NO. 26.

NEGOTIATIONS FOR PEACE HAVE BEGUN

BETWEEN THE TEUTONIC ALLIES AND THE RUSSIANS AT BREST-LITOVSK.

ENEMY PLAYS TRUMP CARD

Von Kuehlmann Unanimously Elected Chairman and Austro-German Delegates Are Far Stronger Than Delegates From Russia.

Peace negotiations between the Teutonic allies and the Russians have begun at Brest-Litovsk. And apparently the enemy has played a trump card at the outset, for on the proposal of Prince Leopold of Bavaria, the German commander-in-chief on the Russian front, Dr. von Kuehlmann, the German foreign secretary and an astute politician, has been chosen unanimously as offical chairman.

A noteworthy fact in the composition of the delegations from the various countries allied with the Austro-Germans is that they include men who have stood high in the councils of their respective countries, while the men who are to handle Russia's in- SECRETARY DANIELS SAYS NAVY terests for the most part are unknown in world politics.

Still another outstanding fact in the meager details of the formation of the conference that thus far have come through is that Rumania is not credited with having sent delegates to Brest-Litovsk. The possibility is, therefore, that Rumania has decided to hold aloof from discussing a separate peace, notwithstanding the fact that geographically she will be completely isolated from her allies should the negotiations result in Russia quitting the war.

AMENDMENTS TO FARM

LOAN LAW ARE ADVOCATED. Banks Admitted.

amendment to the farm loan act un- the navy's war activities. der which many private farm mort also gave warning that it expects in terests seeking to break down the system to file a suit soon to test the constitutionality of the act.

Amendments to the existing law ed to Congress in the board's forth- the navy could give. coming annual report, are:

To remove the present restriction permitting a joint stock land bank to do business only in the state where it is situated and one contiguous state;

To permit a bank to issue bonds to the amount of twenty times its capital stock, which must be \$250,000 or more, instead of fifteen times, as under existing law, and

To raise from six to six and a half per cent the maximum interest rate which joint stock land banks may charge on loans to farmers.

All these amendments have been sought by the Farm Mortgage Bankers' association, whose leaders predict that a large proportion of the members would seek government charters and operate under supervision of the farm loan board if the modifications were made. Their plea to be allowed to use the name "National Land Bank" instead of "Joint Stock Land Bank" has been received favorably by the board, owing to fear of confusing the private institutions with the government's twelve federal land banks.

Joint stock land banks would still be compelled to limit interest rates on loans to within one per cent more than the selling price of their bonds, even though the maximum were raised tosix and a half per cent.

Majority For Conscription.

Ottawa, Ont .- A majority of 174,-000 votes for conscription is shown by the complete returns on the referendum in Australia, says a Reuter dispatch from Melborne. The vote was 938,000 against and 764,000 for. Votes cast by the Australian troops on the question are being counted in London.

EVERY HOUSEHOLDER TO HAVE ITS COAL SHOVEL TAGGED.

Washington.-Every household in the land from the white house to the most humble cottage is to have its coal shovel tagged with war-time economy hints on Wednesday, January 26. The fuel administration annonnced that the services of the twenty-three million odd school children were being enlisted, and that all state and municipal authorities and teachers would be asked to unite in making the day a school holidey

***************** Officer of Torpedoed Cruiser Who Survived



Lieut, John K. Richards, U. S. N., was one of the officers of the American destroyer Jacob Jones who survived when that vessel was torpedoed and sunk by a German submarine.

TWO YEARS AGO HAD ONLY 300

NOW HAS MORE THAN 1,000 SHIPS.

Contracts Have Been Let for Hundreds of Others Including Dreadnaughts, Cruisers and Destroyers and Auxiliaries-Explain Operation.

Washington.-A recital by Secretary Daniels of how the navy prepared for war by adding several hundred ships to the fleet and letting contracts for hundreds of others, including dreadnaughts, battle cruisers, destroyers and auxiliaries, and explanation of the op-Board Wants Private Farm Mortgage eration of the navy supply department by Rear Admiral McGowan, paymaster Washington.-The federal farm loan general, marked the opening of the inboard announced that it advocates quiry by a house sub-committee into

Representative Britten, of Illinois gage bankers may enter the govern- asked Secretary Daniels whether the Kaledines forces and give the rada ment system as joint stock land department had received any combanks. At the same time, the board plaints from Vice Admiral Sims, com- tion. As indicating that the rada has fog. manding American naval forces in the finally declined to give heed to the war zone. The secretary said the question was improper and that "mess but he added that Admiral Sims had which will be specifically recommend- been given everything possible that

Later when Admiral McGowan was called to the stand he submitted an order issued by him some months ago directing that Admiral Sims requests for supplies be acted upon on the same day they were received.

