

**ABOUT THE AUTHOR:** Dr. Revilo Pendleton Oliver, Professor of the Classics at the University of Illinois for 32 years, is a scholar of international distinction who has written articles in four languages for the most prestigious academic publications in the United States and Europe.

During World War II, Dr. Oliver was Director of Research in a highly secret agency of the War Department, and was cited for outstanding service to his country.

One of the very few academicians who has been outspoken in his opposition to the progressive

defacement of our civilization, Dr. Oliver has long insisted that the fate of his countrymen hangs on their willingness to subordinate their doctrinal differences to the tough but idealistic solidarity which is the prerequisite of a Majority resurgence.

**SOME QUOTABLE QUOTES FROM "AMERICA'S DECLINE"**

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**On Race:** "We must further understand that all races naturally regard themselves as superior to all others. We think Congoids unintelligent, but they feel only contempt for a race so stupid or craven that it fawns on them, gives them votes, lavishly subsidizes them with its own earnings, and even oppresses its own people to curry their favor. We are a race as are the others. If we attribute to ourselves a superiority, intellectual, moral, or other, in terms of our own standards, we are simply indulging in a tautology. The only objective criterion of superiority, among human races as among all other species, is biological: the strong survive, the weak perish. The superior race of mankind today is the one that will emerge victorious—whether by its technology or its fecundity—from the proximate struggle for life on an overcrowded planet."

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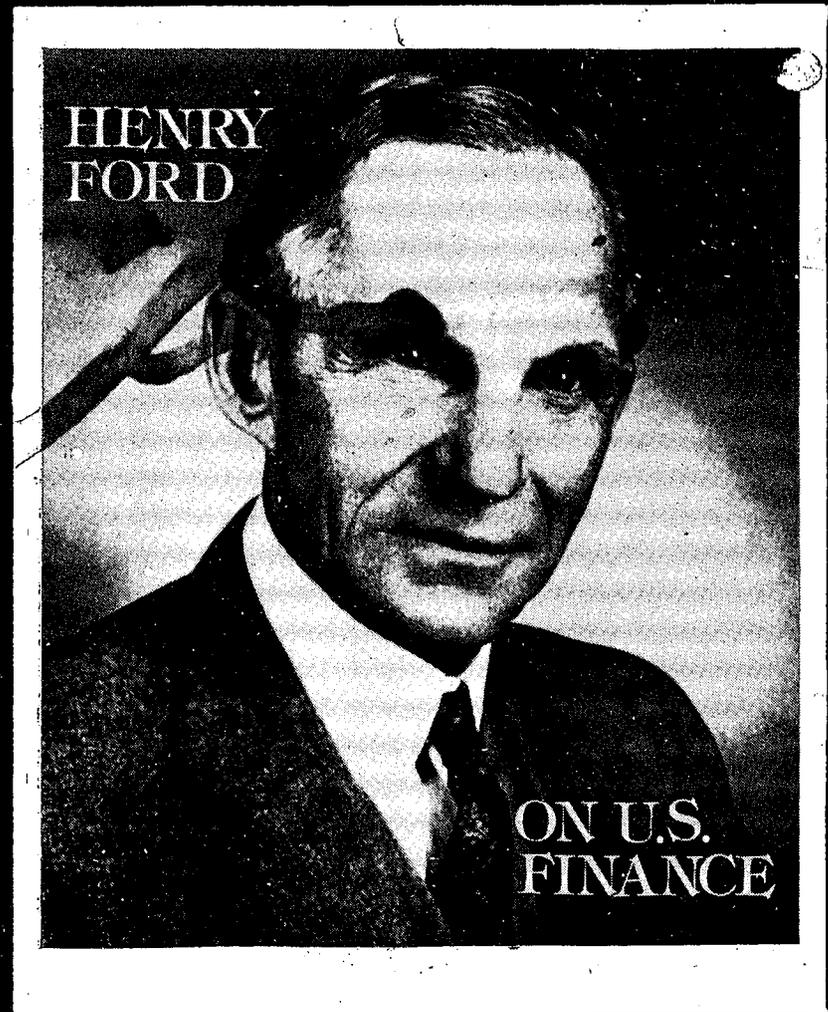
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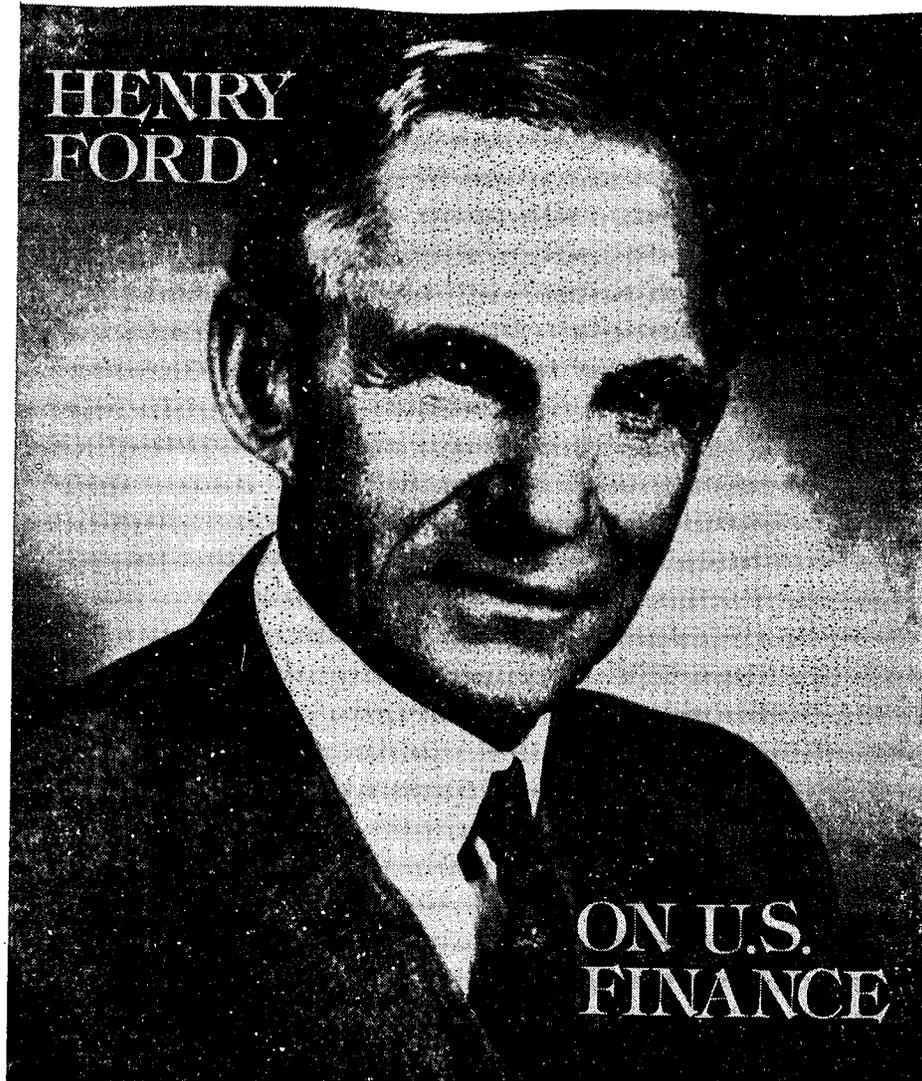
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New York Times  
April, 1947

HENRY FORD  
ON  
U.S. FINANCE

1983

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# The International Jew

## THE WORLD'S FOREMOST PROBLEM

AS ORIGINALLY PUBLISHED BY HENRY FORD, SR.  
IN *THE DEARBORN INDEPENDENT*

After a tremendous expenditure of money and effort on the part of Ford's research team, *The Dearborn Independent* courageously published these shocking disclosures of Jewish domination in America until — and we quote from Elizabeth Dilling's *The Plot Against Christianity*:

"Louis Marshall brought Henry Ford to his knees when he was printing the truth about Jewry..., until now the whole Ford family on the hour as it were, knock their heads to the ground murmuring "Salaam!" and are lifted up watchfully and given Jewish "awards" at frequent intervals."

Mrs Dilling continues on page 71 of her book:

"Louis Marshall was then [1917-1918] president of it [the American Jewish Committee]. It was he who served notice upon Henry Ford that he must cease telling the truth about the Talmudic cabal or ELSE. According to the man perhaps most close to Henry Ford Sr, high in the administration of his affairs, it was the attempt to assassinate Ford by driving his car off the road which caused Mrs Ford to plead with Henry

to cease his exposure of Talmudism through his *Dearborn Independent*, as he told me. All the kowtowing now being done by the Ford family to the "synagogue of satan" is but a repetition of what Ford exposed in his paper. One article on how President Taft was brought to his knees, refused a second term, then decorated by B'nai B'rith and given a professorship at Yale — then addressed B'nai B'rith audiences and wrote internationalist propaganda until his death — is almost a replica of the job done on the Fords."

Demand for reprints of these published articles was so great that *The Dearborn Independent* found it necessary to put this information out in book form, comprising four volumes entitled, *THE INTERNATIONAL JEW: The World's Foremost Problem*, which are now available from Liberty Bell Publications in their original unabridged form at \$7.50 per volume or \$24 for the complete set. Usual discounts are allowed to the trade.

We urge fellow Americans to order their sets now, and to tell their friends and neighbors about it.

P R E F A C E  
to Volume III

as originally published by  
THE DEARBORN INDEPENDENT ;  
November, 1921

The present volume, third in the series, is compiled for the same purpose as its predecessors — to enable new readers of The Dearborn Independent to commence their reading with the earlier articles in the series of studies in The Jewish Question.

It was inevitable that the publication first to open the discussion of this Question should be compelled to meet the degrading charge of "anti-semitism" and kindred falsehoods; but it was also inevitable that if the work of such a publication should prove to be valid, the way would be cleared for discussion by other publications which had not and need not bring upon themselves the charge of racial hatred.

This is precisely what has occurred. An undreamed of publicity for the essentials of the Jewish Question has been achieved in this country. It is noteworthy that whether the publicity be in agreement with or against The Dearborn Independent, the essential facts are the same, and these facts were first set forth in this paper.

That, indeed, constitutes the strength of the articles. The facts are provable; they are not disprovable. The reader can confirm the facts from his own observation. With regard to the matters discussed in these volumes, there are too many observers of the Jew to permit misstatements to pass. This also constitutes the dilemma of the self-appointed defenders of the Jews: they may abuse The Dearborn Independent, but they cannot disprove

the facts. They do not make even an impressive denial of them. The whole situation would be much clarified if Jewish spokesmen would use frankness, instead of a fusillade of cheap and irrelevant abuse.

The year has witnessed much notable discussion of The Jewish Question in magazines of quality. A few have descended to white-washing, fewer still to sheer pro-Jewish propaganda; but such articles as those in the *September Century*; those in the *Atlantic* for February, May and July; *The Nineteenth Century and After* for April; the true and admirable accounts by Lieut. Commander Hugo W. Koehler, of the U.S. Navy, in the *World's Work* for July, August, September and October — these testify to the reality of the matter. The more serious religious press, as represented by publications like the *Christian Standard*, the *Christian Century*, *The Moody Monthly* which is published by The Moody Bible Institute, Chicago, have also added materially to the literature of the question. In editorial vision and liberty of discussion, the religious press has shown itself to be freer of control than has the secular press.

This volume contains information dealing with the influence of the Jewish idea on American life. The departments of life here studied do not by any means exhaust the list. The studies are more and more centering on the actual operations of the Jewish program upon the American people, and the effect of Jewish conceptions on our common life. These studies are appearing in The Dearborn Independent now. They will be gathered into future volumes as may be required.  
November, 1921.

LVII

JEWISH IDEA IN  
AMERICAN MONETARY  
AFFAIRS

Mr Brisbane says that Jewish bankers exercise their large measure of control because they are abler than the other bankers. It was very good of Mr Brisbane to say so, and it adds to the sum of his weekly, almost daily, worship at the Jewish shrine, but it is scarcely true. Jewish bankers do not yet [remember, this was written in 1921!] control the United States, and the principal reason they do not is that they are not abler than the other bankers. Doubtless they seek control; doubtless they have almost grasped it on several occasions; but not yet.

Nevertheless they form such a formidable force, and with their international connections constitute such a political problem, that the mere fact of their failing to top the column of control is not so reassuring as it sounds.

The great Jewish banking houses of the United States are foreign importations, as perhaps everyone knows. Most of them are sufficiently recent to be considered in their immigrant status, while the thought of them as aliens is stimulated by their retention of oversea connections. It is this international quality of the Jewish banking group which largely accounts for Jewish financial power: there is team-play, intimate

understandings, and while there is a margin of competition among themselves (as at golf) there is also a wiping out of that margin when it comes to a contest between Jewish and "Gentile" capital.

Four conspicuous contemporary names in Jewish-American finance are Belmont, Schiff, Warburg and Kahn. All of them, even the most recent, are of foreign origin.

August Belmont was the earliest and arrived in America in 1837 as the American representative of the Rothschilds in whose offices he had been raised. His birthplace was that great center of Jewish international finance, Frankfort-on-the-Main. He became the founder of the Belmont family in America, which has largely forgotten its Jewish origin. Politics was a part of his concern in this country, and during the critical time from 1860 to 1872 he was chairman of the National Democratic Committee. His management of the Rothschild interests was exceedingly profitable to that house, although the operations in which he engaged were quite simple compared with the operations of the present day.

