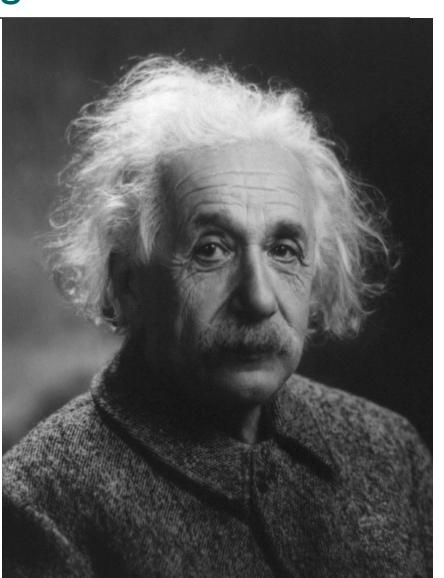
Years of Crisis

1919 – 1939 Years Between the Wars

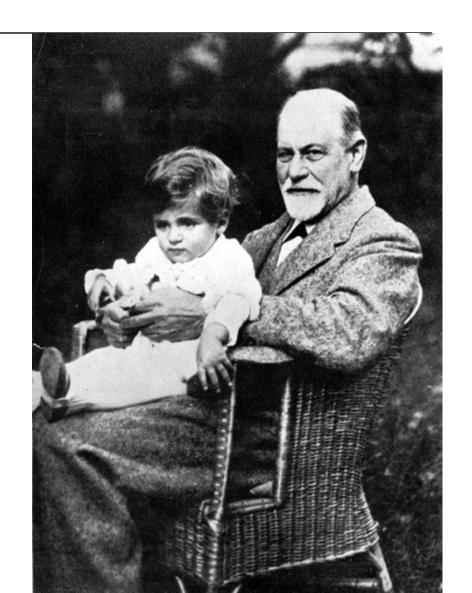
Science Challenges Old Ideas

- Albert Einstein
- German-Born physicist
- Offered new ideas on space, time, energy, & matter
- Developed the Theory of Relativity
 - Measured objects moving at speed of light
 - 186,000 miles per second



Science (cont)

- Sigmund Freud
- Austrian physician
- Studied human behavior
- Believed humans are irrational thinkers
 - Beyond reason
 - Known as the unconscious
 - Held the pleasureseeking drives
- Wrote the Interpretation of Dreams (1900)



Literature in Age of Doubt

- World War I led to doubt in faith of religion and moral beliefs
- Growth of Existentialism
 - Jean Paul Sartre
 - No universal meaning to life
 - Each person gives their own meaning according to experiences
 - Friedrich Nietzsche
 - Western society had put too much stress on reason, democracy, & progress
 - Individuality & creativity suffered
 - Through willpower & courage some people could become supermen

New Age Attitude

- Young people break traditions
 - Young women took on new roles during war
 - Not ready to go back in the home
- Women's suffrage became significant
 - Push for vote in Great Britain, Germany,
 Sweden, Austria, & United States
 - \circ 1920 \rightarrow 19 Amendment passed in the U.S.

Introduction of Flappers*

- Young Women
- Embraced New Fashions
- Flouted Traditions
 - Discussed Relationships
 - Change view of elders
- Remain conservative in relationships

