

State Department Favors Principle Of Chinese Plan

Proposal for Permanent Court Of Arbitration Only Point Upon Which Hughes Does Not Agree.

By PHILIP KINSLEY.
Washington, Nov. 17.—China's proposal of the general principles under which the far eastern issues are to be determined is, in effect, the attitude of the American State department toward this problem. The program was discussed in detail with Mr. Hughes before it was submitted to the committee and the move was made with his knowledge and consent.
In one point only, it is understood, did Mr. Hughes disagree with the Chinese delegates in the preparation of the formula. This related to the last proposal of the Chinese, that a permanent court of arbitration be set up in the far east to which all the nations would be obligated to take their disputes concerning China.
It is said that Mr. Hughes did not like to commit this government to a permanent arrangement by which it would always be tangled in the Asiatic affairs of other nations. The Chinese are insistent on this clause, hoping to get at least a commission of the kind formed to discuss affairs between Great Britain and America.
Japan feels it is on trial and wants to get public opinion back of it in its position of special interests in Manchuria. To this end its agents have been working in England and America and are working hard today. The application of the first two or three points in the Chinese formula would drive Japan out of Manchuria. The Chinese made the specific point that the Chinese republic includes the outer territories embraced in the old Manchu dynasty, and that sets the stage for the conflict.

Hot Lunches Served at Five District Schools

Geneva, Neb., Nov. 17.—(Special.)—Hot lunches at noon are being served in four of the rural schools of Fillmore county and a fifth, district No. 5, where Miss Agnes Sullivan is teacher, will begin shortly.
Districts already using the hot lunch system are No. 24, Miss Effie Petersen, teacher; No. 55, Mrs. Viola Bartels, teacher; No. 10, Mrs. D. L. Theobald, teacher, and No. 8, Miss Kathleen Nevin, teacher. Money was raised by the schools for necessary equipment and cooking is done by the boys and girls.
Three groups are on duty each week, known as housekeepers, cooks and bookkeepers. A change of menu may be indulged in each day if desired, as 365 receipts are supplied.

Geneva Catholic Church Holds Its Annual Bazaar

Geneva, Neb., Nov. 17.—(Special.)—The annual bazaar and dinner of St. Joseph Catholic church was held Wednesday at the parochial school building. Good patronage was afforded the affair. A dance was held in the evening.
High Surtax Provision Is Adopted by House
(Continued From Page One.)
vincing illustration. In seeking to hasten railway settlements growing out of federal control, I authorized the director general to invite the cooperation of the war finance corporation to convert salable securities into the cash needed for the settlements in process of making. During the period of public belief in a 32 per cent surtax, as provided by the house, the sale of these bills receivable was progressing in a most promising way. Indeed, we had converted more than \$100,000,000 of railway notes into cash. The moment the higher surtax became a likely levy, these conversions ceased.

Capital Diverted.
"Manifestly the prohibitive surtax tends to divert our available and much needed capital from employment in our every day activities to investments in tax free securities. The records show that it is making a continued diminution in our receipts from income taxes and it is making more difficult the normal financing of every sort of essential activity and is emphasizing the tendency to turn to the government for that paternalistic relief of both industry and agriculture which has no rightful place in a peace-time policy. I am well convinced that a fair compromise between the rates adopted by either house will be the best possible solution of the situation, and an early decision will put an end to existing anxiety, even though the larger expectations of the country are not fully met."

EVEN THE WORM turns at last, and its tormentors could not be more surprised than were the three daughters of Mrs. Farnham in

The Rule of 3

By ETHEL TRAIN


A BLUE RIBBON Story in Next Sunday's Bee

Agreement on Arms May Be Made Aside From Far East

Japan and Great Britain Express Willingness to Sign Pact Without Awaiting Outcome Of Discussions on Pacific and Other Problems.

By ARTHUR SEARS HENNING.
Washington, Nov. 17.—An agreement on the reduction and limitation of naval armaments without awaiting the outcome of discussion of Pacific and far eastern questions was foreshadowed by developments yesterday.
It transpired that the American delegation has communicated to the foreign plenipotentiaries the willingness of the United States to sign an international armament restriction compact as soon as it is framed, without regard to the status of discussions on the other questions before the conference.
The British delegation responded that it is ready to take the same course.
Japan Ready to Sign.
The Japanese delegation welcomed the suggestion of the American delegation, Admiral Baron Kato, head of the delegation, stating that Japan is ready to sign an agreement on the limitation of naval armament based on the Hughes proposals without making acceptance contingent upon the adjustment of differences on the problems of the Pacific and the far east.
Early Agreement Expected.
The utmost confidence prevails that within two or three weeks at most, an

agreement will be reached reconciling the differences as to details of the naval holiday proposals. There will be much discussion of the alternative proposals made by Great Britain and Japan, but in the end a compromise representing concessions by all parties.
Whether an actual naval holiday would be achieved if the British suggestions should be accepted is one of the questions upon which the attention of the world is being centered. Mr. Balfour expressed the fear that if no capital ships were built for 10 years there would be no ship yards a decade hence equipped to build battleships, and he thought facilities should be preserved for constructing one ship a year.
Lutheran Hospital Must Pay \$2,000 to Former Patient
Lincoln, Nov. 17.—(Special.)—The Lutheran hospital at York must pay Daniel D. Malcom \$2,000 because it was proved to the satisfaction of the supreme court that a nurse injected a hypodermic needle into his arm just before an operation with such poor skill that the arm became partially paralyzed. Malcom underwent the operation during the war so he might become one of the boys in olive drab.

