ASHEVILLE, N. C., SUNDAY MORNING, SEPTEMBER 17, 1916.

# SMALLER PAPERS FACING CRITICAL PAPER SITUATION

Chairman Hurley of Trade Commission Makes Public Statement.

JIVES REASONS FOR PRESENT PRICES

Offers Suggestions by Which the Newsprint Situation Can Be Relieved.

WASHINGTON, Sept. 16 .- Chair man Hurley of the federal trade com mission made public today a state ment he delivered Tuesday to a meeting of the executive committee of the Newsprint Manufacturers association in New York which met to consider the commission's proposals for means to protect smaller newspaper publishers who are dependent on the open market for their print paper and who are in danger of being cut off from

are in danger of being cut off from their supply.

Critical Situation.

"I cannot impress upon you too strongly," said Chairman Hurley, "the critical situation now confronting these smaller dailies and weeklies who have built up a circulation of a few hundred or a few thousand subscribars on the busis of an outlay of paer of from two to three cents a ound and are now obliged to pay in many cases more than six cents.

"In fairness I should say that such unreasonable and burdensome prices are usually for sales through jobbers who in some instances appear to be

are usually for sales through jobbers who in some instances appear to be making excessive profits. According to reports recently received, the salesmen of one such house have been urging publishers to buy at five and one-half cents, telling them that the price will soon be seven cents and possibly ten cents per pound."

Mr. Hurley said the commission felt that through co-operation action the association could do much to relieve the paper shortage by putting a paper supply into the open market, though the commission had no power to compet such action, continuing he said:

One Source of Supply.

"The reason why such high prices can be charged is simply that the unprotected publisher has but one source of supply and that is sometimes uncertain. No one but mill or dealer whom he has been patronizing will sell him a pound of paper. This being the case, it occurs to me that to remedy the situation it is necessary for a number of the larger companies. for a number of the larger companies in your association to create reserve stocks of paper which will be offered in the open market to publishers needin the open market to publishers needing help at a reasonable price. It would not require a very large stock to control the situation. The mere public announcement that such action had been taken would tend to dissipate the fears of publishers and materially help to keep prices within reasonable limits.

"The important question is how can

"The important question is how car the companies who wish to co-operate with the commission in this work procure a sufficient reserve stock of paper to make the plan effective. The commission has already made two sugges-

Two Suggestions.
"1. Working a number of mills (Continued on Page Two.)

## ANOTHER REPORT THAT BREMEN HAS BEEN SUNK **REACHES UNITED STATES**

Norfolk Waterfront Men Say U.S. Warship Picked Up Message.

#### NAVAL MEN SILENT

NORFOLK, Va., Sept. 16.—Water-ront men here tonight declared that American warships off the Virginia coast and merchant' vessels plying along the Atlantic seaboard today picked up radio messages purporting to be passing between the British cruiser Lancaster and the French cruiser Conde, in the Atlantic, detailing a British admiralty announcement that the German merchant submarine Bremen had been destroyed in the English channel on August 2. Navy yard officials tonight refused to discuss the subject. A similar report was brought in by merchant ships several weeks ago. At that time the versons interested in the submarine liners declared the Remen had not left (Jermany on the Bremen had not left German on the date that she was reported to have been caught in a net and destroyed by a British patrol boat.

#### REVIVES FORMER STORY.

NEWPORT NEWS, Va., Sept. 16.—
Marine men here tomight recalled the
wireless reports that the Bremen had
been destroyed in the English channer had been picked un by merchant
vessels several weeks ago. Those reports said that two members of the
submersible' crew had been killed.

Those reports never have been
verified and marine men did not put
much credence in them. uch credence in them.

THE WEATHER.

WASHINGTON, Sept. 18.—Forecast for North Carolina: Fair Sunday and Monday, not much change in tem-perature; moderate northeast and past winds

## **MORE GERMAN PRISONERS** ARE CAPTURED BY BRITISH GENERAL HAIG REPORTS

Continuation of Battle in "Certain Localities" is Also Reported — Comparative Calm on French Front—Berlin Admits Loss of Large Villages.

