

aside from any emergency that may an attempt to turn part of Texas

back to Mexican control-a wild The following statement was issued by the department: scheme backed by ignorant Mexi-

"Recognizing the fact that the arsecans, escaped convicts, fugitives nals would be unable to produce an from justice on the American side, adequate supply of war materials to 40 Mexicans had been crossing into meet an emergency of war, it has been Texas each day, some of them having and some Mexican soldiers. the practice of the government, both

Trying to Start Revolt. in time of peace as well as in war, to The disturbance has been fanned by

some of the bitter disputes of border a considerable part of the war material the border, and have been referred to political conditions, which, in some incurrently required. "This policy makes it necessary for stances, kept the American residents the ordnance department to obtain of this section from realizing how from these establishments from time strong the under current of Mexican to time information as to their ability and capacity to produce various classes feeling was growing of such material.

Rangers in Hidalgo county, pursuing "Such extraordinary changes and unsome of the gang which killed an Am- precedented expansion of the facilities erican trooper near Meredes last night, of American manufacturers, have recaptured a flag today bearing in Span- sulted from the demands for material maining at other posts in continental ish the words: "Army of Liberation of by the warring nations of Europe. Mexicans in Texas." They took also particularly for the production of certain classes of ammunition, that it has some literature urging Mexicans to rebeen necessary for the ordnance devolt

Army and Federal investigators declared the organizers of the trouble are orking under the plan of San Diego, that the expansion noted has not ceaswhich calls for the death of every American male over 16 years of age in has been reached which renders desir- other. communities along the Rio Grande, and able a general inquiry as to the manualso along the border of New Mexico, Arizona and California. It has been reand with a view to obtaining informaported to General Funston that more tion on the subject, the ordnance dehan 30,000 Mexicans are pledged to the partment is sending out letters of in organization. quiry to a number of manufacturers.

Federal officials last winter believed accompanied by forms designed to fathey nipped an attempt to put this rev- cilitate the making of replies. clution into effect when they arrested "The War Department expressly Mexican on charges of sedition, dis- states that it does not now contemcovering in his possession details of plate purchasing any of the material

the plan, which were published at the manufactured as it has no special funds Authorities here tonight are watching river at a point ten miles below Brownsville, where it was reported sevat the bureau's disposal."

eral hundred armed Mexicans had gathered on the Mexican side, waiting to cross the Rio Grande under darkness. A Mexican rancher in Hidalgo county, fifty miles up the river from Brownsille, appealed for aid this afternoon, sserting that 80 armed Mexicans were hiding on his ranch. He said they had threatened to kill him if he reported their presence.

There were many reports here that officials on the Mexican side of the rivteported for some of the troubles on Returning to Confer With But Few Advances Allowed er, which is under Carranza control, are the American side, either by laxness of discipline or by direct connivance.

However, there is no evidence that any high Mexican authority is involved. Officials here have reports that 1,700 former Carranza soldiers have crossed Developments in Regard to Mexico Exthe river along a zone 120 miles wide,

from a point below Brownsville to Rio Grande City, up the river. At least 30 different parties are said to have cross-

## Arrival of Troops Drive Bandits.

Arrival of troops in force from La-On Board President Wilson's Speceda appears to have caused the banial, New Haven, Conn., Aug. 11 .- Presidits to shift rapidly westward today the less populous sections between dent Wilson was on his way back to and Laredo. Telephone messages Washington tonight to confer with and from the portions of Cameron Secretary Lansing and other members north of here, where disorders have been going on for two weeks, in- of his cabinet on the Mexican and othdicated that the outlaws either had left er problems. He left the "Summer or were hiding. White House," at Cornish, N. H., this About Mercedes a few miles northafternoon, and will arrive in Washing-West of here, rangers and cavalrymen ton tomorrow morning. pressed the bandits so hard today, that

