

RIGHT TO DESTROY FRYE IS MAINTAINED

Two Points Made by United States Rejected by Germany in Detailed Reply.

PRIZE COURT INSISTED ON

Berlin Contends for Legality of Destruction of Any Vessel Carrying Contraband, but Is Willing to Pay Cost.

WASHINGTON, June 10.—Germany in reply to the latest note of the United States concerning the sinking of the ship William P. Frye by the Prinz Eitel Friedrich defends her right to destroy any vessel carrying contraband.

Germany reflects two points made by the United States. One is the contention that the prize court means unnecessary delay.

Violation of Treaty Is Denied.

The German reply says: "The Foreign Office, Berlin, June 7, 1915.—The undersigned has the honor to make the following reply to the note of his excellency, James W. Gerard, Ambassador of the United States, dated April 30, 1915, Foreign Office No. 3291, on the subject of the sinking of the American sailing vessel William P. Frye by the German auxiliary cruiser Prinz Eitel Friedrich.

"The German government cannot admit that, as the American government assumed, the destruction of the sailing vessel mentioned constitutes a violation of the treaties concluded between Prussia and the United States at an earlier date and now applicable to the relations between the German empire and the United States.

"On the contrary, article 13 of the Prussian-American treaty of July 11, 1799, expressly reserves to the party at war the right to stop the carrying of contraband and to detain the carrying vessel.

"It follows, then, that if it cannot be accomplished in any other way, the stopping of the supply may in the extreme case be effected by the destruction of the contraband and of the ship carrying it.

"As a matter of course, the obligation of the party at war to compensate the parties interested in the neutral contracting party remains in force, whatever be the manner of stopping the supply.

International Law Is Cited.

"According to general principles of international law any exercise of the right of control over the trade in contraband is subject to the decision of the prize courts, even though such right may be restricted by special treaties.

"At the beginning of the present war, Germany, pursuant to these principles, established prize courts for cases of the kind under consideration. The case of the William P. Frye is likewise subject to the jurisdiction of the prize courts.

"The German government, therefore, complies with its treaty obligations to a full extent when the prize court has decided in accordance with international law in favor of the seizure of the ship and cargo in accordance with the stipulations of the treaty.

"Other Claims to Be Considered. "For the rest, prize proceedings in the case of the Frye are indispensable, apart from the American claims, for the reason that other claims of the neutral and enemy interested parties are to be considered in the matter.

"As was stated in the note of April 4 last, the prize court should have to decide the question whether the destruction of the ship and cargo is legal, whether and under what conditions the property sunk was liable to confiscation and to whom and in what amount indemnity is to be paid.

"Since the decision of the prize court must first be awaited before any position is taken by the German government, the simplest way for the American interested parties to settle their claims would be to enter them in the competent records in accordance with the provision of the German code of prize proceedings.

"The undersigned begs to suggest that the Ambassador bring the above to the knowledge of his government and avail himself, etc.

"VON JAGOW, "Minister for Foreign Affairs."

OLD CHAMBER ENDS WORK

Bare Quorum Meets to Adopt Rules of New Organization.

Obsequies over the old Chamber of Commerce were held at noon yesterday in the green room of the new Chamber, when 20 members, a bare quorum, gathered and adopted the by-laws of the new organization.

Directors of the old Chamber will meet soon and resign, as well as take into the directorate those elected to manage the affairs of the new Chamber.

Gasoline Drops One Cent. KANSAS CITY, Mo., June 10.—The Standard Oil Company today announced a reduction of 1 cent in the price of gasoline.

WE'VE PUT UP WITH THIS PERSON ABOUT LONG ENOUGH.



SEA WAR TO GROW

German Says Submarines Will Enter Mediterranean Next.

BRITISH SAILOR SCORPED

Vice-Admiral Kirchoff Declares Chief Part Is Lack of Discipline on Peril of Unseamanlike English Crews.

AMSTERDAM, May 26.—(Correspondence of the Associated Press.)

The next important field for German submarine operations will be in the Mediterranean, declares Vice-Admiral Kirchoff of the German Navy in an interview with the correspondent of the Dresden Anzeiger.

"But the greatest influence on the reduction of exports to England and on the shipping of all nationalities to British harbors was exerted by the destruction of the Lusitania on May 7, 1915, says the correspondent.

BRYAN HAS NEW DIPLOMACY

(Continued From First Page.)

Secretary says he will be ready to rest his case on the note.

The statement tonight, entitled by the ex-Secretary "The Real Issue," is as follows: "To the American people: You now have before you the text of the note to Germany—the note which it would have been my duty to sign had I remained Secretary of State.

