

The Daily Capital Journal

Today's News Printed Today

Full Leased Wire Dispatches

THIRTY-SEVENTH YEAR SALEM, OREGON, WEDNESDAY, NOV. 18, 1914 PRICE TWO CENTS ON TRAINS AND NEWS STANDS—FIVE CENTS

AMERICAN LAUNCH FIRED ON BY TURKS IN SMYRNA HARBOR

Boat Sent From Cruiser Tennessee Draws Fire of Turkish Batteries

DETAILS OF INCIDENT ARE NOT YET KNOWN

It is thought harbor is mined and shots were to keep boat safe

Washington, Nov. 18.—Official confirmation of a report that Turkish land batteries had fired on a steam launch from the United States cruiser Tennessee, in the Gulf of Smyrna, was received today at the navy department from Captain Decker. Secretary Daniels immediately cabled Captain Decker for further particulars, but insisted there was no cause for alarm.

The first report indicated the cruiser herself had been fired at, but a later message was interpreted as meaning that the launch had been opened fire on the cruiser's launch as it was en route from Urla to Smyrna.

The cruiser's launch carried the American flag.

All the navy department knows is that a shot was fired. The department will merely "mark time" pending the receipt of further advice. Secretary of the Navy Daniels and Acting Secretary of State Lansing conferred over the incident for an hour and the latter attempted to get into communication with American Ambassador Morgenthau at Constantinople.

The launch, it was reported, was on its way to Smyrna to investigate reports that American interests were endangered.

Smyrna a Closed Port.

According to information given out by Secretary Daniels, Captain Decker's report merely said "His boat" had been fired upon. It was generally believed this meant the cruiser's launch.

MILITARY MAN WANTS MUCH LARGER ARMY

Chief of Staff, General Wotherspoon, Would Have An Army of 200,000

Washington, Nov. 18.—America needs more soldiers.

This was the positive assertion in the annual report of General Wotherspoon, chief of staff of the United States army, published here today.

General Wotherspoon maintains that not only is the United States unprepared to resist invasion by a first-class power, but also that we are in no position to defend the Panama canal, the Philippines, Hawaii or Alaska. He contends that the probable value of our coast defenses is questionable.

In his report, General Wotherspoon urged that the nation's standing army be increased from 105,000 men to 200,000 and that in addition there be a mobile army of 500,000 first-line troops and 500,000 second-line troops.

Of Alaska, General Wotherspoon said the 3,000 men there of 500 men "verged on the ridiculous unless it could be reinforced at the very earliest stage of an impending conflict," by forces from the States. The same criticism, he said, applied to Hawaii.

General Wotherspoon hinted that Germany's system of training was the best means of providing the mobile forces he recommended.

"In any scheme," he added, "to create such a force of mobile troops as contemplated above, we cannot do better than follow the example of master minds in military organization for national defense. The policies developed in this direction all include, among others, the primary plan of using the standing army as a school for training men, who, on graduation from that school, would pass into the reserve force and constitute the real national military strength."

RUSSIA IS GETTING SORE AT THE ALLIES; MAY TURN ON TURKS

Slav Leaders Openly Complain that Allies Do Not Drive Germans Back

CZAR MAY ABANDON "ON TO BERLIN" PLAN

Successes of Turks Will Compel Greater Efforts Against Them on Russia's Part

Copenhagen, Nov. 18.—For the first time since the war began, there were indications at Petrograd today of dissatisfaction on the Russian part with their allies' handling of the Western European campaign.

The Slav leaders were reported to be complaining openly that although the czar's forces have invaded both East Prussia and Galicia, the Franco-British army has not even succeeded in driving the Germans out of France.

The Russian view was said to be that it was quite right to expect action by the Slavs on Germany's eastern frontier, as a diversion of the Teutonic pressure in the west, but that it was hardly fair to expect the czar to continue acting indefinitely, in the meantime permitting the Turks to overrun the Caucasus, unless they accomplished something for themselves.

It was admitted, too, that the Germans had resumed the offensive from the direction of Thron and were advancing on Ploek, in Russian Poland. This was said to be still further fretting the czar's advisers, since it involved still further exertions by the Russians in this field of war at a time when they are extremely anxious to be busy elsewhere.

