but his best agent, be said, was a Methodist minister.

Farmers' State Union Will Meet in Omaha Coming Week

Members of the Farmers' Educational Co-Operative State Union of Nebraska will hold their annual meeting here January 11 and 12. C H. Gustafson of Lincoln is president and L. M. Koch of Omaha is secretary.

Seek Library Funds

Lodgepole, Neb., Jan. 7 .- (Spe-cial.)-"Bashful Mr. Bobbs," will be



ernment finances in a decade." Whether the government will be ford navor of cork, who came here was about out, he continued. He has for its specific object the bitting was about out, he continued. He has for its specific object the bitting sons and daughters of the men of in of Sunday school work with the shall be discussed in the city of boston, "as Boston is a small place, say. We York and the east cannot be of collare, may of the school school work at once, and it was in of Sunday school work with the shall be discussed in the city of Boston, "as Boston is a small place, say. A Clearaway of Winter Stocks That Means Many Thousands of Dollars in Savings =



\$5.00

Every garment guaran-



Sweaters and Slip-