Germany Proclaims Martial Law; Preparing to Mobilize Her Troops

Germany Believes That Situation Is Much Worse Than It Was Yesterday

The Hotchkiss rapid firing gun is installed on many of the flying machines. A conservative estimate made by a member of the Aero Club on the number of a general European war is 1,260. More than 500 more are on the reserve list, and in the event of emergency 250 aircrafts, privately owned, and on which the governments have no ties, could be commandeered. Captain Thomas S. Baldwin, the veteran aviator, who recently returned from a tour of the prominent aero clubs, sald that Germany and Austrian aero forces were the best in Europe.

J. P. Morgan Admits

Situation Is Grave

General Europe of credit had practically broken down and it was impossible to carry on business in the ordinary way. This situation did not arise through downspeculation, but because bankers could not collect margins, which had gradually shrunk, while at same time the continent continued to pour stock into London.

Bankers here had tried for days past to get their customers to take up this stock, but the impossibility of finding cash and the inability to sell the securities caused credit automatically to cease and the closing of the exchange became necessary.

The Street to-day was full of dealers and they stood discussing the situation. The passengers, of whom about 80 per cent are Americans per curring from European trips, have the company to make the stood discussing the situation in more or less mournful tone.

New York, July 31.—A statement on the war situation was issued to-day by J. P. Morgan. Mr. Morgan admits that the situation is grave, but he feels that there is still an opportunity for sober thought of the people of Europe to prevail and prevent a general war. He says:

"It is essentially a time for the owners of securities to keep their heads. Bear in mind that the actual properties represented by American securities will not suffer greatly by European war."

German 1700ps Cross

Border by Mistake

By Associated Press
on the German side of the frontier were very active to-day and the French troops sent out outposts.
A German patrol at one point actually crossed the frontier, probably owing to a mistake.

In no case has any considerable

Invaders Fail to Get

rin mind that the actual represented by American ill not suffer greatly by ar."

Fail to Get

Possession of Pass

y Associated Press fully 31.— An Exchange Company's telegram from the Saloniki, says that up the Saloniki, says that up the Saloniki, says that up the desired in waders and not suffer that in the same time it was said that it must not be assumed that all hope of a peaceful solution had vanished. The French togovernment, it was asserted, would leave motival representations of the same time it was said that it must not be assumed that all hope of a peaceful solution had vanished. The French foreign office officials were considerably more pessimistic today because, as they explained, the gravity of the situation was increasing with the lapse of each day. At the same time it was said that it must not be assumed that all hope of a peaceful solution had vanished. The French foreign office officials were considerably more pessimistic today because, as they explained, the gravity of the situation was increasing with the lapse of each day. At the same time it was said that it must not be assumed that all hope of a peaceful solution had vanished. The French foreign office officials were considerably more pessimistic today because, as they explained, the gravity of the situation was increasing such that the properties of the situation was increasing that the properties of the situation was increasing the proper

Both Sides Reported to Be Losing Heavily

FRIDAY EVENING.

Reservists Assembling

in New York; Ready to



Servian Chief of Staff

By Associated Press

London, July 31. — The Hamburg-American Company sent notices to the 800 first class passengers waiting here for the Imperator that the company had been compelled to postpone the sailing of the vessel owing to the clouded political situation. The passengers, of whom about 80 per cent are Americans returning from European trips, have been told by the company to make their own arrangements. The company, however, says the moment the situation clears up the Imperator will sail for New York and the passengers will be given, notice of the date of her deporture.

Among those who had tickets for the Imperator, was Thomas Page, who was returning to America for a visit.

President to Declare Vera Cruz Nutral Port

By Associated Press
Washington, D. ., July 31.—Vera
Cruz undoubtedly will be declared a
neutral port under the neutrality
proclamation President Wilson will
issue in the event of a general European war. Restrictions on giving refugees supplies to foreign ships there
will apply the same as in American
ports. German, British and French
ships already there probably would be
ordered out.