LONDON, Sept. 16.—General Haig, commander of the British forces on the Somme front, reports the capture of additional German prisoners to the number of 1,700, making the total number of captures for the last two days more than 4,000.

The continuation of the battle is reported in the British official statement in "certain localities" south of the Ancre river. The British proceeded methodically with their attack begun on Friday and the Germans responded with heavy counter-attacks both against the British and the French.

#### Comparative Quiet.

Comparative quiet, however, reigned along the French section of the Somme front, although the French report trench northeast of Berry.

Berlin admits the loss of the large villages of Courcelette, Martinpuich and Flers, but declare that strong British attacks against Combles were ineffective. It is estimated by the Germans that twenty divisions, or about 400,000 men, took part in the Anglo-French drive of Friday. Berlin says the British made progress and that the Says That North Carolina is the Most Economically Managed State In the Union, and That Mr. French assaults south of the Somme were repulsed.

Bulgarian troops, assisted by Germans and Turks, have regained from Roumania virtually all that part of Dobrudja taken by Roumania during the second Balkan war. Under the leadership of Field Marshal von Macken-

(CONTINUED ON PAGE TWO.)

# MEXICAN ANNOUNCEMENT SUPPORTS ASSERTIONS **MADE BY COMMISSIONERS**

on Convention Call by Americans.

#### NO SESSION HELD

NEW LONDON, Sept. 16.—Official announcement in Mexico that a convention would be held before the close of the year to consider changes in the constitution has been construed by the American members of the American-Mexican, joint commission as corro-borative of the assertions made by the Mexican representatives that as

the Mexican representatives that as rapidly as possible all steps possible are being taken to restore normal conditions in the war-tried country.

Directed by the American members the conversations begun two weeks ago have had more to do with the internal affairs of Mexico than with border conditions. The maintenance of peace along the international line and the question of withdrawing the American troops now in Chihuahua, will, it is expected in time be made the subject of an agreement.

No work was done by the commission today, but sessions will be resumed Monday.

MUST WITHDRAW TROOPS. NEW YORK, Seat, 16.—Withdraw-al of American troops from Mexican soil is one of the indispensable con-ditions upon which an amicable set-tlement can be achieved between the two countries. Luis Cabrera, Mexican minister of finance and a member of the joint commission for the adjust-ment of the border difficulties, assert-ed here tonight. Mr. Cabrera attended an informal luncheon today on the anniversary of Mexican independence.

### HANLY SATISFIED.

ASHLAND, Ore., Sept. 16.—Summing up his campaign of the last nine days in eight northwestern states, four wet and four dry. J. Frank Hanly, prohibition presidential candidate, in an address here tonight declared that assurances of support given him had been flattering and that he had noted widespread dissatisfaction among republicans over the recent campaign of Chas. E. Hughes, made in virtually the same territory.

# VILLA RAIDS CHIHUAHUA CITY BUT IS DRIVEN OUT BY CONSTITUTIONALISTS

This is Construction Placed With 600 Followers, Penetrates City But Loses Many of His Men.

#### TREVINO WOUNDED

EL PASO, Texas., Sept. 16 .- Villa attacked Chihuahua City with 600 men, perfetrated part of the city and was driven out with heavy losses by the constitutionalist army. The cap-tured Villa followers were immediately put to death. General Brevino was wounded in an arm.

This news was received in Juarez late tonight immediately upon the es-tablishment of telegraphic communi-

cation with Chihuahua.

During the afternoon, the operator at the station of Sauz on the line of the Mexican Central railway, twenty five miles north of Chihuahua, report ed that he could hear distant sounds of cannonading cannonsding.
Dispatches from Chihushus receiv-

ed here yesterday reported that a fea-ture of today's Hidalgo day parade would be twenty-four field guns. General Trevino said last week that scouts who had interviewed ranchers on Villa's line of march learned of a boast by Villa that he would celebrate the eve of Independence day in Chi uahus.

The hour that the attack was made is not known here, as tonight's dispatch to the Mexican officials in Juarez lacked details.