Jacob Schiff is another Jewish financier who was given to the world by Frankfort-on-the-Main. He entered the United States in 1865, after having passed his apprenticeship in the office of his father, who was also an agent of the Rothschilds. The name

Schiff runs a long way back without change, unlike the name Rotinschild. Originally named Bauer, this family of financiers took a new name from the red shield which adorned their house in the Jewish section of Frankfort and thus became "Rot-Schild." Commonly the last syllable is pronounced as if it were "child"; it is "schild," shield. An epoch-making family in itself, it has trained hundreds of agents and apprentices, of whom Jacob H. Schiff was one. He became one of the principal channels through which German-Jewish capital flowed into American undertakings, and his agency in these matters gave him a place in many important departments of American business, especially railroads, banks, insurance companies and telegraph companies. He married Theresa Loeb, and in due time came to be head of the firm Kuhn, Loeb & Company.

Mr. Schiff, too, was interested in politics with a Jewish angle, and was perhaps the moving force in the campaign which forced Congress and the President to break off treaty relations with Russia, then a friendly nation, on a strictly Jewish question which had been skillfully given an American aspect. Mr. Schiff was of inestimable assistance to Japan in the war against Russia, but is understood to have been disappointed by Japan's shrewdness in preventing too high a return being made for that

assistance.

Associated with Mr. Schiff in Kuhn, Loeb & Company is Otto Herman Kahn, who is probably more international than were either of the two gentlemen mentioned above and is more constantly engaged in dabbling in mysterious matters of an international nature. This characteristic may be accounted for, however, by his experience of many countries. He was born in Germany and is also a product of the Frankfort-on-the-Main school of finance, having had connection with the Frankfort Jewish house of Speyer.

Of just how many countries Mr. Kahn has been a citizen is a question not easy to determine here because of the doubt that was recently cast upon his American citizenship by a protest against his being permitted to cast his vote last year and by his failure — the announced cause being physical indisposition — to cast his vote. If Mr. Kahn is a citizen of the United States (a status that will be readily proclaimed upon proof that he is), that probably increases the number of his citizenships to three. He was a German citizen by birth, and served in the German army. And in 1914, in August, at the time of the outbreak of the European War, when efforts were being made, which afterwards succeeded, to put Paul M. Warburg, a member of the firm Kuhn, Loeb & Company, on the Federal Reserve Board, Mr

Warburg testified that at that time Mr Kahn was not a citizen of the United States.

Senator Bristow — "How many of these partners are American citizens, or are they all American citizens . . ."

Mr Warburg — "They are all American citizens except Mr Kahn." — (P.7, Senate Hearings, August 1, 1914.)

Senator Bristow — "Now, the members of your firm, are they all American citizens except Mr Kahn?"

Mr Warburg — "Except Mr Kahn, yes."

Senator Bristow — "Was Mr Kahn ever an American citizen?"

Mr Warburg — "No."

Senator Bristow — "He never was?"

Mr Warburg — "No, he is a British subject."

Senator Bristow — "He is a British subject?"

The Chairman — "He lives in England, does he not?"

Mr Warburg — "No. At one time he thought he would move to Europe, and that was when the question arose of his standing for Parliament; then he changed his mind and moved back to the United States."

Senator Bristow — "He was at one time a candidate, or a prospective candidate for Parliament, was he not?"

Mr Warburg — "No; he was not; but there was talk about it; it had been suggested, and he had it in his mind. Something had been written about it in the papers." — (p.76, Senate

Hearings, August 3, 1914.)

So, that if Mr Kahn is a citizen of the United States now, which as a matter of fact has been disputed, then he has been a citizen of three countries, Germany and Great Britain being the other two.

Mr Kahn, by the way, is one of those Jews whose adoption of another form of faith brings no denunciation whatever from the Jews themselves. A most peculiar circumstance! But doubtless not inexplicable. Mr Kahn is not called a "renegade Jew" nor any of the other nasty names heaped upon Jewish converts to Christianity, because he does not deserve them. They would not fit him. He is not renegade. And he never was regarded for a moment by Jacob H.Schiff as anything but a Jew, else that "Prince of Israel" would not have chosen him to remain in America and run the business of Kuhn, Loeb & Company, at a time when it seemed undesirable to put the junior Schiff in full charge of it.

Doubtless it was Mr Kahn's desire, just at the time Jacob Schiff made his wishes known, to go to England and stand for Parliament.

But from New York, he fulfills, probably as well as he could from London, those mysterious missions which frequently take him to the Continent, at which times he makes what are regarded as certain authoritative decisions, though just *whose* decisions it is not always possible to say. In

Paris particularly, and at points east thereof, Mr Kahn has been established in the position of spokesman of the American Financial Hierarchy, which, of course, he is not. But he undoubtedly is the spokesman of some group, possible the group which so ably put through the Jewish program at the Peace Conference, the group that impressed Eastern Europe with the feeling that the United States of America was a very powerful Semitic empire. Mr Kahn's trips abroad are usually unheralded, but their results richly repay observation.

A fourth member of the Jewish financial group in America (which is the form of statement which Mr Chaim Weizmann would sanction, rather than to say "Jewish-American financiers") is Mr Paul Warburg, to whose testimony we have just alluded.

Mr Warburg is the most recent of all. He was born in Germany in 1868; he came to the United States in 1902; he became an American citizen in 1911. He came to the United States for the express purpose of reforming our financial system, and it is hardly possible to understand fully the system in operation today without reference to Paul Warburg. He is a man of very fine mind, a money-maker, but something more — a shrewd student of the systems by which money is made. There are two types engaged in the mere work of money-making which is better

described as "money-getting," without reference to production; one type grubs away under whatever system obtains, regarding it as fixed as the solar system; another type is sufficiently detached to see the system as an artifice which may be mended, remodeled or supplanted altogether. Paul Warburg, scion of a long line of German Jewish bankers, is of the latter type. He is not content with the fact that the cash-register fills itself with money; he wants to know how the cash-register works, and whether it can be worked. He is thus a student of money and of the number of ways in which it can be manipulated.

Perhaps it will be best to let him tell his own story as far as he goes. When he told it to the Committee on Banking and Currency of the United States Senate in executive session, there was some dispute as to whether the proceedings should be recorded by the stenographer. It was finally agreed that notes should be made but should not be divulged. The testimony was printed "in confidence" on August 5, 1914, and nominally "made public" on August 12.

The Warburgs are one of the international families whose importance was not realized until the war, and would not have been realized then if their internationalism had not been so apparent. It was an interesting spectacle to see brothers occupying important places of

counsel on either side of the great struggle.

Paul Warburg learned the rudiments of banking in his father's bank at Hamburg, Germany, studying the over-sea trade which is the foundation of that city's business. The banking house of Warburg in Hamburg dates from 1796.

"After that I went to England, where I stayed for two years, first in the banking and discount firm of Samuel Montague & Company, and after that I took the opportunity of staying two months in the office of a stockbroker in order to learn that part of the business.

"After that I went to France, where I stayed in a French bank, so that —"

The Chairman — "What French bank was that?"

Mr Warburg — "It is the Russian bank for foreign trade, which has an agency in Paris.

"And after that I went back to Hamburg and worked there again for a year, I think.

"Then I went round to India, China and Japan.

"And then I came to this country for the first time in 1893. I stayed here only a short time then, and went back to Hamburg, and then became a partner of the firm in Hamburg."

The Chairman — "How long were you in Hamburg then in the banking business?"

Mr Warburg — "Until 1902.... And then I moved over here to this country to become a partner of Kuhn, Loeb

& Company."

"I explained in the curriculum which I gave you, Mr Chairman, that by marriage I am related to members of the firm, the late Mr Loeb having been my father-in-law, which brought about a desire on the part of the family to bring me over here.... I ought to say that I got married in this country in 1895 and that I have been in this country every year since, for several months.... That is the history of my banking education."

It will be recalled that Jacob H. Schiff also married a daughter of Mr Loeb, so that Mr Warburg married the sister of Mrs Jacob H. Schiff. Felix Warburg, Paul's brother, who is also in the firm, married Mr Schiff's daughter.

Mr Warburg immediately cast a critical eye upon the state of financial affairs in the United States and it is significant of the grasp he already had on such matters that he found the country rather behind the times.

He conceived the ambition — the very daring ambition — of taking hold of the United States' monetary system and making it what he thought it ought to be.

This alone would make him a remarkable man. It illustrates very well that detached point of view which the Jew is more fitted to take than any other man perhaps. He sees countries and systems with the same freedom from intimate bias with which another man would view assorted fish upon a market stall.

Most of the world is engaged in doing its work and indulging its national, domestic and social affections and inclinations; a small minority stands in the background and watches the entire mass at its unconscious maneuvers, and studies it as an observer studies a hive of bees. The man at work has no time except for his job. One man, standing back and studying 1,000 men at work, is able to see how he might utilize their labor or possess himself of a first toll on their production. Doubtless there must be men to stand at a sufficient distance from things to get a correct idea of their interrelationship, and doubtless such an attitude may be made of great service to the race, but doubtless it has also contributed to the selfish manipulation of natural and social processes.

Mr Warburg testified: "When I came here I was at once impressed by the lack of system, by the old-fashioned nature of the system that prevailed here; and I got immediately into one of those periods of high interest rates, where call money went up to 25 and 100 per cent; and I wrote an article on the subject then and there for my own benefit.

"I was not here three weeks before I was trying to explain to myself the roots of the evil. I showed the article to a few friends but I kept it in my desk, because I did not want to be one of those who try to inform and educate the country after they

have been here for a month or so; and I kept that article until the end of 1906, shortly before the panic, when those conditions arose again, and when one newspaper wanted for an issue at the end of the year an article dealing with the conditions in our country.

"Then I took out that article and touched it up and brought it up to date, and that was the first article of mine that was published. It was called, 'Defects and Needs of Our Banking System.' . . .

"That was, however, the first time that I know of that the question of the discount system and the concentration of reserves was really brought out; and I got a great many encouraging letters asking me to go on and explain my ideas."

Mr Warburg was perfectly willing to talk to the committee about himself, but not about Kuhn, Loeb & Company, his firm.

"I cannot discuss the affairs of my firm nor my partners," he said, "nor be asked to criticize acts of my partners, either to approve them or in any other way," but eventually he did tell a number of things which students of American financial affairs have considered interesting. Of which more later.

On page 77 of the testimony, more personal matters appear:

Senator Britstow — "When did you become a citizen of the United States, Mr Warburg?"

Mr Warburg — "1911. Did I

not answer that?"

Senator Bristow — "Perhaps so. Did you intend to become a citizen when you came to the United States in 1902?"

Mr Warburg — "I had not definite intentions then, because some of the reasons that brought me over here were family reasons; . . . That had a good deal to do with my first coming here; and I was not sure at all that I would stay here when I came."

Senator Bristow — "When did you decide to become a citizen of the United States?"

Mr Warburg — "In 1908, when I took out my papers."

Senator Bristow — "When you took out your first papers? You took out your second paper, then, in 1911?"

Mr Warburg — "Yes."

Senator Bristow — "You made your declaration in 1908; that is when you decided to become an American citizen?"

Mr Warburg — "Yes."

Senator Bristow — "Why did you wait as long as you did after you came to this country, before deciding to become a citizen of this country?"

Mr Warburg — "I think that a man that does not come here as an immigrant, a man who has had, you may call it such, a prominent position in his own country, will not give up his nationality so easily as a man who comes over here knowing that he does not care for his own country at all. I had been a very loyal citizen of my own country;

and I think that a man who hesitates in giving up his own nationality and taking a new one, is apt to be more loyal to his new country when he does change his nationality than a man who gives up his old country more lightly."

Senator Bristow — "Yes."

Mr Warburg — "I may add this: That a thing which had a great deal of influence on my making up my mind to remain in this country and work here, and become a part and parcel of this country, was that monetary reform work, for I felt I had a distinct duty to perform here; and I thought I could do that; and in fact I have been working on it since 1906 or 1907.

"Then I felt that it was the right thing for me to become an American citizen and work here and throw in my lot definitely with this country."

Senator Bristow — "When you became an American citizen; and the motive which induced you to become an American citizen was, then, as I understand it, largely with a view of laboring to bring about a reform of the American monetary system?"

Mr Warburg — "Well, you put it nearly exclusively on that. I think a man wants to feel that he is going to do some useful work in his country; that he has a mission to perform; and that is what happened to me. . . . Moreover, I had been long enough in this country then to have thoroughly taken root and feel that I was a part and parcel of it."

Senator Bristow — "Yes. When did you first become active in promoting the monetary reforms in the United States?"

Mr Warburg — "In 1906."

Senator Bristow — "What was your method of promoting your ideas with regard to monetary reforms?"

Mr Warburg — "Mainly writing."

Senator Bristow — "Were you connected with the Monetary Commission?"

Mr Warburg — "No, not directly . . . ."

Senator Bristow — "Were you consulted in regard to the report of the Monetary Commission in any way?"

Mr Warburg — "Yes, Senator Aldrich consulted with me about details, and I gave him my advice freely."

Senator Bristow — "And in regard to the bill which was prepared by Senator Aldrich in connection with the commission, were you consulted in regard to that?"

Mr Warburg — "Yes."

Senator Bristow — "What part did you have in the preparation of that bill, directly or indirectly?"

Mr Warburg — "Well, only that I gave the best advice that I could give."

Most readers will recall that the name of "Aldrich" was, a few years ago, the synonym for the money power in government. Senator Aldrich was an able man and a tireless worker. His character for thoroughness and

industry did more than anything else to disabuse the popular mind of the notion that such men were mere "tools of the money interest," or engaged in their work out of lust for gain, or out of sheer pleasure in legislating against the interest of the people. Senator Aldrich led on tariff and financial matters because he understood them; and he understood them by tireless study of them; and, therefore, he was the master of other men who had not paid the price of knowledge. But, he understood these matters from the standpoint of the business interests only. He was sincerely desirous of the prosperity of the country, but that prosperity was written in banking balances. Fifteen years ago it might not have been possible to judge him thus calmly, because then he represented in the public mind, more than any individual does today, the concentrated power of the financial group. Their prosperity was his first care, possibly because he believed that their prosperity was also the country's.

