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PRICE TWO CENTS

THOUSAND DEAD, QUAKE SHOCKS KEEP UP: FRENCH GAINING AGAINST HUN IN

Peace Offer Asking Entente to Join in Ending War Reaches This Country by Radio Message From "Official Sources"

No Annexation and Political Independence of Peoples Who Have Lost Independence Are Among Salient Items of Offer.

WASHINGTON, Dec. 31.—(U. P.)—Russia's official peace terms, upon which she is asking the entente countries to join her in ending the war, have reached this country by radio message from official German sources. As announced today by the com-

on public information, which received the terms from the government wireless station at Nauen, Germany, the Russian delegation establishes the following foundation for peace nego-

war is allowed. Troops which are oc-cupying these districts will be withdrawn

Folitical independence of peoples which have lost their independence in this war will be in fullest extent restored. Possibility shall be granted to national troops which before the war were not politically independent to decide the

one or the other state or determine their colitical independence by referendum. In reference to districts of mixed naionality, the right of the minority shall to it independence for its national cul-ture and, when this can be carried through, practically an autonomous ad-

losses of private persons in conse-quence of the war they shall be met shall contribute proportionately Colonial questions shall be decided by the observation of fundamental

London, Dec. 31 .- (U. P.)-The allies intend seriously to respond to the Teuonic peace terms as announced from Litovsk, according to the best information today by the United Press. The answer planned will not be made until the German terms are fully received. It is understood that Premier Lloyd

with Premier Clemenceau, apparently Premier Lloyd George's latest word on the subject of war aims was in his letter of last week to the Laborite con-forence, in which he laid emphasis on the fact that there would be no restatement of Britain's terms except after full consultation with all the allies.

corge will shortly go to France to con-

Stockholm, Dec. 31.-(U. P.)-Several allied diplomats here today recom mended to their respective government that they participate in a conference

P.)-Importation of Russian government bonds into France will be prohibited by the French government after January 1, according to a formal announcement by the treasury department today. The embargo applies to "all bonds and coupons of loans issued or guaranteed by Russia."

Prosecutions Will Follow, According to Developments in Washington.

Washington, Dec. 31.-(I. N. S.)-Strong indication that prosecution may grow out of the army investigation was made today when the senate military affairs committee resumed its hearing into ordnance shortages with Major-General W. A. Crozier, chief of the ordnance, on the stand. Senator Freylinghuysen of New Jersey urged that all witnesses hereafter be

placed under oath.
"Much of the evidence obtained here may come before the attorney general Senafor Chamberlain, chairman of the

huysen's suggestion hereafter. General

(the French government) are able to cannonading and raiding operations were taken to arrange for obtaining ordnance from the French government during 1918 and as long thereafter as necessary for the use of the American expeditionary

Despite the opposition of Secretary of War Baker, members of the senate mil-tary affairs committee declared their intention today of urging the enactment of a universal military training law at the present session of congress. They will offer the Chamberlain universal service bill as one of the remedies have found in their investigation. The neasure was prepared some time ago.

Embargo Placed on Eastbound Freight

announced an embargo on eastbound freight shipments over the Sunset Gulf route, because of restricted cargo racilities. Government shipments alone are excepted. The embargo went into

New Yorkers Are to Take New Year's Dip

New York, Dec. \$1.-(I. N. S.)-The "snowbirds" at Brightn Beach and Co-ney Island are going to celebrate the coming of the New Year with a dip in the surf. Promptly at 12 o'clock tonight a number of winter swimmers will race to the beaches to be among the first ocean bathers of 1918.

"Two-Bit Clubs" Newest Things In War Finance Oregon Has Yet Devised

in war finance. They are to be orranized all over the state, announced ganised all over the state, announced J. A. Currey, state distributor for the Oregon division of the national thrift campaign, this morning.

