

## WHOLE OF EUROPE PREPARES FOR WAR

Meanwhile the Powers  
Attempt to Avert  
the Conflict.

HOPE FLICKERING  
IN DARKENED SKY

Austria and Serbia Appear  
To Be Willing to Dis-  
cuss Controversy.

Washington, July 27.—The gravity of the European situation was reflected in an official dispatch from St. Petersburg today saying the Russian minister of war had declared war between Russia and Austria-Hungary seemed almost inevitable. This statement was made after the Russian ministry had issued an official declaration that Russia was greatly disturbed and could not remain indifferent. The report that complete mobilization of the Russian army had been ordered was confirmed.

London, July 27.—Glimmers of hope flickered in the darkened sky of European politics today and the wish was general that the efforts of the great European powers to avert a clash of arms which might involve many nations would be successful.

While all the powers were preparing for possible eventualities their statements, with Sir Edward Grey, the British foreign secretary, at their head, were endeavoring to bring together the government at issue with a view to mediation.

At the Serbian legation in London the view was held that some improvement in the situation had resulted from the influence exercised by Russia. Alexander Georgevitch, the first secretary, said:

"We have complied with everything that does not impair our sovereign rights. We hope Austria-Hungary will recognize that consideration is due an independent state and so avert war. If, however, Austria-Hungary wants war, she will see that we are prepared to accept it."

The fact that Austrian ambassadors abroad were willing to discuss controversial points with foreign governments and especially with Russia led to the belief that an outlet for the deadlock would be found.

The stock markets of London and the European capitals still displayed a panicky feeling, although it was not as pronounced as on Saturday.

Little Change.

The mere fact that the breach between Austria-Hungary and Serbia had not yet resulted in any heavy fighting today gave Europe in general the hope that war might be averted. The more optimistic feeling was largely based on the belief that the German emperor, who returned to Potsdam today from his journey in northern waters, would throw his influence into the balance in favor of a peaceful settlement.

It was said this morning that Austria-Hungary would not move her forces against the Serbian capital until tomorrow, indicating that the dual monarchy desired to give Serbia further time to consider her reply to the ultimatum from Vienna.

Outside of Austria-Hungary and Germany the reply sent by Serbia is regarded as a very fair one, as it grants all the demands which a sovereign state could grant.

It is pointed out that there is little use in Serbia appealing for mediation, however, since Austria-Hungary has declared the matter to be between her and Serbia, and in this she is backed up by Germany and Italy, her partners in the triple alliance. Meantime all the nations of Europe are making preparations for war, as none of them wishes to be caught napping in case hostilities should break out.

Even England, which is credited with the determination to stand aside unless she should be forced into the conflict, is getting her warships ready.

They began coaling yesterday with the expectation that they would be ordered to the North sea, which would

be England's danger point in the event of a European outbreak.

Seek to Avert War.  
The Italian and German ambassadors here saw Sir Edward Grey this morning but with what result could not be ascertained.

A most serious view of the situation is taken here. Every effort is being made by England to find some way out of the crisis. Many of England's diplomatic representatives were on their summer vacations but hurried back at once to their posts.

Stocks Fall.  
The London stock exchange which opened half an hour earlier than usual, was comparatively calm at the opening, the opinion prevailing that war would be averted. The market, however, soon became panicky, the demoralization of Saturday being repeated. British consols dropped to 71½, nearly 2 below Saturday. German, Austrian and Russian bonds went down from 1 to 2 points and practically the whole list followed the example. Canadian Pacific's were ordered at 17½, or 47 below parity, a loss on the fortnight of something like \$20. Several active American securities fell from \$10 to \$15.

Better Feeling.

St. Petersburg, July 27.—In spite of the generally unfavorable symptoms in the situation between Austria-Hungary and Serbia and of the effect produced by the arrest in Hungary of General Radomir Pitlik, chief of the Serbian general staff, a better feeling was noticeable here today as the result of yesterday's diplomatic conversations.