Economic Probe Will Be Thorough

Investigation, Likewise, Will Be Snappy, Declares Leo Stuhr.

Lincoln, Nov. 17.—(Special.)—The McKelvie economic probe will be snappy.
This was the statement today by Leo Stuhr, secretary of the department of agriculture, who at an informal meeting of the investigation committee today was elected chairman.
"We will endeavor to do everything possible to get at the essential facts relative to economic conditions and at the same time endeavor to keep the investigation from dragging throughout the winter," Stuhr said.
Another meeting of the committee will be held the last of the week, when further plans will be decided upon for the conduct of the probe, which opens in Lincoln, Monday, November 21.
Insurance Agent Liable to Bank for Discounted Notes
Lincoln, Nov. 17.—(Special.)—The supreme court today held that Floyd C. Grovey, a soliciting agent for the Mutual Benefit Health and Accident association of Omaha, is liable to the German-American bank at Chalco, Neb., for notes taken in payment of premiums and discounted at the bank with the agent's endorsement. The court, however, held that the company was not liable as it did not guarantee the notes. The case was remanded to the Douglas county district court for further action against Grovey.

Woman Celebrates 100th Anniversary of Birthday

Owanka, S. D., Nov. 17.—(Special.)—One hundredth birthday anniversary was observed by "Grandma" Cross, otherwise Mrs. Minerva Cross, who lives with her daughter, Mrs. Mary J. Roberts and family, on a ranch north of Owanka. She is one of the oldest residents of western South Dakota.
About 1,000 guests attended the celebration. "Grandma" Cross, whose husband died many years ago, has 13 grandchildren, 65 great-grandchildren and three great-great-grandchildren. One of her granddaughters, who was present at the anniversary celebration, is over 50 and had never seen her grandmother until the anniversary celebration.

Orphan Disappears From Home of Foster-Parents

West Point, Neb., Nov. 17.—(Special Telegram.)—Fisher William Taff, 14, living in the home of J. H. Lindale, in this city, disappeared early this afternoon. The boy was last seen walking north shortly after dinner. He was an orphan, coming here from St. James Orphanage, Omaha, about two months ago. He is five feet, one inch tall; has blue eyes, light brown hair and was wearing a blue Mackinaw, gray suit and brown cap when he disappeared. He speaks with a southern accent. No reason is known for his disappearance other than a minor difference at school this morning.

Proposed Change Of D. L. D. Put Off

Saline County Also Considers Changing Road But Postpones Action.

Geneva, Neb., Nov. 17.—(Special.)—No action was taken yesterday by the board of supervisors regarding the change in the D. L. D. for the purpose of eliminating grade crossings. Residents of the eastern part of the county contend the change would involve much expense for bridges and construction and that the present road has been used for so many years it has become a splendid highway. Saline County Commissioners Davison and Gerner were present at yesterday's meeting of the Fillmore board. Saline county is considering a change in the road to Crete to meet the road at the county line if the D. L. D. is altered as proposed in this county. The new route would do away with four, railroad grade crossings that have been a menace to safety of motorists and caused several fatalities.
On the other hand, the new highway would be a straight road, and it is claimed that when curves and deviations are absent the temptation to more speed is overpowering and might result in as many accidents as would be caused by crossings.

Dresses at \$25

For this week we have arranged a special offering of "Good Dresses"—our kind in quality and style—of Canton Crepe and Poiret Twill.

"Betsy Anne" and "Co-Ed" Dresses in Misses' Sizes

Also Women's sizes up to 42.

Probably the best offering of Good Dresses at such a price for this season.

\$25

Lamona's Smart Wear for Women

1621 Farnam Street



Julius Orkin

1512-Douglas St.

FRIDAY

Promptly at 9 a. m.

Clean-up Sale

OF HIGH-GRADE SILK AND WOOL

Dresses

Values up to? **CLEAN-UP PRICE**

\$9.99

All sizes 16 to 44

Clean-Up Sale of Skirts, Petticoats Silk Blouses, Sweaters, House Dresses, Etc.

Values up to? **\$2.22**

Clean-up Price . . .

General Clean-up of WOMEN'S SUITS

Values up to? **\$18.88**

Clean-up Price . . .

