Moderate variable winds showand moderately warm.

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FREDERICTON, NEW BRUNSWICK, THURSDAY, JULY 18, 1918

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Situation on Western Front Is Favorable to the Allies

Germans Great Peace Offensive Will be ELATION PUTS a Fiasco --- Allied Counter Attacks Will Work the Downfall of the German Effort---Enemy Losses Heavy

capture of Rheims, and still less that of Epernay. Thus the

great 'peace offensive' will be a fiasco.'

The Petit Journal predicts that the counter attacks, which are bound to come at the proper time, will work the downfall of the German effort.

Home From 1rip
Dr. W. H. Irvine returned yesterday from a six weeks trip to Chicago and other cities in the United States. He visited a number of the leading hospitals and otherwise devoted his time in the interests of his profession.

THE LOSSES SOUTH OF THE MARNE, ACCORDING TO CONSERVATIVE EFFORTS, ARE 60,000

PARIS, July 18.-In the pocket which the Germans have created south of the Marne, their losses, according to conser-

days' fighting, the Matin declares today.

Treating of the situation in this sector, the Echo de Paris says: "Because of the counter-attacks delivered by the army of General Degoutte an dour American Allies the Counter-attacks are supported in Western Canada. It is the intention of Mrs. Darcus and her mother Mrs. Staveley and the Misses Staveley to remove to British Columbia about the first of September. General Degoutte an dour American Allies, the Germans were able appreciably to widen or deepen this pocket."

Premier Clemenceau returned last evening from a visit to the front, expressing himself very well satisfied with the situ-

FRENCH TROOPS MAKE SUBSTANTIAL PROGRESS IN AN ATTACK ON A TWENTY-FIVE MILE FRONT

PARIS, July 18.—The French this morning delivered an attack along the line from the river Aisne as far as the region of Belleau, a front of about twenty-five miles, an dmade progress at certain points of between a mile and a half and two miles, the War Office announced today.

The situation on the Marne and Champagne fronts is unchanged. The northern point of the front of attack is the town of Fontenoy, nearly a mile north of the Aisne. In the fighting city. on the front of the German offensive, the French last night stopped the Germans in the face of violent attacks. Early in th emorning prisoners taken in the advance began to come in.

THE BRITISH LINE SOUTHEAST OF VILLERS-

BRETONNEUX ADVANCED MORE THAN A MILE

LONDON, July 18.—Southeast of Villers-Bretonneux, on the south of the Somme, the British line has been advanced on a front of more than one mile, says the official statement today from British headquarters in France.

British positions to the east of Bebuterne also yere improved somewhat. South of Bucquoy, on the fronts southeast of Arras, a German raiding party was driven off. The German artillery showed considerable activity during the night on the Flanders front north of Bailleul.

STEAMER SUNK IN THE PACIFIC

26 lives.

A heavily charged mine in the shipping fronte between Sydney and Auckland was responsible for the disaster. The liner had only passed within a few hundred yards of the spot where the mine was laid about thirty minutes before the Wimmera went down.

ed, more than 12,000,000 feet of airplane spruce have been cut. There are plane spruce have been cut. There are pl

Montreal, July 18.—C. P. R. gross earnings for the second week of July are \$2,688,000, as against \$2,867,000 for the corresponding period last year.

This is a degree of \$170,000 for the corresponding period last year.

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GETTING SPRUCE FOR ARPLANES

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COUNTESS ARRESTED.

New York, July 18.—Suspected of having been associated with Dr. Friedrich Von Strensh in German propaganda in this country, the Countess Alexandra Viarda Von Scheele was arrested here yesterday as a dangerous alien enemy by agents of the Department of Justice. Owing to illness, the woman was taken to Bellevue Hospital.

MONTH'S EARNINGS OF C. P. R. Montreal, July 18.—C. P. R. gross

Military Changes.

Major James Hamilton, who has been acting as A. A. G. at Camp Sussex, has been transferred to Levis, Que., where he will become attached to the Serbian camp. Levis is now the headquarters for the Serbians and for the present no more will be located at Sussex. Major Hamilton formerly campanded the Serbian camp at Sussex. Lieut. Guy L. Short, of St. John, has been promoted from a lieutenant to the rank of captain with the Depot Battalion. Captain Short say service in France. Lieut. John A. Rankin has been temporarily appointed camp engineer, succeeding Lieut. W. B. Young, who has been transferred to another area. Lieut. Rankin recently was a service of Fraderich for Frader

e \$2,005,000, no against \$2,301,000 for control of the control of

(Canadian Press direct wire.)