It is understood the long interview between Sergius Sazonoff, the Russian foreign minister and the Austrian ambassador especially was responsible for this improvement of sentiment.

The fact that Vienna does not refuse to discuss the points at issue is interpreted as a happy symptom, although Russia's attitude has been very firm since the beginning of the crisis. The Russian government, at the same time, is anxious to negotiate with Vienna in order by such a discussion to delay any act which might prove irreparable. It is still hoped here that the Voice of Berlin may be heard at the opportune moment in the line of interest of peace.

Strikers Resume Work.

The workmen in the Russian capital who had been on strike for a week today decided to resume work in order to emphasize their approval of the Russian government's support of Serbia. They made patriotic demonstrations in the streets and sang the Russian national anthem.

Germans Composed.

Berlin, July 27.—Emperor William who arrived at Kiel today on board the imperial yacht Hohenzollern, proceeded at once to Potsdam on a special train. A large crowd gathered at the Potsdam station and as his majesty departed the people cheered and sang patriotic songs.

The German crowd prince arrives at Potsdam tonight to join other members of the imperial family.

The military element calmly awaits the outcome of the international crisis. It is stated no orders have been issued to the army and that the customary furloughs to soldiers in that they might help at their homes during harvest have not been interrupted.

One newspaper prints the statement that the German high sea fleet has been ordered to concentrate in home waters, but this is denied by the German admiralty.

The general public takes a somewhat calmer view as time passes without serious conflict and on reports of proposed mediation. The foreign office as yet, however, professes to be without information as to steps having been taken by the mediatory powers either at Vienna or St. Petersburg.

Officials declare no word has come from St. Petersburg regarding the Russian attitude, but hopes still are expressed that Russia will abstain from taking steps which might precipitate a general conflict in Europe.

Opinion of Serbia's Note.

Vienna, July 27.—A communication issued by the Austro-Hungarian foreign office today sets forth the Aus-

## CO-OPERATION IS THE ORDER

Republicans and Progressives  
Of Buncombe and the Tenth  
District Will Work  
Together.

A FULL TICKET WILL  
BE PLACED IN FIELD

Announcement Follows Con-  
ference of Factional Lead-  
ers Here—Want Britt  
For Congress.

An important conference was held in this city Saturday by progressives and republicans. State Chairman Walser of the progressives, has been here and is understood to have given his sanction to the proceedings. It was decided that separate organizations should be maintained, but that there should be co-operation between the forces. In fact, it has been conceded for some time, long before the coming of Mr. Walser, that the republicans and former republicans would work together in this section, and it made little difference about the views of the leaders.

Those concerned are still hoping that Hon. J. J. Britt will make the race for congress, and in that event he will have the support of all factions. It is thought that Mr. Britt will make some statement about his attitude within the next few days.

Chas. A. Walser is said to be on the search for a candidate to make the race for senator against Senator Overman. It had been hoped that Hon. Cyrus W. Thompson would make this race, but he is disinclined to do so.

This scheme of co-operation between the two factions will likewise be carried out in Buncombe and the Nineteenth Judicial district. It being definitely stated this morning that a full ticket will be put in the field, from township constable to United States senator, and that this ticket will be supported alike by progressives and republicans.

## CARRANZA LIKELY TO HINDER PEACE

Possibility of Hitch Over His  
Attitude to Amnesty for  
His Enemies.

Washington, July 27.—Assembling of the conference at Saltillo to arrange for transfer of administrations in Mexico City anxiously was awaited here today. A hitch over Carranza's attitude toward amnesty for his enemies appeared as a possibility. Nevertheless, Washington officials cling to hope that a middle ground might be reached for peaceful adjustment.

Felicitas Villareal, secretary of the treasury, in the constitutional cabinet, insisted here today that unconditional surrender was all Carranza would accept. "The constitutionalists," he said, "confidently expect that the present revolution will be the last one to sweep Mexico for many generations to come. Accordingly the house cleaning must be thorough, the basis for permanent peace substantial."

Mr. Villareal added that Carranza would be generous toward the large body of men who have opposed the constitutionalists.

