

BRITISH EXCHANGE DROPS TO \$4.50

Break of Five Cents More Over Night Causes Greatest Anxiety in New York.

MAY CHECK EXPORT TRADE

NEW YORK, Sept. 1.—English money, already depreciated to figures without parallel in the history of finance, took another phenomenal drop today.

The drop caused the gravest anxiety as to its possible effect on American exports, now at top figures. Continued and unchecked depreciation, it was thought, would affect tens of thousands of American workmen, possibly by ultimately closing down factories now supplying Great Britain with commodities.

Before that could happen, it was explained, there would have to be cancellations or curtailment of foreign orders to American producers, at present totaling hundreds of millions of dollars, and great diminution in the value of new orders.

The immediate effect of the great drop since yesterday's close was the virtual paralysis of the foreign exchange markets.

Fear, amounting almost to conviction, that sterling would go much lower yet, checked trade and held the big factors in New York's international money markets apprehensive and awaiting the day's developments.

There seemed little doubt that buyers in Great Britain would soon refuse to bear the heavy burden of exchange.

Rumor Japan May Assist in Campaign in the Dardanelles

PARIS, Sept. 1.—What appears to be an intimation that Japan may co-operate in the campaign to force the Dardanelles is contained in an interview with Baron Hayashi, Japanese ambassador to Italy, sent to the Petit Parisien by its Rome correspondent.

"I cannot say much about that," the baron is quoted as saying in reply to a question regarding the Dardanelles, "for we must not allow ourselves to profit by information about the movements of troops."

Discussing the part Japan has played in the war, the ambassador said:

"We have not ceased to collaborate with our allies to the extent assigned to us. The world will be astonished when it knows what we have done, what we are doing and what we are willing to do. The Russians are nearest to us and we can be most useful to them. Rest assured it is the greatest desire of Japan to assist in the sacred cause of civilization."

Adolph Pegoud, Noted French Flyer, Killed

PARIS, Sept. 1.—Reports of the death of Adolph Pegoud, the famous aviator, have been officially confirmed. The news caused sincere sorrow among the French people, who regarded him as a hero.

Pegoud, who was only 26 years old, served five years in the French cavalry, fighting in the Morocco campaign. At the outbreak of the present war he joined the aviation corps, and in April soon gained a sub-lieutenant's commission, because of his skill and daring. His exploits won him the military medal and the military cross. Pegoud brought down his sixth German aircraft on July 11.

Adolph Pegoud gained renown in 1911 when he originated the feat of flying upside down in an aeroplane and looping the loop. On the 11th of the same year he joined the French aviation squadron and several times since has been mentioned in dispatches for valor. The last exploit credited to Pegoud was in April when he was reported to have attacked and brought down a German taube near St. Menehould.

DEATH RECORD

Mrs. Daniel Axtell. FAIRBURY, Neb., Sept. 1.—(Special.)—Mrs. Daniel Axtell, a Jefferson county pioneer, died at the home of her son, Frank Axtell, north of Fairbury. Death was attributed to general debility and old age.

Mrs. Axtell, nee Heister Dillah Howard, was born in Meigs county, Ohio, November 1, 1848. She was married to Daniel Axtell at Athens, O., February 11, 1868. The following year they "heard the call of the west" and moved to Nebraska, locating in Fillmore county in 1870. In 1875 they again moved to this county, locating on a homestead five miles north of the city. To this union eight children were born and the surviving ones include Mrs. Della M. Joelin, Charles O., Lina, Frank and James A., of Fairbury. She is also survived by five sisters and one brother and her aged father in Ohio, who is 90 years old. The funeral services were held from the home of her son, Rev. H. N. Orrill, of the Methodist Episcopal church, officiating.

BEATRICE, Neb., Sept. 1.—(Special.)—James Leary for thirty-five years a resident of Beatrice, in forty years a constant, died suddenly here today, aged 77 years. He was a prominent figure in every city and county republican convention for years. He is survived by a widow and one daughter.

Mrs. Marie Herberster.