It was such a man, then, that came to Mr Warburg for advice. The labors of Senator Aldrich comprise many volumes of difficult material and Senator Aldrich's appeal to Mr Warburg was a very high compliment to the quality of the latter's mind and financial experience — this, of course, assuming that Mr Warburg's counsel was not forced upon the Aldrich committee by

the New York money interests.

In his testimony, Mr Warburg did not tell all. The omission, however, was supplied by an article in *Leslie's Weekly* in 1916, the author being B.C. Forbes.

It is a story of which *Current Opinion* said: "It reads like the opening in a shilling shocker."

It appears that the conferences between Mr Warburg and Senator Aldrich took place on an isolated island off the coast of Georgia — Jekyl Island. Included in the party, besides Senator Aldrich and Mr Warburg, were two New York bankers and the then Assistant Treasurer of the United States. The mysteriousness of it all was well brought out by Mr Forbes:

"Picture a party of the nation's greatest bankers stealing out of New York on a private railroad car under cover of darkness, stealthily hieing hundreds of miles south, embarking on a mysterious launch, sneaking out to an island deserted by all but a few servants, living there a full week under such rigid secrecy that the name of not one of them was once mentioned lest the servitors learn their identity and disclose to the world this strangest, most secret episode in the history of American finance.

"The utmost secrecy was enjoined upon all. The public must not glean a hint of what was to be done. Senator Aldrich notified each one to go quietly into a private car which the

railroad had received orders to draw up at an unfrequented platform. Drawn blinds balked any peering eyes that might be around. Off the party set. New York's ubiquitous reporters had been foiled. So far so good. After bowling along the railroad hour after hour into southern country, the order was given to prepare to disembark.

"Stepping from the car when the station had been well cleared of travelers, the members of the expedition embarked in a small boat. Silence reigned, for the boatmen must not find out how distinguished were their passengers.

"In due time they drew up at another deserted pier. They were at Jekyl Island, off Georgia. The island was entirely unpeopled save for half a dozen servants.

"The servants must under no circumstances learn who we are," cautioned Senator Aldrich.

"What can we do to fool them?" asked another member of the group. The problem was discussed.

"I have it," cried one. "Let's all call each other by our first names. Don't ever let us mention our last names."

"It was agreed.

"The dignified veteran Senator Aldrich, king of Rhode Island and a power second to none in the United States Senate, became just 'Nelson'; . . . and the quiet, scholarly member of the powerful international banking firm of Kuhn, Loeb & Company, became 'Paul.'

“Nelson had meanwhile confided to Harry, Frank, Paul and Piatt that he was to keep them locked up on Jekyl Island, cut off from the rest of the world, until they had evolved and compiled a scientific currency system for the United States, a system that would embody all that was best in Europe, yet so modeled that it could serve a country measuring thousands where European countries measured only hundreds of miles.”

Mr Forbes does not omit to write this further description of

Mr Warburg's condition at the time:

“unable then to speak idiomatic English with perfect freedom and without an accent, an alien not naturalized.”

Mr Forbes also wrote — “Here is a German-American. But the sort of one that makes the hyphen look like a badge of honor.”

That was in 1916. Hyphens went out of fashion, though not entirely out of use, soon after.

Thus far the story of Paul Warburg.

## LVIII.

### Jewish Idea Molded Federal Reserve Plan

The last view the reader had of Paul M. Warburg in the preceding article was as “an alien not naturalized” secretly closeted with Senator Nelson W. Aldrich and a party of bankers on an obscure island off the southeastern coast of the United States, all the members of the party concealing their identity even from the servants by calling each other by their first names.

That conference in its ultimate results was of the utmost importance to the United States, for then and there were formulated those fiscal devices, those financial methods, those “monetary reforms” which have exerted an influence on every citizen, rich and poor, of the Republic.

Much history was made in that little trip. It irresistibly calls to memory that other trip made in 1915—almost two years before America's entry into the war—by Bernard M. Baruch. As readers of **T H E D E A R B O R N I N D E P E N D E N T** of November 27, 1920, will recall, Mr. Baruch had been financial backer of the Plattsburg camp, and in his testimony he said he thought that General Wood would admit this. Then—“I went off on a long trip, and it was while on this trip that I felt there ought to be some mobilization of the industries, and I was thinking about the scheme that practically was put

into effect and was working when I was chairman of the board. When I came back from that trip I asked for an interview with the President....The President listened very attentively and graciously as he always does.” Mr. Baruch was an authority on the President's demeanor, for there was a long period in 1917 and 1918 during which he called at the White House every afternoon.

Two momentous trips in our recent history, both of them signalized and given their principal meaning by the presence of Jews. Not that there should not have been Jews in either case; to insist upon their total exclusion would be going too far. The Jew as a citizen, bearing his part, is one matter; the Jew as a master, directing the national show, is quite another thing. It is by no means agreed that Barney Baruch was the only man in the United States who could have run this nation's war business. That is the explanation made of the high place he took—that he was the *only* man who could do it. Nonsense! If that be so, let us close up the nation and hand the keys over to the New York Kehillah. Mr. Baruch could say—“I probably had more power than any other man did in the war; doubtless that is true,” but he had that power because he was for the time the head and front of the Jewish group for war purposes.

If the explanation of Jewish mastery at critical moments were

"brains," well and good, but if it were, it would be more evident to the people; brains do not need to be advertised, they advertise themselves. There is another reason.

The British public recently awoke to the fact that not Lloyd George but Mr. Montagu and Sir Alfred Mond were in charge of the recent negotiations over the German indemnities. These gentlemen are both Jews, one of them of German descent. Of all the British Empire are they the only two men to advise the premier in a great crisis? If they are, why is it? The Montagus, we know, control the silver of the world; Sir Alfred Mond, we know, turned the very neat trick of keeping the sign of the Cross off the war memorials raised to the soldiers of the empire; their Jewishness always so apparent. Both financiers; both the close advisers of the premier; as Baruch to Wilson, so they to Lloyd George.

Apparently there are no Anglo-Saxons on either side of the sea capable of managing these deep matters, if we are to judge from the war administrations—those that have passed off the stage and those that still linger. Lloyd George, for once stung to the quick by the criticism of the British public of his tendency to closet himself with Jews when confronted with a crucial question, retorted bitterly—with what? With the old outworn Jewish propagandist boast, that it ill became people

who sang Jewish psalms in church to rag the race that wrote them! A most illuminating defense! The world would give a good deal for a true psalm from Sir Alfred Mond, Mr. Montagu, or even Sir Philip Sassoon, who is soon to become the premier's son-in-law.

In our own history, Barney Baruch boldly claims his place, he unhesitatingly asserts that he had more power than any man in the war. If Allenby in Palestine needed a locomotive, if the Americans in Russia needed clothing, if the munition mills needed copper—it was Baruch who gave or withheld the word.

Mr. Warburg, being of somewhat finer grain, probably due to his having less than Mr. Baruch of the rough experience of "the Street," does not make the claim that he is the chief factor in the present monetary system of the United States, nor does THE DEARBORN INDEPENDENT undertake to make it for him lest the cry of "anti-Semitism" wax wrathful again; but fortunately the fact is amply attested by a Jew whose knowledge of the matter is unquestionable.

Readers have doubtless become aware by this time that for a non-Jew to say that a certain Jew is a most important factor in any field is to be guilty of anti-Semitism, while for a Jew or a "Gentile front" to say it is perfectly proper. It is a rather odd etiquette in which simple minds sometimes become

confused.

Professor E.R.A. Seligman; of Columbia University, is the sponsor of this great honor for Mr. Warburg. What Professor Seligman says is of such importance, both as to its source and its subject, that quotation is justified: (the italics in all cases are ours)

"It is in a general way known to the public that Mr. Warburg was in some way connected with the passage of the Federal Reserve Act, and his appointment to his present responsible position on the Federal Reserve Board was acclaimed on all sides with a rare degree of approval and congratulation; but I fancy *it is known only to a very few how great is the indebtedness of the United States to Mr. Warburg. For it may be stated without fear of contradiction that in its fundamental features the Federal Reserve Act is the work of Mr. Warburg more than of any other man in the country....* "When the Aldrich commission was appointed it was not long before Senator Aldrich—to his credit be it said—was won over by Mr. Warburg to the adoption of these two fundamental features. The Aldrich Bill differed in some important particulars from the present law....*The concession in the shape of the twelve regional banks that had to be made for political reasons is, in the opinion of Mr. Warburg as well as of the writer of this introduction, a mistake; for it*

will probably, to some extent at least, weaken the good results which would otherwise have followed. On the other hand, the existence of a Federal Reserve Board creates, in everything but in name, a real central bank; and it depends largely upon the wisdom with which the board exercises its great powers as to whether we shall be able to secure most of the advantages of a central bank without any of its dangers....

"In many minor respects also the Federal Reserve Act differs from the Aldrich Bill; but in the two fundamentals of combined reserves and of a discount policy, the Federal Reserve Act has frankly accepted the principles of the Aldrich Bill; and these principles, as has been stated, were the creation of Mr. Warburg and of Mr. Warburg alone.

"...It must not be forgotten that Mr. Warburg had a practical object in view. In formulating his plans and in advancing slightly varying suggestions from time to time, it was incumbent on him to remember that the education of the country must be gradual and that a large part of the task was to break down prejudices and remove suspicions. His plans therefore contain all sorts of elaborate suggestions designed to guard the public against fancied dangers and to persuade the country that the general scheme was at all practicable. It was the hope of Mr. Warburg that with the lapse of time it might be possible to eliminate from the

law not a few clauses which were inserted, largely at his suggestion, for educational purposes.

"As it was my privilege to say to President Wilson when originally urging the appointment of Mr. Warburg on the Federal Reserve Board, at a time when the political prejudice against New York bankers ran very high, England also, three-quarters of a century ago, had a practical banker who was virtually responsible for the idea contained in Peel's Bank Act of 1840. Mr. Samuel Jones Lloyd was honored as a consequence by the British Government and was made Lord Overstone. The United States was equally fortunate in having with it a Lord Overstone....

*"The Federal Reserve Act will be associated in history with the name of Paul M. Warburg...."*—(pp. 387-390, Vol. 4, No. 4, Proceedings of the Academy of Political Science, Columbia University).

It surely cannot be considered invidious for THE DEARBORN INDEPENDENT thus to introduce to the people of the United States a gentleman whose influence upon the country is so vital. Just how vital can be understood only by those who have studied the puzzle of a country filled with the good things of life, and still unable to use them or to share them because of a kink in the pipe line called "money."

But that Mr. Warburg himself is not entirely unaware of his

position is indicated on page 56 of his testimony quoted last week. Mr. Warburg had just told the Senate Committee that he was making a heavy financial sacrifice to accept the position on the Federal Reserve Board offered him by President Wilson, and into the fitness of which appointment the Senate was carefully inquiring:

Senator Reed—"May I ask what your motive is, or your reason for making that sacrifice?"

Mr. Warburg—"My motive is that I have, as you know, taken a keen interest in this monetary reform since I have been in this country.

*"I have had the success which comes to few people, of starting an idea and starting it so that the whole country has taken it up and it has taken some tangible form."*

Professor Seligman advises us of the strategy that was used to get the whole country to take up Mr. Warburg's idea, and of the fact that some of the items inserted to appease the public might easily be removed when the public shall have become accustomed to Mr. Warburg and the Federal Reserve Board; but Mr. Warburg adds another hint, to the effect that you can do some things by administration which you cannot do by organization.

For example: Mr. Warburg wanted *only one central bank* which should be the sole arbiter of finance in the United States.

The United States Government would have almost nothing to do save to make the money and stand back of it; the bankers of the United States, and the people thereof, would have nothing to do except what they were told; the one central bank would be the real financial governing authority.

When asked by Senator Bristow to state the fundamental difference between the Aldrich plan and the present Federal Reserve plan, Mr. Warburg replied:

"Well, the Aldrich Bill brings the whole system into one unit, while this deals with 12 units, and unites them again into the Federal Reserve Board. It is a little bit complicated, which objection, however, can be overcome in an administrative way; and in that respect I freely criticized the bill before it was passed."

There is evidently, then, a method of administration for which severe critics might even use the word "manipulation," by which the plain provisions of a banking law, whatever they may be, may be, if not evaded, then somewhat adapted.

This idea is brought to mind by a more colloquial expression of Mr. Warburg's to be found in his address on "bank acceptances" delivered in 1919:

"In this connection I am reminded of a story I once heard concerning a man belonging to a species now soon to be extinct and to be found by our children

in Webster's dictionary only, the 'bartender.' A man of this profession, in pre-historic times, was abandoning his position and was turning over his cash-register to his successor. 'Please show me how it works,' said the newcomer. *'I will show you how it works,'* said the other, *'but I won't show you how to work it.'*"

The politics of Mr. Warburg and the firm of Kuhn, Loeb & Company formed part of the inquiry, and Mr. Warburg made some interesting revelations, which illustrate the oft-repeated statement that it is part of Jewish policy—perhaps of large financial firms generally—to attach themselves to both parties so that certain interests may be the winners regardless of which party is defeated.

Senator Pomerene—"What are your politics?"

Senator Nelson—"No; we have not raised that before this committee."

Senator Reed—"It has not been raised here, but I should like to know."

Senator Pomerene—"It has been raised before the Senate."

Senator Reed—"I will say why I should like to know."

Senator Pomerene—"Well, I have no objection to saying what was in my own mind."

The Chairman—"I will say that I do not know what Mr. Warburg's politics are."

Senator Pomerene—"Well, I did not."

Senator Shafroth—"I do not know and I do not care to

know."

Senator Pomerene—"I heard the statement made that the entire board was Democratic, and I had understood that Mr. Warburg was Republican, or had been, in his affiliations."