"Two Bit club" members will arrange to buy thrift stamps at 25 cents at regular intervals—one a day, if possible. When a member has accumusufficient thrift stamps he or vill exchange for a war savings, and then begin all over againthus accumulating a snug reserve of the stamps, which cost \$4.12 each now but which the government will redeem, January 1, 1923, for \$5 each. "We will ask clubs where members eat regularly to have a 'two bit' thrift.

"Two Bit Clubs" are the latest thing produce thousands of dollars in thrift investments from members of such or-ganizations as the Arlington and University clubs and the chamber

other names-already have been organ-

Back for British Most of the Positions Lost to Germans in Smash on Sunday Morning.

ommies Take Number of Prisoners and Some Machine Guns-Teutons Hold Part of

London, Dec. 31.-(I. N. S.)-By a series of powerful attacks launched during the night, the British have recap-Germans at Welsh Ridge, on the Cambrai front, the war office announced at

In addition to the territory retaken, the British captured a number of prisoners and some machine guns. The Germans were able, however, to

retain part of a front line trench, 'In the mist of the Sunday dawn, the the arrangements made with the French government to obtain ordnance for Pershing's expedition. He admitted that such a condition "ought not to exist." but insisted that "the responsibility rests upon the whole country" in falling to adopt an adequate preparedness policy before war was declared. He read extracted that tracts from his reports of the past for artillery.

Which extended into the German front. Both sides of the salient were attacked simultaneously in great force, while a weaker thrust was delivered against the appropriation of the ridge, in the direction of the nation's transportant of the Bois Couillet and south of the ridge the Germans pierced the British first tracts from his reports of the past for artillery.

When the freight jam is dissipated, a more limited and coordinated system of priority will be enferced, with food, fuel and south of the ridge in the direction of the nation's transportant of the Bois Couillet and south of the ridge the Bois Couillet and south of the ridge the British first the Germans pierced the British first the positions the British artillery turned a for artillery.

In the freight jam is dissipated, a more limited and coordinated system of priority will be enferced, with food, fuel and south of the ridge in the direction of the nation's transportant of the Bois Couillet and south of the ridge to Bertal control of the nation's transportant of the Bois Couillet and south of the ridge to Bertal control of the nation's transportant of the Bois Couillet and south of the ridge to Bertal control of the nation's transportant of the Bois Couillet and south of the Portland harbor with ships. It is expected to send here for prompt and the Portland harbor with ships. It is expected to send here for prompt and the Portland harbor with ships. It is output the Bois Couillet and south of the ridge in the freight part of the first the Bois Couillet and south of the ridge in the Bois Couillet and south of the ridge in the freight part of the first the Bois Couillet and south of the Boi a murderous fire upon them and He read a cablegram from General this let up the counter-attacking began.

Bliss, chief of staff, dated December 5, (Welsh ridge lies five miles southwest when the general was in France, stating of Cambral and just east of the Marco-Elsewhere on the western front violent

rive in Krance with all guns—field, me- In local actions on the West Flander dium and heavy—during the year 1918." front the British line has been extended. The cablegram suggested that action be on the Ypres-Staden railway.

> BRITISH HAVE GONE FORWARD TEN MILES FROM JERUSALEM

London, Dec. 31.—(I. N. S.)—General Allenby's victorious British army in the Holy Land has advanced nearly 10 miles nce Jerusalem was captured from the urks on December 9, said a dispatch from Cairo today. Despite the desperate resistance of the Turks north of Jerusalem, they have again been forced back, losing three vil-lages and a ridge.

The British advance is necessarily

slow because of the deep sand of the desert they are grossing, the intense heat and the fact that railway lines have to be built and water pipes laid down as their front is pushed forward.

It was reported on Saturday that the Austro-German troops and fresh Turkish soldiers had reinforced the Turkish army in Palestine for a counter-offensive to be directed by General von Falkenhayn, but it is without official confirmation.

