

lead to a further exchange of notes was learned from authoritative quarters. Although many concessions to neutral commerce have been made by England through embargoes on reexportation recently with Italy and Holland, some of the points raised in the American note, such as proof at the time of detention of ships and length of time required for examination, will necessitate further argument between the state department and the British foreign office before a definite understanding is reached. Note is Preliminary,

The British note is preliminary in the sense that it is confined to a general statement of the situation in answer to the American document, and will be followed later by a more detailed statement on specific cases.

While the communication points out the peculiar necessities of belligerents in the momentous struggle in Europe. it is phrased in a spirit of frankness and friendliness.

EUROPEAN BANKERS AGAIN **ENTERING AMERICAN MARKET**

HOLLAND CONCERN NOTIFIES REPRESENTATIVES TO RE-OPEN BUSINESS.

Indicating a much more hopeful outlook in the world money market is the re-entrance of European financial institutions into the moneylending business in this country. James Johns, president of the Hartman Abstract Co. which represented the Hypotheek company of Holland. returned this morning from Spokane with the announcement that that company as well as other European houses had notified their representatives to get into the market again.

At the outbreak of the European war, all of these companies immediately shut down operations in this country and their representatives were required to get money where they of peace ahead. This is the general dency again in 1916. The people American people." European banking houses hav mil. and called for quiet. lions of dollars loaned in the northwest.



EXPORTS WILL NOT BE STOPPED have to judge whether I know what Is

ACCORDING TO CONGRES-SIONAL LEADERS.

WASHINGTON, Jan. 9 .--- Congres- the crowd, which included the memsional leaders declared today there bers of the Indiana legislature, jumpwas no immediate prospect of an em- ed up and began shouting and cheerbargo being placed on wheat exports ing. Realizing the construction which from this country.

gain much of Europe's lost trade. The currency law is given great praise. The portion of the review dealing with the future is as follows:

LOOKING FORWARD.

With the results of 1914, that 'year of a hundred years' in mind. one would be rash who would pin himself down to hard and fast predictions as to the course of 1915 trade. On the stock market theory that all the bad news is out, any possible changes would seem to be for the better. It needs to be remembered that following the first crash of hostillties and the succeeding recuperation, the effect of the immense war expenditures has been a stimulating one, and European as well as American industries catering in any way to war conditions have been accelerated. It was so in our civil war, and there is historical basis for the claim that replacing the waste of war has often given an impetus to a varied line of industries. The financial results, the debts piled up, the ruin of the fought-over regions, the industries destroyed, the lives lost, the trade formerly possessed gone beyond recall. must be left to the future to record, but it must be remembered

tral country, a position which it is to be hoped we will retain, we seem destined to fall heir to much of Europe's lost trade. On the surface of things, it might be said that we have completed in the form of bankruptcies a vast volume of liquidation that, hurtful as it has been, will not need to be done over again. We now have a real currency system, and the time-honored American panic seems to have lost most of its power for evil. It is to be hoped that the bulk of our recent legislation, but notably the tariff and the ship registry bills, will bring us new customers. Our crops have been large and, even with the loss in cotton, have brought nearly as much money as the best of previous years. Our conduct as a nation has made, not lost, us friends among the belligerents, and some of the events of the year have taught our manufacturers and statesmen the value, indeed, the necessity, of strengthening our industrial- resources, where the war has demonstrated that weaknesses exist. All in all, the American business man seems justified in taking leave of 1914 with few regrets and more hopes than seemed possible at some disturbed periods in the recent past,



INDIANAPOLIS, Jan. 9.-President president held up his hand for silence Moreover his personal affairs demand could to take care of their old custo- Wilson voiced yesterday what a and said:

mers. Now, however, the financial crowd of more than 4000 assembled "I did not wish to stir up anything, situation has either adjusted itself to here to hear him make a Jackson day That was merely prepartory to saythe turmoil on the other side of the speech interpreted as a hint that he ing that for at least two years more earth or else the financiers see signs might be a candidate for the presi- I am free to think that I know the

interpretation placed upon their re- leaped to their feet and cheered until | Previously the president had atsumption of business here. These the president himself raised his hand tacked the republican party, defended the record of his administration

The president had been discussing on the Mexican policy, and the tariff the Mexican question and referred to and currency questions and declared his belief that he knew the tempera- that a careful examination of the re- be candidate for reelection in 1916. ment and principles of the American turns from the elections last Novemreople; adding that he would not be ber showed that if it had been a zone. fit to stay where he is if he did not presidential year a democrat would understand them.

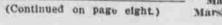
the electoral college, "There may come a time," he went on, "when the American people will

am talking about or not." Didn't Mean to Stir Ep Anything. There was a slight pause and then

had been placed on his words, the

have had a majority of about 80 in G. O. P. Only Sits on Lid. The president criticised republican senators opposing the government ship purchase bill, whom he characterized as "self-styled friends of business."

He said that the republican party has not had a new idea in 30 years, and again for first time since war. that "the republicans do not know how to do anything but sit on the defeated by La Grande,



PETROGRAD Jan. 9.-Following delivered brilliant night attacks which the kaiser's final attempt to take Wara lull due to unfavorable weather, won several positions but later they saw. fighting along the Vistula was re- were dislodged, newed on an extensive scale today. It has turned cold and the swamps gained complete control of the entire

The Germans are on the offensive and are frozen, enabling both sides to use Austrian province of Bukovina, acare sacrificing thousands of men in all their forces. efforts to take the Russians outer po- The Germans are heavily reinforc- Matin, and their advance guards are

sitions. Most desperate encounters ed with troops from France and Bel- invading the adjoining province of Mogheley.

