indicated, too, in the opinion of dis-passionate critics, that public hear-ings on the executive budget are in-

#### ROERICH INVESTORS MISLED, ONE SAYS

Bondholders Believe Property Should Return to Foundation.

John O'Hara Cosgrave, 39 E. 79th St., writing to the World-Telegram today, deplored several results of the drive commenced several years ago by a bondholders' committee to prevent commercialization of the Roerich Museum, Riverside Dr. and W. 103rd St. Mr. Cosgrave said that Louis Horch, one of the trustees, has removed the Roerich name and relationship from the museum and assumed ownership on behalf of

assumed ownership on behalf of his wife.

Mr. Cosgrave stated that himself and others of the bondholders' committee had understood Mr. Horch would continue to promulgate the cultural views of the museum's founder, Nicholas Roerich. Instead, he said, the name of the painter has been removed from the 29 story building and that of the Master Institute substituted.

"The legality of these proceedings is sub judice, but at the moment our participation is subject to a construction of being that of catspaws on behalf of Mr. Horch. I hope we may be acquitted of complicity," Mr. Cosgrave said. He declared that the bondholders' committee believes that its interests will best be conserved if control of the property is restored to the Roerich Foundation.

Three Coast Guard cutters searched today for the fishing sloop Anna and Ella, which has been missing with its crew of seven since January 23, when it was sighted sixty miles southeast by east of Five Fathom Lightship, off the lower coast of New Jersey. Airplanes will join the search when weather permits. The vessel put out from Cape May January 21. Three Coast Guard cutters searched mits. The vessel May January 21.

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#### Member of Bondholders' Committee Gives Its Side

To the New York Herald Tribune:

As a member of the bondholders' committee that undertook to save the Roerich Museum and educational foundation from alien and miscomprehending financial hands a few years ago, I find myself reflecting on the vanity of human intentions. This, apropos recent proceedings in Judge Rosenmann's court, in which it was revealed that what our efforts achieved was not to confirm the Roerich group in its opportunity to carry on its good work, but to make it possible for the president, Louis Horch, to eject his fellow trustees, remove the Roerich name and relationship from the institute and assume ownership of the property on behalf of his wife, to whom he had turned over the stock.

There seemed sound reasons for our protective crusade. Roerich is an international figure, one of the world's great painters, and the collection of his works in the Roerich Museum is among New York's notable treasures. The art and music schools were well run and devoutly served. The place hummed with artistic activities and its maintenance in the hands of the group who had built it up seemed useful and desirable. Hence my own interest and I presume the co-operation of my associates on the committee.

We represented bondholders who shared our belief that their own interests would best be conserved if control of the property were restored to this Roerich Foundation. The apartment hotel which was the source of revenue not only owed its identity to the Roerich Museum, but its patronage to a considerable degree derived from its activities. Besides, its educational associations entitled it to a measure of tax exemption. The rival committee, assembled under banking pilotage, were eventually brought to this view and in the reorganization ownership was again vested in the master institute, the original foundation incorporated by Professor and Mme. Roerich, Mr. and Mrs. Lichtmann, Miss Grant and Mr. and Mrs. Horch.

In this set-up, Mr. Horch, who was a large contributor to the cost of the building, officiated as president and executive, representing Professor Roerich and having his power of attorney. The art and educational interests were conducted by Miss Grant and Mr. and Mrs. Lichtmann.

We accepted this group as embodying Roerich's principles and his cultural enthusiasms, deputies in the promulgation of his ideas. There were no indications of disharmony. We were lovers of art and good citizens rallying to a cause that needed assistance. What has happened is humiliating. The financier, Horch, has revoked the influence we sought to protect. Roerich, his great name and his devoted associates have been disowned.

The legality of these proceedings is sub judice, but at the moment our participation is subject to a construction of being that of catspaws on behalf of Mr. Horch. I hope we may be acquitted of complicity.

JOHN O'HARA COSGRAVE.

New York, Feb. 7, 1936.

