ings, in a vaors; 36 inches \$1.25. Midtoday, yard,

am Zephyrs, lovely designs inations to seinches wide. Midsummer

e Voiles, in a ty for dainty and frocks. A ase specially y, yard, 39c.

in twelve loveinches wide. Midsummer

ite Pique, in Mill price, 60c riday bargain,

Silks

gee Silk, in exy woven qualirom dressing. Midsummer rd, 79c.

hantungs, for men's summer separate coats. Beach shades. yard, \$1:79.

e or Knopp plarly \$2.00, at 6 inches wide. hase of splenit would sell at ordinary way. le, today, yard,

larket

Butter, per ng Extracts, asde, 4-lb. pail 83c. es, 3 pkgs. 33c. non, tall tin 22c.

per tin 20c. per tin 15c. ge package 30c. and Raspberry 98c. 1bs. 29c.

scuits, per 1b. 25c. e, per 1b. 23c. orn, per tin 19c. lona Tea, of uniand fine flavor, Today, 1b. 51c. SECTION.

gular 50c, 1b. 39c. ars, 3 for 10c. ates, per lb. 29c. nts, per lb. 29c. VEGETABLES. Green Peas, per

ots, 6 bunches 20c. ts, 6 bunches cia Oranges, Sun-SECTION. \$1.25 and \$2.50. dozen 35c lozen 50c. each 45c.

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38 King Street East. VOL. XXXVIII.-No. 13,765 TWO CENTS

SUBER TORPEDOED OFF NEW Y 17,000 PRISONERS CAPTURED BY ALI

U-BOATS RENEW RAID ON AMERICAN COAST

U. S. Armored Cruiser Sunk Not Far From the Entrance of New York Harbor, and Other Vessels Are Reported Attacked by German Submarines.

marines appear to have renewed opera-tions off the American coast. The United States armored cruiser San

Orews of the Fire Island and Oak Diego was sunk not far from the en-trance of New York harbor today. Cir. the scene of the disaster and had not cumstantial reports reaching here indicate that she was torpedoed.

for out of a crew of 1,144 men aboard the warship, of which some 300 reachthe warship, of which some 300 reached New York on a tank steamship at 10 o'clock tonight. Thirty-two, a lieutenant, an ensign and thirty sallors, were landed in lifeboats this afternoon on the Long Island shore. Survivors were reported to have been picked up by other ships, however, and to be on their way to New York.

The San Diego was sunk at 11.30 a.m., about ten miles southeast of Fire Island light, which is off the Long Island shore, about 50 miles east of Raid Was Expected.

Island shore, about 50 miles east of the entrance to New York harbor, and Atlantic ships bound in and out of the

Was Doubtless Torpedoed. nounced that the cause of the loss

of the San Diego had not been determined, information received from reliable sources in the afternoon indicated that submarines had been op-erating off the coast and that she had been torpedoed. There were ru-mors that the cruiser had been in a mine; but reports current where survivors landed on the Long Island shore hore out the indications that a German submarine had been re-Inhabitants of Bay Shore and Babylon said that they heard

The 320 officers and sailors came

ternoon and into the evening, the could only be conjectured. Fleets of submarine chasers, it is known, put out from New York and other coast today are believed to indicate that

HUGE DAMAGE DONE

New York, July 19.—German sub- ported to have responded to S.O.S.

returned at a late hour tonight.

Aviator Saw the Disaster.

Details of the San Diego's destruction There were also reports tonight, tho not confirmed, that other ships had been attacked, one being described as a coastwise passenger ship.

Whether there had been a toll of Whether there had been a toll of the long Island shore he saw the

Whether there had been a toll of villagers, was that while flying along lives taken on the San Diego was not known up to the late evening hours. Not more than 335 had been accounted for out of a crew of 1,144 men aboard the warship, of which some 300 reach-

rine circles here that wireless calls for assistance had been picked up from an American coastwise steamer plying between Boston and a southern port. The steamer usually

carries passengers.

