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THIRTY-NINTH YEAR

SALEM, OREGON, MONDAY, JULY 10, 1916

PRICE TWO CENTS ON TRAINS AND NEWS
STANDS—FIVE CENTS

CAPTAIN TELLS STORY OF EPIC-MAKING VOYAGE

Passage Was Eventful One, and Demonstrated That England's Belated Mastery of the Seas Is a Myth—Was Not Sighted Any of Blockading Ships—Fleet of Undersea Vessels To Be Built and Germany's Isolation Will End—Brought Dye Stuffs, Takes Back Nickel and Copper

Baltimore, July 10.—In a formal statement at noon today Captain Paul Koenig, commander of the giant submarine Deutschland, declared the vessel which arrived in Baltimore today, will be followed soon by others. The first of these, he said, will be the "Bremen."

He brought a valuable cargo of dyestuffs he said for "our American friends."

The statement follows: "The submarine Deutschland which I have the honor to command is the first of several marines, built to the order of the Deutsche Ozean Rhederei G. M. B. H., Bremen, which will be followed by the Bremen shortly.

"The idea of the building of this submarine emanated from Mr. Alfred Lohman, the president of the Bremen chamber of commerce. He brought his idea in the fall of last year, confidentially before a small circle of friends and the idea was taken up at once. A company was formed under the name of 'Deutsche Ozean Rhederei G. M. B. H.' and the Germanionewrft, Kiel was entrusted with the building of the submarines.

"The board of directors is composed of Mr. Alfred Lohmann, president of the board; Mr. Philip Heineken, general manager of the North German Lloyd; Mr. Kommerzienrat, P. M. Herrmann, manager of the Deutsche Bank. Mr. Carl Stapelfeldt, manager of the North German Lloyd, has taken over the management of the company.

"We have brought a most valuable cargo of dyestuffs to our American friends, dyestuffs which have been so much needed for months in America and which the ruler of the seas has not allowed the great American republic to import. While England will not allow anybody the same right on the ocean because she rules the waves we have by means of the submarine commenced to break this rule."

"Great Britain cannot, however, hinder boats such as ours to go and come as we please. Our trip passage over across the ocean was an uneventful one. When being approached we went below the surface and here we are safely in an American port ready to return in due course.

"I am not in a position to give you full details regarding our trip across the ocean in view of our enemies. Our boat has a displacement of about 2,000 tons and a speed of more than 16 knots. Needless to say we are quite unarmed and only a peaceful merchantman.

"Regarding things in Germany, I may mention that everybody is convinced of the full final victory of the German arms and those of our allies. All facts of the last 22 months go to prove that there is no doubt of this. All Poland and Kurland, a country of the size of two-thirds of Germany are since 12 months under peaceful rule and the entire country has been put under the plough and thousands of acres will be sowing for the next winter's supply of foodstuffs. Rain and warm weather in April and May have brought a crop in view in Germany, Austria-Hungary, Bulgaria and Turkey, finer than in a century.

Great Crops Ripening.
"All Serbia, Montenegro and a great part of Albania are in the same position. Besides Belgium, one-seventh of France is in German possession and all in a flourishing agricultural state. So there is, really, not the slightest anxiety over the British attempt of trying to kill by starvation a hundred million German and Austrian children and women non-combatants, the most devilish plan ever tried by any nation in the world.

"Our boats will carry across the Atlantic the mails and save them from British interception.

"We trust the old friendly relationship with the United States, going back to the days of Washington, when it was Prussia which was the first to help America in its fight for freedom from British rule, will awake afresh in your beautiful and powerful country.

"The house flag of the Deutsche Ozean Rhederei is the old Bremen flag, red and white stripes, with the coat of arms of the town, the key in the corner. This key is the sign that we have opened the gates which Great Britain tried to shut on us and the trade of the world. The gates which we opened with this key will not be shut again. Open door to the trade of the world and freedom of the oceans and equal rights to all nations on the oceans will be guaranteed by Germany's victory in this struggle for our existence."