We will not mention former prices. Our patrons will judge the qualities and values.



Orchard & Wilhelm Co.

SIXTEENTH AND HOWARD STREETS

For Friday and Saturday Selling

For Friday and Saturday Selling

Special Reduced Prices on Overstuffed Furniture

Arm Chairs and Rockers of Suites from which the Davenport has been sold, upholstered in tapestry and velour, are assembled on our third floor and priced at big reductions for quick disposal. For example:

260.00 Massive Davenport, with loose cushions, upholstered in mulberry velvet, reduced to	185.00
95.00 Chair to match	69.00
135.00 Walnut Arm Chair, with loose cushion tapestry seat, at	69.00
58.00 Tapestry Overstuffed Arm Chair, slightly soiled.	30.00
135.00 Massive Overstuffed Wing Chair, covered in tapestry, at	89.00
241.50 Arm Chair, in rich mulberry panne plush, reduced to	97.00
95.00 Tapestry Covered Arm Chair, with loose cushion.	40.00
175.00 Davenport to match	98.00
98.00 Rocker to match	50.00
156.00 Louis XV High Back Wing Chair, in blue and taupe velour	95.00
85.00 Overstuffed High Back Wing Chair, in tapestry.	37.50
75.00 Overstuffed Low Back Tapestry Wing Chair.	35.00
125.00 Arm Wing Chair, covered in tapestry.	68.00

Gift Shop

Suggestions for the Coming Season

Salad Fork and Spoon, in the natural woods, with colored handles, per set.	7.50
Tea Set—These are to be had in decorated china and porcelain. All of these are in open stock patterns, making it possible to secure different sizes of plates and additional pieces. Tea Set, in Doulton's Primrose—Teapot, sugar, creamer, and six cups and saucers.	17.75
Tea Set, in Doulton's Chesterfield—Teapot, sugar, creamer, and six cups and saucers.	24.75
Metal Smoking Stands, in rich colorings.	11.75

Very attractive gifts may be found on our 1.00, 2.00, 3.00 and 5.00 tables.

Rugs

200 small Axminster Rugs, in good colors and patterns, that match the designs of the larger sizes. These rugs were bought at a big reduction due to slight imperfections in weave, which will not, however, affect their wearing qualities. Note the prices:

27x64 inches	3.75
36x63 inches	5.50

57 Fine Quality Axminster Rugs, in attractive Oriental patterns. These rugs are very slightly imperfect in weave, but you may save 20% on the price. They are splendid values:

9x12 size	37.50
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20 Patterns in Printed Linoleums

Including tile and matting patterns, in light colors. All are 6 feet wide and mounted on heavy burlap base. They will give excellent wear. Per square yard

90c

Basement Department

The Hoover Suction Sweeper

It beats—as it sweeps—as it cleans.

An ideal present for Christmas.

We will arrange terms for payment.

Savory Roasters from 1.65 to 6.25

Trunks

Floor Samples—The celebrated Hartmann Cushion Top Wardrobe Trunk we now offer at unusual reductions from former prices.

55.00 will buy a Hartmann floor sample Trunk that formerly sold for 85.00.	Other floor samples, Hartmann Cushion Top Wardrobe Trunks, in steamer, three-quarter and full size, may be purchased at corresponding reductions.
47.50 will buy a Cushion Top Hartmann Wardrobe Trunk floor sample, that formerly sold for 65.00.	On sale at 40.00, 42.50, 47.50, 50.00, 62.50, 75.00 and 80.00

Trunk Department—Main Floor

Victrola

No. 80

In Mahogany, Walnut or Oak.

\$100

Join Our Xmas Club

Select your Christmas Victrola today while our stocks are complete, and pay 1.00 a week, until December 24th, when special payment terms apply.



Draperies

Inexpensive Curtains and Curtain materials.

Lace edged Marquette Curtains, in ivory and ecru, twelve styles, exceptional values, per pair.	2.50
Ruffled Muslin Curtains, per pair.	2.50
Ruffled Grenadine Curtains, per pair.	3.75
Ruffled Marquette Curtains, per pair.	5.00
Filet Curtain Nets, per yard.	1.00 and 1.25
Curtain Marquettes, in ivory and ecru, per yard.	25c
Curtain Voiles, per yard.	45c
Curtain Swisses, per yard.	35c
Colored Voiles, per yard.	60c and 75c
Twenty-five patterns of Cretonne, per yard.	50c

Warm Bedding

Good looking wool nap Blankets, finished with silk bound edges, at 5.75

Attractive all wool Blankets, 70x80 inches. 10.00 and 11.50

Fine wool Blankets. 7.50 and 8.75

Full size, 72x84-inch Comforts, cotton filled, at 3.85, 5.00, 6.00 and 7.00



Three-Piece Carving Set, similar to illustration, very special at. 4.75

Two-Piece Bird Carving Sets, very special. 5.00

A complete and beautiful line of Carving Sets.