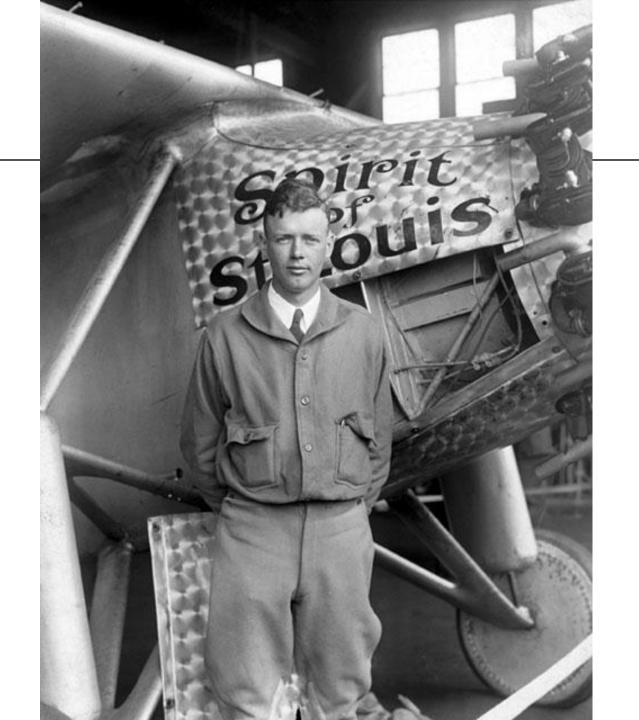
The Look

- Shopping Bags, Close Fitting Felt Hats
- Bright & WaistlessDresses (1" Above the Knee)
- Skin-Toned Silk Stockings
- Sleek Pumps
- Strings of Beads & Bracelets
- Dyed Black Hair Worn Up
- Rouge on the Cheeks & "Kissproof" Lipstick



Technology Changes Life

- The Automobile
 - Electric starters, air-filled tires, more powerful engines
 - Sleek & brightly polished
 - Headlights, chrome bumpers
 - Affordable for the middle class
- Airplanes Transform Travel
 - Airmail letters
 - International travel by 1919
 - Charles Lindbergh flies the Atlantic (1927)
 - 33 Hour solo flight
 - New York to Paris



Technology (cont)

- Radio Reaches Millions
 - KDKA Pittsburgh, PA First radio station
 - Live sporting events, news, music
 - o Jazz

A Global Depression

New Democracies

- Only Japan & U.S. came out stronger following WWI
- All absolute rulers had been overthrown
 - Led to democratic governments
 - Citizens had little experience with democracies
- Coalition governments were formed
 - Temporary alliances between parties to form a parliament majority
 - Difficult → France had 40 different governments from 1919 to 1939

The Weimar Republic

- Germany's new government 1919
- Named after the city where the national assembly met
- Weaknesses
 - Lacked strong democratic tradition
 - Several major political parties
 - Citizens blamed the Weimar Republic for war losses, not the wartime leaders
 - Signed the treaty of Versailles

German Problems

- Germany needed money for war debt
 - Did not increase wartime taxes
 - Germany printed money for debt
 - Led to the loss in value of the mark
- Germany had to pay war reparations
 - Printed money
- More money was needed to buy simple goods
 - Loaf of bread
 - \circ 1918 \rightarrow Less than 1 mark
 - \circ 1922 \rightarrow 160 marks
 - \circ 1923 \rightarrow 200 billion marks
- Money was carried in wheelbarrows
- Money was burned for heat



Germany Recovery

- The Dawes Plan
 - Charles Dawes (American Banker)
- \$200 Million loan from American banks
 - Stabilize the German economy
 - Set a more realistic payment plan for the war reparations
- By 1929 German factories were back at pre war production

A Lasting Peace

- German's foreign minister (Gustav Stresemann)
- France's foreign minister (Aristide Briand)
- Worked to improve the relations between the countries
 - Met in Switzerland (1925)
 - Signed a treaty that France & Germany would not ever make war again with each other
 - Germany also promised to respect France's borders
- Led to the Kellogg-Briand Pact
 - Frank Kellogg (U.S. SOS)
 - Signed by 62 nations renouncing war
 - Had no means of enforcement

U.S. Depression

Causes

- Uneven distribution of wealth
 - Wages did not rise to meet growing prices
- Overproduction of goods & agriculture
- Low demand
 - Better goods last longer
 - High prices / low wages
- Buying on credit & speculation
 - Land & stock