"We have 424 ships in course of construction." Secretary Daniels told the committee. "That does not include submarine-chasers, of which we are building 350 and does not include the small craft. The chasers will be in service by early spring." Included in the 424 ships, he said, were battle cruisers, battleships, scout cruisers, destroyers, fuel ships, gunboats, hospital ships, ammunition hips, seagoing tug, mine-sweepers and sub-

The navy at the beginning of its participation in the war, the witness continued, had at its disposal the money needed for most of the expansion immediately required and in quartermaster general's department. It pressing cases where funds were lacking over-obligations were incurred. Within the last few days the navy has entered the war to provide for the had to ask for \$86,000,000 in addition great army since raised. to the regular estimates amounting to \$1,039,000,000 for the next fiscal year, now before the house naval commit-

AUSTRO-GERMA NFORCE ATTACK ITALIAN LINE

Reinforcements in Large Numbers are Brought Up.

The Austro-Germans have renewed in great strength their effort to pierce the Italian line and debouch upon the plains of Venetia in the region of Bassano. In flerce fighting around Monte Azolone, in which the enemy again age. suffered severe losses and several times were repulsd. reinforcements in large numbers were brought up nad the Italians were compelled to give ground. The fighting lasted through out Tuesday and according to the with a representative of the state's German war office, more than 2,000 Italians were made prisoner.

Likewise along the southern reaches of the Piave river, the invaders and the Italians are engaged in heavy fighting. A crossing of the Old Piave on pontoon bridges was successfully carried out by one enemy detachment, but later the Italians shoved back the Toutons to the water's edge.

ITALIANS REGAIN

CEASE DEFENSIVE AND RESUME OFFENSIVE WITH SIGNAL SUCCESSES.

FIRE ARTILLERY TERRIFIC

Situation in Russia Continues Obsoure.-Germans Sald to Have Rejected Peace Terms of the Bolsheviki.

The Italians on the northern line in Italy between the Brenta and Piave rivers have ceased, for the warfare against the attacks of the time being at least, their defensive Austro-Germans and assumed the offensive with signal successes on several sectors.

Attacking the positions which the enemy earlier in the week captured near Monte Asolone, General Diax's troops have regained a considerable portion of the terrain and held it, notwithstanding the terrific artillery fire that was turned upon them.

The German war office, in endeavoring to belittle the success of the offensive, which it asserts was repulsed, shows that the effort of the Italians was a determined one, the troops to the west of Monte Asolone delivering seven attacks against the enemy front. Admission is made in the German communication that the Italians also have taken the initiative in the fighting on Monte Pertica and Monte Silarolo, but it is declared that their attacks on these sectors, as on Monte Asolone were without success.

The situation in Russia continues obscure, although such reports as are coming through indicate that the bolsheviki government is losing ground in the face of the opposition that is being imposed by the Ukrainians and the followers of General Kaledines. The bolsheviki commissioners are declared to have declined to accept the negative reply of the Ukrainian Rada to the bolsheviki demand that Ukraine cease aiding the an opportunity to reconsider its acand the Ukrainians.

A dispatch from Petrograd says an the Germans have rejected the peace terms put forward by the bolsheviki delegates. Recent dispatches have indicated that the peace pourparlors in ly preliminary to the peace confer- City, Tenn. ence which is to assemble there next Tuesday and which is to be attended father, H. P. Brown, Macon, Ga. by the German and Austro-Hungarian foreign ministers.

ARMY CLOTHING, SHOES AND FOOD UNDER INQUIRY

Quartermaster General Sharpe Be- CONGRESS SHUTS DOWN fore the Investigating Committee Washington.-Clothing, shoes and

food supplies for the American army were investigated by the senate millitary committee, turning its general inquiry into war preparations to the

Major General Sharpe, quartermastime answered all confidential questions behind closed doors. He was, closely examined, especially regarding the admitted shortage of overcoats, which he said was due princi-

camp by December 31, the general declared there is no clothing short-

G. B. MEANS NOT TO BE INDICTED IN NEW YORK

New York-After a conference here reassembles. he would not ask the New York coun- the rairoad inquiry. ty grand jury to indict Gaston B. King, of whose murder Means was acquitted by a jury at Concord, N. C., Sunday, December 16.

Rises From Clerkship



James L. Wilmeth of Tennesses and Arkansas, who has been appointed director of the bureau of engraving and printing, Uncle Sam's big money factory, is one of the few men who have advanced to an important government position through the ranks of government clerks. He entered the government service 20 years ago, assorting money orders for \$60 a month.

