

Full
Leased Wire
Dispatches

The Daily Capital Journal

THIRTY-EIGHTH YEAR

SALEM, OREGON, FRIDAY, MAY 7, 1915

PRICE TWO CENTS ON TRAINS AND SUB-
STANDS — FIVE CENTS

Today's News
Printed Today

LINER LUSITANIA SUNK BY GERMAN SUBMARINE

GERMANS ATTEMPTING TO BLOW BRITISH OFF THE EARTH AT YPRES

Kaiser's Forces Bring Many Heavy Guns Into Action and Violent Artillery Duel Rages—Enormous Quantities of Ammunition and Gas Shells Expended—French Withdrawals Considered—Turks Claims Victories

By William Philip Simms.

United Press Staff Correspondent.

Paris, May 7.—The roar of heavy German artillery is now shaking the entire battle front. The Kaiser's forces are bringing heavy guns into action in enormous numbers at every point. They have apparently decided literally to blow the British out of Ypres. Reports from the French, British, and Belgian field headquarters bring the same stories of violent artillery combat and the expenditure of enormous quantities of ammunition.

It was apparent today that the German general staff has decided that important gains are impossible unless the strong positions held by the allies are reduced. The Germans are therefore taking the capture of their heavy guns as a counter-attack in order to bring them into action to shatter the allied line.

Turks Claim Victories. statement issued here today claims successes for the Turkish troops everywhere on the Gallipoli peninsula except in the regions where the allied forces are operating under the concentrated fire of their fleet.

Only at Sod-el-Bahr and Ariburam has the enemy maintained such positions, it was stated, and the Turks have withdrawn out of range. No attacks have been attempted by the landing forces.

Ten machine guns, quantities of ammunition and many prisoners have been captured in the Gallipoli operations, the statement adds. A battalion of the enemy was annihilated near Ariburam. Around Sod-el-Bahr, the English suffered heavy losses.

Many Mines Recovered. The Hague, May 7.—Mine sweepers in Dutch waters have recovered 423 mines since the beginning of the war, an official statement announced today. Of these 291 were English mines, 54 French, and 32 German with 146 unidentified.

Campaign Is Vigorous. London, May 7.—With Vienna claiming the capture of Tarnow by the Austro-German troops and the number of Russian prisoners taken in the Galician fighting now declared to number 50,000, it was evident today that the supreme effort of the Teutonic allies to clear Galicia of the enemy and break down the Carpathian campaign is being pressed with the greatest vigor.

The Russians are declared to be retreating to the east of the Lipkow Pass. In the drive through western Galicia the Russian front is now said to have been forced back from the Dunajec to the Wisla river. The retreat of the third army under General Dimitrieff is now completely cut off, dispatches say, and its surrender or annihilation is regarded as certain in Berlin and Vienna.

Petrograd admits heavy fighting is in progress in this region and mentions "superiority of the enemy's artillery," but the confirmation of the sweeping victory claimed by Berlin and Vienna has not come from the Russian capital. With the German campaign against the Baltic provinces continuing and renewed engagements along the east Prussian frontier and central Poland, the Germans and Russians are engaged along practically the entire eastern front.

The Germans have again attempted to bombard Dunkirk, but without material success. Although many inhabitants of the town have fled south, the authorities declared there was little danger of serious damage to the city.

"GIRLS' FAIR CAMP" IS NEW FEATURE FOR 1915

State Fair Board Makes Provision For Innovation This Morning—Directors Also Decide to Maintain Own System of Policing Grounds Instead of State Militia and Detectives

The appropriation of \$300 for the conduct of a "Girls' Fair Camp" at the 1915 state fair election to dispense with the services of the state militia and police—detectives policemen and its provide their own special police service in connection with the police department of Salem and Marion county, and details upon engaging the services of T. M. Marston, a Butte, Montana, aviator, to give free exhibitions in fancy aerial flights with an aeroplane during the exposition were the most important actions taken by the state fair board, which met in special session at the new house this morning.

