**Great Depression**

**Farmers \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_:**

-The wide spread switch from \_\_\_\_\_\_\_\_\_\_\_\_\_\_-drawn to \_\_\_\_\_\_\_\_\_\_\_\_\_ farm equipment allowed farmers to \_\_\_\_\_\_\_\_\_\_\_\_\_ their \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of crops

-Instead of making more \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ though, overproduction led to major \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ reductions, causing farmers to \_\_\_\_\_\_\_\_\_\_\_\_\_\_ money and the inability to pay back farm \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

-The result of farmers failing to pay back \_\_\_\_\_\_\_\_\_\_\_\_\_\_ led many small towns banks to \_\_\_\_\_\_\_\_\_\_\_\_\_, creating a strain on other banks

**\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**

* Though more efficient \_\_\_\_\_\_\_\_\_\_\_\_\_\_ in factories and on farms led to \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, few consumers had the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ to purchase these goods
* The average consumer had very little \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ power
* Underconsumption led to \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ prices which resulted in the loss of money for farmers and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Causes of the Great Depression**

**Stock Market \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**

* In the late 1920s many Americans began to \_\_\_\_\_\_\_\_\_\_\_\_\_ heavily in the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ market
* Stocks give the owner the ability to share in the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, if a company does well, or suffer \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, if a company does poorly
* Speculators were those who tried to make quick money on the stock market:

-Many speculators bought stock on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

-Buying on margin means that speculators \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ money to buy stocks: this works if the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ price goes up, but is disastrous if the stock price falls

-Many speculators of the 1920s borrowed 90% of the stock’s \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

(If a stock cost $100, you would borrow $90. If the stock price began to fall, you would then have to pay back the money you borrowed-which many speculators didn’t have!)

**\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Bowl**

* When farmers were unable to pay back their \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, many stopped \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ crops.
* In 1932 a drought hit the Great Plains, turning much of the \_\_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ into dust-with the lack of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and crops, wind blew the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ soil for hundreds of miles.

**\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**

* As more workers lost their \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, they were unable to pay their \_\_\_\_\_\_\_\_\_\_\_\_\_\_ or mortgage and were \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.
* This new class of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ began to build shacks on the outskirts of cities called \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, or Hoovervilles.
* ***Why did people call shantytowns “Hoovervilles”?***