That another visit from submarines off this coast had been expecttoday when it was learned that during the past few days masters of coastwise vessels had received orders to take a course that would keep them as close to shore as salely

Many of Engine Room Crew Killed. Point o' Woods, N.Y., July 19.— Survivors of the United States cruiser San Diego, sunk ten miles off Fire Island shortly before noon today, decared tonight that many members of ed the warship. They were uncertain shore in three boats between 3 and whether the vessel was sunk by a 7 p.m. at Point O'Woods, which is on torpedo from a submarine or by a 300 prisoners with a number of maremote sandpit. They were held mine. The cruiser remained affoat at a coast guard station where in- | 36 minutes after she was struck. The The firing continued during the af- aft amidships, blowing up the boilers. torpedo or mine struck the ship just

ports immediately upon the receipt some of the patrol boats which dashof the news of the disaster and deed to the aid of the cruiser had met stroyers were also rushed to the a German submarine and were giving tattle. The explosions continued until Seven merchant steamers were re- after 8 o'clock tonight.

IN METZ TRIANGLE

Terrific Effect of Aerial Bombardment.

London, July 19 .- Striking evidence of the damage caused by the raids of communication says: Pritish bombing squadrons upon the Photograph published today. This

houble raid on July 6 and the night of of commission by our pilots, and two July 6-7 from a height of over 10.000 captive balloons were burned. The dered easily. feet, show in minute detail the whole of British airmen destroyed seven Gerthe important railway junction at man machines.

bouth towards the western front. trains, completely burnt out, can be Ines in the southern arm of the tri-

Since the beginning of June at least

Footbridge, Bombard Troops, Explode Ammunition.

"Aviation-Yesterday our airmen, in German railway system at Metz-Sab-collaboration with British squadrons, battlefront. Twenty German mabuotograph, taken shortly after the chines were brought down or put out

Netz, including the famous "railway "Our bombing groups continued their amense number of lines converge the Marne. A footbridge west of Reuil Meteren. from the Metz central station and the was bombed and demolished. Cantonments and troop concentrations at The effects of some exceptionally Oulchy-le-Chateau, in the Vauxbuin Strong and destructive bursts were vis- ravine at Fere-en-Tardenois, and in Basement at Dineen's today. The goods if le in the photograph among the en- the region of Oeuilly were attacked are all laid out on tables with E'ne sheds and workshops in the centre with machine guns or bombs, the tickets attached for easy selling. Many of the triangle, and remains of two troops being dispersed. Stations in of the lines reduced to half price and trains completely burst out our be trains, completely burnt out, can be jectiles. Fires broke out in the sta-tions at Amifontaine and Fismes. Men's Sailor Straw Hats, soft Pana-ma shape Straw Hats, soft felts, fish-Freat damage to the network of railway Heavy explosions Were observed at ing, bowling and golf Hats. Pontayert. Twenty-two tons of hombs

SUBMARINE SEEN OFF FIRE ISLAND

Sighted by Coast Guard Patrols, and Soon After Firing Was Heard.

New York, July 19.—Coast guard patrols at Fire Island Light sighted a submarine off shore between 10 and 10.30 o'clock this morning, according to seemingly reliable reports received in Bay Shore. An hour later heavy firing was heard.

BRITISH CAPTURE

Position.

London, July 19 Scottish troops captured the Village of Meteren, together with more than 300 prisoners and a number of machine guns in an operation in the Bailleul sector this morning, according to the official report from Field Marshal Haig's headquarters in France tonight.

Australian troops advanced to a short distance south of Meteren and took 80 prisoners and 10 machine guns, the report adds.

The text of the statement reads: "By a successful minor operation carried out by us this morning in the the engine room crew must have been Bailleul sector, Scottish troops captur-killed by the explosion which wrecked the Village of Meteren, gaining all their objectives and taking over

chine guns. "Under cover of this operation, Australian troops pushed their line for-One of the sailors declared the guns ward a short distance south of Metvillagers reported. The reason for it of the cruiser were fired at what ap- eren, and captured oper 80 prisoners

and ten machine guns. "We also secured a few prisoners

during the day in raids and patrol upon any subject directly or indirectly encounters in the Nieppe forest sector." Valuable Ground Taken. With the British Army in France,

Official British Photograph Shows Allied Machines Destroy Marne tish an observation ground where he judge. It was while this appeal might wish to keep his doings secret. ed forward in full daylight.

organize a machine gun defence and most of them seemed to have surren-

very short time sent in 70 prisoners

CUTTING PRICES.

