Daniels Says Federal Yards Will Compete to Prevent **Excessive Profits.**

MONOPOLY NOT INTENDED

Secretary Adds That Auxiliaries Properly Manned and Equipped With American Seamen Are Essential to Navy.

RALEIGH, N. C., Oct. 20 .- Secretary Daniels in a speech at the North Carolina State Fair today said that the Administration proposed to equip its ship-

ministration proposed to equip its shipyards and arsenals so they could compete with private plants under the National defense programme. No monopoly was intended, he said, but this
measure would be adopted as a check
against excessive profits for private
manufacturers.

"The Government has invested many
millions of dollars in Navy-Yards,"
said the Secretary, "and unless this investment is utilized for new construction, much of it is wasted. If the Government is prepared to construct
naval craft, private shipbuilding companies in making contracts must compete with Government yards. This
tends to secure competitive prices and
prevent combinations among private
corporations to charge higher prices
than conditions justify."

Price of Powder Reduced. Price of Powder Reduced.

Mr. Daniels said that the Govern ment paid 80 cents a pound to a Gov ment paid 30 cents a posted to a Government manufacturer a few years ago to make powder, but the Navy was now making it at a cost of about 25 cents a pound. Torpedoes and mines, he said, were also being manufactured by the Government at a great saving

of money.

"It has been ascertained by a special commission that the Navy," he continued, "with a modern plant, can manufacture armor plate for \$230 to \$250, as against the non-competitive prices of \$455 to \$486 a ton charged in the last contract. Experience in Europe teaches that the Navy should no longer rely on private manufacturers for projectiles. If Congress approves, we will erect a large factory which will turn out a large product of 14-inch armor-piercing shells, as well as smaller projectiles. This will insure better shells and better competition."

The Secretary particularly directed

The Secretary particularly directed attention to the lack of ships in the American merchant marine to carry American products to those who need it and are willing to pay for it.

commerce or for defense."
Explaining why a five-year building programme for the Navy was decided upon, Mr. Daniels said:
"Wise men in and out of the Navy believe that the programme, involving an expenditure of \$500.000,000, will give us a Navy well proportioned and far better than so large a programme if it should be authorized in piecemeal, year by year." that an international under-

standing eventually might be reached by the naval powers was expressed by "I trust," he said, "that this country will take the initiative, and that steps will be taken by a conference of all the powers to discuss reduction of the heavy cost of the armies and navies of the world."

he had shot at a burgiar, and showed some anxiety about \$2 which he detold the pelice he was born in Port-land, Or. He is 22 years old.

JAM ASKED FOR TROOPS

Empress of Germany Fixes Observance of Her Birthday.

LONDON. Oct. 20.—Berlin news-papers say that the German Empress has asked that her birthday, which falls on Friday of this week, be cele-brated as "Marmalade day," according to a dispatch from Amsterdam to the

Idaho Rates to Stand.

OREGONIAN NEWS BUREAU. Washington. Oet 20.—The Interstate Commerce Commission today decided that existing through routes and joint rates on lumber from Portland, Seattle and Spokane to Drummond. Tetonia and Driggs, Idaho, are reasonable and on this ground dismissed the complaint of the Foster Lumber Co-operating Yards at Idaho points.

The sun gives 800,000 times the light that a full moos does.

Was continuing the pursuit.

Society Couple Asphyxiated.

OMAHA, Oct. 20. — Mr. and Mrs.
George Shirley, socially prominent in Omahs, were found dead in their apartments today. A leak in a special gas apparatus asphyxiated them while they was formed to the subject of peace.

Secret Exchange Suspected.

This discussion and the oracular utterances of Dr. Karl Helfferich, Secretary of the German Imperial Treasury: Sir Edward Grey, British Forcing Secretary, and other responsible personages on possible and impossible selection. OREGONIAN NEWS BUREAU, Wash-

FUTURE SUMMER HOME OF PRESIDENT AND HIS BRIDE, AND MINISTER WHO IS MENTIONED AS LIKELY TO WED THEM.



Large Picture Shows Main Staircase of Shadow Lawn at Long Beach, N. Below, Exterior of Mansion. Insert. Rev. Herbert Scott Smith. Pastor St. Margaret's Church, Washington, of Which Mrs. Galt is a Member.

Cadet Corps at West Point to Be

Increased to Provide Officers.

Navy to Need 41,500 More

Men, 1300 Officers.

