GERMANY WILL IMPOSE INDEMNITIES IF THEY WIN

Secretary of Imperial Treasury So Declared In Speech To Reichstag Today—Berlin Predicts That Brest-Livlak, Russian Base of Operation, Will Soon Fall—London Believes Great Naval Battle Has Been Fought In Gulf

GERMANS WAITING FOR ENGLISH NOTE BEFORE REPLYING

Declare If United States Is Firm With England Answer Will Be Made

(Courtesy Field Office)

New York, Aug. 11.—(N. Y. Times—Special to American Field Office) —The German official who is the present chief negotiator of the German Empire for the conduct of war, said yesterday that the government is waiting for an answer to the letters sent by the United States Government to the German Ministry of Foreign Affairs, offering terms of peace. It has been announced that the government will not consider any terms which are not based on equality with the great powers. The German official stated that the government would not make any concessions to the United States unless it was satisfied that the terms offered were in accordance with the principles of international law.

SUNKEN LINER NOT CONVOYED IT IS DECLARED

Circumstance Attacking Not Yet Given to Public

STEAMER OFFICIALS ASERT TWO ARE MISSING

Five Other Passenger Steamers Now Passing Through War Zone

London, Aug. 11.—The London papers today report that the formulas of the German government regarding the sinking of the British steamer, the Sydney, have been confirmed. It is said that the government will not consider any terms of peace unless the United States agrees to the terms of the formulas.

SITUATION IS GRAVE BUT OFFICIALS HOPE

National Administration Is Still Awaiting Official Reports Before Taking Next Step—Germany Said To Be Anxious For American Sympathy—Many Contradictions In Statements Made By Survivors So Officials Say

CHAMBERLAIN SAYS REGULATIONS VIOLATED

Will Report Officers Who Are Alleged to Have Dron To "Germany Over All."

(BY CHARLES E. BRANSON)

Washington, Aug. 11.—(From United Press.)—The British government is said to be anxious for American sympathy, and many contradictions in statements made by survivors of the sunken steamer are the reason. The officials said that regulations were violated and that officers who are alleged to have drunk to "Germany Over All" will be reported for violation of regulations.

RUEF IS PAROLED BY PRISON BOARD

Famous San Francisco Bond Ier Gains Freedom After Four Years

J. Ruef, Iber, has been granted parole by the Board of Prison Board. He was sentenced to ten years in jail for fraud. He was convicted of obtaining $24,000 worth of bonds from merchants in San Francisco.

GREAT STORM TEARS ITS WAY NORTHWARD

Hurricane Which Swept Galveston Doing Damage in Middle West

Washington, Aug. 11.—(From United Press.)—The hurricane which swept through Galveston yesterday is doing damage in the Middle West. The hurricane, which reached the coast yesterday, caused widespread destruction in Texas and Louisiana. The damage in Texas is estimated at $500,000, and in Louisiana at $250,000.

THE WEATHER

San Francisco, Aug. 11.—(From United Press.)—The weather is improving in the Middle West. The hurricane which swept through Galveston yesterday is causing widespread destruction in Texas and Louisiana. The damage in Texas is estimated at $500,000, and in Louisiana at $250,000.