

AUSTRIA AND SERBIA PREPARE FOR WAR

ARMY MOBILIZED, BELGRADE EVACUATED

REPLY TO AUSTRIA REJECTS DEMAND

Ministers Withdrawn From Belgrade—Army Is Ordered Mobilized—Ultimatum Sent by Franz Josef Rejected—Requests for Extension of Time Limit for Reply Refused.

VIENNA, July 25.—A message from Belgrade says that orders for the mobilization of the Serbian army were given at 3 o'clock this afternoon.

LONDON, July 25.—Serbia's reply to Austria will be a partial acceptance of her demands, according to advisers reaching official circles in London today.

VIENNA, July 25.—The Austro-Hungarian government refused all the requests of Serbia to extend the time limit for the reply to its note.

VIENNA, July 25.—Shortly before 6 o'clock the Austro-Hungarian minister at Belgrade presented a note to the Serbian foreign office saying the Serbian reply was unsatisfactory.

Servians Reply Indicated—BELGRADE, July 25.—The government newspaper Samoupravna publishes the following which is generally accepted as indicating the tone of Serbia's reply to Austria:

"Serbia desires sincere and correct neighborly relations with the dual monarchy. Convinced of the necessity of maintaining such relations, the Serbian government will readily comply with all the demands of Austria-Hungary, which will serve to suppress all criminal acts, manifestations and disorders in neighboring countries.

"Because the Serbian government considers it is thereby fulfilling the obvious duty of a civilized state, the government will in all sincerity do everything possible to prove its intentions."

SOUTHERN PACIFIC RESUMES TRAFFIC MEXICAN COAST

SAN FRANCISCO, Cal., July 25.—Under guarantees of protection by General Carranza, the first chief of the constitutionalists, and his subordinates, Generals Villa and Obregon, the Southern Pacific company announced today a partial resumption of its freight and passenger service down the west coast of Mexico, which has been totally suspended for about fourteen months.

Freight will be accepted as far south as Modesto, state of Sonora, with possible delays south of Guaymas. Passenger service will be resumed on a regular schedule as far south as San Blas, state of Tepic, not far distant from the terminus of the line at the city of Tepic.

RUSSIA TO AID SERBIAN NATION AGAINST AUSTRIA

ST. PETERSBURG, July 25.—Orders for the prompt mobilization of the Russian army were looked for today as a result of the calling of the council of ministers, presided over by the emperor of Russia and held at the palace of Peterhof early this morning.

From present indications, Russia appears prepared to go to any extreme rather than tolerate the downfall of Serbia.

Already part of the Russian press has taken a defiant attitude, demanding that the government in St. Petersburg undertake the protection of Serbia. The Novoe Vremya says:

"The Russian government clearly recognizes that the Austrian ultimatum is particularly directed against it and Russia is replying not only by words, but by the requisite actions. Serbia is being subjected to an unlawful attack and will not remain alone. The disturbers of the peace have not to deal with Serbia only, but also with Russia. Unless the Austrian ultimatum is withdrawn, Russia will not remain a silent spectator of violence."

Many of the newspapers of the Russian capital today demand the immediate mobilization of the Russian army on the Austrian frontier. The Bourse Gazette declares that Russia "cannot for a moment tolerate any attack on Serbia or on Serbian independence."

PORTLAND TELEGRAM REPORTED PURCHASED

PORTLAND, Ore., July 25.—The Evening Telegram of Portland was bought today from the Oregonian Publishing company by John E. and L. R. Wheeler and John F. Carroll. The new owners will formally take charge on Monday, July 27.

DIRECTORS CHOSEN FOR FEDERAL RESERVE BANKS

WASHINGTON, July 25.—The treasury department today announced that the following named had received a majority of votes of banks in their districts in groups for directors of federal reserve banks:

L. B. Hanna, Fargo, N. D., class A, group 2, and Norman B. Holter, Helena, Mont., class B, group 3, both Minneapolis districts.

PASADENA, Cal., July 25.—Fire starting in a defective flue near the roof destroyed the main building of the Pasadena sanitarium, in South Pasadena, today.

CONFIDENT PEACE IS AT HAND

WASHINGTON, July 25.—Officials watching shipments of arms to Mexico stated positively today that General Villa was not buying munitions of war independently of the authority of General Carranza, as had been reported from the border.