Captain Talks About It.
By Carl D. Groat.
(United Press staff correspondent.)
Baltimore, Md., July 10.—Out of the depths, Captain Paul Koenig brought here today the word of mouth story of the first successful crossing of the Atlantic by a commercial submarine—the giant super-submersible Deutschland, which, he says, is to be followed here by others.

Supplementing a written statement, the captain this afternoon told how his vessel had lain at the bottom of the English channel one whole night; how he and his crew played the gramophone beneath the waves; how they had lived on champagne and the best of foods; how they had openly sailed 5,300 miles, submerged only a few times for a few hours and doing 90 miles under the surface during the entire trip.

His written statement announced that the Bremen, a sister ship, will follow the Deutschland. It declared Germany now foresees the collapse of the English starvation blockade.

"The gate will not be shut again," the captain's statement said.

"Only 90 Miles Submerged."
"We went down one or two times in the North sea for a few hours," said Koenig in relating his story. "But we traveled only 90 miles in all under the sea."

"We were four days in the English channel, lying on the bottom a whole night there because the weather was foggy. Nobody saw us, however, and we sighted no warships—only cruisers and destroyers."

"It was my first long voyage in a submarine."

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EPIDEMIC SHOWS NO SIGNS OF ABATING

Last 24 Hours Develops 103
New Cases, Making Total
to Date 1,083

New York, July 10.—Despite the most strenuous cleanup measures ever adopted by a big city, New York's infantile paralysis epidemic spread further today.

One hundred and three new cases in the greater city were shown by official compilations to have been reported in the last 24 hours.

Including today's record, 1,083 children and young people have been attacked by the scourge since June 4, when the epidemic broke out.

Will Be Detained.

San Francisco, July 10.—When little Ruth Hochfelder, four years old, reaches the California state line in her flight from the infantile paralysis zone in New York, she will be detained for observation. This was the announcement today of Dr. William C. Hassler, health officer here.

The little girl is traveling with her parents. Her home is in Alvarado, Alameda county. The Rock Island railroad, through the Western Pacific, notified Dr. Hassler that she was en route.

Child Dies at Chico

Chico, Cal., July 10.—Either infantile paralysis or diphtheria caused the death early today of the six-month-old son of C. J. Moroney, of Burlingame, according to three physicians who were called in to attend the child. They are unable to diagnose the case with certainty, they said. The child was taken ill Friday.

By order of the state board of health the house where the baby died has been quarantined and samples of the infant's saliva have been sent to the University of California laboratory for analysis.

May Use Federal Hospitals

Washington, July 10.—The senate today unanimously adopted the German resolution authorizing the use of the hospital and other facilities at Ellis Island to check the infantile paralysis epidemic in New York. The resolution provides that New York City will be required to reimburse the government for any loss.

Spokane Highwayman Is Back On His Job

Spokane, Wash., July 10.—The highwayman who last month held up a street car under the eyes of two policemen, is back in Spokane with the avowed intention of holding up an automobile exchange this week in spite of the police.

Last night's victim was Claude Owen, a jitney driver. For an hour Owen drove his machine about the streets while the robber sat in the rear seat and covered him with a revolver. A lady passenger was not molested.

Hurricane Damage Placed at \$10,000,000

New Orleans, La., July 10.—With the opening of communication lines to Mobile, Pensacola and other gulf ports this afternoon, estimates of the loss by the hurricanes last Wednesday and Thursday was estimated at more than \$10,000,000.

The heaviest loss was at Mobile and Pensacola. Mobile officials have refused to give an estimate on the loss there, but persons returning said it would run more than \$5,000,000.

Twenty-eight persons perished at Mobile.

New Question Arises Over Submarines--Big Freighter Puts New Phase on Matter

Washington, July 10.—The German super-submersible Deutschland is not a warship. She is not even an armed merchantman. She has no guns or armament of any kind aboard her.