## ROBESON DEPUTY SHERIFF KILLS NEGRO DESPERADO

Special to The Gazette-News.  
Lumberton, July 27.—At an early hour yesterday morning Deputy Sheriff J. A. Kitchen shot and instantly killed James Davis, a negro, in the western part of the county. Davis had been terrorizing the negroes in the community during the night. When the officer went to arrest him this morning the negro pulled a gun but the officer shot first saving his own life. Verdict of the coroner's jury was that the officer shot in self-defense and was justifiable.

## DUBLIN SEETHES OVER CONFLICT

Killing of Four People by the  
King's Own Borderers,  
Fires Nationalists With  
Spirit of Revenge.

SPEND NIGHTS IN  
SEEKING TROOPERS

Nationalist Leaders Take Most  
Serious View of Affair and  
Will Demand Repara-  
tion of Government.

Dublin, Ireland, July 27.—Dublin and the greater part of Catholic Ireland today was in a state of greatest excitement over yesterday's conflict between the regular troops of the British army and the Irish nationalists, which resulted in the killing of four persons and the wounding of many others, 40 of whom were still in hospitals today in a serious condition.

Only at dawn today did the police succeed in dispersing the crowds marching through the streets singing patriotic songs and looking for soldiers of the second battalion of the King's Own Scottish borderers, on whom to inflict vengeance for the fatal events of yesterday when the borderers were ordered out to prevent the landing of arms and ammunition for the Irish nationalist volunteers. The crowd, finding that the soldiers had been ordered to remain in the barracks, attacked the royal barracks and clamored for the soldiers to come out. Finally the mob kicked down a gate and fired a couple of shots. Bugles were sounded, the police came on the scene and the crowd was dispersed.

The nationalist leaders take the most serious view of the affair and will demand reparation from the government. Landing of arms yesterday for the nationalists were carried out in a most daring manner. The yacht from which the munitions were brought ashore already had landed 2,500 rifles and 125,000 rounds of ammunition at isolated points along the coast. Yesterday's attempt was undertaken to show that the nationalists could do what the Ulster unionists had done. At Howth 2,500 rifles and 150,000 rounds of ammunition were landed under the eyes of the police, the telegraph wires having been cut to prevent communication with Dublin. A body of nationalist volunteers started for Dublin with 1,000 rifles. The police sent to intercept the volunteers shelled the gun runners and everything seemed to be going smoothly until the battalion of Scottish borderers came on the scene.

While the leaders of the volunteers and the regimental officers were parleying, the rank and file of the volunteers scattered and got away with the rifles.

Asquith Takes Charge.

London, July 27.—Premier Asquith who heard of the fighting in Dublin while he was staying at his country home, immediately proceeded to London by motor car and arrived here in the early hours of this morning. As the premier is also secretary for war he immediately took charge of affairs at the war office.

## EXCITEMENT IN N. YORK EXCHANGE

Servian Crisis Causes Severe

Losses on Exchanges in

Europe.

New York, July 27.—The local stock market opened amid scenes of great excitement today. Conditions in continental Europe growing out of the Servian crisis, and accentuated by situation in Ireland, caused severe losses on foreign exchanges.

The gravity of the situation may be judged from the fact that the Vienna exchange is to remain closed for several days while the Austro-Hungarian bank rate was advanced without warning.

Prices here held far better than in London, where quotations for Americans were down from 2 to almost 7 points.

Canadian Pacific which yielded over six points in London, opened here with a loss of 3 1-8 points. Declines of 1 to 2 1/2 points were recorded in the initial trading by St. Paul, Northern Pacific Denver and Rio Grande preferred and many other active stocks. The market continued feverish throughout the first hour with further weakness in Canadian Pacific, which extended its loss to four points.

## CELEBRATION IN HENDERSONVILLE

Town Crowded With Tourists  
And Special Visitors as  
Never Before In Its  
History.

MORNING IS FEATURED  
BY MAMMOTH PARADE

Military Features and Athletic  
Events—Military Ball To-  
night—Hill Climbing  
Tomorrow.