GIGANTIC BATTLE BETWEEN GERMANS AND RUSSIANS IS ON

Germans Take Offensive In Poland and Meet With Fierce Resistance

FORCES ON EACH SIDE SAID TO BE ENORMOUS

Reinforcements Rushed and Number of Men in Fight Is Now Millions

Petrograd, Nov. 18.—A gigantic battle was developing today in Russian Poland between the Slav and German forces.

It was admitted that the Germans were on the offensive, advancing along the Vistula and Warta rivers. Fighting was already in progress on the banks of both streams. It increased rapidly in violence as time passed.

Opposing the Germans, the Russians were pushing forward reinforcements, and all indications were that it would not be long before the number of men engaged along the whole line would run into the millions.

Is General Engagement.

Petrograd, Nov. 18.—Enormous Russian and German forces were fighting today between the Warta and Vistula rivers. It was stated officially that the encounter had reached the proportions of a general engagement. No decisive stage had been reached.

HOP GROWERS MEET FOR ORGANIZATION

Anti-Trust Law May Cause Some Trouble in Forming the Association

For the purpose of formulating definite plans for the organization of the Pacific Hop Growers' association, delegates from the growers' associations of California, Washington and Oregon are in session at the assembly rooms of the commercial club this afternoon and will probably hold meetings from time to time for several days or until the proposition is worked out satisfactorily to all three state organizations.

No definite plan of business organization has been fixed upon, but there are two fundamental propositions which the delegates will consider and adopt at an early stage of the proceedings.

Great care must be exercised by the growers in the formation of this association to keep within the provisions of the anti-trust laws of the country and not lay themselves liable to attack and prosecution, and ultimate demoralization, under the Sherman anti-trust law. The anti-trust law recognizes the right of farmers and laborers to organize to promote their respective interests and protect themselves against monopolistic and restrictive interests, but there is a very delicate line of distinction as between a "good trust" and a trust organized in restraint of trade, and this is the point which the hop growers will have to bear in mind and keep within the limits of the law.

If the three states were to form separate organizations and then consolidate under one corporation for the government and control of the business of all of the state associations, the element of monopoly and "restraint of trade" might be construed to exist by the federal courts, if the organization should be attacked by hostile interests and the grower delegates have been warned that this is just the opening that the hop dealers are laying for in the hopes of catching them napping and breaking up the organization. On this account every detail of the proposed plan of organization will have to be gone over very thoroughly and the convention be absolutely sure of its ground in every respect, and that they are safely within the authority of the anti-trust laws, before final action is taken.

Whatever is done at this meeting, however, will be binding upon all of the three state organizations, already formed and ready for business.

P. E. Blalock, president of the Mendocino County Hop Growers' association, of Hopland, Cal., and E. L. Cunningham, of the Mendocino County association, arrived early this morning, and George Hewlett, vice president of the Mendocino County association, of Hopland; President B. T. Patton, of the Sonoma County association, of Santa Rosa, and W. M. Beardslee, president of Sacramento Valley association, of Sacramento, arrived later in the day, and are in attendance at the meeting. All of the California delegates report that fully 90 per cent of the growers in their respective districts have signed up and are enthusiastic for organization, and like reports have been received from President George Kerr, of the Washington association, who, with two other delegates, is expected to arrive today.

"MADE IN SALEM" EXHIBIT EXCELLENT; LIST IS LONG ONE

Is Not Only Fine But Its Variety and Scope Is Surprise To All

SAMPLES OF FLAX ARE GOOD AS THE BEST

Beautiful Mill Work—Rugs, Paints, Pumps, Everything Even to Cigars

The "Made in Salem" exhibit is now in place in the windows of the Portland Railway Light and Power company at the corner of State and Commercial streets and is attracting hundreds of inquiries daily and many more stop to look over the display while waiting for cars.

"Even if the display does not add a single customer to our list," said a prominent exhibit today, "it will set the people to thinking that we have 'all the comforts of home' right here in our midst made by Salem people and whose payrolls benefit the city of Salem. Not every citizen of this city realizes the wide and varied industries of this city and even though some of them may be on a small scale they are essentially 'Salem Made' and should be patronized by Salem people."

Space Is Limited.