NO DETAILS ARE GIVEN OUT

NINETEEN LIVES ARE LOST WHEN UNDERSEA BOAT GOES DOWN.

Rammed and Sunk in Home Waters by Another Submersible, F-3, in Fog. -Those Lost Were Mostly From Far Western States.

Washington.-Nineteen lives were lost when the American submarine F-1 was rammed and sunk by submarine F-3 in home waters during a

The F-3 was undamaged and pickdictates of the bolsheviki is a report ed up five survivors of her victim. that a definite alliance has been Secretary Daniels announced the disgossip" should not be banded about, formed between Kaledines followers aster in a brief statement which gave no further details.

> Lieut. A. E. Montgomery, comunofficial report in circulation in the manding officer of the F-1 was among Russian capital is to the effect that the five saved. His mother, Mrs. Julia Montgomery Pratt, lives at Fort H. G. Wright, N. Y.

Other survivors include:

J. M. Schmissauter, machinist; faprogress at Brest-Litovsk were mere ther, Charles C. Schmissauter, Hill

Henry L. Brown, gunner's mate;

The list of those lost announced by the navy department shows men to be from far western states, with the exception of two who are from Ohio and Pennsylvania.

FOR HOLIDAY RECESS

Senate Takes Final Action for Submission of Prohibition Amendment.

Washington.-Congress closed down for a holiday vacation, leaving behind a series of investigations to pro- them received more than minor injuceed during the recess. Both houses was developed that millions were adjourned until Thursday, January 3, spent just before the United States when war legislation is to take the forefront of the calendar.

In the last day's business, the senter general, was before the commit- ate took final action toward submistee all day and for an hour of the sion to the states of a national prohibition amendment to the constitution, ordered two investigations-into rallroad legislation and the merchant posal of the coal and oil land leasing bill on January 7. The house passed other winter garments, of which, he application of the new excess profits axes to congressmen, and arranged stated, complete stocks would be in for renewal of the battle for woman suffrage on January 10.

Efforts to rush through legislation authorizing the treasury to buy \$100 -000,000 of farm loan bonds before adjournment failed. The senate passed the bill, but it was held up in the house to be considered when Congress

During the recess, a half-dozen attorney of Cook county, Illinois. Dis- investigations into war activity will trict Attorney Swann announced that be in progress. Heading the list is

Other investigations in addition to Means in connection with the "sec- those of railroad problems and the ond" will of Mrs. Maude Robinson shipbuilding situation, deal with army and navy war operations, the sugar and fuel shortages and the alleged disloyal St. Paul speech of Senator LaFollette.

TEUTONS MUST RESTORE ALL TERRITORY TAKEN AND PAY FOR GREAT HAVOC.

GERMAN PEACE PROPOSALS FIRST STATE TO TAKE ACTION

Reorted That Teutonic Allies Would Offer for Peace and Had Requested Russia to Sound former Allies for

In the midst of the peace pourparlars that are in progress between the representative of the Teutonic allies and the bolsheviki government in Russia, the war aims of Great Britain-and doubtless of all her allieshave been concretely set forth in the house of commons by David Lloyd-George, the British prime minister.

The complete restoration of territory now in the hands of the enemy and compensation for the havoc they have wrought is the price that will be damended for the laying down of arms and the bringing about of peace.

Great Britain did not seek territorial aggrandizement for herself or for any of her allies when she entered the war, Mr. Lloyd George said but entered into the hositilities merely for the sake of her honor. As to Germany's colonies, all of which are now in the hands of the entente, Mr. Lloyd George said, their disposition must be determined at the peace congress, Jerusalem, however, the premier declared, would never be restored to the Turks.

The statement of the prime minister came almost simultaneously with a report that the Teutonic allies intended to make peace proposals to the entent and that Russia had been requested to take similar steps and was endeavoring to sound her fromer allies in arms as to their requirements for a cessation of hostilities.

PASSENGER TRAINS CRASH: 38 KILLED; MANY INJURED

Sheperdsville, Ky. - Thirty-eight known dead and 40 to 50 persons injured, some of them seriously, was the toll taken when Louisville & Nashville passenger train No. 7, from Cincinnati to New Orleans, crashed into the rear of a Bardstown, Louisville & Springfield accommodation train 500 yards south of the station here.

The accommodation train had just left the station after making a stop, when the faster train which makes no stop here came in sight moving at a high rate of speed. Efforts to bring it to a halt were futile and the heavy locomotive with the heavy weight of a steel train behind it crashed into the rear of the accommodation with a terrific impact. The two wooden passenger cars and baggage cars making up the smaller train were splin-

Virtually every person aboard the accommodation train, both crew and passengers were either killed or badly injured. None of the passengers aboard the fast train were killed, thoug ha number were injured. The locomotive was demolished and the heavy steel coaches making up the train were thrown from the track.

