Forty-fifth Year. Daily-Tenth Year.

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NO. 134

GERMANY PLANS DISAVOWAL OF **ARABIC INCIDENT**

Imperial Chancellor States That the Sinking of Vessel as Cause of Friction Between Nations Is Eliminated-Complete Satisfaction Is Promised.

BERLIN, Aug. 26.-The Associated Press is in a position to state on the best authority that the Arabic incident may be considered as climinated as a source of discord between Germany and America; or at least is regarded by the German government in that light.

Moreover, Germany in its desire to continue its friendly relations with the United States had adopted before the sinking of the Arabic a policy designed to settle completely the whole submarine problem as affecting America, on the basis of good will and mutual understanding.

Chancellor's Statement

This is shown clearly by the statement of Chancellor Von Bethmann-Hollweg last night to the Associated Press, particularly by his concluding remark to the effect that not until all the circumstances in connection with the Arabic had been cleared up would it be possible to say "whether the commander of one of our submarines went beyond his instruction," in which case Germany would give complete satisfaction to the United States. Furthermore, during the conversation the chancellor twice again referred to the instructions given to submarine commanders. He did not specify in detail the nature of these instructions, but it may be said that they are designed to prevent a repetition of the Lusitania case and to provide the opportunity for escape for American non-combatants upon torpedoed ships which the United

States desires. Asks Suspension of Judgment

Having given these instructions Germany asked suspension of judgment on the Arabic gase until the facts were ascertained, being confident, it will be shown, that the sinking of the vessel was not an unprovoked attack without warning by a German submarine, but was attributabble either to a mine explosion or to some action of the vessel itself.

Should it develop, however, that a submarine acted contrary to instructions, ample reparation will be offered.

Germany still is unable_to understand why Americans in these troubled times travel on belligerent ships instead of taking American or other neutral steamers, but since they in some instances insist upon taking passage on vessels belonging to belligerents, Germany will do its utmost to provide for their safety.

Shows Genuine Interest

It is not permissable to quote re marks made by the chancellor in the course of the conversation, other than the formal statement which he made. It may be said, however, that Dr. Von Bethmann-Hollweg showed genuine interest in the state of feeling in the United States concerning the sinking of the Arabic and expressed the hope that the American people would not form an opinion on the basis of conflicting statements giving only one side of the story. He spoke with emphasis of Germany's

RUSSIA PLANS

PETROGRAD, Aug. 26.—Daily conferences are being held by members of the various parties in the duma and the council of the empire, with a view to the formation of a coalition ministry, the possibility of which has been under lively discussion of late in the corridors of the duma. The name of Michael Vladimirovitch Rodzianko, the president of the duma, and of Nikolai A. Khom-

WOOD IS CENSURED FOR PERMITTING TEDDY TO GRILL PRESIDENT

WASHINGTON, Aug. 26.-Secretary Garrison today telegraphed Major Leonard Wood expressing his deprecation that opportunity was given at the citizens' soldiery camp at Plattsburgh, N. Y., for Colonei Roosevelt to deliver his address yesterday and directing nothing similar should be permitted at any of the camps.

Secretary Garrison referred to Colonel Roosevelt's remarks on the military unpreparedness of the country and the attitude of the administration. His telegram to General Wood in part reads:

"No opportunity should have been furnished to any one to present to training they were to receive. Anything else could only have the effect of distracting attention from the real nature of the experiment, diverting consideration to issues which cite controversy, antagonism and ill-feeling and thereby impairing, if not destroying, what otherwise would have been so effective."

FRENCH AVIATORS IN WAR'S HISTORY

PARIS, Aug. 26.-Sixty-two French aviators on August 25 flew over a German arms factory to the north of Sarrelouis, throwing down a total of more than 150 shells. Thirty of these were of large caliber.