Bargain Sale of Men's, Boys' and Children's Hats will take place in the Clemenceau Gives Outline

On the ground floor all Straw and were also utilized in the day, and 21 Panama Hats half price. \$5.00 Panamas \$2.50; \$3.00 Straws \$1.50. Extra Since the beginning of June at least "British squadrons dropped two tons alesmen today. No waiting. Come as Aisne sector, and the means by which early as possible. Dineen's close at 6. he proposes to carry out a complete 140 Yonge st.

ORDER IS UPHELD BY SUPREME COURT

Holds That Government Had Right to Amend Military Service Act.

VOTE OF FOUR TO TWO

Application of Nipissing Draftee for a Writ of Habeas Corpus is Denied.

Ottawa, July 19.—By a vote of four to two the Supreme Court of Canada has denied the application of Edwin Grey for a writ of hebeas corpus. Grey was a draftee under the Military Service Act, who had been exempted from military service so long as he continued in his avocation as a farmer. This exemption was cut off by the recent order-in-council amending the Military Service Act and depriving unmarried men between the ages of 20 and 23 all exemptions. The application for the writ was based upon the claim that the governor-in-council had no authority to amend the Military Service Act.

The decision puts the government

Scottish Troops Take Three
Hundred Prisoners in
Operation.

AUSTRALIANS GAIN

Antipodeans Push Line Forward South of Flanders

Part Lewis case was not appealed and the judgment will no doubt stand, but the decision of the Supreme Court of Canada practically puts an end to all further applications for habeas corpus based upon the ground that the government had no power to cancel the exemptions granted to any draftees

Far-reaching in Consequences. The chief justice, Sir Charles Fitzpatrick, and three of the associate judges, to wit, Sir Louis Davies, Mr. Justice Duff and Mr. Justice Anglin, constitute the majority of the court which upheld the order-in-council and relieved the government from an em-barrassing situation. Mr. Justice Brodeur and Mr. Justice Idington dis sented. All six of these judges wen appointed by Sir Wilfrid Laurier three of them were former members of his cabinet, and two of them com from the province of Quebec. They seem to have divided upon the question of law, with little political or sec tional leaning of any kind. Mr. Justic Brodeur, a French-Canadian dissented from the majority opinion of the court, but Mr. Justice Idington, of Ontario was much more aggressive in his dissent. He intimated that it would be monstrous to decide that parliament had transferred the legislative powe of the nation to the governor-general

in-council.

The opinion of the court may some what limit the judgment, which is be-lieved to be far-reaching in its consequences. The War Measures Act is said to be so construed as to authorize the governor-in-council to amend or appeal any act of parliament, or to legislate without consulting parliament

Two Cases Differ. An effort has been made to distinguish the Edwin Grey case, just de July 19.—The German high command ada, from the Earl Lewis case, recently cided by the Supreme Court of Canwill not be pleased with the news that decided by the Supreme Court of Canthe British captured a valuable piece ada. In the Grey case the draftee was of ground—Meteren—this morning. It but on appeal he was granted exemprefused exemption by the local tribunal, is but a trifle compared with the big ton so long as he continued to be events on the French front, but in war actively engaged in the business of trifles count, and Prince Rupprecht at farming. This judgment of the appeal least will not underestimate the loss of a position which now gives the Bri
tribunal, however, never became effective, being suspended by the government's appeal to the central suprements. cending before the central appeal judge Scottish troops, among others, made that the order-in-council was passed the assault which extended south of depriving Grey of any exemption or Meteren and in front of Merris. They r ght to exemption he might have. formed without the Germans getting In the Earl Lewis case the draftee

Paris, July 19.-A French official a hint of impending trouble and mow was granted exemption by the local tribunal, and from the decision of the it was nearly eight o'clock in the local tribunal the government took no morning and the Germans were down appeal. On the contrary, it issued to German railway system at Metz-Sabcontinued their work along the whole curity after the dawn lookout. The tirks brought him, according to his so-Scots were on them so rapidly after licitor, Mr. R. B Sennett, ex-M.P. far the barrage that they were unable to Calgary, into the excepted classes men-Service Act.

