Situation is Hopeful, No Matter What Campaign Enemy's Staff Decides Upon, Says Times Expert.

Repington, the Times' military expert, | says: discussing the question, "What will | they find themselves in the state of nimity. We have not been so foolishly The writer does not attempt to guess pose to do. Time will show."

A despatch from London says: Col. | what the Germans will decide, but

"The situation is clear enough, and no matter what the German decision the Germans do next?" declares that is, the allies can regard it with equaperplexity as Napoleon did after his generous as our present enemy has success at Vitopsk, the outcome of been with initiative as a gift, and the which was Moscow. The tenor of the question is not only what he proposes article is hopeful, if not optimistic. to do next, but what the allies pro-

# REFUSES TO PAY FOR LIVES LOST

Germany, in Note to U. S., Sees No Conflict on Eastern Front is Resumed Obligation in Arabic

Case.

A despatch from Berlin says: Germany's note to the United States bearing on the sinking of the White Star Line Steamer Arabic, which was communicated to the American Ambassador, James W. Gerard, for transmission to Washington, is in the form of a memorandum under date of Sept. 7, the text of which follows:

"On Aug. 19 a German submarine stoped the English steamer Dunsley ø about 16 nautical miles south of Kinsale, and was on the point of sinking the prize by gun fire after the steamer making directly towards him. to increase their advantage. This steamer, as developed later, was the Arabic. She was recognized as an enemy, as she did not fly any flag are still being denied their objective, and bore no neutral markings.

her original course, but then again end of the line are engaged in oppospointed directly towards the subma- ing the Russian offensive. In the rine. From this the commander became convinced that the steamer had von Eichhorn and Prince Leopold of the intention of attacking and ramming him. In order to anticipate this attack he gave orders for the submarine to dive, and fired a torpedo at the steamer. After firing he con- of Bialystock. It is for these railways vinced himself that the people on board were being rescued in fifteen when the Autumn rains turn a great boats.

"According to his instructions the mmander was not allowed to attack Arabic without warning and without saving the lives unless the ship attempted to escape or offered resist- Daily Mail remarks that the Czar has ance. He was forced, however, to conclude from the attendant circumstances that the Arabic planned a violent atack on the submarine.

vious athe had been fired upon at a great disance in the Irish Sea on Aug. 14—that s, a few days before—by a Targe pasinger steamer, apparently beyonging to the British Royal Mail the swampy ground, the rails attached Steam Packet Company, which he had neither attacked nor stopped.

"The German Government most deeply regrets that lives were lost through the action of the commander. It particularly expresses this regret to the Government of the United States on account of the death of its citizens.

"The German Government is unable, however, to acknowledge any obligation to grant indemnity in the matter, even if the commander should have been mistaken as to the aggressive intentions of the Arabic.

"If it should prove to be the case that it is impossible for the German and American Governments to reach a harmonious opinion on this point, the German Government would be prepared to submit the difference of opinion, as being a question of iternational law, to The Hague Tribunal for arbitration, pursuant to article 38 of The Hague Convention for the pacific settlement of iternational disputes.

"In so doing, it assumes that, as a matter of course, the arbitral decision shall not be admitted to have the importance of a general decision on the permissibility or the converse under international law of German submarine warfare.'

BRITISH AIR SERVICE

### UNDER FLAG OFFICER

A despatch from London says: Owing to the rapid expansion of the Royal Naval Air Service, both with respect to personnel and material, the Admiralty has decided to place it under the direction of a flag officer, with the title of director of the air service.

Rear-Admiral C. L. Vaughan-Lee has been selected for this appointment. AUSTRALIAN MEMBERS BUY Commodore M. F. Sufter, the present rector of the air service, will be in harge of the material side of the etion.

to you than any one else.

With the Greatest

Intensity.

A despatch from London says: Almost simultaneously with the announcement that the Emperor has personally replaced Grand Duke Nicholas as commander of the Russian forces, the fighting along the easern frontier, despite the beginning of the Autumn rains, has been resumed with the intensity which characterized it throughout the Summer on both wings in Courland, in the north, and in Volhynia, Podolia and East Galicia. In the south the Russians are making determined efforts crew had left the vessel. At this to regain the initiative, while in the moment the commander saw a large centre the Austro-Germans continue

Thus Field Marshal von Hindenburg and his commanders in Courland the Dvina River, while von Mackensen "When she approached she altered and the Austrian generals at the other centre, on the other hand, Lieut.-Gen. Bavaria are pushing forward, and, according to the Berlin official report, have occupied Wolkowysk, an important railway junction immediately east that the Germans are now fighting, as part of the country into an impassable morass they will need every line of railway to keep their armies supplied with provisions and munitions.

The Petrograd correspondent of the pluckily undertaken the responsibility of the chief command at a time when the retirement from Grodno is still in progress under difficult conditions. "This conclusion is all the more ob- The enemy at the same time is advancing through the marsh region way running north and south. He is using a ready-made railway line over 41 NORWEGIAN SHIPS to ties put down on narrow roadways which are sufficiently firm to allow a speed of ten miles an hour.

MANY ARRESTS IN WARSAW.