Germany Plans Ban on

leave nothing undone to further this object.

France, it was pointed out, rather than seem to be in the least provocative, is foregoing the justifiable advantage an early mobilization of her army would give her and will not make any move until after Germany has done so.

The slight amount of hope is based on problematical contingencies.

There has been much talk of Germany's approaching Austria and Russia, it is explained, but the fact is, according to official information, that Germany has done nothing, and clear and definite action on the part of Germany alone can open a way out of the crisis. By Associated Press

Berlin, July 31. — The German Federal Council to-day issued a decree prohibiting exports of grain, flour, foodstuffs, meats, animal products, automobile trucks, motorcycles, petroleum, coal tar and coal oils. This step goes into effect immediately.

The step taken by the Federal Council, whose members represent the rulers of the Federated States composing the German Empire, was said to have been necessitated by the news of the past few days reported by the Chamber of Commerce. It was semi-officially announced that the matter dealt with by the Federal Council were of "secondary importance."

Chief of Staif Arrested by Austria EUROPEAN SITUAT

[Continued From First Page]

time, aithough the street was in a state of great excitement, the general impression was that the exchange would open.

Meet in Morgan Offices

It was at a meeting of bankers at the offices of J. P. Morgan & Co. that the decision was reached. The meeting was attended by Mr. Morgan and H. Davidson, Frank A-Vanderlip, president of the National City Bank; A. B. Hepburn, chairman of the Chase National Bank, and Francis L. Hine, president of the First National Bank.

These men were in close communication with the governors of the exchange and after 2 long discussion it was decided that the strain upon credits might reach a dangerous degree if the exchange, it is learned that a majority of men whose advise was sought decided that as a precautionary measure the action should be taken. No definite period for the closing of the exchange has been set. Stock Exchange houses have notified their offices not to make deliveries for received stock until further notice.

First Since 1873

By Associated Press
New York, July 31.—The Cotton
Exchange, after an hour of trading
to-day, voted to close until 10 o'clock
Tuesday morning.

New York, July 31.—The suspension of the cotton brokerage firm of F. J. Frederickson & Co. and Homer Howe & Co., both small concerns, was announced. The market was unaffected by the announcement.

Glasgow. Scotland, July 31. — The Stock Exchanges here and in Edin-burgh were both closed to-day. Liverpool, July 31.—The Stock Ex-hange here was closed for business

Manchester, July 31.—The commit-ee of the Manchester Stock Exchange rdered the market closed to-day. Philadelphia, July 31.—Following the decision of the New York Stock Exchange not to open for business to-day, the governors of the Philadelphia Erchange voted to also remain closed.

Exchange not to open for business to-day, the governors of the Philadelphia Erchange voted to also remain closed. Boston, July 31. — The governing board of the local Stock Exchange decided not to open the exchange to-day.

Vienna, July 31.—The tension in Vienna to-day was greater than at any time since the international crisis, although nothing definite had occur-ted to change the situation for the worse.

The Neue Frie Presse insists that Russia must cease to prograstinate

St. Louis, Mo., July 31.—The stock board of the Merchants' Exchange of St. Louis was closed to-day, but it was announced the Grain Exchange would be open.

Baltimore, Md., July 31.—The Baltimore Stock Exchange was closed to-day until further notice.

Store Opens Closes 9 P. M.

AUGUST SALE OF Men's Summer Suits

Formerly Sold at \$9.90, \$12.50 and \$13.50 for .

The deepest price-cutting during August Sale to clear away the broken lots of Men's Summer Suits. This is a golden opportunity for men to purchase a summer suit of the finest quality at an immense saving.

Suits of fine quality worsteds in grays, fancy mixtures and novelty stripes; fancy cassimeres and Navy Blue Sunproof Serges. Unquestionably a splendid lot of suits at very low prices. Not all sizes of each style, but every size in the lot from 33 to 46 including "stouts."