Mr. Warburg—"Well, so I was; and my sympathies were entirely, in the early campaign, for Mr. Taft against Mr. Roosevelt in the first fight. When later on Mr. Roosevelt became President Wilson's opponent my sympathies went with Mr. Wilson...."

Senator Reed—"Well, you would count yourself a Republican, generally speaking?"

Mr. Warburg—"I would."

Senator Bristow—"It has been variously reported in the newspapers that you and your partners directly and indirectly contributed very largely to Mr. Wilson's campaign funds."

Mr. Warburg—"Well, my partners—there is a very peculiar condition—no; I do not think any one of them contributed largely at all; there may have been moderate contributions. My brother, for instance, contributed to Mr. Taft's campaign."

Senator Bristow—"Just what would you consider a moderate contribution to a presidential campaign?"

Mr. Warburg—"Well, that depends who the man is who contributes; but I think anything below \$10,000 or \$5,000 would not be an extravagant contribution, so far as that

should be—" (Examination resumed another day.)

Senator Bristow—"Now, Mr. Warburg, when we closed Saturday some Senator asked you in regard to political contributions, and I understood you to say that you contributed to Mr. Wilson's campaign."

Mr. Warburg—"No; my letter says that I offered to contribute; but it was too late. I came back to this country only a few days before the campaign closed."

Senator Bristow—"So that you did not make any contribution?"

Mr. Warburg—"I did not make any contribution; no."

Senator Bristow—"Did any members of your firm make contributions to Mr. Wilson's campaign?"

Mr. Warburg—"I think that is a matter of record. Mr. Schiff contributed. I would not otherwise discuss the contributions of my partners, if it was not a matter of record. I think Mr. Schiff was the only one who contributed in our firm."

Senator Bristow—"And you stated that your brother had contributed to Mr. Taft's campaign, as I understand it?"

Mr. Warburg—"I did. But again, I do not want to go into a discussion of my partners' affairs, and I shall stick to that pretty strictly, or we will never get through."

Senator Bristow—"I understood you also to say that no members of your firm contributed to Mr. Roosevelt's

campaign."

Mr. Warburg—"I did not say that."

Senator Bristow—"Oh! Did any members of the firm do that?"

Mr. Warburg—"My answer would please you probably; but I shall not answer that, but will repeat that I will not discuss my partners' affairs."

Senator Bristow—"Yes. I understood you to say Saturday that you were a Republican, but when Mr. Roosevelt became a candidate, *you then became a sympathizer with Mr. Wilson and supported him?*"

Mr. Warburg—"Yes."

Senator Bristow—"While your brother was supporting Mr. Taft?"

Mr. Warburg—"Yes."

Senator Bristow—"And I was interested to know whether any member of your firm supported Mr. Roosevelt."

Mr. Warburg—"It is a matter of record that there are."

Senator Bristow—"That there are some of them who did?"

Mr. Warburg—"Oh, yes."

Senator Bristow—"Will you please indicate—or do you care to indicate—what members of your firm supported Mr. Roosevelt in that campaign?"

Mr. Warburg—"No sir; I shall have to go on the principle that I cannot disclose the business of a member of my firm."

The result was this: that in a three-cornered fight between three candidates, Roosevelt, Taft and Wilson, the men who

constituted the firm of Kuhn, Loeb & Company, chief Jewish financial institution of the United States, distributed their support among all three. Schiff for Wilson; Felix Warburg for Taft; and an unknown for Roosevelt—was that unknown Mr. Kahn? In any case, Wilson won, and the above examination relates to a member of the firm of Kuhn, Loeb & Company receiving an important appointment which gave him large power over the finances of the United States.

The point of not discussing the affairs of Kuhn, Loeb & Company was frequently made by Mr. Warburg.

"I cannot discuss the affairs of the firm nor my partners, nor be asked to criticize acts of my partners, either to approve them or in any other way. I would like to say that before we come to the point where I would feel that I should not answer any question," said Mr. Warburg.

The principle of this objection was conceded by the Senate Committee, but that it ought to serve as a blanket injunction against a number of pertinent inquiries was doubted.

Senator Bristow—"But you are a partner in this firm, and have you not had something to do with its operations and its management?"

Mr. Warburg—"Yes."

Senator Bristow—"Does that not go to show your general views and practices as a financier and as a citizen and as a business

man?"

Mr. Warburg—"Yes; but you have got to take them individually....I cannot permit my firm to be drawn into this discussion."

Senator Bristow—"But how can you divest yourself from your firm when you have been one of the managers of the firm?"

Mr. Warburg—"I shall divest myself of the firm."

Senator Bristow—"If the firm has done something that I might think was improper—to illustrate, being called upon to say whether or not I approve your nomination to this responsible position—have I not a right to know what your attitude was in regard to that transaction which your firm performed?"

Mr. Warburg—"Well, inasmuch as my answer there might be a criticism of my firm, I would beg to be excused, and I would leave it to the committee to draw its own conclusions...."

In examining Mr. Warburg about the handling of \$100,000,000 Southern Pacific securities, the same difficulty was experienced; Mr. Warburg objected, "but we are getting here again into the transactions of my firm!"

To which Senator Bristow retorted—"Ah! but when you participated in the profits of the transaction, is it not a part of your business life?"

Mr. Warburg—"Certainly it is a part of my business life, and there is no reason why I should

not be proud of it. But as a matter of principle I think we should not get into a discussion of the business of my firm."

Senator Bristow—"I am discussing your business."

Mr. Warburg—"No, you are discussing the firm's business."

Senator Bristow—"Did you get any of the profits that came from the handling of this \$100,000,000?"

Mr. Warburg—"You may take it that whatever my firm did I got my profits—my share in the profits."

Senator Bristow—"Your share in the profits. Now, without being specific, I take it for granted that this was quite material; that that was quite a material interest in size; that is, that you are one of the important members of the firm."

Mr. Warburg—"I am one of the important members of the firm."

Senator Bristow—"Yes, I think the testimony and the report here show that you are the third important member—or the second, which is it?—of the firm."

Mr. Warburg—"We are not numbered."

Senator Bristow—"You are not; all right."

Mr. Warburg—"There is Mr. Jacob H. Schiff who is the senior."

Senator Bristow—"Yes."

Mr. Warburg—"And the others rank very much alike."

Senator Bristow—"Yes. We may take it for granted, then, that whatever profits accrued to

your firm in the handling of this business here since you became a member of it, you participated in the profits as one of the partners?"

Mr. Warburg—"Yes, sir."

Senator Bristow—"Yes. So I will assume then, of course, that you participated in the marketing of \$113,000,000 of Union Pacific, and so on."

The responsibilities of a member of the Federal Reserve Board, especially such a member as Paul M. Warburg would be (for it was recognized that because of his purpose and connections he would become a dominating factor), were very great, especially at the time when the appointment was being considered. They are as important now, of course, but in a different way; it is not now a question of military safety. This thought was evidently in the mind of the senators, as the following shows:

Senator Hitchcock—"Mr. Warburg, *one of the important functions of the board is to guard the gold supply of the country*, and it has been thought that *it is very important to have men on the board who had at heart only the interests of the United States*, and had no foreign interests or alliances. You

have said that you proposed to divest yourself altogether of your banking connections in Germany. Have you any other interests in Europe?"

"No, not to speak of," said Mr. Warburg. "I may have very unimportant things, like everybody has; but I could dispose of those; it would not amount to anything."

Senator Hitchcock—"Nothing in the line of banking?"

Mr. Warburg—"No."

A few moments later the chairman, Senator Owen, said—(the date was August 1, 1914)—"We are on the eve of a great European war, and the organization of this board is of great national importance."

At this time, Mr. Warburg was a member of the Hamburg firm. He testified (p. 7)—"I am going to leave my Hamburg firm, though the law does not require me to do so."

A part of the German firm of his father and brothers, a part of the American firm to which he and his brother were related by marital as well as financial ties, Mr. Warburg repeatedly said he would break off all business relationships so that he, like Caesar's wife (to quote himself), should be above suspicion.

### Jewish Idea of Central Bank for America

ACCORDING to his own statements and the facts, Paul M. Warburg set out to reform the monetary system of the United States, and did so. He had the success which comes to few men, of coming an alien to the United States, connecting himself with the principal Jewish financial firm here, and immediately floating certain banking ideas which have been pushed and manipulated and variously adapted until they have eventuated in what is known as the Federal Reserve System.

When Professor Seligman wrote in the Proceedings of the Academy of Political Science that "the Federal Reserve Act will be associated in history with the name of Paul M. Warburg," a Jewish banker from Germany, he wrote the truth. But whether that association will be such as to bring the measure of renown which Professor Seligman implies, the future will reveal.

What the people of the United States do not understand and never have understood is that while the Federal Reserve Act was governmental, the whole Federal Reserve System is private. It is an officially created private banking system.

Examine the first thousand persons you meet on the street, and 999 will tell you that the Federal Reserve System is a device whereby the United States

Government went into the banking business for the benefit of the people. They have an idea that, like the Post Office and the Custom House, a Federal Reserve Bank is a part of the Government's official machinery.

It is natural to feel that this mistaken view has been encouraged by most of the men who are competent to write for the public on this question. Take up the standard encyclopedias, and while you will find no misstatements of fact in them, you will find no direct statement that the Federal Reserve System is a private banking system; the impression carried away by the lay reader is that it is a part of the Government.

The Federal Reserve System is a system of private banks, the creation of a banking aristocracy within an already existing autocracy, whereby a great proportion of banking independence was lost, and whereby it was made possible for speculative financiers to centralize great sums of money for their own purposes, beneficial or not.

That this System was useful in the artificial conditions created by war—useful, that is, for a Government that cannot manage its own business and finances and, like a prodigal son, is always wanting money, and wanting it when it wants it—it has proved, either by reason of its inherent faults or by mishandling, its inadequacy to the problems of peace. It has sadly failed of its

promise, and is now under serious question.

Mr. Warburg's scheme succeeded just in time to take care of war conditions, he was placed on the Federal Reserve Board in order to manage his system in practice, and though he was full of ideas then as to how banking could be assisted, he is disappointingly silent now as to how the people can be relieved.

However, this is not a discussion of the Federal Reserve System. General condemnation of it would be stupid. But it is bound to come up for discussion one day, and the discussion will become much freer when people understand that it is a system of privately owned banks, to which have been delegated certain extraordinary privileges, and that it has created a class system within the banking world which constitutes a new order.

Mr. Warburg, it will be remembered, wanted only one central bank. But, because of political considerations, as Professor Seligman tells us, twelve were decided upon. An examination of Mr. Warburg's printed discussions of the subject shows that he at one time considered four, then eight. Eventually, twelve were established. The reason was that one central bank, which naturally would be set up in New York, would give a suspicious country the impression that it was only a new scheme to keep the nation's money flowing to

New York. As shown by Professor Seligman, quoted in the last number, Mr. Warburg was not averse to granting anything that would allay popular suspicion without vitiating the real plan.

So, while admitting to the Senators who examined him as to his fitness for membership on the Federal Reserve Board—the Board which fixed the policies of the banks of the Federal Reserve System and told them what to do—that he did not like the 12 district banks idea, he said that his objections to it could "be overcome in an administrative way." That is, the 12 banks could be so handled that the effect would be the same as if there were only one central bank, presumably at New York.

And that is about the way it has resulted, and that will be found to be one of the reasons for the present situation of the country.

There is no lack of money in New York today. Motion picture ventures are being financed into the millions. A big grain selling pool, nursed into existence and counseled by Bernard M. Baruch, has no hesitancy whatever in planning for a \$100,000,000 corporation. Loew, the Jewish theatrical man, had no difficulty in opening 20 new theaters this year—

But go into the agricultural states, where the real wealth of the country is in the ground and in the granaries, and you cannot find money for the farmer.

It is a situation which none can deny and which few can explain, because the explanation is not to be found along natural lines. Natural conditions are always easiest to explain. Unnatural conditions wear an air of mystery. Here is the United States, the richest country in the world, containing at the present hour the greatest bulk of wealth to be found anywhere on earth—real, ready, available, usable wealth; and yet it is tied up tight, and cannot move in its legitimate channels, because of manipulation which is going on as regards money.

Money is the last mystery for the popular mind to penetrate, and when it succeeds in getting "on the inside" it will discover that the mystery is not in money at all, but in its manipulation, the things which are done "in an administrative way."

The United States has never had a President who gave evidence of understanding this matter at all. Our Presidents have always had to take their views from financiers. Money is the most public quantity in the country; it is the most federalized and governmentalized thing in the country; and yet, in the present situation, the United States Government has hardly anything to do with it, except to use various means to get it, just as the people have to get it, from those who control it.

The Money Question, properly solved, is the end of the Jewish Question and every other

question of a mundane nature.

Mr. Warburg is of the opinion that different rates of interest ought to obtain in different parts of the country. That they have always obtained in different parts of the same state we have always known, but the reason for it has not been discovered. The city grocer can get money from his bank at a lower rate than the farmer in the next county can get it from his bank. Why the agricultural rate of interest has been higher than any other (when money is obtainable; it is not obtainable now) is a question to which no literary nor oratorical financier has ever publicly addressed himself. It is like the fact of the private business nature of the Federal Reserve System—very important, but no authority thinks it worth while to state. The agricultural rate of interest is of great importance, but to discuss it would involve first an admission, and that apparently is not desirable.

In comparing the present Federal Reserve Law with the proposed Aldrich Bill, Mr. Warburg said:

Mr. Warburg—".....I think that this present law has the advantage of dealing with the entire country and giving them different rates of discount, whereas, as Senator Aldrich's bill was drawn, it would have been very difficult to do that, as it provided for one uniform rate for the whole country, which I thought was rather a mistake."

