

# 1929 - The CRASH

Fair, slightly cooler tonight.  
Friday fair. Fresh south-  
west to west winds.  
Temperature 12 M. High 60. Low 45.  
There are special clouds.  
Wind average 15 miles, same dir. 14

## BROOKLYN DAILY EAGLE

And Complete Long Island News

LATE NEWS  
WALL STREET  
1:15 PRICES ★ ★

89th YEAR—No. 295.

★ NEW YORK CITY, THURSDAY, OCTOBER 24, 1929. ★

REISSUE

32 PAGES

THREE CENTS

# WALL ST. IN PANIC AS STOCKS CRASH

## Attempt Made to Kill Italy's Crown Prince

### ASSASSIN CAUGHT IN BRUSSELS MOB; PRINCE UNHURT

Royal Suitor Was About  
to Lay Wreath on Un-  
known Soldiers' Tomb.

### Princess, Deeply Moved, Falls Into Fiance's Arms and Kisses Him

Brussels, Oct. 24 (AP)—Crown prince Humbert, after his return from the Unknown Soldier's Tomb where he escaped assassination, was received by members of the Italian colony when his fiancee, Princess Marie Jose arrived. She hurriedly ran to him and fell in his arms, kissing him passionately. The pale complexion of the princess indicated how deeply moved she was by the attempt on her fiance's life. The prince said: "As a well-to-do man, I have myself informed my mother that nothing happened to her son."

Brussels, Oct. 24 (AP)—A shot was fired at Crown Prince Humbert of Italy at 9:45 a.m. today as he was about to lay a wreath upon the tomb of Belgium's Unknown Soldier. The prince arrived here yesterday to celebrate his betrothal to Princess Marie Jose.

### Hollywood Fire Destroys Films Worth Millions

ATTEMPT MADE ON LIFE

Consolidated Studios Are Swept by Flames Fatal to One—Master Pictures Burned Include Many New Talkie Productions.



Crown Prince Humbert.

Hollywood, Oct. 24 (AP)—One man was killed and motion picture films, the value of which probably will run into millions of dollars, were lost in an explosion and fire which destroyed the laboratory of the Consolidated Film Industries here early today.  
Fifty persons working in the building at the time of the blast ran to safety after the first explosion. Five minutes later there was a second detonation which shot flames through windows and doors, the laboratory workers escaping by the narrowest of margins.  
The body of Albert Lund was removed from the wreckage by firemen. He died on the way to a hospital.  
Due to the fact that the master

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### FEAR 52 PERISHED IN LAKE MICHIGAN; FERRY IS MISSING

Wreckage Picked Up Indicates Craft Went Down With All Aboard.

Milwaukee, Wis., Oct. 24 (AP)—Hope that the car ferry Milwaukee of the Grand Trunk fleet, with 52 aboard, had weathered the 48-hour storm on Lake Michigan faded today with a report that wreckage from a boat had been picked up 10 miles off Wind Point, which is about 4 miles north of Racine.  
Capt. C. N. Bedell of the steamer Colonel told Grand Trunk officials here that he sighted empty lifeboats, mattresses and the upper parts of a white cabin, floating in the lake off Wind Point. The upper part of the Milwaukee was painted white.  
Some of the wreckage was picked up by the Colonel, but not of it carried any markings to make identification certain, Captain Bedell said.

Freighter Donaldson Safe.  
Superior, Wis., Oct. 24 (AP)—The freighter Donaldson, overdue here since Tuesday night, arrived this morning from Apostle Island, where it had put in to await abatement of the storm which swept the Great Lakes. The Donaldson was loaded with coal.  
23 Rescued on Lake Huron.  
Sault Ste. Marie, Mich., Oct. 24 (AP)—Twenty-three seamen and officers of the stranded steamer Maple Court of the Canada Steamship Lines were rescued by a Coast Guard

### PIECE OF PLANE LIKE DITEMAN'S IS FOUND AT SEA

Black and Orange Wreckage Indicates Daring Flier Went to Death.

