

TAX OF \$40,000,000 LEVIED ON BRUSSELS

German General Takes War Measure.

NAMUR PARTIALLY INVESTED

Foe Continues Westward Out of Range of Forts.

BELGIAN RETREAT GOES ON

French Officials Continue to Belittle Importance of Move and Declare General Staff Not Taken Unawares.

PARIS, Aug. 21.—An official statement issued tonight says: "Namur is partially invested. Heavy artillery opened fire toward noon. The westward movement of the German columns continues on both banks of the Meuse outside the range of action of Namur. German cavalry forces passed through Brussels today going westward. They were followed later by an army corps. "A war tax of \$40,000,000 has been levied on the city of Brussels by the German general. "The retreat of the Belgians continued today without incident. "As already announced, after reconquering the frontier, our troops advanced into Lorraine along a front extending in the Donan Mountains to Chateau Salins. They drove the Germans back into the valley of the Zille River and the marshy district and our advance guards reached Delme, Dieuse and Morhange. "Several German army corps made a vigorous counter attack yesterday and our advance guards fell back. The fight was extremely fierce on both sides, and in view of the greatly superior number of the Germans, our troops, who had been fighting for six days, retreated. "Germans Too Strong in Lorraine. "Our left covers the advanced work of Nancy and our right is firmly established in the Donan Hills. The great strength of our enemy made our remaining in Lorraine useless and imprudent. "Details received show that the re-occupation of Mulhausen was a great success. The offensive, first along the line from Thann Dannemarie (Dammmerkirch) and then on to Mulhausen, was carried out with rare dash. By a bold stroke General Paul Pau, once he was master at Thann and Dannemarie, directed the troops west of Mulhausen, giving the enemy an opportunity to engage him between our lines and the Swiss frontier, and then by a second move the Germans were thrown back on Mulhausen.

WESTERN MEMBERS UNITE

Opposition to Reclamation Fund Divisions Is Determined.

OREGONIAN NEWS BUREAU, Wash-

ington, Aug. 21.—Western members of the House at a conference today decided to make united opposition to an amendment which will be offered tomorrow to the Ferris water power bill which provides that revenues derived from power sites on public domain shall be diverted into the Federal Treasury and not go into reclamation fund. "Western members, following their agreement have been working individually among members of the House in an endeavor to develop enough votes to kill off this amendment, which is backed by leaders of both parties. "There is feeling if this amendment prevails that other sources of reclamation revenue will later be cut off.

WAR IS CARRIED TO CAMP

Laborers on Pacific Highway Are in National Squads to Keep Peace.

MEDFORD, Or., Aug. 21.—(Special.)

—J. H. Sweeney, in charge of the excavation of the Pacific Highway over the Siskiyou, fears the European war may put a stop to his work entirely unless he can arrange the squads of laborers according to their nationality. "A Russian and German laborer had a hand-to-hand conflict last Saturday, which was declared a draw after several loosened teeth and swollen noses had resulted. The leaving of two Austrian workmen recently for the seat of war seemed to pacify the Austrian division and they took a Serbian into their ranks without a murmur.

DARIUS MILLER STRICKEN

Louis Hill Orders Nurse and Doctor Sent to Glacier National Park.

SPOKANE, Wash., Aug. 21.—Darius Miller, president of the Chicago, Burlington & Quincy Railroad, was stricken with abdominal trouble today in Glacier National Park in Montana. "A telegram from L. W. Hill, of the Great Northern, was received here tonight asking that a doctor and a nurse be sent by special train, and they left at once. "The train will arrive at the park tomorrow morning. "Pendleton to Add to Police Force. "PENDLETON, Or., Aug. 21.—(Special.)—Pendleton will need 100 police for the Roundup. Chief Kearney has submitted his report to the Council, stating that he would receive specially appointed officers from the railroad and the Roundup association, but would still need more from the city. The city had 115 police last year, when the attendance was as high as 25,000 a day on the grounds alone, and the total attendance in town was 100,000.