"The President and I agree in purpose; we desire a peaceful solution of the dispute which has arisen between the United States and Germany. We not only desire it, but with equal fervor we pray for it, but we differ irreconcilably as to the means of securing it.

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2 WAR VESSELS SUNK

German Submarines Send Torpedo Boats Down.

STEAMER IS DESTROYED

Six Trawlers Wrecked Also—Many of Two Naval Crews and All Hands on One Fishing Craft Lose Lives at Sea.

LONDON, June 10.—Two torpedo-boats, a steamer and six trawlers, all British, have been sunk by German submarines.

Parts of the crews of the destroyed war vessels and all members of one trawler crew lost their lives when their craft went down.

The crew of the steamer, the No. 10, and 12. The steamer was the Ena Boldt, a former German vessel which had been captured by the British and put into their own service.

The trawler Letty was blown up today off Dogger Bank, in the North Sea. The crew of the trawler, which has been sunk at sea by a German submarine, were landed at Hartlepool today after being 52 hours at sea in a small boat without food or water.

OREGON MEDALS PILE UP

SEVERAL HIGHEST AWARDS WON AT SAN FRANCISCO FAIR.

Exhibitors of Evaporated Fruits From Several Parts of State, and Jelly Display, Take High Honors.

EXPOSITION GROUNDS, SAN FRANCISCO, June 10.—(Special.)—In addition to the gold medal for the best horticultural exhibits Oregon has received the following: Rogue River Valley, gold medal for collective exhibit of processed fruits.

SIX MILLION SEE EXPOSITION.

SAN FRANCISCO, June 10.—The attendance at the Panama-Pacific Exposition has passed the 6,000,000 mark.

CASTORIA For Infants and Children. The Kind You Have Always Bought.

BERLIN, TENSE AS NOTE IS RECEIVED

Conciliatory Effect of Resignation of Secretary Bryan Manifest.

ONE QUESTION UPPERMOST

"What Will United States Do?" Is Asked in All Quarters; Lokal Anzeiger Hints at Possibility of Understanding.

BERLIN, via London, June 11.—The first sections of the American note to Germany arrived in Berlin late yesterday and the other sections began coming in early in the evening.

The American newspapers announced that the resignation of William J. Bryan had made apparent the earnestness with which the American Administration was considering the question of submarine warfare.

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ARGENTINA APPLAUDS WILSON

Press Criticizes What It Terms "Excessive Pacifism" of Bryan.

POSLAM SAFE; POWER TO HEAL IS WONDERFUL

If you have work for Poslam to do in the way of graduating Pimples, Eczema or any surface disorder, do not hesitate to use it for it cannot possibly harm.

There are 150,000 people on the grounds today and the Oregon building and all the special award booths were packed with interested people.

SMOKERS OF TURKISH TROPHIES CIGARETTES TODAY!

TURKISH TROPHIES CIGARETTES TODAY! 10¢

Smokers of TURKISH TROPHIES Cigarettes fifteen years ago are smokers of TURKISH TROPHIES Cigarettes today!

PEOPLES THEATER

Thousands Enjoyed the Dramatic Triumph Yesterday of

JOHN MASON

JIM THE PENMAN

AUTHOR PIONEER IS DEAD

Henry Woodward, Survivor of Indian Wars, Passes at Roseburg.

ROSEBURG, Or., June 10.—(Special.)—Henry Woodward, author of the "Lyrics of the Umpqua" and other works, died here today at the age of 88 years.

144 Pupils to Graduate. OREGON CITY, June 10.—(Special.)—One hundred and forty-four pupils

Playing the Pianola

Combines Pleasure and Relaxation

Highest efficiency comes of relaxation and recreation which brings you to your work with a rested mind, clear eyes, heightened interest and with inspiration.

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Pianolas \$575 upward (Aeolian Player Piano \$420 upward) Your present piano taken in exchange Convenient terms if desired

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Majestic THEATER Today, Saturday PRESENTS The Popular Broadway Star Viola Dana Supported by William Wadsworth The Clever Character Comedian and AN ALL-STAR CAST IN Lee Arthur's Comedy Success Cohen's Luck A Sincere and Truthful Story of the Ghetto's Life of Tears and Laughter Starting Today at 10 A. M. Admission 10c Coming Sunday The Esterbrook Case A Broadway Star Feature With an All-Star Cast

PEOPLES THEATER Thousands Enjoyed the Dramatic Triumph Yesterday of JOHN MASON JIM THE PENMAN Supported by HAROLD LOCKWOOD ONLY—TODAY AND SATURDAY—ONLY

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