The board is still in session this afternoon to decide upon hiring of a band for the fair and, while this question has not been decided as yet and there are no bidders for the contract, it appears that the choice rests between the American Ladies' concert band, of Oregon, and the Salem military band, which stands greatly in favor of the latter. A great many other matters pertaining to the securing of free open-

WAR IS AVERTED AS CHINA YIELDS TO DEMANDS OF JAPAN

China Agrees When Tokio Withdraws Fifth Group of Demands

* The principal article in group five of the Japanese demands upon China upon which an agreement was reached today, provided that the Chinese government should employ Japanese advisers in all political, financial and military affairs. Other demands were that China should purchase a fixed ratio of her war munitions from Japan, or co-operate in the establishment of an arsenal; that the police of certain sections, especially in Manchuria, should be under the joint supervision of the Japanese and Chinese; railroad concessions including the right to build a line connecting Hankow and Hanchow; mining, railway and dock concessions in the province of Fukien and the right to land ownership for Japanese hospitals, schools and other institutions.

Tokio, May 7.—Peace between Japan and China was insured today when the Tokio government withdrew from its list of 21 demands made upon Peking the fifth group, which from the start has been obnoxious to the Chinese government and threatened to plunge the two nations into war.

All other concessions sought by Japan are to be granted in effect, it was understood here today, and only the working out of the details remains to close the negotiations which have threatened the peace of the Orient for weeks. The decision of the cabinet, following the receipt of additional communications from Peking, evidently met with general approval in Tokio. The populace was extremely quiet today and there were no war demonstrations, despite the fact that an ultimatum had been placed in the hands of the Japanese minister in Peking to deliver to the Chinese government should diplomatic negotiations fail.

At 7 o'clock last night the Chinese foreign office was informed that nothing could be accepted but complete compliance with all of the Japanese demands. It was maintained that granting of the demands would assist China in every way, at that time the foreign office again declined and further negotiations were in progress throughout the night.

Early today Eiko Hiohi, the Japanese minister, notified the foreign office that he had received from Tokio the ultimatum which was threatened yesterday. He stated that he was under instructions to formally serve the ultimatum unless China gave assurances that the demands would be met by 3 o'clock this afternoon. President Yuan Shai Kai and his advisers immediately went into another conference, and it was decided that the government could do nothing but meet the demands. All were accepted except a few sections at group five. In this group it is understood made counter propositions which it was believed Japan would be certain to accept, and avert all possibility of

Ultimatum Delivered.

Washington, May 7.—Despite the receipt of dispatches stating that Japan and China had reached an agreement, the Japanese embassy today announced that it had received a cable from Tokio declaring that the mikado's ultimatum had been delivered to the Peking government.

Delicate Law Question Involved In Suit Against Fair Board

In order to establish who is entitled to receive a little over \$1500, balance due on a plowing contract awarded to W. H. Rodgers for work performed in the new pavilion at the state fair grounds, an action has been begun against the state fair board and that body was served with the papers in the case this morning. Before completing the job Rodgers went into bankruptcy and made an assignment of his claim over to the U. S. National Bank of this city. The U. S. Fidelity and Guaranty company, which was upon his bonds, finished the job and claims the money, while F. N. Derby, Rodgers' trustee in bankruptcy, also lays claim to the cash. The warrant is in the hands of the secretary of state who, acting upon the advice of legal authority, is withholding it until the question of who is entitled to receive the money is decided. Attorneys Robin D. Day and Walter C. Winslow are the attorneys in the action.

air special features for the big fair are to be taken up for consideration and action, among which is a big electrical display proposed to be put up each evening by the Portland Railway, Light & Power company, and this latter has practically been decided upon.