Of Every Description Marked Down For the August Sale

Boys' 50c Knickerbockers 38¢ One lot of boys' \$5.00 blue serge Bulgarian Norfolk suits ;sizes 6 to 16. Spe-A clearance of all high grade boys' suits that were \$7.50, \$8.50, \$10.00 and

\$12.50 at \$5.00, \$6.00, \$7.25 and \$8.50 Boys' linen Knickerbockers, were 65c;

n Soldier to Fight Austro-Hungary CALDRON SEETHING



JUNE-JULY WEATHER

[Continued From First Page]

emperature and humidity. The most dated Stock Exchange, which opened and advance of the New York Exchange, closed shortly after it opened. The New York curb market also voted not to open to-day. This closed the last of the stock exchanges in New York.

Chicago, Ill., July 31.—The Chicago Stock Exchange will be closed to-day.

New York, July 31.—The Chicago Stock Exchange will be closed to-day.

New York, July 31.—The Coffee Exchange decided to close until Monday.

St. Louis, Mo., July 31.—The stock board of the Merchants' Exchange of St. Louis was closed to-day, but it was announced the Grain Exchange would be open.

Baltimore, Md., July 31.—The Baltimore Stock Exchange was closed to-day until further notice.

Washington, D. C., July 31.—The shock advantage when the dry Juny 31.—The stock board day until further notice.

Washington, D. C., July 31.—The shock board Stock Exchange suspended business to-day.

FORGERY RESULTS IN

like, perhaps, but bellows nevertheless.

"What is it, dearie? Can't Mother de ANYTHING for her little daughter?" offered the distracted parent.

"Ye-ah, you can, mamma," the bellows softened to wails, the wails to sobs and the sobs to quite evidently stage sniffles with remarkable rapidity, "yes'm, you can—let me go back to ramp this week!"

And that is the story of how that 19-year-old lady returned to camp. The result, incidentally, shows up in the records of J. K. Staples, the play-ground supervisor. At the end of the week she had learned to swim.

And next week the boys will go into camp!

To-day begins the last week of the

And next week the boys will go into camp!

To-day begins the last week of the McCormick's Island camp for girls. The last party is made up as follows: Twelfth street. Hattio Harris. Sarah and Edith Lane: Reservoir, Virginia Morrow, Marraret Chamberlin, Marjorie Russ, Edith Wagner, Lillian Wagner, Elizabeth Wagner, Mary E. Snyder, Ruth Dowdell, Clare Van Dyke, Eva M. Lewis, Jane Beard, Helen Fersythe; Penn, Grace Stoner; Hamilton, Berenice Wells; Fourth street, Mirlam Johnson and Bessie Williams.

DISCOUNT RATE GOES UP

By Associated Press
London, July 31.—The Bank of
England to-day increased its rate of
discount to eight per cent.

Try Telegraph Want Ads.

German Troops Cross

Export of Many Articles Stock Exchange will be closed to-day.

Servian Soldier to



Here is the Servian soldier, who must fight one of the six great powers of Europe. There are not more than 240,090 of him, but there are more than 2,000,000 Austrians. He has seen war in the Turkish campaign and those against Buigaria, and individually he is perhaps more experienced than the Austrian soldier. But there are more than a half-dozen against him in the war his country is now engaged in.

1,000 Women and Girls

Pittsburgh, July 31.—The Pittsburgh Stock Exchange was closed until further notice.

New York, July 31.—The Consolidated Stock Exchange, which opened in advance of the New York Exchange, closed shortly after it opened. The New York curb market also voted not to open to-day. This closed the last of the stock exchanges in New York.

The Neue Frie Presse insists that Russia must cease to procrastinate and must say distinctly and unreservedly what she intends to do. Popular enthusiasm of war against Servia shows no signs of abatement. An appeal for Red Cross nurses to-day met with an immediate response from 1,000 women and girls belonging to all classes of society, who called at the hospitals and registered their names.

Arch Duchess Maria Theresa ap-