It told briefly of the repulse of Willa's 600 men, the capture of those who penetrated the city and their death and the wounding of General

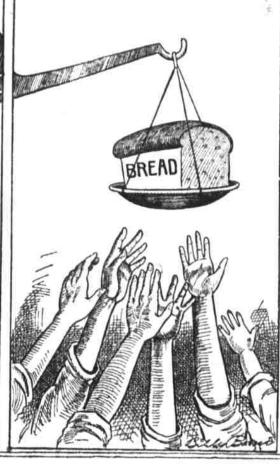
Juarez showed no signs of military xcitement tonight.

### HUGHES STARTS TODAY.

BRIDGEHAMPTON, N. Y., Sept. 16.—Charles E. Hughes expects to leave here for New York tomorrow afternoon. Contrary to previous announcements, Mrs. Hughes will accompany her husband on his coming middle-western trip, which starts Monday morning. Mr. Hughes will not return to Bridgehampton again, as he is closing his summer home here.

### Cause and Effect





# section of the Somme front, although the French report some progress north of Bouchavesnes and the capture of a SECRETARY MAXWELL SUBMITS FIGURES IN ANSWER TO CAMPAIGN ARGUMENTS OF CANDIDATE-CHAIRMAN FRANK LINNEY

Linney is Carefully Mis-Stating Certain Reports as a Means of Decrying the Democratic Administration—Submits Figures.

positions were taken.

Italian troops are succeeding in their new offensive floward Triest, Rome says. Several important positions on the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the Italians also captured more than 1,000 prisoners.

Violent Fighting.

According to the entente capitals, the advance of the French, British and Serbians in Macedonia against the French, British and Serbians in Macedonia against the Garman-Bulgarian forces continues successfully. The Carman-Bulgarian forces continues successfully. The Tabo Ostrovo.

capita than in any other state is met in some quarters by the statement that the receipts from general property is by no means a test of governmental economy; that our state government may still be extravagant on account of its receipts from sources other than the general property tax. and that the proper test is the total expenditures by the state government rom whatever source derived.

"Census bulletin 'Wealth, Debt and Taxation, on pages 25 and 40, presents a statement of 'Per Capita Governmental Cost Payments of States' on the good faith with which this issue for 1913 which gives substantially the same relative results as the table that has been extensively commended upon heretofore, showing per capita revenue 'receipts of states from general property taxes. This statement shows heretofore, showing per capita reve-nue receipts of states from general property taxes. This statement shows property takes. This statement shows average per capita cost payments by the state government of all the states of \$3.27, with North and South Carolina tied for the foot of the list at \$1.46 per capita. This statement embraces all expenditures by the states under the following sub-divisions: braces all expenditures by the states under the following sub-divisions:

"All general departments; protection to person and property; conservation of health and sanitation; high-ways; charities, hospitals and correc-tion; education; recreation; miscellaneous and general; apportionments to education; all other and interest. "I note that Mr. Linney is quoted

as having said in his speech in Wa-the republican county treasurer in his tauga county that the statement that own and other counties to follow the

Dobrudja taken by Roumania during the second Balkan war. Under the leadership of Field Marshal von Mackensen the forces of the central powers have driven the Russians and Roumanians back to a line running from north of Silistria, on the Danube, to Mangalia, on the Black sea coast.

Roumanians Advance.

The Roumanian advance in Transylvania, Berlin records, is meeting with stiff resistance from the Austrofferm forces in the vicinity of Fogares, twenty miles north of the frontier. Attempts of the Roumanians to cross the Alt river were checked. At Hatzeg, Roumanian positions were taken.

Italian troops are succeeding in their new offensive toward Triest, Rome says. Several important positions on the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Austrians, and the line of the Vallone were taken from the Au

"The main feature of Mr. Linney's speeches seems to be his attack on the speeches seems to be his attack on the state treasurer because he did not, prior to 1914, charge interest on the average balance of the state funds on deposit with banks. Since this policy has been changed by a democratic legislature, without any suggestion from republicans, it is not quite clear how Mr. Linney expects to make po-litical capital out of it, but since he seeks to make it the prominent issue

publican management is interest charged on average balances. Mr. Linney says they need no other legal authority than the parable of the talents. Mr. Linney cannot inaugurate any reform on this line in state affairs, for the policy be is advocating has for the policy he is advocating has been in force nearly two years, but he could at least use his influence with istration, and which he says they are required by the principle of the parable of the talents to apply Another Quotation.