The inauguration of a "girls' fair camp" in connection with the state fair was adopted at the suggestion and solicitation of State School Superintendent Churchill, whose department will have supervision over the camp and the instruction will be conducted in connection with it and the boys' camp and it will be managed upon the same basis as that of the boys' fair camp which proved such a pronounced success last year. Members of the girls' camp will be selected from each county, two girls winning the highest honors in the county and district fairs in industrial class exhibits to be chosen, and the fair board will provide all of the camping equipment, subsistence and

HOP ASSOCIATION DEVELOPING INTO POWERFUL FACTOR

Over 60 Per Cent of Acreage and Stock Singed Up—Outlook Promising

CONTROLS ENOUGH HOPS TO MAKE WORLD POWER

Foreign Prohibition Agitation Subsides and Improves the Market Prospects

With over 60 per cent of the capital stock already subscribed and subscriptions coming in in good-sized blocks every day; with nearly 70 per cent of the growers and hop acreage of the state signed up, the Oregon hop growers' association is making rapid progress along the line of permanent organization and according to the officers of the association, will be placed upon a solid commercial and working basis before June 1 of this year.

Not only are those who took an active interest and part in the organization movement from the beginning signing and paying up the stock subscribed to but the field agents of which there are several are sending in new members every day and the scope of the association will be much larger than the leaders in the movement anticipated. As the magnitude of the organization enlarges the weaker-kneed, or rather doubtful growers are beginning to exhibit signs of interest and confidence and the results are daily apparent to the officers at association headquarters. In short, what was regarded as a speculation a few weeks ago, has developed into an unqualified certainty and the only thing that remains to be accomplished is to make it unanimous so as to include many have been saved.

This was interpreted to mean that the line knew that there had been some loss of life.

Hints At Loss Of Life. Liverpool, May 7.—An ominous hint that there had been serious loss of life in the destruction of the Lusitania came in an official statement tonight by the Canadian office. It said:

"We have great hopes that many have been saved."

This was considered likely,

as all liners have made the run through St. Georges channel with all of their watertight compartments closed.

Company's Latest Bulletin

London, May 7.—Shortly before 8 o'clock tonight the Cunard company issued a formal statement announcing that the Lusitania had been torpedoed without the slightest warning and sunk within a very few minutes.

The bulletin stated that the entire concern of the company was for the safety of the passengers and crew, regarding whose welfare it was not yet fully informed. The statement declared that the material loss was not being considered as it was fully covered by insurance.

It was explained that a large number of boats from the Lusitania are known to be afloat. An exceptionally large number of crafts in the vicinity at the time the liner was struck answered the Lusitania's call for help.

The fact that the company's official bulletin made no mention of the number of passengers and crew so far accounted for caused considerable uneasiness. There seems little doubt that some information is already available on this line and that the failure of the company to make even a meagre announcement relative to passengers saved did not tend to allay the uneasiness which became more manifest as the evening progressed and the tension increased.

Taking Passengers Off.

New York, May 7.—At 4:30 this afternoon the Cunard company gave out the following cable message:

"Old Head wire begins: 'Cancel last message, Storm Cock taking passengers and boats from motor fishing boat, Proceeding Queenstown.'"

The referred to a previous message, which said the Storm Cock had rescued passengers from fishing boats and was going to Kinsale.

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SOUTHERN PACIFIC PROPOSES A NEW TARIFF SCHEDULE

Proposes Readjustment of Local Rates Affecting Branch Lines In State

For the purpose of readjusting rates and establishing a uniform schedule of freight rates affecting all of its subsidiary lines in Oregon, General Freight Agent H. H. Hinshaw and Ass't, General Freight Agent J. H. Mulvey, of the Southern Pacific company were in conference with the railroad commission this morning, discussing the proposed schedule in detail. It was explained that, while there would be no revision of rates upward upon any of its subsidiary lines, the general purpose of the change was for the convenience and benefit of shippers in the Willamette valley by eliminating the double local rates for main line and branch lines and to make one through local rate. It is not expected that the proposed new schedule will be effective for some time.

Santa Fe Train Wrecked and Seven Are Dead

Los Angeles, Cal., May 7.—Seven persons were known to have been killed this afternoon when a Santa Fe train collided with a South Pasadena car of the Pacific Electric railway on Aliso street, Los Angeles, near the river. Many others were injured. A score of ambulances were ordered to the scene.

