

LUTHERAN MINISTER IS INTERNED; SLAVS VS CENTER BROKEN, ENDS HOLD

SLAVS LOSE HEAVY GUNS AND RETREAT OF EIGHTH ARMY IN GALICIA MAY BE CUT OFF

Dispatches Make No Effort to Minimize Demoralized and Broken Condition of Russian Center—Ends Are Holding and Wholesale Execution of Traitors May Turn Tide.

(By Associated Press) Such details of the Russian retreat in eastern Galicia as are now coming to hand do not tend to minimize the seriousness of the situation.

There is still an absence of assurances that the Russian commanders of the armies taking part in the backward movement have succeeded in getting their refractory troops in hand.

Indications are not wanting, however, that the process is well under way. There comes through Petrograd, for instance, the report that General Korniloff's drastic measure have included the blowing to pieces of an entire division of traitorous troops of the Eleventh army by its own artillery.

Russian Ends Hold. What may prove to be a saving feature of the situation is the firmness of the Russian armies both to the north and the south of the field retreat. There has been no suggestion of any yielding tendencies of the Russian forces in Volhynia, just to the north of the affected sector, while to the south the Russian troops are not only standing fast so far as they are able, but are co-operating with the Roumanians in a successful offensive movement on the Moldavian frontier.

London is sphinxlike today regarding the situation along the Franco-Belgian front. It is declared in the German reports that one of the most violent artillery battles in history has been in progress in Belgium. Last night's supplementary German statement emphasizes the continuance of this heavy firing.

Petrograd, July 26.—The commander-in-chief and the commanders of the various armies at the front, having insisted that restoration of discipline in the army inevitably would necessitate infliction of the death penalty, the government has agreed unanimously to restore capital punishment. The measure is of temporary character, to have effect until the end of the military operations. The inquiry into the recent disorders here is being continued energetically under the supervision of the public prosecutor.

Will Suppress Traitors. In an interview today Premier Ketensky said the fundamental problem (Continued on Page Two, Column One.)

War Department Deficiency More Than Five Billions Washington, July 26.—Estimate of deficiency of \$5,917,878,347 in War department funds was shown today in a communication received by the house from the secretary of the treasury. An appropriation bill based on the figures will be reported to the house within a few days.

The Weather For Nebraska—Fair and continued warm. Comparative Local Record.

Temperatures at Omaha Yesterday. Highest yesterday 94, lowest 74, mean 82. Precipitation .00.

GENERAL PERSHING OBSERVING GERMAN TRENCHES—Major-General John J. Pershing in French trenches from whence he is observing the lines of the Teutons. This is the only photograph thus far made of General Pershing in the first line trenches, although he has paid several visits to the front.



GEN. PERSHING AT THE FRONT.

SENATE PASSES 'PORK BARREL' LEGISLATION

Rivers and Harbors Bill, Carrying \$27,954,000 Appropriation, Approved by Upper House.

(By Associated Press.) Washington, July 26.—Carrying an appropriation of \$27,954,000 the annual rivers and harbors bill was passed by the senate late today, 50 to 11.

The war situation, particularly with reference to developments on the Russian front, was brought into the senate debate by Senator Borah during discussion on the bill. He spoke of the need of curtailing expenditures because of the uncertainty of the immediate future.

"Never at a time in this struggle has the outlook been as serious as at this time," Senator Borah declared. "Russia, to all appearances, is out of the conflict because of internal conflicts."

Submarine Menace Growing. In addition to the Russian situation Senator Borah declared that the submarine question, which some weeks ago was believed to be favorable to the allies, has now become distinctly unfavorable to the Teutonic powers.

The American people, Senator Borah declared, should have presented to them definitely and specifically the terms and conditions on which they are fighting. Give them an American issue to fight for and an American issue to die for," he declared, adding (Continued on Page Two, Column One.)

New Canadian Loan Will Net Six Per Cent

New York, July 26.—The banking syndicate floating the \$100,000,000 two-year 5 per cent Canadian notes will offer them at 8 and interest to yield slightly less than 6 1/2 per cent, it was announced today.

U. S. Soldier Loses His Right Hand While Examining a French Bomb

(By Associated Press.) With the American Forces in France, Wednesday, July 25.—The first field casualty among the American forces occurred today. A soldier became too inquisitive in regard to the construction of a live French bomb among the supplies brought to camp for training purposes. He extracted the safety pin in some manner and soon thereafter a loud explosion occurred. Fortunately for the soldier the bomb did not contain a charge of full battle strength or he would have been blown to pieces. As it were, he escaped with the loss of his right hand.

Goethals Will Command Army Engineers Abroad

Washington, July 26.—Major General Goethals is expected to go to France soon to head the American army engineers, it was said today.

DRAFT REJECTS MAY NUMBER ONE IN EVERY FOUR

Washington Expects Twenty-Five Per Cent of Men Called to Fail on Physical Examinations.

(By Associated Press.) Washington, July 26.—Reports of the first selection boards to fill their quotas for the selective draft army are eagerly awaited by Washington officials, because they will give the first definite information as to the probable percentage of rejections to be expected among the 10,000,000 registrants for physical reasons or for dependents.