If there be anything in this conten-The Australians with artillery help, tion a great many habeas corpus cases which opened ahead of them, pounced might still be brought, but it is rumupon the German outposts, and in a ored that the majority opinion of the trangle" at Metz-Sablens, where an expeditions against the crossings of to add to the 300 taken in the ruins of rule the contention. It is also reported that the government, under the Measures Act, may suspend the writ of habeas corpus for a time at least.
(See Page 5).

Of Disciplinary Measures

Paris, July 19.-Premier Clemen ceau today laid before a cabinet meet-ing, presided over by President Poincare, an outline of the disciplinary measures that already have been taken in connection with the military operations of May 27, when the Germans began their

IMPORTANT FRENCH ADVANCES IN FACE OF STRONG REACTION

BERLIN MAKES ADMISSION LINE WAS FORCED BACK

Official Communication Says Counter-Offensive Was Surprise and Penetrated Positions.

Berlin, July 19. — Admission is made in the German official communication issued today that the allied troops, thru a surprise counter-offensive on Thursday, broke into the German front infantry and artillery lines at points between the Aisne and the Marne, and forced back the German line. Later a strengthening of the German positions prevented the allies from breaking thru.

LOAN \$2,000,000 TO HELP SOLVE HOUSING PROBLEM

Sir William Hearst Announces Policy of Government in Effort to Help Meet the Serious Situation Existing Thruout Ontario.

day the government's policy was announced when a letter from Sir William Hearst to Sir John Willison chairman of the housing committee of the organization of resources com-mittee, was made public. The terms and conditions of the loan are as

(1) The total amount loaned by the province shall not exceed

(2) Any municipality receiving a loan from the government must add at least 25 per cent, to the every \$1000 received by way government loan, at least \$1250 shall be expended in home con-

(3) The money shall be loaned to the municipalities by the provincial government on the credit of the municipalities in a manner to be hereafter arranged. (4) The rate of interest payable by the municipalities shall be five per cent. per annum.

(5) The types of houses to be constructed with the proceeds of the aforesaid loan shall (a) not exceed in cost for each \$2500. (b) The houses to be offered to workingmen and women on easy terms of payment. (c) Where the house and land are rented, the monthly rental shall not exceed \$25. (d) The building scheme of each municipality, in cluding the plotting of the buildings on the land, the plans of the ouses, the form of construction, the location of the land to be de veloped, shall be approved by the

Government of Ontario. (6) The period of the loans above mentioned shall be for a term of 20 years, or for such less period as may be decided upon by the municipalities and

he government.
(7) The municipalities shall not charge against houses erected under proposed scheme, more than five per cent., either in respect of money received by way of loan from government or money contributed by municipality.

Need Action Now.

In his letter, Sir William expresses his appreciation for immediate action situation might be considered a war problem, the solution of which rested with the federal government. In so far ag it is not a war largely an industrial and national one. the responsibility for public credit resting with the Dominion government. The urgency demanded discussion as to where the primary responsibility rests, and there should be co-operation and action by all parties concerned. To assist the committee, Sir William said, the government is prepared to introduce at the next session of the legislature, and urge the passage of legislation authorizing municipalities enter into the housing business in such manner and upon such conditions

"As far as I can learn," he said, "the great difficulty is the lack of money for building purposes on terms that will permit of the construction of homes that could be sold or rented at rates that workmen can afford to pay In order to help this situation, the government is willing to supply municipalities with moneys for the construction of workmen's houses up to Janu-

ary 1, 1920." To Ratify Bylaws. Any bylaws or proceedings properly bassador to Russa, have been execut-taken by municipalities before the next ed. Many others, it adds, are under session of the legislature, with a view arrest.

porary one to assist in meeting the pressing emergency, and must not be considered as an admission of responsibility on the part of the pro-vince, or in any way relieving the federal government, municipalities, employers of labor and citizens generally from whatever obligations may rest upon them to provide a satisfactory solution of the whole question.

360 cannon, including one battery of 210's.

