

Fair to-day and to-morrow; gentle to moderate south and southwest winds. Highest temperature yesterday, 63; lowest, 48. Detailed weather reports will be found on the Editor's page.

The Sun NEW YORK HERALD

A HAPPY BLENDING The amalgamated SUN AND HERALD preserves the best traditions of each. In combination these two newspapers make a greater newspaper than either has ever been on its own.

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NEW YORK, SATURDAY, MAY 8, 1920.

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THREE CENTS WITHIN 30 MILES FOUR CENTS ELSEWHERE

GERMANY WILL SEEK INTERNATIONAL LOAN TO STEADY EXCHANGE

Concerted Action to Be Asked at Spa as Means of Rehabilitation.

ALSO WANTS SHIPPING Desires Trade With Russia and Offers Equal Terms to the Entente.

NEEDS RAW MATERIALS Will Seek to Settle Economic Differences With France by Direct Conversations.

By RAYMOND SWING. Correspondent of THE SUN AND NEW YORK HERALD. Copyright, 1920, by THE SUN AND NEW YORK HERALD.

BERLIN, May 6 (delayed).—Aside from the fixing of a definite sum which the Entente Powers will require of Germany in the way of reparation, the Berlin Government and German people have in mind several other economic subjects which they desire to bring before the Spa conference. Briefly they are:

1. An international loan to stabilize European exchange. 2. Raw materials and credits for Germany. 3. Permission for Germany to retain her coastwise shipping. 4. Trade with Russia.

5. The diverting to Russia of medicines which the treaty provides shall be delivered to the Entente by Germany. Aside from these questions the Germans wish to settle the economic differences between their country and France either by direct conversations with the French alone, or, if the French prefer, at the Premiers' conference.

Are Hopeful of a Loan. The Germans regard the prospects of floating a loan to stabilize foreign exchange as being much more favorable than they were a few months ago. They believe that all European countries have suffered sufficiently from exchange fluctuations and that business now is ready to take common action to overcome this situation. The Germans are not looking to outsiders help to raise the value of the German mark. However, they want the exchange rate to stand at some fixed point through a period of months, which would be a great aid in the making of contracts.

Another reason why such a loan is thought useful, especially as the interests of Great Britain, France, Italy and even the United States are concerned, is to allow the German market to get back to normal. The mark has consistently advanced recently and is expected to continue its upward trend. This advance is considered as due, at least in part, to the closing of the high in the West.

More Tonnage Is Necessary. The shipping predicament was set forth in a note by the German Foreign office this week. Germany cannot carry the imports she needs with the tonnage left to her by the Allies. In this connection it is hoped that the tonnage question will come up at the Spa meeting and that there can be a full discussion on conditions obtaining in the exchange of freight between Germany and France. Exits from Germany are almost closed on the French frontier simply because facilities for freight movement are not provided, a condition which is detrimental to both countries.

German Red Crew Seizes Steamship Radicals Smuggled Aboard—Vessel Offered to Russia.

COPENHAGEN, May 7.—The German steamer Senator Schroeder has arrived at Copenhagen with sixty delegates of the German Independent Socialists who were smuggled aboard when the steamer left Lubeck April 19 for Iceland, according to a message to the Politiken from Copenhagen.

Germany to Ask for Delay of Spa Parley

BRUSSELS, May 7.—It is announced here that the German Government will send a note to the French Government asking that the conference between representatives of the Allies and Germany at Spa, set for May 25, be postponed to June 10, after the German elections.

PARIS, May 7.—No request from Germany for a postponement of the Spa conference has yet been received from the Germans, but it is expected that it will come soon. The Allies are disposed not to grant a delay, because of the urgency of holding the Spa meeting and also because the League of Nations financial conference at Brussels cannot be held until after that at Spa.

BRITAIN GRIPS GERMAN TRADE Steals March on United States and France in Resumption of Business.

SENDS RAW MATERIALS No Payment in Money Asked, but Manufactured Articles Taken in Exchange.

By the Associated Press. PARIS, May 7.—That Great Britain has stolen a wide march on the United States and France in the resumption of business relations with Germany is the opinion expressed by French merchants who have tried to buy goods across the Rhine. In a great majority of cases, the merchants report, the German manufacturer replies to inquiries that his plant will be tied up for a long time to come by contracts with British concerns.

An investigation based upon these reports is said to have developed the fact that the British are exporting great quantities of raw material to Germany for which they are asking no payment in money but are taking manufactured articles in exchange. Germany is getting her iron largely from Sweden under a similar arrangement, making her almost entirely independent of France for raw materials.

NITTI RUNS RISK OF BEING OVERTHROWN Catholic Party Reported as Being Against Him.