Announcement of the aerial raid is made in the statement given out by the war office this afternoon. The statement reads:

"On August 25 an aerial squadron omposed of four groups and including a total of sixty-two aviators, flew over the heights of Dellingen. Here there is a factory where shells and irmor plate are made. The location of this plant is to the north-of Saarlouis, in Rhenish Prussia, forty miles southeast of Treves. The aviators threw down with precision over 150 bombs, thirty of which were of large

So far as official reports have disclosed there never had been previously an air raid of such magnitude, so far as concerns the number of machines employed as vesterday's attack by sixty-two aeroplanes. In a few earlier ventures of the kind thirty

or more acroplanes were used. Yesterday's raid was the third in this part of Germany during the last three weeks. On August 9 Saarbruecken was bombarded and three days later the neighboring towns of Saint the latter raid.

TAGGERT'S HELPER PLEADS GUILTY

INDIANAPOLIS, Aug. 26.-James "Bud") Gibson, who was indicted somewhere east of Yuma. with Thomas Taggart, Mayor Joseph E. Bell of Indianapolis and others, charged with election irregularities desire to maintain the friendship of here in 1914, pleaded guilty to the layed overland trains 12 hours. One today. His trial had been set to begin next Monday.

tody of the sheriff.

NEW MINISTRY JAPAN ESTABLISHES **NEW SHELL FACTORIES**

ment of special factories for the Retch, which adds that the greater manufacture of shells will be a part proportion of the defenders of the CARRANZA'S SECRETARY of the increased assistance which fortress withdrew during the bom-Japan has decided to give her allies bardment, and declares that while the in the war, it is learned.

the work of increasing Japan's men- stated that the commandant of the tavo Espinos Myles, private secretary any person who hinders work ordered lakes. It was decided to prepare an for them. the duma, and of Nikolai A. Khomvakoff, former president of that
body, are being mentioned in connecbody, are being mentioned in connecbody, are being mentioned in connecthe work of increasing Japan's mentioned and person who ninders work ordered lakes. If was decided to prepare an
provisional governor of the state of
sons to decline to work,

The officers will be under the
coachilla.

Coahuila.

BERNSTORFF IN CONSULTATION WITH LANSING

Tension at Capitol Relaxes With Assurance That Germany Will Probably Abandon Submarine Warfare **Upon Passenger Ships and Sink No** Merchantman Without Warning.

WASHINGTON, Aug. 26. Count Von Bernstorff, the German sador, conferred with Secretary Lan-sing nearly an hour this morning, and while both refused to discuss their the men any matater excepting that meeting in any way it was understood which was essential to the necessary the ambassador reiterated that it was not the intention of the German government that any Americans should be lost on the Arabie.

Another communication, supplementing that which the ambassador transmitted to the state department Tuesday, is expected from Berlin. Pending its receipt, Count Von Bernstorff will remain at the embassy in Washington.

To Change Program

It is confidently believed the next word from Germany will be an announcement that pending further negotiations submarine warfare on passenger ships will be discontinued and that submarine commanders already John's Evangelical church, to which have been instructed to sink no merchant vessels without warning. -

It is understood that Germany, at for a modus vivendi for relaxation of of Police Heintz, into the case. British restrictions on neutral commerce. In German quarters it was contemplation in Germany for some in view of the victories in Poland.

Tension Relaxes

There is a notable relaxation of tension at the White House and at the state department.

Nevertheless, the president will not decide finally on his course until he has before him a definite statement serted the police. of the Berlin government's intentions.

It seems certain now that there will IHIDDIOANIC DIMINE case. In addition to satisfying the American government in that single be diplomatic exchanges in the Arabic instance they are expected to take on a general character regarding submarine warfare and the general rights of neutrals on the sea.

YUMA SWEPT BY

violent storm had prostrated all saved. Ingerbert and Zweibrucken were at- wires east of there today. The roof brown off.