some of them fled across the river. Cavremainder goes to the states on the ed at the office of the commercial agent will be given recognition provided it With the President back in Washingholding that additional increases had in readiness somewhere in the South basis of efficiency plans adopted by of the Bureau of Foreign and Domestic gives promise of stability. Immediatealrimen captured 35 horses from one ton, developments are expected within Atlantic or the Gulf of Mexico will been justified by the carriers' showthe War Department. Commerce in New York, who will un- ly an embargo on arms would be enhand hear Mercedes, after a long chase, the next few days in regard to Mexico. depend on developments. Instead of making the distribution dertake to distribute to importers, un- forced against all other factions, and ing. He is desirous of following the plan learned so far of supplies and ammunition according der guarantees that the goods will not an amnesty declared, permitting con-An incomplete summary of the cominaugurated when the Latin-American the was wounded. mission's action shows that rates PSto paper strength of the various state be re-exported in any form. tending groups to lay down their arms Reports that politicians on the Am- representatives were invited to confer timated to produce \$5,971,860 were reorganizations as last year, Mr. Garriwithout fear of punitive measures. erizen side were responsible for the on Mexican affairs, but he is also deter-Shippers desiring to import Russian jected, while approved increases will TEXAS GOVERNOR WANTS son took into consideration actual **Recognize** Triumph of Revolution. products will be required to submit to appriating aroused much resentment mined to afford protection to foreigners add \$1,632,387 to the carriers' reve-U. S. TROOPS DOUBLED strength at the annual inspection and All the ambassadors and ministers, in Vera Cruz. the commercial agent a statement of nues. the number of auxiliary branches. Evtogether with Secretary Lansing, are At San Benito a mass meeting of The President was notified late today the goods to be secured and to deposit The decision follows extended hear-Houston, Texas, Aug. 11 .- Govery man in a field hospital and the amfirmly determined that the triumph of protest was held. This meeting declar- that General Carranza had sent word a bond to be held pending the conings, the tariffs having been filed De- of ernor Ferguson, of Texas, tonight de cember 15, 1914. Further applications from the same roads are pending, af-fecting passenger rates, various spe-cial services to shippers and miscel-ianeous commodities not previously covered. bulance companies was counted twice, the revolution in Mexico shall be reced the outbreak was mainly an out- to Secretary Lansing that the Mexican ognized. From th of an old epidemic of lawless- people view with displeasure any at-There is no intention to afford recogness on the Mexican side. tempt tending to frustrate the success nition to any element except those Many Mexicans along the American of Carranza forces. It was understood which have overthrown Huerta and side of the border appear to be entirely the President will continue with his fought the present revolution with its infecent of causing trouble, and hun- Mexican plans regardless of Carranza's covered. New York receives for supplies and am- ticularly anxious to secure the release grave." reform program. To the revolutionary munition \$47,000 more than last year. of vetch seed, used as fertilizer, hides element professing liberal principles. dieds of Mexican families are seeking attitude. Carranza is to be given an The incomplete summary of today's (Continued on Page Eight.) (Continued on Page Eight.) (Continued-on Page Eight.) " (Continued On Page Eight) land skins, and mineral oils. (Continued on Page Eight.)

troops had crossed the line. **Rangers** Capture Flag

Texas rangers in Hidalgo county captured a flag bearing in Spanish the inscription: "Army of Liberation for Mex-

ing cartridge belts. Requests for more troops came to the General Funston, upon whom Secretary

can handle the situation with the force available. Funston has ready on the border and at Texas City about 17,000 troops, in-

fantry, cavalry and artillery. Secretary Garrison telegraphed him today that the 12,000 mobile troops re-

United States would be sent to the border, if he asked for them. General Funston reported that the best information he could gather indi-

partment to correspondingly increase cated that the raids in Cameron, Hidalits activity to keep in touch with this go and Starr counties were directed by industrial development. It is probable Texans having headquarters in Brownsville, who, after a political feud, sent ed, but officials believe that a stage bandit gangs to rob and attack each

Secretary Garrison expressed doubt facturing facilities now in existence, that Mexicans from over the border were responsible for all the disturbances.

**Probably Not All Mexicans.** "Conditions on the border," said Mr Garrison, "have no political significance. Lawless people are using this time of excitement to plunder and steal, and we are not sure that all the law breakers are Mexicans."

Further strengthening of the border which may be used for such a purpose forces will take virtually all available No special inquiry is deemed necessary regular troops in the country. Officials for the expenditure of limited funds today were considering whether from current appropriations which are

(Continued on Page Eight.)

WESTERN FREIGHT RATE

by Commission.

Earnings.

Washington, Aug. 11.-Sweeping

freight rate increases sought by rail-

roads of Western territory on the

ground of generally poor financial con-

sought. The commission voted 5 to 2.

reaching enemy countries while at the made no further progress, however. same time acting fairly in the interests of neutral countries."