Farm Changes Hands

Mrs. E. W. Darcus has disposed of her large farm at Fern Hill to a Mr. Chatwell, an English gentlemen who has had some agricultural experience

Successful Opening
The Palace Bowling Alleys owned by Messers A. McM. Staples and Thomas G. Powers were opened most successfully last night. The special match between Mr. A. B. Kitchen of this city and Mr. Joseph Dolphin superintendent of the Marysville Cotton mill resulted in a victory for Mr. Dolphin, 89 to 70. After the match the alleys were open to the public and there was lively play until closing time at eleven o'clock. Some good strings were rolled. Among the best were John Searles 106, Chester Monohan 103, Ernest Howes 102. Patrons are delighted with the new alleys and an extensive patronage is assured.

Ottawa, July 18.—Revision of import restrictions, it is understood, is now under consideration and it is likely that a more extensive scheme of li-censing may be adopted than is now in vogue.

Acting on the recommendation of the War Trades Board, the government some time ago prohibited the entry of certain imports. Classed as non-essentials, except under license.

This order was modified later in its relation to certain fruits and vegetbles. Announcement of further revision, it is stated, may be expected in a short time.

A further question now under consideration of the government is that of the mail carriers' increases.

Mr. P. C. Pope of Halifax is in the a guest at the Queen.

Mrs. Harry Pheeney Expired During Sleep-Has Three **Brothers** in Imperial Army.

Marysville, July 18-The community was shocked to learn of the sudden death of Mrs. Harry Pheeney which occurred during the night a her home Allen Street. Mrs Pheeney Paris, July 18.—The proceedings of the second day of the trial of Louis Malvy, former Minister of the Interior, charged with high treason, were overshadowed by the feelings of elation at the failure of the German offensive.

Parisigns ignored the Senate cham (By Canadian Press direct wire.)

PARIS, July 18.—In its review of the situation on the front the Havas Agency notes the agreement in the comment of the entire press that after the third day of the battle the situation remains as favorable for the Allies as could be expected.

"The battle for Paris has become a battle for Rheims," the Petit Parisian says. "There German manoeuvres were frustrated by the insufficient effect of the first shock. It can be considered as a failure as we are able to look to the future without apprehension."

The Echo de Paris also declares the situation at present is decidedly favorable and the prospects for the future entirely reassuring. "It appears now," says Premier Clemenceau's paper, "that the enemy's efforts will not even result in the capture of Rheims, and still less that of Epernay. Thus the Mrs. Sylvester of England. Rev. J service and interment will be made at the Baptist Cemetery. The hour of the funeral will be announced later.

MAY REVISE

(Canadian Press direct wire.)

Ottawa, July 18.—Revision of import

VIGOROUS COUNTER ATTACK

Reported to Be Making Good Progress North of Chateau-Thierry -- Americans

(By Canadian Press direct wire.)

Regain South Bank of the Marne

LONDON, July 18.-News received in London indicates that the attack started by the French on the front between Chateau-Thierry and Soissons is on a considerable scale. The attack was believed to be making good progress.

Advices this afternoon stated that the Germans had made Vancouver, B. C., July 18.—Passengers on a trans-Pacific liner brought news of the sinking off the New Zealand coast of the steamship Wimmera, land coast of the steamship Wimmera, let, on Charlotte Island, and since the let, on Charlotte Island, no further attacks east of Rheims and that the French at varivessel of 8,000 tons, with the loss of month of April, when operations start-lives.

He Germans had advanced fur thest, and several other villages overlooking the Marne.

A Big Offensive by the Allies.

On the French Front in France, July 18.—The Allied forces today are engaged in an important counter attack between the Aisne and the Marne, north of Chateau-Thierry. The attack is progressing favorably.

Reports up to noon all along the line of the French attack showed the situation to be excellent. The attack is the biggest offensive move made this year by the Allies.

General Pershing's Report.