Senator Bristow—"That is, you can charge a higher rate of interest in one section of the country under the present law, than you charge in another section, while under the Aldrich plan it would have been a uniform rate."

Mr. Warburg—"That is correct."

That is a point worth clearing up. If Mr. Warburg, having educated the bankers, will now turn his attention to the people, and make it clear why one class in the country can get money for business that is not productive of real wealth, while another class engaged in the production of real wealth is treated as outside the interest of banking altogether; if he can make it clear also why money is sold to one class or one section of the country at one price, while to another class and in another section it is sold at a different price, he will be adding to the people's grasp of these matters.

This suggestion is seriously intended. Mr. Warburg has the style, the pedagogical patience, the grasp of the subject which would make him an admirable public teacher of these matters.

What he has already done was planned from the point of view of the interest of the professional financier. It is readily granted that Mr. Warburg desired to organize American finances into a more pliable system. Doubtless in some respects he has wrought important improvements. But he had always the banking house in

mind, and he dealt with paper. Now, if taking up a position outside those special interests, he would address himself to the wider interests of the people—not assuming that those interests always run through a banking house—he would do still more than he has yet done to justify his feeling that he really had a mission in coming to this country.

Mr. Warburg is not at all shocked by the idea that the Federal Reserve System is really a new kind of private banking control, because in his European experience he saw that all the central banks were private affairs.

In his essay on "American and European Banking Methods and Bank Legislation Compared," Mr. Warburg says: (the italics are ours)

"It may also be interesting to note that, *contrary to a widespread idea, the central banks of Europe are, as a rule, not owned by the governments.* As a matter of fact, neither the English, French nor German Government owns any stock in the central bank of its country. *The Bank of England is run entirely as a private corporation, the stockholders electing the board of directors, who rotate in holding the presidency.* In France the government appoints the governor and some of the directors. In Germany the government appoints the president and a supervisory board of five members, while the

stockholders elect the board of directors."

And again, in his discussion of the Owen-Glass Bill, Mr. Warburg says:

"The Monetary Commission's plan proceeded on the theory of the Bank of England, *which leaves the management entirely in the hands of business men without giving the government any part in the management or control.* The strong argument in favor of this theory is that central banking, like any other banking, is based on 'sound credit,' that the judging of credits is a matter of business which should be left in the hands of business men, *and that the government should be kept out of business....* The Owen-Glass Bill proceeds, in this respect, more on the lines of the Banque de France and the German Reichsbank, the presidents and boards of which are to a certain extent appointed by the government. *These central banks, while legally private corporations, are semi-governmental organs inasmuch as they are permitted to issue the notes of the nation—*particularly where there are elastic note issues, as in almost all countries except England—and inasmuch as *they are the custodians of practically the entire metallic reserves of the country and the keepers of the government funds.* Moreover in questions of national policy *the government must rely on the willing and loyal co-operation of*

*these central organs."*

That is a very illuminating passage. It will be well worth the reader's time, especially the reader who has always been puzzled by financial matters; to turn over in his mind the facts here given by a great Jewish financial expert about the central bank idea. Observe the phrases:

(a) "without giving the government any part in the management or control."

(b) "these central banks, while legally private corporations....are permitted to issue the notes of the nation."

(c) "they are custodians of practically the entire metallic reserves of the nation and the keepers of the government funds."

(d) "in questions of national policy, the government must rely on the willing and loyal co-operation of these central organs."

It is not now a question whether these things are right or wrong; it is merely a question of understanding that they constitute the fact.

It is specially notable that in paragraph (d) it is a fair deduction that in questions of national policy, the government will simply have to depend not only on the patriotism but also to an extent on the permission and counsel of the financial organizations. That is a fair interpretation: questions of national policy are, by this method, rendered dependent upon the financial corporations.

Let that point be clear, quite regardless of the question whether or not this is the way national policies should be determined.

Mr. Warburg said that he believed in a certain amount of government control—but not too much. He said: "In strengthening the government control, the Owen-Glass Bill therefore moved in the right direction; but it went too far and fell into the other and even more dangerous extreme."

The "more dangerous extreme" was, of course, the larger measure of government supervision provided for, and the establishment of a number of Federal Reserve Banks out in the country.

Mr. Warburg had referred to this before; he had agreed to the larger number only because it seemed to be an unavoidable political concession. It has already been shown, by Professor Seligman, that Mr. Warburg was alive to the necessity of veiling a little here and there, and "putting on" a little yonder, for the sake of conciliating a suspicious public. There was also the story of the bartender and the cash register.

Mr. Warburg thinks he understands the psychology of America. In this respect he reminds one of the reports of Mr. von Bernstorff and Captain Boy-Ed of what the Americans were likely to do or not to do. In the Political Science Quarterly of December, 1920, Mr. Warburg

tells how, on a then recent visit to Europe, he was asked by men of all countries what the United States was going to do. He assured them that America was a little tired just then, but that she would come round all right. And then, harking back to his efforts of placing his monetary system on the Americans, he said:

"I asked them to be patient with us until after the election, and *I cited to them our experiences with monetary reform.* I reminded them how the Aldrich plan had failed because, at that time, a Republican President had lost control of a Congress ruled by a Democratic majority; how the Democrats in their platform damned this plan and any central banking system; and how, *once in full power, the National Reserve Association was evolved, not to say camouflaged, by them into the Federal Reserve System.*"

Remembering this play before the public, and the play behind the scenes, this "camouflaging," as Mr. Warburg says, of one thing into another, he undertook to assure his friends in Europe that regardless of what the political platforms said, the United States would do substantially what Europe hoped it would. Mr. Warburg's basis for that belief was, as he said, his experience with the way the central bank idea went through in spite of the advertised objection of all parties. He believes that with Americans it is possible to get

what you want if you just play the game skillfully. His experience with monetary reform seems to have fathered that belief in him.

Politicians may be necessary pawns to play in the game, but as members of the government Mr. Warburg does not want them in banking. They are not bankers, he says; they don't understand; banking is nothing for a government man to meddle with. He may be good enough for the Government of the United States; he is not good enough for banking.

"In our country," says Mr. Warburg, referring to the United States, "with every untrained amateur a candidate for any office, *where friendship or help in a presidential campaign, financial or political, has always given a claim for political preferment*, where the bids for votes and public favor are ever present in the politician's mind,....a direct government management, that is to say, a political management, would prove fatal....There can be no doubt but that, as drawn at present (1913), with two cabinet officers members of the Federal Reserve Board, and with the vast powers vested in the latter, the Owen-Glass Bill would bring about direct government management."

And that, of course, in Mr. Warburg's mind, is not only "dangerous," but "fatal."

Mr. Warburg had almost his whole will in the matter. And

what is the result?

Turn to the testimony of Bernard M. Baruch, when he was examined with reference to the charge that certain men close to President Wilson had profited to the extent of \$60,000,000 on stock market operations which they entered into on the strength of advance information of what the President was to say in his next war note—the famous "leak" investigation, as it was called; one of the several investigations in which Mr. Baruch was closely questioned.

In that investigation Mr. Baruch was laboring to show that he had not been in telephone communication with Washington, especially with certain men who were supposed to have shared the profits of the deals. The time was December, 1916. Mr. Warburg was then safely settled on the Federal Reserve Board, which he had kept quite safe from Government intrusion.

The Chairman—"Of course the records of the telephone company here, the slips, will show the persons with whom you talked."

Mr. Baruch—"Do you wish me to say, sir? I will state who they are."

The Chairman—"Yes, I think you might."

Mr. Baruch—"I called up two persons; one, Mr. Warburg, whom I did not get, and one, Secretary McAdoo, whom I did get—both in reference to the same matter. Would you like to

know the matter?"

The Chairman—"Yes, I think it is fair that you should state it."

Mr. Baruch—"I called up the Secretary, because someone suggested to me—*asked me to suggest an officer for the Federal Reserve Bank*, and I called him up in reference to that, and discussed the matter with him, I think, *two or three times*, but it was suggested to me that I make the suggestion, and I did so." (pp. 570-571)

Mr. Campbell—"Mr. Baruch, who asked you for a suggestion for an appointee for the Federal Reserve Bank here?"

Mr. Baruch—"Mr. E.M. House."

Mr. Campbell—"Did Mr. House tell you to call Mr. McAdoo up and make the recommendation?"

Mr. Baruch—"I will tell you exactly how it occurred: *Mr. House called me up* and said that there was a vacancy on the Federal Reserve Board, and he said, 'I don't know anything about those fellows down there, and I would like you to make a suggestion.' *And I suggested the name*, which he thought was a very good one, and he said to me, 'I wish you would call up the Secretary and tell him.' I said, 'I do not see the necessity; I will tell you.' 'No,' he said, 'I would prefer you to call him up.'" (p. 575)

There we have an example of the Federal Reserve "kept out of politics," kept away from

government management which would not only be "dangerous," but "fatal."

Barney Baruch, the New York stock plunger, who never owned a bank in his life, was called up by Colonel E.M. House, the arch-politician of the Wilson Administration, and thus the great Federal Reserve Board was supplied another member.

A telephone call kept within a narrow Jewish circle and settled by a word from one Jewish stock dealer—that, in practical operation, was Mr. Warburg's great monetary reform. Mr. Baruch calling up Mr. Warburg to give the name of the next appointee of the Federal Reserve Board, and calling up Mr. McAdoo, secretary of the United States Treasury, and set in motion to do it by Colonel E.M. House—is it any wonder the Jewish mystery in the American war government grows more and more amazing?

But, as Mr. Warburg has written—"friendship or help in a *presidential campaign*, financial or political, has always given a claim to political preferment." And, as Mr. Warburg urges, this is a country "with every untrained amateur a candidate for office," and naturally, with such men comprising the government, they must be kept at a safe distance from monetary affairs.

As if to illustrate the ignorance thus charged, along comes Mr. Baruch, who quotes Colonel House as saying, "I don't know anything about those

fellows down there and I would like you to make a suggestion." It is permissible to doubt that Mr. Baruch correctly quotes Colonel House. It is permissible to doubt that all that Colonel House confessed was his ignorance about "those fellows." There was a good understanding between these two men, too good an understanding for the alleged telephone conversation to be taken strictly at its face value. It is possibly quite true that Mr. House is not a financier. Certainly, Mr. Wilson was not. In the long roll of Presidents only a handful have been, and those who have been have been regarded as most drastic in their proposals.

But this whole matter of ignorance, as charged by Mr. Warburg, sounds like an echo of the Protocols:

*"The administrators chosen by us from the masses will not be persons trained for government, and consequently they will easily become pawns in our game, played by our learned and talented counsellors, specialists educated from early childhood*

*to administer world affairs."*

In the Twentieth Protocol, wherein the great financial plan of world subversion and control is disclosed, there is another mention of the rulers' ignorance of financial problems.

It is a coincidence that, while he does not use the term "ignorance," Mr. Warburg is quite outspoken concerning the benighted state in which he found this country, and he is also outspoken about the "untrained amateurs" who are candidates for every office. These, he says, are not fitted to take part in the control of monetary affairs. But Mr. Warburg is. He says so. He admits that it was his ambition from the moment he came here an alien Jewish-German banker, to change our financial affairs more to his liking. More than that, he has succeeded; he has succeeded, he himself says, more than most men do in a lifetime; he has succeeded, Professor Seligman says, to such an extent that throughout history the name of Paul M. Warburg and that of the Federal Reserve System shall be united.

LX.

#### How Jewish International Finance Functions

*"Such has been the development of international bankers that they can no longer be regarded in their professional capacity as the nationals of any country, entitled to do business under their own government's supervision exclusively. They are really world citizens, with world-wide interests, and as such ought to be made amenable to some form of supernational control."*—George Pattullo, in *Saturday Evening Post*.

NOT only did the Jewish financial firm of Kuhn, Loeb & Company use far-sighted prudence in splitting its political support—one Warburg supporting Wilson, another Warburg supporting Taft and an unnamed member of the firm supporting Roosevelt, all at one time, as Paul M. Warburg testified—but it split its activities in several other ways also.

The international interests of the Jews comprising this firm are worthy of note. The influence which forced the United States to repudiate a commercial treaty with Russia while Russia was a friendly country (1911), and thus to compel all business between the United States and Russia to pass through German-Jewish hands, was generated by Jacob H. Schiff. Russia seems to have been the country on which he chose to

focus his activities. The full story is told in *THE DEARBORN INDEPENDENT* of January 15, 1921, under the title, "Taft Once Tried to Resist the Jews—and Failed," and is reprinted in Volume II of the booklet containing this series.

Mr. Schiff's activity consisted in forcing the Congress of the United States to do a thing that was repugnant to the reason and conscience of President Taft, and which he personally refused to do or to recommend. Mr. Schiff left the White House in great anger with the threat, "This means war." It did not mean as much war as it might have, for President Taft acquiesced gracefully in the Jewish victory and has since been extremely laudatory of them on the public platform.

Mr. Schiff's firm also helped finance the Japanese war against Russia, and in return desired Japan as a Jewish ally. The wily Japs, however, saw the game and kept their relations with Mr. Schiff to purely business matters. Which fact is well worth bearing in mind when reading the widespread propaganda for war with Japan. If you will give particular attention, you will observe that the same interests which are just now engaged in most loudly "defending" the Jew, are most active in spreading anti-Japanese sentiments in this country.

The Japanese war with Russia, however, enabled Mr. Schiff to advance his plan to undermine

the Russian Empire, as it has now been accomplished by Jewish Bolshevism. With funds provided by him, the basic principles of what is now known as Bolshevism, were sown among the Russian prisoners of war in Japan, who were sent back as apostles of destruction. Then followed the horrible murder of Nicholas Romanoff, Czar of Russia, with his wife, his crippled son, and his young daughters, the full tale of which has now been told by the Jew who managed the crime.

For the part he played in destroying Russia, Mr. Schiff was wildly hailed in New York the night the news came that the Emperor had abdicated.