St. John's, N. F., Oct. 24 (by the Canadian Press)—The report from Harbor Grace that the S.S. Kyle had picked up a message from an unidentified ship concerning the finding of airplane wreckage was stated by the Newfoundland management to be without foundation, the management has had no message from the Kyle.  
Marbor Grace, N. F., Oct. 24 (AP)—A radio message from "Operator Serrick" of the S. S. Kyle today advised that he had picked up a Marconi message from the S. S. Scythia about another ship, name unknown, had discovered a piece of airplane wreckage at 2 p.m. yesterday. The wreckage was black and orange. The message did not give the ship's position.  
The S.S. Kyle is presumably the Newfoundland Government ship of that name.

The little plane in which Urban F. Diteman essayed to cross the Atlantic from Harbor Grace to London had a black fuselage and its wings were white.  
No Hitman Gun in Greenland.  
Copenhagen, Oct. 24 (AP)—Danish Jensen, Governor of Greenland, today informed the Associated

### High Duty Group Gave \$700,000 to Coolidge Drive

Grundy Agrees Rates Went Up Due to His Activities as Propagandist.

Favors More Lobbying to 'Carry Out Voters' Wish.'

Eagle Bureau, Capitol Hill.  
By HENRY SUYDAM.  
Washington, Oct. 24—Joseph R. Grundy, Bristol, Pa., manufacturer who admittedly has been lobbying in the capital for several decades in the interest of a protective tariff, testified before the Senate Lobby Committee today that he raised \$700,000 for President Coolidge's campaign in 1924 and that most of the money came from interests seeking higher tariffs.  
He intimated that he was in favor of more lobbying for higher duty.

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### STOCKS CRASH IN RUSH TO SELL; BILLIONS LOST

FOR MORE LOBBYISTS



JOSEPH R. GRUNDY

Wall Street was in a panic today, with no one to guide it out. Stocks crashed 10 to 20 points to outrageous levels. Wheat broke 10 cents a bushel in Chicago on distress selling. Bankers were offering some support, but admitted the situation had gotten beyond them.  
Charles E. Mitchell, chairman of the National City Bank, was conferring in the office of J. P. Morgan & Co. it was understood, and other leading bankers were there.  
It was also understood the Morgan partners had been talking by telephone with J. P. Morgan in London all morning.  
By noonday the best information was that they had been buying stocks, but that the situation had gotten beyond them.  
Panic reigned on the Stock Exchange today. Stocks broke terrifically without any support whatever. Declines of 10 and 20 points were widespread. Selling was un-

### WARDER SOUGHT TO KEEP SEA TRIP

### SOMERS NAMED AS HEAD OF NEW

Aim: How did the Wall Street Crash lead to the growth of the Nazi Party?

Recap:

## What issues did the Weimar Republic face in 1928?

### International relations

Locarno, Kellogg-Briand, League of Nations

### Extremism

Remained on the fringe of society as Golden Age increased support for WR.

### Loans

Money being input from Dawes Plan, but signs of problems in farming and industry.

### Economy

Negotiated repayment terms with USA – delayed reparations (Young Plan)