German Tanks Fail. object to the government is to nsibility rests, with the hope

The offer will extend to rural as

For Rural Communities. Sir John Willison appeared keenly period. the government when interviewed yesterday, and the reply of the mittee bespoke the same eeling. There is an acute shortage of pelled the tanks to retreat. Welland-500 being asked for Galt, Brantford, Sarnia, Midland, Paris, Sudbury, and the border cities. in addition to Toronto. There is

It is understood that private builders and contractors will be benefited Southwest of Boissons the Germans, by the proposed plans altho rents and repeatedly attempted to reach the al-

BRITISH BOMBARD

Aviators of Haig Make Good Target Practice Against Dumps and Stations.

London, July 19 .- The official state ment dealing with aerial operations, issued tonight, says:
"On the 18th instant, in spite of very changeable weather, a good deal of work was accomplished by our airplanes, both in reconnaissance photo-graphy and bombing. Much of the was done from a low height, the targets including ammunition

court, the railway stations at Rosiere

and Ostend. "Eight hostile machines brought down in fights and one of ler

shot down by our anti-aircraft fire. Seven of our machines are miss chines dropped eight tons of bombs on the Mons-Valenciennes Railway and

he machines failed to return."

SOCIALISTS EXECUTED.

Amsterdam, July 19.-The Cologne Gazette says that 13 revolutionary So-cialists implicated in the plot which culminated in the assassination of Count von Mirbach, the German ambassador to Russa, have been executAllies Hold Positions in Plateau of Soissons---Gain Three Kilometres in Centre---Storm Several Positions on Right.

Paris, July 19.-The Franco-American offensive between the Aisne and the Marne has yielded thus far 17,000 prisoners, and more than 360 guns, captured by the allies, according to the war office announcement tonight.

All day the battle raged violently. The French have held their positions on the plateaux southwest of Soissons, and have made important advances at various points. The statement reads: "As the battle begun yesterday beween the Aisne and the Marne coninued all day with extreme violence, the enemy reacting along the whole ine with large reserves in an attempt to stay our progress. Despite his efforts we continued our advance

over the greater part of the front. "On the left we maintained the plateaux southwest of Soissons, and in the region of Chaudun. In the centre our advance exceeded three With the offer to loan the muni-cipalities of Ontario up to \$2,000,000 the Ontario Government has propos-ed definite plans looking to the solu-ed definite plans looking to the solu-tion of the housing problem. Yester-

"The number of prisoners counted up to the present exceeds 17,000, including two colonels with their chiefs of staff. We have captured more than

German Tanks Fail.

With the American Army Between the Aisne and the Marne, July 19 .of stimulating effort on the part of all The Franco-American troops made an advance late this afternoon on the well as urban municipalities, and the government will be glad to consider aging about two kilometres (about a mile and a quarter). Vicious German of proper homes for farm laborers, the machine fire southwest of Solszous machine fire southwest of Soiscous hampered the advance for only a zbort

In the same section the Germans attempted to use tanks against the Americans, but a hot fire soon com-

The advance began with a barrage opening at 5.30 o'clock. Tanks were sent in by the allies to assist the infantry and machine gunners, and the serious shortage in London, Ottawa Germans endeavored to stem the tide

with a heavy shell fire. Southwest of Boissons the Germans. profits will be fixed by the munici- lies big guns. The German firing continued until long after dark, but the French and American guns responded in kind, and gave full protection tothe allied forces as they advanced along the line. Several towns were

> captured. Heavy reinforcements were rushed up from the north by the German conimand in a desperate effort to head off the hard-fighting allies, whose rapid advance would, if continued, sever the German lines of communications. There are still strong German forces

south of the Marne. UNABLE TO STEM ADVANCE. Germans Resist Furiously, But French and Americans Press On.

Germans have thrown large reinforcements into the new battle line between Soissons and the region of Chateau Thierry they nowhere thus far have been able to stem the tide of the on-

saughts the French and American troops are making against them. Friday saw the Americans and French batter their way further eastward into the deep triangular sallent which has Soissons. Rheims and Chateau Thierry as its points and successfully withstand a counter-attack an additional six tons on the rai!ways by the Germans on the plateau southat Courtral, Seclin and Lille. Two of west of Soissons, where the allied

guns dominate this important strategic town. The gains on Friday were carried to their greatest depth in the centre of the 25-mile line and on the southern flank northwest of Chateau Thierry.

Particularly Violent. The fighting was particularly violent thruout the day around Soissons and region of Chaudun, where the