As for Germany, that tragic nation which has sown the wind and is now reaping the whirlwind—we and our Allies are entirely agreed that we shall not bargain with the Nazi conspirators, or leave them a shred of control—open or secret—of the instruments of government.

We shall not leave them a single element of mil-

itary power-or of potential military power.

But I should be false to the very foundations of my religious and political convictions, if I should ever relinquish the hope—and even the faith—that in all people, without exception, there lives some instinct for truth, some attraction toward justice, and some passion for peace—buried as they may be in the Cerman case under a brutal regime.

We bring no charge against the German race, as such, for we cannot believe that God has eternally condemned any race of humanity. For we know in our own land how many good men and women of German ancestry have proved loyal, freedom-loving peace-loving citizens.

There is going to be stern punishment for all those in Germany directly responsible for this agony of mankind.

The German people are not going to be enslaved —because the United Nations do not traffic in human slavery. But it will be necessary for them to earn their way back into the fellowship of peaceloving and law-abiding nations. And, in their climb up that steep road, we shall certainly see to it that they are not encumbered by having to carry guns. They will be relieved of that burden—we hope, forever.

-President Roosevelt

# Germany Is Our Problem

by
Henry Morgenthau, Jr.



Harper & Brothers Publishers New York and London

On the following pages is reproduced a photographic copy of the memorandum summarizing "The Morgenthau Plan" which President Roose velt took with him to the historic conference at Quebec in September of 1944.

# lyone 1 - Freveno Germania

#### 1. to illiastration of Garmany.

boulde sim of the Allied Porces to accomplish the its listing of Germany in the suprtest possible to site and reacon. This means countried the direction on and mople (including the removal or destruction are sterial), he total destruction of the whole German ladienty, and the trouble of destruction of other key as which are basic to military strength.

#### g. hew Boundaries of Dertany.

- (a) Polend amount for that part of East Brussia buids country to to the C.D. B. and the southern portion of Silenia.
- (b) France should get the Sear and the adjacent territories to by the Rine and the knowled Rivers.
- (a) As indicated in h below an international done should be speared containing the Buir and the surrounding industrial areas.

#### 5. Partitioning of New Cornery.

The remaining parties of termany Should be divided into two mous, interendent states, it a South Jerman state comprise to available areas and the lattle comprise a large part of the sid state of the side of the s

There shall be a mislom willow between the new South dermust while and Austria, which will be resecred to her pre-1938 polition borders.

4. ... Puls Arga. (The Burr, surrounding industrial areas, es abor on the sp, including he bittellend, the Keil Canal, and the Feil Canal.)

The state of German industrial power. This area only be at typed of all presently existing industries to convert and controlled but it can not in the formancie to come an industrial area. The following steps will applied this:

- (a) Within a short period, it possible not longer than the arter the cessation of hostilities, all industrial plants adjustment not destroyed by military action shall be committely all and transported to Allied Residue as restitutes. All the most shall be x moved from the miles and the mises circuit.
- the area should be made an international zone to be indeed by an international security organization to be established by the United Extens. In governing is area the interargenization should be guided by policies designed to the above sixted objective.

#### 5. Restitution and Reparation.

Reperations, in the form of fitting payments and deliveries, should not be demanded. Restitution and reperation shall be effected by the transfer of existing derman resources and territorius. 8.8...

- (a) by restitution of property locked by the dermand in territories occupied by them;
- (b) by transfer of German territory and demand private rights in industrial property situated in such territory to invaded countries and the intermetional organization under the aronne of partition;
- (a) by the removal and distribution among devaluated countries of industrial rients and equipment rivated within the International lone and the North and South terms a stand dolimited in the section on partition;
  - (d) by forced Serman labor outside Germany; and
- (e) by configuation of all lermen agents of any character whatsoever outside of Dermany.

#### 6. Education and From anda,

- (a) All schools are universities will be chosen until an Allied Commission of Education has formulated an effective rook-danisation process. It is contemplated that it may require a considerable period of time before any institutions of the education are respected. Meanwhile the education of term of the content in foreign universities will not be prohibited. In other schools will be respected as quickly as appropriate teachers and be about are a mission.
- (b) All James radio stations and newspapers, magazines, mouldes, etc. shall be discontinued until admusts controls are catalished and an appropriate pre-ran formulated.

#### 7. Polisical Ducentrulisation.

The military administration in Germany in the initial period should be outwied out with a view toward be senatual partitioning of Germany. To facilitate partitioning and to senate its permanence the military contorities should be juided by the following principles:

- (a) Dismiss all policy-making officials of the heich goverment and deal primarily with local governments.
- (b) Encourage the resizablishment of state governments in each of the states (Lander) corresponding to 18 states into which Germany is presently divided and in addition make the Prussian provinces asperse states.

(e) Upon the partition of Jermany, the verious state tender about the excouraged to the first a federal governation of the newly partitioned trace, but he wovernation of the first form of a sont deration of states, with the first states of a sont deration of states, with the first states of a sont deration of account accordance.

#### a. Hesponsibility of Military for Local German Sconomy.

y shall be to racilitate military in control of the German y shall be to racilitate military operations and military mation. The Allied Military Government shall not about a splitty for one comming problem as price tentrols, into, mampleyment, production, securification, distribution, that then, boaring, or transportation, or the any measured to addition or attended to addition or attended to derman encourage extent which are essential to military operations. The middlity for susciping the German accounty and people with the German dople the such facilities as may be table under the circumstances.

#### 4. Controls over invelopment of German Economy.

furing a portra of at least roomy jours of a twinsorier siecontrol including son roll over foreign trade and light flotions or ceptual imports, whall be maintained by the d Malona designed to prevent in the Malonaphilished states atablich into or expansion of key industries latin to the military podential and to centrol other try industries.

#### 10. Agrarian program:

All large estates should be broken up and divided among the second and the system of primogeniture and entail should be second.

#### His Puritionent of Wer Crimes and Treatment of Special Groups.

A program for the punishment of cortain was crimes and for the treatment of Sazi organizations and other special groups is entained in section il.

#### Uniforms and Parades.

- (a) To German shall be permitted to ever, after an epympriter period of time following the memberion of boat littles, any litery uniform or any uniform of any quasi military organise-
- (b) We military paralles shall be permitted any here in and all military bands shall be distincted.

#### 45. Alreratt.

Al alrerate (including gliders), whether military or our plant, till be confiscated for later dispusition. In dermat plant proceed to generate up to bely operate my aircraft, including what were by foreign interests.

#### 14. United States Responsibility.

Although the United States would have full military and civilian representation on whatever international countries or extensions my be established or the econolem of the whole German program, the prince presonability for the policing of Germany and for civil at internation in Germany should be examined or he military force of tracey's continent at meighborn. Sportfort, there include include Gassia, French, Foliah, Groom, Orock, Tupeslav, Herwegier, Dutch and Belgian coldiers.

Under this program United States troops could be withdrawn within a relatively short time.

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This book owes much to discussions I have had on the subject with many authorities, both in and out of Government, and to analyses that have been made by a number of other experts in the field. To all of them I wish to express my gratitude and appreciation. Their help has been invaluable, but the interpretations and opinions expressed here are my responsibility, not theirs.

I have donated this book to the Elinor and Henry Morgenthau Jr. Foundation for Peace Inc., a non-profit membership corporation. The Foundation will use the proceeds of the publication and distribution of the book for the purpose of encouraging individuals and organizations aspiring for a world of freedom, peace and security and for the coordination and direction of the efforts of all peoples in their struggle for the attainment of such a world.

H. M., Jr.

# THE REASON FOR THIS BOOK

TN SEPTEMBER, 1944. PRESIDENT FRANKLIN D. Roosevelt asked me to outline for him a program for the treatment of Germany after her defeat. He wished to take such a document to the Quebec Conference, which was to be held in a few days, and he knew that I had devoted a good deal of thought and study to the subject. As Secretary of the Treasury, I had been led into the whole problem by questions of reparations, currency and financial controls. I had seen that these could not be divorced from the broader aspects of what to do with Germany. The President, with whom I had been privileged to work on terms of intimacy and confidence for many years, knew of my interest and my research. .

Only a few weeks before the President made his request. I had been in London, and the sight of that bombed city with its contageous people had deepened my convictions, as I think it must have deepened the convictions of anyone who saw London in wartime. It prompted the theme of a broadcast I made on the eve of my departure and in which I said:

There can be no peace on earth—no security for any man, woman or child-if aggressor nations like Germany and Japan retain any power to strike at their neighbors.

It is not enough for us to say, "We will disarm Cermany

#### THE REASON FOR THIS BOOK

and Japan and hope that they will learn to behave themselves as decent people." Hoping is not enough.

That was the spirit in which I drew up the plan which Mr. Roosevelt had requested. I know that was the spirit in which he received it. No part of that plan has ever been made public by me until now. This book is an elaboration of the program which I then submitted to the President for his use. It is essentially the same framework, but with additional research and documentation to supplement the much slimmer document which Mr. Roosevelt took to Quebec.

Since that conference, it is worth noting, the basic principles of the program have represented the official position of the United States Government. It is obvious that in the Potsdam Declaration signed by President Truman, Prime Minister Attlee and Marshal Stalin, the three principal Allies were seeking to carry out the objectives of that policy. For purposes of comparison, the Declaration is printed in Appendix C of this volume.

The similarities will be apparent to any reader. So will the differences. Both ought to be considered solely from the standpoint of whether the common objective is furthered or not by any particular feature of the proposed settlement. However, my aim is not to argue with any specific details of the Potsdam Declaration, but to state for the country the philosophy which went into the formulation of American policy embodied in the Declaration.

In writing this book, I have been motivated entirely by the conviction that the purpose of our program for dealing with Germany should be peace. And that should be its only purpose, The peoples of the earth have a right to

#### THE REASON FOR THIS BOOK

demand of their peacemakers that another generation of youth shall not have to be maimed and die in the defense of human freedom.

The hopes of mankind rest upon the peace which we are now beginning to build out of the wreckage of lives and cities and nations. It is an awesome but an inspiring task. It is for us, the living, to see to it that our dead shall not have died in vain. Because I am sure that all our hopes and yearnings for peace will fade and die unless we build upon a firm foundation, the foundation of an assured end to German aggression, I have undertaken to explain in this volume just what measures I advocate and why.

# Chapter I

# THE ROAD TO WAR

THE BELLS OF JUBILEE RANG WILDLY through balf the world, and all along the battlefront fighting men lifted themselves out of the muck stood erect and breathed the air of peace. But on his bed in a Pomeranian hospital Corporal Adolf Hitler wept with hysterical rage. For it was November 11, 1918. and Germany's new government of supposed democrats had accepted what the corporal considered shameful armistice terms, read out to them in a coldly precise tone by the French General Maxime Weygand as they sat around the long bare table of a dining car in the Compiègne Forest. Twenty-two years later that same General Weygand's officers sat in the same dining car in the same forest; listening instead of reading as the conditions of another armistice were pronounced, but this time in German voices. The corporal who had wept in Pomerania beamed and strutted for the newsreels in Compiègne.

What had happened to the world's high hopes of peace? What had happened to Corporal Hitler's fears? So many precautions had been taken to prevent the Germans from breaking out again! But something must have been omitted. Yet when a peace treaty followed the armistice of 1918, only a few men like the implacable Lorrainer, Raymond Poincare, President and later Premier of France, doubted that the Teutonic menace had been crushed. The Reich, presided over by a Social Democrat,

the former saddler Friedrich Ebert, and living under the liberal republican constitution adopted at Weimar, was on the road to democracy, men said. She was disarmed, and an Allied commission had been set up to see that all her strictly war industries were dismantled. She had lost Alsace and Lorraine, the Saar basin, other bits and pieces in the west annexed to Belgium and Denmark; she had lost parts of Silesia, the Polish Corridor, Danzig, Memel. She was bound to a heavy schedule of reparations. She was under obligation to deliver to the Allies for trial those of her citizens who had plotted and committed the crime of war. The Rhineland was occupied by Allied troops to insure good behavior, and occupation of other areas might follow bad.

But Germany kept intact far more powerful forces for evil than those she lost. She kept her people's lust for conquest, her heavy industries, her general staff. She kept her shipyards, her research laboratories, her shrewd cartel system. She kept extensive assets abroad, an illusion that she had been betraved instead of beaten, the know-how and the skilled labor in all the fields essential to war. Upon this foundation, she built for war so skillfully and camouflaged it so well at first that only a few realists, dismissed outside Germany as crackpots or hate mongers, were aware of it. Once the camouflage was thrown aside, the world could hardly believe its eyes. Yet the relentless, almost logical progress of a nation's will to war had been going on for years without a check. Cautious at first but gradually accelerating. Germany moved toward her goal, She seemed invincible until she hit something even stronger-the British spirit of the blitz in 1940; the Russian spirit of Stalingrad and Leningrad in 1942. These were the high-water marks of Germany's sea of blood. How did the waves rise so high in so short a time?

The preparation for 1939 began even before the armistice of 1918. That summer the military leaders knew they were beaten, at least for the time being. To Ludendorff, the strategist of German headquarters, August 8 was the "black day" of the German Army, although the Allied generals were grimly preparing for a campaign of 1919 and even 1920. It was the German high command that engineered the "revolution" which sent the Kaiser into exile and brought forward a group of unhappy civilians to take the odium of surrender. The high command never loosed its grip on the strings that controlled this and the succeeding puppet governments of republican Germany.

Before the Versailles Treaty was ratified in 1920, the German generals had thought of and put into execution a device for evading the hundred thousand men limitation placed on their army. They recruited "police" who lived in barracks, drilled like soldiers and wore military uniforms. The Allies protested, so the Germans, still cautious, changed the name of this special force. They did not change its character. Nor did they do anything to discourage wholly illegal military organizations which kept alive the warlike spirit of youth.

Within another year, Germany was finding means to avoid two other consequences of her defeat. By May 10, 1921, she had succeeded in getting her reparations bill cut from \$56.5 billion to \$33 billion. Thirteen days later, the German Supreme Court at Leipzig began a farce-solemnly dubbed a trial. It was the German idea of a sub-

stitute for the court martial of men against whom an Allied commission had compiled "the most striking list of crimes that has ever been drawn up to the shame of those who committed them"-the description is that of the commission. The German government professed to be helpless. It said it could not arrest these individuals for delivery to Allied justice but it could try them at home. The Allies agreed to a test case of twelve obscure men who were raised to the status of popular heroes in Germany because they were permitted to be portrayed as martyrs rather than criminals. They were not put to the inconvenience of martyrdom, however, for six were acquitted altogether. The others received trifling sentences worthy of a rather serious traffic violation, and two of them were permitted to escape before their terms were up. That ended the "punishment" of war criminals. No more were brought to trial by Germany; the Allies did not press their authority under the treaty to do the job themselves.

Meanwhile, the conversion of German industry to peace (and to a more modern war technique) was proceeding rapidly. The latest types of furnaces replaced some rather old-fashioned steel mills that had been good enough for World War I but would not do in World War II. While European industry was struggling to complete reconversion to peace—much of it had to be rebuilt because of German destruction—Germany reached her prewar industrial output by 1922. Krupp and Thyssen converted their heavy gun factories—the weapons they could make were obsolete anyway—and concentrated on building up their modern plants for peace. These could

be producing steel for war just as well at any time. The shippands turned from submarines to merchant vessels, which soon were competing to advantage with the older, slower ships surrendered to the Allies. The chemical industries regained their place in world cartels. And everywhere research into new war weapons and the techniques for making them was carried on in secret or camouflaged laboratories. A hidden general staff co-ordinated the work of these recruits of industry with the regular army's hundred thousand men who were being trained as a nucleus of specialists. Around them a mass machine would one day be assembled. It would then take in the hundreds of thousands of Germans who drilled enthusiastically in sports clubs and longed for the day of real military training, the airplane pilots who were being trained abroad, the German-owned industries established outside the Reich to produce military instruments which the Allies had forbidden in Germany.

One of the supposed reasons for the speed-up of German industry and trade was the need to export in order to meet reparations payments. A great part of these was expected to come from a tax on exports. But although Germany's production was growing, the reparations schedules were so far from met that in the whole course of the struggle to collect. Germany actually paid out less than half as much as she received in foreign loans which were never repaid. By 1924, the Allies had tried in turn friendly negotiations, threats and the actual occupation of the Ruhr by French and Belgian armies. Each attempt added to the perplexities of the reparations problem which

baffled the experts. But the result of every procedure was simple. None of them worked.

More was expected of the Dawes plan of August, 1924, drawn up by a committee of specialists headed by the Chicago banker and future Vice President. This program assigned specific German revenues to reparations and established Allied commissions and an agent general in Berlin to supervise their collection. But these officials had no authority to interfere with German trade or finance, public or private—a committee of Allied jurists that year offered a formal opinion that any such interference would be illegal.

Not all Germany's preparations could be kept secret, even in this earliest stage of the Reich's march along "the road back." Under the treaty, one of the three occupied Rhineland zones was to be evacuated in 1925 if Germany bad lived up to her obligations. On January 5, the Allied governments sent a note to Berlin declaring the zone would not be evacuated because of these specific treaty violations:

- 1. Failure to demilitarize factories
- 2. Reconstitution of the general staff
- 3. Enlistment of short-term recruits
- 4. Failure to reorganize the police
- 5. Retention of surplus property

The most serious of these defaults was the first. Trained soldiers and clever strategists are not so dangerous if they have no equipment. But the existence of a powerful industrial machine lent strength to each of the other potential war forces in Germany.

Instead of dealing with the factories which were not

demilitarized, the Allies staged one of those full dress international conferences which did so much between wars for the business of selected resorts and so little for the peace of the world. This one was held at Locarno in October, 1925. It was supposed to settle forever the then boundaries of Germany on the west—but not the east—and to be a triumph of co-operation because Germany was treated as an equal. A month later, still under the influence of what was called admiringly the Locarno spirit, the Allies began evacuting the first Rhineland zone.

The next year Germany entered the League of Nations, where her chief role was to disrupt disarmament discussions by arguing for equality of armaments. It became plain that Germany did not want the world disarmed if it included herself; she wanted the right to build her armies up to the level of any others.

Actually, she already was the strongest power in Europe. Her strength was in steel and coal, chemicals and synthetics, electric power and light metals—the real sinews of modern war. But in December, 1926, the Allies declared themselves satisfied with Cerman disarmament, and on January 31, 1927, the Inter-Allied Commissions of Control were withdrawn. The only vestige of supervision over Germany was that exercised by the commissions watching reparations. Even this came to an end when the Dawe plan was replaced in June, 1929, by one named after Owen D. Young, Besides scaling down the German debt still further, the Young plan abolished the watching commissions. Probably they were quite useless since they were without authority to do more than report. But their departure removed the last remnant of Allied control over

German economy, even in theory. Then on June 30, 1930, the last Allied troops left Germany, too, five years ahead of the time fixed eleven years before in the Versailles Treaty.

The pace of German rearmament was faster after that, For several years the leaders of industry had been giving increasing support to the Nazis. Attacks upon the republic grew more open and frequent, and as the depression deepened everywhere Hitler, whose attraction for a people bent on war could never be understood by peaceful nations, came to power. That day, January 30, 1933, served notice on the world that Cermany was committed to conquest. The last traces of freedom were being stamped out under Nazi boots; the last few Germans who dared to talk of peace and mean it were fleeing into exile or dying behind the barbed wire of concentration camps. Germany was strong enough to assume the offensive. It came at first in the form of the world-wide propaganda of Pan-Germanism, in demands for colonies and boundary "rectification," in fierce economic aggression which brought smaller states into the German trade orbit, in an almost open campaign of stockpiling and industrial development. Within six months the course was so plain that Douglas Miller, United States commercial attaché in Berlin, wrote on August 1, 1933, to his superiors that the Reich's Assistant Secretary of Commerce Feder had expressed privately the real Nazi aims. The first two were:

- 1. Breaking the Versailles Treaty
- z. Restoring Germany's military superiority

Faster and faster the Third Reich sped down the road to war. The milestones flashed by, January 13, 1935—Saar

plebiscite. (Coal and a busy hive of factories came under the swastika that day, as in accordance with the treaty, the people of the basin voted whether to return to Germany, become French or remain under League of Nations control.) March 16, 1935-Conscription. (Starting off with one year's military training for every male youth, in August the term was raised to two years. Feder's first point had been realized; the second was on its way to reality.) June 18, 1935-German Navy reborn. (A treaty with Great Britain authorized the Reich to build warships, even including submarines, up to 35 per cent of British tonnage. It was the same ratio that France with all her colonies had enjoyed under previous naval limitation treaties.) March 7, 1936-Rhineland reoccupied. (Without any opposition the new German Army marched into the district which by treaty was to be forever demilitarized, and soon the Siegfried Line, before whose guns American boys were to die by thousands, was being traced along the border.) September 9. 1936-Four Year Plan. (This was designed to make Germany self-sufficient in the raw materials of war. When it was completed-and if it could be done in three years instead of four, the Germans liked it better-the Reich would be ready to strike.) November 25, 1936-Rome-Berlin-Tokyo Axis. (This particular date marked the signing of the German-Japanese treaty. The Axis was completed by the signature of Italy a little later.) July 24, 1937-Industrial "draft." (The formation this day of the Hermann Goering trust, which was to swarm over all German war industry, was the signal that factories were being mobilized.) March 13, 1938-Auschluss. (As the Nazi terror struck Austria, as a new crop of exiles

and martyrs was harvested, the world began to believe Hitler really meant what he had been saying, but the German race toward war had gone into its final sprint now.) September 29, 1938—Munich. (The name was to become a shameful synonym for appeasement. The date was the twentieth anniversary of a conversation in which Hindenburg and Ludendorff told the Kaiser that the jig was up this time, that he would have to ask for peace.) March 15, 1939—Prague taken. March 22, 1939—Memel annexed. April 28, 1939—Polish treaty denounced; British naval treaty denounced. August 23, 1939—Russo-German pact. September 1, 1939—WAR.

Somewhere in Germany, fanatical young corporalsperhaps even privates and sergeants, too-are weeping as bitterly as Hitler did in 1918. Soon, like him, they will be dreaming of another chance at world conquest and reminding each other in beer halls and shabby cating places how narrowly they missed success this time. They will get that chance if the United Nations merely repeat the controls that proved so ineffective before. For the industrial leaders of Germany already are laving their plans. They did not even wait for final defeat in World War II before beginning to mobilize for World War III. This is not a guess based on past performances. It is a proved and documented fact. One of the documents is a report of a meeting in Strasbourg as long ago as August 10, 1944, of the principal Cerman industrialists with interests in France. It was supplied to our own army by a Frenchman who attended and for whose reliability military intelligence can vouch. It was submitted by the

Office of Assistant Chief of Staff, C-2, of Supreme Headoutsters Allied Expeditionary Force.