Secretary Daniels' plans for strengthening the Navy will call for the addition of 41,500 men and 1300 efficers within five years. Thirty thousand men and 1000 officers would be required to man the 136 new ships provided for if the programme and 11,500 men and 300 efficers will be asked for this year to make up present deficiencies. Altogether it is proposed to give the Navy about 100,000 efficers and men, or nearly double the present establishment of 51,500 men and 3500 efficers.

With the occupation of the Meuse line of fortresses. The demand for annexation of a strip of territory down the coast line has been dropped, if, indeed, it ever formed part of the government's programme. Naval experts are no longer agreed on the necessity of the much-discussed naval base on the English Channel, particularly in, view of the development of the submarines.

STOLEN VESSEL ESCAPES

With the occupation of the Meuse line of fortresses. The demand for annexation of an extended to man extended the programme and 1,500 efficers with the submarines. A FINE TREATMENT FOR CATARRH

Catarrh is such an insidious disease and has become so prevalent during the past few years that its treatment should be understood by all.

STOLEN VESSEL ESCAPES

men and 300 officers will be asked for this year to make up present deficiencies. Altogether it is proposed to give the Navy about 100,000 officers and men, or nearly double the present establishment of 51,000 men and 300 officers.

With the National defense programme ready for submission to Congress, President Wilsoft and his advisers have begun consideration of methods of raising the necessary money. It was indicated today that the bond issue was looked on as best.

GERMAN PREDICTS PEACE (Centinued From Pirst Page)
heard similar remarks from other officials. The vigor with which the various political groups, big industries and commercial and agricultural organizations are pursuing the resolution of the taboe topic of the "aims of the taboe topic of the " Exchange Telegraph Company.

The Empress suggests that jars of jam be sent to troops in the trenches clais. The vigor with which the variand in military hospitals as gifts from our political groups, big industries and it had be

BELL-ANS

Absolutely Removes Indigestion. Onepackage proves it. 25cat all druggists. "YOU CAN DO BETTER FOR LESS ON THIRD STREET"

Daily at 8:30 A. M. On Saturdays 9:00 A. M.

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The Most in Value-The Best in Quality

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A Great Purchase and Sale of Women's & Children's Outing Flannel Gowns

Unusual Savings Made Possible by Special Price Concessions Secured From the Manufacturers at a Very Opportune Time-Four Lots to Select From Underpriced as Follows:

Lot 1—Your Choice at For Regular \$1.50 Gowns 98c

Lot 2—Your Choice at For Regular \$1.25 Gowns 79c

In these assortments are to be found over a hundred styles with wash embroidery. fancy braid, tucked yoke and other trimmings. They are extra well made of high-grade outing flannels and are finished in a perfect manner throughout. They come in pink, blue, cream and white; also in shadow and invisible stripes, figures and neat mixtures-styles with or without collar-the popular "pajama neck," etc. All sizes. Regular \$1.50 grade at 98¢ and \$1.00 and \$1.25 grades 79¢.

Women's Gowns at 59c

Regular 75c and 85c Grades Fifty styles in this assortment—the Outing Flannel Gowns and Sleeping same colors and patterns as shown in the above assortment. All sizes. **59c** Regular 75c and 85c grades, at

Children's Gowns at 50c

Regular 65c and 75c Grades Garments in all styles and sizes from 1 to 14 years. Regular 65c and 50c 75c grades, at one price, Sale at 50c

BRITISH STATESMEN SAY SEA POL ICY HAS PROVED ITSELF.

Under Sure Shield of Navy," Declares ex-First Lord, "Every Mistake Can Be Retrieve."

LONDON, Oct. 20. - "Germany aims at world demination and against world domination the British fleet from the ims of Queen Elizabeth to the pres-

strength and patience, will secure the victory of our just cause.

"On land good days have not yet come. The valiant Russian front wears thin, the French and British offensive in the west has pierced, but hus not ruptured, the German fortified lines.

"Courage! All is well with the fleet. Under the sure shield of the mary every mistake can be retrieved; every neglect can be repaired.

"The chance to save or to lose the freedom of the world rests still with the British people and their leaders."

AIR DEFENSE HOPED FOR Rub Pain Away With a Small Lords Told Problem Is Difficult, but

May Be Solved.

'Trial Bottle of Old "St. Jacob's Oil."



COFFEE - Super-Quality

-is the Coffee which satisfies the refined taste of those who know best. Its full, mellow blend puts it in a class by

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