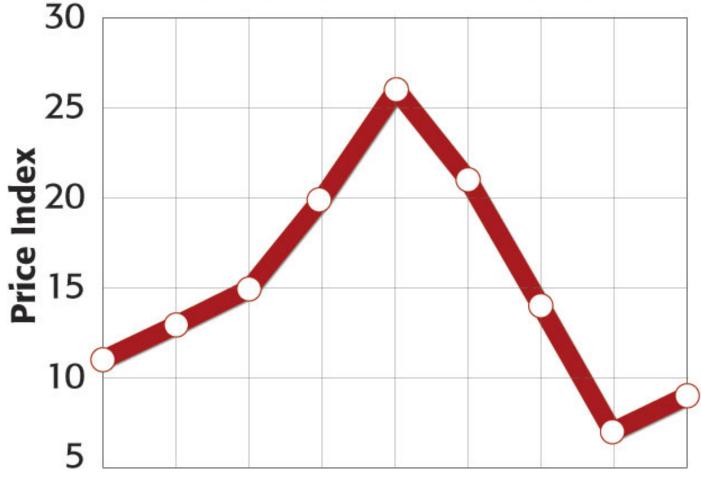
Flawed Economy

- Producing nearly 50% of world's goods by 1929
 - Led to extreme profits that were not shared
 - Richest 5% received 33% of personal incomes in 1929
- High prices led to overproduction
 - Cut back on factory orders → Cut back on employment
 - Loss of jobs led to decrease in spending
- Better farming techniques lowered prices
 - Cost of farming increased
 - Could not pay off bank loans → Weakened banks

Stock Market Crash

- Buying stock ON MARGIN
 - Buyer pays a partial payment & receives a loan from the broker
 - Repay the loan when the stock is sold
 - MARGIN CALL
- September 1929 Investors fear a slow in the economy
 - Begin to sell → Prices fall
- Tuesday, October 29, 1929
 - Black Tuesday → Sell at any price
 - 16 Million stocks were sold





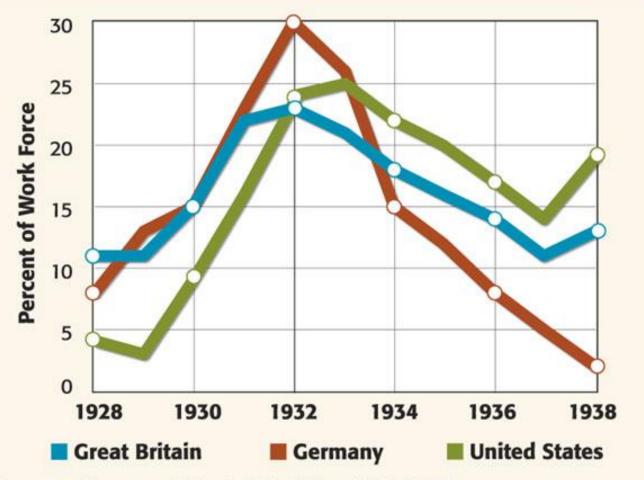
1925 1926 1927 1928 1929 1930 1931 1932 1933

Source: Historical Statistics of the United States

Stock Market Crash (cont)