At the Hotel Rotes Haus that day gathered the representatives of Krupp, Roehling, Messerschmitt, Rheinmetall, Hecho, Bussing and Volkswagenwerk—an imposing segment of German heavy industry. Also present were engineers from big factories in Posen. Also officials of the naval and armaments ministries. Dr. Scheid, who held high rank in the Nazi SS organization besides being director of Hecho, presided. He advised the others that "German industry must realize that the war cannot be won and that it must take steps in preparation for a postwar commercial campaign." The steps were to be alliances with foreign firms, as individuals so as to allay suspicion, and groundwork for big foreign credits to Cermany. The report adds:

As examples of the kind of penetration which had been most useful in the past. Dr. Scheid cited the fact that patents for stainless steel belonged to the Chemical Foundation, Inc., New York, and the Krupp Company of Germany jointly and that the U.S. Steel Corporation, Carnegie Illinois, American Steel and Wire, National Tube, etc., were thereby under obligation to work with the Krupp concern. He also cited the Zeiss Company, the Leica Company and the Hamburg-American Line as firms which had been especially effective in protecting German interests abroad and gave their New York addresses to the industrialists at this meeting.

A more select session for the representatives of Krupp, Hecho and Roehling followed. Apparently its main purpose was to permit the Armaments Ministry official to inform them that they must be prepared to finance the

Nazi party as an underground movement after defeat, in emulation of the French Maquis. The industrialists were told to follow this program:

First, secure ample funds abroad, for which purpose the Nazis were relaxing rules against exporting capital. These funds are to be at the disposal of the Nazis in their underground campaign, (but the industrialists will be repaid by concessions and orders when the party comes back to power.) Two Swiss banks through which operations may be conducted were named, and the possibility of acquiring a Swiss dummy at a cost of 5 per cent was noted.

Second, each of the big German factories was to create a small research bureau that had no ostensible connection with the main plant. They were to be hidden in the cities or comouflaged in villages near water-power sites under the guise of studying hydroelectric resources. All plans, drawings and documents needed to continue research into new weapons of war were to be turned over to the bureaus but, they "must not be allowed to fall into the hands of the enemy." Each bureau also was to have its liaison agent with the Nazis.

Third, while the Nazis recognize "that certain of its best known leaders will be condemned as war criminals," the industrialists are to find safe places in the research bureaus for "less conspicuous but most important members."

In the face of such planning, the road to war could not be blocked by the kind of controls the Allies imposed last time, even if more rigorously applied. In the light of history and what we know of German plans for writing an-

# THE ROAD TO WAR

other chapter of history, we could look forward to this sort of a program:

- 1. Destruction of all German weapons and military installations. But they would be obsolete before the Germans would want them anyway.
- 2. Confiscation of the German merchant fleet. That virtually compels the Germans to build newer, faster and better ships which can enjoy a competitive advantage on important trade routes.
- 3. War factories to be dismantled or converted to peacetime production. The United States has demonstrated with what speed these factories can be converted back again and how much basic production is the same for peace or war.
- 4. Control commissions to watch for a period of years to see that no munitions are made. But the United Nations would get tired of watching and in any case, the factories would be ready for conversion as soon as the term of years expired.
- 5. Restitution of loot. It is unlikely that much of it can be identified, but it would hardly slake the German thirst for more loot later.
- 6. Reparations for the devastated countries in actual materials rather than money over a period of years. This sounds just, but it could further strengthen German industry and tend to weaken the industry of the recipients.
- 7. Allied control commissions to supervise German economy in the interest of collecting reparations. Measures to be taken would be a fruitful source of inter-Allied disputes and would saddle the Allies with responsibility for the German economy.

- 8. War criminals to be tried by an international tribunal under democratic court procedures. Germany would reap a crop of martyrs, for the trials would be a sounding board for Nazi dogma.
- 9. Nazi party and all its affiliates to be dishanded. But no one could prevent new organizations underground.
- 10. A democratic form of government to be given to Germany. However, by its very nature democracy cannot be given; it must be worked for by any people who achieve it. Furthermore, the imposition of a democratic form of government would saddle it with the blame for inevitable German hardships and make the very idea of democracy even more distasteful to Germans than it is now.
- 11. Cermany's foreign assets to be turned over to this government and their use controlled by the Allies. That brings Germany back into participation in cartels or any other international business organizations and offers her a chance at new economic aggression.
- 12. Re-education of the German people by the United Nations. What educator would undertake to find the number of qualified teachers needed? What educator would make the unqualified statement that any foreign education can be imposed successfully upon sixty million people?
- 13. Occupation of Germany by Allied troops, especially Americans, for a period of years. If the troops stay long enough, they tend to absorb sympathy for the occupied territory or even the ideas of the people among whom they live. The memory of injury fades, and the desire of men to go home is always strong, so that probably the

# THE ROAD TO WAR

occupation would become more relaxed and finally end ahead of time, just as it did before.

14. Cession of important areas to neighboring countries and perhaps even partition of the balance. Well, we learned once how rapidly ceded areas can be taken back, along with more than the original loss, once a rearmed Germany is on the march.

On those fourteen points, pessimism is justified. But fortunately there are other points. The wisdom and ingenuity of peaceful men in dealing with Germany was not exhausted between 1918 and 1939. There are ways of attaining the objectives for which we have fought, provided the objectives are not lost to view in a fog compounded of the mists of sentimentality and the soot of "practical diplomacy." Peace is our goal, peace in which the wonders of the modern world can be put to the service of man instead of to his destruction. For the first time in human history we know enough and are skillful enough to feed and clothe and house all the people of this earth. There can even be something over for fun and comforts and health. Only if we have peace, though, will these remain possibilities.

So, first things first. Before we can go forward to fulfill the promise of peace, the threat of war must be taken away from our backs. In our time, Germany has been the chief nation to make that threat seriously—with Japan a close second, of course—and Germany has put it into execution twice. A third time may well be fatal to civilization.

# Chapter II

# A PATH TO PEACE

Y OWN PROGRAM FOR ENDING THE menace of German aggression consists, in its simplest terms, of depriving Germany of all heavy industries. The reason for selecting heavy industries is that with them Germany can quickly and terribly convert once more to war. Without them, no matter how savage her aggressive aims may be, she cannot make war.

For longer than living men can remember, the greatest threat to peace anywhere in the world has been Germany's lust for armed conquest. Even more than the German Anny, that lust has found its release through German heavy industry. It was done in two ways, both of which will be not only possible but probable again if we permit Germany to retain the basic means of aggression.

First, of course, was the actual manufacture of the weapons of modern war. The guns, planes, tanks, submarines which a Germany with heavy industry could produce fifteen or twenty years from now would be as fast beyond present weapons as ours today are beyond those of 1917. We had just a taste of that future in the jet planes and buzz bombs of last year. If Germany keeps the means to perfect such weapons, she will use them.

The second role of heavy industry in the German plan of aggression was and will be economic blitzkrieg. This can be and has been as demonstraing as the military

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article. The heavy hand of Cerman power was laid upon the economy of her neighbors—and throughout Enrope industries withered, scarcity grew, fear multiplied.

Any country's war potential these days can be measured by its heavy industries much more accurately than by the size of its army, navy and air force at any given moment. In four years the peacetime industrial machine of the United States was converted into a weapon that dwarfed Germany's once famous Luftwaffe, Wehrmacht and the rest. That fact, however, only lends point and emphasis to the equally pertinent fact that Germany's industrial machine in not much more time was converted into a weapon that crushed the proud French Army theoretically safe behind its Maginot Line. Soldiers understand this very well. For every big air raid on a fortress or any army camp that we used to read about in the newspapers, we saw accounts of hundreds directed against important industrial centers. The Allied high command knew where Germany's real strength lay, and pounded af production accordingly.

That being so, it would seem rather obvious that to disarm Germany in any real sense of the word is to remove the industries that would make rearmament possible. It is all very well to confiscate guns, planes, tanks, submarines, military installations and so on. It is even more important to remove or destroy the German plants where new and more horrifying weapons of war could be forged. It is most important of all to keep those plants from being rebuilt.

Germany's real armament is a triple threat of metallurgical, chemical and electrical industries. The prewar Reich

dominated Europe in those fields. Therefore, she dominated Europe militarily as well, until she challenged even greater industrial powers. Without these factories, the Germans could not have indulged their lust for conquest in 1914 or 1939. Without these factories, they could not do it again. The specific factories which will always be a threat to peace in German hands are:

- 1. The Metals Group. Blast furnaces, open hearths, blooming mills, forges, rolling mills—all the plants used in turning iron ore into finished primary iron and steel products—operate exactly the same for war as for peace. To carry through disarmament of Germany in this area, she must be deprived not only of these basic establishments but also of all factories capable of making machine tools, airplane engines, airplanes, locomotives and other heavy railroad equipment, Diesel engines, steel rails, heavy tractors, automobiles. They can be converted to war too fast for our safety.
- 2. The Chemical Group. These plants are the source of Germany's explosives, rubber, gasoline. They were so important a weapon that their development and operation were largely supervised by the Army, even before the advent of the Nazis. In removing all heavy chemical factories from the Reich, it would be necessary to deprive her of her position in international cartels in this field. The production of such items as phamaceuticals might be permitted, as it can be carried on in small units which need not become a danger. However, the items permitted must be carefully selected, bearing in mind that a perfume factory, for example, can turn to the manufacture of poison gas without any conversion problem at all.

3. The Electrical Group. It is more than a coincidence that "power" has become a synonym for electricity. Of that kind of power Germany should be permitted to retain only so much as she needs for her household and reduced industrial needs. The tremendous loads that produced aluminum and magnesium would be unnecessary for her, since she would not be permitted to retain any machinery to make the light metals which can so easily be fabricated into planes. Nor would she be allowed plants for the manufacture of dynamos, turbines, communications devices or electronic equipment. Factories capable of producing electrical goods no more deadly than toasters, vacuum cleaners and hair curlers, would be left.

In de-industrializing Germany, the factories taken from her would be rebuilt in other parts of Europe. They would constitute some reparation for damage done, but they would also help balance Europe better industrially so that the Continent need never again be overshadowed by the machine power of a single nation. Devastated countries should have priority in claiming Germany's industrial equipment.

Until the time of the Potsdam Conference delay was the chief danger. It was necessary to the success of the program that each country should have a limited time to dismantle and remove what it wanted from Germany. It is now equally important that any heavy industry remaining anywhere in the Reich shall be destroyed immediately.

There have been transfers of industry quite as spectacular and as difficult as this. Germany herself moved a whole group of war industries from her western borders into Silesia and behind the Sudeten mountains in an effort to

escape air raids. German war plants in Austria and Moravia operated with heavy machinery looted from France and Poland. Nor has the ability to move heavy industry over the landscape been a German monopoly. Russia took many plants apart in the face of advancing German armies and put them together again hundreds of miles away in places whose people had hardly known what a factory looked like. America has shipped whole factories overseas as Lend-Lease. China moved hundreds of establishments into the interior on the backs of men.

Machinery can be moved or broken up for scrap; buildings can be demolished; workers can be sent to other jobs. But coal in the ground is not so easily disposed of. The Ruhr Valley had 70 per cent to 80 per cent of Germany's coal production (not including lignite). Furthermore, Ruhr coal was especially well adapted for coking and therefore for steelmaking. The existence of this coal was the reason why the Ruhr became the greatest single industrial center in Europe. And coal is the foundation, too, of a great deal of Germany's electrical and chemical progress. It would probably be the magnet drawing to itself any future German effort to re-establish heavy industry. Even after the removal of all Ruhr factories that escaped destruction in the war, the mines would remain a potential source of German rearmanicut.

The coal cannot be taken away from the Ruhr (except by the trainload as it is mined), so the Ruhr should be taken away from Germany. Annexed to any other country, it would be a perpetual storm center, but it could safely

#### THE RUHR VALLEY



women and children.

be placed under the control of a governing body established by the United Nations.

The exact form and personnel of this commission may well be left to the Allied leaders. The extent of its authority is more important. As the government of the Ruhr, it would become the legal owner of the coal fields in perpetuity. It would exercise police powers and all other administrative functions. Its first obligation would be to see that no Ruhr coal is ever used to set up new heavy industries, whether within the valley or in some other part of Germany. The second responsibility would be the use of Ruhr coal for the benefit of European reconstruction and development generally.

Of course, no Cerman should sit on the Ruhr's governing commission. In fact, no Germans should be left in the Ruhr at all. Their presence would lead to a repetition of the difficulties encountered in the Saar after World War I. The Ruhr must not be tied around the neck of the world security organization, as the Saar was bound to the League of Nations. The promise of a plebiscite after a term of years, which helped disrupt the Saar settlement, would not be necessary in the Ruhr. The people would not be under alien rule because they would not be there. Their places would be taken by French, Belgian, Dutch and other workers.

The exodus from the Ruhr which was caused by Allied bombing was a more difficult experience for the Germans than their transfer in time of peace. It is unfortunate that so many of them were permitted to return. But the world cannot afford to have such a dangerous weapon as the Ruhr in German hands. The miners, factory bands, trans-

portation and service workers—the whole German population—would be contributing their bit to a sound European settlement if they were sent back to seek their livelihood in the farms and shops of a de-industrialized Reich. Most of them probably would become workers on the land, and as such a far less potent force for war than they have been these last two generations.

As helpful to the cause of peace as the removal of these workers will be the passing of the German heavy industrialist. In the past, the steel, chemical and electrical tycoons have been the most persistent allies of the militarists. With the destruction of their factories in the Reich, they will lose power.

One other loophole for German heavy industry and future German aggression remains. That is the German-controlled factory abroad, linked to the network of German foreign trade. Steel mills in Sweden, machine tool plants in Switzerland, a chemical industry in Argentina might serve a new set of German war lords almost as well as the Krupp Works at Essen. This is no fanciful fear conjured out of a fevered imagination. It is a very real threat and one which the Germans brought into reality with deadly effect in the past. The United States Senate's Kilgore Committee, after a careful study of this whole problem reported that after World War I:

... The firm of Carl Zeiss, by creating a manufacturing subsidiary in Holland, was able to evade the prohibition on the manufacture of military optical instruments, such as range finders and periscopes. The firm of Friedrich Krupp nullified a restriction on the manufacture of armaments by gaining control of Bofors, a Swedish armament firm.

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The same pattern developed in the closing months of the war, as the Nazis recognized the inevitable. The meeting of the German industrialists in Strasbourg's Hotel Rotes Haus in August, 1944, was only one example. Enough others were brought before the Kilgore Committee to inspire the charge:

The German aggressors have begun to pursue a strategy which they found successful a quarter century ago: they are already deploying their economic reserves throughout the world in preparation for a third attempt at world domination. They plan to resume the old commercial pattern which served them so well. We must insure that in the defeat of Germany the economic forces of aggression will be forever eliminated along with the military forces.

A practical program for carrying out this Senatorial recommendation would have to include:

- 1. Seizure and disposition of German assets abroad.
- 2. Prohibition of German investment in foreign countries.
- 3. Strict United Nations control of all German credits obtained by exports, by inheritance or in any other way.
- 4. Similar control over all German foreign exchange operations.
- 5. Prohibition of German participation in international cartels. (This is apart from any other solution of the cartel question.)
- Elimination of German ownership of property in neutral countries.

Under the Nazis, German business assets abroad never were considered as the private property of their owners but

as a weapon of economic aggression, political intervention or military preparation for the German state. The state decided just what business its citizen might keep abroad. Then the state told him what to do with it. One group would be kept operating at enormous loss (met by domestic subsidies) to draw a foreign nation's economy or part of it under German influence. Another would be commanded to use its funds for propaganda, espionage, sabotage, bribery or some other form of political penetration. Still another would be the medium for stockpiling materials needed in the coming war—oil, rubber, nickel, tungsten, etc.

The effect of this was so obviously dangerous that six months before Pearl Harbor, on my recommendation to President Roosevelt, the Treasury "froze" all German assets in this country. Most of the other American republics followed our example for their own protection from the Nazis. If these Germans could create so much disturbance in a more powerful country an ocean away from the center of Nazi infection, it is plain with what devastating effect their trading ethics and assets could be used upon relatively helpless nations within easy bomber range. Confiscation of these assets—with the owners compensated in marks by Germany—would prevent their use for a German campaign of revenge. Distributed among nations despoiled by Germany, the property would constitute partial compensation for damage suffered.

As it is not enough to destroy German war industry without making sure it cannot be rebuilt, so the possible renewal of German economic aggression must be blocked at the source after the current assets are confiscated. Out-

right ownership could be replaced by the control of a dominant trader, which would permit the Reich to attempt once more the purchase of military supplies and of men's consciences.

One preventive measure is Allied control over all German foreign exchange transactions. The Germans perfected the use of such control as an instrument for war. Funds for foreign purchases were allocated to items that would help the German war effort. They ordered profits used to buy war supplies or propaganda or a shipload of butter. The same controls may be used to make Germany's foreign trade an instrument for peace. It would at least enable the Allies to be certain that a tractor ostensibly meant for farm use does not have a motor powerful enough to haul the higgest type of field gun.

Exclusion of Germany from cartels is an obvious lesson of experience. As one specific example, the production of magnesium in the United States was limited by cartel agreements so that even under the spur of the defense emergency our output had gone up from 2,500 tons to only 5,680 while the Germans were turning out 10,000 tons. It was this sort of thing which prompted the Kilgore Committee to declare:

Almost immediately, as a consequence of this unholy alliance between Hitler and the cartelists, Germany's plans for economic warfare, aimed at ultimate world domination, were expanded. The German Government became a silent partner in the multitude of cartel agreements among German, American, British, French and other concerns with which German industry had established cartel relations.

Under cover of cartel agreements, Germany pene-

trated the economy of other nations, including the United States. Using their cartel affiliates or subsidiaries, German industrialists built up a network which impaired the production of other nations, obtained sources of foreign exchange for Germany, gathered economic intelligence and spread Nazi propaganda.

The argument against attempting to control another nation's economy down to the last detail is that even with whole armies of inspectors and technicians it is almost impossible, as the Nazis found in the countries they occupied. Applied to the internal economy of Germany, this is a sound argument. But foreign trade is another matter. It can be controlled by a few key people in a few key places. The two problems are as different as collecting a nation's internal revenue and collecting the customs. The United States needs fifty thousand persons for the first task; the second is efficiently performed by eight thousand.

The elimination of German heavy industry is no hate campaign. The world has seen enough of hatred, and the United Nations have no need to adopt the policy of their enemies. Nor is the program a panacea for peace. It is, however, an essential preliminary to peace, to realization of the ideals for which the United States has fought, to the security of all nations (even including Germany), and to that better world which the sacrifices of all peoples have entitled them to expect.

What to do with Germany is still the first of the big postwar questions the United Nations must answer. The right answer will give us a tremendous lift toward the

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attainment of our other aims—toward what Woodrow Wilson called a "community of power" to replace the balance of power and keep the peace, toward the increasing exchange of goods and ideas among nations, toward the continuance of full production and full employment at home.

# Chapter III

# A STRONG EUROPE IS BETTER THAN A STRONG GERMANY

will do more than relieve the world of an intolerable fear of renewed aggression. It will relieve all Europe of the iron bonds which were made in Germany to confine the industries of the rest of the Continent within small, unnatural limits. Once set free from German chains. European industry in general will soon far more than replace the production taken from the Reich. The net result will be more steel, chemicals, electrical equipment, more jobs and fatter payrolls, in short, a rising standard of living for all the people in Europe, not just sixty million Germans.

The notion that German heavy industry is indispensable to the well-being of Europe is a myth sedulously nurtured by German propaganda over many years. Among those who are trying to keep it alive today are the men who did business with the German cartels in the past, to the profit of themselves and the ruin or near ruin of their own countries.

But examined in the light of prewar facts and postwar probabilities, the theory breaks down at every point. In its place are the realities, which prove:

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- 1. That Germany filled a relatively small proportion of Europe's needs.
- 2. That these needs could readily be supplied by other nations.
- 3. That if efficiency and common sense had been the only factors, other nations would have been supplying them long since. They were hampered by rnthless German trade practices.
- 4. That Germany absorbed a relatively small amount of Europe's (and the world's) exports.
- 5. That her suppliers will find even larger markets when the industry of the Continent is better balanced than it can be under German domination.
- 6. That Germany herself can achieve a fair level of prosperity without heavy industry.
- 7. That removal of German heavy industry will help develop the industries of other nations and result in a higher standard of living for Europe, making her a better market for (and neighbor to) all the rest of the world.

The advocates of a Germany strong in heavy industry usually assert that such a menacing colossus is necessary to "European economy" or at least to the maintenance of "economic equilibrium in Europe." Actually there is no "European economy," certainly not in the sense that there is a United States economy. Some thirty countries in Europe have their separate economies, and a great variety of them, too. As for "economic equilibrium in Europe," it has been upset a great deal more than it has been stabilized by German industry and its overlords.

In point of fact, Germany never did supply Europe with very much iron and steel, metallurgical products, chemicals or electrical equipment—the chief items to be forbidden

# GERMANY FILLED ONLY A SMALL SHARE OF EUROPE'S NEEDS IN 1937 Value of Annual European Output 1937 excluding Garmony Total German Exports to Europe, 1937

her. In her best years of exports, 1929 and 1937, she sold \$775,000,000 worth of these products to all the countries of Europe put together. Europe's total imports (excluding Germany) were \$13,100,000,000 in 1937 and Germany supplied \$1,600,000,000.

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Even Germany's 12.2 per cent of the European market was achieved by lavish use of those trade practices which the world hopes to abolish in the interest of peace and prosperity. Even before 1933, Germany gave government subsidies to stimulate exports. After Hitler came to power the subsidies rose to fantastic heights. Clearing arrangements, multiple currency maneuvers and foreign exchange discrimination were used as part of a system to force other countries to buy in Germany. If they refused, they lost the German market for their own products.

Under any kind of fair competition, Germany would be lucky after the war, even if her factories could be rebuilt and reconverted quickly, to teach much more than half her prewar exports of the products of heavy industries. Perhaps \$400,000 worth could be disposed of without violent artificial aids. In the proportion of exports in Germany's most successful years this would be divided:

Iron, steel and other metal products	\$ 72,000,000
Machinery (except electrical)	100,000,000
Electrical equipment	48,000,000
Chemicals	48,096,000
Automobiles	32,500,000

The idea that these amounts could not be supplied by plants which will be established outside Germany and by existing industries in Europe is fantastic. But even if Europe could not fill the gap, the British and Americans, who have greatly increased their plant capacity during the war, could easily serve this market. The whole amount is about 4 per cent of the minimum estimates of postwar United States exports under full production.