WASHINGTON, July 25.—Confident that peace was at hand in Mexico, administration officials today awaited the outcome of the meeting at Tampico between Carranza and Reginaldo Cepeda, envoy of the Carranza government to arrange for the transfer of administrations in Mexico City. Belief was expressed that they would speedily reached an understanding. All that the Carranza government seeks is amnesty for political offenders and general guarantees for the people living in the territory once

EXCHANGES SHOW FEAR OF GENERAL EUROPEAN WAR

LONDON, July 25.—The Austro-Serbian embargo today occupied the attention of every chancellery in Europe, where the situation was recognized as fraught with possibilities of a general conflict. The condition of the stock exchanges gave a strong indication of the fears felt by the general public, and stocks of all kinds suffered a collapse.

Depends on Russia.—The hope was widely expressed that armed contact between the nations would be averted, and the Russian view of the coercion exercised on a Slav nation was watched closely, as it was felt that on the decision of St. Petersburg as to whether Russia would actively support Serbia in resisting Austria's demands depend the final outcome of the controversy.

On the London stock exchange demoralization set in at the opening of business this morning owing to a rumor that Russia had begun to mobilize her great army in preparation for eventualities. Dealers offered everything and British consols fell 1 1/4 per cent to 73 1/4, Russian bonds 2 1/2, Austrian and Hungarian bonds 2 points. Canadian Pacific, however, showed the most loss. A fractional hardening occurred before noon, but the market remained nervous and excited.

French Securities Fall

PARIS, July 25.—As an indication of the gravity with which the Austro-Serbian situation is regarded here French three per cent rentes fell to 78 at the opening of the Bourse at noon today. This was a further point and a half below yesterday's closing price. French financiers seemed to have abandoned their usual week-end holiday and the square fronting the stock exchange was packed with automobiles.

The French cabinet, in the absence of Premier Rene Viviani, who is in company with President Poincare on a visit to various European courts, has not yet met to consider the situation.

ACCUSE EX-EMPLOYEES OF FIRING MINES

DOUGLAS, Ariz., July 25.—Several former employees of the Cananea Consolidated Copper company are under arrest here today pending investigation into a supposed incendiary fire which started yesterday in the Vta Grande and Oversight mines of the company and was still burning today.

Although hundreds of men were working within the fire radius, all escaped. The Oversight fire is still dangerous; that in the Veta Grande shaft is under control, but it is uncertain whether the shaft can be re-timbered or a new one must be sunk.

HUERTA AWAITS FAMILY TO PROCEED TO EUROPE

INGSTON, Jamaica, July 25.—General Huerta has passed his time quietly at his hotel since his arrival here from Puerto Mexico. He declares that when the other members of his family arrive he will proceed immediately to Europe, whence he will watch the course of events in Mexico.

Charles Henrotin Dead—CHICAGO, July 25.—Charles Henrotin, first president of the Chicago stock exchange when it was established in 1882, resident consul for Belgium and consul general for Turkey, died at his home here today. His death was sudden, as yesterday he was on the floor of the exchange, as usual.

MEDIATION FOR RAILROAD WAGE DISPUTE FAILS

After a Week of Sessions, Federal Board of Conciliation Announces That Its Efforts Have Been Futile—Trying to Secure Basis for Arbitration of Trouble.

CHICAGO, July 25.—Mediation has failed to settle the wage differences between the ninety-eight western railroads and their 55,000 engineers. After a week of sessions the federal board of mediation and conciliation today announced that it was trying to effect a working basis by which both sides would consent to arbitrate their differences.

The announcement of the crisis in negotiations between the mediators and the warring employes and employers was made by G. W. W. Hanger, member of the federal board of mediation and conciliation, who said:

Seek Arbitration Basis—"It has been apparent for the last three or four days that the question could not be settled by mediation, and the board therefore is trying to effect a workable basis by which both sides will consent to arbitration.

New proposals to both the representatives of the engineers and firemen and to the committee of railway managers were submitted today by the mediators and the board is awaiting replies to its proposal.

Neither W. S. Stone, grand chief engineer of the Brotherhood of Locomotive Engineers, nor W. S. Carter, head of the Brotherhood of Locomotive Firemen and Engineers, would discuss the nature of the proposal submitted by the mediators. Equal silence was observed by the officials of the railway managers' committee, which has conducted negotiations.