FALLS CITY, Neb., Sept. 1.—(Special.)—Mrs. Marie Herberster, the 18-year-old daughter of Mr. and Mrs. Richard Herberster, living near Beatrice, died at the city hospital Sunday. The body was taken to the home and the funeral held at the family residence at 2 p. m., on Tuesday.

Samuel T. Davis, Jr.

FAIRFIELD, Conn., Sept. 1.—Samuel T. Davis, Jr., president of the Locomobile Company of America, died at his summer home here this morning after an illness of several days, due to ptomaine poisoning.

William Corcoran.

BENEDICT, Neb., Sept. 1.—(Special.)—William Corcoran died suddenly at the home of his daughter, Mrs. Walter De Graw, in this village yesterday. He was 85 years old. The body will be taken to St. Edward for interment.

Wilson is More Clever Than Unlucky Bryan or Astute Roosevelt

BERLIN, Sept. 1.—(Via London.)—The National Zeitung publishes today a leading article under the heading, "Wilson, Bryan and Roosevelt," which is noteworthy for its friendly tone and for the upgrading admiration expressed for President Wilson.

The article begins by saying that discussions of the Arabic affair have been in a quieter tone since Count von Bernstorff, the German ambassador at Washington, presented his request to the American government to delay action until Germany has had the opportunity of presenting its side of the case. Even the anti-German newspapers admitted the justice of this request, the article says, and there now remains no obstacle to friendly discussions of differences which, while real, are by no means of such a nature as to prevent a satisfactory compromise.

KAISER ACCEPTS VIEW OF WILSON ON SUBSEA WAR

(Continued from Page One.)

sunk the Arabic has been destroyed by a British patrol boat, the exact circumstances may never be determined other than by testimony from British and American sources.

The German government's statement that before the sinking of the Arabic the submarine commander had been ordered to sink no more passenger ships without warning may be taken as a disavowal of that act.

The question of reparation for the Americans who lost their lives on the Lusitania, the Arabic and other ships which have been torpedoed probably will be the next step in the proceeding.

Secretary Lansing has steadfastly refused to discuss the Lusitania case with the German ambassador until the Arabic incident was disposed of. Now it is believed the way has been opened for considering the Lusitania.

Apparently the American government has accepted the German declaration as meeting its attitude toward the treatment of all neutral shipping as well as passenger carrying vessels.

It is generally acknowledged that in agreeing to the contentions of the United States, Germany expects President Wilson to renew his representations to Great Britain against interference with neutral trade. The president has steadfastly declined to conduct one negotiation in a relation to the other, taking the position that the diplomatic negotiations of the United States with out belligerent could not be conditioned on its relations with another.

The new American note to Great Britain making representations against the restriction imposed by the orders in council is almost ready to go forward to London.

To Present New Note.

Ambassador Bernstorff has a general and longer communication from the Foreign office dealing with the case of the Lusitania which is expected to clear up any doubt as to the extent of the German assurances. In German quarters it is insisted they will be satisfactory.

Chief Justice White, who was among Secretary Lansing's callers, declared the outcome was the greatest diplomatic achievement of the United States in a generation.

The immediate effects of today's developments is to open the way for resumption of negotiations between the United States and Germany for an agreement upon the rights of neutral shipping on the high seas. The state department had decided to have no further exchange of notes with the German government, as officials concluded that the apparent disregard of American representations as shown by the sinking of the Arabic demanded a severance of diplomatic relations unless some satisfactory explanation was volunteered by the German government. It was felt that it was undignified for the state department to solicit such an explanation.

Secretary Lansing pointed out that the note delivered today "appears to be" a recognition of the fundamental principle for which the United States has contended. It is understood the next step will be to clear up any possible misunderstandings as to the extent of Germany's acquiescence.

Unofficial reports that the submarine has been sunk are being circulated widely. It is said the craft attempted to torpedo the British steamer Nicolson, which arrived at Liverpool from New Orleans on August 24, five days after the Arabic went down.

According to this account, the Nicolson escaped by a homestead five miles north of the city. To this union eight children were born and the surviving ones include Mrs. Della M. Joelin, Charles O., Lina, Frank and James A., of Fairbury. She is also survived by five sisters and one brother and her aged father in Ohio, who is 90 years old. The funeral services were held from the home of her son, Rev. H. N. Orrill, of the Methodist Episcopal church, officiating.