Moscow Without Food Copenhagen, Dec. \$1.—(I. N. S.)—Famine conditions prevail in Moscow. Advices received from Petrograd today said that part of the railway lines leading into Moscow from the south had been cut and that no foodstuffs have arrived in the city for several days. ments have occurred near Petrograd.

Disorders are occurring at Viadivos-

French Penetrate German Lines Berlin, via London, Dec. 31.—(U. P.) French infantry attacked and succeeded in penetrating parts of German positions around Monte Tomba, today's official report stated.

Bandit Tied, Gets

firms, One employer, for instance, has agreed to pay the few cents difference between the value represented by a thrift card filled with 16 thrift stamps and the war savings stamp costing now \$4.12."

Mr. Currey said that unique plans for raising Oregon's \$17,000,000 quota in war savings stamps will not stop with "Two Bit Clubs." He is arranging to have local golf clubs and players have (Concluded on Pige Seven, Column Three).

The robbers boarded a westbound freight created the crew to mark forced the crew to mark forced the crew stop may be engine. The robbers then stopped an eastbound freight. Entering the engine cab, one of the highwaymen was attacked by the engineer and fireman, who took his revolver and bound the main with a cord. While the crews of both trains were chasing the second bandit the prisoner loosed his bonds and, with a second gun, again held up the trainmen, securing considerable poots.

Series of Powerful Attacks Wins Ships Are Expected to Be Sent Here Because of Facilities for Loading That Are Unsurpassed in Whole Country

> Federal Rule Will Be to Use Shortest and Easiest Routes, Competitive Element Eliminated in All Routings.

Washington, Dec. 31.-(U. P.)-The railroads' war board was dissolved late today by Director General of Railroads and a temporary advisory The advisory board will consist of: currency; Harry Walters, chairman of board of the Atlantic the executive Coast line; C. D. Chambers, vice president of the Santa Fe; Hale Holden, president of the Chicago, Burlington & appointed assistant director general of Washington, Dec. 31.-(U. P.)-An or-

committee, administered the oath to Germans attacked in mass formation, der temporarily abolishing all railroad General Crozier, and the committee the troops plowing their way forward shipment priorities and clearing away probably will follow Senator Freling- through deep mounds of snow. The as- freight congestion by moving everything sault, delivered in two directions against in sight, important or otherwise, was de-Crozier read a long prepared statement, the British salient on Welsh ridge, was cided on by Director General McAdoo Crozier read a long prepared statement. The British salient of wipe out this spur, late today. explaining the shortage of artillery and evidently intended to wipe out this spur, late today. When the freight jam is dissipated, a

passed elsewhere on the coast cars Low congested in competitive terminals and used as warehouses for sheer lack of facilities to unload them. One federal rule of railroad operation will be to use the shortest and

easiest routes. Another is to eliminate competitive elements that artificially control traffic routings. tage of using the Columbia river water

Three fourths of the natural traffic highly satisfactory and believes that drainage of the Northwest is by way of with complete understanding of conthe Columbia river gateway. Three ditions, Squire will extend all avail-fourths of the export commerce of the able help to secure practical results Northwest would be handled out of the and cut red tape. Columbia river if natural advantages

inaugurate a thorough-going campaign for the practical recognition of these advantages and will press it vigorously, was announced this morning by W. D. B. Dodson, executive secretary of the "Federal control should mean

prompt assignment of vessels to this port for cargoes of flour and other foods," he said. "Federal control should mean the assignment of cars to this port for transof merchandise consigned

"Pederal control should mean the assignment of cars, released through prompt unloading here, to the relief of industries, such as our Willamette valley mills that face puin because of the accumulation of their 'side product'— yet it is that side product which the government needs to the extent of millions "Federal control, we hope, will mean the speedy issuance of an order directing

(Concluded on Page Nine, Column Five)

Severe fighting between the Red Guard and anti-Bolshevik forces was reported today from numerous points in the interior of Russia, but no engagements have occurred near Petrograd. PLANT SET AFIRE

Detroit, Dec. 31.—(I. N. S.)—What is believed to be a plot by German spies to destroy the \$3,000,000 plant of the Liberty Motor company, which is the largest concern in the United States building simplane motors for the govilding airplane motors for the gov-ment, was frustrated by employes of

Free; Robs Train

Boulder, Col., Dec. \$1.—(I. N. S.)—
County and railroad officials were

Boulder to be stated of the buildings in course of construction in flames and with the help of the fire department confined the blaze to a limited district, the loss being small.