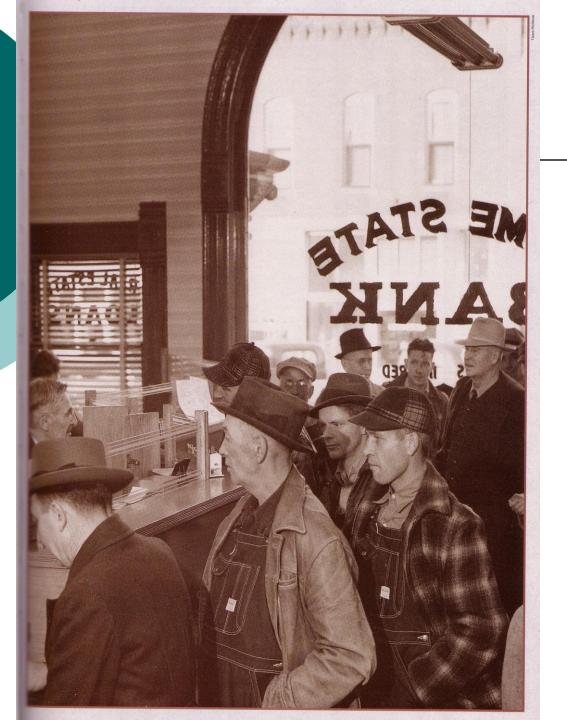
- Margin calls left people short on loans
- Banks fail
 - Land speculation
 - Obuy land & sell it at a higher price for quick profit → Repay the loan
 - Margin calls
 - Buyers were not able to repay loans
 - 5,000 Banks in U.S. fail 1929 1932
 - Investors rush the banks & find no money
 - o 9 Million people lost their savings accounts
- 1933 ¼ Americans were out of work

Unemployment Rate, 1928–1938



Sources: European Historical Statistics: 1750-1970;

Historical Statistics of the United States: Colonial Times to 1970.



I'll Take the Cash

I was teaching in a small town, and got my monthly paycheck on Good Friday.

I didn't get to the bank until Saturday, and the cashier asked if I wanted to deposit the check or just take the cash. I said, for no particular reason, I would take the cash.

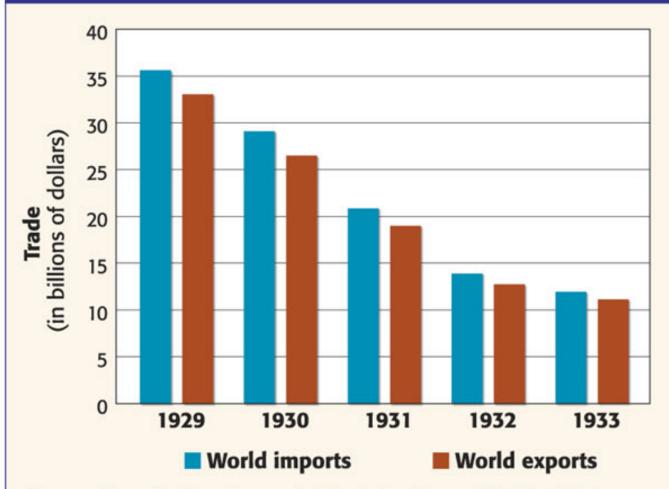
I was lucky to have a month's pay in my hands, because the banks closed that Monday!

Inez M. Warren Syracuse, Nebraska

Depression Spreads

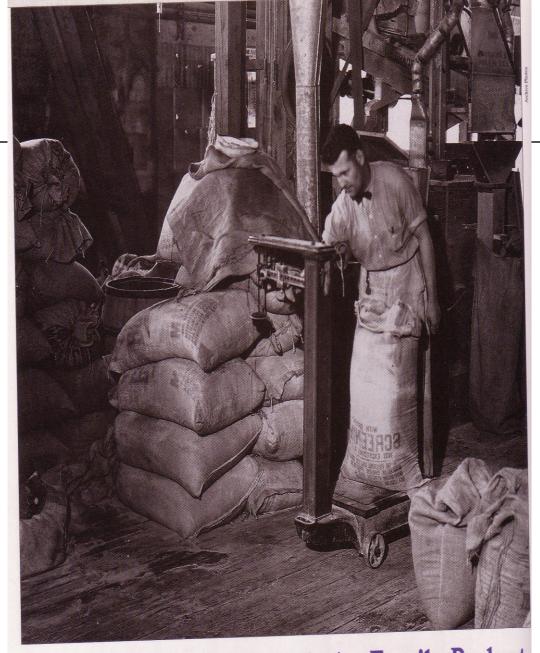
- American investors withdraw money from Europe
- Bankers demand payment for overseas loans
- U.S. Congress enacts the Hawley-Smoot Tariff
 - Raised tariffs on foreign goods
 - Americans had to buy American goods
- World trade dropped 65%