It is impossible to measure statistically just how much

German oppression prevented the normal, natural industrialization of other European countries. Cartels were the chief weapon, reinforced by export subsidies, special kinds of currencies and clearing agreements.

Clearing agreements were bilateral arrangements ostensibly designed to prevent exchange fluctuations. They did it by carrying on trade between the two countries at an agreed rate of exchange without either using the currency of the other. Each set up a clearing office. Importers paid to this clearing office in their own currency. Exporters were paid by the clearing office, also in their own currency. In the long run the amounts had to balance as between imports and exports and as between the two countries. A typical transaction between Germany and Poland would work out like this:

A Pole sells a German a trainload of timber. The Polish clearing office pays its citizens in zlotys; the German timber buyer pays his clearing office in marks. In order to get its money back, the Polish clearing office has to be sure a Pole buys something in Germany of the same value as the timber—automobiles perhaps. When the Polish dealer buys German cars, he pays zlotys into his own clearing office; the German clearing office pays the German car manufacturer off in marks.

It sounds like good business until one of two things happens—maybe both. Cermany fears Poland may be motorizing her army with the automobiles or getting too strong with Cerman steel and insists that Poland take harmonicas or Christmas tree decorations. Or the Polish dealer may prefer to buy American cars because they stand up better under Polish road conditions.

Either case weakens Poland and usually in a vital industrial point. She takes hannonicas instead of building up her industry because she has the money standing to her credit in Germany and cannot use it any other way. Or she has to force the Polish dealer to buy German instead of American cars either by a discriminatory tariff, import quotas or exchange controls. Even if Poland wanted to set up automobile plants or machinery factories of her own, she would be hampered by the need for taking German products through the clearing agreement.

Multiple marks achieved the same ends through a different device. Germany would make payments to foreign creditors only in special kinds of marks. While the official rate was 40 cents, there was a travel mark quoted at about 15 cents, good only for tourist travel in Germany. Other types of marks sold at even lower prices. They were expendable only for the purchase of German goods by foreigners who had made special arrangements. This in effect made the German products cheaper. Foreign holders of these marks were tempted strongly to get machinery from the Reich instead of from their own manufacturers or from another country which did not offer this bribe of bargain-basement currencies.

Export subsidies achieved the identical purpose. Part of a special tax placed on all German industries was used to subsidize exporters, who could then undersell any local manufacturer in Europe in his own market. The German could either drive competitors out of business or force them into agreements to restrict their output. In either case, European industry in general was stunted in its natural growth.

But the really big thing was the international cartel, through which the power of other nations to defend themselves was weakened. The United States was not immune. Because Germans could force even United States aluminum, optical goods and chemical giants to restrict their volume, territories, prices and new products, the German Army felt itself able to make its bid for world conquest.

Powerful as we are, the Germans succeeded in imposing upon us, through the medium of our own international industrialists, restrictions on the production of vital war materials. Before we could get rid of the deadening effect of the German control in our own back yard, we had lost months at a stage of the war when seconds were costing lives. For those were the months when the Japanese were sweeping to the shores of Australia, the months when the Germans drove to Stalingrad, the months in which Rommel pushed his desert armies almost to Alexandria.

Germans dominated the eartels and used them for war, not because they were wiser or stronger or wealthier but because they concentrated on building for aggression. Cerman members, who virtually had their government as a silent senior partner, were mainly bent on carrying out that government's aggressive policies. Other nationalities joined the eartels for strictly business reasons. The German was linked with his government in a campaign of economic conquest. The American, at the other extreme, was frequently defying his government and in any case concerned solely with the eartel as a means of making money or consolidating industrial power. Therefore the German had a clear field for deploying industry as an auxiliary of the Army. Their colleagues in other countries

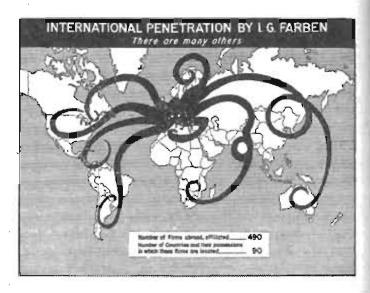
were usually satisfied with profits, freedom from competition at home and at most a share of foreign markets on a comfortably arranged basis to keep prices up.

The word "cartel" is used rather indiscriminately, often merely as a term of abuse. Strictly speaking, it is an organization by which producers in a given line combine to carry out a common policy of production, prices or sales. It is frequently meant to apply only to an arrangement by which producers restrict their output. In either case, the members retain individual identity although the cartel sets production quotas and prices, divides exclusive territories and sometimes even operates branch plants and sales offices for all members jointly.

For the most part, cartel agreements are illegal in the United States. In Germany they are not only legal but since 1933 compulsory in many instances. They have been rigidly controlled and supervised, as was all business, by the Ministry of Economic Affairs, so the government really directs their policies. Between the world wars, some two or three thousand cartels were organized in Germany. More than one hundred operated on an international scale. These are the ones that carried on Germany's prewar commic hostilities. The extent of their operations can be seen from a Treasury compilation of German subsidiaries and affiliates in just six countries—Turkey, Argentina and the European neutrals Portugal, Spain, Sweden and Switzerland. The list, mostly firms controlled by German cartels, contains 750 names.

Just how Germany's economic aggression against the people of the United States was carried on has been brought to light in this war. Much of it has been dis-

covered by the Treasury Department through our taking over such German outfits in this country as General Aniline & Film and Bosch Magneto. We found that no matter where the heart of the cartel octopus was—in Germany or England or Holland or the United States—the result was the same. The tentacles reached out into all countries,



squeezing the natural, beneficial growth of industry and commerce, crushing the independent manufacturer, the small trader, the truly competitive businesses which are the life of commercial and industrial progress.

The Cerman domination of cartels was a menace and worse in more ways than one, but nowhere as much as in keeping other countries from a natural, healthy industrial growth. Germans did it by restrictive agreements within

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the cartels, by selling at a loss to prevent a new competitor from getting started, by control of patents—often the patents of Americans—and by simple boycott. The result was always a swollen German, and a shrunken world, industry.

The firm of Friedrich Krupp of Essen presents a clear warning as to how German heavy industry would rebuild for war if we allowed it to exist. After World War I, Knipp was required to destroy machinery of war. But a Socoopoo loan from the United States in 1924 helped it to regain its old position, which before 1914 had embled it to force the United States Navy to pay three times as much for armor plate as Europeans paid. After the loan, Krupp was sufficiently recovered to invade the United States. Under the laws of Delaware it organized the Krupp-Nirosta Company to hold and license patents. Some of these patents were for stainless steel, and by pooling with our own steel firms, Krupp was able to exercise a tight control over stainless steel companies here. Not only was production restricted, but Krupp-Nirosta scut reports to Essen giving technical information on American producers and telling how much they were producing. When war broke out in 1939, Krupp-Nírosta (the Krupp part of the name was dropped in January, 1940, and a camouflaged Swiss ownership attempted) tried to put through a plan by which German firms in Latin America could get American supplies to maintain German influence there.

Even when a United States firm tried to escape some of the restrictions imposed by Germany, the system was too strong. The American Bosch Company had a series of

agreements with Robert Bosch of Stuttgart, made in 1930. Besides the usual clauses limiting production and market territories, American Bosch had to pay such high royalties to Germany for fuel injection pumps and nozzles that in 1939 it wrote the parent company:

"The production of Diesel engines during the past year has declined greatly.... The fundamental problem affecting the further development of Diesel engines in our country today... is almost entirely one of price."

But Bosch of Stuttgart kept the royalties so high that American manufacturers preferred gasoline engines. By 1941 this so seriously hampered our Navy in its building program that on June 19 it pleaded for a "second source of supply." American Bosch had no right to license any other firm to make the vital fuel injection pumps. It had to ask Germany for permission to give this aid to the American defense program! In 1942 one of the reasons given for the success of the U-boats against our shipping was our hopelessly inadequate Diesel engine production. Germany had barred us from going into large-scale manufacture of an essential anti-submarine aid.

The occupation of Germany has revealed a great many details, suspected but now proved, of how the German heavy industrialists prepared for this war and then, seeing defeat, began preparing for the next. When our troops went into Frankfurt, military government officers headed straight for the main offices of I. G. Farben, greatest of German trusts. The officers got there while shells were still bursting in the area. The Germans had done a very thorough job of mixing up the records. Trash and secret agreements, dead files and important contracts were scat-

tered all over the floors and staircases of six stories. Essential documents had been shipped all over Germany. One official had hidden a ten-inch pile of international dye agreements under an innocent layer of family silver. The military found valuable I. G. Farben papers in beer halls, caves, salt mines and even monasteries.

Out of the documents sorted out from the wastepaper emerged proof of German schemes both past and present. One example is the minutes of a meeting at which on March 17, 1939, the legal brains of I. G. Farben met to safeguard the German trust's assets abroad during the war. In the United States this was to be done by transferring patents to General Amiline & Film. Approval of the German Economies Ministry was obtained, and Farben officials wrote:

"We know from previous experience that our American friends are handicapped in their work for us by the existing links and believe that we must help them in the defense of our interests by carrying out the measures described above which they have recommended to us."

Fortunately, Farben's "American friends" had underestimated the vigilance of the Treasury and other American officials. The Treasury took over General Aniline & Film, and the minutes of the German meeting are chiefly interesting as proving the wisdom of our course and as evidence of a plot that failed. But we should not be in the least complacent. For other plots did not fail.

At a whole series of vital points, American production for war was hampered as it had been for peace by the dominant position of German heavy industry. It happened in optical goods, in synthetic rubber, in tungsten carbide for machine tools, in atabrine to fight malaria, in high octane gas, in the new explosive tetracene, in magnesium and beryllium and plexiglass.

If Germany could fit the industrial powers of the United States into her pattern of world conquest, it is easy to guess how completely she could control nearer and weaker neighbors. But we do not need to guess. We know.

In 1926 an international steel cartel was organized. At the time, Cermany produced only 21/2 per cent more pig iron than France. The cartel agreement fixed the quota of each member, and each was to pay into a common pool one dollar for every ton it produced. But for every ton produced over the quota, the producer had to pay by way of a fine an extra four dollars a ton. The French very thriftily kept within their quota and even cut production a bit now and then to save the dollar a ton. The Germans. on the other hand, seemed to have gone on a spree. They regularly exceeded their quota and cheerfully paid the fine. In one year it amounted to about \$10 million for 2,500,000 tons excess production. But it turned out that the Germans knew what they were doing. After a few years they argued plausibly that their increased capacity was so great that it entitled them to a bigger quota. Their increased capacity-second only to that of the United States by then -gave them the power to beat their European rivals over the head to get what they wanted. Their pig iron quota was raised, and by 1938 German steel production was 23,-200,000 tons while France dropped to 6,200,000.

Without the cartel deal, the two countries would normally have developed along about the proportions of 1926. As it was, France sold her iron ore to Germany in

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greater volume, contented herself with an inadequate steel capacity and relinquished to Germany markets she might casily have kept or gained for herself. Germany could get away with it in part because German cartel members were part owners of all the important steel and chemical companies in Europe.

It was the same steel cartel that showed how an industry can be strangled at birth in a little European country. Shortly before the outbreak of the war, Greece was planning to build steel mills of her own. Germany not only refused to supply any equipment after having gained a predominant place in the Greek economy, but used her influence to keep other members of the cartel from doing so. In a letter from the German Steel Cartel to the international body, appears this paragraph:

"We have left no stone unturned in order by all means to prevent the establishment of an iron industry in Greece."

German cartelists prevented the growth of French dye industries and blocked the establishment of a French synthetic oil industry. French industrialists were permitted to make money, but their country was fatally weakened both in the useful crafts of peace and the grim necessities of war.

Through all this growth of German power—achieved because the German government joined the German cartelists in an unequal economic battle against foreign industries—there grew up a legend that Germany was a huge and essential and irreplaceable market for the raw materials of Europe. Yet the figures show she was even

less of a factor as a buyer than as a supplier. Almost no one in Europe will miss her heavy industries as a market.

The year 1937 marked Cermany's biggest purchases of industrial raw materials and semimanufactures since the peak of the 1929 boom. The enormous iron and steel, metallurgical, electrical and chemical industries, among them, bought from all Europe a grand total of \$160,000,000 worth. This is less than the total of raw materials and semimanufactures imported that year by a single United States industry—automobiles.

Nor were these German purchases a matter of life and death for any single country. Sweden was tops—\$50,000,000,000 of the \$160,000,000 total. Eight other European countries shared in it to the extent of more than \$5,000,000 each. Eleven others had a small, sometimes a negligible portion.

Nearly half of the \$160,000,000 was in iron ore. There can be little doubt that a properly balanced European distribution of industry would easily absorb this iron and more, as well as all the other items formerly sold to Germany. Some will be used at home in new industries and to improve local standards of living. Others will be purchased by European countries which are permitted to develop or expand their industries according to the dictates of free competition.

The loss of heavy industry would decrease German imports of agricultural products, and in value this was always more important to Europe than the buying of German heavy industry. But the net amount of food for Europeans to eat will be bigger than ever, for the rest of Europe will feed itself instead of feeding Germany:

# A STRONG EUROPE IS BETTER

Many of Germany's displaced industrial workers will go on the land and improve the frequently inefficient and archaic German farming methods.

The 1937 imports of agricultural products from Europe were unusually high for Germany and reached a total of \$260,000,000—the equivalent of about three per cent of the American people's food bill for that year. Whether Germany keeps heavy industry or not, this standard of imports could not be maintained now and would not be reached for a great many years. For one thing, some of the imported food was taken as part of a plan for making other countries dependent on the Reich. More was stockpiled for war. In neither case was it needed to feed the German people. Even if Germany is permitted to keep heavy industry, she could not produce foreign exchange to buy this food without help. The Allies would have to give up reparations and actually grant Germany a priority for machinery and materials for her export industries ahead of the needs of liberated nations. If we treat our friends fairly, Germany will have little food except what she can mise herself.

This does not mean that the other countries of Europe will not sell food. They may well sell more than ever before. The big suppliers of Germany in 1937 were Denmark to the extent of \$50,000,000; the Netherlands, Italy and Rumania with more than \$40,000,000 each; Yugo-slavia and Hungary, about \$35,000,000 each. They accounted for about two-thirds of Germany's agricultural imports from Europe. Yet all of these countries except perhaps Denmark and Holland need food for their own people far more than they need exports. Increased indus-

trialization, which they might be able to achieve when freed from German bondage, would permit Yugoslavs, Rumanians, Hungarians and Italians to eat better. They would find a market for real surplus crops in the factory towns of other countries. Denmark and Holland, particularly the latter, would also have bigger home markets and might find buyers in such countries as France, England, and Czechoslovakia.

Actually, even if Germany ceases to be a purchaser of anything at all, an entirely different group of countries from those who sold most to her would have to make the bigger readjustments. They are countries that are facing pretty staggering readjustments anyway. In 1937, five eastern European countries did rely upon Germany for a very large part of their exports, both food and other materials. Bulgaria sold 43 per cent of her total exports to the Reich; Turkey, 36 per cent; Latvia, 35 per cent; Greece, 31 per cent; Estonia, 30 per cent. The percentages were high; the actual amounts relatively small. A very few industries in these countries would enable them to absorb locally all they sold to Germany. A few more industries in other neighboring countries would enable them to expand their exports over the 1937 figure.

The end of heavy industry in Germany will permit transfer of factories to the very places where they would have been located in the first place if access to raw materials, markets, labor and power had been the really decisive factors in European development. The shift could be all the easier because many German heavy industrial plants have been destroyed in the war. It could have been easier still had our own leaders not permitted a partial revival

of these factories. Surely, it would be far more reasonable to rebuild them outside the Reich's borders than within. Holland, for example, should make electrical equipment and metal products instead of being merely a port through which German exports were routed. France should make steel herself from her own iron ore, using German coke as she always has. Britain may find a reviving market for her coal. Chemical industries might spring up all over Europe. The bauxite of southeastern Europe and Danube power give the clue to the location of the future light metals plants. Norway, Holland and other maritime states could easily fill the gap left by the German shipyards—and not with submarines either.

While the exact location of new industries will depend upon all sorts of unpredictable factors, the change in the industrial map of Europe will be profound. The continent will be able to use its raw materials, labor, potential power and other industrial assets to best advantage. It can become much stronger and more prosperous without German heavy industry to shackle its progress.

# Chapter IV

# A FUTURE FOR GERMANY

the farm. The men and women in the German labor force can best serve themselves and the world by cultivating the German soil. Such a program offers security to us as well as food for Germany and her neighbors.

A great deal of the discussion as to whether or not the German people could exist without heavy industry has been in the realm of abstract debate. It can be settled only through studying the facts about Germany's labor force, the farm land available and the potential production under principles of modern scientific land use.\*

Such a study leads inescapably to the conclusion that Germany without heavy industry has the manpower and the acreage to feed her people. It will involve hardship and hard work for several years. Probably there will be considerable unemployment in the difficult transition period. That will be true whether Germany is allowed to rebuild heavy industry or not.

The main consideration, however, is not discomfort and toil for Germany but peace for the world. If it were true, as some people have asserted, that thirty million Germans would starve through the elimination of their heavy indus-

\* Figures on German food production, consumption and imports will be found in Appendix A.

thy, their misery could become a menace to peace. But a study of the facts shows that their best chance of getting an adequate diet within a reasonable time is by growing their own food and not by returning to steel mills and synthetic plants.

The last adequate German census was taken in 1933 and listed a population of 69,000,000. Agriculture accounted for 29 per cent of the labor force (all those at work or seeking work) or 9,388,000. In considering the question of whether Germany can feed herself from her own resources, the manpower part of the problem consists of getting enough workers formerly in industry onto the land.

The war has cost Germany millions of men at their most productive age. Cessions of certain parts of the prewar Germany can be taken for granted, and not all the population will be transferred to the smaller Reich, for not all of it was German. Therefore the best estimates of the postwar German population range between 55,000,000 and 60,000,000. Based on the latter figure, the labor force would not be far from 25,000,000.

Out of that number, it should be possible—within a reasonable time and with the sacrifices of comfort and leisure which the Germans formerly made for war—to place 5,000,000 more workers on the farms, bringing the total agricultural labor force up to 14,000,000.

That would leave 11,000,000 workers to be employed in Germany's transportation, trade, public services and light industries. It is worth noting that even under the pressure of war preparation in 1939, total employment in

the group of heavy industries to be forbidden Germany was only a little over 4,000,000.

The exact methods by which the 5,000,000 new workers will be transferred to the farms is a German problem. But the way in which it might be done can be indicated.

If the German people are to make the best use of their soil, they are going to have to substitute the work of human hands for machinery for several years to come. The world's entire output of tractors, combines and so on will be needed by Germany's victime for a long time. Even with the increased plant facilities in this country and England, it will take years to supply the farms of our selves and our Allies. The Germans will have to rely upon themselves. That means intensive cultivation of the best food crops possible.

More production of high nutrition crops can be obtained on small farms, especially when the big machines that make large-scale agriculture profitable are missing. Germany will have to break up the big estates to settle her extra 5,000,000 farm workers productively on family farms. At two workers to the family, this would mean 2,500,000 new farms.

Americans have made an experiment in recent years which proves how families can be settled on the land and made self-supporting while contributing to the nation's food supply. The Farm Security Administration has provided the kind of help Germany will need to give ber new farmers. It consists of credit, advice, seed and tools. In the same way, Germany will have to give her 2,500,000 families displaced from other occupations the credit to take up land.

These families will have to get seed, fertilizer, tools, the materials to build a house. They will have to struggle hard, working long hours with little return at first. Perhaps many of them will have to fell trees to build their homes, then clear the wooded land to plant their crops—a tough job in any country.

But it is far better that they be so employed—both for them and us—than that they engage in the equally arduous task of rebuilding the Krupp Works at Essen.

In our own experience, we know that concentrated effort can settle 2,500,000 families in this way without much delay. In this country, we hardly scratched the surface of the possible advantages because we did not need them as badly as Germany does now. Yet in the year of our most critical food needs, it was this type of farmer who contributed the greatest proportional increase to our supplies.

In 1942, the year the war looked blackest for us, the Farm Security Administration was giving aid to 464,000 farm families. This was about 7 per cent of all the farm families in the country, but that 7 per cent accounted among other things for:

38 per cent of our increased milk production

- 11 per cent of our increased beef production
- 17 per cent of our incremed dry bean crop
- 11 per cent of our increased peanut production

All of these are highly nutritive items, especially important in war or in the type of food emergency that faces Germany today. Many of our farmers have set records like

these with even poorer soil than Germany's new farmers will have to use.

Henry Clark is typical of many thousands in this country. A dozen years ago he was a worker in Knoxville, Tennessee. By 1933, workers like Henry Clark had been through some very bad times, and in 1934 this one decided the land offered a better living than industry.

Henry took his family out into the Tennessee mountains and bought fifty-five acres of badly eroded, desolate hillside full of gullies and weeds. Folks round about shook their heads. The last man who farmed that piece of land, they told Henry, used to plant his corn by standing on a neighboring hill and shooting the seed into his own steep slopes with a shotgun.

Henry grinned and went to work. His first year he got a mighty scant crop of hay and corn—about two hundred dollars worth all told. But he stuck at it. He contourplowed the slopes to prevent erosion, spread line and phosphate liberally with the aid of the Soil Conservation Service, slowly brought the land back to life. In his tenth year on the farm, Henry Clark sold \$4,600 worth of hay, tomatoes, dairy products, poultry and tobacco.

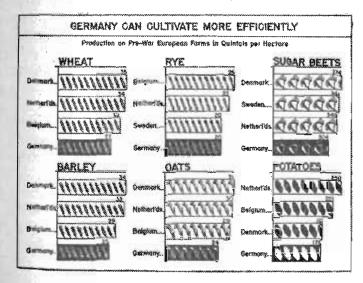
The German worker from Dortmund or Breslau won't have fifty-five acres. But he won't have steep slopes and completely exhausted soil either. The success of Herry Clark could be repeated in a smaller way and with variations by millions of Germans.