Sir William Ramsay, who seconded a resolution which was passed demanding batteries on the Asiatic side of the that cotton be declared contraband, as- straits, which had been bombarding the ville said that for several days 30 or serted that while substitutes for cot- allied positions on the peninsula, and ton could be used in making nitro-cel- put five guns out of commission. These ful. lulose, none of them had what was call- actions are believed here to be prethe appearance of soldiers and carry- ed the "ballistic power" of cotton, and liminary to a much more ambitious if anything else were used by Germany attempt planned by the Anglo-French

it would necessitate enlarging the purchase from private establishments War Department from officials along chambers of their guns and altering the sights of their rifles, an expedient which not even Germany could be pre-Garrison depends to report whether he pared to adopt in the course of a great war. He declared cotton was going to Germany by devious soutes. Sir Wil-

liam estimated that a thousand tons of cotton is used every day of the war, and he protested that it was grossly unfair to the English soldlers and their Allies that Great Britain should continue to supply Germany with this fortress hitherto has withstood.

commodity. "Had cotton been stopped at the beginning of the war," he said, "we gagements. might reasonably expect to see the war nearing an end."

A letter from Lord Beresford was read in the meeting, in which he said had cotton been declared contraband last February the war now would be approaching its final scenes.

'We don't wish to hamper the trade of the great English-speaking nation across the Atlantic. There are difficulties, but difficulties were created to be faced.' her up.

The solution proposed by Lord Beresford is for the British government to buy up the entire American cotton crop but no explanation has been forthcomand resell afterwards, even if at a loss. ing.

## RESERVE BOARD CONSIDERING **COTTON RELIEF PROPOSITION**

Involves Issue of \$500,000,000 in Bank Notes to be Used in South.

Washington, Aug. 11 .- After a talk today with Commissioner Harding,

Representative Henry, of Texas, tele-MILITIA APPROPRIATION graphed Joseph Hurst, of Corpus Chrisi, that the Federal Reserve Board is considering a cotton relief proposition he presented involving the issue of \$500,000,000 of Federal Reserve notes for deposit in the sub-treasury nearest he Southern Reserve banks. He proposed that the reserve board advise member banks it will loan these notes to them at 2 per cent annual interest if the banks will make reasona-

ble loans to cotton producers at 4 per cent interest for six months periods. Mr. Henry said the amount of interest was the real question at issue.

gressional representation.

The excuse that Great Britain seiz-

Turkish Guns Disabled. Simultaneously the French battleship St. Louis attacked the Turkish tria, but consigned to a neutral port, as a retaliatory measure against Germany, does not make the seizure law-

"There is no justification for the second contention that the British were justified in their action because the commanders to sweep the Turks before United States had violated Great Britthem. Very heavy losses have had a ain's rights during the Civil War. The discouraging effect on the Turks, ac-United States never committed an act cording to reports from Greece.

nor did our courts ever write a line, On the Eastern front Kovno is the that justified the British action. danger point in the Russian line. The Senator Smith declared that during armies of Grand Duke Nicholas apthe Russo-Japanese war Great Britain parently have arrested the German ofasserted the rights of India to ship fensive against Riga and Dvinsk, but cotton to Japan. He also pointed out are being hard pressed on the Kovno that the British first placed cotton on front which the Germans are attackthe list of articles not to be classed as ing with guns of all calibres, including contraband. the famous 16-inch cannon, which no

## **Discusses** Civil War Cases

As a contention that rulings by the On the western front little has hap-United States Supreme Court did not pened beyond the usual artillery enjustify Great Britain's action. Senator Smith discussed the Bermuda and Pe-German Submarines Active. terhof, or Matamoras cases, which German submarines have renewed arose during the Civil War. heir activity, and in the last three latter case he noted the ruling of the days have sunk 18 vessels, 10 of which court which held that although the Pewere British trawlers and four of which terhof sailed from England for Matabelonged to neutral countries. The Brit-

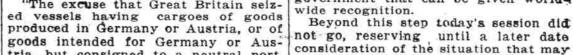
moros, Mexico, with contraband, conish patrol boat Ramsey also has been ditional contraband and non-contrasunk by the German auxiliary Meteor band goods, all intended for shipment in the North sea. The commander cf to Texas, during the war, only the acthe Meteor realizing that escape from tual contraband could be seized, as a pursuing British vessels was impossiblockade could not extend to a neutral ble, abandoned his ship and blew

Senator Smith said he had been sur-There have been frequent reports prised to find that the people of the today of firing heard off Helgoland United States "made so little of Great Britain's attack on our commerce," and added that the neutral countries had Great Britain at their mercy. He said: ALLIES INCREASE HOLDINGS. 'We can command this: 'Recognize our rights, or what will you eat?" The Gain Positions on Gallipoli, Nearly Administration's point of view is all

right, but it has acted slowly. London, Aug. 11 .- General Ian Ham-Great Britain herself. Senator Smith lton reported from the Dardanelles (Continued on Page Eight.)