This is the second attempt by German searching today in the vicinity of Crescent, near here, for two masked bandits who held up the crews of two freight trains on the Moffatt railway yesterday and relieved them of a small sum of largest granary, which contained 1,900, money, three gold watches and other one bushels of grain.

Nine Miners Buried

ALLOWED TO HOLD OFFICE

NDIANAPOLIS, Dec. 81 .- (L. N. S.)-Judge Anderson in federal court here today decided that he has no jurisdiction in injunction proceedings against Fred C. Miller, allen enemy mayor-elect of Michigan City, Ind., to prevent him from taking office.

Action was brought by Martin T. Krueger, present mayor. Judge Anderson deplored the fact that an allen enemy can hold office in the United States or in Indiana.

Mrs. R. G. Roberts to Tell Secretary of War of Treatment of Detachment.

Washington, Dec. \$1 .- (WASHING-John Skelton Williams, controller of the TON BUREAU OF THE JOURNAL)report that a detachment of about 300 men from Camp Lewis, including many from Oregon, is suffering from severe weather at Hatfield, Va., was Quincy, and Walter D. Hines, newly brought to Senators McNary of Oregon and Jones of Washington today by Mrs. Raymond Graham Roberts, formerly of Portland, who has been engaged in relief work among these men. She asserts they were hastily unloaded and camped in the open one week ago because Camp Meigs, where they were bound, was under quarantine; that they lack uniforms, blankets and under were made by the senators to have Mrs. Roberts tell her story direct to Secre-tary of War Baker today. proposed sites in the northwest. Former Governor Oswald West, who arrived last night, conferred today General Squier, chief signal of ficer, on feans for increasing spruce production. Squier later wired Colonel Disque for a full statement as to whe idditional authority he needs and the full requirements in terms of men, money and materials to speed up the afreraft output.

That the Chamber of Commerce will Canadian Officers To Speak on Sunday

Portland clergymen are asked to an-nounce that Major F. B. Edwards and Captain T. J. Leduc, wounded Cana-cian army officers, are to speak in Auditorium next Sunday after The request is made in a cirletter sent out by Mayor Baker They will speak under the suspices of the state council of defense.

ROLL OF HONOR

Ottawa, Ontario, Dec. 31—(U. P.)—Only one American is today mentioned in the latest canualty lists issued by the record office hers. He is D. Campbell, San Francisco, wounded. He is D. Campbell, San Francisco, wounded.

Washington, Dec. 81.—(L. N. 8.)—James
Sylvester Byrne, 81, seeman, U. S. N., reserve
force, was washed ovarboard in the war gone
during a gale and drowned. Admiral Sims reported to the navy department this afternoon.
Byrne enrolled at New York:

Washington, Dec. 31.—(L. N. S.)—General
Pershing this afternoon reported to the war department the death of 16 members of the expeditionary forces from natural causes, and the
slight injury sustained by Private Henry J.
Griffin, engineers, in an air raid on December
28. His mother, Mrs. Margaret Griffin, resides
at Niantic, Ill.
The deaths were as follows:

Niantic, Ill.

The deaths were as follows:
NURSE MAYBERBY, hospital, December 30,
rom pneumonia; mother, Frankton, Ind.
PRIVATE ARTHUR H. DRAKE, engineers Cal.
PRIVATE HARRY SAVAGE, infantry, December 29, preumonia; mother, Carrie M. Sarage, 1327 West Alice avenue, Spekane, Wash.
COOK MARTIN H. FITZGERALD, infantry,
December 24, meningitis, Rozbury, Mass.
RERGEANT WELBY N. CRANG, first class, PRIVATE WILLIAM C. DOUGLAS, field ar-Bery. December 17, sapyema; mother, Attica, Edmunds, Wash.