BULLETINS

ROME, via Paris, Aug. 22, 1:25 A. M.

—The newspapers print the following dispatch, dated Nish, Servia, August 21: "The general staff announces the complete victory of the Serbs in a four-day battle near Lonitsa. Austrians to the number of 150,000 fought an equal number of Serbs. The losses on both sides were enormous. The victors captured great booty and several thousand prisoners.

LONDON, Aug. 21.—The Central News

has received a dispatch from Paris saying French forces defeated a detachment of German cavalry coming from Leopoldshoehe and Huelingen. In an engagement near Basel. The German retreat was in the direction of St. Louis, leaving 500 dead and wounded on the field. They lost most of their horses.

LONDON, Aug. 21.—A dispatch to the

Exchange Telegraph Company from Cettinje says an English fleet, supported by French warships, in conjunction with Montenegrin batteries on Mount Lovchen, on Wednesday bombarded the Austrian fortifications at Cattaro, greatly damaging them.

ANTWERP, Aug. 21.—An official

statement says the situation is unchanged. German cavalry patrols are circulating around Brussels, severing communication between the capital and Antwerp and between these cities and the central part of the country.

PARIS, Aug. 21.—The steamer Es-

pagne will leave Havre tomorrow, taking nearly 1000 Americans back home. The steamer Rochambeau will leave for the United States on August 20, and the Flandre, which has been substituted for La Champagne, on August 21.

PARIS, Aug. 21.—A French official

note says: "A French dirigible last night threw a number of projectiles on two German cavalry camps in Belgium, causing great excitement. Details of the fire of the enemy, the aircraft returned safely to the French lines."

LONDON, Aug. 21.—The Central News

correspondent in Rome, says an official dispatch from St. Petersburg, asserts that a Russian army composed of 20 army corps will carry out the invasion of Prussia, under the direction of Grand Duke Nicholas.

LONDON, Aug. 21.—The correspondent

at Amsterdam quotes an official dispatch received there from Berlin, as follows: "That the Baltic is free of all hostile ships is confirmed by repeated reconnaissance of the German navy up to the Finnish Gulf."

LONDON, Aug. 21.—Great Britain has

decided to make a loan to Belgium of £10,000,000 sterling (\$50,000,000). The money will be raised by treasury bills, for which tenders were called today.

LONDON, Aug. 21.—A dispatch to the

Reuter Telegraph Company from Brussels says that 18 German officers and 432 men, prisoners of war, have been sent away from that city, via Dunkirk, for England. When they left Bruges they were escorted by a dozen gendarmes with fixed bayonets.

GERMANS PREPARED TO HOLD KIAU-CHAU

Resistance Based on Hope of Short War.

FIGHT TO DEATH IS EXPECTED

Effort Designed to Preserve Status Quo in Far East.

JAPANESE ON WAR FOOTING

War and Navy Departments Active, but People Show No Evidence of Personal Antipathy to Germans in Country.

BY JOHN CALLAN O'LOUGHLIN.

WASHINGTON, Aug. 21.—(Special.)

—There is not the slightest doubt in Washington that Germany will reject the ultimatum of Japan for the evacuation of Kiau-Chau. If the German note should be delivered through the German Ambassador in Tokio, it must be presented before noon on Sunday; if through the Japanese charge d'affaires in Berlin, before 7 o'clock, Berlin time. Following the receipt of the German note or failure to receive it prior to the hours named, Japan will declare war. Then she will loose her forces against the German stronghold on Chinese soil.

China Will Keep Out.