German industry, in the decades that Germany has been a menace to the peace of the world, occupied so large a place in the eyes of most observers that they quite failed to see behind it to the solid strength of German agriculture. Nor did they discover that the potential strength is

# A FUTURE FOR GERMANY

erenter even than the actual. In all Europe before the war, only France and Russia had more arable land than Germany. She is fortunate in the amount of arable land per person, too. France and Denmark have a little more in proportion to population, but Belgium and the Netherlands, which are among the richest agricultural states in the world, have far less. Germany is luckier than most of her neighbors in the proportion of her total area now suitable for crops. Already her arable land is 40.8 per cent of the whole country. France has only 37.5 per cent and Belgium 35.4 per cent, although Denmark has 62 per cent.

On the average, German acres before the war did not produce as much as those of some neighboring countries. The accompanying chart shows how in yield per acre Germany was outdistanced by others in the very crops which were the foundation of the Reich's agriculture.



The following table shows at a glance that the land use could be greatly improved by a program of intensive cultivation. The total area of prewar Germany, before her grabs at Austria, Czechoslovakia, etc., was 116.000,000 acres. It was used thus:

Use	Acres	Per Cent of Total
Crop lands and orchards	47,100,000	40.6
Meadows and pastures		20.0
Forest and woodlands	32,200,000	27.7
Unproductive and wastelands Buildings, roads, recreation grounds, military camps,	4,200,000	3.6
etc	9,400,000	1,8
	116,000,000	100.0

On those farm lands, incompletely as they were used, the Germans just before the war were raising 83 per cent of all the food they consumed, and the average German's diet was one of the richest in the world—only 6 per cent less than that of the average American. It is half again as much as the minimum standard that the Allies are trying to give the liberated people of Europe, the victims of German aggression, during the transition period until their own economies are functioning again.

In addition to that, the Germans raised another 51/2 per cent of their prewar diet by feeding imported fodder to their own animals. About 111/2 per cent was imported food for human consumption.

It seems plain, therefore, that without becoming even as good farmers as the Danes, Germans within a few years could be raising on their own soil at least 95 per cent of their real needs. They could also have enough farm

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exports to pay for fertilizer and the other 5 per cent of their food which cannot be raised in Germany. They would accomplish these other highly desirable results:

- 1. Give employment to several million workers displaced from industry.
- 2. Break the economic power of the Junkers, who have been the most persistent warmongers in Europe for generations.
- 3. Build up the small farmer as the backbone of a peaceful, perhaps a democratic nation.
- 4 (And this one would make the program worth while even without the other three.) Permit the rest of Europe to go about its business of building peace without the ever-present, haunting fear of German aggression.

These conclusions stem irresistibly from a study of German agriculture as it is and as it might easily become. The facts are unaccountably overlooked by those who take for granted that by some law of nature Germany is a country dependent upon industry for its living.

One of the facts which it seems very odd that anyone can overlook is the existence of Germany's 107,000,000 acres of land in farms and woods. About two-thirds of the total area was crop land and pasture. Germany's crop land alone is bigger than the total area of England and Wales; her acreage in farms is about double the size of all Great Britain. That is quite a sizable piece of land to exape notice.

Not all of Germany's 107,000,000 acres of farms will remain within the Reich after final boundary adjustments have been made. But it is better to leave her land than factories. Therefore, the plan set forth in these pages is

based on the cession to other nations of East Prussia, Silesia, the Saar, some territory west of the Rhine, Schleswig-Holstein and a few much smaller areas. It also takes into account the internationalization of the Ruhr, and the eventual return of its German population to the Reich. All of these territories add up to a little more than 20,000,000 acres.

This would very closely balance the loss in population. The districts lost, as indicated here, amount to 18 per cent of Germany's total land area. Placing her postwar population at 60,000,000, the loss in human beings would be 15 per cent. The amount of amble land per person would remain about the same, and on the average the farms left in Germany would be as good as those taken from her.

If Germany makes a serious attempt to feed herself, she can do so. The use of low-cost labor will make up for the loss of territory and machinery. But we can expect her to make the effort only if she is forced to it by refusal of the United Nations to take over the responsibility from the German people. If we feed them ourselves—and it would have to be from stores of food which hungry millions of our allies need—the Germans will not undertake the necessary agricultural reform. They will, if they run true to their form of the last one hundred years, prefer to intrigue for a return of heavy industry and war.

It appears to be well within the limits of probability that if Germany makes full use of her land, she can do more than feed herself. Eventually she will be able to export produce to her neighbors and grow raw materials for the products of her light industries.

The great source of land for the future small farmers of

Germany lies in the great estates which not only retarded the course of German land reform but bred the race of Junkers who have been the backbone of the German General Staff, the most ardent warmongers in Europe and the core of German aggression.

In 1938, fewer than 7,000 Junker families owned almost one-fourth of all German land in farms. They and their stellite landowners of large estates, 34,000 in all, owned more than one-third of the land. The other 3,200,000 farm families owned less than two-thirds.

Their enormous estates gave the Junkers the political power which did so much to keep alive the harsh militarism of Germany. That somewhat obscured the fact that they were as omnipotent and as barsh in German agriculture.

The political and military careers of the Junkers as well as the ostentation of their society were financed by a worse than feudal exploitation of an impoverished farm labor class. The wages and working conditions of Germans were held down by importing foreign laborers. The use of pusoners as slaves on these estates during the war was no more than a slight variation on a long-established policy.

Most of the Junkers were as backward in their farming as in their social outlook. Rather primitive agricultural techniques prevailed. Large areas were kept as hunting preserve. Much of the rest was used for crude grains-instead of making the most of the land from higher grade food crops and cattle.

In breaking up the big estates, Allied interests coincide

perfectly with German welfare. Many Germans know that they have suffered in the past because Junker influence set the Reich's agrarian policy from the days of Bismarck. And that policy has been one of high protection for Junker crops.

The high tariff on fodder ruined peasants who were dependent upon it to feed their animals. Thousands of formerly independent farmers were thrown upon the non-existent mercy of the Junkers. Even under the republic, with Chancellor Bruening in nominal power, the duty on barley was more than doubled.

The result of high tariffs was as bad for the German consumer as for the German peasant. In 1931, the price of a kilo (2.2 pounds) of wheat bread in Belgium was 20 pfennigs; in Germany more than 80 pfennigs. In 1935 wheat sold at 69.50 marks a ton in Rotterdam and more than 200 marks in Germany. That same year the German price of sugar was ten times what it was in the world market.

Protective tariffs of this kind placed a strait-jacket on the development of agriculture in Germany. The most inefficient form of production was protected, the extensive cereal growing of the larger Junker estates. Elimination of the Junker protective economy will free millions of German farmers from bonds that have restricted their markets. They will not only be able to feed their own countrymen, but they will be able to contribute to the enormous task of banishing from Europe the specter of hunger, which the German war machine evoked.

It seems plain that land reform has long been overduc

in Germany for purely agricultural reasons quite as much as for security and ethical ones. Alexander Gerschendton, an agrarian expert who has made a careful study of the problem in Bread and Democracy, thinks the Junker economy and political power defeated democratic beginnings in Germany after 1918. He says:

German democracy rejected the road of agrarian revolution, the road traveled by most of the countries in which the economic power of large estate owners was curbed after the World War. . . . Translated into the realistic language of practical politics, this meant that the Junkers had been rescued again. . . .

Politically, the position of the Junkers improved steadily. The big estates quickly became the rallying places for young men—flotsam of the war—who found it difficult to return to the normal life of peace. Little armies of vigilantes were organized and rearmed at the Junker estates. They were kept in preparedness for an attack upon the Republic.

Ever since Bismarck's time, encouragement of more small farms has been a dream of a good many Germans. Bismarck himself introduced a plan for homesteads which the Junkers always were able to nullify. The demand for land reform was a continuing political institution and every new agitator seeking popularity played upon it. As just one example, the greatest agitator of them all, Hitler, proclaimed as one of his twenty-five points in 1921: "We demand agrarian reform consistent with our national needs; the passage of a law to expropriate without compensation land which is to be used for common purposes. . ."

He changed it later, but it is indicative of German

desires that he felt it necessary to pay lip service to the very human yearning to get "back to the land."

The 34,000 big landowners of Germany, and particularly the Junkers, have shown themselves unworthy cultivators of their 37,000.000 acres, as well as a collective peril to the peace of mankind. They had only 12,725,000 acres in crops. Their land, suitably divided, would enable hundred of thousands of peasants who own less than five acres apiece to have enough to utilize their full labor productively.

Or if 24,000,000 acres were divided up into twelve-acre farms, 2,000,000 families totaling several million individuals could be settled on new homesteads. Twelve acres are more than the average prewar German peasant owned. Still more workers could make farms out of reclaimed wasteland, military camps, airfields and so on. The rest of the new agricultural workers would have to clear forest for their farms or bring pasture under the plow.

Millions of man-years of good hard work could be put into draining swamps, terracing hills for cultivation, clearing cut-over forest, putting back into productive use the vast acreage ruined by being turned into army camps, artillery proving grounds, training fields, etc.

The transition from factory to farm will be much easier for Germans than for most urban dwellers. Even more than with us, the present generation of industrial workers has been recruited from farms. An even greater number are the sons and daughters of farmers. Besides, the German worker has kept a closer touch with the soil than most others. Millions of them have had subsistence gardens which were often almost small farms of anything up to

an acre. Even before the Nazis came to power Berlin alone counted 198,000 such garden plots within the city limits and 247,000 in surrounding territory; Hamburg had 96,000 inside the city.

The Nazis intensified this practice, and in addition sent all youths out for a few weeks each year to work on real farms. The combinations of these factors makes millions of German workers almost farmers before they get their land.

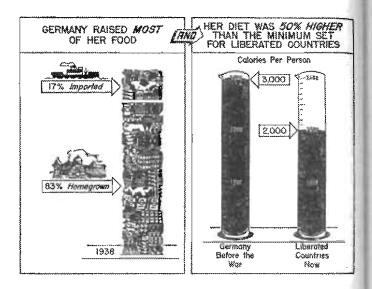
The simplest answer to the argument that Germany cannot feed herself without heavy industry, is the fact that in the past she was very nearly self-sufficient in food, partly through the increased production drive in anticipation of war.

The average German table groaned with a variety and quantity of food that would make the mouths of her neighbors water, and most of it was grown at home. Bread, potatocs, sugar, fats and oils, meat, poultry and milk accounted for 90 per cent of German nourishment in the years 1933-1937. All the potatoes, sugar and milk were miscd within the Reich. She imported 2 per cent of her breadstuffs and 3 per cent of the meat and poultry. A very little more intensive agriculture, even in her reduced area would climinate the necessity for these imports. Of fats and oils, 53 per cent were imported, and the imported share accounted for 8 per cent of the total German diet.

The postwar Reich will have to import some food after it is rebuilt for peace, but with the improvement of small farms and the consequent production of more hogs, the imports could be greatly reduced. The other principal prewar imports, all negligible in total, were fresh vege-

tables, cheese, dry legumes, eggs—all of which could be raised at home—fruits, nuts, fish, cocoa and coffee.

In total weight, this average German diet totted up to 1.3 pounds per person per day, and amounted to 3.030 calories. The average daily consumption in the United States is 3,200 calories.



The application of 55 per cent more labor to German farms, as proposed here, will not increase this food supply by 55 per cent. But that will not be necessary. An extra 15 per cent would make Germany virtually self-sustaining, even on her high prewar diet. But more probably, Germans will cat a little less for they will have to export food as well as consumer goods in return for such products of heavy industry as they will need, the small amount of

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foodstuffs that will not grow in Germany and the rather large amount of nitrates and phosphates she will require to keep her soil productive.

Intensive farm cultivation offers Germany a solution to her employment problem as well as to her food problem. With millions of her industrial workers unemployed while the machinery of total war is dismantled and replaced by an economy of peace, Germany faces as difficult a reconversion task as any nation of the world. These millions of unemployed can be put to work much more quickly on the land than by waiting for factories to be rebuilt and recquipped.

Even if the safety of Europe did not demand that most of them become farmers, the immediate needs of their own country would. Germans will have to raise their own food within a few years no matter what course the United Nations take, short of starving Allies for the sake of enemies. There will be little enough for a long time for the Belgians, Hollanders, Poles, Greeks, Czechs, Yugoslavs and others who have been hungry for years because the Germans plunged the world into war.

Furthermore, the twelve-acre farms of former steel, chemical and electrical workers can get into production a great deal more rapidly than the steel mills of Essen. Under current world conditions, the only way we can be sure sixty million Germans will cat is to get a great many of them on the land as soon as possible, and keep them there.

## Chapter VI

## REPARATIONS

paying off Germany after the Franco-Prussian War, French industry and trade had grown so strong that Bismarck is said to have remarked ruefully that the next time he beat the French he would insist Germany pay the indemnity. The exaggeration serves to emphasize the dangers concealed behind the alluring façade of reparations.

The basis of the apocryphal Bismarck story is that payment of the 1871 indemnity did not in the least weaken France. The total required was the then astronomical sum of one billion dollars. France paid it off in cash by 1873. She seemed all the healthier, economically speaking, for having made the effort.

Cash indemnities no longer have any place in practical negotiations. The substitution of reparations in kind avoids the difficulties of transfer. It also tends to keep the amounts smaller, since statesmen are more realistic about goods than about money. But reparations in kind do not avert the basic danger. Unless the items to be taken by the Allies are carefully selected, the payment of reparations, especially over any protracted period, will build up German industry.

So far as reparations were paid by Germany after World War I, that is what happened. She was obliged to build up

her industries and her exports to meet even the relatively onall payments she made.

in the 1920's, German reparations caused a good deal of dissension in Allied ranks. Each nation was dissatisfied with what it got and believed others were faring better. The French, for example, were sometimes a little jealous as they contrasted the meager flow of goods and cash which came their way with the confiscated merchant ships which fell to England's lot. Englishmen, who found the ships slower and more expensive to operate than the fine new ones Germany was building for herself, were inclined to think France got a better bargain in German coal. This feeling was all the stronger when Britain's sales of coal to France fell off because of German deliveries. Meanwhile, Germany blossomed out with a brand new merchant marine built in yards which would be turning out submarines a few years later. In order to make delivery of industrial goods to France and others, Germany was allowed to convert arms plants to civilian uses and keep them going-with exceedingly slim returns to France in the way of reparations-until she was ready to convert them back to war.

Besides retaining all the bad features of the Franco-Prussian settlement, the Allies after 1919 added a worse one of their own devising. France in the seventies paid in full two years and four months after peace was signed. The Allies in the twenties tried to keep Germany paying, first for forty-two years, then for more than sixty. These terms were favored by some Allied spokesmen, who wished to weaken Germany, because they thought the Reich would be kept bowed down under the burden through two

generations. The terms were favored also by some advocates of leniency because they thought the long period would make it easier for Germany to pay.

Both overlooked a fundamental economic fact. No such long-term payments are possible without the co-operation of the debtor. A creditor can seize what the debtor already has, but he has to have the debtor's help to get the produce of the debtor's later toil. The Allies were in the position of a bank that holds a \$10,000 mortgage on a farm which would not bring \$2,000 at a foreclosure sale. The only way the bank can get its money back is to enlist the farmer's co-operation in improving his land and crops to increase his income. If the bank has no confidence in the farmer, it would do well to write off the loss and hope it won't happen again.

The Allies did not want to follow either course. So they found themselves seeking to persuade Germany to produce for reparations by concessions which were virtually bribes. One of the first was permission to convert war plants which might otherwise have been destroyed. That was a real bargain for Germany. Then Germany argued for foreign loans, and used at least part of them to build up her industries, ostensibly for reparations but actually for war. And finally, she bargained for evacuation of the Rhineland. This was when she agreed to accept the Young plan of 1929. The Allies marched out of the Rhineland in 1930. The last German reparations payment was made in 1931. The Allies were poorer by the amount they had lent to Germany; it was more than the reparations paid and they never collected on the loans. Germany was richer by

the cash and, more important, by the greatly increased industrial plant.

Reparations were a running sore in the whole world economy of the twenties, but there was one short period when deliveries were made without adding anything to Germany's strength and without costing the Allies trade or jobs of their own. This was in the first couple of years after the war when Germany paid out of her assets abroad and her supplies at home. By May 1, 1921, Germany herself figured these payments at more than five billion dollars. The Allies put them at about two billion dollars. Whatever the figure, it represented reparations which helped the Allies and added nothing to Germany.

The point is of practical importance today. Reparations in the form of goods already made by Germans can give immense impetus to reconstruction in all the devastated lands of Europe. Such goods might be a substantial portion of the physical assets now existing in Germany. They would consist of the loot seized by the Nazis in every country they conquered. They would include also German machinery of all kinds, stocks of raw materials, gasoline, livestock, railroad equipment, barges, fabricated steel—in short, a whole catalogue of useful manufactures for Allied consumers and industries. German labor, to operate the equipment or to work on the farms and in rebuilding mined areas, may be needed for years by the liberated countries. They should get it.

Obviously, however, all of Germany's assets will hardly make much of a dent in the gigantic job of reconstruction. And just as obviously, ordinary justice demands that the Germans pay for the damage they have done, no matter

how long it takes. But there are several catches in that simple proposition. One is that the Germans have destroyed more than they could possibly replace. Another is that the acceptance of German-made reparations in great volume and over a long period will weaken the very countries most in need of strengthening. Finally, and most serious of all, the payment of such reparations will build up German industry to its old dangerously dominant place in the European economy. We know from experience how the thing would work.

First of all, the United Nations themselves would have to help rebuild German industry so the schedule of reparations could be met. Germany ended World War I with her factories intact, for there had been no fighting on her soil and no mass bombing of her cities. This time her whole system of production and transportation has been bombed and shelled. Furthermore, it was far more thoroughly converted to war work than in 1914-1918, so the process of reconversion, except in those basic industries which are the same in war or peace, would be more complicated. Instead of taking German equipment to help her victims, we would have to supply Germany with still more equipment, probably American. But anything we can send to Germany will have to be taken away from what we could send to the liberated areas. We would be rebuilding a German factory rather than a French or Dutch or Russian plant. It is hard enough to apportion the available equipment among our friends without giving priority to our enemies.

Yet Germany cannot pay recurring reparations unless we do just that. She has no great raw material resources upon which to draw, except coal—and that ought to be taken from her anyway through international control of the Ruhr.

This does not exhaust the objections to reparations which take the form of industrial products. The devastated countries of Europe which receive them would not be able or would not have so much incentive to build their own industries. They would be receiving German steel, German railway cars, German machines, German trucks and buses, German electrical goods, German textiles, German chemicals. They would become so dependent upon German industry that they would never be able to break away, and would find themselves helplessly caught in the German net as soon as the newly powerful Reich felt strong enough for another fling at war.

The dependence would continue long after reparations ended. All over Europe, the people would be equipped with and accustomed to German products. When a new part for a tractor or a dynamo was needed, it would have to be ordered from Germany to fit the existing machine. When new equipment was bought, it would be German because engineers and workers would have become used to it. Consumers would buy goods made in Germany because the packages would bear familiar brand names.

For the smaller countries, this means political as well as economic dependence upon Germany. By the same token, industrialization of these countries will make them more independent of any outside pressure, raise their standards of living and fit them to take a strong, free place in the community of nations. They know this well enough, and are eager to acquire new industries while rebuilding

old ones. They know the opportunity is now, in the months and years just after the war. They know that one locomotive or one electric generator this year is worth ten in 1950. If the one goes to Germany, they will be justifiably bitter. They will have been saved in war only to be betrayed in peace.

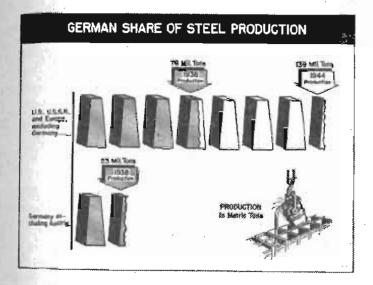
Larger countries will suffer as much, and the United States will not be the least among them. For German reparations will sweep a market to which the trading nations of the world look for a necessary part of their postwar prosperity. Advocates of a heavy German schedule of recurring reparations are asking us to build up German industry at the direct expense of our own.

Consider steel as an example. The United States, Britain and Germany have all increased their production for war. Our own capacity is 90,000,000 tons a year. In 1937, one of the best of prewar years, we produced 57,000,000 tons and provided 40 per cent of the world's steel exports. Germany produced that year 22,000,000 tons; the United Kingdom, 15,000,000; France, 9,000,000. Out of the increased British and American capacity, not to mention the easily expanded French capacity, all postwar exports could easily be met. It would be good business to meet them. But if Germany is to retain her steel industry to pay reparations. Yngoslavin, Greece, Norway, the Netherlands and even France herself will be getting their steel from the Reich. The result: unemployment in Pittaburgh and Birmingham.

Industrial reparations would tend to tie the chemical industries of the world once more to a German-dominated

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cartel. Before the war, the leadership of the German trust imposed strict limitations on production. The United States has since then expanded its output about four times. Before the war, little was exported because of the German-imposed restrictions. With reasonable competitive opportunities in peacetime, the industry will be able



to sell in Europe. But not if Europe gets its chemicals by way of reparations from Germany.

The exporting nations among the Allies will be the first to agitate for cancellation of such recurring reparations. The competition from that source was one reason England was eager to reduce German payments in the twenties. It was responsible for a good deal of the American dislike of the program. But it is better never to im-

pose such reparations at all than to end them as a result of a quarrel among the United Nations.

The quarrel would develop inevitably because receipt of reparations would create certain vested interests which would resent any stoppage. Even more dangerous to peace and Allied unity would be the fact that these vested interests would become pro-German interests, too. They would have a stake in the reconstruction of German industry far beyond any concern for that in other United Nations and often even beyond their concern for the industry of their own countries. Out of self-interest, they would fall easy victims to German propaganda for more lenient terms. They would themselves become propagandists for evacuation of German territory or relaxation of economic controls. They would echo German pleas that more reparations could be paid if only the Allied troops and commissions would go home.

It is an ugly but inescapable fact that between the two wars there were plenty of industrial leaders and their satellites in many countries who were tied so closely to German success that they did not care what happened to their own countries. Human nature has not become so purified by war that these men or others with the same characteristics will cease to exist. At best they would rouse dissension in their own countries. At worst they would contribute to the weakening of European industry in general and to encouraging. German preparations for another war.