To the Editor of ..... As a member of the Bondholders' Committee organized to defend the interests of the Roerich Museum as against the claims of a Bankers: group that then seemed bent on seizing the Building and Assets without regard for the aesthetic and educational values vested in the institution, I am mystified at the conditions revealed in Judge Rosenman's court, on January 31 last. My own participation and I assume that of the other members of the Committee was not in furthernace of any interest save the preservation of the Roerich Foundation in so far as this could be achieved without distraint of the bondholders' claim. Since the larger part of the patronage of the related apartment hotel derived from the activities of the Roerich Institution and Museum, and the identity of the building based on it, our efforts were directed at returning control to the Roerich Museum's Trustees on the ground that this was the best way of conserving the assets and assuring the flow of revenues required to meet its obligations. This was finally accomplished (through-the-good-work-of-Siegfried-Hartman, the Sommittee's-atterney), and after thousual formalities, ownership was vested in the Master Institute, the original foundation in corporated by Prof. and Mme. Roerich, Mr. and Mrs. M. Lichtmann, Miss Grant and Mr. and Mrs. Horch. Mr. Horch was president and executive representing Prof. Roerich and having his power of attorney. The art and other educational interests of the Museum were conducted by Miss Grant and Mr. and Mrs. Lichtmann. In these preliminaries there was no suspicion of disumity in the Roerich group whom we assumed were actuated by the same ideals and purposes. It was therefore most disconcerting to learn that Mr. Horeh had expelled his fellow trustees including the founder, Prof. Roerich, his wife, Miss Grant and the Lichtmanns, and proposed to divest the Institution of its Roerich relation and had already removed the name from the Museum. He claims to own the Master Institute by virtue of possession of the stock of the other Trustees. The legality of these proceedings is now sub judice, but at the moment it appears that the successful efforts of the Committee defeated the ends they were directed to serve. We seem to have officiated as tools in what now looks like a clever scheme to get possession of a desirable piece of real estate. There is a very definite public interest in this affair. Prof. Roerich is one of the world's great artists and has an international reputation. The collection of his paintings in the Rosrich Museum is one of New York's notable treasures. It is to be hoped t at measures may be taken to repair all this damage. 2.0h.C. The const final. Mr. Congrave feet he wanted to change it again

# ROERICH LOSES POINT IN MUSEUM DISPUTE

Application for Temporary Injunc-tion Denied in Fight Against Horch and Institute Group.

Supreme Court Justice Samuel I.
Rosenman today denied the application of Professor and Mrs. Nicholas Roerich and their supporters for a temporary injunction against the Master Institute of United Arts, Inc.
Professor Roerich's faction is seeking to restrain Louis L. Horch and his group from taking control of the Roerich Museum at Riverside Dr. and 103rd St. Mr. Horch is a trustee and stockholder in the institute.

Justice Rosenman set the trial for February 17.

#### INJUNCTION DENIED TO ROERICH GROUP

Court Holds Ownership of the Museum Stock Must Be Decided by Trial.

The application in behalf of Professor Nicholas Roerich and others associated with him in founding the

associated with him in founding the Roerich Museum to restrain Louis L. Horch from taking control of the museum and its activities was denied yesterday by Supreme Court Justice Samuel I. Rosenman. The suit was brought on the ground that Mr. Horch, who has contributed more than \$1,000,000 to finance the museum property in the last few years, had persuaded members of the Roerich group to turn over their stock to him.

In denying the injunction Justice Rosenman said that the dispute as to the ownership of the stock "cannot be determined upon affidavits, but must await trial." In order that the question may be decided speedily the court set the case down for trial on Feb. 17. In the meantime Mr. Horch and other defendants are restrained from transferring or otherwise disposing of the stock they now hold.

"It would be unjust and improper to enjoin the functioning of the corporation itself merely because of the dispute between the stockholders as to the ownership of certain shares," said the court. "If any other rule were adopted it would be possible to prevent corporations from operating merely by the commencement of litigation, questioning stockholders' title to certificates of stock." The stock involved is in the Master Institute of United Arts, Inc., which now holds title to the museum property, a twenty-nine-story building at Riverside Drive and 103d Street.

