COMPLETE REPORTS OF TO-DAY'S RACING AND BASEBALL.

WEATHER—Showers; Tuesday fair, colder.

EXTRA

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STRANGE WRECK OF THE FEDERAL BANK

Startling Disclosures of Queer Financial Methods Are Promised, Which, It Is Said, Will Involve Business Men of Prominence in the Institution.

State Bank Examiner Leonard Takes Charge of What Securities Are Left, and It May Develop that Depositors Actually Owe Bank Money.

It was reported around the Criminal Courts Building this afternoon that the sensational Federal Bank failure, which resulted in a charge against David Rothschild of the theft of $200,000, is merely a preliminary quiver. The real explosion, according to a persistent rumor, is yet to come.

It is said that men whose reputations in the financial world have hitherto been considered spotless will be dragged into the scandal surrounding the wrecking of the bank and of the Globe Security Company. These men are said to be of such prominence that the very mention of their names in connection with the malodorous case will set the ctiy to talking.

A man familiar with all the details of the running of both the Federal Bank and the Globe Security Company said this afternoon that he did not see how some big citzens can escape unpleasant notoriety in connection with the case.

"If one man will talk," he said, "there will be the greatest stirring up that has happened in New York in a long time."

Assistant District-Attorney Kresel, who has been investigating Rothschild's concerns for months, spent most of the day examining depositors in the Federal Bank. When asked if he had heard that there would be further disclosures he said:

"I have heard rumors to the effect that something of that sort might happen."

State Bank Examiner George S. Leonard, of Syracuse, took charge of the defunct Federal Bank to-day. His first act was to transfer all the properties in the branch at Grand and Orchard streets to the main bank at No. 590 Broadway.

"Just now I am engaged in listing the loans," said Mr. Leonard. "The bank examiners have no right to either prosecute dishonest officers or sue unpaid notes. We simply hold the fort until Attorney-General John Cunneen appoints a receiver, which doubtless will be within a few hours."

No Chance of Resuming Business.

"Is there any truth in the report that the bank will not pay more than 10 per cent.?" was asked.

"That depends upon the quality of the paper representing loans," was the reply. "This part of the investigation we shall leave to the receiver. There is not the slightest chance of the bank ever resuming business. It is the worst and the rottenest failure in New York State in years; the institution has been gutted. Why, the very expenditures for fixtures and furnishings are enough to appall a countryman like myself."

Here State Banking Examiner Arthur Wilson, of Newburg, who is working with Mr. Leonard, said: "I doubt if the bank will pay 10 per cent. or even 5 per cent. I should not be surprised if the depositors owed the bank money. It is a terrible mess."

Rothschild Is Frightened.

David Rothschild, former president of the bank and organizer of the Globe Security Company, which loan concern is now in the bankruptcy court, paces his cell on an upper tier in the Tombs, not having furnished bail in the sum of $25,000. In answer to a note sent in to-day he wrote:

"I prefer not to speak of my troubles at present. I may be able to do so at some other time."

That Rothschild deeply feels the disgrace heaped upon him is reported by prisoners occupying nearby cells. Harry Jackson, arrested Saturday on a warrant from Danbury, Conn., alleging a defalcation of $400, discharged to-day in the Centre Street Court, was located near Rothschild.

"Rothschild is frightened clean out of his life," he said. "He shudders every time he looks across the coridor at Mike Bresci, the murderer of Policeman Enright. I heard the ex-bank President cry out in the night:

"'To think that I should ever come to this—locked up with murderers and thieves.'"

Receiver James McKeen, in charge of the Globe Security Company, No. 150 Nassau street, was deluged to-day with letters from all sections of the United States questioning the stability of the bonds issued by that concern. More than $500,000 worth of these bonds has been issued, and they were said to be secured by collateral to the amount of 105 per cent. of the amount of principal unpaid on each of the company's bonds deposited in the hands of John H. Russell and Col. Henry L. Swords, Deputy Port Warden.

Receiver for Globe Security.

"Every piece of this collateral has been checked up and found to be intact," said Mr. Russell to-day. "I removed $479,000 worth of securities some weeks ago, and they are now in the custody of a Broadway security company. The Rothschilds never got at these bonds."

Acting in behalf of the bondholders the trustees to-day obtained the appointment of Charles C. Black, of Jersey City, as receiver under the laws of New Jersey. This appointment may not hold, as Mr. McKeen holds his appointment as receiver from the Federal court under the bankruptcy laws.

"Every dollar of this collateral is under control of the Federal Court. Mr. Black can not get it. I have a receiver appointed by the Federal Court, and I shall hold the property."

"Mr. Black's appointment is a mere attempt to get the property into the State courts. I shall fight it to the last ditch."

Mr. Black said he had been appointed receiver at the request of Mr. Russell, who represents the bondholders.