**“We are today in the middle of the greatest economic catastrophe ... of the modern world...**

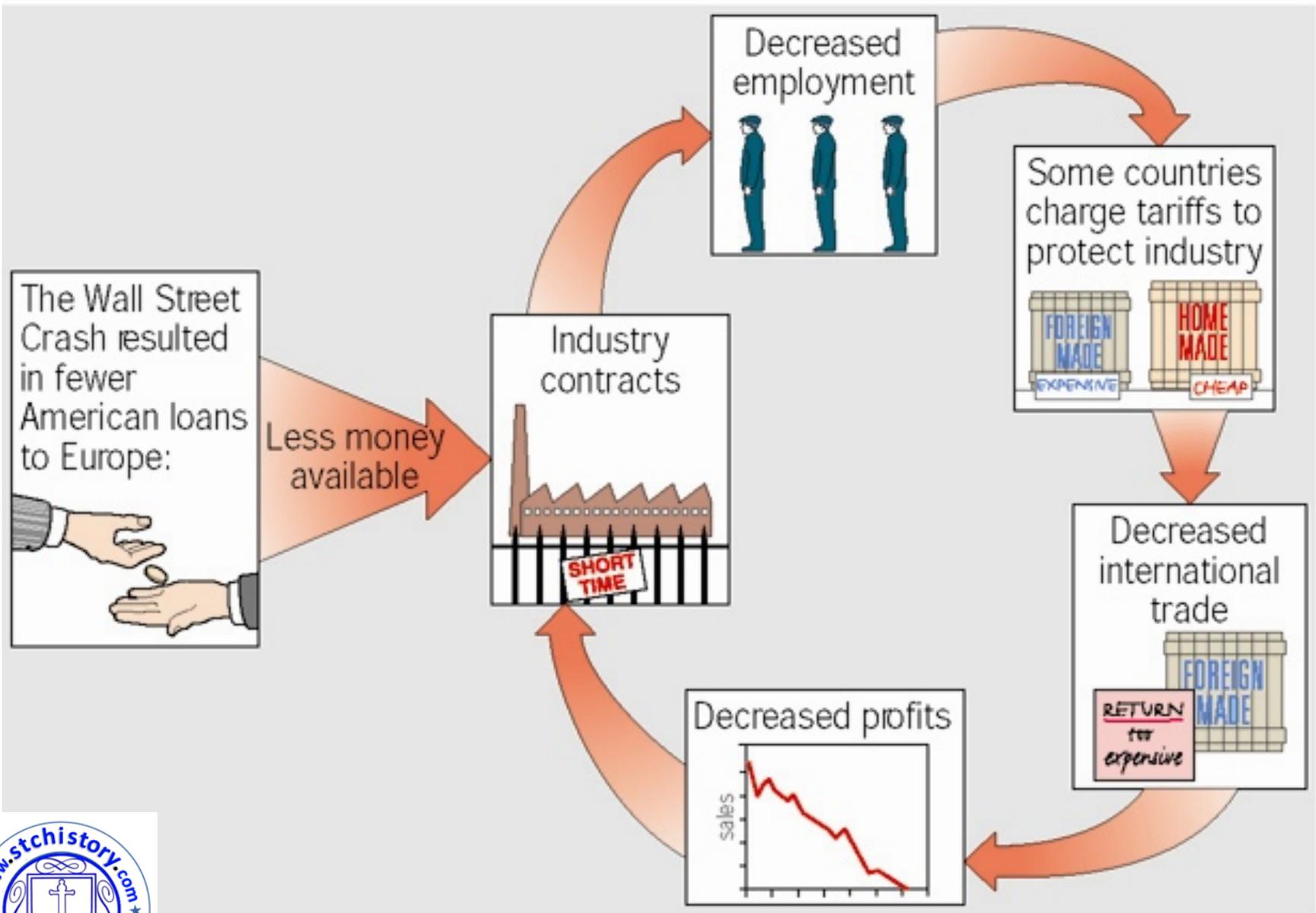
**The view held in Moscow is that this ... is the last crisis of capitalism and that our existing order will not survive.**

**There is a possibility that when this crisis is looked back on ... it will be seen to mark one the major turning points.”**