World Trade, 1929-1933



Source: Kenneth Oye, Economic Discrimination and Political Exchange



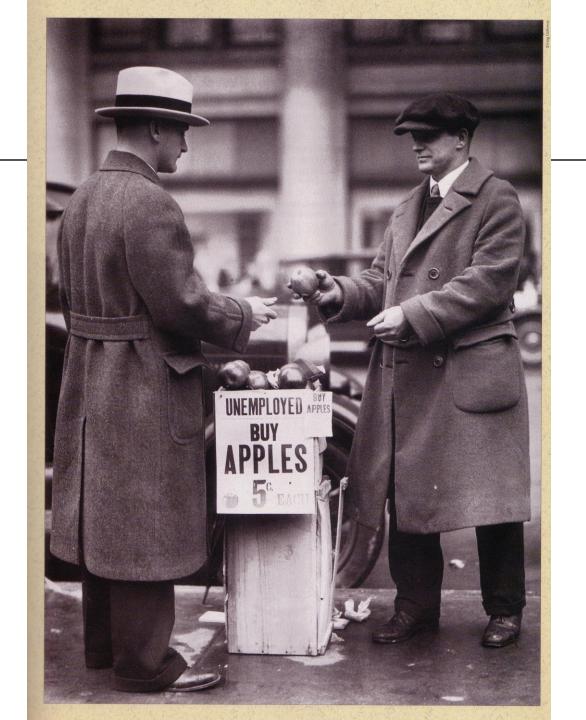


Feed Sacks Helped Stretch the Family Budget



Extra! Extra! Newsboys Earned Their Own Cash for 'Kid Stuff'









Lost Toys
Were
Rediscovered
Christmas
Morning

Responses to Economic Problems

The Rise of Fascism

Responding to Crisis

- Britain Improves its Economy
 - Raised tariffs, increased taxes, & regulated currency
 - Lowered interest rates to encourage spending
- United States Responds
 - Franklin Delano Roosevelt 1932
 - Developed the New Deal
 - Utilized government worker programs to hire men to better the country

Fascism Rises in Europe

- Militant political movement
 - Response to the terrible economic conditions
- Emphasized loyalty to the state & obedience to its leader
 - Promoted classes of people to serve society
 - Comprised of strong nationalists
- Fascist Party Promises
 - Revive the economy
 - Punish those responsible for hard times
 - Restore national pride
- Attracted those who suffered from WWI & Depression

Mussolini Comes to Power

- Fascism Rises in Italy
 - Failure to win land following WWI fueled fascism
 - Rising inflation & unemployment
 - Feared Russia's communist movement
- Rise of Benito Mussolini
 - Newspaper editor & great orator
 - Modest Height (Short)
 - Chose to give speeches from raised locations
 - Promised to rescue the economy & rebuild Italy's forces
 - Return Italy to "her ancient greatness"



Rise of Fascism in Italy

- Mussolini promised strong leadership
 - Founded the Fascist Party 1919
 - Gained popularity as the economy worsened
- Groups of fascists attacked Communists & Socialists on the streets
 - Fascists wore black shirts
 - Campaign of terror
- Won the support of the middle class & aristocrats by playing on fears of people
- 30,000 Fascists marched on Rome in October 1922
 - Demanded King Victor Emanuel III to put Mussolini in charge of government
 - Mussolini was given power by the king to form a government to support Italy

Mussolini's Leadership

- Now known as II Duce
 - The leader
- Outlawed democracy & all political parties
 - Except fascist
- Secret police jailed opponents
- Forced radio stations to promote the fascist doctrine
- Outlawed strikes by workers
- Never had total control like Stalin