While the limited space available has caused the promoter of the exhibit, W. M. Hamilton, to cut down the exhibits to the smallest possible space, the samples shown will give the spectators an idea of what is made in this city. One exhibit that attracts considerable attention is a table and four chairs, made of hickory, Yackley wood, from the Philippine Islands by A. M. Hansen in his mill at Mill and Church streets. The Thomas B. Kay Woolen Mills have a large exhibit and the Angora Rug factory at 1230 Ferry street has a huge rug in black and white which causes considerable favorable comment. The fact that the exhibit is limited has caused each of the exhibitors to put upon display only the best products of the factory and though it does not admit of displaying all of the products of each manufacturer it allows him to show some of his specialties.

Flax Exhibit Fine.

Some of the people of this state who doubt if flax can be grown in commercial quantities for a profit near Salem may have those doubts dispelled by looking over the flax exhibited by E. J. Hasset, who lives on Center street on the fourth mile east of the city limits. Mr. Hasset is a native Belgian and grew flax in the old country. After coming to Salem he started the industry in a small way here and erected a flax mill. His product is pronounced to be the means and his efforts may be the means of inducing a number of his countrymen now fleeing from the war-ridden land to settle near this city.

WOODS CLEARED BY USING THE BAYONET

Hand to Hand Fighting for Three Days Leaves Allies Victorious

Paris, Nov. 18.—Zouaves had finally succeeded today in clearing the Germans from the patches of woods between Dixmude and Ypres, according to the Bordeaux war offices usual 3 o'clock communication received here this afternoon.

In these woods a series of terrible encounters has been in progress for the past three days. The Germans held them and as they furnished extremely convenient cover for the Kaiser's operations, it was highly important for the allies to get them into their own hands.

Most of the fighting for them was at the point of the bayonet and it was said to have resulted finally entirely in the allies' favor.

There had been isolated German infantry attacks in various places, the communication said, but they were everywhere repulsed.

The Kaiser's artillery continued the bombardment of Rheims.

"Cautioning," said the official statement, "continues, from the coast to the Lyra. The bombardment is fiercest east and south of Ypres and at Niport. An attempted German advance south of Ypres has been repulsed. The allies' artillery has gained the advantage at several points about Craonne."

ENGLAND'S INCOME TAX IS 8 PER CENT

It Is Expected It Will Be Advanced to 25 Per Cent Before End of War

London, Nov. 18.—England's middle class gave a heavy groan today at the morning newspapers' announcement of a prospective doubling of the income tax.

News that the increase was necessary was conveyed to the house of commons by Chancellor of the Exchequer David Lloyd George last night, but it did not reach the public very generally until today. That the rate must be advanced was widely recognized. This was not quite so bad, however, as the definite knowledge that the advance was coming at once.

The tax reaches all incomes exceeding the English equivalent of about \$800, so that, although working-class incomes are relatively low in England, only the pretty poor escape.

Up to about \$3000 annually there are some exemptions, but they are not large.

On the new basis, to sum the matter up, the average man with what is known as an "earned income" exceeding \$1000 yearly will be mulcted approximately one month's salary out of every twelve.

Will Recall Cruisers.

Ambassador Morgenthau reported Monday, he said everything was tranquil at that time.

John Keating Dead.

Portland, Ore., Nov. 18.—John Keating, brother of Larry Keating, of the Keating and Flood Amusement company, and a well-known theatrical man himself, died early today of apoplexy.

Federals in Cleveland.

Cleveland, Ohio, Nov. 18.—James A. Gilmore, president of the Federal League, announced here today that the Federals would establish a club in Cleveland next season.

Report Causes Anxiety.

Captain Decker's declaration that Horton was anxious regarding the safety of the American consulate at Smyrna was causing much anxiety here this afternoon. It was interpreted as indicating that such antiforeign feeling

Will Over Subscribe Loan.

London, Nov. 18.—Indications were today that the \$1,750,000, 600 war loan announced by the Chancellor of the Exchequer David Lloyd George Tuesday would be over subscribed.

First Installment Home.

Galveston, Texas, Nov. 18.—The transport San Marcos arrived here today from Vera Cruz, Mexico, with 34 officers and 37 American troops, and the return trip to Vera Cruz tonight to assist in the American evacuation of the Mexican seaport.

The Weather

Oregon: Fair to night and Thursday; easterly winds.

IT'S GOING TO BE A HARD WINTER