ARRANGEMENTS MADE

FOR RUSSIAN IMPORTS



In the

not go, reserving until a later date consideration of the situation that may be created by refusal of any of the factions to participate in a peace conference. There was no discussion, in fact, of eventualities, notwithstanding that press dispatches reported Carranza's outspoken objections to the Pan-American methods of settling Mexico's struggle. The assembled diplomats took the view tonight that when their appeal is fully disclosed to General Carranza, he will not misunderstand their purposes or accuse them, as he has, of attempting to interfere in Mexico's internal affairs.

## Feeling of Confidence.

When the conference adjourned tonight there was a feeling of confidence that a decisive step toward restoring Mexico to her place in the family of nations had been taken. The appeal, which is brief and courteously phrased. calls upon the Mexicans to consider the injurious effect throughout the world which the constant turbulence in Mexico has caused. The petition suggests that a peace conference be held on neutral territory in Mexico far from the roar of cannon. The governments signing it express their willingness to act, if invited, in any practicable way to assist in bringing the factions together for the conference.

The communication will be given widest publicity throughout Mexico, and will be delivered by the diplomation and consular agents of the various governments signatory to it. Replies are definitely asked for, hope being expressed that these will be received within ten days after the communication reaches the leaders unless some just cause for delay presents itself.

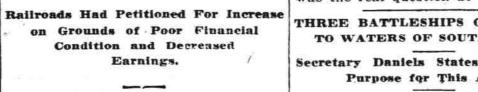
Secretary Lansing, who left for Washington tonight, will show President Wilson tomorrow the text of the appeal as finally agreed upon, and a statement will be prepared by Mr. Lansing explanatory of the purposes of the appeal, which in many quarters had come to be interpreted as a forerunner of military intervention.

Not only had the Latin-American diplomats here today made it clear that they would object to such a course or any that would impair Mexico's sovreignty, but President Wilson and Secretary Lansing are equally anxious that the present peace be accompanied by no physical act. Mr. Lansing took occasion to explain to the diplomats that the warships ordered to Vera Cruz vesterday were sent for protection of Americans and foreigners. Many of the diplomats said that while this assurance was not necessary, for they thoroughly understood the purpose of the United States, it nevertheless was opportune in removing a possible misunderstanding abroad of the real moives of the American government.

Ultimately-if all peace plans failofficials of the United States realize that the interests of foreigners may require more drastic steps, but at present it can be stated authoritatively that the plans under consideration contemplate restoration of peace in power of recognition to assist a government into being

Future Steps Not Determined.

No steps of definite character in the future have been finally determined on. Tentatively, however, it has been agreed to await the result of the peace



THREE BATTLESHIPS ORDERED TO WATERS OF SOUTH ATLANTIC Secretary Daniels States No Definite Purpose for This Action.

days of uncertainty and wire conferences between navy officials and President Wilson, Secretary Daniels anings, were refused by the Interstate dered "to Southern waters for any duty that may be required.'

North Carolina is Among States Receiving Increase for Supplies and Ammunition, Being Allowed

Trebling Their Area.

(Continued on Page Eight.)

DIVIDED AMONG STATES

Modifying the Russian Embargo Will try Amounting to Millions

Permit Importations to This Counof Dollars Annually.

Washington, Aug. 11. - Arrange-

dition of the lines and decreased earn- of the Atlantic fleet had been or- Helf of the amount is for actual field Russian embargo were completed to-

\$2,000 Over Last Year.

Ratified.

Washington, Aug. 11 .- Four million dollars, this year's Federal appropria- ments for handling shipments of Russtion to the organized militia, was ap- ian goods to the United States under Mexico by friendly means, by using the nounced tonight that three battleships portioned today by Secretary Garrison. the recent agreement modifying the

service and rifle practice, and is divid- day by the Commerce Department. Uned among the states according to Con- der the plan-already approved by the Russian embassy here and forwarded

Of the \$2,000,000 for supplies and to Petrograd for ratification, all im- conference, and if all the factions do ammunition \$400,000 is reserved for ports from Russia consigned to the not participate, the government set up special emergency allotment and the Secretary of Commerce will be receiv- by those elements which do attend

Garrison Apportions \$4,000,. Forwarded to Petrograd to be 000 Allowed by Congress.

Washington, Aug. 11.-After two

Commerce Commission today, advanced The ships are the Louisiana and New rates approved representing a com- Hampshire, which sailed from Newparatively small portion of the amount port, R. I., last night, and the Connecticut now in Haitien waters. Whether they will be directed by wireless to Commissioners Daniels and Harlan proceed to Vera Cruz or will be kept

**INCREASES ARE DENIED** PRESIDENT TO CAPITAL

OFFICIAL DUTIES CALL

Cabinet Members.

pected in Few Days-Left Corn-

ish Yesterday, and Will

Reach Capital Today.