All available statistics indicate a probable rejection of one in every four for physical disability. In particular localities this will vary greatly, but the average for the whole country is expected to be between 25 and 30 per cent.

Best Among Well-to-Do. If the reasoning of some officials is correct, the lowest rejection and exemption rates will be disclosed in well-to-do communities, such as the suburbs of large cities, where men of comfortable incomes make their homes.

In factory towns, on the other hand, the rejection rate for physical disability probably will be high. The fact that the man are confined six days a week at their machines, undoubtedly will have affected their physical condition.

Regular Army Now Short But 22,000 Recruits Washington, July 26.—Regular army recruiting brought in 2,370 men yesterday. New York with 237 men secured during the day, needs only thirty-one to fill its quota of 18,226, and several other states are nearing completion of their appointments.

Toronto Newspapers Raise Rates of Subscription

Toronto, July 26.—All the Toronto daily papers, morning and evening, have announced increases in their annual subscription rates of \$1, effective August 1. Single copies will be 2 cents instead of 1 cent.

Wants Rural Colonies for Families of Soldiers

Washington, July 26.—Senator Curtis introduced a bill today for establishment of rural colonies for dependent families of soldiers.

COUNCIL BLUFFS BOY SAYS GREAT WAR JUST BEGUN

George Knowles, from Midst of Fierce Battle, Writes Home that United States Must Bear Burden.

George W. Knowles, a Council Bluffs boy, is on the firing line in France pulling the lanyard of one of the heavy guns that send death-dealing half-ton shells into the Teuton lines.

Young Knowles quit his job last spring and went to France as a red-blooded American boy anxious to do his part in the war for humanity and the preservation of civilization.

Vivid Flashes of War. The letter is intimately personal and brings a vivid realization of the horrors of war such as is seldom obtained from the censored stories of war correspondents.

To Be an Aviator. "At present I am thinking seriously of going into aviation; in fact, I have sent in my application and been accepted. I expect to leave for Paris in a very few days now, where I shall take up training."

Change Made in Draft Board of Hamilton County Washington, July 26.—Announcement was made today at the provost marshal general's office of changes in district exemption boards as follows: Nebraska, Division Number 1, Dr. D. S. Woodard, Aurora, vice George W. Meredith.

Urges Laws to Protect Public Against High Price of Flags

Washington, July 26.—Legislation to protect the public against unreasonable prices for American flags was urged in a report to the senate today by the federal trade commission, which has investigated charges of "gouging" by dealers made at the time the United States entered the war.

RABID PRO-GERMAN IN JAIL; ROW IN CHURCH WHEN HE SAYS HE WILL PRAY FOR KAISER

Rev. W. G. Krauleidis Declared Dangerous to Public Peace and Placed Behind the Bars at Grand Island—Preacher Carried Shot Gun to Block Interference With Utterances.

Rev. William George Krauleidis, pastor of the German Lutheran church at Riverdale, a small town fifteen miles from Kearney, was interned yesterday by United States authorities on the ground that he is a "danger to public peace and safety."

Reports of Krauleidis' rabidly pro-German activities reached federal officers in Omaha two weeks ago. Marshal Eberstein, chief of the bureau of investigation, sent agents to Riverdale to investigate.

OMAHA ROMANCE IS BROUGHT TO LIGHT IN COURT

Cincinnati, O., July 26.—(Special Telegram.)—A unique Omaha love romance was revealed in the common pleas court of Judge Fred L. Hoffman here today when Superintendent Meigs V. Crouse of the children's home recalled the finding of four little waifs in a piano box in this city some thirty-five years ago during the settlement of the estate of F. H. Sylvester, a wealthy aged retired Central Union depot trainmaster.

Minister Carries Gun. Krauleidis was armed with a Winchester shotgun when arrested. It is reported that he had declared he would shoot down the first person who tried to interfere with his pro-German utterances.

To Take Steps to Deport Berkman and Emma Ghdman New York, July 26.—If Alexander Berkman and Emma Goldman, the anarchists now being brought here from federal prisons are freed on their appeal from conviction, on the charge of conspiracy to obstruct the selective draft law, steps will be taken to deport them, according to a statement today by United States Immigration Commissioner Howe.

American Aviator Injured in Belgium

Paris, July 26.—Bennett Moulter, an American aviator in the French service has been injured, but not dangerously, on the Belgian front, by being pitched out of his machine on landing after a flight over the German lines. Moulter fought for and against Villa in Mexico.

Chicago Socialist, Arrested

Chicago, July 26.—George Koop, former candidate for mayor of Chicago, on the socialist ticket, is under arrest today on a charge of circulating literature intended to discourage enlistments in the United States military force.

Faces You Know Can You Pick 'Em?

You scarcely realize what a difference a few years make in the personal appearance of your closest friends. That's what makes old photos so interesting, especially when compared with present-day pictures.

Another Bunch Tomorrow And the group will appear again Sunday with the names. Like so many other fascinating features, Exclusive in The Bee