HYMENEAL

Anderson-Christensen. Miss Elma Christensen and Chris Anderson, both of Adair, Ia., were married by Rev. Charles W. Savidge at his study Wednesday morning. They were accompanied by Miss Anna Anderson and A. B. Cockerill of Council Bluffs.

Mrs. Rosa Kerwood.

YORK, Neb., Sept. 1.—(Special.)—Mrs. Rosa Kerwood, nee Lizzie Graska, died yesterday evening at the family home, six miles northwest of York. She was 30 years old. She leaves four small children, the youngest being only 2 months old.

Best-Schultz.

OXFORD, Neb., Sept. 1.—Mr. Ed Best and Miss Anna Schultz were married in the German Lutheran church in East Oxford in the presence of a large company of relatives and friends. The pastor, Rev. Mayer, officiated.

Tecumseh-McGinnis.

TECUMSEH, Neb., Sept. 1.—Mr. George W. Brett and Mrs. May McGinnis were married here this afternoon by County Judge James Livingston. They will live in Sterling where Mr. Brett has employment in a printing office.

Frye-Rogers.

YORK, Neb., Sept. 1.—(Special.)—Delbert Frye and Miss Mattie Rogers, both of Aurora, were married Monday afternoon by County Judge M. G. Hopkins.

OROZCO'S BODY IS IDENTIFIED

(Continued from Page One.)

At the warning, every ranch house became the scene of activity and preparations were made to ride to the ranch attacked.

The raiders were first discovered as they approached the Love ranch Sunday afternoon. The Mexicans left unfinished a meal they had forced the cook to prepare at the point of a rifle, galloped to the pump station on the ranch, where they forced a ranch hand to shoe a horse they had stolen from the ranch. While the shoeing was being completed, Deputy Sheriff R. C. Love and Will Shock arrived.

Running Fight for Liberty. Orozco and his companions mounted hastily, sent a shower of shots at Love and Shock and made a running fight for liberty.

Love sent an alarm through the rural telephone circuit and then took up the chase with Shock.

A posse of ten men, organized quickly here, looped to the Love ranch, and "here picked up the trail of Love and the deputy sheriff, who clung to the trail of the raiders, firing shot for shot until darkness closed in, and the posse from here arrived. Then it was decided to continue the chase through the night.

As each ranch house was passed additions were made to the posse. The trail ran through the Barle mountains, over perilous paths, on high ridges. When dawn broke the posse found it still held the trail, which now led across a plain to Green River canyon, in the High Lonesome mountains.

Write in Canyon.

At the entrance to the canyon the posse found a campfire still glowing, and an advance guard was thrown out to pick up the Mexicans. By 2 o'clock the advance guard returned with news that the Mexicans were encamped in a box canyon, apparently feeling safe from pursuit. Their horses were unshod and hobbled at some distance from their camp fire. The posse advanced stealthily and then dismounted and climbed the rugged sides of the mountain until they gained a ridge around the canyon.

From this point a volley was poured down upon the Mexicans. At the first volley Orozco was killed, and the rest dashed for the protection of the boulders and returned the fire. The posse killed one of the remaining four at the next volley. General Orozco and a companion then tried to secure the shelter of a small draw.

Orozco's companion was riddled with bullets as he stepped from the shelter of his rock. Orozco nearly gained the draw when he was struck by our snipers. The remaining Mexican for some time returned shot for shot from behind a boulder. Presently he made a dash to climb the side of the canyon. He had ascended some distance when a volley tumbled him dead to the rock basin below.

Troops Will Move Friday.

GALVESTON, Tex., Sept. 1.—It was learned today that the troops of the Second division, ordered from Galveston and Texas City, are not likely to move before Friday. It was said that since there is no hurry about the movement, time is being given the railroads to assemble ample equipment.

The first troops to go will be four companies of the Nineteenth Infantry to Del Rio. Then six companies of this regiment will go to Fort Sam Houston. The Fourth Infantry will go to Harlingen, Tex., and the Sixth cavalry will follow to the same point.

