

FULL LEASED WIRE DISPATCHES

The Daily Journal

CIRCULATION IS OVER 4000 DAILY

FORTIETH YEAR—NO. 43

SALEM, OREGON, MONDAY, FEBRUARY 19, 1917

PRICE TWO CENTS ON TRAINS AND NEWS STANDS—FIVE CENTS

FREIGHTER SINKS GERMAN DIVER IN RUNNING FIGHT

Two Shots Fired From Steam... and Diver Was Struck by Second... FIVE MORE SHIPS LEAVE NEW YORK FOR EUROPE... Several Ships Are Reported Sunk by Submarines During Day

New York, Feb. 19.—In a running duel at sea between the French line freighter Guayne and a German submarine, the U-boat was sunk, officers and crew reported today on their arrival here from Bordeaux... The submarine, they declared fired three ineffective shots at the ship and went down when the second shell from the 65 millimeter gun on the Guayne struck her squarely...

HUNDRED THOUSAND SPIES IN COUNTRY SAYS U. S. SENATOR... Espionage Bill Is Urged In Order to Protect Country In Event of War... Washington, Feb. 19.—There are 100,000 spies in the United States, Senator Lee Overman declared on the Senate floor today during debate on the espionage bill...

ABE MARTIN

Troubles should be smothered and not aired... Your gift has much service... not enough merchandise for your money these days.

Bill to Tax Railroad Grant Lands Stirs Senate

There was a bill royal Saturday afternoon in the Senate when H. B. No. 308 came up at 4 o'clock. By arrangements made in the morning Representative Bean was asked to address the Senate for 10 minutes in explaining the bill and Representative Eaton was given the same time to show up his side of the case which was against the bill... Olson backed old man Oregon against the world, the flesh and the devil, so to speak, and insisted the Senate had a right to tax the lands...

PEOPLE WILL VOTE ON NEW PRISON BUILDING PROJECT

Bill Indefinitely Postponed Is Reconsidered In Senate Today... CONSOLIDATION SCHEMES MEET CUSTOMARY FATE... Lower House Passes Rural Credits Bill and Minor Measures

The senators showed signs of weariness this morning and there was but little scarpiness left in them. In consequence there was nothing doing except the routine business. It was expected house bill No. 550 bonding the state for a penitentiary at a cost of \$400,000, to noon it had not been heard of... A large part of the morning session was devoted to talking bills up out of their usual order...

Speaker Stanfield Honored By Colleagues in House

Although Saturday was a busy day in the house of representatives and everything was being rushed expeditiously toward a final close of the forty one day session and 29 bills passed, three were killed and 34 indefinitely postponed, yet the members of the house took time to pay a few honors... Speaker Stanfield, of Stanfield, for the speaker-ship of the house, arose and in a short presentation speech that took Speaker Stanfield by surprise presented a handsome gold watch, chain and charm... The tributes were for her effective debating on the floor of the house, to her true sportsmanship, and to her defense of the smokers in having house rule 66 suspended...

SITUATION IS UNCHANGED BUT OUTLOOK HOPEFUL

President Will Not Go Before Congress With Further Request... RELEASE OF YARROWDALE SAILORS IS DEMANDED... Negotiations Still In Progress to Prevent Break with Austria... The purpose of the president is unchanged, however. He does not intend to pass in the work of preparing, merely because there appears to be a material slump in the daily 'bags' of U-boats... Demand Sailors' Release... Formal demands have gone forward as was expected for release of the American Yarrowdale prisoners held in Berlin...

COMMISSION WILL FIX PRINT PAPER AT FAIR PRICE NOW

Washington, Feb. 19.—A reduction to two and three cents a pound for news print paper, it was learned today, is likely to be the maximum price which the federal trade commission will set, as the arbitrator of prices and distribution of the commodity... The commission today began arrangements to carry out the "voluntary" suggestion of the print paper manufacturers, made after some of them had been shown the result of Francis J. Heny's investigations into charges of extortionate prices and "an arranged paper shortage..."

ATTEMPT OF PAPER MILL COMBINE TO FLEECE PUBLISHERS IS STOPPED BY OFFICIALS

Washington, Feb. 19.—A reduction to two and three cents a pound for news print paper, it was learned today, is likely to be the maximum price which the federal trade commission will set... The first work will be a series of brief hearings at which manufacturers and publishers will discuss the subject... The producers will determine their course on Wednesday next and it is believed will take action which will render it unnecessary for the government to interfere actively...

WAYS AND MEANS COMMITTEE SUCCEEDS IN SPITE OF 6 PER CENT LIMITATION

The members of the joint senate and house committee succeeded in distributing the money among the various institutions so that no hardships were entailed upon any of them in spite of the six per cent limitation law... The tax limitation holds the legislature down to a gross expenditure of \$6,309,505.32. The actual sum authorized total \$6,298,434.40... The tax limitation holds the legislature down to a gross expenditure of \$6,309,505.32. The actual sum authorized total \$6,298,434.40...

BRITISH SUCCESSFUL IN SHARP FIGHTING ALONG WEST FRONT

By William Philip Simms, (United Press Staff Correspondent)... With the British Armies of the West... The German army of Crown Prince Rupprecht's group has received several sharp raps on the knuckles during the last thirty six hours... The British have further advanced—and this despite fogs, thawing of the frozen ground and resultant seas of mud... Officers are "quite satisfied with the result," they asserted today...

THE WEATHER

Oregon: Tonight and Tuesday rain west; rain or snow east; 40 to 50; fresh southerly winds; interior, moderate; a southerly gale along the coast... (Continued on page two.)

RELEASE OF YARROWDALE SAILORS IS DEMANDED

Washington, Feb. 19.—Although unchanged in its dangerous particulars, the German-American situation today was generally regarded by officials as more hopeful than at any time since the diplomatic break two weeks ago... The situation is such that the United Press can state positively the president has "no present intention of going to congress to discuss it in any way..."