## INJUNCTION DENIED TO ROERICH GROUP NY TIMES FEB 12, 136 Court Holds Ownership of the

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ionel Roosevelt into the use of th and stayed out of the Republic in ks at least as long as his P Mr. Borah remained with 12. Prot d and President Taft, and by requir lew Nationalism. ernment cord the colonel offers the stocks ar hallenge in Ohio as the to bonus liberalism and as captain vested an 13. Reg uard. But if, through one Federal kpedients listed above, bythat sell be bygones, then there will merce. ther difficulty in clearly 14. Reg competitors as conservananies or ral. For a major tenet of 15. Reg tionalism, which Colonel in securit ted, was the recall of judi-16. Quid , which Mr. Borah did not assets fo nended ba is would seem to make 17. Mor the conservative, if the banks. do much voting this year 18. Seve ised by decisions of the companie art. schemes however, there is a pit-19. Fur Knox is against the AAA, serve Bar in the Hoosac Mills maeral Rese purposes. n. While his own farm-20. Inde not innocent of the Fed-21. Rep system, his words are ment. praise of the six justices, 22. Imm D. Roberts. Mr. Borah stead Act cked the decision and has 23. Con against any subterfuge to ernment t he voted twice for A'AA. for the p make Colonel Knox the White I And if one should recall 922 flirtation with the bill supreme Court vote of 7 to WILDE act of Congress could be oesn't this somewhat take Wisconsi f the colonel's emotional dicial recall in 1912? To the Edit hole for Landon. Your e be very confusing to Re-Tekes's

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#### Stock Transfer BarredPending Roerich Action

Horch Ordered to Hold Issues as Founder Seeks Settle Ownership

Museum Not Affected

Cosgrave Criticism of Administration Is Decried

Justice Samuel I. Rosenman, in Supreme Court yesterday, restrained Louis L. Horch, president of the Master Institute of United Arts, formerly the Roerich Museum, Riverside Drive and 103d Street, from disposing of any of the corporation's stock, pending settlement of a suit brought by five of the original trustees of the

institution to determine ownership of the stock. Justice Rosenman set Monday as the date for the trial, and ruled that the museum could proceed with its activities as usual.

The plaintiffs are Professor Nicholas Roerich, founder of the museum Mrs. Roerich, Maurice Lichtmann, Mrs. Lichtmann and Miss Frances R. Grant. They sought yesterday to restrain Mr. Horch and his associates from conducting any business pending trial of the suit. In refusing their request, Justice Rosenman said "the dispute as to ownership cannot be determined upon affidavits but must await trial."

Jonas J. Shapiro, counsel for Mr. Horch, said that the ruling prohibiting the sale of stock would not affect any plans of Mr. Horch, since he had not contemplated disposing of any, and had said so in papers filed with the court.

The action had been brought against Mr. Horch, who

contemplated disposing of any, and had said so in papers filed with the court.

The action had been brought against Mr. Horch, who had contributed \$1,000,000 to the museum corporation in 1922, following a meeting December 16 which the plaintiffs said had been held without their knowledge. They controlled five of the seven shares of stock, they said. Mr. Shapiro replied that they merely were nominal stockholders and never had contributed financially to the project.

A letter to the New York Herald Tribune from John O'Hara Cosgrave, which appeared in Monday's issue, evoked comment yesterday from Morris Ernst, associated with Mr. Shapiro in the defense of the suit. Mr. Cosgrave, who, in 1932, was a member of a committee formed to protect the interests of bondholders of the museum, wrote that Mr. Horch had "revoked the influence we sought to protect" and that Professor Roerich's name had been disowned.

"I have known Mr. Cosgrave for many years and I have profound respect for him," Mr. Ernst said. "I have known Mr. Cosgrave for issuing any statement for I am confident he would not have issued it had I explained the situation to him."

# Denies Roerich Dispute

Charles Fleischer Puts Blame on

Material Litigants

To the New York Herald Tribaine:

John O'Hara Cosgrave writes in your columns about "the Roerich dispute," when there is no Roerich dispute. He writes with emotion, for he evidently feels that he is fighting on the side of the angels, defending the cause of spirituality and culture.