Reports have been published that Germany intends to circumvent Japan by restoring Kiau-Chau to China. It has been published that the Pekin government has inquired of the United States what its attitude would be in case Germany should transfer the lease of Kiau-Chau to the American Government for cancellation, which would insure the restoration of the territory to China. Authoritative information which has reached Washington is to this effect: First—Germany intends to hold Kiau-Chau as long as possible. Second—China has no intention of permitting Germany to drag her into the war. United States Would Not Agree. There is this further authoritative statement: The United States, like China, will not take any action likely to irritate Japan or any other nation. In short, even if Germany desired to return Kiau-Chau to China, the United States would not agree to be the intermediary through which she could act. Moreover, China, except with the express consent of Japan, would not receive the territory. Here are the reasons given for the (Continued on Page 3.)

INDEX OF TODAY'S NEWS

YESTERDAY'S—Maximum temperature, 71

degrees; minimum, 59 degrees.

TODAY'S—Fair; northerly winds.

War.

German General loses loan of \$40,000,000 on

Brussels. Page 1.

Tension on shipping due to war relaxes at

San Francisco. Page 2.

Germans prepared to hold Kiau-Chau. Page 1.

Feelings of French over loss of Alsace de-

clared by Daudet. Page 2.

Americans tell of trip in war zone. Page 2.

Cruiser Leipzig off coast while collier con-

tenders her right to sea. Page 1.

Administration decides to relax censorship. Page 1.

Packers says farmers, realizing war con-

ditions, are slow to sell cattle. Page 3.

Arrangements made for finances for Amer-

icans in war zone. Page 2.

United States, in reply to Japan, refrains

from expressing opinion on ultimatum. Page 4.

Tourist searched 49 times on trip out of

Austria. Page 3.

British Columbia fleet increased. Page 1.

Sugar drops 20 cents in Portland market. Page 2.

Foreign.

Speculation rife as to Pope's successor. Page 5.

Domestic.

Chicago bankers plan branch and clear-

ing-house in Peru. Page 5.

Pacific Northwest.

Railroad Commission allows United Railways

to raise rates. Page 11.

Knowles returns to civilization after des-

perate ordeal. Page 4.

Sport.

Youth of 22 years wins open golf cham-

ionship of America. Page 10.

Pacific Coast League results: Portland 4,

Oakland 3; Sacramento 2, Los Angeles 0;

San Francisco 7, Venice 2. Page 10.

Finishes close in Rose City races. Page 10.

Cleveland Americans to buy Bill Rodgers of

Dave Hancock and probably both. Page 10.

Commercial and Marine.

Boating of Pacific Coast hops is heavier.

War 15. British naval reserves on Colusa are

called home for service. Page 11.

More eggs imported from China. Page 15.

Two British naval reserves on Colusa are

called home for service. Page 11.

Portland and Vicinity.

Portland prepares to handle its army of

unemployed. Page 7.

War 15. British naval reserves on Colusa are

called home for service. Page 11.

Awards made in amateur flower garden

contest. Page 15.

AMERICAN TANKER HALTED BY LEIPSIG

German Cruiser Off Coast Tied to

COLLIER RIGHTS DETENTION

Washington Knows of No Law for Refusing Clearance.

TORPEDO BOAT ON GUARD

United States Vessel Under Orders to Prevent Mazatlan's Sailing While Collector Inquires Further Into Cargo.

SEATTLE, Wash., Aug. 21.—The

first definite information of the whereabouts of the German cruiser Leipzig since she left San Francisco early Tuesday morning, was brought to port today by the American tank steamer Catania, which arrived today from Port San Luis, and reported that she had been halted Tuesday by the Leipzig, 150 miles north of San Francisco.

Captain Canty, of the Catania, said

he was running along without displaying his colors when the Leipzig bore down upon him at full speed from the southwest. When within a mile of the Catania, which paid no attention to the approach of the German cruiser, the Leipzig displayed her colors and hoisted signals which read: "Heave to. Show your colors."

Captain Shows American Flag.

The Catania promptly stopped her

engines, while the quartermaster ran up her signal letters and displayed the American flag at the stern. Apparently satisfied, the Leipzig signalled the Catania to proceed and turning about, put to sea.