"There is another Scriptural quota-tion which Mr. Linney should bear in mind: "Thou shalt not bear false witness against thy neighbor."
"The report of the board of internal

"The report of the board of internal improvements, on which Mr. Linney relies, was shown before a legislative investigating committee to be incomplete and misleading in that it did not take into equalderation the amount of auditor's warrants outstanding, and also the amounts of money actually vaid out on auditor's warrants by banks in which the state treasurer carried balances, and which payments did not show on the treasurer's books until monthly statement of such payments was rendered to the state treasurer, and the audit on which this report was based took in each instance the balance shown on the treasurer's books on the last day of the month. Mr. Linney not only declines to notice these patent explanations, but he distorts in a most

nations, but he distorts in a most vital way the report itself, as the following statement will illustrate:

"The auditor's report showed that on February 28, 1912, the books of the state treasurer showed borrowed money \$550,000; balance in banks \$568,925. Mr. Linney makes the

statement as follows:
"On February 28, 1913, he had in banks \$568,925, and berrowed \$550,-

"Of course he had already borrowed the \$550,000, and this amount went to make the apparent balance of \$568,925, and that amount had not only been borrowed several months previous to February 28, 1913, but the large part of it actually paid out prior to February 28, 1913, by banks in which the deposits were carried, and for which statements were to be ren-dered on the first of the following

"I also note that Mr. Linney has fallen into the bad habit of Butler, Little, Hicks, et al. of making the charge that the expense of our state government is over five million dollars per year. It is regrettable that any one who aspires to the office of gov one who aspires to the other of rov-ernor of the state on any ticket wantd resort to misleading statements of this character. I do not envy Mr. Linney any argument he may be able to build in favor of his cadidacy or his party based upon accurate state-ments of facts. But it is not credita-ble to him or his cause that he finds it necessary to continue to dissemina-tion of this statement that is, and has been repeatedly shown to be grossly false to the extent of nearly two million dollars."

# NORTH CAROLINA NATIONAL GUARD ORDERED TO MOVE

PRICE FIVE CENTS

Will Be Sent to the Border as Soon as Practicable Orders Say.

OTHER GUARDSMEN WILL START SOON

Tar Heels Say They Will Be Ready to Move in Week's Time.

North Carolina national guard, numbering about 3,100 men, was today or, dered to the Mexican border and the war department announced that all national guard organizations held at state mobilization points are schedul-

ed to start for the border soon, proba-bly within two weeks. The North Carolina guardsmen are mobilized at Camp Glenn, near More-head City, and include three regiments of infantry, two troops of cavalry, an ambulance company and a field hos-pital corps, Baker in Charge.

Baker in Charge.
Secretary Baker is personally supervising all guard movements. He is determined that every guard unit undergo border service and training before it is discharged and intends to use the troops in state camps to relieve those on the border se that the latter may return home and be mustered out.

out.
One thing that may alter this policy, though officials now think it will not, is the lack of funds available for transportation. Reports indicate that the department practically has exhausted its funds and will face a heavy deficit before another appropriation can be secured from congress to meet the expenses of the border campaign. If the guard movements continue it will be necessary to have an urgent deficiency appropriation bill put through as soon as congress meets in December.

through as soon as congress meets in December.

Other Guardsmen.

Exclusive of the North Carolina organizations, there are 18,000 guardsmen who have been held in state camps. These are scattered throughout Alabama. Colorado, Mississippi, Florida. Georgia, Virginia. West Virginia, Wyoming, Minnesota. Michigan, District of Columbia. California, Manyland with several small units in other states. Reports to the war department. iand with several small units in othe states. Reports to the war departmen received during the last few days show that these units have been properly equipped and recruited and are pre-pared for duty.

WILL TAKE WEEK.

MOREHEAD CITY, N. C., Sept. 16.