A telephone message from Yuma eccived subsequently, stated that a San Antonio. heavy rain "accompanied by some wind" had occurred there this morning, but that no damage had been done. Afterward, however, the one United Fruit company. telegraph wire still working with Yuma went down, and the report became current that a heavy storm was sweeping the desert between points SKIRMISHES ALONG in the Imperial valely and a point

The Santa Fe railroad offices here received word that washouts in the vicinity of Gallup, N. M., had deconspiracy charge in the indictment washout destroyed tracks for a distance of 300 feet.

Gibson was remanded to the cus. ONLY DIVISION LEFT AT NOVOGEORGIEVSK

PETROGRAD, Aug. 26.-The gar-TOKIO, Aug. 26.—The establish- ceed a division, according to the going into action." Details of the plans for carrying on could only have been small. It is was announced here today that Gus number of survivors is unknown, it tion.

ATTEMPT TO FORM LEAGUE OF BALKANS FOILED BY BULGARIA

WASHINGTON, Aug. 26 .-Unofficial advices to representatives of the Balkan na- 4 tions here say Bulgaria has signed an agreement with Turkey which includes the proposition that she remain neutral and that the attempt 4 to form a Balkan League has 4

GARY, Ind., Aug. 26.-With the arrest today of George Schneider, member of the Gary Saxon Verein, in connection with the murder of Edmund Kayser, whose body was found near his parsonage in Tolleston, a suburb, Tuesday night, the police annonneed that virtually they had abandoned the theory that the German pastor may have been slain because Schneider's face was cut and bruised. Schneider is a member of St.

the Rev. Kayser was pastor. Developments in the Kayser murder mystery today brought two women, the same time, will revive her proposal whose names were withheld by Chief

The first of these women is one who is visiting the grave of a child in said that this step which had been in the cemetery near the Rev. Kayser's home. The second woman was seen time, could now be announced again by the first with three or four men on the night of the murder around a woman reported to Chief Heintz, plotting the murder of the Rev. Kayser.

At one stage they flipped a coin to decide which should perform the task of attacking the preacher, as-

TAMPA, Fla., Aug. 26. - Fourteen persons met death near Cape San Antonio, Cuba, and the powerful wireless station there was badly damaged and made unfit for immediate use by TERRIFIC STORM and made unfit for immediate use by the recent tropical hurricane. Cap-tain A. O. Borden of the schooner Caroline Vought brought the news today on his arrival here. It was nec-LOS ANGELES, Aug. 26 .- Private essary to beach the small fruit despatches from Yuma said that a schooner Roncador. The crew was

Captain Borden sighted the tacked. Eight persons were killed in of a large ice house at Yuma was schooner Explorer from St. Andrews, Fla., after the storm, badly damaged and being towed by a vessel to Cape

> The only white inhabitants at Cape San Antonio are employes of the

NISH, Serbia, Aug. 26 .- Further skirmishes between the Austrians and Serbians have marked the resumption of hostilities on this front. The following official statement was issued here today:

"On August 22 by infantry fire Save in the neighborhood of Orachatz and Dreutz. "On the same evening one of our

batteries shelled a hostile detachment ison of Novogeorgievsk during the near Mortza and a battery of the last stage of its defense did not ex- enemy which at that moment was

GOVERNOR OF COAHUILA

MONTEREY, Mex., Aug. 26.-1t

BYTEUTON ARM

Will Force Russians to Abandon Second Line of Defense-Citadel Is ers which visited him in London. Important as Supply Base.

BERLIN, Aug. 26, by wireless to Sayville.—The Germans captured the headquarters staff. German and Austro-Hungarian

roops stormed the works on the succeeded last night in entering the center fortress.

hen gave up the fortress.

A Strong Fortress

The Russian fortress of Brest-Litovsk which has capitulated to the Austro-German forces has been con-sidered one of the strongest forts in Europe and was the southern base Austro-German forces has been con-Europe and was the southern base of the second Russian line of defenses to which the armies of Grand Duke Nicholas retreated after the fall of his pro-German utterances, of Warsaw. The citadel is situated on the Bug river and at the junction of several railways, 131 miles south of Grodno and 120 miles due east of the Polish capital.