Meanwhile, the Jew who was "to take the Czar's job" (as the common New York ghetto phrase ran, weeks before the event) had left New York to be in waiting.

This Jew was passed out of the United States at the request of a very high American personage whose subservience to the Jews was one of the marvels of the past seven years. Halted by the British, this Jew was released from their toils at the request of a very high American personage. And thus, the Jewish Bolshevik Revolution in Russia, the program of which was made in America, was set in operation without a hitch.

This whole firm is German Jewish, its members having originated in Germany. It had German connections. How far it

maintained those connections through all subsequent events is a separate question.

Mr. Otto Kahn's allotted portion of the world seems to be Great Britain and France. Mr. Kahn is of German origin, like the rest of the firm, but he has not publicly shown such concern for Germany as have the other members. Mr. Schiff was once very active for the settlement of a peace on the basis of a victorious Germany. Mr. Paul M. Warburg also had interests, discussion of which is postponed for the present. But Mr. Kahn succeeded, through the connivance of American authority and the excessive repression of the newspapers, in conveying the impression that by some species of occult separatism he was not "German-minded."

Therefore Mr. Kahn flits lightly everywhere—except Germany. He is sufficiently French to be able to tell in the first column on the first page of *Le Matin* on what terms America will do business with Europe, and he speaks as one having authority. He is sufficiently British to have thought of standing for the British Parliament, when an unfortunate event made it necessary for him to remain in the United States. Mr. Kahn sometimes flits farther East into the more Jewish portions of Europe, and his comings and goings are marked by certain changes with which his name remains most ostentatiously disconnected.

Mr. Kahn has very recently been telling France on what terms the United States will help her. There apparently being no other spokesman, Mr. Kahn's word is accepted as authority. France is one of the most Judaized countries in the world, the haunt of International Jewish Financiers who exercise their power (thus saving France the trouble of passing laws) to keep the emigrant Jew out of France; so that France presents the spectacle of being Judaized by Jewish finance and not by immigrant Semitic hordes, and is thus a fit platform from which Mr. Otto Herman Kahn may utter his pronouncements.

In his last declaration to France, Mr. Kahn prepares her to expect little by stating that "America is a country of immense resources; but the actual money which the people have at their disposal is comparatively limited." True enough. It was a member of Mr. Kahn's firm who invented a monetary system which was promised to keep *money* in more equal relation to *wealth*.

But as he goes on telling what America will and will not do (the American people knowing nothing about it meanwhile) Mr. Kahn discovers with great enthusiasm a place where he thinks American capital can be placed, namely, "*in the development of the vast and immensely rich colonial empire of France.*"

And pray where is that? Any

Frenchman would tell you now, "In Syria." Syria—ah!—that part of the East where the natives are loudly complaining that the Jews are driving them out contrary to every written and moral law. The Jewish powers have already succeeded in getting French troops over there; bad blood has been caused between France and Great Britain; the Jews on both sides are playing for the middle; and here is Mr. Otto Kahn himself pledging American capital to the development of the French colonial empire! Talk to any Syrian who knows his country's present status, and he will interpret Mr. Kahn's words very vividly.

One of the nicest bits of work Mr. Kahn had done is to denounce "pro-German propaganda" which he says has exasperated Americans in favor of France. Next to committing the United States to an undying admiration for Briand, this is really his finest bit. Especially, with Partner Paul playing the German sympathy string! It is a great international orchestra, this Jewish financial firm; it can play The Star Spangled Banner, Die Wacht am Rhein, the Marseillaise, and God Save the King in one harmonious rendering, paying obsequious attention to the prejudices of each.

Next come the Warburgs. Their interest is, of course, in Germany. Paul stated in his testimony given at the beginning of the World War that he had

interests in Hamburg and would dispose of them. The war came on. The Jewish government in the United States was augmented. Mr. Warburg was no mean figure, as previous articles have shown.

The Warburgs are three in number. Felix M. is the other one in America. He appears but slightly in public affairs although he is a member of the American Jewish Committee and of the firm of Kuhn, Loeb & Company. His retiring habit, however, does not argue lack of consequence. He was of sufficient consequence, Jewishly, to have bestowed upon him a sort of honorary rabbinical degree of "Haber" which entitles him to be known as "Haber Rabbi Baruch Ben Moshe." He is the only Jew in America upon whom the title has ever been conferred.

Max Warburg represents the family in its native land. Max Warburg had as much to do with the German war government as his family and financial colleagues in America had to do with the United States war government. As has been recounted in the press the world over, the brother from America and the brother from Germany both met at Paris as government representatives in determining the peace. There were so many Jews in the German delegation that it was known by the term "kosher," also as "the Warburg delegation," and there were so many Jews in the American delegation that the delegates

from the minor countries of Europe looked upon the United States as a Jewish country which through unheard-of generosity had elected a non-Jew as its President.

Max Warburg is an interesting character also as regards the establishment of Bolshevism in Russia. The Jews had several objectives in the war, and one of them was "get Russia." To this end the German Jews worked very assiduously. Because Russia was a member of the Allies, the work of German Jews was made the easier. But the fact that Russia was an ally made no difference with the Jews who were resident in Allied countries. Win or lose, Russia must be destroyed. It is the testimony of history that it was not so much the German military prowess as the Jewish intrigue that accomplished the downfall of that empire.

In this work Max Warburg was a factor. His bank is noted in a dispatch published by the United States Government as being one whence funds were forwarded to Trotzky for use in destroying Russia. Always against Russia, not for German reasons, but for Jewish reasons, which in this particular instance coincided. Warburg and Trotzky—against Russia!

Poor John Spargo, who ought to know better, denies all this—while every American who comes back from Russia, even those who went over there pro-Bolshevik, yes, and returned

Jews themselves, proclaim it.

The crushing fact is that Bolshevism is not only Jewish in Russia, and in America, but it is Jewish in the higher regions of Jewry where better things ought to exist. Take Walter Rathenau, a German Jew on the plane of the Warburgs. Rathenau was the inventor of the Bolshevik system of centralization of industry, material and money. The Soviet Government asked Rathenau directly for the plans, and received them directly from him. Max Warburg's bank held the plans—which makes it a pertinent question: If Bolshevism can be so Jewish outside of Russia, what hinders it being Jewish inside Russia?

It is a most significant fact that, as in Washington, the most constant and privileged visitors to the White House were Jews, so in Berlin the only private telephone wire to the Kaiser was owned by Walter Rathenau. Not even the Crown Prince could reach the Kaiser except through the ordinary telephone connections. It was the same in London. It was the same in Paris. It was the same in Petrograd—in Russia which so "persecuted" the race that controlled it then and controls it now.

Now, this sketchy outline of the internationalism of the firm of Kuhn, Loeb & Company is not offered as the result of keen research, for the facts are found on the very surface of the matter, for anyone to see. What is revealed by research is this:

whether Mr. Schiff's interest in Russia had underground features which affected the welfare of the nations; whether Mr. Kahn's flitting missions here and there, which he made with great freedom during the war, were wholly taken up with the business announced in the public notices; and whether Mr. Warburg, whose interest in Germany has not abated, to judge from his recent utterances, was able to retain complete neutrality of mind during the war. These are questions of value. Obviously, they are not easy to answer. But they can be answered.

It was a family enterprise, this international campaign. Jacob Schiff swore to destroy Russia. Paul M. Warburg was his brother-in-law; Felix Warburg was his son-in-law. Max Warburg, of Hamburg, banker of the Bolsheviks, was thus brother-in-law to Jacob Schiff's wife and daughter.

Speaking of the far-sighted manner in which the house of Kuhn, Loeb & Company disposes itself over world affairs, there is also the curious fact that in this Jewish firm is one who goes to a Christian church—a most heinous thing for a Jew to do. Split three ways in American politics and as many ways as international matters require, we find this firm split two ways with regard to religion. Mr. Kahn professes—at least he attends—a Christian church and is accounted an adherent of it. Yet he is not

ostracized. His name is not taboo. The Jews do not curse him. He is not denounced as a renegade. The Jews have not buried him out of mind, as they do others who desert the faith.

This presents a strange situation when it is considered. Not to recount again the horror and reprehension and active antagonism with which Jews view such a desertion, suffice it to say that there is no greater marvel than that of Jacob H. Schiff retaining in the firm of Kuhn, Loeb & Company a "renegade" Jew. He could not have done it; every fiber of his intensely Jewish nature would have rebelled against it. Yet there it is!

Without going further into this ingenious system of covering all vital points from one center, enough has been said to show one busy Jewish financial firm with which political matters, national and international, is almost a profession. The family of Warburg high in the controlling group of two countries, and enemy countries at that. The family of Warburg high in the negotiations of world peace and the discussions of a League of Nations. The family of Warburg now advising the world from both sides of the earth, what to do next. It was probably with more reason than the general public surmised that a New York paper printed during the Peace Conference an article headed, "Watch the Warburgs!"

The fact seems to be that, as

Mr. Pattullo is quoted as saying at the head of this article, the international financiers have been so engrossed in world money that the sense of national responsibility sometimes becomes blurred in their minds. They desire everything—war, negotiations and peace—to be conducted in such a way as to react favorably on the money market. For that is their market: money is what they buy and sell: and because money has no fixed price, it is a market which offers the widest opportunity for the trickster and swindler. One cannot play such tricks with stone or corn or metals, but with money as the commodity everything is possible. Mr. Warburg is already very much interested about the treatment to be accorded foreign securities in the next war. Readers of the daily newspapers may recall that recently a demand was made for the gold in the Reichsbank, which was resisted on the ground that the Reichsbank, although the central bank of Germany, was really a private concern—just as Paul Warburg said it was and just as he has insisted that our own Federal Reserve System should be, and which it is. There is far-sighted wisdom in that, with a view to possible defeat in war.

Mr. Warburg is apparently quite disapproving of the treatment accorded alien enemy property "by some countries." He quotes a French banker throughout—nationality not

stated—and drives home his point. The French banker used as an illustration a possible war between England and France (this was only last year) and said that the bankers in each country would proceed to withdraw their mutual balances and securities, for fear of confiscation, and that such a course would precipitate a panic.

To which Mr. Warburg adds: "I think that our bankers ought carefully to study this very serious question. We have nothing to gain and much to lose by joining in a policy of disregarding the rights of private property. We shall probably, in the course of time, become the largest owners of foreign securities and properties, which would become endangered in case we were drawn into war. To me, however, it is of greater interest that nothing be done that might stand in the way of making the United States the gold reserve country of the world...."

Such talk passes with too little scrutiny. It bears a strong reflection of recent events which should not be overlooked. Moreover, it presents a grandiose vision which is supposed to command instant agreement because of its appeal to superficial national pride and selfish ambition.

If what Mr. Warburg says is an intimation that the International Jews are planning to move their money market to the United States, it is safe to say that the

United States does not want it. We have the warning of history as to what this would mean. It has meant that in turn Spain, Venice, Great Britain or Germany received the blame and suspicion of the world for what the Jewish financiers have done. It is a most important consideration that most of the national animosities that exist today arose out of resentment against what the Jewish money power did under the camouflage of national names. "The British did this," "the Germans did this," when it was the International Jew who did it, the nations being but the marked spaces on his checker board.

Today, around the world the blaming word is heard, "The United States did this. If it were not for the United States the world would be in better shape. The Americans are a sordid, greedy, cruel people." Why? Because the Jewish money power is largely centered here and is making money out of both our immunity and Europe's distress, playing one against the other; and because so many of the so-called "American business men" abroad today are not Americans at all—they are Jews, and in many cases as misrepresentative of their own race as they are of the Americans.

The United States does not want the transfer of All-Judaan to this soil. We do not desire to stand as a gold god above the nations. We would serve the

nations, and we would protect them, but we would do both on the basis of real values, not in the name or under the sign of gold.

On the one hand Mr. Warburg recites pitiful facts about Germany in order to raise sympathy for her, and on the other hand he stimulates the gold lust of the United States. The plight of Germany is entirely due to the forces from which the United States has only narrowly escaped; and to harken to international Jewish plans for the rehabilitation of Germany is to be in danger of approving plans which will fasten Jewish domination more strongly on that unhappy country than it is now. Germany has paid dearly for her Jews. The Warburg voice that speaks for her would seem indeed to be the voice of Jacob, but the hand that proposes financial dealings is that of Esau.

The internationalism of the Warburgs is no longer in doubt, and cannot be denied. Felix Warburg hung on to the Hamburg connection longer than did Paul, but the breakage of either was probably perfunctory. At the same time that Felix left the Hamburg firm of his brother, Max, a Mr. Stern also left the Frankfort firm of Stern, and both became very active on the Allies side, taking sides against the German nation as lustily as anyone could. "Impossible!" say those who fancy that a German Jew is a German. Not at all impossible; the Jew's loyalty is to the Jewish nation; what the

Jew himself refers to as his "cover nationality" may count or not as he himself elects.

This statement is always met with frothing wrath by the Jews' "gentile fronts" in the purchased pro-Jewish press. But here is an example: Do you remember "The Beast of Berlin," that lurid piece of war propaganda? You did not, perhaps, know that its producer was a German Jew, Carl Laemmle. His German birth did not prevent him making money out of his film, and his film does not prevent him annually going back in state to his birthplace. This year he goes accompanied by Abe Stern, his treasurer; Lee Kohlmar, his director; and Harry Reichenbach—a list of names duplicable in any movie group.

Messrs. Stern and Warburg, of Frankfort and Hamburg, respectively, and away from home perhaps only temporarily, were not concerned about the fate of the "Huns," but they were immensely concerned about the fate of Jewish money power in Germany.