This was the report made to the treasury department shortly before noon by customs officials who boarded the submarine at Baltimore. The state department immediately was informed of the ship's status by Secretary McAdoo. The report while preliminary, is considered definitely to establish the Deutschland's status.

The official report from Collector Ryan at Baltimore, said the only sign of armament aboard were small arms and rockets for signaling. The cargo consisted of dyestuffs and metal ballast. Diplomatic documents were brought over by the captain.

Secretary McAdoo's information was given to the state department at the request of Acting Secretary of State Polk. This information said in effect:

"Customs Collector Ryan at Baltimore, reports that the Deutschland is a merchantman and unarmed."

Although the report was termed "preliminary," it was announced at the state department that the neutrality board would not even be called in on the case, "unless the final report reveals some doubtful technical points."

The British embassy will make no formal representations to the state department regarding the Deutschland until the United States government has delivered an opinion as to her status, it was learned today.

According to numerous statements by Secretary of State Lansing, the case of the big under-sea liner will be studied as an individual case, as have the cases of the various Italian and French commerce carrying ships that have entered American ports since the war began, with guns aboard.

Under these rulings the merchantmen have been permitted to come and

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CUTS OFF EARS OF THOSE REFUSING TO JOIN THE ARMY

Villistas Again Active and
Thousands Said To Be Joining
the Bandits

El Paso, Texas, July 10.—Cutting off the top of one ear, Villistas are branding Mexicans who refuse to join them against the de facto government, General Gonzales of Juarez, informed state department agents today. Several hundred men in southern Chihuahua have already been mutilated in this manner, Gonzales stated.

Small Carranzista garrisons are reported to be joining the Villistas to escape mutilations. Gonzales stated that the Villistas were cutting off the top of the right ear of men refusing to join the rebel army.

Indications Are Bandits Were
Victors In Saturday's
Battle

One American employe of the International Mining company was injured in the fight with Carranzista soldiers who captured the company's bullion train near Bouquilla, Mexico, Saturday, a local official stated. The four employes on the wagon, including the driver, who was wounded, managed to run the Carranzista lines and reached Deemera, Texas.

Rumors of revolt in the Carranzista ranks, indications of a Villista victory south of Jiminer and lifting of the embargo on foodstuffs and fuel to Mexico opened today's Mexican developments here.

Former Villistas to the number of 5,000, now in the Carranza army are reported to have laid plans to mutiny. Information reaching here through Mexican arrivals is that leaders of the ex-Villistas held a conference with Villa envoys near Parral and pledged support to the new rebellion.

Told They May Loot Cities.
Proclamations have appeared in southern Chihuahua calling former Villistas and "all loyal Mexicans" to Villa's standard. Recruits have been promised they would be allowed to loot cities and towns they capture.

A large force of well equipped Villistas is again reported moving toward Ojinaga and the American towns in the Big Bend district, the bandits have left LaMula Pass, the gateway through the Sierra Grande mountains.

Carranzista officials in Juarez say they have received no word regarding the outcome of Saturday's battle south of Jiminer between 2,000 de facto government troops and 1,000 Villistas under Calisto Contreras. Military men believe this is an indication that the Carranzistas were repulsed. The possibility that former bandits of the Carranza column went over to the Villistas was also suggested.

Except for artillery the Villistas active in southern Chihuahua are reported to be as well equipped to fight as the troops of the de facto government. The rebels are said to have many machine guns which Villa had hidden in the mountains before the collapse of his former rebellion.

(Continued on Page Four.)

Market Was Sluggish and Prices Sagged

New York, July 10.—The New York Evening Sun financial review today said:

The resumption of business on the New York exchange was attended by an expansion of buying impulse, a feature of which the professional traders took advantage in working for reactions later in the session.

In the session speculative sentiment which was rather unfavorably disposed as a result of the continued apathy of the outside element which was associated with the widespread prediction of a further contraction in the munitions business and by some other considerations, notably a sharp decline in copper abroad and a distinct hardening of time and call money.