The storming of Brest-Litovsk by the Teutonic forces is probably the most important military achievement of the most important depots for have subsequently been found safe, fortress was rated by military critics lives, 206 on land and 69 on water.

point than was Warsaw. Important Strategic Point unction of the Bug and Mukhovets dead: rivers and the fortress of the city from Odessa, Moscow, Warsaw, Vil-

na and East Prussia, Brest-Litovsk, according to information compiled by the National CUBAN WIRELESS mation compiled by the National Geographic society, contained one of the oldest important fortresses in Geographic society, contained one of northern Europe. The older fortifications were erected about one mile east of Brest-Litovsk and had a circumference of four miles. The field works were kept up to date and everything possible had been done by Russia, it was said, to make them unconquerable. Brest-Litovsk was generally regarded in Russia as the most powerful individual stronghold in the empire.

The capitulation of Brest-Litovs' means, in the opinion of military observers, that the Russians will be forced to abandon their second line defenses which extended from Brest-Litovsk to the Baltic base at Riga.

INDIAN TRIBESMEN **BECOMING RESTLESS**

TOKIO, Aug. 26.—Private advices received by Americans who formerly as superintendent of hatcheries, was lived in India report that the unrest of the northern tribesmen is causing disquiet, although it is believed that the territorials, aided by loyal Indian troops, will be able to handle any insurrection that might break out.

It is reported that the tribesmen have been incited by literature emanating from agitators in San Franesico and in Manila and by Turkish propagandass,

tying himself on the left bank of the PEONAGE PROCLAMATION

Von Bissing, military governor of attack, Belgium has issued an order providing for the punishment of every per- Brown, of the game warden's office, son "who, without adequate reasons, was reduced from \$150 a month to refused to undertake or carry on \$100. work of public interest which is de- A sum not exceeding \$500 was ap- interning at Swiss resorts captured manded by the German authorities propriated for the propagation and army officers who are ill. It will be

Punishment also is threatened to them are to be put in landlocked the officers to visit them and care

CONSCRIPTION LOOMS FOR ENGLISH FARMER SAYS LORD SELBORNE

LONDON, Aug. 26 .- Something in the nature of conscription, though the term was not employed, was fore-Germans and Austrians Capture Most shadowed by the Earl of Selborne, Important Russian Fortress, Which president of the board of agriculture, in an address this afternoon to a deputation of agricultural land own

"Many more men have got to join the army, whether voluntarily or compulsorily," the earl said. "The agricultural laborer has done his part nobly in this war, but the response Russian fortress of Brest-Litovsk. has been very unequal over the coun-Announcement to this effect was try and I forecast that during the made today by the Germany army next year men will be taken from districts and farms whence hitherto they have not gone.

"What I shall aim at-and Earl western and northwestern front and Kitchener has been very sympathetic -is to leave the farmer his foreman, his stockman, carters and shepherds, The Russians, the statement adds, but the rest of the work will have to be done by women or men hitherto engaged in agriculture."

LIVES IS TOLL OF TEXAS HURRICANE

HOUSTON, Tex., Aug. 26 .- According to a careful checking up to- rapidly extended to control the edusince the fall of Warsaw three weeks day of all published figures based on cation and "social service" of the ago today. The town, which had a official statements and accounting nation. population of about 50,000, was one for all persons listed as missing who military supplies near the western the tropical storm that visited the literature which was known to him frontiers of Russia proper. The Texas coast ten days ago took 275 nearby grave. They were, the first as a much more important strategic In addition the same list shows 102 tional" campaign, other persons still unaccounted for. The following list shows where the Brest-Litovsk is situated at the storm exacted the heaviest toll of

Galveston island, 42; city of Galwas built at the point of confuence. veston, 10; dredge Houston, 34; It lies upon the right bank of the Texas City, 25; dredge San Ber- \$100,000,000 shall be compelled to Bug. Intersecting here are railroads nard, 19; Anabuae, 17; tug 'Helen secure a federal charter, which would Henderson, 16; Virginia Point, 11 Surf, 19; Houston, 3.