ROME, May 7.—Opinion in parliamentary circles here is running rampant over the risk of Premier Nitti's being overthrown. It is said to be due to the decision of the Catholic party to vote against the Premier, members of the party considering that he is too weak in his present attitude toward the Socialists during the recent disturbances in northern Italy.

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CARRANZA OUT; CAPITAL HEARS HE PLANS COUP

Mexico's President Said to Be in Vera Cruz to Untangle Revolt.

REBEL CHIEFS AT OUTS Washington Fears Deluge if Country Is Thrown Into More Chaos.

RELATIVE AIDS FLIGHT Executive May Seek Refuge on U. S. Warship—More Towns Are Captured.

LAREDO, Tex., May 7.—President Carranza still was in Mexico City at midnight last night, according to Melquiades Garcia, the Mexican Consul here. He said he received a telegram from the President early to-day and that the message was sent from the national palace.

Special to THE SUN AND NEW YORK HERALD. WASHINGTON, May 7.—Presumably a fugitive, President Carranza of Mexico has disappeared from public view. His rumored flight to Vera Cruz has not been officially confirmed here, and while representatives of the revolutionary group claim to have information concerning the reported exit they also are in doubt.

The best opinion on Mexican affairs believes that Carranza has given up his hold on Mexico City and that the mystery concerning his whereabouts at present is the result of the censorship which Carranza has invoked to cover his actions. Reports received by the revolutionary agents here went to the effect that Carranza left Mexico City at 1 o'clock this morning for Vera Cruz on a special train in charge of his son-in-law, Candido Aguilar. A censorship on telegrams is delaying the news from Mexico City on an average twenty-four hours.

Confirmiton of the report of Carranza's flight to Vera Cruz will not be regarded as proof that he intends to take refuge on board an American warship with the intention of leaving the country. It is more generally assumed that he will endeavor to establish himself in Vera Cruz, hold off revolutionary enemies and endeavor to play the rebel leaders against each other in the hope of finally winning back authority and power.

Refuge for Carranza on an American warship at Vera Cruz would not be refused, according to precedent, but any such attempt to take refuge would be compelled to put out to sea immediately. Rebel authorities are not desirous of capturing Carranza, and the suggestion that he be taken to Mexico City the Mexican Treasury funds have been sent to Vera Cruz in advance.

REBELS CONTINUE TO MAKE GAINS Bloodless Successes Reported in Washington.

By the Associated Press. WASHINGTON, May 7.—Reports, official and unofficial, to-day, credited the Mexican rebels with further bloodless successes. Information reaching the rebel agents here, they said, pointed to an early occupation of Piedras Negras, Laredo and Matamoros, the only important border ports of entry remaining in Carranza control.

Continued on Third Page.

There Will Be No Panic, Says Forgan, Banker

Special to THE SUN AND NEW YORK HERALD. CHICAGO, May 7.—"The peak of the acute financial situation is past. There will be no panic. The day of panics, in the sense of wholesale suspensions, is gone. Just a little common sense, and the present situation will right itself."

YALE IS WINNER OF AIR CONTESTS Williams Second, Columbia and Princeton Tie for Third at Mineola.

Only One Aviator Hurt—One Record Broken—U. S. Officers Applaud.

Flying was added to the list of college sports yesterday afternoon, when forty undergraduates of eleven of the principal Eastern colleges, all reserve aviators of the Army Air Service, competed at Mitchell Field, Mineola.

High Wind for Contestants. In the day's first event, a race of twenty-five miles around a circuit running from the field to Wantagh, Central Park, Farmingdale and back, the Yale plane, with G. W. Horne at the stick and Dr. T. University of Pennsylvania plane across the line by a scant hundred yards. The time was sixteen minutes.

Light Saving Referendum. Toronto City Council to Let People Decide in Future.

TORONTO, May 7.—The City Council has received so many protests against daylight saving since it went into effect for this year that it decided to-day to take the responsibility for daylight saving in future years, but to let the people decide whether or not they shall have it.

CHEAP MOTOR FUEL "FOUND." Italian Chemist Says One Gallon Will Last 250 Miles.

ROMA, May 6.—Dr. Pastico, a noted chemist, has discovered a method of cheaply producing liquid hydrogen. It may be used in driving automobiles. One gallon being sufficient for 250 miles. It may also be utilized in railway locomotives and in the engine of ocean steamships, he declares.

CLOSING TIME FOR UNCLASSIFIED ADVERTISEMENTS

B.R.T. DECLARES A FINISH FIGHT ON CLOSED SHOP

Garrison Tells Mayor Hylan That Principle Will Not Be Tolerated.

AMALGAMATED DEFIED Strike Threat Will Be Met by Offer of Freedom to All Employees.

COMPANY IS PREPARED Idleness of Losing Surface Lines May Even Be Welcomed.