PRIVATE HERMAN SAUPE, angineers, December 27. meningitis: father, E. Saupe, 117

Glee, Snohomish, Wash.

PRIVATE WILLIAM S. MESSER, infantry,
December 27. pneumonia and tuberculous; dister, Middleboto, Mass.

PRIVATE HOWARD J. CRAWFORD, signal corps, December 27, chioroform, mesthesis; father, E. W. Orgaford, Castis Gots, Utah.

MECHANIGIAN SERT ANDREWS, medical department, December 28, brotchilis supportaives department, December 28, brotchilis supportaives department, December 28, brotchilis supportaives

British and Italian Airmen Cooperate With French in Notable Victory Between Osteria, Demonfendra; Berlin Admits.

French Take Offensive for the First Time in Italy and Sweep Enemy Before Them-Desperate Struggle Is Rewarded.

ROME, Dec. 3i.— (U. P.)— French troops, assuming the offensive for the first time in the Italian theatre of war, gained a notable victory between Osteria and Demonfendra and Maranzin, the war office announced today.

Besides the prisoners, Poilus took 60 machine guns, seven cannon and much other material.

British and Italian airmen cooperated in the victory.

Berlin, Dec. 31.-(I. N. S.)-A victory

or the French troops fighting with the Italians in northern Italy was admitted by the war office today. The French took the offensive in the ector of Monte Tomba (between Monte Grapps and the Piave river) and after (Concluded on Page Four, Column Two)

U. S. SOLDIERS GET TOUCH OF WINTER

Men Training in France Hike British Through Snow Drifts Near-Zero Weather,

With the American Army in France lee 31.-(I. N. S.)-Hikes through nearzero weather and three feet of snow are livity is being reported from the hos- month of the year. pitals which are filling up with cases of frost bite, chilbiains and pneumonia because of the intense cold. This morntegrees above zero. Huge snowdrifts add to the difficu

ties of troops on the hike, but the men are accepting the hardships cheerfully and plod through the snow with fewer stragglers than during the wet weather The chief complaint is over the

The auto trucks are having a hard time getting through the roads in the territory in which maneuvers are being carried out. The mules drawing supply trains frequently slide from the road into the ditches and the drivers, noted for their ability to turn the air blue on the least provocation, extend themselves to the huge delight of the passing doughboys. A Missouri mule, stuck in a snowdrift with his heels going like piston roas is an affair to be handled iston rods is an affair to be handled improvement and a high French officer who has been in camp looking them over praised highly their soldierly qual-

Seattle-Spokane Trains Come South

nd Chicago, Milwaukee & St. Paul raifbeing routed through Portland over the Spokane, Portland & Seattle railway.

Mayor Issues Invitation for the

city has appeared as host at a watch meeting. Mayor George L. Baker has issued an invitation to all to be present. It is expected that the big building will be filled to capacity. The doors will be open at 9 o'clock and the big New Year's noise will begin at 10:30 and continue until midnight.

Beginning at 3 this afternoon the building will be given over to terpsichorean pleasures. Soldiers from Vancouver Barracks, Fort Stevens, Fort Columbia and Fort Canby will be in attendance and other soldiers who are in the city visiting relatives and friends from various camps will be present.

