

## Chapter 8 Lesson 2 The Crash

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### Before you read:

1. The title of this lesson is called “The Crash”. Do you think this chapter will be about a good event or a bad event?
2. Look at the table on Stock Prices 1920-1930. When did stock prices begin to fall?

### As you read:

1. What does crash mean, when it refers to stocks?
2. Where are shares of stock bought and sold?
3. People only paid 10% of a stock’s price out of their own pocket. Where did they get the rest of the money they used to buy stocks?
4. How did people make money if they bought stocks on the **margin**?
5. What happened to stock prices in 1929?
6. What happened on Black Tuesday?
7. How much money did Americans lose in the stock market on Black Tuesday?
8. What is a depression, according to your text?
9. What was one cause of the depression according to your text?
10. What does **overproduction** mean?
11. Why couldn’t farmers pay their loans?
12. What happened to the banks during the Depression?