UNITED STATES TO BE NEUTRAL IN CASE OF CONFLICT

WASHINGTON, July 25.—In accord with a policy of absolute neutrality, should the Austro-Serbian crisis develop into war, any attempt by any of the interested powers to purchase American warships would be promptly turned down by the United States, in the opinion of officials here today. It was pointed out that the recent sale of the battleships Mississippi and Idaho to Greece could in no instance serve for precedent for further sale of ships to any European government.

President Wilson might issue a proclamation of neutrality which would clearly set forth just what commerce would be permitted between this country and the parties to the conflict, which European chancellors fear is imminent.

VEIN OF GOOD COAL DISCOVERED

A twelve-foot vein of high-grade semi-bituminous coal was struck yesterday at the Little & Burr coal mine at the base of Roxy Ann. The find is considered the most important coal find made in the history of the valley, and that the mine will be able to supply all of the coal needed in the valley, with enough for gas manufacture and for factories, is the belief of those that have seen the vein.

The find was made by William A. Burr, mining and civil engineer. He has had large experience in coal mines all over North America, particularly in Mexico. He believed that Roxy River valley contained large coal deposits and the locating of the new Little & Burr mine was the result. The finding of the twelve-foot vein has rewarded his investigations. The mine is at the base of Roxy Ann, said to be a mountain of coal. It is about three miles from Medford.

JUDGES FIGHT DUEL O'ER CAILLAUX CASE

BRIDE'S FATHER SHOTS ELOPER ASKING PARDON

HAVERSTRAW, N. Y., July 25.—A friendship that began when William V. Cleary, town clerk of this village, and Frederick M. Newman, one of the owners of the Rockland County Messenger, were boys is recalled in the statement by the latter as a reason for not wanting to see Cleary, murderer of his son, Eugene, pay the extreme penalty for his crime.

Young Newman was shot to death in the town clerk's office in the town hall on Thursday, when he asked Cleary's forgiveness for having eloped with his daughter, Anne Cleary. They were married a week ago at Weehawken, N. Y., and the boy carried his marriage certificate to show to the father of his bride.

"I don't want Bill killed," said the boy's father. "We went to school together; we were political and social friends. My papers always backed him up and we have joked together about this affair of our children. But Bill was wrong; my boy was all right and Bill must not be set at liberty through politics or any other means. He must have a term of imprisonment."

Cleary meanwhile is confined in the county jail at New City on a charge of murder in the first degree for the killing of his son-in-law.

KALAMA LUMBER PLANT DESTROYED

KALAMA, Wash., July 25.—Fire early today destroyed the big saw-mill plant, lumber stock and wharf of the Mountain Timber company on the Columbia river front here. The loss was estimated at \$375,000 of which \$250,000 was covered by insurance.

It is thought that the fire started from a hot box in the boiler room. When first discovered a large part of the mill was in flames. The mill crew and citizens responded to the alarm and kept the flames from spreading to other properties.

The plant is owned by Nebraska capitalists. It is expected that it will be rebuilt at once. The mill was practically rebuilt last year and equipped with modern machinery.

ATTEMPT MADE TO KILL EGYPT'S KEDIVE

CONSTANTINOPLE, July 25.—As the khedive of Egypt was leaving the grand vizierate this afternoon, an Egyptian attempted to shoot him. The assailant was promptly shot down by a member of the khedive's suite.

VEIN OF GOOD COAL DISCOVERED

The coal found is of high grade, having excellent gas-making qualities, and good steaming and coking qualities. It contains almost no sulphur. Further investigation of the mine will continue, and the actual working of the vein will begin at once. It is thought that the company will be able to supply coal to the gas company, which at present uses cracker oil. The cement company at Gold Hill is another large market for coal.

The only difficulty in the way of immediate development of the mine is poor transportation to a railway. Burr & Little will work on this problem and hope soon to have this difficulty removed. It has been suggested that the mineowners make arrangements with the Interurban company for a transportation of coal by electric power. The streetcar line at present goes to Siskiyou Heights, and it is thought that construction to the mine is a possibility.