In addition to these, it is known that seventy-nine persons lost their lives in other small towns along the coast and in the country district swept by the storm.

The complete list of dead probably never will be known, as scores of unidentified victims are buried, but it is likely the storm took a toll of nearly half a thousand lives.

In a multitude of unusual stories s that of 15-year-old Roy Riggs, who lost his life near Seabrook. He was born September 8, 1900, coming into life with the worst storm in the history of the gulf country, and going out with the next worst.

CLANTON RETAINS HATCHERIES JOB

SALEM, Ore., Aug. 26 .- Although the administration of R. E. Clanton, severely assailed by Commissioner game commission here yesterday, he emerged from it triumphant, and will continue in office, but move headquarters to Bonneville. Governor Withycombo and Commissioners Stone and Jacks are said to have favored his retention, and Commissioners Warren and Fleischner his removal. Like all previous sessions of this commission yesterday's meeting was cloaked in secrecy.

Though Warren is said to have attacked Clanton's administration on the grounds that it had not proved efifcient and business-like, it is said that the old controversy between the upper and lower Columbia river fish-BRUSSELS, Aug. 26 .- General erman figured more or less in the

The salary of Chief Clerk F. M.

TO THE NATION

Third Section of Manley Report of Industrial Relations Committee Would Return Money Stolen From People to the People and Forbid **Private Armies to Protect Property**

WASHINGTON, Aug. 26 .- A meter ace to the nation's welfare-

That is how the Manley report, the main findings of the industrial relations commission, characterizes the \$100,000,000 Rockefeller foundation and its entrance into the field of tu-

dustrial relations. The report has been filed with congress. This the third and last section is officially released for publication today,

The lives of millions of wage earners are subject to the dictation of a relatively smail number of men, says the report, and this control is being extended largely through the creation of enormous privately managed funds for indefinite purposes.

These "foundations" wield powerful influence by the endowment of colleges and universites, by the creation of funds for pensioning teachers and by contribution to private charities.

In this way the domination of certain groups of capitalists is not limited to their employes, but is being

The report directly charges John D. Rockefeller with planning to use at the time to be untrue and misleading in a so-called "non-educa-

Congress to urged to enact a statute providing that all incorporated non-profit-making bodies whose present charters empower them to perform more than a single specific function and whose funds exceed definitely determine its powers,

The report points out that two groups of "foundations," the Rockefeller and Carnegie foundations together, have funds amounting to \$250,000,000, yielding an annual revenue of at least \$13,500,000, which is at least twice as great as the appropriations of the government for education and social service.

Funds Belong to People In regard to the Rockefeller foundation the report goes on to say that its funds represent largely the results of either the exploitation of American workers through the payment of low wages or the exploitation of the American public through the exaction of high prices. The funds, therefore, by every right, says the report, belong to the American people.

To remove the causes which lead to violence and to promote impartial and effective action of police during strikes and disputes the report recommends the following:

Abolish Private Armies

The enactment by congress of a statute prohibiting, under severe penalties, the transportation of men from state to state either under arms or for he purpose of arming them as guards or agents for use Warren at a meeting of the fish and during strikes. This would abolish the menace of the "private army,"

The enactment of a law prohibiting the shipment from state to state of cannon, gatling guns or other guns of similar character when consigned to anyone except military agencies of the state or federal governments.

(Continued on Page Four.)

SWISS TO INTERNE **WOUNDED OFFICERS**

GENEVA, Aug. 26,-The Swiss government, continuing its efforts in behalf of war sufferers, has received the assent of England, Germany, France and Belgium, to a plan for