Two bodies were removed from the wreckage, and it was believed that more were buried. Fifteen injured, many of them seriously, two women and two men unconscious, lay near the edge of the pile of debris. It was believed that the last four were dead.

Among those buried in the wreckage were a mother and her infant. Rescuers were making frantic efforts to reach them among the tangled mass of timbers and steel. It was not known whether they were dead or alive.

Known dead:

Mrs. B. F. Johnson, head, injured.

Mrs. Lillie Schmidt, bruised; J. A. White, skull fractured; G. Cook, arm broken; Peter Husman, skull fractured;

Mrs. M. Greenwood, Pasadena, Cal., slightly injured; Mrs. W. F. James, broken leg, internal injuries; Robert A. O'Connor, arm injured; H. V. Harring, head injured; O. T. Olson, internally hurt.

Repudiate Responsibility.

Washington, May 7.—That the German government would repudiate responsibility toward the United States for the Lusitania disaster was the consensus of opinion in official circles here.

It was believed this expected attitude would be based on the advertisement published by the embassy in New York newspapers the day the vessel sailed warning Americans against travelling on British ships. Of course this warning, followed by the sinking of the vessel, caused comment concerning a possible foreknowledge by the embassy of what was to happen but was wholly unofficial.

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1400 PASSENGERS TAKE TO SMALL BOATS WHEN HUGE LINER GOES DOWN

Numerous Vessels Rush To Rescue Upon Receiving Wireless Call of Distress and All On Board Are Reported Saved—Report Received That Lusitania Was Beached and May Be Salvaged—American Passengers Warned of Danger

STATE DEPT. NOTIFIED.

Washington, May 7.—The state department received a dispatch from Walter Hine Page, United States ambassador to England, at 3:20 p. m., confirming the loss of the Lusitania. His report said:

"The Lusitania was torpedoed off the Irish coast this morning. She sank in half an hour. No passenger list given."

At the state department this afternoon it was said the Lusitania and Falaba disasters fell in the same category and undoubtedly would be handled along precisely similar lines, insofar as America's official interest in the matter was concerned.

Boats Rush to Rescue.

New York, May 7.—In brief and at first non-committal cables of unconfirmed reports, the news of the sinking of the Lusitania was received here today at the Cunard offices and immediately made public in the hope of reassuring hundreds of relatives of passengers aboard the vessel.

In a half hour after the first report of the attack upon the vessel was received this afternoon calls poured in to the Cunard offices. The first word that the Lusitania was in trouble was picked up by wireless at Lands End. It reported that there was a very decided list to the stern and that assistance was urgently wanted. Later Queenstown also picked up appeals for aid and the port authorities rushed everything possible to the aid of the steamer.

The Lusitania was torpedoed at 2:30 this afternoon. At the point of attack the liner's course was normally within sight of land.

The sinking of the Lusitania with many American passengers was the hardest blow of the war to date so far as neutral commerce was concerned. The reports received here are fragmentary but all agree that the big liner began calling for help by her wireless at 2:30. The first to pick her up was the wireless station at Lands End. The appeal was urgent and immediate orders were sent to the nearest points to get every available craft to the scene.

The fishing fleet from Kinsale early on the scene and immediately began the work of taking on board the passengers from the big liner. It is understood that the Lusitania's own boats were used to care for her passengers. On all of her recent trips these boats have been away overboard and their covers removed ready for any emergency and it is possible that this precaution may be due to the salvation of the passengers.

There was much excitement here and in London. There were grave doubts that the Germans were in earnest when they threatened to attack the passenger carrying liners. The sinking of the Falaba had been considered the final act of this kind and when it was realized that the biggest passenger liner in commission had fallen victim to the war England was astounded.

About 20 boats of all sorts belonging to the Lusitania are in the vicinity of where the Lusitania sank.

About 15 boats are making for the spot to render assistance. Weather clear."

The last message from Queenstown given out at the Cunard offices was timed 4:30 p. m.

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The Weather

FOR GOING TO THE EXPOSITION

Oregon: Fair to-night and Saturday; west winds.