First prices were irregularly charged and though Reading opened quietly a pronounced disposition toward heaviness developed almost from the outset.

There was no marked pressure against steel common but the price sagged off under its own weight and the same was true to a degree of other leading industrial and standard rails.

Although some of the familiar war stocks, Baldwin Locomotive, Crucible Steel and the like, hardened in the latter trading on profit taking purchases by the bearish elements, the general list showed little or no improvement and the copper stocks were distinctly heavy. Industrial Alcohol extended its loss to 14 points or more.

Will You Do Your Share Toward It?

Mass Meeting at Armory Tonight to Raise Funds for Those in Need

Tonight the people of Salem will be given an opportunity to give a practical demonstration of their patriotism, at the mass meeting to be held in the armory.

Although the call has been made by the Salem Patriotic league, it is hoped that all charitable organizations, churches and lodges will be represented when the subject of relief for the families of several members of Company M will be presented.

Instead of giving a stated sum for the benefit of these families, cards will be passed in which all will be given an opportunity to subscribe a certain amount each month as long as the boys are at the front. By this arrangement, the league hopes to secure each month the amount necessary to relieve any distress in the city, and at the same time to have the amounts subscribed handed in a business like manner.

Justice George H. Burnett will preside at the meeting and addresses will be made by the Rev. Harry E. Marshall and others interested. The program will include singing by Mrs. Hallie Parrish Hinges and Tom Orlean.

The Cherrians have been invited to appear in uniform, although no official order to this extent has been issued. Louis Lachmund, exalted ruler of the Elks and Ernest Blue, dictators of the Moose, have both issued calls for the members of their lodges to attend.

Given Preliminary
Hearing Today

Preliminary hearings were given four men indicted by the grand jury in Judge Kelly's court today.

Louis Reed, charged with stealing an automobile owned by Felix Isaacson requested time to arrange for counsel. F. S. Lampert was appointed and Reed will plead tomorrow.

B. Canfield, indicted for swearing falsely to an affidavit, is represented by F. S. Lampert and will also plead tomorrow.

Frank Marshall pleaded not guilty when arraigned to answer for an alleged statutory offense. F. A. Turner and W. C. Winslow are his attorneys. Charles E. Smith declared himself not guilty of committing a statutory crime and his trial was set for July 20. He is represented by John H. McNary.

Pheasant Juice Company
Can Use More Loganberries

Loganberry crushing is progressing at the plant of the Pheasant Fruit Juice company, corner Trade and High streets. The newly installed machinery is running day and night. Their new machinery is eating up the fresh loganberries so rapidly that the management now led to believe that they can take care of all the surplus berries in Marion and Polk counties in addition to using up the fruit from more than 400 acres on the regular term contracts.

The manufacture of loganberry juice is certainly a wonderful addition to Salem's industries. Growers are bringing berries in automobile truck loads from points located more than 30 miles away and they are getting cash for them. This looks good for the country where loganberries can be grown as nowhere else in the wide world.

As British Tell It.

London, July 10.—A British force which captured the southern end of Tronea woods, north of Hardecourt on Saturday afternoon's fighting has extended its position northward, General Haig reported to the war office this afternoon.

For 48 hours heavy fighting has been going on in the woods. A German counter attack was repulsed with heavy enemy losses.

British troops captured several hundred more prisoners on the Somme front in this morning's fighting.

On the British front farther north the Germans bombarded British positions for three hours in the region of Hooge. In this region British troops made three successful raids on German front line trenches.

Altogether, five desperate German counter attacks were repulsed in the course of the night's fighting, General Haig reported.

British troops captured a small position near Contalmaison.

The German Version.

Berlin, July 10.—British troops have penetrated the Tronea wood and the French villages of LaMaisonette, Barleux and Recogueret, it was officially admitted today.

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GREAT ATTACK OF ALLIES CONTINUES FORGING AHEAD

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