

North Carolina: Fair tonight and Wednesday. South Carolina: Fair tonight and Wednesday.

PEACE SOUGHT OF NATIONS BY POPE

Tar Heel Troops To Be Sent Front

PONTIFF SENDS NOTE TO POWERS AT WAR IN BEHALF OF PEACE

Pope Benedict Makes Plea To The Belligerent Countries To End Great Worldwide Clash--Appeal States Terms For Bringing About The End.

WOULD HAVE GERMANY GIVE BACK BELGIUM AND OTHERS

Problems Of Alsace-Lorraine And Poland To Be Peacefully Settled--Washington Admits Receiving Unofficial Report Of Peace Proposal But Remains Silent-Entente Nations Suspect Trick By Germany

(By Associated Press.) Rome, Aug. 14.—Peace proposals made by Pope Benedict have been delivered to all the belligerent governments. The Pope suggests restoration of Belgium, Serbia, and Rumania and peaceful solution of the problems of Alsace-Lorraine, Trent, Trieste, and Poland, according to reports received from vatican sources. It is expected the proposals will be published today by the vatican. State Department Admits Knowledge. Washington, Aug. 14.—The State Department acknowledges that it had received unofficial knowledge of Pope Benedict's peace proposals before today's news dispatches were received here. No official cognizance can be taken of it until the proposal is conveyed officially. Whatever consideration is given to it, will be after consultation with the Allies. At the Apostolic Delegation all knowledge of the Pope's proposal was disclaimed. It was said the Pope had not transmitted it to the United States government and did not expect to do so. The opinion was expressed that it would come through a neutral government. Within the Entente diplomatic circle the opinion was freely and promptly expressed that the peace proposal was inspired by Germany and was an attempt to split the allies in a conflicting discussion of their war aims. Reduction of armaments; settlements of all international disputes by arbitration; freedom of the seas, and no retaliatory after-the-war economic struggle for supremacy, are the foundation stones of Pope Benedict's peace proposals. Announcement that the Spanish Ambassador at Rome had transmitted Pope Benedict's proposals to the Italian government and the opinion expressed at the apostolic delegation here that they might be delivered to the United States by a neutral, led to the possibility that the Spanish Ambassador here, Juan Riano, might convey them to the State Department. The Spanish embassy's only information today, it was said there, had been received from the Associated Press dispatches. Without advices of any kind from their own governments, the entente embassies were intensely interested in the Associated Press cablegrams from Rome. Diplomatic practice prevents any authorized expressions of opinion for publication, but it was apparent at once that the peace proposal falls on unresponsive ears so far as the diplomats here are concerned. The entente representatives without the slightest difference of opinion, declared the proposal originated with Germany, using Austria as an intermediary with the vatican, because of the better standing of that great Catholic empire with the Pope. There was no disposition to ascribe any but the loftiest motives to Pope Benedict in accepting at their face value peace proposals emanating from Vienna, but naturally the question was at once raised as to the proper division of responsibility between the Central powers and the Pope. It was

\*\*\*\*\* HEAD OF JAP. MISSION JUST ARRIVED. \*\*\*\*\*



Viscount Ishii

IN PRISON CELL ON GRAVE CHARGE BY GOVERNMENT

Franklin County Preacher Arrested For Preaching Treason Against United States

MUCH POLITICS IN GUARD MATTERS

Gossip as to Appointments Made and to Come—Poe Denounces People's Council of America

(Special to The Dispatch.) Raleigh, August 14.—Rev. H. F. Wolfe, Christian preacher, is occupying a common cell in Wake county jail, charged with pious utterances that savor of sedition.

GENERAL SALAZAR KILLED BY HOME GUARD

(By Associated Press.) Juarez, Mexico, Aug. 14.—Jose Ynez Salazar had been killed by a small former chief of staff to Francisco Villa, was shot and killed at the Nogales ranch, a short distance from Ascension, Thursday. Americans arriving here today from Casas Grandes said Salazar had been killed by a small band of home guards, who were organized to protect the Casas Grandes district.

FRANKFORT RAIDED BY ALLIED AIRMEN

(By Associated Press.) Amsterdam, Aug. 14.—An Entente airplane on Sunday passed over Frankfort-on-the-Main and dropped several bombs in the crowded streets, according to a dispatch received here today from a German city. Four persons were killed and several were wounded. On Saturday Frankfort was raided by a number of Entente airmen who dropped several bombs. No one was killed. A few inmates of a hospital were injured slightly. One of the aviators dropped 5 bombs in a wood to the west of Frankfort without causing any damage. An official statement issued by the French war department on Sunday said that two French aviators flew to Frankfort-on-the-Main on Saturday and dropped bombs in the city. The statement added that the raid was made in retaliation for the German bombardment of Nancy and region north of Paris.

NATIONAL GUARD TO FORM DIVISION FOR FRENCH FRONT

Plans Perfected at War Department For Their Departure at "Some Time."

THE ENGINEER TRAIN FROM THIS STATE

Enumeration of The Bodies of Troops to Compose the Division—Time of Departure Kept Secret.

(By Associated Press.) Washington, August 14.—Plans for sending the first National Guard troops to France have been perfected by the War Department with the organization of a division which will include troops from 26 States and the District of Columbia.