Such results indicate, too, the increase to the international economic measures which the United Nations hope to adopt for the restoration of world trade. The

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most important of these steps are removal of barriers to trade and stabilization of currencies as the medium through which that trade is carried on. We have hoped to eliminate quotas by which one country limits its imports of another's products to a certain percentage of previous sales or of the country's requirements. For example, before the Hawley-Smoot tariff (highest in our history), American radio sets were so much better than any others that 56 per cent of all French receivers were made in this country. In retaliation for the tariff, France slapped a quota on American sets, and set it at 8 per cent.

We have hoped to eliminate discriminatory tariffs and to set up international machinery to keep foreign exchanges stable. Reparations will upset all these appleants. Countries receiving or even just hoping to receive German goods as reparations to sell to their citizens will be tempted to impose quotas on other nations. They will be tempted equally to raise tariffs. And they will tend to force controls over foreign exchange because their own exports will not be balanced by imports through normal trade channels. That, too, would be a fruitful source of United Nations discord.

It is often argued that a wholesome use of force would soon bring the Germans around to producing reparations. The limitations of force were discovered by the Nazis themselves in their attempts to sque we occupied territory. Although they had men claborately trained in brutality, they never were able to prevent sabotage and passive resistance. We would be equally helpless. Our people and our soldiers would grow weary eventually of wielding the lash over a stubborn though beaten population.

One of the best documented failures of force as a collection agent for reparations was experienced by the French and Belgians more than twenty years ago. For two and a half years, beginning on January 11, 1923, their troops were in the Ruhr Valley while their engineers grimly struggled to extract some sort of tangible benefits from the rich coal mines and the huge steel works. The Germans simply quit work, refused to run their factories or their railroads and left the valley in droves. The French jailed some of them and threatened many, but production could not be boosted with men in jail, and the example failed to bring workers back to their jobs. When the Dawes plan finally settled this particular dispute and the troops left the Ruhr on July 31, 1925, it was found that the total addition to the reparations payments had amounted to 798,000,000 gold marks. This was more than most other collection methods had extorted. But it was less than a third of Germany's minimum obligation under agreements she had accepted before the occupation.

The parallel to what has been happening in the Ruhr since the Allies entered the valley this year is perilously exact. The miners have been staying away from the pits, and the occupying authorities have been taking what is described as every possible measure to get them back. As we have seen, that means every possible measure short of cleaning out the old-line German management and endeavoring to revive some of the former German trade union movement to spur production. If the first attempts to extract coal for our freezing Allies were so futile when we had a newly victorious army in control and before any sort of organized German resistance had

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time to develop, the hopelessness of basing reparations collection on the same methods is obvious.

However, even if our force or our cunning were more successful in plucking a wealth of industrial products from Germany, the basic problem would not be affected. After all, the avowed object of any reparations program is to rebuild the devastated areas for whose ruin Germany is responsible. The best way to do that lies through three main routes, all of which would be locked rather than opened by a system of reparations paid in industrial products. The three may be summed up as:

- 1. The largest possible immediate assistance to the liberated countries. This means, besides whatever help can be given by the other United Nations, all the useful machinery, raw materials and labor that can be found in Germany. Reparations paid in industrial products over a long period of time would mean that we would have to divert these supplies now from the liberated countries to Germany and leave the Reich with her own industrial plant intact.
- 2. Reconstruction and development of industries within the liberated countries. This involves, among other things, the utmost extension of international trade possible. Recurring reparations provide only unfair competition for local industries and barriers to the free exchange of goods between nations.
- 3. Security from aggression and the fear of aggression. The first step here is to eliminate the German menace. If German heavy industries are destroyed, we have achieved the primary objective. Reparations in kind over a long period require more and even heavier German

industry, with an accompaniment of fear and insecurity throughout the United Nations.

The real test of the value of any reparations settlement is simple. Does it strengthen Germany's war-making potential? Then it is bad, no matter how profitable. Does it help our Allies without strengthening Germany? Then it is good.

Chapter VII

# GERMANY AS AN ANTI RUSSIAN SMOKE SCREEN

I and World War II, commonly known as a period of peace but sometimes called more accurately "the long armistice," there was a strongly supported campaign to relieve Germany, along with other rations, of her debts to the United States for the year 1931-1932. And one of the main arguments for including Germany in such an arrangement ran like this:

"In her position in the center of Europe, Germany in good health would be a bulwark against instability and Communism."

That point of view was widely held by a variety of statesmen between the 1918 armistice and the outbreak of war in 1939. Nor can it be spoken of entirely in the past tense. Today it motivates a goodly proportion of those who expound the view that a strong Germany is an advantage to her recent enemies in the West.

The apologists for this thesis are even more dangerous to the cause of peace than their predecessors of the twenties and thirties. They are less frank. They do not openly say that we need Germany as a bulwark against Russia and Communism. For reasons which they undoubtedly regard as "statesmanlike" they prefer to operate

behind smoke screens of more or less plausible explanations. They seem to feel that this is too delicate a question for the American people to discuss on its merits. They say they would not want to disturb the co-operation of Russia and the United States, ignoring the fact that evasion of the issue is far more disturbing than frank debate. As a result, the people could find themselves at odds with Russia over a point which this self-styled superior wisdom has not allowed them to understand, while at the same time Germany would have been permitted to recruit her strength for another era of aggression and war. The smoke screens behind which this desire to build up bulwarks against Russia is hidden are mainly these:

The utter fallacy that Europe needs a strong industrial Germany.

The shortsighted contention that recurring reparations (which would require immediate reconstruction of German industry) are necessary to make Germany pay for the destruction of which she is guilty.

The naïve belief that removal or demolition of all German war materials and arms plants would be enough to prevent Germany from waging another war.

The illogical assumption that kindness will stimulate the rise of a real German democracy committed to a peaceful policy.

The danger to America and the world is not to be found in these arguments so much as in the fact that some of those who put them forward press them without much real belief in their truth. If they avowed their actual motive, the people could be relied upon to repudiate the program promptly. Americans know that it is Germany they have had to fight twice in a quarter of a century, not Russia. They know that our soldiers were killed and our civilians torpedoed by Germans, not Russians. They know that our own industries have been hog-tied by German cartels, not Russian. They know that plans for the subjection of the Western Hemisphere were laid by Germans, not Russians.

It is a rather lame apology to say that these facts should not be aired in public because the Russians might learn how certain officials of the United States Government are thinking. Such disclosures, it is said, might endanger our relations with Russia at a critical moment. But the Russians are quite well aware of this attitude on the part of some of our own and our Allied officials. In daily dealings between governments, such a fundamental point of view soon makes itself evident.

It is a point of view to which we can trace many of the mistakes of "the long armistice." At the Paris peace conference in 1919, the assembled statesmen displayed an almost hysterical fear of Russian Communism. They were afraid Soviet armies would come bursting forth from Russia in every direction, although almost any impartial, informed man could have seen clearly that the Russians were having all they could handle at home. Unfortunately almost no one then was impartial, and very few were informed. Even the British Prime Minister Lloyd George, who remembered himself as representing as tolerant a view as could be found in Paris at the time,

was frightfully alarmed at the prospect of a Germany gone Communist. On March 25, 1019, he presented to the conference a memorandum containing these passages:

... Within a year we may witness the spectacle of nearly three hundred million people organized into a vast Red army under German instruction and German generals equipped with German cannon and German machine guns and prepared for a renewal of the attack on Western Europe. . . If we are wise, we shall offer to Germany a peace, which, while just, will be preferable for all sensible men to the alternative of Bolshevism. . . . Would it (admission to the League of Nations) not be an inducement to her both to sign the terms and to resist Bolshevism? . . . Bolshevik imperialism does not merely menace the States on Russia's borders. It threatens the whole of Asia and is as near to America as it is to France,

We know now that Lloyd George and his nervous colleagues were seeing things under the bed. But at least he was frank about his fears, and they could be dealt with—as they were—by cooler heads, so far as proposals for direct intervention were concerned. But the fear of Russia had a good deal to do with modifying Allied terms in favor of Germany.

This bogey of Russia played into the hands of the German aggressors from then on. Yet the Allies had been forewarned, as we have been forewarned. As early as 1915, one of Germany's principal psychologists and philosophers, Hugo Münsterberg, wrote:

In the perpetual striving of the nations there came one historic moment in which the two great antagonists. England and Russia, necessarily had a common wish, the crippling of Germany. That one common impulse brought them together for one day's common work (it took four years). But if the sun were setting over their common success, the next morning would necessarily find them the old embittered enemies,... Never would Germany's power be stronger than in the hour in which it had to decide whether Central Europe ought to go with England against the Russian Empire or with Russia against Great Britain. To cripple Germany means to hasten the hour in which this battle between England and Russia must be fought, and compared with that fight, the war of today may appear only as the preamble.

This is a German tune that was played with monotonous regularity—and almost as monotonous success—by the empire, the Weimar Republic and the Third Reich right up to Hitler's cry of November 12, 1944;

Today, too, many foreign statesmen, parliamentarians and party politicians, as well as economists, have realized the necessity of saving Europe from the Bolshevik monster. Practical results, however, can be achieved only if a strong European power succeeds in organizing this common struggle for life or death, overruling all theoretical hopes, and in waging it to a successful conclusion. This can be done, and will be done, only by National Socialist Germany.

By 1944, even Hitler had worked this line too hard to command belief. But in the past it had served his turn. It brought him some of his most notable triumphs, culminating in the Munich appearement. It failed to work at last when Russia and her present Allies joined to crush the real danger, but men with Munich minds—and they include some high in Allied councils—are as gullible as ever. Their point of view is no less dangerous to free

nations now than it was in 1938, for it can destroy an essential pillar of peace, the continued co-operation of the United States, Britain and Russia.

The thoroughly effective teamwork these three have brought to bear upon the defeat of Germany has only been achieved because their governments and their people have known they all had the same aim—defeat of Germany in the shortest possible time. Victory was based on mutual confidence that all three were doing their utmost to win it. Peace is going to depend upon mutual confidence that all three mean to keep it. Obviously the minority who fear Russia, do not trust her to keep the peace. If we follow their line of building up Germany as a bulwark against Communism, Russia cannot trust us to keep the peace, for we actually will have made a start in warring upon her. Says Sumner Welles in his book, The Time for Decision:

In the first postwar years the two greatest powers, both from a material as well as from a military standpoint, will be the United States and the Union of Soviet Socialist Republics. Frank recognition of this fact must underlie any consideration of the policy which this government should pursue toward the Soviet Union.

The maintenance of world peace and the progress of humanity is going to depend upon the desire and the capacity of the peoples of the two countries to work together. It will depend upon their ability to replace their relationship of the past quarter of a century, which has not only been negative but marked by fanatical suspicion and deep-rooted hostility on both sides, with one that is positive and constructive.

As I have emphasized before, there are no traditional or material grounds for antagonisms between the Russian people and the people of the United States. And although only a tentative beginning has been made, the United States is the one major power, from Russia's point of view, with whom an enduring friendship should be most easily possible,

Russia can become the greatest menace that the world has yet seen. It is potentially the greatest power of the world. It can equally well become the greatest force for peace and for orderly development in the world. It is, I think, no exaggeration to say that Russia's future course depends very largely on whether the United States can persuade the Russian people and their government that their permanent and truest interest lies in cooperating with us in the creation and maintenance of a democratic and effective world organization.

It is not very persuasive nor does it help to bring about an effective world organization, to have a widely read magazine print the charge by an insignificant and disgruntled former foreign service officer of the Russian government that Communism is a growing menace to American freedom. Although the man was obscure and his knowledge of the current situation sadly out of date, an attempt to scare the reader was evident in the highly misleading heading which claimed that the article exposed the existence of a new Communist conspiracy in America. And Welles's (and America's) hope of enduring friendship with Russia will have to be strong to survive such attacks as that made by another popular magazine late in 1944. A Russian proposal for oil concessions in northern Iran was twisted into a prediction of a break in Anglo-Russian relations. The

twist consisted of conjuring up a Russian plot to evade Teheran pledges and dominate Russia's neighbors.

The harm in such propaganda is not so much that we read it but that we might act upon it. Certain elements of the press have carried it on for years. Only because they are notoriously unreliable has the damage to our foreign relations been relatively slight. But it can become more serious if the same line appears in the pages of journals with a better reputation, particularly those widely read for their views on international affairs.

The test of the effectiveness of this propaganda will come in our treatment of Germany. Our Allies will rightly regard this as a much more realistic preview of our intentions than anything public men may say. If our policy is designed to buttress Germany as a bulwark against Russia, it will do more to breed another world war than any other single measure we could adopt in the whole conduct of our foreign affairs.

Advocates of this blueprint of war never advance any reasonable grounds for supposing that America really is menaced by Russia or the spread of communism. Nor do they offer any evidence for supposing that a strong Germany would protect us. All the facts point to exactly the opposite conclusion.

Ever since the United States became a country, our ideologies have been almost scurrilously antagonistic. At the same time, our relations have been not only consistently peaceful but actually friendly in the pinches. Even when one of us liked the other's form of government least, we have intervened on behalf of the people.

Although the rebellion of the thirteen colonies against King George of England seemed abominable to the Czar of Russia, the Russians nevertheless adopted a policy of amed neutrality which in practice favored the new United States. Again during our Civil War, despite a theoretical learning toward the beliefs of the South, Russia took the stand that dismemberment of the Union would be opposed to Russian interests. She virtually warned England and France against recognizing the Confederacy, which they were inclined to do.

America reciprocated when Russia was being menaced by an Allied force in Siberia in 1919. The United States troops were there more for the purpose of watching the Japanese than of fighting Russians: During the course of the peace conference, both Wilson and Lloyd George went home for a short time and in their absence the conferees were whipped up to a mood of more active intervention. Wilson heard of it in mid-ocean and, although thoroughly disliking the Communistic philosophy, promptly dispatched a radio message to the effect that the only course he would agree to was speedy withdrawal of all Allied troops from Russian soil. It is the history of Russo-American relations, full of similar incidents proving our community of interests, which led Walter Lippmann to the conclusion, expressed in U. S. Foreign Policy:

Historic experience shows, then, that Russia and the United States, placed "on opposite sides of the globe," have always been antagonistic in their political ideology, always suspicious that close contact would be subversive. Yet each has always opposed the dismemberment of the other. Each has always wished the other to be

strong. They have never had a collision which made them enemies. Each has regarded the other as a potential friend in the rear of its potential enemies.

No two countries have more to lose and less to gain from war. Neither competes with the other to any extent in world markets. Both are economically relatively independent of other countries. Both are rich in resources and want peace to develop them. The Russians particularly are eager to repair the enormous damage they have suffered in war and to resume that program of national development which the Western world did not really believe in until it saw the result in battle.

No, it is hardly likely that Russia will have the time or the inclination for aggression. "But," argue the fearful and the hypocritical, "we must build a bulwark against communism." Well, most Americans would rather rely upon democracy as a bulwark than upon a heavily anned Germany. And they would be right. Communism never has made much headway in this country because the people have something much better. As long as we keep it, we are in no danger from any "ism." The way to keep it is through producing in peace as we have in war. That means full employment, with everyone working to supply the whole country with all the necessities and maybe even some of the comforts and luxuries of life. It is at least as big a program as our war production has been, but we will never get it by living in fear of war and diverting our energies to building against our fear-whether we build a Maginot Line or a strong Germany.

There is no record of a democratic country going Communist. But there have been all too many examples of democracy undermined by Fascism while its people were being deluded into the belief that Communism was the real danger. Germany, Italy and Spain are the glaring instances.

If it is unreasonable to suppose that the United States is in danger from Russia or Communism, the nomination of Germany as the watchdog to guard us against peril attains fantastic heights of madness. A Bourbonism that can learn nothing from the worst war in history or from the events that led up to it is a singularly unsafe guide for any people. Yet those who propose to maintain a strong Germany as a bulwark against Russia are simply blind followers of the folly of Munich with no program for the world except the arguments, suspicions and fears of the appeasers.

The Germans are not a highly original people in the realm of ideas. We can expect them to continue to use the Communist scare which has served them so well in the past. They never lose sight of the fact that a really demilitarized, de-industrialized Reich will have no stakes with which to buy into the game of power politics. But a strong Germany could not only get into the game; she could force the rest of the world to play it no matter how much against the will of all peoples. If we build up Germany as a strong bulwark, we can expect her to play off Russia against the western Allies, offering the might of Central Europe at auction to the highest bidder. We would never be sure whether the Germans would fight with Russia against the United States or with the United States against Russia. Probably she would be fighting alone, or with such smaller satellites as she could force into

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her orbit through the influence of her industrial power. But certainly she would be fighting, and for world domination again. We would simply have repeated with even less excuse the most fatal bhinders of the past.

"If ... we are so stupid as to let Germany train and equip a large army and again become a menace to the world, we would deserve the fate which such folly would bring upon us."

So wrote the gentle and wise Colonel House in 1919. To "train and equip a large army" add the phrase "or build a strong heavy industry" and the words are as true today as we now know them to have been then. But the arguments for that colossal folly become even more significant when they are used to conceal an anti-Russian bias. Of course not all advocates of a strong postwar Germany are Red baiters. Some disagree with proposals for removing German heavy industry on grounds of mistaken humanity but there is no concealed animosity for or fear of Russia lurking behind their arguments.

Others are not so scrupulous in presenting their motives. Unwittingly they are adopting the propaganda line most favorable to the Germans, for any return to the cordon samtaire policy toward Russia is a preparation for World War III. That policy could never be imposed upon the American people openly. The attempt is being made, therefore, to lead them into this policy secretly and by way of blind alleys. Those making this attempt are proposing to dedicate the lives of our children to a purpose which they decline even to discuss with the parents. They may think their intentions are good, but good intentions

ever brought anything good to this country.

If American democracy is to play its full part in winning and maintaining peace, it must be through the free play of democratic processes. That means full discussion of policies on their merits with all the arguments and all the facts before the public. For the sake of our friendship with Russia, as well as for the proper development of our own democracy, the case for and against building up Germany as a bulwark against Communism should be brought into the open. The people, whose instincts in these matters are sounder than the judgment of any cloistered "statesman," will know how to deal with it.

Chapter VIII

## GERMANY HAS THE WILL TO TRY IT AGAIN

NOMETHING OVER ONE HUNDRED YEARS ago, the world outside of Germany regarded that geographical expression of dozens of states and principalities with a sentimentality, rooted in ignorance, which persists, despite all the hard lessons of history, to this day. Cermany in the 1830's was a land of fairy tales where Prince Albert and Prince Emest collected botanical specimens in the woods or played their little pianeforte duets in shabby castles, where the peasant fattened his Christmas goose in neatly tended farmyards, where most of the kings and princes of Europe found their remarkably plain wives. Of course, for centuries Europe also recruited its mercenaries from these picturesque villages. And of course the Fichtes and Hegels and Kants had been expressing the highest philosophy of these seemingly simple, peaceable, musical folk in extremely belligerent language. Only the language was so horribly dull and difficult to follow that very few outside Germany regarded it as anything more than an unpleasant academic chore.

It remained for a German to sound the warning which Europe and the world did not heed. Heinrich Heine is remembered chiefly for his love poems (and the Nazi banning of his works because of his Jewish blood) but he was also a keen observer of the contemporary scene. In GERMANY HAS THE WILL TO TRY IT AGAIN
1834—it was the year a German customs union under
Prussian leadership gave the first impetus to formation
of the modern Germany—Heine warned France:

"You have more to fear from Germany set free than from all the Holy Alliance with its Croats and Cossacks."

Heine knew what the leaders of his people were thinking about. He knew what the teachers and philosophers were saying and writing. It would lead to "a drama compared to which the French Revolution will be only an innocent child," he thought, and although it was not beyond the realm of ideas as yet, he foresaw the reality. Referring to the then most revered German sages, he warned:

Thought goes before the deed as lightning before the thunder. German thunder is indeed German, and not in a hurry, and it comes rolling slowly onward; but come it will, and when ye hear the crash as naught ever erashed before in the whole history of the world, then know that der Deutsche Domer, our German thunder, has at last hit the mark.

And again:

It is the fairest merit of Christianity that it somewhat mitigated that brutal German gaudium certaminis or joy of battle, but it could not destroy it, and should that subduing talisman, the Cross, break, then will come crashing and roaring forth the wild madness of the old champions, the insane berserker rage of which Northern poets say and sing. That talisman is brittle, and the day will come when it will pitifully break. The old stone gods will rise from long forgotten ruin, and rub the dust of a thousand years from their eyes, and

Thor, leaping to life with his giant hammer, will smash the Gothic cathedrals!

The poet drew this remarkably accurate prophecy from his reading of the German mind quite as much as from his reading of the German philosophers. But for one hundred years Germans in Germany have preferred Hegel to Heine. Anyone who has tried both will understand why the German taste appears too mysterious to others, why a greater German even than Heine was dismayed by the paradox in the native character as he saw it.

"I have often felt a bitter pang," wrote Goethe, "at the thought of the German people, so estimable as individuals and so wretched in the whole."

The reason was that Germans were not so much uneducated as they were elaborately and deliberately miseducated. The medieval belief that war was not only the sole profession fit for a gentleman but that it was also the best trade for a common fellow survived in Germany long after it had been outmoded in all the rest of Europe that passed for civilized. It survives today. To that belief was added and is still added a sedulously fostered conviction that the German is not only a better man than any forcigner—other peoples have indulged the same conceit—but that the German is destined to rule over the inferior people, too. The conception of that rule as a civilizing mission was notable by its absence. Germany was to dominate the world with lash and club for the sole comfort and enrichment of Germans.

Of course other nations have had their share of megalomaniaes. Glorification of war for its own sake, theories of a master race, the blasphemy that God made some peoples as servants for others have cropped up in the writings of almost every country. But outside Germany they were confined to a little-heeded minority, a lunatic fringe. Inside Germany, the same teachings were if anything more lunatic, and they were also official, all-pervading and finally accepted without question.

The Nazis pushed these theories further in practice than any of their predecessors, but they could not have done it without the generations of preparation. The German people had to be cultivated intensively for nearly two hundred years before they could produce those finest Nazi flowers—the gas chambers of Maidaneck and the massacre of Lidice. It would be a highly reckless gamble to act on the wishful thought that the blood of nearly six years of war has not only fertilized this soil but changed its character. For the traditional German will to war goes back as far as our own traditional will to freedom.

While Americans were debating the rival political philosophies of Jefferson and Hamilton, and deciding that they preferred the greater promise of democracy, Germans were reading a complete preview of the Nazi regime. It was 1800 and the United States was enjoying the hottest presidential campaign of the new century, but Johann Gottlieb Fichte had just anticipated Hjalmar Schacht with a book called The Closed Commercial State. Briefly his program called for a planned economy, barter trade with other countries, blocked currency, concealed inflation. enals materials. The objective was Lebensraum, and to get this German living space, Fichte called for intensive armaments, the occupation of desirable territory and the transfer of populations. In a Europe dominated by

Napoleon, this could be confused with patriotism, but it did not die with the French dictator.