The first community sing and watchmeeting was held several years ago on Tenth street between Washington and Stark streets, in the open air. Coincident with the big sing will be the spectacular Elks' Red Cross city

Four companies of the Multnomah guards, in command of Lieutenant Colonel John B. Hibbard, will police the city streets to maintain order. The guardsmen assigned to the congested districts will appear in citisens' ing and will wear stars and carry en's clubs. Other n the organization will do guard duty on the waterfront. These men will carry

Special attention will be given the shippards in order that acts of vandalism shall not be committed or property destroyed during the excitement of the holiday celebration. The guards have been lent to the chief of police by Sheriff Hurlburt. The police will have their hands more than full and it was at the request of the chief that the their lodge rooms at the disposal of the guards who will assemble there at o'clock.

(Concluded on Page Nine, Column Seven)

CASUALTIES FOR

Losses 80,034, Lowest Since August-November High With 120,679.

London, Dec. 31.—(U. P.)—Britain's casualties for December were the low-est reported in any month since Auggiving the American soldiers a real taste of the rigors of army life.

ust, according to compilations made of the month's lists by the United Press today. They showed a total of \$8,054 A holiday duliness has settled down officers and men announced as killed over the entire camp. The greatest ac- wounded and missing during the last

Totals .. 16.065 58.065 8.084 80.084 The figures for recent months have been: July 71.899 killed, wounded and missing, officers and men; August, 60. 378; September, 106,430; October, 83. 558: November, 120,679.

The monthly lists do not necessarily mean killed, wounded and missing in The chief complaint is of the fires. alty lists issued during the period of after he set the building culty of getting dry wood for the fires. alty lists issued during the period of after he set the building the auto trucks are having a hard time the month. Some of these often refer fort to escape. Ross had been arrest to casualties several weeks past.

Guatemala Reports Show Widespread Disaster in Central American City-Red Cross to Dispatch Relief Ship Jan. 1.

American Legation Among Buildings Razed-Railroads Demolished-Stricken District Said to Be 75 Miles Wide

WASHINGTON, Dec. 31.—(U. P.)

—One thousand dead as a result of the Guatemala earthquake was the estimate furnished the state department today in a cablegram from the Central and South American Telegraph company.

date of December 30, related that he had just returned from the capital, where he found 40 per cent of the houses demolished. most of the others uninhabitable, the American legation and consulate, the postoffice and large churches wrecked, martial law in effect, inhabitants quitting the city upon the president's orders and terrific shocks continuing at five-minute inter-

Much of the region between Guatemala City and San Jose on the Pacific, 78 miles away, has been devastated, the embassy report stated. All lines of communication inland from San Jose have been severad and only meager scraps of information have been received by don Joaquin Mendez, Guatemala min ister here. Rajiroad into Guatemaia City has

been demolished and couriers have been dispatched from San Jose to obtain definite news of the disaster. Mendes expressed his gratitude to (Concluded on Page Seven, Column Two)

Chicago to Discharge 1500 City Employes

Chicago, Dec. 31.—(I. N. S.)—Fifteen hundred city employes, 300 of whom are in the police department, are to be dropped from the city payrolls this week because of the shortage of city finances. A seven hour day is now in force and the council plans to increase the werking day to eight hours. The action is forced, the council says, for war economy.

Prisoner Sets Fire And Burns to Death

The mouthly lists do not necessarily mean killed, wounded and missing in that month alone; they cover all casualty lists issued during the period of after he set the building after in an ef-

Severest Cold Wave in History and Fuel Famine Spreads Death in East

New York, Dec. \$1.—(I. N. 8.)—The worst cold wave in the history of the weather bureau, which has spread death and suffering throughout the East, is passing off to sea, the weather bureau approunced today. Snow is indicated for tonight in the upper Ohio valley, the lake region, the middle Atlantic states and North Carolina. With the snow the temperature will moderate, the forecaster said. The thermometer in Washington registered three below zero, the lowest in five years.

Sixteen dead, hundreds requiring medical attention and countiess thousands suffering acutely because of the lack of sufficient fuel and food, was the situation as it existed in New York City to-

tion as it existed in New York City to-day as the result of the coldest weather ever experienced in the metropolis.

The East Side tenement district was scene of misery yesterday and early day. Many of the poor paople did