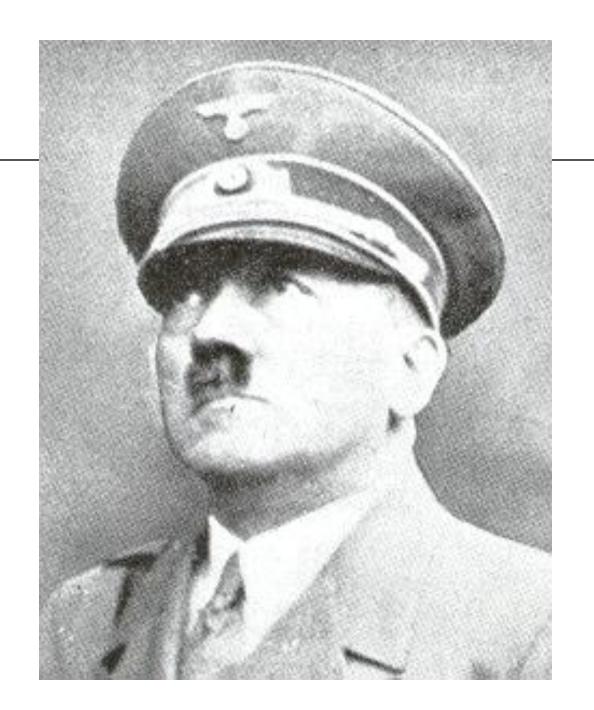


Adolf Hitler



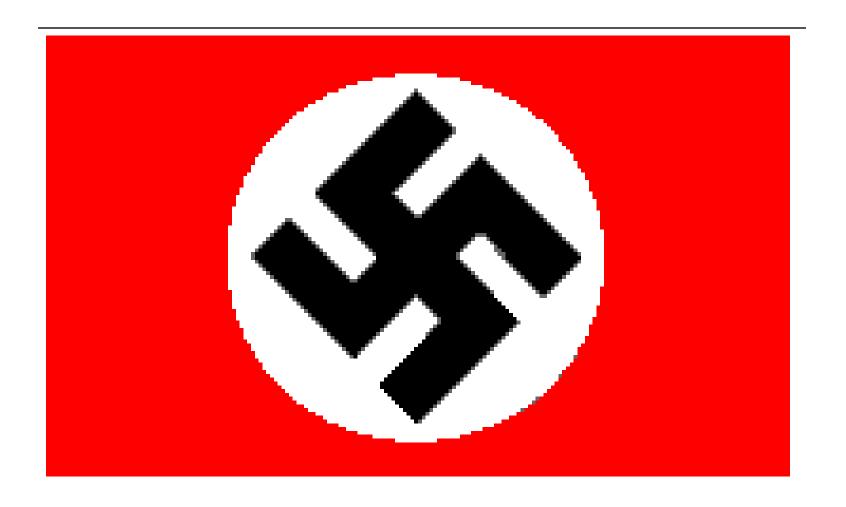
Adolf Hitler

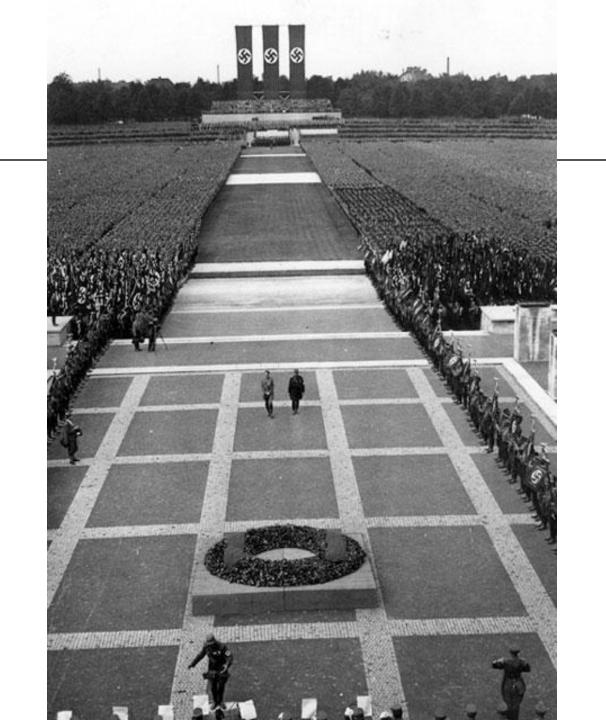
- Fiery orator
 - Rehearsed his speeches
 - Overcame his small appearance
- Born in Austria
- Dropped out of high school & failed as an artist
- Fought in World War I
- Awarded Iron Cross for bravery (Twice)