In the next generation, while the British people were concerned with no political subject so much as the Reform Bill, which finally passed in 1832. Germans were studying Hegel. This paladin of German philosophy taught that the state was the most perfect manifestation of God in the world of men; that the Prussian state was the noblest expression of that heavenly mandate, and that its emergence was the culmination of the historical process.

During this period and for many years afterward, the German people's resources for war and conquest were ridiculously inadequate to the grandiose tasks for which they were being prepared. France, England, Russia, Austria were the big powers, and even Prussia could not at the time be considered in the first rank. But German teachers continued to preach a gospel of war and racial superiority. As Heine said, they were in no hurry. About the middle of the century one of the Germans whose words were most widely quoted was Johann Wappaus, a geographer. He was instilling into the German people a belief that the Latin, Negro and Indian races were quite incapable of any sustained effort unless driven to it by their superiors "through the weight of an iron will or the foreman's lash." Wappaus left no doubt that both the will and the lash should be German.

By 1862 the means for conquest were beginning to bear some proportion to the German lust for it. The first seizures of territory were to begin in two years, and one of the earliest German "Big Navy" advocates, J. J. Sturz, Germany was suddenly the most powerful nation in Europe, and the education of her people in their self-assigned role of master race was stimulated through all possible media of propaganda. The schools were mobilized from kindergarten to university; books and magazines were dedicated to the proposition that Germans loved war and were destined to rule the world; public figures proclaimed the beauties of German domination over lesser tribes, and in 1890 the Pan-German movement was launched to foster more systematically the ideas of territorial expansion and world conquest. As early as 1893, one of its publications, prophetically entitled Greater Germany and Central Europe Approximately in 1940, trumpeted:

Germans alone will govern . . . they alone will exercise political nights; they alone will serve in the army and in the navy; they alone will have the right to become land-owners; thus they will acquire the conviction that, as in the Middle Ages, the Germans are a people of rulers. However, they will condescend so far as to delegate inferior tasks to foreign subjects who live among them.

Five years later, when The Hague Conference was groping vainly for a formula for peace and disarmament, the Pan-German magazine Heimdall was objecting:

"For us Germans the abolition of war can become possible only—if at all—when the German Reich, that is the Pan-German Reich in the widest sense, has become the Super-State, the supreme power, in the world."

As a new century was ushered in, most peoples of the world were hoping it would be one of profound peace. But the German Admiral von Tirpitz was talking earnestly about the possibility of seizing a naval base for Germany in the Caribbean. The Pan-German leader, Dr. Wintzer, spoke about protecting the interests of Germans overseas, referred magniloquently to "the universal mission of the German race" and demanded that Germans everywhere recognize their "duty to work for a policy of systematic expansion."

From this time until 1914. Germany was carrying on a war of nerves—although the term had not yet been invented—to the tune of pretty general applause from her people. They thrilled to their bellicose Kaiser Wilhelm when in a speech at Tangier in 1905, while using French claims to Morocco as a sounding board for aggressive German designs, he cried:

"We are the salt of the earth . . . God has created us so that we should civilize the world."

Germans thought he meant by that what Professor Ernest Hasse wrote in his *The German Reich as a National* State, published that same year:

Who, in the future, is to do the heavy and dirty work which every national community based on labor will

always need? ... The solution consists in our condemning alien European stock, the Poles, Czechs, Jews, Italians and so on, who live under us, or find their way to us, to these slaves' conceptions.

The history of German aggression in these years was a blend of action and propaganda. When the Kaiser was bringing on the Moroccan crisis of 1911 and extorting a slice of the Congo from France as the price of refraining from war over a settlement he had agreed to in 1906, German fondness for war was being stimulated by the printed page. General von Bernhardt strategically brought out a new book called Germany and the Next War in which Berlin was stirred to a strong support of the possible conflict over Morocco.

"Our people must learn that the preservation of peace cannot and must never be the aim of our policy," he wrote, and: "War is not only a necessary element in the life of peoples, but also the indispensable factor in culture, indeed the highest expression of the strength and life of truly cultural peoples."

As World War I drew nearer, the glorification of war and contempt for other peoples grew even more blatant. Two examples from 1913 give the tone of immmerable speeches and articles of the time.

"War is the noblest and holiest expression of German activity," proclaimed the October issue of Jungdeutschland, a magazine for German youth of Boy Scout age. "... Let us ridicule to the utmost the old women in breeches who fear war and deplore it as cruel and revolting. No, war is beautiful. Its august sublimity elevates the human heart beyond the earthly and the common."

"The historical view as to the biological evolution of races tells us that there are dominant races and subordinate races," explained the Pan-German organ, Alldeutsche Blaetter, "... Conquest in particular is always a function of the dominant races.... The conquerors are acting only according to biological principles if they suppress alien languages and undertake to destroy strange popular customs.... Only the conquering race must be populous, so that it can overrun the territory it has won."

When war came, the arrogance of the Kaiser was hardly to be distinguished from that of Hitler a quarter of a century later, except that Wilbelm's effusions were conched in somewhat better grammar. Representative of four years of imperial rabble rousing was this proclamation to the Armies of the East in 1914:

"Remember that you are the chosen people! The spirit of the Lord has descended upon me, because I am Emperor of the Germans! I am the instrument of the Most High. I am His sword, His representative. . . . May all the enemies of the German people perish! God demands their destruction, God, who through my mouth, commands you to execute His will."

Wilhelm was not uniquely mad, as many readers in Allied lands supposed from reading his proclamations. Heinrich von Treitschke was considered the chief living German historian. What his science had taught him, he wrote in 1916, was "that war is both justifiable and moral and that the ideal of perpetual peace is not only impossible but immoral as well . . . Anyone with a knowledge of history realizes that to expel war from the universe would be to mutilate German freedom. . . . War must be con-

cived as an institution ordained by God." Nor was this a war-induced hysteria. Twenty years before, in the midst of peace, Treitschke had remarked that "those who preach the nonsense of eternal peace do not understand Aryan national life."

After 1918, it seemed impossible to the victors that the vanquished could take seriously the sort of rhetoric their Kaiser and their sages had dished out to them. But an idea cannot be beaten by a battle. There is no common meeting ground for conflict. An idea needs to be beaten by mother idea, and their military defeat had given birth to no new ideas among the Germans. Mere loss of a war, especially one in which they had held the field for years against a coalition of all the chief powers of the world did not seem to Germans any reason for doubting the truth of Fichte and Hegel, Treitschke and the Kaiser. They were inclined to remember-and their orators, writers and teachers reminded them-how close they had been to victory. They had missed taking Paris in 1914 by sheer bad luck, the German version runs, and the men of the Weimar Republic could reflect wistfully on the glories that might have been if the French capital had succombed. If Oswald Spengler, the philosopher author of The Decline of the West, could learn nothing from defeat, how could the world reasonably expect average citizens to unlearn two or three lifetimes of miseducation? And Spengler could write in 1921:

"A genuine international is only possible through the victory of the idea of one race over all others...we Cermans... have rich unspent possibilities within us and

huge tasks before us . . . The real international is imperialism."

The most notable figure in German official life who was believed to have been converted to democracy and peace between the two wars was Gustav Stresemann. His most sympathetic biographer says of him:

"His first creed . . . was force . . . With his belief in power went a belief in authority . . . Combined with Stresemann's belief in power and authority was a belief in discipline."

So Stresemann supported the war of 1914 with enthusiasm, urged unlimited U-boat warfare with all his might and saw the overthrow of the empire with indignation. Yet he was no Junker militarist. He was the son of a restaurant keeper, the product of German universities, and he looked like an unfriendly caricature of the German middle class. After the war, he led the political party which was financed by Hugo Stinnes, the Ruhr industrialist. His only differences with the financier arose over Stresemann's insistence that the state was bigger than business.

"German industry should not be regarded as an end in itself, but as a means to an end," he wrote.

Stresemann, who was Chancellor when Hitler staged his beer hall putsch on November 8, 1923, saw that Germany needed to be reconciled to the European family of nations to speed her recovery. As Foreign Minister, he developed a real belief in peace, and it was he who signed Locarno. The treaty was hailed with rapture in all the signatory countries but one. Germany was so indignant with the acceptance of Alsace-Lorraine's permanent loss that

Stresemann had to be smuggled back into Berlin obscurely under police guard to save his life. Even when he negotiated the evacuation of the Rhineland five years ahead of time, there was more outcry in Germany against his failure to abolish reparations than praise for his success. His hiographer reports that as he read the newspaper attacks just before his death, he cried:

"It is madness." And added after a moment: "Then I have lived in vain."

Of all his generation, Stresemann made the biggest effort to weaken his country's will to war. He won more prestige abroad than any other German public man between the two wars; he had and used unrivaled eloquence; he was one of the shrewdest and ablest of politicians; he had the advantages of his early powerful backing by Stinnes, his own belligerent war record and his diplomatic triumphs. But not even his biographer thinks he made any impression on German thought or long-range German policy. He was used as a tool to win concessions Germany was still too weak to force, But he won no German converts to conciliation.

Since Stresemann died, the German people have been subjected to a more sustained program for strengthening the will to war than he could have imagined. For twelve years the whole force of the most highly organized propaganda machine in history has played upon the German mind, already well prepared to receive it. Contrary points of view have been silenced with unusual ferocity and also with unusual thoroughness. Defeat by the United Nations has brought no visible signs that the German dream of conquest had faded any more than it did in 1918. Hitler

himself realized that this would be true when, fresh from the seizure of Austria and the Sudeteuland in 1938, he was quoted as saying:

A defeated nation can even better than a victorious nation be trained and prepared for the day of final victory. It may happen that I cannot win victory at once in this coming war; we may be forced to interrupt it. Then we will all be back underground. But after some years, when the weak and inefficient democracies will have utterly failed to solve the world's postwar problems, then we will suddenly break loose from undeground and our stupefied enemies will discover all too late that millions of their own youth, misguided by weak education, disappointed by democracy's failure will be on our side. Victory in this Third World Warwill be quick and easy.

American observers who have entered captured German towns find no weakening of the German will. It is as strong today as was Hitler's in 1938. Its persistence is reflected in the woman of Aachen, quoted in the New York Times. Indicating the burning city she said:

"If the British had only surrendered in 1940, none of this would have happened."

Inevitably Germans will remember much more clearly how close they came to victory than how they came to be defeated. But even if they had not come so close, the will which has supported two world wars with terrible tenacity and virtual unanimity will not be broken by a few disasters. Desire for war has been as firmly planted in the German as desire for freedom in the American. The process has been going on in both for about the same length of time. Few people would suggest that the German states are the same length of time.

man is the less stubborn of the two. Yet how many decades would a conqueror need to kill the spark of freedom in America? Optimists may hope that the extinction of Germany's lust for war could be accomplished in no longer a period. But if they are realists, too, they will not take a chance that it can be done any more quickly.

Chapter IX

# GERMANY HAS THE MEANS TO TRY IT AGAIN

blocking a new German war effort is predicated on the theory that Germany either hasn't really any will to war—it was all just a couple of mistakes—or else that the German will to war is so weak that it can be eradicated by one method or another before it has a chance to do any more harm. The one plan for peace which does not rest on any such shaky foundation is to deprive Germany of the power to wage effective modern war. The simple logic of this formula runs about as follows:

If Germany does not want to start another war in twenty or thirty years, it will be small hardship to deprive her of the means of doing so.

If Germany does want to start another war, no bardships that might prevent it would be too severe to impose.

In either case, Germany and the world will be a great deal safer and happier if the Reich loses her war potential.

She has not lost it yet. The vivid descriptions of the devastation wrought by Allied bombing and shelling served to obscure rather than paint the true picture. Miles of rubble and the twisted skeletons of buildings not quite leveled may be the appropriate tombstone of the Hitlerian madness. But they are not proof of German heavy indus-

try's death. The bombs and shells made no more than a start on the job of destroying that; the Allies must complete the task with a thoroughness which should take no account of the momentary convenience of occupying authorities.

That this will require some very specific orders to the Anny is clear from the experience of the first months of occupation and even the last months of war. Partial surveys of German industrial capacity show that a surprisingly large number of factories were damaged only superficially while many were entirely unscathed. Some of these latter apparently owed their escape to the careful, precise work of Allied airmen. Among them were the Ford and Courtauld plants at Cologne. They shared the immunity of the famous cathedral. General Motors' Opel works were said to be almost the only buildings intact in Russelsheim, and by June trucks were being turned out there for our Army.

The seemingly miraculous escape of the I. G. Farben works at Hoechst brought forth two explanations. London's New Statesman noted that American firms had been associated in the enterprise before the war. The New York Times reported that the Allies had been tricked by information received through Switzerland to the effect that the plant produced only medicine, although actually it was per cent in war work. Whatever the reason, this sprawling colossus—it employed 12,000 workers—was known to be so safe that the people of Hoechst used it as an air-raid shelter.

Among the most modern and efficient German factories were about one hundred which literally went underground

to escape bombing. These are untouched, although they offer a unique opportunity for an experiment in the genuine disammament of Germany. If the subterranean workshops were filled to capacity with German war equipment and blown up, the world would know that we mean to deal severely with the German war potential.

Instead, according to the London Statist of June 30, there were four hundred factories operating in the Ruhr, Rhineland and Saar alone. Other sources noted that the great majority of plants were not far from normal working conditions, so that it was said Germany on her surrender retained 75 per cent of her industrial capacity. A representative survey taken in the United States zone of occupation shows why. The forty-five plants covered were listed as follows:

Completely destroyed													
More than half destroyed .		. ,	, ,	,						,	,	,	10
so per cent to 60 per cent of													
70 per cent to 80 per cent v	isable .			,					,	,	٠	,	8
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ap per cent to 100 per cent	t usable	e		,	, ,		,				•	v	×8

Thus Germany remains the genuine "have" country from a strictly military point of view. France, Holland, Belgium, Poland, Yugoslavia and even England are the "have nots" in the topsy-turvy bookkeeping of Mars.

The concept of Germany as the real seat of modern imperial power as compared to "have not" Britain and France takes some getting used to. But looked at clearly and solely in the light of total war, without any mitigating sentimentality about the welfare of individuals or the sanctity of life, heavy industry can more than make up

GERMANY HAS THE MEANS TO TRY IT AGAIN for any shortage of raw material that a really determined belligerent would need.

Germany proved that conclusively. In the winter of 1939-1949, the period of the so-called "phony" war, we heard very positive, detailed explanations of how shortages must soon cause the Reich's collapse. The Allies, it was said, were so rich in raw materials that they would be able to starve out an encircled Germany, even though the Nazis could call on the resources of castern and Central Europe. For there was only Rumanian oil, not enough to support a real war. There was no rubber, a scarcity of many important alloy metals, a lack of tropical products of all kinds.

The annichair strategists forgot that raw materials are usable only after they have been fabricated. But the heavy industries can use the most unlikely raw materials. The ability of chemical industries to supply almost any quantity of synthetics has been proved by the fact that in more than five years of a far tougher war than anyone in 1939 anticipated, the Wehrmacht right up to the end was not fatally short of any of the things that were supposed to destroy her by their absence. Part of it, of course, was due to enormous stockpiles gathered in the years before the war. Another part was due to the speedy conquest of some sources of raw materials. But mainly, the reliance has been upon the products of Cerman heavy industry. That heavy industry still has the highest capacity in Europe except as it may have been distanced in a few particulars by the Russians.

Therefore, Germany remains potentially the strongest military nation in Europe except perhaps Russia. Five

years of totalitarian control over most of the continent, added to years of economic warfare against other European industry, have left the Reich even stronger in defeat, compared to her neighbors, than she was in victory. Yet even before the war, Germany led the world in chemicals and was second only to the United States in iron and steel production, fabricating of steel, machine tools, capacity for the manufacture of electrical equipment. These were the basis for the amazing striking power of her blitzkrieg. For them, and for them alone, even the ingenuity of war and the magic of science have found no substitutes.

The actual number of men under arms is not a very important consideration in war, and never was in spite of the rather impious military proverb about God being on the side of the stronger battalions. History is full of the defeat of mere numbers who were not so well equipped or so well trained as their enemies. Other things being equal, equipment was always decisive.

There is a little story about the great English host that waited in the camp at Tilbury in 1588 for the Spanish Army that was to cross the Channel as soon as the Invincible Armada had cleared England's insignificant little Navy out of the way. The Army never got its chance of course, because Drake's few ships were a more powerful striking weapon than the hundreds of clumsy Spanish antiques. But the energetic Queen Elizabeth and her nobles had gathered at Tilbury a great many more soldiers than King Philip's commander could ferry across the water. Elizabeth herself reviewed the troops with a captain of the House of de Vere at her side. De Vere had seen a great deal of the Spanish Army in action, and he know

"Madam," he replied, "Your Grace's Army is brave indeed. I have not in the world the name of a coward, and yet I am the greatest coward here. All these fine fellows are praying that the enemy may land, and that there may be a battle. And I, who know that enemy well, cannot think of such a battle without dismay."

The more recent the examples, the more striking they are, for the products of heavy industry increasingly outweigh valor and numbers. The French Army in 1940 was larger than the German Army. It collapsed in a little more than a month. The Czech, Polish and Yugoslav annies were each larger than the combined forces of the British Empire before the war broke out. Of them all, only Britain gave the German war machine any trouble. In large part that was because England was nearer a match for the Reich in heavy industry than any of her opponents up to that time. Britain could convert to war fust enough—and barely fast enough—to hold the fort until the strength of the United States was mobilized.

That strength lay in the steel mills of Pittsburgh and Birmingham, the assembly lines of Michigan and California, the machine tool factories of Vermont and Ohio, the chemical works of Wilmington and Chicago, the shipyards east, west and south, the turbine plants of Schence, tady and Bridgeport, the immense power of TVA, Boulder and Shasta, and so on through the mighty catalogue of heavy industry.

Bataan proved to anyone who needed proof that courage is no adequate retort to planes and tanks and heavy artiflery. A thousand battles on the road back from the defeats of 1941 and 1942 have proved that it is heavy industry which arms courage for victory. Against a modern enemy, nothing else can.

So the Germans will retain, if they retain heavy industry, all that they will need to launch another war in twenty or thirty years. They had to wait twenty-one years after their previous defeat to build the arsenal they thought they needed to overrun the world. With the ever-increasing tempo of modern industry, it should not take them longer, if so long, next time.

The Cerman lust for war survived defeat in 1918, and was intensified by skillful propaganda and wild demagogy. But the yearning for revenge, the myriad illegal military organizations, the intensive search for new and improved weapons, the fifth column work among intended victims—the whole scheme of German aggression would have had to dissipate itself in empty mouthings and ridiculous parades if it had not been equipped by German heavy industry. Hitler must have remained a figure of fun if it had not been for Krupp and Thyssen and Hugenberg. Heavy industry alone permitted a man born for slapstick comedy to convert himself into Wagnerian tragedy.

The real failure of the Versailles Treaty was that its authors did not recognize the true wellsprings of military

force when they saw them. They had not had our doubtful advantages in this respect. They had the rather common delusion that hard work would be a good thing for the German people, taking their minds off war and enabling them to pay for some of the damage they had done. It seemed quite fitting that Germans should delve in coal mines and sweat at blast furnaces to supply the victims of their aggression.

Of course it did not work out that way. (Why should we think that it would work that way now?) The Germans did not even wait for the peace treaty to be ratified before they were preparing to scuttle those provisions of it which seriously interfered with their plans for another war. Those plans were based upon German supremacy in metals and metal products, in chemicals, in machinery of all kinds. Once they had that, they had supremacy in arms any time they wanted to convert to military purposes.

At least as early as 1920, the year the Versailles Treaty was ratified, the German industrialists began their campaign of building up heavy industries, using funds held abroad so that they escaped seizure and combining among themselves for higger mergers. Typical of them, and one of the first, since it was organized in 1919, was the octopuslike I. G. Farben (Interessengemeinschaft Farbenindustrie Altien Gesellschaft, to give it its full, seldom-used name), which was soon to get back the patents seized by the United States during World War I. The president of the new colossus was Karl Bosch, inventor of chlorine poison gas, and the chairman was Karl Duisberg, the principal developer of ersatz products in Germany up to that time.

This and other combines had mapped out a program

of reconstruction and expansion for their factories even before the defeated German troops had been demobilized. Their plans were under the supervision of the claudestine general staff, but the first task was simply to outbuild Europe in all heavy industry without worrying about specific application to war uses. Both the general staff and the German industrialists knew that conversion to war was a relatively easy matter once industrial capacity was achieved.

The transfer of Lorraine with its iron ore to France had been thought by the conferees at Paris in 1919 to ent the German iron and steel industry down to size. But by 1929, blast furnace capacity within the smaller Reich had increased 70-80 per cent; steelnuking capacity by 25 per cent, and rolling mill capacity by 11 per cent. The National Industrial Conference Board reported that by 1931 Germany was "ready to challenge the United States on its favorite ground of large scale production . . . the iron and steel industry of Germany is better equipped for efficient production than that of any other European country and is not much behind the United States." Yet in 1931, it was commonly supposed that Germany was powerless against such a great military nation as France and would probably be unable to resist Poland.

A further blow to German industry in general was expected in 1919 to follow cession of rich German coal areas to France and Poland. Ten years later, in her smaller territory, Germany was producing 15 per cent more coal than she had in the war-hungry year of 1918. Yet that was not taken as an alarm signal.

All in all, Germany rose during the twenties to second

place in world manufacturing capacity, behind only the United States. Within six years of the Armistice, her chemical industry was 25 per cent greater than in 1914. In ten years from the end of the war, her electro-technical industry expanded production by 70 per cent.

All this, theoretically, was for civilian use. But it did not take long for the military to co-ordinate this civilian production. Machine tools are, as the United States found in 1940, the key to conversion of peaceful industry to war work. The Germans after 1918 saw without very much sorrow their obsolescent machine tools taken from the munitions plants and shipped to the Allies. The victors were stuck with them; the vanquished built new, better ones. As early as 1924, the German government took a census of machine tools then in existence. From that date, all specifications for new machine tools had to be submitted to the Reichswehr so that the Army could be sure they were suitable for military purposes when the moment came to use them. The industry was expanded rapidly, until it too ranked second only to that of the United States.