Special to THE SUN AND NEW YORK HERALD. WASHINGTON, May 7.—The conference between Senator Johnson (Cal.) and Senator Knox (Pa.) has added nothing to the solution of the Republican Presidential situation in advance of the Chicago convention. That body will make a decision regardless of the primary elections, and the nomination of a "dark horse" remains a vivid possibility of the future.

Choice Made Difficult. With this determination reached none of the candidates will go into the convention with a sufficient number of delegates to nominate and with opposition developed during the primary campaign which will make choice from among the avowed candidates difficult.

Situation Left Unchanged. Senator Knox's attitude toward Senator Johnson's candidacy was equally friendly, but Senator Knox did not undertake to represent that he could give Eastern support for Senator Johnson in the event that the Knox candidacy was impossible. This left the situation just as it was, with increased determination on the part of Senator Johnson to make what showing he could.

Chicago Motor Fuel "Found." Italian Chemist Says One Gallon Will Last 250 Miles.

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STATE DEMOCRATS REFUSE TO INDORSE WILSON IDEAS; JOHNSON WILL FIGHT TO END

CANDIDATES IN DEADLOCK RACE

LOWDEN REGARDED AS MOST LIKELY COMPROMISE—LEADERS STUDY GOV. ALLEN.

Palmer's Name Juggled to Fit Political Needs

WOOD OHIO FUND PUT AT \$650,000

LABOR UNION MEN ON PAYROLL TO GET INDORSEMENTS AND VOTES FOR HIM.

Special to THE SUN AND NEW YORK HERALD. WASHINGTON, May 7.—According to information presented to Senator Borah (Idaho) Major-Gen. Wood's campaign for delegates in Ohio cost something like \$650,000, as compared with approximately \$30,000 spent by the supporters of Senator Harding (Ohio). This expenditure gave Major-Gen. Wood nine of the State's forty-eight delegates, Senator Harding, as the "favorite son," getting the other thirty-nine.

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SENATOR KNOX'S ATTITUDE TOWARD SENATOR JOHNSON'S CANDIDACY WAS EQUALLY FRIENDLY, BUT SENATOR KNOX DID NOT UNDERTAKE TO REPRESENT THAT HE COULD GIVE EASTERN SUPPORT FOR SENATOR JOHNSON IN THE EVENT THAT THE KNOX CANDIDACY WAS IMPOSSIBLE.

PENNSYLVANIA MEN AND PALMER CONFER Attorney-General Predicts Victory for Organization.

PHILADELPHIA, May 7.—Attorney-General A. Mitchell Palmer conferred here to-day with Joseph F. Guffey, Pittsburg, candidate for delegate at large; Bruce F. Steiner, Williamsport, chairman of the Democratic State Committee, and other Democratic leaders. He returned to Washington, while members of the State committee went to Harrisburg, where a meeting of the committee was held to-night.

No Chance to "Talk Heads Off." Following all night conferences the committee on platform, headed by Mr. Crocker, met this afternoon in the Top Eeck Hotel. There was a four hour wrangle in the afternoon. Some of the members favored taking every suggestion out on the floor and letting the delegates "talk their heads off."

TAMMANY TURNS DOWN RESOLUTION TO APPROVE PRESIDENT AND LEAGUE.

WET ISSUE IS DODGED

LINN AND SEABURY FIGHT HOPELESSLY TO PUT DELIGATION ON RECORD.

PEACE DEMAND SHELVED

MACK REELECTED TO NATIONAL COMMITTEE—SCRAP BASKET GETS MANY PLANKS.

Special to THE SUN AND NEW YORK HERALD. ALBANY, May 7.—New York State's delegation to the Democratic National Convention flatly refused to-day to indorse the League of Nations and indicated clearly its hostility to Wilsonian doctrine and domination.

World disarmament is the cure proposed by State Democrats as a substitute for the league. Restrained by the cooler heads, organization leaders who controlled the conference did not present their resolution demanding peace but contented themselves with slipping at the President's international policies.

"It is not clear that the League of Nations would produce disarmament; but it is clear that disarmament would establish a League of Nations," the platform of the conference declares.

Major Linn and Samuel Seabury, leading the fight of the Federal factions and backed by the White House, made a courageous but utterly hopeless contest against Charles F. Murphy, Tammany leader, who bossed the conference throughout the day. Every detail was carried out as the Tammany leader wished. He crushed completely the opposition.

Charged with refusing an indorsement to the President, with dodging every important issue and running away from the liquor question, Mr. Murphy and his assistants made mere half way excuses and apologies as they fled through their programme. At times they were almost brutal.

"Tired of Indorsing President." "I do not want to keep on indorsing the President; we did that last February," John J. Fitzgerald, Murphy's floor leader for the conference, explained when Mr. Seabury and Major Linn demanded that the men and women who will pick the Democratic nominee for President indorse the President or make known the reasons for not giving the approval.

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