Captain Canty's account would indi-

cate that the Leipzig still is hovering off the California coast, apparently seeking prizes from which she can obtain fuel. The Leipzig took on 575 tons of coal at San Francisco Monday and cannot visit an American port again for three months.

SAN FRANCISCO, Aug. 21.—(Spe-

cial.)—Guarded by the United States torpedo-boat Preble, with imperative orders to block her sailing from port at any cost, the Mexican steamer Mazatlan today lay at anchor off Goat Island, ready to sail, but with her clearance held up.

Clearance Papers Refused.

Clearance papers were refused by

Collector Davis, pending investigation into the ownership of 500 tons of coal aboard the steamer. J. P. Bley, cus-

tom broker for F. Jobson, agent for (Continued on Page 2.)

Friday's War Moves

NEWS from the great battlefield of

Nations was limited yesterday by the cen-

sorship of the belligerents, but it was

permitted to be said that the German

General commanding the forces that

entered Brussels had levied a tax of

\$40,000,000 on the people as a war

measure, that the retreat of the Bel-

gian army toward Antwerp was con-

tinuing without incident, that Namur

was partly invested, while the west-

ward march of a great force of Ger-

mans continued on both sides of the

River Meuse, outside the range of ac-

tion of Namur.

German cavalry passed through

Brussels, which is reported cut off in

every direction from communication

with the world. The Belgian forces

are reported falling back on Antwerp,

the fortifications of which are being

strengthened by the people, and Ger-

man cavalry patrols were reported at

Malines, only 12 miles from Antwerp.

Burgomasters of villages were reported

to be disarming the civil guards to pre-

vent firing on a peaceable populace.

An impenetrable curtain has been

drawn over the operations in the center

of the battle line, where the main

French army is co-operating in the

fighting. The French War Office, how-

ever, admits having abandoned Alsace,

where it is declared the enemy was so

strongly resisted that it would have been

useless.

According to French official advices,

it is the Germans' intention to pass

their main army into France by the

Brussels road. The Germans themselves

are naturally silent, but there is no

reason to doubt that they are quite as

well aware of the difficulties of this

route as are their opponents.

At the German left, where three Aus-

trian corps are said to have reinforced,

the battle is said to be developing a

front of nearly 40 miles, and according

to French statements nothing is heard

from the German side.

Japan is making active preparations

for action in the event her demands

concerning Kiau-Chau are refused by

Germany, as it is fully believed they

will be. All authorities predict Ger-

many will order a resistance to the

last. This may be based on Germany's

belief that the war will be a short one

UNITED STATES TO ABATE CENSORSHIP

Cable to Be Free, Wire-

less Relaxed.

WASHINGTON SUBMITS PLAN

Idea Is to Put Britain and

Germany on Equal Footing.

CODE MAY BE EMPLOYED

Embassies and Consulates to Be

Permitted to Communicate With

Home Governments in Cipher.

Neutrality Is Guarded.

WASHINGTON, Aug. 21.—President

Wilson and Secretary Bryan have

practically reached a decision on the

extent to which the United States Gov-

ernment should endeavor to enforce

neutrality at cable offices and wire-

less stations in the jurisdiction of this

country.

No censorship on cables and modifi-

cation of the present strict supervision

of wireless is contemplated in a plan

that has been drafted and which will

be submitted tomorrow by Secretary

Bryan to Mr. Halmhausen, the German

charge d'affaires. Should the German

government, which has protested

against the strict censorship of the

wireless, approve the new suggestion,

it will be put in effect at once.

Wireless Code Permitted.

The plan would permit the sending

of code messages at the Sayville, L. I.,

wireless station by the German gov-

ernment, or any other government, but

an American naval officer would be

retained in charge to prevent unneu-

tral messages from being sent.

Under the tentative instruction

given by Secretary Daniels, of the

Navy Department, following President

Wilson's executive order, no cables

messages of any kind have been per-