National guard officers at Camp Glenn say it will be at least a week before the troops in camp will be en route to the border. The units include approximately \$,500 men exclusive of one company of engineers and a newly organized company at Charlotte, which it was understood, will be ordered here immediately. It was not known whether the two engineer companies would go to the border with the other units or would fol-

der with the other units of the law later.
Railroad officials here several days ago stated it would take not less than three days to assemble cars for the movement of the troops.

GO TO EL PASO.

SAN ANTONIO, Texas, Sept. 16.—

General Funston announced tonight that the North Carolina guardsmen, ordered to the border today, will be stationed at El Paso.

## PREPARATIONS MADE AT **NEW LONDON INDICATE** BREMEN'S ARRIVAL SOON

Manager of German Ocean Transportation Company Arrives.

#### RUBBER CARGO READY

NEW LONDON, Sept. 16.-A permarine merchantman Bremen, a sister ship of the Deutschland, would arrive here within a week, gained credence tonight by the arrival in this city of Paul G. Hilken, manager of the German Ocean Transportation the German Ocean Transportation company, which was organized to operate the undersea craft. Mr. Hilken was accompanied by G. Prusse, who was credited with having constructed the Deutschland, and who was a passenger on the Deutschland when that vessel arrived at Baltimore.

Although notther Mr. Hilken nor Mr. Prusse would state definitely tonight whether the Bremen is on her way here, elaborate preparations have

way here, elaborate preparations have been made which indicate that the undersea liner probably is about due. The North German Lloyd steamer Willehad, which was brought around from Boston a few weeks ago, has been moored near the U. S. S. Dolphin, cutside of the New London pier, forming a berth inside and today a noning a berth inside and today a pon-toon of rafts, with a big board fence was floated around to the prow of

# SENATOR LODGE BRINGS SECTIONALISM CHARGES

Best of Legislation at Present.

LYNFIELD, Mass., Sept. 16.—Senator Henry Cabot Lodge in an address here today charged the democratic administration with passing sectional legislation. He said southern congressmen control the caucus of the democratic party and that with few exceptions they have headed the principal congressional committees. Senator Lodge declared that sixteen northern states paid eighty-five per cent of the direct taxes within the last year and that Massachuscits alone paid only one and one-half millions less than the eleven states of the old Confederacy.

# THOMASON SENTENCED TO YEAR ON THE ROADS

Woman and Sentenced by Judge Bond.

RALEIGH, N. C., Sept. 16.—E. S. Thomason, acquitted by a Superior court's verdict Friday night of any felonious intent in entering the Pullman berth of Miss Eula Nunn, of Nashville, Tenn., at the Raleigh union station on the morning of September 1, but convicted of an assault on a woman, was today sentenced to twelve months on the county roads by Judge Bond and will at once begin the serv-ing of his sentence.

cent of the direct taxes within the last year and that Massachuscits alone paid only one and one-half millions less than the eleven states of the old Confederacy.

AGED JOURNALIST DIES.

NEW YORK, Sept. 16.—Horace White, for many years one of the country's foremost journalists and authority on financial subjects, died at his home here today, after a long illness. He was eighty-two years old.

# WILKES COUNTY VOTES LARGE SUM FOR ROADS

Declares South Has All the Convicted of Asault on a Answers Charge That She is a Backwoods Community by Voting \$250,000.

> NORTH WILKESBORO, N. C., Sept. 16 .- Wilkes county today by a four to one vote answered the charges against her of being a backwoods community, by voting \$250,000 good roads bonds. The largest registration ever record-

ed in the county was made. Thirty days ago the sentiment of the county was noated around to the prow of the steamer and there moored.

With the pontoon fence in position a submarine inside would be screened from outside view. The board fence surrounds the warehouses and the office buildings leased by the Eastern Forwarding company, subsidiary of the German Ocean Transportation company. N. Hackett, Hon. T. B. Finley, exCongressman C. H. Cowles, Rev. A. T.
Abernathy, Solicitor J. J. Hayes and other speakers covering every part of the county resulted in this, the greatest victory ever achieved by the insultant mountain county.

the German Ocean Transportation to company.

About twenty carloads of rubber have been received here within the last few weeks and are stored in the warehouses. The material is encased in small boxes marked via San Francisco.