Staff Correspondence to The Gazette-  
News:

Hendersonville, July 27.—This city is crowded to the point of overflowing today with tourists and special groups of visitors who are here for the grand "Military and Automobile Day" festivities, arranged in celebration of the building of the Asheville-Hendersonville-Spartanburg highway. It is the biggest crowd ever assembled here for any event and the event itself is the most magnificent ever arranged for one of Hendersonville's summer seasons. It is all considered a very fitting celebration for the construction of a highway that will mean so much in opening up the western section of North Carolina to the tourists from the south and east.

The festivities of the day began with a mammoth parade that formed at Hyman Heights on the Asheville road near the foot of Main street, and marched along the entire length of Main street and back again. It was headed by troop K of the Fifth United States cavalry, mounted, which arrived on the outskirts of the town early this morning from Mountain Home, where camp was pitched Saturday night on the march from Camp Grove, near Asheville. Immediately following the troopers was the First Coast Artillery band of Fort Moultrie, which arrived this morning from Camp Grove, where it is stationed. The strains of martial music created a holiday spirit that pervaded the participants in the parade and the thousands of onlookers.

The band was immediately followed by a company of infantry and then came Company 6 of the Coast Artillery, Hendersonville. Following this company came the Lockhart, S. C. band, an infantry company from Union, S. C., and the Laurel park band and then the students attending Camp Grove.

The military camp students were immediately followed in the line of march by students from Camp Saphire and French Broad camp at Brevard and the Laurel Park camp boys of Hendersonville. There were 150 of them and they added materially to the impressiveness of the parade in dress uniforms of dark coats and white trousers.

Automobiles brought up the rear in the parade and there were 84 in line, six of which were decorated. In the first of these machines rode the city officials, and in the second sat Col. Sanford H. Cohen of the Greater Western North Carolina association and Rev. R. N. Wilcox, president of the Greater Hendersonville club. In the midst of the automobiles rode 10 little girls mounted on ponies.

The decorated machines were judged by the following committee: Mrs. J. W. Pless, Marion; Mrs. M. C. Toms, Hendersonville; and Solicitor Michael Schenck, Hendersonville. The committee sat in the judges' stand erected in front of the court house and reviewed the parade.

The first prize, a cup valued at \$50 was awarded to Mrs. Harry Savage of Hendersonville, whose machine was decorated to represent a butterfly. The second prize, a \$35 cup, went to Mrs. F. A. Ewbank of Hendersonville. Her car was profusely decorated with pink chrysanthemums. A \$15 chafing dish, the third prize, was captured by Mrs. B. F. Patton of Hendersonville. The decoration of her car was in keeping with the good roads movement and this special occasion, the words, "Good Roads" being spelled out in an artistic design of flowers.

Immediately following the parade, the United States cavalry troop gave an exhibition drill in front of the St. John hotel. The drill lasted for 20 minutes and the troopers were vociferously applauded by the dense crowd that surrounded the scene. The drill was one of the very pleasing events of the morning's program.

Shortly after noon, a game of baseball was started at Laurel park between representative teams of Laurel Park and French Broad camps, and at 1 o'clock all who participated in the parade were served a delicious spread at Laurel park by a committee of Hendersonville ladies, this spread being furnished by the Laurel Park estate.

This afternoon Laurel park will be the Mecca for the large number of tourists and special visitors here. There will be a track meet at 3 o'clock, in which the Laurel Park and Saphire camp boys will participate. (Continued on page 11)

## PRES. HARRISON DENIES CHARGES

MME. CAILLAUX IS  
NOT COMPOSED

Caillaux Reads Papers Con-  
cerning Calmette's Rela-  
tions With Hungary.

Paris, July 27.—Madame Caillaux appeared much calmer today at the seventh day's hearing of her trial for the murder of Gaston Calmette, editor of the Figaro. She suffered two fainting spells last night as a result of the severe strain she underwent on Saturday when she swooned during the reading of the love letters sent to her by Joseph Caillaux, former premier, while he was the husband of Mme. Gueydan.