The States from which the National Guard troops are to be assembled are Louisiana, Pennsylvania, Wisconsin, New York, Ohio, Georgia, Alabama, Iowa, Illinois, Indiana, Minnesota, Maryland, South Carolina, California, Missouri, Virginia, North Carolina, Kansas, Texas, Michigan, New Jersey, Tennessee, Oklahoma, Nebraska, Colorado, Oregon and the others from the District of Columbia.

Following is the War Department's announcement, under the heading "Composite National Guard Division": "The following organizations of the National Guard have been selected to compose the 42nd division: "The following numerical designations have been assigned: "Division headquarters troop, to consist of the second separate troop, Louisiana cavalry.

"The division machine gun battalion, No. 149, to be composed of the third battalion, Fourth Pennsylvania infantry. "The infantry brigades to be numbered 83 and 84. "The 83rd infantry brigade, to comprise the 150th machine gun battalion composed of companies E, F, and G, Second Wisconsin infantry the 165th infantry (6th New York infantry); and the 168th infantry (4th Ohio infantry), National Guard.

"The 84th infantry brigade to comprise the 151st machine gun battalion, companies B, C, and F, Second Georgia infantry; 167th infantry (4th Alabama infantry); and the 168th infantry (3rd Iowa infantry). "The artillery brigade to be numbered 67th, comprises: "The 149th field artillery (1st Illinois field artillery); the 150th field artillery (1st Indiana field artillery); the 151st field artillery (1st Minnesota field artillery); and the 17th trench mortar battery, to be composed of the third and fourth companies, Maryland coast artillery corps.

"The engineer regiment of the division will be numbered 117th. The first battalion will be formed from the first separate battalion, engineer, South Carolina; and the second battalion will be formed of the first separate battalion engineers, California. "The divisional field battalion, signal troops will be organized from the Missouri National Guard. The headquarters train and military police will be organized from the coast artillery corps, Virginia. The engineer train will be organized from the North Carolina troops. The ammunition train will be organized from the Kansas troops and the supply train from the Texas troops. They will be known respectively as the 117th field battalion, signal corps; the 117th headquarters train and military police; the 117th engineer train; the 117th ammunition train and the 117th supply train.

"The sanitary train, to be known as the 117th sanitary train, will be comprised of the first, second, third, and fourth ambulance companies being respectively the first ambulance companies of Michigan, New Jersey, Tennessee and Oklahoma; the first, second, third and fourth field hospital companies being respectively the first field hospital companies of Nebraska, (Continued on Page Six).

ALLIES TO SEEK ANOTHER LOAN

(By Associated Press.) Washington, Aug. 14.—Congress will be asked to authorize another loan of between \$3,000,000,000 and \$4,000,000,000 to the Allies.

GERMANY SHOULDN'T PAY CENT; SHOULD GET BACK COLONIES

Fatherland Should Only Yield Captured Territory and Join in Disarmament.

THINKS ALL NATIONS HAVE BEEN PUNISHED

Pope Benedict Makes a Strong Appeal That Peace May Prevail—Does Not Want Economic War to Follow Conclusion of the Conflict.

(By Associated Press.) Washington, Aug. 14.—The Pope's proposals, which already have been delivered to the resident ambassadors, and ministers of the warring powers in Rome makes something more than a column of large newspaper type; although special efforts are being made to facilitate its transmission to the United States, this may not be effected for at least a day or two.

MINORITY REPORT ON WAR TAX BILL BY LAFOLLETTE

Concurred in by Senators Gore and Thomas of Finance Committee

PRINCIPLE OF BILL IN RAISING FUNDS

Attacked on Ground That It Does Not Sufficiently Tax Corporations, Incomes, and War Profits.

(By Associated Press.) Washington, Aug. 14.—A minority report of the Senate Finance committee on the War Tax bill was presented to the Senate today by Senators LaFollette, with the concurrence of Senators Gore and Thomas, recommending that war profits and big incomes be utilized as the principal sources of taxation in providing for the country's war needs. Contrary to expectations, Senator LaFollette did not present a substitute for the pending War Tax bill. He announced, however, that unless the Senate adopted amendments to be offered by himself and his associates, a substitute would be offered.

The minority report charges that the bill as revised by the majority makes but palpably inadequate provision for raising of revenue needed for financing the war through the next fiscal year and that the onus of taxation has been placed upon those least able to bear it. England has taxed her war profits 80 per cent. without impairing her great authorities, declared Senator LaFollette. Instead, her wealthy classes "were never in receipt of larger incomes nor were her larger business concerns more flourishing." Heavy taxes, he said, could be levied on American corporations without any fear of affecting capital or crippling industry.

"From the income tax and the war profits tax," states the report, "there can be raised without subjecting the country to serious financial strain and without depriving the wealthy even the luxuries of life, more than double the amount of the pending bill." If Congress were to adopt the British rate of 80 per cent. on war profits, Senator LaFollette said, more than \$2,250,000,000 would be realized in a single year from this source. Seventy per cent. would yield \$2,021,000,000; 60 per cent., \$1,732,500,000; 50 per cent., \$1,435,700,000; 40 per cent., \$1,155,100,000, and 30 per cent., \$866,600,000. (Continued on Page Three).

On the important question of the disposition of occupied territory and the territorial ambitions of the belligerents, the pope, by way of preface, admits that special cases might justify special consideration and still be adjusted in conformity with the principles of equity and justice. But, as a general proposition, he feels that a proper basis for discussion would be the restoration at once of all territory now in enemy occupation. That would involve liberation of Belgium, leaving regard to every power and nation. (Continued on Page Eight.)