To indicate how blind the public has been to the inter-allied Jewish character of much of the world's important international financial activity, note this from the *living Age* earlier in the year:

"According to the *Svensk Handelstidning*, the recent American loan of \$5,000,000 to Norway was really the outcome of an agreement between the Hamburg firm of Warburg & Company and the New York bankers, Kuhn and Loeb. It is

regarded as a significant sign of the times that a German firm should be responsible for an American loan to a neutral country. The conditions subject to which this money was borrowed, are not regarded as very favorable to Norway, and no marked effect on the rate of exchange between the two countries has followed."

Note, in the light of all the statements made about Kuhn, Loeb & Company, and the Warburgs in particular, the assumption in the above quotation that the transaction was really between a German and an American firm. It was principally an arrangement between the Warburgs themselves in family counsel. But the loan will pass in Norway as "*an American loan*," and the fact that the terms of the loan "*are not regarded as very favorable to Norway*" will react upon Scandinavian opinion of this country. It goes without saying that "*no marked effect on the rate of exchange between the two countries has followed*," for that would not be the object of such a loan. The dislocation of exchange is not unprofitable.

It would be most interesting to know in how far Kuhn, Loeb & Company has endeavored to readjust the rate of exchange.

During the war, Kuhn, Loeb & Company made a loan to the city of Paris. Considerable German comment was occasioned by this—naturally. And it is very well worthy of record that in the

city of Hamburg, where Max Warburg does business, the chief of police issued this order:

"Further mention in the press of loans made by the firm of Kuhn, Loeb & Company to the city of Paris, and unfavorable comments thereon are forbidden."

The following story is vouched for as reliable, and if in one or two minor details it does not represent the exact fact, it is a trustworthy illustration of how certain things were done:

"A Jewish international banking corporation bought up the mining and other similar concessions of Jugo-Slavia, and consequently the policy pushed at the Peace Conference was that which was most convenient for that group. An understanding on the Fiume question was in progress between Wilson and Nitti. Certain concessions had been agreed upon and Wilson was willing to negotiate, when Oscar Straus and one of the Warburgs appeared on the scene. Wilson changed his attitude over night and afterward insisted on the Jugo-Slavia solution of the problem. The way in which concessions had been bought through that territory was a disgrace, and observers expected that it would play an important part at the Peace Conference."

The financiers are not the only International Jews in the world. The revolutionary Jews, of all countries and none, are international also. They have seized upon the idea of Christian

internationalism, which means amity between nations, and have used it as a weapon with which to weaken nationality. They know as well as anyone that there can be no internationalism except on the basis of strong nationalism, but they count on "cover words" to advance their plan.

Enough transpired between the lower and higher Jewish groups of every large center during the war to render it imperative that Jewry confess, repent and repudiate the madness that has ruled it, or else boldly assert and espouse it before the world.

Certainly enough has transpired to render it desirable that the American people look again into the purposes of those Jews who were instrumental in reorganizing our financial system at a most critical time in the world's history.

Max Warburg was apparently strong enough to suppress German discussion of his brothers' activity in America. The Warburgs at present resident in America must suffer it, therefore, that American comment be made as full as need be.

*Issue of July 9, 1921.*

## LXI.

### Jewish Power and America's Money Famine

THE international Jewish banker who has no country but plays them all against one

another, and the International Jewish proletariat that roams from land to land in search of a peculiar type of economic opportunity, are not figments of the imagination except the non-Jew who prefers a lazy laxity of mind.

Of these classes of Jews, one or both are at the heart of the problems that disturb the world today. The immigration problem is Jewish. The money question is Jewish. The tie-up of world politics is Jewish. The terms of the Peace Treaty are Jewish. The diplomacy of the world is Jewish. The moral question in movies and theaters is Jewish. The mystery of the illicit liquor business is Jewish.

These facts are unfortunate as well as unpleasant for the Jew, and it is squarely up to him to deal with the facts, and not waste time in trying to destroy those who define the facts. These facts are interpreted by the Jew and the anti-Semite with strange extremes of blindness. The Jew never gets the world's point of view at all; he always gets the anti-Semite's point of view; and the anti-Semite is equally at fault in always getting the Jew's point of view. What both need is to get society's point of view, which is the one being set forth in this present series of articles.

To say that the immigration problem is Jewish does not mean that Jews must be prohibited entry to any country; it means that they must become rooted to a country in loyal citizenship, as

no doubt some are, and as no doubt most are not. To say that the money question is Jewish does not mean that Jews must get out of finance; it means that they must rid finance of the Jewish idea which has always been to use money to get a strangle-hold on men and business concerns, instead of using finance to help general business. To say that the tie-up of world politics is Jewish does not mean that Jews, as human beings, are to be denied a voice in affairs; it means that they must give up trying to make the world revolve around the Jewish nation as its axis. To describe the influence of the Jew on the theater is not to demand that he leave the theater, but it is to demand that he rid the theater of his idea that sensualism is entertaining.

The Jewish Question is first for the Jews to solve; if not, the world will have to solve it for them. They may stay in business, say the theater, for example, if they will cease spoiling the theater; if they do not cease, the theater will be taken away from them just as certainly as that day follows night. The world has been patient and the world will be fair, but the world knows the limit of imposition.

It is not the true Jewishness of the Jew, nor yet the nationalism of the Jew that is on trial, but his anti-national internationalism. A true Mosaic Jew—not a Talmud Jew—would be a good citizen. A

nationalist Jew would at least be logical. But an international Jew has proved an abomination, because his internationalism is focused on his own racial nationalism which in turn is founded on his ingrained belief that the rest of humanity is inferior to him and by right his prey. Jewish leaders may indulge in all the platitudes they possess, the fact which they cannot deny is that the Jew has for centuries regarded the "goyim" as beneath him and legitimately his spoil.

The internationalism of the Jew is confessed everywhere by him. Listen to a German banker: imagine the slow, oily voice in which he said:

"We are international bankers. Germany lost the war?—what of it?—that is an affair of the army. We are international bankers."

And that was the attitude of every international Jewish banker during the war. The nations were in strife? What of it? It was like a Dempsey-Carpentier bout in New Jersey, or a baseball game in Chicago—an affair of the fighters—"we are international bankers."

A nation is being hamstrung by artificial exchange rates; another by the sucking of money out of its channels of trade; what of it to the international banker?—he has his own game to play. Hard times bring more plums tumbling off the tree into the baskets of the international bankers than does any other kind of times. Wars and panics are the Jewish international bankers'

harvests.

Citizens wake up with a start to find that even the white nations are hardly allowed to see each other nowadays except through Jewish eyes. When the United States supposedly speaks to France, through whom does she speak? All that France sees is Otto H. Kahn! Why must a Jew represent the United States of America to France? When France supposedly speaks to the United States, through whom is it done? Through Viviani, Jewish in every thought and method. Now they are talking of sending Millerand over, another Jew. Britain sends Lord Reading. Germany sent Dr. Dernberg. And to other countries the United States sent Morgenthau, Strauss, Warburg, and lesser Jewlings.

It comes with something of a shock to learn that Foch is coming to the United States. We have not seen a Frenchman since Joffre visited us. It is good to see men of the white race come across the sea as if to reassure us that white men still live in those countries. The business of the Peace Conference was done by Jews—has it come to a point where international diplomacy is to become a Jewish monopoly also? Must the special conversations between France, Britain and the United States be held through Jewish interpreters, while Anglo-Saxons and true Frenchmen do the routine embassy work—or shall it be possible for the non-Jewish nations to see one another

occasionally through non-Jewish representatives?

Internationalism is not a Jewish conviction, but a Jewish business device. It is most profitable. In diplomacy and at the immigrant station, internationalism pays. Jews interpret nation to nation in the high rites of special conversations between governments; Jewish interpreters swarm at the ports of every country also, where the poor swarm in. It was stated in the House of Lords the other day that most of the trouble in Palestine was caused by Jewish interpreters. It was charged that the Jewish administration added an extra language to the official list in order to make Jewish interpreters indispensable.

Go through the government of the United States where the income tax secrets are kept, where the Federal Reserve secrets are kept, where the State Department secrets are kept—and you will find Jews sitting at the very spot where International Jewry desires them to sit and where nothing is kept from their knowledge.

Go abroad and come back to your country, and a Jew will open the gate to let you in, or close it to keep you out—as he chooses.

“Will you be going to Detroit while you are here?” asked a Jewish government agent of a gentleman entering the country on a visit a few weeks ago.

“I may go to Detroit,” was the reply.

“Well, you go to the damned DEARBORN INDEPENDENT and tell them a Jew let you into this country,” said the government agent.

What the visitor replied is known, but had better not be quoted. The American Jewish Committee might shriek that the people were being incited to pogroms.

The incident, however, is but a sample of what is occurring every day. The truth about the Jewish Question in the United States is perhaps the one form of truth that cannot be indiscriminately told.

The international Jewish bankers regard themselves as in similar fashion “letting” the nations do this or that, regarding the nations not as fatherlands but as customers—and as customers in the Jewish sense. If an army wins or loses, if a government succeeds or fails, what of it?—that is their affair—“we are international bankers,” and we win, whoever loses.

For international Jewish bankers, the war is not over. The period of actual hostilities and the emergencies of the nations were but the opening of the trade. The ready cash was skimmed in then—all the cash the world had. True, some of it had to be distributed among the people as war wages and bonuses, in order to keep the struggle going, but this was soon recovered through the means of high prices, artificial scarcities

and the orgy of extravagance deliberately organized and stimulated among the people. That phase over, and money disappeared.

Is there any more tragic joke than that diligently disseminated in this country—“The United States has more gold than any other country in the world”? Where is it? How long since you have seen a piece of gold? Where is all this gold—is it locked up in the Treasury of the United States Government? Why, that government is in debt, desperately trying to economize, cannot pay a soldier bonus because the finances of the country cannot stand it! Where is that gold? It may be *in* the United States, but it does not belong to the United States.

The American farmer, and those American industries which were not “wise” to the tricks of international Jewish bankers, and who were nipped by small loans, are wondering where all this money is. Furthermore, Europe, suffering from every possible lack, is looking to us and wondering where the money is.

This dispatch in a London paper may throw light on the matter: (*italics are ours*)

*“It is learned today that new gold shipments aggregating \$2,800,000 are consigned to Kuhn, Loeb & Company, New York, making nearly \$129,000,000 imported by that firm since the movement started. In responsible banking circles the belief is expressed that some of*

the German coin recently imported by the firm is from Russia, instead of Germany, as generally supposed."

This dispatch, coupled with one printed in a former article which showed Warburg & Company of Germany arranging with Kuhn, Loeb & Company of New York for a \$5,000,000 loan to Norway, is not devoid of light on the question—*Where is the money?*

The Jewish international banking system may be easily described. First, there is the international Jewish headquarters. This was in Germany. It had ramifications in Russia, Italy, France, Great Britain and the South American states. (South American Jewry is very menacing.) Germany and Russia were the two countries scheduled for punishment by the International Jewish bankers because these two countries were most aware of the Jew. They have been punished; that job is done.

Jewish political headquarters, as related to the internal affairs of the Jews, was also located in Germany, but the headquarters dealing with the "goyim" was in France. Statements have been made that the political center of Jewry has been transplanted to the United States. But these statements have been made by American Jews whose wish may have been father to the thought. During the Wilson Administration it was possible for a Jew to think and to hope

this, but affairs have slightly changed. The ousting of American Jews from the Zionist movement at the behest of Eastern Jews indicates that if the political center of world Jewry has shifted to the United States, the power is still in the hands of aliens resident here. The center is still in Jewry; the United States is merely a square on Jewry's world checker-board.

But, wherever the financial and political world centers may be, each country is separately handled. In every country—the United States, Mexico and the republics of South America; in France, England, Italy, Germany, Austria—yes, and in Japan—there is an international Jewish banking firm which stands at the head of the group for that country. Thus, the chief Jewish firm in the United States is Kuhn, Loeb & Company, of which one of the members is Paul M. Warburg, brother of M. Warburg & Company, of Hamburg; and another member of which is Otto H. Kahn, resident successively of Germany, Great Britain and the United States, and self-appointed financial spokesman for the United States to France and Great Britain. Great Britain and France seldom see a special American spokesman who is not a Jew. That may be the reason why they reciprocate by sending Jews to us, thinking perhaps that we prefer them.

Paul M. Warburg was the inventor, perfecter and director

of the Federal Reserve System of the United States. He is not the only Jew in the Federal Reserve System, but he was the chief Jew there. His mind counted for a great deal. There were others in the war government, of course; Bernard M. Baruch; Eugene Meyer, Jr.; Hoover's regiment of Jews; Felix Frankfurter; Julius Rosenwald—hundreds of them, and everywhere; but the financial group alone is receiving our attention just now, and they are not so notably successful in getting the country out of financial difficulty as they were in other lines of effort.

The Federal Reserve System may not be a bad system, in spite of the fact that it yields government monetary functions to private financial corporations, but there are all sorts of testimony that it has been badly manipulated. Mr. Warburg, the reader will remember, spoke about certain things being "overcome in an administrative way," showing that there was a certain amount of "play" or loose motion in the system which could be manipulated either way. The fact remains that the country went swimmingly through the war by reason of the assistance of the System, and is coming very lamely through the Peace, as the result, monetary experts say, of the hindrance of the same System. Mr. Warburg, whose name was so prominently connected with the advertisement of the glory of the System, must also stand being

mentioned in connection with the criticism.

Whatever money we are said to have as the per capita in the United States, it is a false statement. The money *per capita* should always be figured on the basis of the money *in circulation*. The statistical "per capita" is not always in circulation. Less than half of it, as a rule. The rest is being juggled.

What the *gold* in the country, the *wealth* is still greater. There is more wealth in the United States than there is gold in the world. One year's products of the farms of the United States exceeds in money value all the gold in the world.