Along this line the Germans have the combon the present offensive was, centrating to defend Hungary.

Russian military experts expressed It was stated the Austrians are con-

Transylvania,



"Your resignation accepted and

PORTLAND, Ore., Jan. 9.-Accord- Eitel Friedrich, arrived in New York who, on October 28 stole over \$29 Marsh as your successor," This is Marsh as your successor. This is the message received by wire this ing to word received here. A. C. Nor-the message received by wire this ing to word received here. A. C. Nor-the British steamer has a brother who is a religned men. ris, captain of the British steamer has a brother who is a railroad man by Judge Phelps to the penitentiary Carcas which was sunk off the coast in Pendleton. Eight members of the from one to five years. by Judge J. W. Maloney, and it reof Chile by the German cruiser Prinz crew accompanied Norris. moves all doubt in the judgeship situation here. This is Judge Maloney's



IS TAKEN TO WALLA WALLA AS RESULT OF WHEAT RISE

the county judges elected last No-WASHINGTON, Jan. 9 .- Oregon to appropriate another \$450.000. This vember. This is the last day in of- has won a partial victory in the con- would release for use the \$450,000 squaw, pleaded not guilty to stealing fice of Governor West and to assure troversy with the department of the already in the hands of the reclama- 360 from the Elmer Searcey lodging Mr. Marsh of the office to which he interior regarding the desired expen- tion service, giving a total of \$900,- house and Attorneys Roy Raley and was elected by a substantial major- diture of \$450,000 by the reclamation 000 for the work. ity, Judge Maloney forwarded his service in Oregon, but Chamberlain

resignation last night. Regardless of advises that Oregon forget the victory whether or not he was legally entitled for the state's own good. Secretary irrigation congress in session here, of C. P. Miller in this city, also pleadoney felt it proper that Mr. Marsh in Oregon shall be included in the legislature to levy a tax of half a fiamed to defend him. should have the office inasmuch as 1916 estimates for reclamation re- mill upon the general taxable prop-



Wilson intimates in speech he will HANDCUFFED MAN ESCAPED BAKERS DECLARE THAT EIGHT Fighting is renewed in western war

Wheat recedes in Chicago market. Britain sends preliminary note in reply to America's protest,

Local, Italian, who wore handcuffs for 19

months, taken to Walla Walla, One more sentenced to penitentiary, European money turned loose here been definitely determined that he is flour in carload lots." said Secretary . to have caused the reconst



CENTS & LOAF IS POSSIBLE FROM FEDERAL OFFICERS IN JUNE, 1913, Rubeno Battiste or Bettiste Rubeno, NEW YORK, Jan. 9.- A big ba-

FUGITIVE PICKED UP HERE

cuffs imbedded in the flesh of his Chicago wheat stampede. arms, was last evening taken to Wal- The present situation, they said, is Possibility that congress will la Walla by U. S. Immigration Com- unprecedented.

by congress and advises the legislature the state

the same man who escaped from a Taylor of the Shults Bread company. Local high school basketball team federal officer at Nooksack, Wn. on "If the advance continues we will • eight and July a dollar twenty •

(Continued on page 4.)

allies in the Soissons district were reported today. It was said the fighting in Alsace was increasing steadily in violence, with the advantage alternating between the French and Germans.

> The progress of the allies was declared to indicate they had found a

> > (Continued on page eight.)

PENITENTIARY SENTENGE IS GIVEN MAN FOR STEALING

OTHER CASES ARE BROUGHT UP TODAY BEFORE CIRCUIT JUDGE PHELPS,

Pleading guilty to a charge of lar-

John Francis, a Portuguese, pleaded guilty to stealing a diamond ring belonging to Al Knight from the home of Gus La Fontaine in this city last October. At the time he was captured in the house after he had been discovered hiding under a bed. He has not yet been sentenced. Being a foreigner, a proposal has been made to deport him but, if this is done, it will probably be done after he has

been sentenced to the penitentiary. Osmer Smith were appointed to defend her. George Grain, the negro

PORTLAND, Ore., Jan 9 .- The charged with burglarizing the house to hold two years more, Judge Ma- Lane agreed that \$450,000 for work passed a resolution petitioning the ed not guilty and G. W. Coutts was

he had made the race in good faith. gardless of the question of Oregon erty in Oregon to be expended in charge of robbing an Indian woman's providing a like amount. Chamber- reglamation of arid lands, and asking house. He and Walter Gilman were much of his attention and he is glad lain believes there is a real danger the lawmakers to formulate a broad also jointly indicted on two different of the appropriation not being made and continuous reclamation policy for charges yesterday by the grand jury, one indictment charging them with

stealing a steer from the Pioneer Education Society and the other with stealing a calf from James and Frank Roach

WHEAT RECEDES SHARPLY TODAY IN CHICAGO MARKET

the Swiss-Italian picked up here Wed- ker declared that eight cent bread • receded sharply today. Rejuct- • nesday evening with a pair of hand- was a possible development of the • ance of traders to carry their • · holdings over Sunday and the · missioner E. L. Wells after it had "We are paying \$7 a barrel for + tation of wheat, are believed +

(Continued on page eight.)

PRICE OF BREAD MAY GO UP

DEVELOPMENT.

have to increase the price of a loaf * four and an eighth.

rced and that the fighting was increasing in intensity no fresh news was received from Alsace. PARIS, Jan. 9 .- Fresh gains by the