Rise of the Nazi Party

- After WWI Hitler settled in Munich, Germany
- 1920 Hitler joined a small conservative political group
 - Group believed that Germany had to overturn the Treaty of Versailles & combat Communism
 - Group renamed itself National Socialist German Workers' Party
 - Nazi for short (German form of Fascism)
 - Adopted the hooked cross for a symbol
 - Swastika
 - Dressed in brown (Brownshirts)
- Party was supported by the middle & lower class





Rise of Hitler

- Chosen as der Fuhrer
 - The leader (of the Nazi party)
- Hitler & the Nazi's plotted to seize power of Germany in Munich in 1923
 - Inspired by Mussolini
 - Attempt failed & Hitler was arrested
 - Sentenced to 5 years for treason
 - Served only 9 months
- While in jail, Hitler wrote Mein Kampf
 - My struggle
 - Set forth the beliefs & his goals for Germany
 - Blueprint or plan of action for the Nazi party



Hitler (cont)

- Believed that blond & blue-eyed were a "master race"
 - Aryans
 - Believed that Jews, Slavs, & Gypsies were subhuman
- Called the Treaty of Versailles an outrage on Germany
 - Vowed to regain lands taken from Germany
 - Promised to conquer eastern Europe & Russia

Hitler (cont)

- Ideas were ignored until the depression
 - American loan stopped & factories stopped
- 6 Million Germans were unemployed by 1932 (30%)
- Germans turned to Hitler for support

Aggressors on the March

Drifting Towards War

Japan Drifting Towards War

- Japan moves from a democracy → fascism
- Move towards war
 - 1920 → Democratic
 - 1922 → Signed a treaty to respect China's boarders
 - o 1928 → Signed the Kellogg-Briand Pact
- Rise of Militarism
 - Great Depression hurt the democratic gov.
 - Military leaders took control of the country
 - Was not a military dictatorship

Japan (cont)

- Japanese chose to keep Emperor Hirohito as leader
- Japan's military leaders were extreme nationalists
 - Believed solving Japan's problems comes through foreign expansion
 - Included the conquering of China
- Japan Invades Manchuria (1931)
 - Area rich in iron & coal
 - The League of Nations protested but had no power to sanction Japan
 - Japan withdrew from the League of Nations (1933)