LITTLE PROGRESS IN SETTLEMENT OF RAILROAD DISPUTE

CHICAGO, July 25.—The most important meeting of the series was set for today in the federal mediation in the wage dispute between the engineers and the western railroads. Although no statements could be obtained from the mediators or any of the disputants, it became known yesterday that little or no progress had been made to a settlement, and that a general strike of engineers on the ninety-eight railroads west of Chicago might take place at any time.

Rumors that the strike would be called Tuesday were denied by one of the engineers, who said: "It has not progressed that far yet."

Unofficially, however, it was stated that today's would probably be the last of the meetings with the federal mediators. The engineers have promised to give two days' notice of a strike.

HOME RULE BILL UP NEXT MONDAY

LONDON, July 25.—Since the failure of the conference of the Ulster situation between the leaders of the various political parties at Buckingham palace, politicians have turned their attention to the next step to be taken in the home rule controversy. It is understood that much depends on the result of the meeting of the Irish nationalist party on Monday, when the Irish members of parliament will decide what attitude they are going to adopt toward the bill to amend the Irish home rule bill. The amending bill comes up for discussion on Tuesday in the house of commons.

The government is expected to urge the passage of the second reading of the amending bill as amended by the house of lords, so that it may be restored to its original condition in committee.

UNION PACIFIC CLOSES COLORADO GATEWAY

WASHINGTON, July 25.—The interstate commerce commission, in an order today, permits the Union Pacific to close the Colorado gateways for general traffic between exclusive points of the system in Oregon and Washington and places on and east of the Missouri river. The system is required, however, to revise tariffs to restore routes and privileges that heretofore have existed in fruit and lumber traffic.

EXPERT NAMED FOR FINANCES OF SANTO DOMINGO

WASHINGTON, July 25.—Charles M. Johnson of Indianapolis has been designated by the state department as accepted by the Dominican republic as a financial expert to untangle the complications which involve European interests and threaten American intervention.

At the request of Acting Secretary Phillips of the state department, the navy department today ordered the gunboat Martietta at Sanchez, Dominican republic, to proceed at once to San Pedro de Macoris, where new disorders have broken out with deaths of two natives on an American owned sugar plantation. The request of protection came from New York attorneys of the plantation owners.

LOVE MISSIVES CAUSE COLLAPSE

Mme. Caillaux Faints When Burning Epistles of Love Are Read in Court—Chief Judge Challenges Associate to Fight—Caillaux Longed to Kiss Prisoner Million Times.

PARIS, July 25.—The chief judge challenging one of his colleagues to a duel, the reading of the "mysterious" letters which were supposed to affect the case so profoundly, and the physical collapse in court of Mme. Caillaux were three incidents which today stirred the emotions in connection with the trial of Mme. Caillaux for the murder of Gaston Calmette.

A peculiarly French atmosphere was lent to the affair by the quarrel of the judges. This was added to by the piquant contents of the former premier's love letters, whose recital before the public caused the prisoner to fall unconscious and to remain for a long time in a swoon.

Beyond the reading of the letters, little progress was made, and it was generally expected that the trial would extend far into next week.

Challenge to a Duel—A challenge to a duel was sent by Judge Louis Albanel, presiding judge, to Judge Louis Dagoury, one of the three other judges sitting on the bench with him. The quarrel arose out of an incident which occurred at the palace of justice late last night, but its nature could not be ascertained.

The seconds appointed by Judge Albanel are General Jules Dalstein, former military governor of Paris, and Amle Bruneau de Lahori. When the discussion concerning the reading of Mme. Gueydan's letters seemed to be going unfavorably for the defense during yesterday's hearing, Judge Albanel announced that there would be a recess. The Figaro affirms today that Judge Dagoury then said in low tones, "you dishonor us, sir."

The two judges after going into their private room during the recess, engaged in a heated discussion, it was said. This morning, however, a report of it was made public on the front page from the Figaro, which left Judge Albanel no option but to send his seconds to his colleague.

Suspended Amid Uproar—The sitting of the court immediately suspended amid great uproar. As soon as the court had opened Maitre Lahori began reading some of the Gueydan letters. He remarked when he took up the second one:

"In this you will find burning love, but nothing indecent, as common rumor has reported."

In the letter, M. Caillaux writing to the present Mme. Caillaux before his divorce from Madame Gueydan, referred to the happiness he would

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