**John Maynard Keynes, 1931**

**What is the view of this interpretation?**

Stick these diagrams into your books



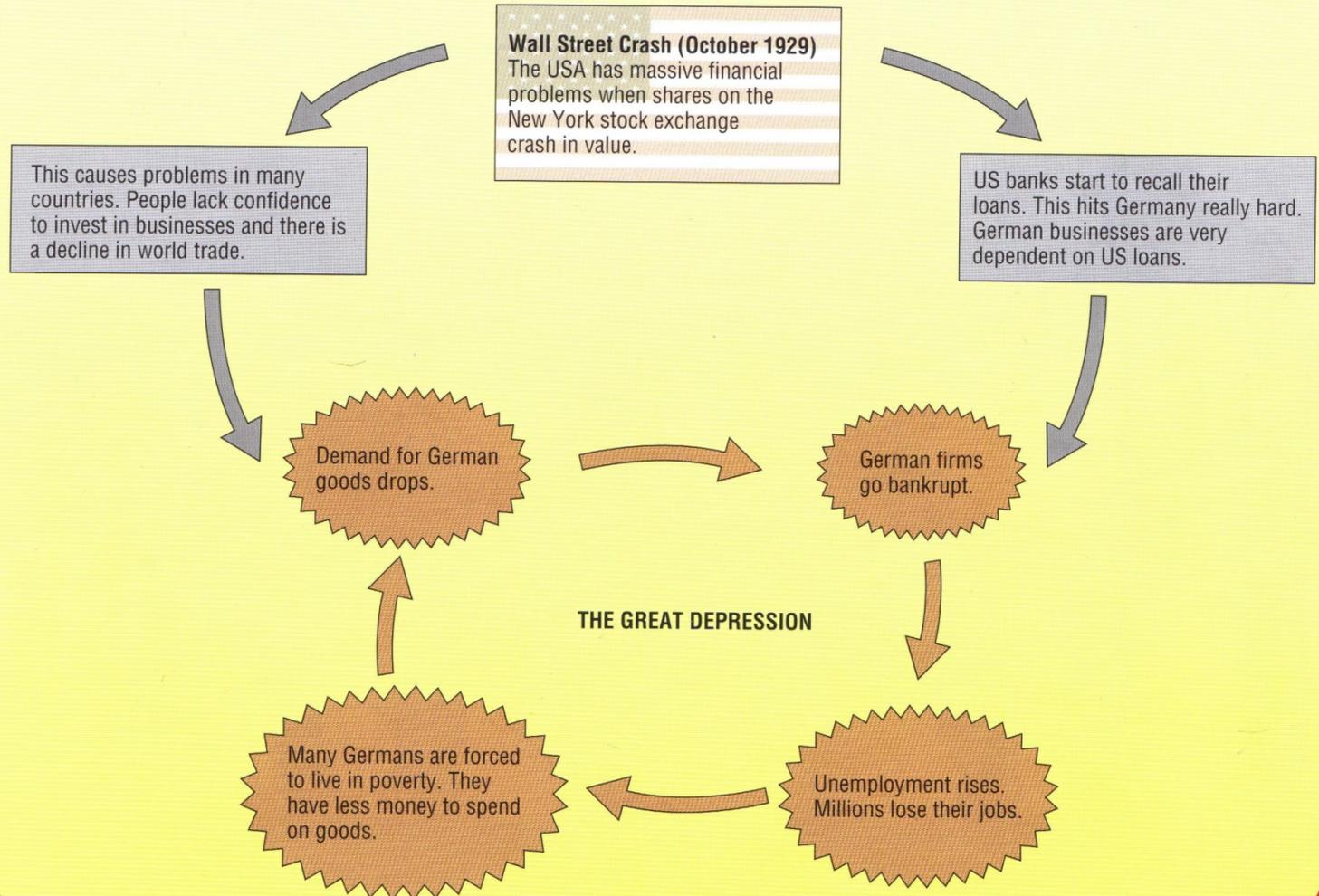
# THE WALL STREET CRASH

## Why did events in the USA cause problems in Germany?

When the US stockmarket (called Wall Street) crashed, in 1929, it created many problems in the USA. People lost the confidence to invest. US banks

and businesses lost a lot of money. One in four people became unemployed.