Non of the passengers aboard the fast train were killed and none of ries. Another locomotive and train crew was sent from Louisville and after detaching one baggage car the New Orleans train went on as soon as the right of way was declared.

Jesse Weatherford, telegraph operator at the station here, said that after the accommodation train left the station he had thrown his block to show the track clear and left the office to shipbuilding-and arranged for dis- help handle baggage. When he got outside, he said, he saw the fast train approaching, ran back to the office, pally to late deliveries of large orders. the resolution to remove doubt as to pulled his block to show red, seized a lantern and rushed to the platform to flag it. He reached the side of the track just as the hevay locomotive thundered by.

PROPERTY OF AMERICANS IN GERMANY TAKEN OVER

Berlin.-The property of Americans in Germany has been placed under the trusteeship of the German government. There is no intention, however, to confiscate property or to infringe on the personal rights of the property holders.

French Sink Two U-Boats.

Athens,-French destroyers have sunk two enemy submarines in the Gulf of Taranto.

From Clerkship to Important Position | LLOYD GEORGE SETS | STATE TO CONTROL FORTH WAR AIMS THE PRICE OF WOOD

AUTHORITY IS GIVEN TO STATE FUEL ADMINISTRATOR McAL-LISTER TO ACT.

Believed That it Will Have a Wholesale Effect on Prices and Dellyories of Wood.

Greensboro.-Authority given State Fuel Administrator A. W. McAllister by th enational fuel administration, authorizing Mr. McAlister and local committees to fix the price of wood, will have a wholesome effect on prices and deliveries in the state, it is believed. This is the first state in the union in which the fuel administrator is authorized to fix prices. These will be fixed to suit the locality, with the committeemen taking into considers. tion local conditions.

A basis for computation is furnished by Mr. McAlister, who advises a 33 1-3 er cent to 50 per cent increase in the price per cord over the prices prevailing in 1916, these figures to apply to wood in four and eight-foot lengths on drays and wagans of farmers, or on cars f.o.b. the place of shipment. He suggests the allowance to the dealer of \$1 a cord for sawing and splitting the wood, or \$1.25 per cord, if the committeemen deem tho larger figure equitable ; and \$1 per cord for delivery, 75 cents for delivery of half cord and 50 cents for quarter cords and less.

Of interest only secondary is the standardization of the measure for wood to be observed by the vendor. The instructions of the fuer administration marks the passing of the ancient if not altogether honorable "load." The wood dealers must sell in cords or stipulated divisional parts thereof. No longer will an ultimate consumer pay \$1.50 for a "load," but what he pays will be fixed by the administration and it will be for an understood portion of a cord, a full cord or the multiple of it. In this manner the wood business of North Carolina, temporarily at least, is brought within the law of weights and meas-

Educational Commission Announced. Raleigh.-The state education commission that the last legislature provided the governor should apoint for general investigation and recommendation as to the educational system and laws of the state was appointed by Governor Bickett and is to meet and organize for work as early as pos-

It consists of the following: R. H. Wright, professor of the East Carolina Teachers' Training school; E. C. Brooks, of the chair of education in Trinity College; Dr. Charles E. Brewer, professor in Meredith College; C. C. Wright, superintendent of the Wilkes county public schools; D. J. Bell, superintendent of the Richmond county schools and Rockingham city schools.

The special act of the legislature under which the commission is appointed provides that the commission shall make a survey of the eudcational conditions in the state, codify the public laws, investigate the methods and cost of supplying textbooks to the public schools, the advisability of establishing a state printing plant, the matter of a system of pensions for public school teachers. The commission is directed by the act to report its findings with recommendations to the 1918 session of the legislature.

Rector Volunteers as Chalain. Rocky Mount. - The Rev. B. E. Brown, rector of the Calvary Episcopal church at Tarboro, has offered his services to Uncle Sam as chaplain, with the request that he be sent to France for service in that country with the American soldiers and expects to be called within the next few weeks. He came to Tarboro about ten years ago

Passengers in Burning Train, Elkin.—Saturday a passenger coach on the Elkin & Alleghany road caught fire from a stove pipe just after leaving the station at State road. The fire was between the ceiling and roof of the car and none of the 25 passengers in the coach knew it until the train prived here and stopped at the street rossing, and the flames burst out over he entire length of the car. The loal firemen were soon on the ground nd had a strong of water turned on woodwork and all he flames. ar were destroyed. he window