

Name \_\_\_\_\_

## Riding the Economic Roller Coaster: Key Industries Affected by the Great Depression

### Short Answer Key

1. The stock market crash of 1929 had a devastating impact on the financial sector and the broader economy during the Great Depression. It led to a loss of investor confidence, a wave of bank failures, and a contraction of lending, which further deepened the economic crisis.
2. The Dust Bowl contributed to the challenges faced by the agricultural industry during the Great Depression by causing severe drought, soil erosion, and crop failures in the Midwest. Many farmers were forced to abandon their land, leading to a decline in agricultural production and incomes.
3. Reduced consumer spending during the Great Depression had a significant negative impact on the manufacturing industry. With fewer people purchasing goods, factories faced reduced demand, which in turn led to factory closures and layoffs of workers.
4. Public works projects played a crucial role in stimulating the economy during the Great Depression under the New Deal programs. These projects, such as the construction of roads, bridges, and public buildings, provided jobs for the unemployed and injected money into the economy, helping to alleviate the economic downturn.
5. The entertainment and arts industries suffered during the Great Depression as people had less disposable income for leisure activities. However, these industries also served as a source of relief by providing escapism and entertainment to those facing economic hardships.