Actually, he merely makes himself the mouthpiece of material litigants, who have contributed neither culture nor spirituality nor money to a noble and worthy enterprise, soon to emerge from temporary eclipse to fulfill its sunlit purposes.

As for Professor Roerich, there is no need to discuss (as Mr. Cosgrave does) his position in either the realm of art or in the world of culture. Suffice it to say, that Roerich is a man of rare versatility and of boundless ambition. He had for years been accepted, by all the elements involved in the present deplorable litigation, as representative and symbol of the Great Ideal that transcends personalities and individual ambitions.

If Professor Roerich permitted an adoring loyalty to center in him which should be given only to a cause—that is unfortunate both for himself and for his followers. Few men survive such test of power, opportunity and responsibility.

Adherents to the personality of Roerich may choose to contrast his presumed consecration to culture with President Horch's alleged mercenary motives in ousting the destructive elements. As a matter of fact, Professor Roerich was financed completely and maintained in affluence, both in this country and abroad, by Mr. Horch, who impoverished himself through devotion to the Great Ideal which Professor Roerich was supposed to represent.

To call President Horch "a financier," whereas he is essentially an enthusiastic idealist, is as mistaken as to picture Dr. Roerich as a selfless "saint," whereas he was always worldly enough to accept payment for his paintings and for the supposed attractive power of his mysterious personality.

There is no "Roerich dispute," except as invented by devotees to a spurious cultural and spiritual leadership, for which Americans have fallen as gullibly and easily as usual.

Sensitive, sympathetic folks have always felt a spiritual reality behind the enterprise now known simply as The Master Institute. Such spiritually aspiring Americans are confident that this Impersonal Truth is beyond defeat.

Magna est veritas, et praevalet.

CHARLES FLEISCHER.

New York, Feb. 16, 1936.

NY HERALD TRIBUNG The Roerich Disputants
FEB, 24 1936
Allegation of Lack of Culture

Arouses a Correspondent

To the New York Herald Tribune: In Dr. Charles Fleischer's letter as published on your editorial page this morning a statement is made, relative to "the Roerich dispute," that the present litigants (those whose cause John O'Hara Cosgrave has so eloquently and so justly espoused) "have contributed neither culture nor spirituality nor money to a worthy enterprise soon to emerge from temporary eclipse to fulfill its sunlit purposes." The litigants re-ferred to are Mr. and Mrs. Maurice Lichtmann and Miss Frances Grant, co-founders with Professor and Mme. Roerich, in 1921, of the Master Institute, whose work was for a time absorbed by the Roerich Museum. As a close friend of both institutions during many years, and also as a close friend during many years of all the parties to the present issue, and intimately familiar with the cultural work of the museum as well as of the institute, I feel it my duty to say that the persons whose cultural contributions Dr. Fleischer has so disparaged have been the principal resident contributors to the cultural work of both institutions ever since their foundation, and that all three brought to their tasks in both institutions cultural qualifications and services of a high order.

Mr. and Mrs. Lichtmann had conducted their own music school in this city (the Lichtmann Piano Institute, then of 730 Riverside Drive) during the seven years immediately preceding the opening of the Master Institute. During two of those years Deems Taylor, our distinguisned American composer, collaborated closely with them, conducting their institute's classes in the theory of music. Mr. and Mrs. Lichtmann merged their institute with the Master Institute in 1921, bringing to the latter their small staff and some seventy pupils. Since then Mr. Lichtmann has been continuously and is still vice-president of the Master Institute and dean of its school of music. Since 1923 he has always been first vice-president of the Roerich Museum. Both Mr. and Mrs. Lichtmann are highly accomplished musicians. Mr. Lichtmann is a graduate of the Vienna Royal Conserva-tory and Mrs. Lichtmann of the Royal Meisterschule, of the same city.