### Conditions in City Described by a Refugee."

A despatch from Petrograd says: A prominent Polish lawyer, who made his escape from Warsaw after its capture by the Germans makes the following statement:

"Two days after the Germans entered the city more than 400 of the most prominent citizens who remained were arrested without warning or interrogation and sent to Germany. About 700 families were deprived of their heads and of knowledge of their whereabouts. Arrests continued daily. The only known reason was that the names of the victims appeared on a list compiled by informers and sent to Germany months ago. A house to house search was made and every copper vessel was confiscated. Metal was stripped from any places in which it had been left. Articles of cotton and wool were gathered similarly from houses and shops.

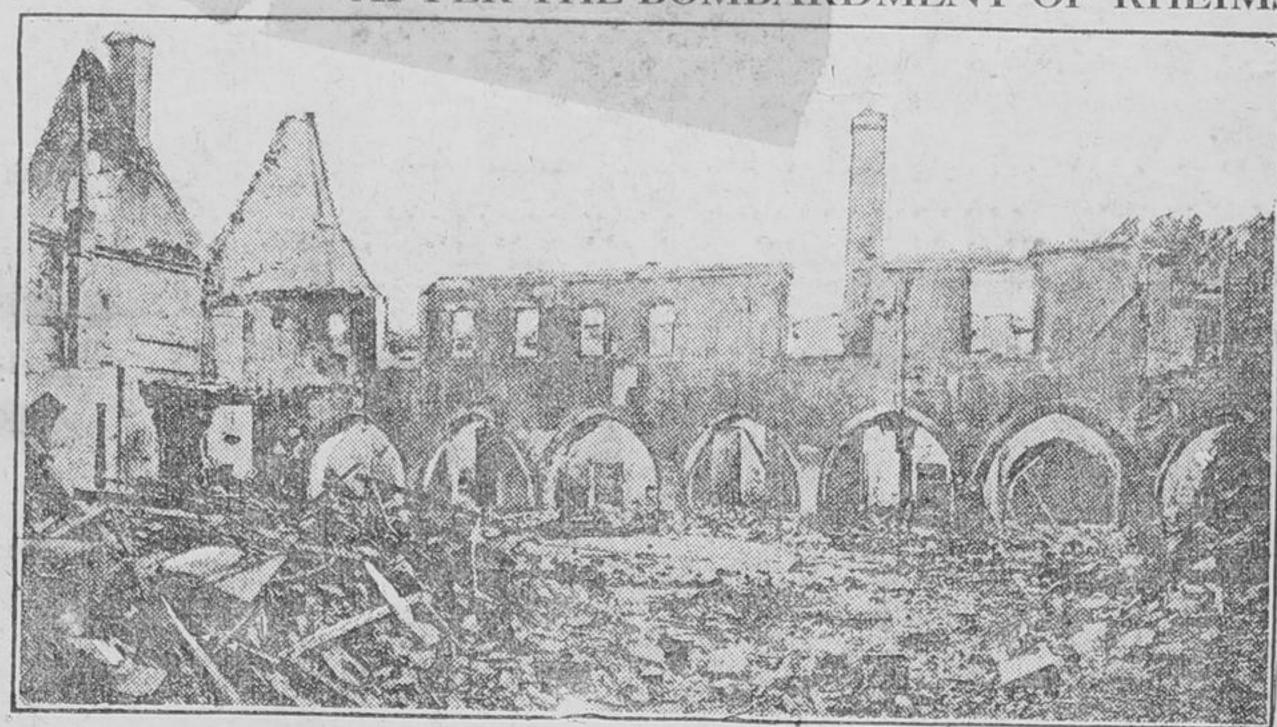
### ENEMY SUBMARINES INVADE THE BLACK SEA.

A despatch from Petrograd says: News from the interior of Russian torpedo-boat destroyers and Turkey is appalling. The ma seaplanes have been sent in pursuit of are continuing systematically German submarines operating near the Moslems are determine the Crimean coast in the Black Sea, Turkey of all Christians. according to an official statement issued at the War Office.

# NO GERMAN GOODS.

A despatch from Melbourne, Aus- the Cunard Steamship val aeronautical work, with the tralia, says: The entire membership torpedoed 70 miles from of superintendent of aircraft con- of the House of Representatives of the near Murcia, Spain, as Federal Parliament, the legislative Madrid correspondent body of the Commonwealth of Austra- Agency. Twenty-eig eep your temper. It is worth lia, has pledged itself never again to have been landed purchase German goods.

# A HOUSE OF THE THIRTEENTH CENTURY AFTER THE BOMBARDMENT OF RHEIMS



This interesting picture was received by The Daily News from Mr. Paul Rochat, former language master of Harbord Collegiate Institute, who, as a reservist, returned to France at the outbreak of the war. He entered the hostilities as a private soldier but for gallantry in service he has been decorated and promot-

ed and he is now adjutant of the 9th Company 113th Regiment of Infantry in the French army. Writing from Argonne he states that he is much interested in seeing copies of The Daily News and wishes this paper every success. The picture shows the ruins of a house on rue des Trois-Raisinets, Rheims, which was built in the 13th century and survived the ravges of time until a recent bombardment.