Yet, under our present system, the burgeoning bulk of the country's *wealth* must pass through the narrow neck of *Money*. And the *Money* must pass through the still narrower neck of *Gold*. And the controller of the Gold, under our present system, controls the world. There is more wealth than there is money; there is more money than there is gold; money exists at the pleasure of gold; wealth moves at the pleasure of money. Whoever sits at the neck of money, opening or closing as he will, controls the movement of the world's wealth. And the world's prosperity depends on the movement of that wealth. When wealth stands still and does not pass from hand to hand, the world's circulation has stopped; the world becomes economically sick.

The scarcity of cash in hand has led to Credit. Credit is a form of barter. It is a form of dealing by which many transactions are carried on, only the final one being cleared in money. It is a device which has its dangers, in spite of the efforts of apologists to exploit its advantages. But one thing the system of Credit indubitably does—it allows the money masters to hang on to the *Cash*. When the world is caught, *it is caught with paper*, not with Cash. The Cash is always in the hands of those who extol the advantage of the Credit System. Who holds money holds power, and will hold it, until real barter or *real money* comes in fashion again.

In 1919-1920, according to one of the best monetary authorities in the United States, the total shrinkage in values of the products of our fields, mines, factories, mills and forests represented a sum greater than the total gold supply of the world. It runs as high as the total amount of Liberty Bonds outstanding.

People say, "Well, the prices were too high." Certainly they were too high, but who and what made them too high? It was the generosity with which money was supplied by the private Federal Reserve System. There was plenty of money. People say, "Well, the shrinkage is only in paper values; the real value of the product is still there." Certainly, but when you live under a system in which "real" value and

"money" value are so intimately intertwined that it affects your bread and butter, the tenure of your farm, and the steadiness of your job, it is pretty hard to separate the two. Moreover, when your prosperity was due to the readiness of a group of men to let out money, and your adversity is due to the unwillingness of the same group, and your own welfare and your country's welfare is thus see-sawed up and down without any reference to natural law but solely upon determinations taken in committee rooms, you naturally inquire, "Who is doing this? Where is all the money gone? Who is holding it? Here is the wealth of the country; here is the need of the country; where is the money to transfer the wealth to the need? Every condition remains as it was, except money."

We have a Federal Reserve System which still is benefiting by the assistance of its perfecter and director, Paul M. Warburg. And what is the condition in the United States?

Some of the biggest industrial institutions in the country now in the hands of creditors' committees.

Farmers being sold out by the hundreds, their horses bringing about \$3 each.

Cotton and wool enough to clothe the nation spoiling in the hands of the men who raised it and cannot dispose of it.

Every line of business, railroading, newspaper

publishing, store-keeping, manufacturing, agriculture, building, in depression. Why? For lack of money.

Where is the money? This is the country that is supposed to be the financial center of the world—*where is the money?*

It is in New York. The Federal Reserve System, which Mr. Warburg desired to head up in one central bank, has just about turned out that way. *The money is in New York*. Here is the charge made to the governor of the Federal Reserve Board by a responsible public official who knows:

While there is a scarcity of money for the producing sections of the West and Northwest, the South and Southwest, "we find that individual banks in New York City are borrowing from the Reserve System, in a number of cases, more than \$100,000,000 each; and sometimes as much as \$145,000,000 is loaned there to a single bank—*twice as much* as some of the Reserve Banks have been lending recently to *all* the member banks in their districts."

One bank in New York borrowed \$134,000,000, or \$20,000,000 more than the Federal Reserve Bank of Kansas City was advancing to 1,091 member banks in that Reserve District which covers the states of Kansas, Nebraska, Colorado, Wyoming, and parts of Missouri, Oklahoma and New Mexico.

At the same time, another New York bank was borrowing

from the Federal Reserve Bank about \$40,000,000, which was more than the aggregate loans which the Federal Reserve Bank of Minneapolis was lending to its 1,000 member banks in the great states of Minnesota, North and South Dakota, Montana and part of Wisconsin.

Another New York bank borrowed from the Federal Reserve Bank a sum which was greater by \$30,000,000 than the Federal Reserve Bank at Dallas was lending to all the banks in Texas, Louisiana and Oklahoma.

Still another New York bank got a loan which equaled the total loans allowed by the Federal Reserve Bank of St. Louis to the 569 member banks of that very important district, which includes the whole state of Arkansas, parts of Illinois, Indiana, Kentucky, Tennessee and Mississippi, and the larger part of Missouri.

Take the Fifth Federal Reserve District, served by the Federal Reserve Bank at Richmond, Virginia: one New York bank was able to borrow from the New York Reserve Bank more than the Richmond Reserve bank would lend to all its member banks in Maryland, Virginia, North and South Carolina and the larger part of West Virginia.

That is the situation. The twelve regional banks, which were supposed to make money serve all parts of the country equally, have apparently been "overcome in an administrative

way" to such an extent that the New York Federal Reserve Bank is to all intents and purposes the Central Bank of the United States, and serves the speculative part of the country with millions, while the productive part of the country is permitted to wilt with paltry thousands.

When it can occur that four New York banks can borrow from the New York Federal Reserve Bank as much money as the banks of 21 states were able to borrow from the five Federal Reserve Banks of St. Louis, Kansas City, Minneapolis, Dallas and Richmond—there would seem to be need of explanation somewhere.

Where did this money loaned in New York come from? It came from those parts of the country where money was scarcest. In May, 1920, the word went out over telephones—"The tie-up will come on the 15th." And it came. Credit was stopped. Payment was pressed. A stream of money, literally squeezed out of the producing sections of the country, began to roll toward New York. Otherwise those giant loans just recorded would have been impossible. It was pressure, Federal Reserve pressure, politely known as deflation, and that is the way it worked. The banks of the West were squeezed dry that the banks of New York might overflow.

*"The money was withdrawn from legitimate business in various parts of the country to be loaned at fancy rates in Wall*

*Street,"* says the official referred to above.

The speculative banks, it has been discovered, were able to borrow money at six per cent, which money they loaned at as high as 20, 25 and 30 per cent.

Federal Reserve deflation created a scarcity which speculative banks utilized. The Federal Reserve policy took the money out; New York banks borrowed the money thus taken out, and loaned it at tremendous rates—rates which people paid to stave off the ruin caused by the moneyless condition which the ill-measured deflation process brought on.

And all this time the Federal Reserve System was in the best financial condition of its whole career. In December, 1920, it had 45 per cent of its reserves, which was a higher reserve than it had in December, 1919. But at this writing (July, 1921) the reserve has reached 60 per cent.

The money is in New York. Go out through the agricultural states, and you will not find it. Go into the districts of silent factories and you will not find it. It is in New York. The Warburg Federal Reserve has deflated the country. A System that was intended to equalize the ups and downs of financial weather has been used "in an administrative" way to deplete the country of money.

The Federal Reserve Idea was doubtless right; if it had not been, it could not have been established. But it has been

manipulated. It has not been a "federal" reserve; it has been a private reserve. It has been operated in the interest of bankers and not of everyone in general. Capable of being used to carry the country gradually back to a natural flow of business and to a natural level of prices, it was used to bludgeon business at a critical time and to bludgeon it in such a way that money-lenders profited when producers suffered.

If that is the fact, there is no American banker but will say that the method was wrong; economically wrong, logically wrong, commercially wrong, if not criminally wrong.

Today the Federal Reserve boasts of its own reserve as if that were a sign of national economic health. With the country struggling to live, the Federal Reserve ought to be low, not high. The height which the reserve has reached is a measure of the depth of the country's depression.

If the Federal Reserve would let out a part of that flood of money—a high financial authority suggests that less than 10 per cent would do it—it would be like an infusion of blood into the nation's veins.

Kuhn, Loeb & Company, the Speyers and the other Jewish money-lenders have money for Mexico, Norway, Germany, and all sorts of commercial companies being organized to do business overseas, and it is American money. The Warburg

Federal Reserve System has been badly misused, badly manipulated, and the country is suffering from it.

Still, the people know not what to do. Money is still a mystery. Banking is still sacrosanct. What would be perfectly apparent if done in ordinary business intercourse with a \$5 bill, is exceedingly complicated when the sum is five millions and the parties are (1) country banks, (2) Federal Reserve banks and (3) Wall Street speculative institutions. Yet they are only Tom, Dick and Harry with a \$5 bill, after all.

The matter is somewhat affected by the gags that are placed on many men competent to criticize. High officials are more or less tied up, by campaign contributions in which all financial concerns have an interest. Legislative officials are, too many of them, indebted to these same interests. A schedule of the private debts of some of the men who have aspired to the Presidency in the last eight years would be very illuminating—almost as illuminating as a schedule of the names of Jews at whose homes they stayed while on journeys through the country. Men who are thus tied up with the present financial system cannot say what in their minds they know.

It is all illustrated in the testimony of T. Cushing Daniel before a committee of Congress. It shows to what an extent the power of this private corporation

called the central bank can reach:

"When going through the Bank of England I presented a letter which I had from Secretary Hay, and the official of the bank was very polite. He took me through the bank and when we got back to the reception room I asked him if he would allow me to put a few leading questions to him. He said he would, and I asked him if he would give me a statement of the Bank of England. 'We do not issue statements.' 'Does not the House

of Parliament sometimes call on you for some statement as to the condition of the bank?' 'No, sir; they do not call on us.'... 'How is it that some of these revolutionists, so-called, do not get up in the House of Commons and raise the devil to know something about what is going on down here? That would be the condition in our country.' 'Oh, most of them are large borrowers from the bank, and we have no difficulty with them.' (laughter.)"

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#### FOUR BOOKS THAT SHOOK THE WORLD!

At the zenith of his business career, Henry Ford, Sr., America's famous native son and industrial genius, sensed that a terrific effort was being made to rob him of his business, and to manipulate it into the hands of the money-changers. Mr. Ford had the distinct impression that these manipulators were being advised by powerful Jewish financiers.

Henry Ford called to his office the most brilliant and intelligent research men of his time. He commissioned them to make a complete and thorough study of the international Jew. Their findings were published in *The Dearborn Independent* which, at that time, was the official organ of the Ford Motor Company. No expense was spared and it is estimated that several millions of dollars were spent by Mr. Ford on this project. The original articles were carried in serial form in *The Dearborn Independent* and later were published in book form. Made up into four volumes, a complete set of these books was given to each purchaser of a Ford automobile.

Perhaps the most astonishing part of Henry Ford's trail-blazing work is the fact that as early as 1920 Mr. Ford had in his possession a copy of *The Protocols of the Learned Elders of Zion*, and every chapter of his

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America's Jewish Enigma - Louis Marshall  
The Economic Plans of International Jews  
A Jew Sees His People As Others See Them  
Candid Address to Jews on the Jewish Problem  
An Address to "Gentiles" on the Jewish Problem

books carried a preface with either a text from these *Protocols* or some published statements of prominent Jews.

The *Protocols* had been smuggled out of Imperial Russia. The Russian Intelligence Service had obtained them at the turn of the century during a Zionist Congress held in Basel, Switzerland. Since that time, Jews and many of their most powerful and influential friends and fellow-travelers from around the world have mounted a desperate effort to discredit the content of the *Protocols* and even to deny the existence of the document. Over half a century has elapsed and there can be absolutely no doubt that the horrifying contents of the *Protocols* have been and still are being fulfilled.

A great howl went up from the Jews as soon as *The International Jew* (as the books were now called) hit the scene. Every device in the plentiful and vengeful arsenal of the Jews was used against Henry Ford, from abuse to smear, character assassination, ridicule, physical threat and boycott. The pressure was constant, consistent and heavy, always with the one aim, to stop the printing of *The International Jew*.

Demands escalated and pressures increased to recall the book and to recant. An apology was demanded of Henry Ford. Incredible as it seems, publication was stopped and all available copies were destroyed. An apology was actually extracted from Mr. Ford, but it appeared over the forged signature of one of Mr. Ford's lieutenants - Harry Bennett - and Henry Ford himself denied to the day of his death, ever having signed such an apology.

Following this, Jews and their allies went into the bookstores and bought and destroyed all copies which could be found. Sneak thieves were hired to visit libraries and comb bookshelves to steal and destroy all copies. This made the book so rare that it became an instant "antique" item. It has remained a collector's item, often bringing hundreds of dollars per set.

In the meantime, volumes were sent as gifts to leading figures all over the world. It is thought that Mr. Ford's long-time private secretary, Ernest Liebold, a man of German background, may have been responsible for introducing the books and their invaluable content to leading business and political figures in Germany.

No one knows how, through whom, or when the first volume fell into the circle of men around a new name in German politics - Adolf Hitler. He himself was unable to read English, and so he was given translated excerpts. Hitler was so impressed, he started quoting from the material in his own speeches, and soon a publisher was found for a German edition. Thus, little known to the world, a great American genius became the teacher and mentor of Germany's new leader.

With his thirst for truth whetted, Hitler conducted a similar study into Jewry's involvement in German and European affairs. In this way, a great axis of understanding was forged between America and Europe. Henry Ford, Sr., the American of immense wealth, was brought to his knees and failed to awaken his people; Adolf Hitler, the political leader went on to power in Germany.

The dangers of Jewish influence to German society so well outlined by Ford in the American context, was checked by National Socialist Germany. Jews were removed from business, cultural posts, teaching positions, from the press and the armed forces.

Hitler, too, suffered defeat militarily at the hands of an unholy alliance consisting so unfortunately of his own racial brothers who had been incited into this world-wide war by the same Jewish money-lenders who had been exposed by Henry Ford, Sr.

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Today, the Jews have their own State — Israel. Let them go there, live there, work there and create any kind of society that they desire. God only knows there has been enough blood-letting, misery, cheating, lying, and wholesale murder to bring forth that State of Israel; so after just compensation to the Arabs for the loss of their homeland, the Jews should now be forced to live in the *unholy* State they have created, for they do not belong among us culturally, spiritually, nor much less racially.

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