This also created serious problems for the countries in Europe that traded with the USA. You can see why in the diagram below.



# Impact of the Great Depression:

- For this lesson, as it is so important as a turning point, your notes need to be organised into to the following categories:

- **ECONOMY / BANKS**

- **WORKERS**

- **GOVERNMENT**

- **BUSINESSES**

- **RISE OF EXTREME PARTIES (Left & Right)**

Impact of the Great Depression				
Economy	Workers	Government	Business	Extremism

Eg:

Or a  
mindmap  
if you  
prefer

## Affect on Germany

- America recalled it's loans – German businesses could not afford to repay and many closed down.
- German businesses could not sell their goods causing lower production and financial hardship.
- Factories closed down and millions lost their jobs – unemployment rose from 8.5% in 1929 to almost 30% in 1932.
- Well over 6 million Germans were homeless, shanty towns grew as did violence and theft, the people were desperate

# What the Weimar Government did

- Tried hard, but unsuccessfully, to fight the Depression.
- The only way to help the unemployed and poor was to print more money – REMEMBER HYPERINFLATION!!!!
- Unable to print money, the Bruning raised taxes. Although this gave it money to help the poor, it was a big problem for businesses and the economy.
- Reduced wages of government workers. This also helped the poor but meant even more were unable to survive.
- Chancellor Bruning was forced to reduce unemployment benefit, leading to EVEN MORE HARDSHIP.
- Bruning was forced to resign in May 1932

Stresemann had died only a month before the crash leaving no strong leadership in the crisis leading to a coalition of chaos.

The Government were blamed for the hardships.

More and more Germans listened to the extremist parties that criticised the Government and promised to solve the crisis.

Bruning asked President Hindenburg to invoke ARTICLE 48 and reduce the need for the Reichstag to agree on new laws, going from 5 in 1930 to 44 in 1931 and 66 in 1932.

Communists blamed capitalism, Nazis blamed the Jews, Government and Communists

People rushed to the banks to withdraw their money leading to banks going bust adding to the crisis even further

### German Businessmen

- Many businesses were forced to close as they relied heavily on US loans.
- Government increased taxes to pay for helping unemployed.

## Effects of the Great Depression

### German Young People

- By end of 1932, half of Germans between 16-30 were unemployed!
- This included over 60% of university graduates.

### German Workers

- Many workers & farmers lost their jobs.
- By 1932, 6 million unemployed including 40% of factory workers.
- Unemployment benefit cut & many families suffered terrible poverty.
- Wages went down for the few jobs there were by up to 70%

### Weimar Republic

- Most Germans blamed the Weimar Government for allowing German economy to become too dependent on US loans.
- Criticised for failure to deal with worst effects of the depression, especially high unemployment.



# The Great Depression



# Why was Hitler so happy in 1930?

## GREAT DEPRESSION



An unemployed secretary advertises to passers-by: 'Hello, I'm looking for a job. I can do shorthand and typing. I can speak French and English and will accept any kind of household job...'

## DEATH OF STRESSEMAN



**Look back at your 25 Point Programme.**

**What sections might appeal to Germans during the Depression?**



# KPD

Workers angry and suffering hardships were attracted to the Communist Party, with a million extra votes by 1932 as they felt they were the only party who'd defend jobs and wages against landowners and employers

## Main reasons:

- Rising unemployment
- Falling wages

# RISE

**Moderate / Centre parties failed to deal with the crisis**

## General Elections 1928-32

	May 1928	Sept 1930	July 1932
SPD	152	143	133
NSDAP	12	107	230
KPD	54	77	89

# NSDAP

As most Germans (middle / Upper classes) were **afraid** of Communism and had turned their back on central parties, the only real alternative was the Nazis

## Main reasons:

- Fear of suffering under a communist government
- Worried about losing their land and companies from a Communist government
- Appeal of the 25 point programme grew