Side by side with the development of heavy industry and as an indispensable part of that development. Germany expanded her industrial research facilities. Science was at work in factories all over the world, but in Germany it was virtually in the Anny. Technical progress was directed by the general staff in great measure, and research for war was pursued under the guise of peace when that was necessary and quite openly when concealment ceased to be important.

All of that was ready to Hitler's hand years before he

came to power. The Weimar Republic had saved the real strength of imperial Germany for the use of the Third Reich. It was this contribution to the cause of war to which one of the supposedly democratic leaders of the republic referred when he claimed more credit than Hitler for the armed power which the Nazis wielded. Dr. Karl Joseph Wirth, who had been Chancellor in 1921, was quoted in a newspaper interview of 1937 as saying:

"As to the rearmament of Germany, Hitler has only continued the rearmament that had been prepared by the Weimar Republic. I, myself, deserve great credit for this preparation.... The real reorganization was our work."

When Hitler became the master of Germany in 1933, he had, therefore, the basis for his Wehrmacht. In the eyes of the world Germany was still disarmed. Six years later, she was not alone in thinking herself invincible.

Our own transformation from peace to a war footing took place even more rapidly than Germany's. With less advance planning but with greater resources in the real machinery of war, the United States in four years far surpassed Germany's achievement in six. Most of our great war production record was made in the factories which in 1030 had turned out 7,000,000 trucks and automobiles, 2,000,000 electric refrigerators. 1,500,000 washing machines, 1,000,000 vacuum cleaners and all the other items by which a peaceful nation shows its strength.

As long as Germany has the capacity for turning out ships. locomotives, automobiles, tractors, dynamos, transport planes, steel rails, nitrates, dyes, synthetics, machine tools and so on, she has the power to wage a long and bloody war. The first time she tried it, she did not miss by much. The second time she came so close to victory that most of the world is frightened yet. A third time the peaceful peoples might not be even so fortunate as to regain and maintain their freedom at the cost of twenty million dead and half the earth ravaged. German heavy industry will hang over humanity as an ever-present threat as long as it is permitted to exist.

They say that there are close analogies between the human body and the body politic. We know that if a limb is not used, it atrophies. That may be true with nations. If the German will to fight is not exercised, it may die. If the German sword arm, which is heavy industry, is not used at all, the German people may get quite out of the habit of aggression. They may even lose their taste for it. That would seem to be a more intelligent treatment than to hand over anvil, hammer and iron and suggest that something new be forged. The something new might conceivably be a plowshare, but it is far more likely to be a sword.

Certainly it is the treatment we would be demanding if we had learned anything from the history of our own times. We know that the most advanced metallurgical industry in Europe made possible the Pauzer divisions which crushed a dozen peaceful peoples. We know that the electrical industry made possible the Luftwaffe and its career of destruction and terror. We know that the chemical industries made possible the lethal chambers of Maidaneck. We cannot afford to say, therefore, that we deplore Maidaneck, that we condemn the Luftwaffe, that we abhor the Panzers but that we are perfectly willing to have the German industries which created them remain to do it again.

Chapter X

## GERMANY AND DEMOCRACY

N A DAMP, FOGGY NIGHT A LITTLE more than twenty years ago, the Weimar Republic gave perhaps its most perfect demonstration of what Germans understand democracy to mean. The incident explains at once why it was so easy to indoctrinate them with contempt for the very idea of political freedom and why the peace of the world can never be safe in the presence of anything such a people might consider a democratic form of government.

It was November 8, 1923, and a raw wind blew like a wet disheloth against the faces of Cabinet Ministers hurrying to an emergency meeting in the Chancellery. For nearly five years these men and their like—Social Democrats, Socialists, Centrists, the so-called democratic party leaders—had been in nominal control of the government. They were used to crises. They had seen the mark speeding on its disastrous course of inflation. They had seen the occupation of the Ruhr. They had been through the political battles of a succession of coalition Cabinets.

On this November night, however, the leaders of the republic were in a remarkable state of funk. A demagogue named Adolf Hitler was trying to start a revolution in a beer hall. The story in Berlin that evening was that his movement had captured Bavaria and was marching on the

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national capital. To do the Cabinet Ministers justice, they were a good deal more frightened by the fact that General Erich Ludendorff of World War fame had joined the little Austrian. And they were frightened most of all by worry over which way the Army would jump.

The figureheads of the republic knew that the Army had no love for them. It was in the hands of the old military clique, the Prussian war lords whose destruction had been promised by the Allies. Within five years of their supposed demise, they had become the power that would decide whether the republic survived. If the soldiers, carefully trained in anti-republican dogma, preferred the Hitlerian raincoat to the parliamentary trock coat, the Weimar regime was doomed.

The finest elements of that regime sat in a big, dimly lit room in the Chancellery. In the confusion of calling the lasty meeting, someone had forgotten to turn on all the lights, and one of the participants in the gathering later remembered that the members of the Cabinet already looked like ghosts. President Ebert, who seemed an old man although he was only fifty-two, paced the floor. His latest Chancellor, the bull-necked Stresemann, sat back in a chair reporting to his colleagues in a voice which some of them thought he strained to keep steady. But these men were not looking to the people to protect their republic. Apparently not one of them in this crisis even so much as thought that their power derived from the masses about whom they talked so glibly in the Reichstag; certainly not one of them proposed that the real sovereign in any democracy be consulted.

Instead, as Strosemann finished talking, they turned

anxiously to the one man in that room who hardly paid even lip service to such a thing as a republic, let alone democracy. General Hans von Seeckt, tall and slim in himeat, tight-fitting field gray, crossed one leg over the other and swung an elegantly shod foot while a beam of light reflected blankly from the still circle of his monocle. His companions were horribly nervous, but he was impassive. As commander of the treaty army, he represented to these uneasy republicans the true source of authority. At last Ebert broke the long silence, demanding in a noticeably hoarse voice:

"And the Reichswehr, Herr General, will they stick to the Reich or go over to Bavaria?"

"The Reichswehr," replied the real master of Germany will stick to me, Herr President."

Before the Ministers left the room, General von Seeckt had been entrusted with a virtual dictatorship. He issued a few short words of command, and the beer hall pulsely collapsed. The military and their allies, the industrialists were not yet ready for a Hitler. The republic was said to have been saved.

Actually, of course, the republic was merely a disguise behind which the generals and the Ruhr magnates found it easy to operate. The very fact that the republic allowed itself to be so used was an added reason why the German people regarded it with contempt. A sham democracy which rushed for shelter to the protection of its worst enemies was hardly a sight to inspire enthusiasm for democratic ideals. Neither the Germans nor their leaders—nor apparently foreigners who dream wistfully of a regenerated Reich—understand that a democratic govern-

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ment is the expression of a people; the people never become a democracy because a little group of rulers tells them they are one. The omelet, in short, is made from the eggs, but not even modern scientific magic has discovered a way to make eggs out of an omelet.

Germany now finds herself in much the same position, so far as democracy is concerned, as in 1918 but with the conditions aggravated many times over. Her defeat has been more complete and more devastating than before. Her own land bears the terrible open wounds of war, as it did not in 1918. Her people have been much more elaborately miseducated for freedom and common decency. They face a much more difficult task of reconversion and reconstruction, a much more disastrous period of poverty and hunger. They are hated with a virulence unknown in modern times because it has never been so richly deserved.

Any government that has to deal with a people in this situation is going to be extremely unpopular. If it takes a democratic form, it is going to labor under the additional handicap of ingrained German dislike. The test of any German's fitness for public office under Allied occupation should not be so much his sentiments, but whether or not he is likely to help lead his community and his country away from their desire to rebuild heavy industry's war potential.

This, even more than the pro-Nazi records of individuals selected for key posts, can be a danger. It is a danger that apparently was overlooked or minimized in the first months of Allied occupation. Even where it was recognized at the top, it was neglected by minor officials. Ample evidence of this accumulated rapidly. Not only was the reconstruc-

tion of industries turned over to the management which had served the Nazis, but public and financial posts were bestowed by American officers upon Germans who perhaps had not been active party members but had collaborated with and prospered under the Third Reich. The same thing has been noted by British officers in their zone of occupation.

Representative of many lesser selections, was the choice of Friedrich Schaeffer as Minister President of Bavaria. The choice was made by Colonel Charles E. Keugan, the American military government official, and it roused a good deal of adverse comment at the time. Most of the objections to Schaeffer were made on the ground of his reactionary past rather than active collaboration with the Nazis, since he actually had been jailed by them and held for a time in Dachau. The real penl in the Schaeffer appointment is that he is identified in the mind of Gemans with that democratic philosophy they have been taught to despise. Hardly anyone outside Germany, certainly no one in any really democratic country would regard Schaeffer, who in his time was a political ally of the industrialists and most backward clerical elements in Bavaria, as a representative of democracy. But it is not the democratic peoples elsewhere so much as the Germans we have to consider. To them Schaeffer and his kind are reminders of the Weimar Republic's failures-a symbol of what many of them distrust in democracy.

The groups to which these men belonged once served as a cloak for the war plans of the Junkers and the chiefs of heavy industry who were the real masters of Germany. To put them back in power or even the semblance

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of power is to discredit genuine democracy far more than would the nomination of actual Nazis. The same forces that undermined the Weimar Republic would operate, intensified by the recollection of how it was done twenty years ago. The United Nations should not permit that bit of history to repeat itself.

The republic, and what Germans said was democracy, were blamed then for unemployment, reparations, the occupation by Allied troops, riots, inflation, assassinations, shortages—all the evils that descend upon a defeated people. Dislike of the Weimar regime was cleverly fostered by propaganda. Even if the republic itself had not been so much the creature of its enemies, it would have become distasteful to Germans before long.

The quirks that democratic shams took in Germany seemed to the world of the long armistice to be rather amusing, although a few recognized them as dangerous. It is important that we understand the danger this time, and be ready to meet it. When Field Marshal von Hindenburg was elected President—the only man the Germans ever did elect to that post, for Ebert was the product of a national assembly—it seemed faintly ridiculous that a democratic republic should elect an old Junker who disapproved of republics and would take the job only after asking his former imperial master for permission. What failed to register then, and has not registered with many yet, is that it would have been more than ridiculous; it would have been impossible, if the republic really had been democratic.

It seemed funny, too, when the Nazis in spite of their lond contempt for democratic parliaments competed

cagerly for seats in the Reichstag. It was laughable that these men thought as much of the salaries of deputies and the free railroad tickets as they did of political influence which membership might give. It was not taken seriously when Goebbels wrote in Der Angriff:

We enter Parliament in order to supply ourselves in the arsenal of democracy, with its own weapons, to paralyze the Weimar sentiment with its own assistance. If democracy is so stupid as to give us free tickets and salaries for this purpose, that is its affair.

The Nazis no longer seem very funny. The bad farce turned into real tragedy. It was a tragedy for democracy even more than for the German people. They, after all, got what they wanted. Que reason they got it was that the democratic form of Germany's government blinded the world to the real peril behind it during just those years when the memory of the war might have made even England and America a little suspicious.

Suspicion of Cermany's "democracy" would have been justified whether democracy is considered as increly the machinery of administration or as a way of life. In either case, it reflects the will of the people, and certainly the Cerman governments between the two world wars did that. The fact that it was a belligerent will is worth remembering. After all, Cermany is not the first nation that has had aggressive designs. Americans like to regard themselves and the British as the most advanced exponents of the democratic process. Under somewhat different forms both governments are and must be responsive to the will of the people. But both have turned to conquest. The British did not acquire their empire in a fit of absent

mindedness or without employing armed force against other peoples. The United States did not become a great continental power possessed of certain islands overseas without picking a few fights. Our wars with Mexico and Spain were certainly not carried on against the will of the people; both roused rather extensive enthusiasm. The fact that we hope we have learned better by now should not blind us to the historical fact that a desire for war is not incompatible with a democratic form of government.

Democracy as a way of life is another matter. The idea of a government responsible to the people and obliged to obtain a fresh mandate from the people at regular intersals has broadened out into something a great deal more important but not quite so easily described. Democracy to most Americans and most Englishmen has a certain set of human values quite distinct from elections, terms of office, powers of the Executive and so on. We live by or at least sincerely try to live by a set of freedoms and responsibilities. The rights of individuals come first with us-the right to talk and eat and write and worship as we please, the right to earn a living at anything our abilities fit us for, the right to go where we want and leave when we please. As a corollary, we believe that other individuals have the same rights and that force as an instrument of national policy is to be abhorred.

The hallmark of democracy in this sense is that even when it is not altogether observed, the people who violate its tenets feel called upon to justify themselves. They do not deny the validity of the ideal; they say that the circumstances under which they are living at the moment do not permit them to achieve it. They are always wrong,

of course, but even the worst of them are so convinced of democratic truths that they prefer to excuse their conduct on democratic grounds rather than assert that there is a higher ideal to which they owe allegiance.

Now all that is quite inconceivable to the great majority of Germans today. They just don't believe it. They have been reared on the directly opposing theories of racial superiority, supremacy of the state over the individual, glory of war, the natural duty of some to rule and many to obey, the absolute rightness of might.

Of course this is not because they are of German blood. As a matter of fact, Germans have made great contributions to democracy—but not in Germany. For many generations, Germany has been the world's greatest exporter of brains and character. That is why men like Carl Schurz and Wendell Willkie and Robert Wagner were making great additions to democratic processes in the United States instead of in the country of their ancestors.

There are German believers in democracy who probably would be willing to return to that country and attempt to bring the whole nation over to their way of thinking. There were even Germans inside Germany once who could have helped. They fought for human freedom dignity and equality, and they died for their ideals with a courage which compelled the admiration of the world. But there never was a time in recent history when these democrats could sway the mass of the German people. So far as Germany herself is concerned, they have accomplished virtually nothing in the last seventy-five years. At every decisive moment, the "good" Germans have been neutralized or climinated. In 1914, they joined the rest of

their people in a war which nearly all of them approved. In 1919 they became a screen behind which the real Germany could lick its wounds and prepare for another war. In 1933, they were condemned to exile, the concentration camp or the headsman's block.

The optimistic belief that thousands of true German democrats survived the Nazi terror in exile or in underground movements rests upon no evidence so far as the German underground is concerned. The Nazis ruthlessly noted out all opposition, and for years we heard little of the underground. When Allied troops took over Germany, the reason was apparent. The German underground had perished in Buchenwald and Dachau, its last representatives shipped home to relatives in those horrible little clay pots which Nazi brutality used as a final device of torture for the living.

A democratic form of government would have to be set up by outsiders, whether Germans in evile or Allies, and would be sustained either by Allied force or the belief of the German people that by submitting to democracy they could ease the terms to be granted them. This last was what happened after 1918. The Social Democrats accepted the blessing of the general staff to form a government. They adopted at Weimar a constitution which, on paper, was more democratic than our own. Certainly it undertook to guarantee all the freedoms of our own, and seemed to be as well protected with provisions for popular rule as any document could be. The supposedly democratic parties won overwhelming majorities in the earliest elections.

If such a regime could not break with the military past,

certainly there is nothing that could do so now. The Weimar Republic was not strong enough to take control of the Army out of the hands of its enemies. It dated not or at least did not remove anti-republican judges, teacher, and civil servants from their public duties, even when these functionaries openly agitated against democracy and the republic. On rare occasions when this grew too violent, or seemed to the timid men of Weimar to be compromising them in the eyes of the Allies, an official would be retired on a full pension, presumably to give him more time and scope for his political activities.

If a clash occurred between monarchists and republicans. Nazis and pacifists, the republicans and the pacifists took the more severe punishment. Men who exposed the illegal activities of the Army were murdered with impunity and some of these murders were rewarded later with high positions in the Nazi bierarchy. By 1930, the republic had lost so much of its peaceful disguise that the film "All Quiet on the Western Front," a pacifist picture based on one of the most popular of German books, was banned in Berlin.

As the German people rushed headlong down the road to war in the thirties, it was obvious that their experience under the republic had not converted any substantial proportion of them to democratic principles. On November 6, 1932, one of the many Reichstag dissolutions and elections that were employed in this period, apparently for the sole purpose of discrediting popular government, returned 196 Nazi deputies to a house of 584. Lacking a majority, the Nazis were not called upon to form a government; but no one else could, and on January 30, 1933.

Hitler moved into the Chancellery where a little less than ten years before General von Seeckt, with a single sentence, had turned thumbs down on his pretensions. The next day the Reichstag was dissolved again and new elections set for March 5.

Before that date, the German people had ample evidence that the Austrian corporal really had meant all the horrible things he had been shouting at them for years. Within five days of his accession to power, freedom of press and of assembly had been forbidden. By the end of February every right guaranteed under the Weimar constitution, which was still theoretically the law of the land, had been abrogated. A reign of terror swept the country. The Reichstag was burned, and plenty of people knew that the Nazis were the arsonists. Foes of the regime were beaten; Communists jailed; anti-Nazi meetings broken up.

Now a people who have faith in their own sovereignty do not tolerate this sort of thing. It is an unpardonably cynical view of humanity which can argue that any nation, even Germans, could be so intimidated by a gang of thugs that they would meekly vote by the tens of millions against their honest convictions. In the past just such tactics of terror in our own communities brought about the downfall of the Tweeds in American cities. But March 5, 1933, saw a very different response on the part of Germany's electorate. A smashing vote of confidence for intolerance, terror and dictatorship was given at the polls. The Nazis added ninety-two new seats to their Reichstag representation, and could boast with truth that they were the real spokesmen of the people. No party in

the history of the republic had ever returned such a large block of deputies to the parliament.

The United Nations will be perpetrating a grim disservice to the cause of democracy if they impose a democratic form of government upon Germany. For it can be only form, not substance. The present generation have become the most fanatical haters of democracy ever known in the world. They have been taught with every artful device which a ruthless propaganda machine could invent that democratic regimes are weak, inefficient and corrupt. No government practicing the slightest degree of tolerance and freedom could possibly have operated so thorough a propaganda.

Furthermore, no government of practicing democrats, however efficient and idealistic, will be able to bring anything but suffering to the German people in the next few years. Every family will be mourning its dead and its cripples. Food shortages are and will continue to be extremely severe, the more so if the Germans are not encouraged by every means, and especially the destruction of their heavy industry, to grow their own crops on their own land. There is an acute housing problem and very little warm clothing. Medicines are bound to be scarce, and disease will be aggravated by hunger and cold.

The amount of relief that the United Nations can bring to Germany is bound to be inadequate. A dozen other countries in Europe are as greatly in need as the Germans and far more deserving. The United Nations have been able to spare shipping for only a minimum of relief needs for liberated areas. Peoples who bore the brunt of Nazi brutality should certainly have priority over a

people who encouraged and supported and even shared that brutality.

Germans are human beings. Like all human beings, they will blame their sufferings on the government. For the Allies to saddle democracy with the odium of inevitable hardships will mean the destruction of any hope that a new generation of Germans might learn to understand and to embrace liberty.

If the new German government adopts a conciliatory or a fawning attitude toward the victors, it will earn the contempt of the German people. If it seeks to oppose Allied terms and defeat the conditions under which it is proposed to hold Germany in leash, it will earn the enmity of the United Nations. If it is a democratic regime, it will lose the support of the people in the first case and forfeit the support of the Allies in the second. Fither way, democracy will be discredited.

The greatest mistake of those who urge a democratic form of government upon a reluctant German people is that they fail to grasp the realities of their subject. Democracy is one of those priceless things that cannot be given to anyone. It must be taken; it must be worked for; it must be earned. The real way to help democratic Germans to play a worth-while part in the development of freedom in their country is not to saddle them with the impossible job of governing a beaten, bitter nation. The real way is to give them the opportunity to be heard without the responsibility for the hardships that must come.

All this does not mean that the new government of Germany must be one of Nazis or Nazi sympathizers or militarists. But it should be recognized that there can be

no possible German government which we could admire We do not have to embrace our enemies; on the other hand, we do not have to impose the status of Quisling and Laval upon our friends, the German democrats in earle.

Germany herself offers a precedent which might be adapted to provide a government under which the conntry could be kept from repeating its excesses. In fact, the proposed regime might make it easier for the people to learn the real meaning of democracy. During the 1920 there were several occasions when the complicated state of the parties made it impossible to form a Cabinet of party leaders. Sometimes new elections had to be called. Sometimes negotiations between the parties were unduly protracted.

In order to carry on the normal functions of government, therefore, the Germans resorted to the device of what was described as a ministry of civil servants—they called it a Beamtenkabinett. The members were supposed to be mostly officials in executive departments of the government. The chancellor was not a member of the Reichstag. If a deputy or party leader was included, he served theoretically as an individual, not as a representative of his political group. Some of these "civil servant governments" held office for quite some time. They had to make policy decisions and administrative decisions like any other Cabinet. Furthermore, they seem to have been at least up to the standard of the average German regime of the Weimar Republic.

Such a precedent might provide a reasonably sound German government for the immediate future. Once the civil service is purged of its most rabid Nazi fanatics, its

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reriminals and its violent supporters of militarist creeds, would offer perhaps the most satisfactory instrument for carrying out the terms of peace, it will not be dependent upon the shifting party support of a maze of intriguing leaders. It will not expect to be popular. It will have the experience of administration. If we do not make the mistake of trusting it, it will serve to carry out the directions of Allied control commissions quite satisfactorily.

Sentimentalists to whom the memory of German music and beer festivals is stronger than the memory of Lidice and Maidaneck will shake their heads at this program. They liave a great faith in the essential goodness of people. But unfortunately it is a faith like that which launched the Children's Crusade of the Middle Ages. For the sake of humanity and for the sake of the very ideals which these sentimentalists wish Germany to develop, we cannot afford to attempt to defeat the armed might of the infidel with only the weapons of innocence and ignorance, hope and charity, sweetness and light.

Chapter XI

# PEACE SCHOOL FOR GERMANS

Octmany, she has been compared to a mental patient, a problem child, a whole zoo of animals ranging from snakes to apes, a case of retarded development, a young girl led astray, a slab of molten metal ready for the molder and much else besides. Such similes have merit, chiefly as emphasizing the educational or evolutionary problem that must be faced before the German people can be considered no longer a menace to peace.

A great many individuals are burning with a laudable zeal to undertake the great reform. It is a task worthy of the highest, most selfiess missionary spirit. To redeem this virile, capable people from their worship of force and their hist for war would obviously be one of the noblest services that could be performed for mankind. It is a service which will require that the devoted teachers and preachers of the gospel of peace be supported by the nations who are already believers.