Miss Grant, graduating from Columbia University in 1918 with the degree of B. Lit., became almost at once editor of "Musical America," continuing in that position for four years and resigning in 1922 to become, upon the invitation of Pro-fessor and Mme. Roerich, a co-founder with them and with Mr. and Mrs. Lichtmann, of the Master Institute, of which, from 1922 to 1929, she was executive director. In 1929-'30, during a tour in South America, Miss Grant lectured, by executive invitation, before the foremost educational association of Brazil, the Association of Advanced Education, at Rio; at the National Museum of Argentina, at Buenos Aires; at the University of Santiago, Chile; at the National Academy of Peru, at Lima; at the University of Bolivia, at La Paz, and at the National Acad-

emy of Colombia, at Bogota.

As to Professor Roerich, he surely needs no words of praise from me, but it is interesting to recall at this time Dr. Fleischer's public eulogy of him, a little while ago, as "a man who illustrates in all his life what culture really is, what 'glory to God in the highest' through love really is!' J. G. PHELPS STOKES.

New York, Feb. 19, 1936.

NEW-YORK HERALD TRIBUNE. Feb. 24, 1936.

THE ROERICH DISPUTANTS

Allegation of Lack of Culture Arouses a Correspondent .

To The New York Herald Tribune:

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J.G. Phelps Stokes

New York, Feb.19,1936.

International Press-Cutting Bureau 110, Fleet Street. London, E.C.4.

Extract from New York Times

FEB 291986

Roerich Opposes Tax Claim.
WASHINGTON, Feb. 28 (P).—
Nicholes Roerich, New York artist, appealed today from the government's charge of income tax deficiency between 1923-28. He filed with the Board of Tax Appeals a petition contending he did not receive about \$147,000 for paintings done while he was in Mongolia and Tibet when he headed an expedition of the Roerich Museum. The government charged him with deficiency and penalty aggregating \$48,758. Mr. Roerich contended he donated nearly 500 paintings to the United States and received nothing in return but his actual expenses.

The same

NY HERALD TRIBUNE Nicholas Roerich Appeals U. S. Income Tax Claims
FEB 34
Artist Denies Receiving \$147,000 for Expedition Paintings

O00 for Expedition Paintings
WASHINGTON, Feb. 28 (AP).—Nicholas Roerich, New York artist, appealed today from the government's charge of income tax deficiency between 1923 and 1928. He filed with the Board of Tax Appeals a petition contending he did not receive approximately \$147,000 for paintings done while he was in Mongolia and Tibet when he headed an expedition of the Roerich Museum.

The government charged him with deficiency and penalty aggregating \$48,758. Mr. Roerich contended he donated nearly 500 paintings to the United States and that he received nothing in return but his actual expenses. He left in 1934 with the present expedition, into the Far East, and said his failure to file a return for that year was the fault of his New York attorney.

He denied owing any income taxes for 1926-27, but said he was willing to pay any tax due for 1934.

«НОВАЯ ЗАРЯ» — RUSSIAN DAILY — "NOVAYA ZARYA".

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## НАЛОГ И ШТРАФ - НА АКАД. РЕРИХА.

ВАШИНГТОН. От академика Н. К. Рериха поступила жалоба на обложеніе его подоходным налогом в 48,758

ВАШИНГТОН. От академика Н. К. Рериха поступила жалоба на обложеніе его подоходным налогом в 48,758 долларов.
Он отрицает, что получил 147,000 долл. за картины, которые он писал, находясь в Монголіи и Тибет'в, и напоминает, что он подарил, находясь в Соед. Штатах, бол'ве пятисот картин, получив в возм'вщеніе только свои д'в'йствительные расходы. ствительные расходы.

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24 March 1936

# Доходы Н. К. Рериха

Изъ Вашингтона сообщають, что отъ ака демика Н. К. Рериха поступила жалоба на несправедливое обложение его подоходнымъ налогомъ и штрафомъ въ 48.758 долларовъ. Онъ отрицаетъ, что получилъ 147.000 долл. за картины, которыя писалъ, нахолясь въ Монголіи и Тибетъ, и напоминаетъ, что онъ роздалъ, нахолясь въ Соел. Штатахъ, болъе 500 картинъ, причемъ получилъ за нихъ лишь сумму, равную его расходамъ.

НЕ ВОЗВРАЦІАЮТСЯ

Возрожение 24 марта 36г