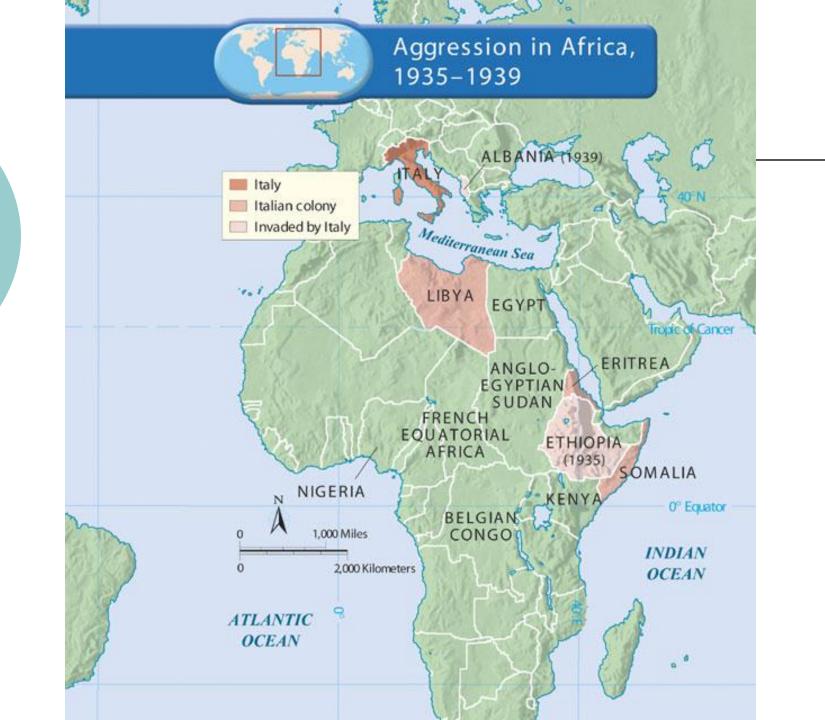
Japan (Cont)

- Japan invades China 1937
- China was defeated
 - Despite having 1 million soldiers
- Conquering of China known as "rape of Nanjing"
 - Thousands of civilians killed



Italy on the Move

- Mussolini wanted a colonial empire in Africa
 - 1935 Italy invades Ethiopia
 - Spears & swords were no match to tanks, planes, guns, & poison gas
- "Italy has at last her empire...a Fascist empire."
- The League of Nations did not assist Ethiopia
- Italy used the Suez Canal to pass supplies to Ethiopia
 - Controlled by Britain
 - Britain & France did nothing to challenge the Italian growth to keep peace (appeasement)



Growth of Germany

Hitler Defies Treaty of Versailles

- Hitler begins to defy the treaty in March 1935
 - Began rebuilding the armed forces
 - The League of Nations issued a mild condemnation
 - "Today Germany! Tomorrow the World!"
- Treaty banned Germany from the Rhineland
 - 30 Mile-wide zone on either side of the Rhine river
 - Buffered France & Germany
 - March 7, 1936 Germany marched into the Rhineland
 - France & Belgium were now open to attacks by Germany
 - Britain urged appeasement to avoid war

Germany (cont)

- Mussolini was convinced of Hitler's growing strength
 - October 1936 Hitler & Mussolini join together
 - Rome-Berlin Axis
- November 1936 Germany made an alliance with Japan
- Germany, Italy, & Japan became the Axis Powers

The German Reich Expands

- Germany's 3rd Reich
 - Third Empire
- November 5, 1937 Hitler announces intentions to take Austria & Czechoslovakia
- Annexation of Austria
 - The treaty outlawed alliance with Germany & Austria
 - March 1938 Germany annexes Austria
- Hitler annexes the Sudetenland (Czechoslovakia)
 - 3 Million German-speaking people within the borders
 - Hitler demands the Sudetenland be given to Germany
 - Czechoslovakia asks France for help (military alliance)





Expansion (cont)

- France, Britain, Germany, Italy met in Munich
 - The Munich Conference September 1938
 - Czechoslovakia was not invited
 - Britain & France gave the Sudetenland to Germany
 - Hitler agreed to respect Czechoslovakia's new borders
- 6 Months after Munich conference Hitler took the rest of Czechoslovakia
- Mussolini took Albania

Expansion (cont)

- Hitler demanded Danzig (German Port) be returned from Poland
 - Poland developed a treaty with France & Britain for protection
- Hitler was convinced that France & Britain would not support the treaty
- Nazis & Soviets
 - Stalin & Hitler created a pact to avoid aggression between each other
 - Allowed for war on Western Europe with no interference
 - Set a plan to split Poland
- War was inevitable



U.S. Actions

- United States stays Isolated
 - Believed that political ties with other nations should be avoided
 - Congress creates laws to avoid selling war supplies to other countries