But it must achieve a real conversion. It will not be enough that the old Teuten gods of war and destruction be renamed for the saints of peace, while the old rites of human sacrifice are continued in the old way under new forms. That has happened before. This time we must be sure that the Germans do more than understand what

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we are talking about when we speak of the sanctity of life, the rights and duties of individuals, the equality of men and the place of the state as a servant of its citizens. In the past these phrases were entirely without meaning for most Germans. The world will be quite safe from these people only when they not only grasp the meaning but believe in the truth of what they have learned.

There are two completely wrong approaches to this great experiment in pedagogy. One is the approach of the fond parent who cannot bear to see a child's tears, so overlooks the worst behavior with a kindly: "There now, don't do it again." The other is the approach of the enged parent who thinks evil can be exorcised if the arm that wields the whip is tireless enough. Of course Cermany is not a child, but she would respond no better to either of these courses of treatment.

The re-education of Germany needs to be approached in a scientific spirit before it is safe to allow missionary fervor free rein. Judging by the facts of history, along with what we know of human nature in general and German nature in particular, certain fundamental procedures seem obvious.

First of all, Germany must be disarmed in her own mind as well as in reality. The most fertile soil for the seed of democracy would be those Germans who know it is useless to plot for dictatorships, war and conquest. There is no point in a dictatorship unless it be for war, and no incentive for Germans to fight unless they think they can win. The elementary lesson for the German people is that there is no use planning and working for war because they will not have the means to wage it.

The only possible way to make that lesson effective is to make it true. As long as Germany has her heavy industries, it will not be true. For then there will always be the possibility of renewing the battle. Always in the back of millions of German minds will be the thought that, although the Reich failed twice to achieve first place in the world by force of arms, the third time she might prove luckier.

Deprived of blast furnaces, synthetics factories, machine tool and heavy machinery plants, gigantic power installations. Germans will have more reason to think of peace. In time they might come to appreciate its blessings. Even in their fanaticism, Germans as a whole retain a certain practical sense. Only a relatively harmless minority could go on year after year conspiring for conquest in a vacuum, knowing that the means of conquest were entirely out of reach. When the majority of the German people are small farmers, they will be a bit less susceptible to the lure of militarism. The owners of land, especially the owners who actually work it themselves, are likely to have little time for other occupations and to be impatient of military service which calls their sons from home at harvest time. The peasants of Germany as a class took the Nan virus later and in somewhat milder form than many of their fellow citizens.

Of course destruction of German heavy industry will not automatically turn the German people into paths of peace. The existence of heavy industry, however, will serve as an insurmountable barrier to getting them started along those paths. Once the road is clear, the constructive educational process can begin.

It will be argued that the Germans will not like it, that they will be exasperated and revengeful, brooding over their wrongs and quite untamable. Of course, it is not essential that the Germans like the program for their future. Actually they are not going to like most of the fate that is bound to overtake them. But, they will be far less likely to harbor dreams of vengeance if they have a plain course of rehabilitation open to them. Such a course is the reclaiming of their own soil and the working of their own consumer goods industries, which can be a faster and more certain road out of postwar confusion than any other.

When the possibilities for new aggression have been removed, the big educational task can begin. It cannot, however, be done by anyone except the Germans themselves. There is no record in history of any civilized people permitting themselves to be educated in a whole new way of life by foreign masters. Even barbarous nations have been destroyed or left in barbarism more often than they have adopted the culture of their conquerors. Thus Spain was able to climinate the Aztec and Inca civilizations but not impose her own to any marked extent. The Germans themselves have failed utterly to Nazify the minorities within their own borders or to "re-educate" France, Holland, Belgium, Norway, Poland and the rest in a German manner.

The education we should propose might seem much more attractive than anything the Germans have to offer, so it might be supposed that it would "take" more readily. The only difficulty on that score is that, in their present stage of development, our education is not more attractive

to Germans. They have been quite thoroughly exposed to democratic ideas in the past, at least through the medium of books and plays and movies, lectures and debates, most of the normal educational processes. Germans were great students of foreign languages, literature and history. Their learned men were frequently observed to know more about other countries, including our own, than the citizens of those countries. The works of outstanding British and American authors were best sellers in Germany for many years. But not for long enough. The supposedly high standards of German scholarship cracked, with genuine relief to the scholars, when the Nazis staged their elaborate book burnings, consigning the classics of Western democracy to flames which alone have never vet destroyed an idea. But the democratic idea was distasteful, often incomprehensible to many of the most cultivated Germans. Sigrid Undset, the distinguished Norwegian author, noted this phenomenon and wrote:

I have talked with German scientists and writers who defended the book-burnings and frankly told about their emotions during the ceremony. "—After all these things were not in harmony with our true nature, and we were grateful to be permitted at long last to stop admiring alien cultures and be ourselves." The young scholar who said this was in many ways an attractive, kind and sensitive man who had done good work in his own field of philology.

The long, slow process of eradicating this spirit from Germany cannot begin too soon. Undoubtedly a few procautionary steps besides the elimination of heavy industry will have to be taken first. German schools and universities

should certainly have their textbooks cleaned of the medical dogma of their last dozen years. Nazis and Nazi sympathizers should be removed from the faculties. Newspapers and other periodicals, radio broadcasts, theaters should be put under controls which will insure an end to preachings of the Nazi creed.

Then we can come back to the constructive measures. And only then will we learn the truth of the claim that a great many Germans are eager or at least willing to absorb the principles of democracy. The exiles will return—some of them—with enthusiasm for their evangelical task. Probably it will prove heartbreakingly slow. In his study of Teutonic paranoia, Is Germany Incurable?, Dr. Richard Brickner presumed the existence of "a sizable number of individuals, however unorganized and maware of one another," who are free from the German war madness. We can hope that he is right, and that such individuals may become the nucleus for a regenerated Reich.

Against them—and against the returning exiles and against whatever influences the United Nations may throw in—will be an overwhelming mass resistance to new ideas. Stemming from the most powerful educational force of all, the family, this resistance will be exceedingly difficult to crack. It is the bitter fruit of years of far more intensive cultivation than we will be able to afford for a long time to come. Even if it were possible to control completely what is taught in schools, what is said on the radio, what is printed in periodicals, the family influence can outweigh all of them. There used to be a theory that a child's thinking was conditioned by the time it was seven, and such conditioning is done almost entirely in

the family. Millions of Germans have been raised as fanatic Nazis. Most of the men and women who are and will become parents have been pretty thoroughly debased and brutalized by Nazi education. The potential father of Germany, the returning soldiers, have participated in atrocities, helped to loot foreign peoples and will remember with nostalgia the days of their supremacy. That longing for a return of the day of the oppressor will be communicated to their children in the stories of old soldiers looking back fondly to the adventurous period when they could consider themselves and very nearly were the master of Europe.

Before that deep educational force can be overcome a whole new generation of parents must be born and mised in an entirely different atmosphere. Meanwhile, their redemption can take place only if the means for war have been taken so far away from the new generation that conquest and battles are not to be thought of scriously.

The theory that gentle kindness can take the place of this essential is based on an unconscious acceptance of one of the eleverest points of German propaganda between the two wars. This was the never-ending plaint that the Germans had been unfairly lumiliated in the peace of 1919, that they were oppressed by the victors, that their better instincts were crushed by poverty and betrayal. A short and simple answer was given by that quoer, typically German genius, Oswald Spengler, author of The Decline of the West, when he said:

"The legend that a mild peace could have prevented a second World War could only have originated in the heads that have never studied the German mind."

Actually the Versailles terms were as mild as they could have been made. The theory that the German people would respond to moderation was held by most of the leading spirits in the Paris peace conference. Yet the Germans complained. They found the territorial settlements unfair. Who now proposes to let them keep Alsace and Lorraine or the Polish Corridor? The Germans resented their loss of colonies. Who proposes to give them any now, in the light of their record as rulers over other peoples? The Germans protested that the reparations exacted were too high. Well, they never paid them. They resented the presence of foreign troops on their soil. Does anyone think we will not need an occupying force this time or that it should be removed five years ahead of schedule? Comans cried out against the treaty clause by which they acknowledged guilt for the war. Would anyone propose that we acquit them of the guilt for this war?

The history of recent years is an even better answer than Spengler's to the notion that mildness will bring out hidden good traits in the German people. The Germans for most of the period between the two world wars enjoyed a higher standard of living than the impority of their neighbors. They had enough left over to build the mightiest war machine the world had ever known up to that time. And they became progressively more bitter foes of decency and peace.

At one time, too, it was the fashion to blame Nazism and the rise of Hitler on the great depression. Now that tragedy was not a purely German event. It was worldwide, and Germany suffered no more than most of the other countries in the same period. Unemployment was

relatively little greater in the Reich than in the United States in 1932. Some statisticians compute it as even lon. The depths had been reached by both countries in late 1932. It was in the American tradition to look for a leader who could help them out of their troubles through the democratic processes we are used to. The election of Franklin D. Roosevelt was the result, Just twelve weeks later the German people acted quite as strictly in accord with their traditions. They turned to a dictator to lead them out of their troubles through war. Hitler as Chancellor was the result of this.

The consensus of opinion of those who know Germany best is that the people have been so elaborately trained in obedience that they are genuinely uncomfortable unless unquestioned authority is giving them orders. To Americans, one of whose greatest joys is telling off the government, it is strange that the average German would no more think of questioning the wisdom and rightness of his rulers than he would think of objecting to military service.

Most of the sincere German exceptions are in exile or in their graves. It is to the survivors, of course, that we must look for the beginnings of a new German civilization based on peace. But we would be doing them no favor to encourage any notion that this is the work of a single generation or less. The actual physical facts of schooling show up the impossibility. The German educational system in prewar days needed more than a quarter of a million teachers to staff it. Those teachers have been indoctrinated with Nazi philosophy; most of them did not need

to go very far to embrace it, for they were the product of fichte and Nietzsche and von Treitschke.

If there were other teachers in Germany, they too are in cole or dead. For the time being there are not nearly chough German teachers to staff the schools with sincere democrats. Even if it would be effective to use foreign teachers, it would be impossible to find them in sufficient quantities. All the United Nations have arrears of education in their own countries to catch up with. The United States would probably be in as good a position to furnish the men and women for this task as any. Yet our own educators have been complaining of the shortage of teachers for our own schools.

Without offering exceptionally high wages and other inducements, it would be impossible to recruit volunteers for the job in Germany. Even to mention drafting American teachers for service in the Reich is to expose the folly of such a suggestion. But there would be well-founded and very loud outcries from our own people if we embarked upon a policy of laring teachers needed in our own schools to send them overseas for the doubtful experiment of converting the German people to love of democracy.

The most any occupying authority can leasonably hope to do is to prevent the worst excesses of the old German education from being repeated openly. We can exercise supervision over textbooks, films and other teaching aids. That should be done, too, by highly qualified personnel who will not permit their efforts to degenerate into an empty routine which would be easy to evade and which would concern itself rather with the letter than the spirit.

For the rest, experience must become the great German teacher. The elementary schools, for example, will probably be staffed for years by the sort of pedagogue who survived if he did not actually participate in the German orgy of organized miseducation. Traces of the old teachings will crop up from time to time, for they will be a persistent undercurrent in all German scholastic thought.

The current can dry up only after a period of many years, and only if it is not fed by fresh streams. Better than any board of censorship or commissioner of education in preventing renewed propaganda for German militarism would be the elimination of the heavy industrialist and the Junker—the first by destruction of his factories, the second by breaking up his estates. These two groups will then be powerless to finance the sort of education to which they have contributed wealth and influence in the past. They will not be able to subsidize newspapers and books, lecturers and films.

But let us not delude ourselves that this of itself will regenerate Germany's educational system. For many years to come, her schools and colleges will be nothing but a disappointment to believers in freedom. Such believers will be strongly tempted to attempt a revolution in German education. They can try, but they should not be too upset if they achieve little progress. They will cry out against the iniquity of allowing such and such heresies to be taught in German schools. They will perform a valuable service, too, in keeping our attention on the German problem. But they will not solve that problem. So far as education is concerned, the Germans will have to do most of that themselves.

Chapter XII

# DIVIDE AND CONQUER

deal with than one. The anxieties of other nations would be considerably relieved if the Reich could be split, because in the odd arithmetic of international politics it is not true that two halves are equal to the whole. They are substantially less, and if the halves are Cerman, the threat to peace is diminished by just that amount.

No matter how much two national administrations are agreed, no matter how friendly their peoples, they cannot act as quickly or as forcefully as if the same resources were under one government. It is the old story of a single nation being a match for a coalition of greater potential strength. The United Nations during the war brought coalition enterprise to new heights of efficiency. They did it largely by putting all their troops under a single commander in each theater of war. But the men whose energy and tact have made this possible would be the first to admit that, despite general and close agreement, some inconvenience is caused by the minor delays needed for consultation, by the compromises required to adjust slight differences of policy and by the looser organization inevitable when there can be no single fount of final authority. Therefore, a divided Germany would be weaker than a united country, even though the division is essentially artificial.

Partition has a rather ugly sound to free men. It recalls the various dismemberments of Poland by predatory nations. It recalls the ruthless way in which European powers split up most of Africa among themselves with little regard to the inhabitants. It smacks of all too many past ventures in creating spheres of influence.

Actually, the partition of Cermany would have nothing in common with these examples of a discredited imperialism. There is no intention of making the two separate segments of the German state a part of an alien community, nor of parceling them out under the overlordship of different masters. Each of the two would have as much independence and freedom as the single Germany could be permitted, perhaps more since they would not be so dangerous.

The real question about partition is whether it would work. Like all the other proposed "solutions" of the German problem, it would not be enough in itself to end the danger of aggression. And, like so many of the measure which will be necessary, partition could be effective only so far as it contributed to barring Germany from the means to renew her wars of conquest. It would be quite useless unless heavy industry were forbidden both parts of the dismembered Reich.

Heavy industry would make a sham out of any division. In the past, the strength of the big industrialists and the hidden general staff constituted the real government of Germany. If they were to be allowed to exist, it would make very little difference to the rest of the world what sort of government and how many the country enjoyed. The rest of the world would be under the constant threat

of aggression from the same groups which have twice plunged the world into war. Heavy industry would provide the central authority which partition would seek to break. The same combine that controls the steel of the Ruhr and the chemical plants of Westphalia would dominate a government in Berlin and another in Munich quite as easily as it could operate a couple of branch offices. It is sound logic for those who object to the elimination of heavy industry to protest against partition, too. The German militarists themselves would accept partition with much better grace than the destruction of their real sources of power.

But, granted the destruction of German heavy industry, a "slight dismemberment" of the Reich could help achieve the eventual goal of reclaiming Germany for the society of nations. It would be a charitable application of the Nazi technique of divide and conquer. We would be dividing a nation physically, not spiritually, and conquering its belligerent habits.

It is sometimes argued that if partition of Germany into two parts is a good thing, three would be better and thirty better still. Summer Welles, in The Time for Decision, advocates breaking up Germany into three parts. He would form a southern German state comprising the predominantly Catholic areas of Bavaria, Wuerttemberg, Baden, Hesse-Dormstadt, the Rhineland and the Saar; a northwestern state consisting mainly of Upper Hesse, Thuringia, Westphalia, Hanover, Oldenburg and Hamburg; a northeastern state composed of Prussia (minus Past Prussia, which would go to Poland), Mecklenburg and Saxony. The plan would enable each section to

achieve economic security. Other advocates of partition have urged the breaking up of the Reich into the many component parts of pre-Bismarckian days.

However, there is a reductio ad absurdum even in dealing with Germany. The Allied aim should be the weakening of Germany to a point where she ceases to be a danger to the world, not a series of divisions that would lead to confusion which in itself could become perilous. The partition into two states rather than the three of Welles is recommended here chiefly because it is proposed in internationalize the Ruhr, which would be an integral part of one of his German nations. Several other territorial adjustments suggested by Welles would leave a somewhat larger Germany than would be contained in the two part division—such as parts of the old Polish Corridor and Schleswig, which Welles would leave to Germany. Under the alternative two-state arrangement, the prewar Germany should suffer four major territorial losses as follows:

- 1. East Prussia and southern Silesia, which would be incorporated into Poland.
- The Saar basin and its adjacent territories bounded by the Rhine and Moselle rivers, which would be ceded to France.
- 3. The territory between the Danish border and the Kiel Canal, which would be ceded to Denmark.
- 4. Parts of the Rhineland, which would be ceded to Belgium and the Netherlands if they desired it.

Out of the remains of the old German Reich would be formed a South German State consisting of Bavaria, Wuerttemberg, Baden and certain adjacent territories joined with an independent Austria by a customs union:

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a North German state comprising a large part of the old prussia, Saxony, Thuringia and several smaller states.

The cession of the Saar region to France will strengthen that country both strategically and industrially. The French steel mills, which for many years had to depend upon German coal supplies very largely, would be independent. The French would thus receive some compensation for the damage done them.

The transfer of East Prussia and southern Silesia to Poland would eliminate that geographical and political monstrosity, the Polish Corridor. It would give Poland access to the Baltic as the Treaty of Versailles intended twenty-five years ago but in a less involved and controversial manner. It would remove the greatest of the Junker estates and the cradle of Junkerdom itself from the Reich. It would give Poland the coal and the industries with which to develop a better balanced economy than she was able to build between the two wars. It would, in short, be the creation of that "strong and independent Poland" which was one of the Allied war aims.

The grants of territory to Denmark, Belgium and the Netherlands are chiefly designed to compensate them for losses suffered during the German occupation. The Netherlands are entitled to lands to replace those flooded and ruined by the Germans in their retreat. The area for Denmark is largely Danish in population, and its removal from Germany would make international control of the Kiel Canal a little easier.

In all these territorial adjustments, the old-fashioned practice of handing over large groups of people to a government they do not like and a foreign one at that should be avoided. It is no longer necessary to be bound by the old fendal conception that the people go with the land. Commans in ceded territories can be transferred to the new German states; minority groups left within the German borders will be given every opportunity to move to the country of their racial known if they desire to do so.

The postwar period will be a good one in which to carry out such shifts of population. A great many people will be homeless, and particularly in the districts which are to change hands. A great many people will have to be repatristed, most of them because they were dragged from their homes by Germany to work for her, some because they fled the rising tide of war. To this mass movement of people most be added as a minimum the teturn to the Reich of all Germany from those areas, including internationally controlled land, which will no longer be part of the two German states. The opportunity for propaganda would be too tempting if they were left behind. The Nazis taught us that. All their prewar aggressions were preceded by a wave of hysterical inguish about imagined ill-treatment of the noble Cennan introduces of Ozechoslovakia or Poland or Monel as the case might be

There have been ample modern precedents for such begins Some of them have been extremely beneficial to all the peoples concerned. The largest was the exchange of populations between Greece and Turkey after the war of 1922. More than a million individuals were moved from one side of the border to the other, and both Greece and Turkey have testified that the move was an important factor in the development of their now friendly relationally relationships.

## PROPOSAL FOR POST-WAR GERMAN BOUNDARIES

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which to carry people will be which are to e to be repatriged from their e because they movement of return to the ncluding interlonger be part nity for propare left behind. var aggressions anguish about n minorities of case might be. dents for such ly beneficial to s the exchange y after the war s were moved id both Greece was an imporw friendly rela-



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tions. Germany and Italy carried out a minor exchange to end Tyrolean nationalism, and Germany also brought back to the Reich many thousands of Baltic Germans.

Partition and repatriation will be aided in achieving their purpose by decentralization. State governments might be set up not only in the eighteen pre-Hitler German states but each of the provinces of Prussia. If given a large degree of local autonomy, these state governments could further weaken the potential power of Germany for aggression without causing any additional suffering within Germany.

The main danger of partition and decentralization is that they would be regarded as sufficient in themselves, or with a few other precautionary measures, to insure German behavior. It is argued that the principal motivating force of German militarism has been Prussia and the Prussian-modeled general staff, so that danger of militarism will be avoided by splitting off and isolating Prussia. Historical, cultural, religious and economic differences are cited as evidence that the dismembered German states would not want to reunite.

The United Nations can fall into a trap if they rely upon any such pleasant theories to solve the German problem for them. It is true that Prussia was the mainspring of German belligerence and that national unity was necessary and will be necessary to prosecute a successful war. But it is by no means proved that partition would end the danger; on the contrary, it is possible to demonstrate just the opposite. The German states attacked France in 1870 before their unification; in fact, unification was the result of the victory.

Since then, Prussian militarism has become German militarism. It is only necessary to look over the roster of Nazi leaders to see how widely the Prassian infection has spread. Hitler was an Austrian; Himmler and Goering. Bavarians; Alfred Rosenberg, a Balt; Hjalmar Schacht, from Schleswig; Otto Meissner, a German Alsatian; von Neurath, a Wuerttemberger. Even during World War I there was some sectionalism apparent in the Army. Troops fought as Bavarians, Saxons and so on, In World War II there were no such divisions. Prisoners certainly have not shown any feeling of having been oppressed by Prusia: in fact the old state names have disappeared from their conversation. They are proud to call themselves Germans: they may call themselves storm troopers or elite guards or airmen, but they put little emphasis on being Thuringians or Hessians.

The German opposition to unification, which existed to some extent in 1870, has completely disappeared since then. And even at that time Pan-Germanism was a far stronger force than German separatism. The intensive propaganda about the master race went on under Bismarck, under Kaiser Wilhelm, under the Weimar Republic and with fanatical intensity under Hitler. Separation would hardly overcome the national feeling, and would prove a very weak barrier against German aggression if it stood alone. It will have to be established from outside; it could be maintained only by outside force in the long run, and it is more than likely that as the years go on, the Allies would not be willing to use their armies indefinitely to keep the various segments of the German people from reuniting.

The scheme of partition and decentralization, then, can be considered only as an advanced outpost in the world's defenses of its security. Like all such advanced outposts, it can easily be overwhelmed by a determined enemy. Unless there are much stronger inner defenses, the fortress—in this case world peace—is doomed. The strongest bastion is the elimination of heavy industries. Actually, if heavy industries remain, there will be an enemy within the fortress itself. For the German magnates will have complete control over the outposts. When we remember how powerfully the German cartels influenced Allied manufacturers and even Allied governments, we get a faint idea of how completely they could dominate a couple of governments of their own puppets.

Probably the greatest service that partition and decentralization can make to the cause of peace is that they will serve the purpose of any well planned outpost. That is to guard against surprise, to delay the attackers and to be sacrificed in the moment of crisis. Partition could put the test of the world on its guard; when the separate German states join together again, it will be a warning that we should watch for other signs of possible aggression. Partition can delay and hamper any future German plans for an attack upon other countries. But in case of another war, we could expect to see German state lines vanish without a trace.