Troops are in readiness to start as soon as railway equipment has been assembled.

Welsh Coal Miners Accept Terms of London Agreement

LONDON, Sept. 1.—The terms of settlement of the troubles in the South Wales coal fields, which was arranged yesterday in London, thus averting a possible serious strike of the operatives, were accepted today at a general conference of the miners' delegates held in Cardiff. The difficulties are, therefore, now definitely adjusted. There was some opposition among the delegates to the acceptance of the terms agreed upon at the conference, but this was soon overcome.

MARUJI KAEN INOUYE, JAPANESE STATESMAN, DIES

TOKIO, Sept. 1.—Maruaji Kaen Inouye, one of the elder statesmen, died today of nephritis, aged 85.

The death of Maruaji Kaen Inouye leaves only three surviving members of the powerful group of "Genro," or elder statesmen, whose work and influence have had so much to do with the upbuilding of modern Japan. At first possessed of anti-foreign ideas, he soon became a convert to the doctrine that western civilization should be welcomed to Japan and was active in the establishment of cordial relations with foreign powers.

Department Orders.

WASHINGTON, Sept. 1.—(Special Telegram.)—Nebraska's remissions granted: Farmers' Trust's Endorsement. The comptroller of the currency has granted a charter to the First National Bank of York, Pa., with a capital of \$1,000,000. J. O. McMan president; P. C. Carson, cashier. It is a continuation of the Farmers State Bank of Florence, S. D.

HEAD OF THE USHERS FOR THE BILLY SUNDAY MEETINGS.



TEUTONS DRIVE WEDGE INTO THE RUSSIAN LINES

(Continued from Page One.)

and 1,100,000 men captured by the Germans. The announcement from the Overseas agency is as follows:

"General army headquarters publishes a review of the results of offensive movements a Poland and Russia since May 2, beginning with the battle at Gorlice. Army headquarters estimates the strength of the Russian troops which were then directly engaged in that region was about 1,400,000. In the fighting since May 2, 1,100,000 have been captured and a minimum of 300,000 wounded or killed. This is a conservative estimate. The actual figures are surely much higher, because the Russians saved artillery by recklessly sacrificing the infantry. It is thus evident that the armies which were first attacked at the beginning of the Austro-German offensive movement, have been annihilated and their losses made up by withdrawing troops from other regions, especially forces which were ready to invade Turkey.

"Garrisons of half drilled men were hurriedly transported to the front from interior fortresses. All efforts of the Russians were fruitless, however. They were driven out of Galicia, Poland, Courland and Lithuania. They were rolled backward in two separate groups. Twelve fortresses, among them four large and modern ones, which formed the Russian outer and inner lines of defense, are in the hands of the Germans and Austrians. This is the result of a campaign of less than four months."

Crew of Ship Sunk by a Submarine Reaches New York

NEW YORK, Sept. 1.—The steamer Rosanna arrived today from Cardiff, bringing Captain Wrye and the crew of seven of the British schooner St. Olaf, which was sunk by a submarine fifty-eight miles east of Galleyhead, Ireland, on August 13.

The captain of the St. Olaf said he was bound from Llanelly, Wales, for Parrisboro, N. S., on the afternoon of August 13, when a German submarine appeared off the port side of the schooner and ordered the vessel abandoned.

"The submarine commander gave us ten minutes to get away," said Captain Wrye. "Just as all hands were pulling away the submarine opened fire on the schooner, shelling it until it filled and careened. We returned to the wreck and hung on until the Rosanna came along more than five hours later."

Key to the Situation—See Want Ads.

FIRE CHIEFS WITNESS EXHIBITION OF SKILL

CINCINNATI, Sept. 1.—Fire chiefs at the annual convention of the International Association of Fire Engineers were spectators today at an exhibition of skill by Cincinnati firemen at fighting flames. A two and a half story frame building, erected for the purpose, was touched off and the men set to work to subdue the fire. A test of motor fire engines was also on the program.