Battles Continue Intense at Many Two More Austrian Officials Are Points Along the Russian

Line.

A despatch from London says: A despatch from Washington says: ed by the Russian War Office, cover- call of the Austrian Ambassador, Dr. the command of the Russian military ing practically every essential sector Constantin Theodor Dumba, has forces and has been appointed Viceroy of the front in Galicia, Poland and broadened into a situation involving of the Caucasus and Commander-inconclusion-that the Czar's forces are tary attache of the German Embassy; southern theatre of war. This anno longer continuously retreating, but | Alexander Nuber von Pereked, the | nouncement from Petrograd follows that they have made a determined Austrian Consul-General in New the action of Emperor Nicholas in stand virtually along the whole front, York, and possibly Count von Berns- personally taking over the command checking the onrush of the Austro- torff, the German Ambassador. The German armies almost everywhere official view is that the Ambassador, and pushing a thus far successful of- although technically involved, is not fensive in Galicia.

namely in the district east of Vilko- the country. mir, north-east of the captured fortthe statement declares.

however, Petrograd, in summing up views the friendly relations with the the situation, asserts the Austrians Germanic powers strained more toand Germans have been "dashing ward the breaking point than ever befrom one part of the line to the other fore. with the object of occupying the rail- in an effort to strike a decisive blow."

LOST SINCE WAR BEGAN

A despatch from Washington says: The State Department has made public a report from the American Minister at Christiania, Norway, disclosing that Norway has lost 41 vessels since the war began. Seventy-six sailors have perished.

Of the number of vessels flying the Norwegian flag lost 13 were destroyed by mines, 24 by torpedoes, three disappeared in the war zone, and one was crushed by a German warship. Still another was taken as a prize to

The losses have been so heavy to the Vilayet of Van the Christi Norwegian shipping that war risks in- fled to the plains of Urumia surance rates have been increased and mas, on the north-west sh restrictions imposed. Up to date the Urumia, in Persian Norwegian War Risk Bureau has in- ians were preparing curred risks aggregating \$2,000,000 but their flight w aind collected in premiums but \$1-

### SAYS 14,000 ARMENIANS MASSACRED BY TURKS.

A despatch from Rome says: Three Armenian girls have been rescued from Turkish massacre. An American physician on his return to New York said before his departure that Turks practically massacred 14.0 Armenians in Trebizond alone, w they looted and burned the house, Leson 100 families were saved.

### CUNARD STEAMER SUI NEAR COAST

A despatch from Pari British steamer Alexand Spain.

Likely to Be Sent Back to Vienna.

An exhaustive official statement issu- President Wilson's request for the re- Grand Duke Nicholas has relinquished Russia proper, permits of but one Captain Franz von Papen, the mili- Chief of the Russian armies in the so seriously concerned as the military Only at one point does the official attache or the Consul-General. It is Russia war bulletin admit success on not unlikely that both of the latter the part of the Teutonic adversary, may be recalled or dismissed from

Coupled with Germany's disappointress of Kovno, and not far from the ing and unsatisfactory explanation of Vilna - Dwinsk - Petrograd railroad, the sinking of the White Star liner Here the Austro-Germans, with the Arabic, after Count von Bernstorff aid of strong field and siege artillery, had given assurances that full satisare advancing thus far without check, faction would be given if it was established that a German submarine As for the rest of the entire front, sank the ship, official Washington

Hopes that the submarine crisis had been safely passed, and that a break between Germany and United States, had been avoided were displaced to-day by misgivings. Talk of the possibility of breaking diplomatic relations was heard again, although this time it involved both the central powers, on the theory that Austria after having her Ambassador practically dismissed from the country might stand with her ally in relations with the United States.

## STOPPED CHRISTIANS

LEAVING TABRIZ

Caucasia says: After the exodus from in-The presence

agents in Ta Northern P.

# IS SUPPLANTED

Famous Leader Relinquishes Command of the Main Russian Forces.

A despatch from London says: of his forces.

The text of the order issued by Grand Duke Nicholas transferring command of the Russian armies to the Emperor is forwarded by the Petrograd correspondent of the Havae News Agency as follows:

"Valiant army and fleet: To-day, your august supreme chief, his Majesty the Emperor, places himself at your head. I bow before your heroism of more than a year, and express to you my cordial, warm and sincere appreciation. I believe steadfastly that because the Emperor himself, to whom you have taken your oath, conducts you, you will display achievements hitherto unknown. I believe that God from this day will bring to him final victory.

"Gen. Aide-de-Camp Nicholas." The transference was made in connection with a general reorganization of such importance that it has stirred the nation deeply.

The Grand Duke replaces the famous Viceroy of the Caucasus, Count von Vorontzoff-Dashkoff. Emperor Nicholas addressed to the Count a communication acknowledging the value of his labors, and stating that he yields to his request to be permitted to devote his energies to work for which his state .of health is more equal. The Emperor, therefore, relieves him of the post of Viceroy and attaches him to his personal staff.

The decision of Emperor Nicholas A despatch from Tiflis, Trans- to take chief command is regarded the best possible reneace proprosals. ssia's de-