Washington, July 18.—General Pershing's communique for yesterday says: "In the Marne sector our troops have enfirely regained possession of the south bank of the river. To The northwest of Chateau-Thierry the enemy yesterday repeated his attempts of preceding day to penetrate our lines near Yaux. His attack was completely broken by our infantry and artillery fire before reaching our lines. "Yesterday, in the region of Thiaucourt, a hostile airplane was shot down by our aviators.

ATTACK IN THE WEST

Drove the Huns Back Into the Valley of the Arder River --- Small Local Actions on Other Sectors--- Hun Troops Reported Exhausted

On the French Front, Wednesday, July 17 .- While both the enemy and Allied armies generally were marking time, the Italians this evening carried out a brilliant counter attack near Pourcy, north of the Marne, after the Germans had harried them by incessant attacks during the day. They drove the enemy back into the valley of the Ardre river.

Other sectors both north and south of the river Marne saw many small local actions, but nothing partaking of the character of a general action. Most of these minor operations, though limited in extent, brought about the most violent encounters between small detachments, the number engaged sometimes B. Daggett will conduct the funeral being only a company or a battalion. Often both sides prepared to attack at the same time, consequently the men at full tilt midway between the lines. Numerous hand to hand encounters resulted.

FRENCH TROOPS RECAPTURE SOME TRENCHES AND REPULSE ENEMY ATTACKS NEAR SILLERY

The enemy is still trying hard to make progress toward Epernay by way of Venteuil, south of the Marne. Montvois changed hands several times, the French eventually gaining

Nowhere along the front did the Germans obtain an advantage during the day. Heavy fighting with constant attacks and counter attacks had been taking place in the vicinity of Courton wood, where, owing to the nature of the ground, the situation is most difficult.

East of Rheims the way was comparatively quiet, but the French recaptured some trenches in the vicinity of Prunay and repulsed attacks between Beaumont and Sillery.

CONSTANT BRITISH RAIDS HAVE DEMORALIZED **GERMAN SOLDIERS IN SOME PARTS OF FLANDERS**

With the British Army in France, Wednesday, July 17 .-German troops in some portions of the trenches in Flanders have been so exhausted and demoralized by constant British raids, attacks and bombardments that many of them have fallen asleep at their posts, not caring whether are killed or captured. An order issued to a Bavarian infantry regiment reveals a condition of affairs which up to this time would have been thought unbelievable in an army notorious for the strictness of its discipline.

NO ATTEMPT HAS BEEN MADE BY THE HUNS TO RECOVER GROUND LOST TO THE BRITISH

The commanding officer wrote on June 25th: "While making a tour of the line this morning I came across complete sections fast asleep, in spite of it being dawn and misty. These sections had removed their equipment and had not the faintest idea of the country, of dispositions, of their orders or of the troops on their flanks. Only yesterday I requested that all n.en should be instructed on these points, and tehir particular duty explained to them. This is all the more important as only a few days ago three men and a light machine gun were captured by a hostile patrol. This state of affairs must not continue.'

The infantry of the enemy has remained very quiet since the beginning of the present German offensive around Rheims. No attempt has been made to recover the ground lost at Ridge 700d on Monday, when the British captured a total of 341 men and seven officers. The Germans have remained passive under repeated British thrusts around Bailleiul and only the artillery has indulged in retaliation.

SENT ABROAD

(Canadian Press firect wire.) New York, July 18.— The federal food board announced last night that it had received a statement from the United States food administration, showing that nearly 100,000,000 pounds of beef was sent abroad in May, principally and the statement of ipally to England, France, Italy and

GREAT STUNT BY AVIATORS

(Canadian Press direct wire.)

Niagara Falls, Ont., July 18.—Two Niagara Falls, Olit, Valy Tellseams ville aviators yesterday performed the feat of flying under both bridges on Niagara River, the first time this has been done. They sailed through the gorge like two great swallows.

STARVATION

London, July 18 .- It is learned from New York, July 18.—Between 15,000 and 18,000 machinists, tool makers and apprentices, the majority of them employed on government work, were on strike here last night to enforce demands for higher wages, according to a statement made by C. P. Gibson, the national organizer of their union.

London, July 18.—It is learned from official Serbian sources that Austria-Hungary has confiscated the whole of this year's Serbian harvest as well as the rations allowed the previous year. The Serbian people, therefore, are facted with starvation, besides which they are experiencing a further reign of terror and cruelty.