JUST A WORD ABOUT YOUR HEALTH

If your health is poor as a result of a weak stomach, lazy liver or clogged bowels—

— TRY — HOSTETTER'S STOMACH BITTERS

IT HELPS NATURE CORRECT SUCH TROUBLES AND IMPROVES HEALTH

Pay \$1.00 a Week 1417 Douglas

ROSENBLATT Announces A Fresh Supply of All Kinds of COAL ARRIVING DAILY Place Your Order Now

We Will Deliver at Your Convenience 1223 Nicholas Tel. Douglas 530

THOMPSON, BELDEN & COMPANY Prices Average Half and Less In This Great September Dress Goods Sale Fifteen minutes spent in looking over these dress goods bargains will do more toward convincing you of their exceptional value than whole columns of newspaper space. You owe it to yourself to see the meaning of half price and less in connection with this grand clearing of strictly high grade desirable dress goods for Autumn. If a new Autumn dress is a Fall need in your home, visit this store at once. The good values are truly marvelous. Beautiful novelties, diagonals, crepe, two-tone suiting and many others, all At Half Price and Less

SOROSIS SHOES Become more universally popular every day, and deservedly so. We are now prepared to furnish our patrons with every new model created by Sorosis designers. Priced from \$4 to \$7 a Pair

See Our List of Desirable Places For Rent Every Sunday there is published exclusively in THE BEE a "Complete Rental Guide," in which all desirable apartments, flats and houses are listed. If you are planning to move, the easiest way to find a new home will be to turn to this "Complete Rental Guide" as it will appear in THE BEE next Sunday. Remember, too, that we keep a file of all desirable places which are offered for rent. This list is kept up-to-date for your convenience. You are welcome to use it; we offer this service without charge. Sunday For Your Guidance--- Every Sunday we will publish a "Complete Rental Guide," so that if you are desirous of moving you can secure assistance. Moving is a hard job, and anything which will lessen the bother and trouble of finding new quarters will no doubt be welcome. So, on Sunday morning, turn to the "Complete Rental Guide" in THE BEE—there you will find most anything you want, whether it be a single room, an apartment, flat, or ten-room house. Remember that this is the only complete rental guide published on Sunday. Moreover, we have on file at the offices of THE BEE a complete list of desirable apartments, flats and rooms. This list is compiled and maintained for your benefit. You will find it very convenient and you are welcome to use it—absolutely free. Just call at Room 104, Bee Building.

AMUSEMENTS. Let The Bee get you a job. "Situations Wanted" ads are free. AN AMUSEMENT. Lake Manawa DANCING, BATHING, BOATING. And Many Other Attractions. Free Moving Pictures Every Evening. This Evening: "The Valley of Hate," "Face Most Fair," and "The Baby." Modern Woodmen of America Picnic at Manawa next Monday. AMUSEMENTS. "OMAHA'S FUN CENTER" Gayety Daily Mat. 15-25-50-75c Every. 15-25-50-75c Season's Opening Week of Joy BOBMAATH'S BUNN CO. Mollie Williams, Aerial Circus Star, Billy Hart & Circus Girls, Beatrice Harlowe, Geo. Lougheed, Frank Farnham, Ted Burns and Big Beauty Chorus. LADIES' DIKE MAT, WEEK DAYS. AMUSEMENTS. "THE STOCK MARKET" BPADEIS (TODAY) Mat. 2:30 Eve. 8:30 THEATRE (and All) BOYD's Theater Matinee Today, 2:30. Tonight, 8:00. All week. Ruskin's Wild Life Pictures 800 AMAZING SCENES OF Animal, Reptile, Bird & Bug Life Entertainingly described by John W. Ruskin, member of seven expeditions. Admits; Children 10c Adults 20c. EMPRESS A DOLLAR SHOW FOR A DIME OR 50 VAUDEVILLE AND PHOTO PLAYS 10c TURPIN'S DANCING ACADEMY, 28th and Farnam Opens Monday, Sept. 13th. Adult beginners Monday and Thursday, 8 P. M. Adults advanced, Tuesday, Sept. 14, 8 P. M. (Note)—Only new dances taught in this class. High school begins Saturday, Sept. 18, 8 P. M. Pupils joining classes on opening date will be given 50% reduction on ticket. Application received now. Harney 2142