As soon as the judges had taken their seats M. Caillaux demanded to be heard. He said:

"The Figaro having accused me today of insubordinating witnesses, I should like to submit to the court some authentic papers concerning the late Gaston Calmette's relations with the Hungarian government. I have hesitated to use them but I have decided to do so in view of the Figaro's attitude. I desire also to read the late M. Calmette's will."

Maitre Chenu: "How did you get it?"

M. Caillaux: "In the same way that you got my letters."

M. Caillaux then proceeded to read the will.

## ABOUT \$34,000,000 TO BE DISTRIBUTED

Federal Money to Assist in  
Crop Moving Again  
This Fall.

Washington, July 27.—Preparations for distribution of approximately \$34,000,000 of government funds, to be deposited in national banks throughout the country to facilitate marketing of crops and for other "legitimate business purposes" were being made today by the treasury department. Secretary McAdoo said he stood ready to increase the amount to any extent to meet the needs of the country.

Decision to distribute government funds again this fall was the result of replies from 5000 national banks to recent treasury department circular asking whether any unusual demand for money was expected. The principal demand for funds came from the south. Secretary McAdoo will begin distribution as soon as the banks comply with the regulations and present the required security.

Prospects for unusually large crops and greatly improved business conditions were indicated, Secretary McAdoo says, by the replies of the bankers.

Mr. and Mrs. J. Sherman Ramsey of Statesville, accompanied by Mrs. Helen T. Hall and her daughter, Miss Janet Hall, will shortly form a motor party taking a trip through the mountains of western North Carolina.

Head of Southern Thinks Du-  
lany Is Suffering From  
The "Delusion of  
Persecution."

RESENTS CHARGES OF  
BAD FAITH, CHICANERY

Further Resents the Statement  
That Management of South-  
ern Railway Is in Out-  
side Hands

Washington, July 27.—Fairfax Harrison, president of the Southern railway, today told the senate committee investigating Southern coal traffic that in his opinion B. L. Dulany, the independent coal operator of Bristol, Tenn., whose charges have formed the basis of the coal inquiry, was "suffering from what is known as delusion of persecution."

"I believe Mr. Dulany has a deep seated hatred for one or two men who have succeeded in the Virginia and Southwest and Appalachian coal fields where he failed," said Mr. Harrison. "Being unable to reach these men he attacked the Southern railway, as a railroad in these days is always a target for attack."

"I resent with every fibre of my being the charges of bad faith and chicanery brought against the organization of the Southern, and I think I am supported therein by that great mass of people who have done business with us in the south. I feel a further resentment at the charge that the direction of the policy of the Southern railway has been in outside hands and that the management has been for any other interest than that of the south. The ambition and policy of the Southern has been to take a part in the regeneration of the south and in that policy its officers and management all along has shaped its course."

President Harrison contended that the charges were in the temper of times, which would listen to any allegation that a railroad is being used for dishonest purposes.

"If I believed that the stockholders had elected directors that used the Southern railway to its own disadvantage, I, as president of the railroad, would resign," declared Mr. Harrison emphatically.

"If either E. J. Berwind or Grant B. Schley have exercised a malevolent influence over the Southern I do not know it. I have never heard of their approaching the Southern to get coal facilities or anything else. If they have had any influence it has been an occult reaction I cannot define."

The late J. Pierpont Morgan, who was a member of the voting trust for the Southern, never interfered with the policies of the road, Mr. Harrison said, and never discussed with its management any traffic in coal or anything else.

"His relation to the Southern was of the stenderest character," testified Mr. Harrison.

Charles Steel, a member of the Morgan firm, was a southern man and had been the most helpful director to the Southern, said the witness.

Referring to Elbert H. Gary of the United States Steel corporation, Mr. Harrison said he believed he suggested the name of Judge Gary as a successor to the late President (Continued on page 11)

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PATTERN OUTFIT  
AND  
TO-DAY'S MAGAZINE

PRESENTATION BY

Gazette-News Monday July 27

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