"The idea beco er when it pene--Karl Marx

## SPECIAL MAGAZINE SUPPLEMENT

## HE DAILY WORKER

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SECOND SECTION

# The Stabilization of Capitalism

The Second (Socialist) International and Ourse

BY N. BUCHARIN.

Below we publish from Com-rade's Bucharin's report on "The Present Situation and the Policy of the Party," at the Sixth Union Con-ference of the Russian Leginist Young Communist League, the in-troductory section, which deals with the west troductory section, which d . . .

In analyzing the internation tion, I must dwell on the question of the stabilization of capitalism.

Pirst of all we must explain wings-we differ from all theoreticians, econ-omists and politicians of the Second Socialist International. When they speak of the stabilization of capital ism (Illiferding and many who blind-ity follow him in Germany, Austria, y follow him in Germany, Austria, etc., arg typical in this respect) they describe the present period more or resulted from the war is, in its na-ture, no prolederian revolution and is altogether a peculiar kind of revolu-tion. It is, as the menshevik Dan says, a military species of revolution, asys, a military species of revolution. Results which these the has subsided. Now the excitement has subsided; Russia which has lived thru the roll fary revolution, is being reestabilist, of a coording to their opialos, on the basis of bourgeois conditions, and a velopment is beginning. In the mor-important capitalist countries, things are again running on smooth lines capitalism is flourishing once more the curre of capitalist development is escending and capitalism is assum-ing mer forum.

ing new forms.

II ILFERDING maintains that the

II MARTIST assumption that the devolopment of capitalism-de inevitably
accompanied by shedding of blood,
blood be done every destination,
blood to done every destination,
the state of the state of the state of the state
tween the great powers are possible.
Thus we are entering on a great
period of world history with a much
require advance and much wider devolopment of capitalist conditions
retriest converged on which the theoryretriest converged on which the theoryretriest converged on which the theory-

retical conception which the theoret-cians of the Second International con-nect with the idea of the stabilize on of capitalism

tion of capitalism. We understand someof capitalism, we understand someof capitalism, we understand someone of the capital control of the capital control of the decay. We only state that inperiods of the day of the capital of the capital control of the decay and periods of expansion of or periods of decay and periods of expansion of or the capital control of the capital control o

see Second (Socialist) International and Ourselves.

He should be therefore the the set of the Second International The theories of the Second International Theory International The Second International Theory Int

war?
It is true, things have apparently improved in Germany, but in China there is a great commotion, but war is being carried on in Morocco. England has issued victorious from the German war, but on the other hand its vorking class has begun to get a move on. Draw the belance, and we shall will have. So you see that stabilities. will have. So you see that stabiliza-tion is of an extremely relative and extremely conditional character. Among the great

Among the questions of interna-tional relationships which are at present of interest, there must be mentioned the question of the united front of the imperialista against our-

wires. YOU know that a comparatively a short time ago, a series of committed that the series of the strong we are.

The campaign against us was es-pecially intensified in connection with the explosion in the cathedral of Sofia and in connection with the terrible, and in connection with the terrible, absolutely unprecedented persecutions which were let loose on our brother Communist Party in Bulgaria. The possibility of united action against us could be felt in the air. It cannot be

### **Breaking Its Chains**



the course of this epoch there will be decay and periods of expansion of the proposal decay and periods and periods and periods are proposal decay and periods and periods and periods are proposal decay and periods and periods and periods and periods are proposal decay and periods and periods and periods are proposal decay and periods and periods and periods are proposal decay and periods and periods and periods are proposal decay and periods and periods and periods are proposal decay and periods and periods are proposal decay and periods and periods are proposal decay and periods and periods and periods are proposal decay and periods and periods are proposal decay and periods are proposa

# Concerning Jackasses and Other Animals

By HARRISON GEORGE.

"What the jackass community where Scopes is held nesto convince them (that' althings are forever changing) is
for an amoeba to develop init:
a whale during the years their
bosses let them live."—The Industrial Ploneer, June, 1923.

BUT if, as the dictionary says-"time

Durties Phoner, June, 1929.

BUT it is the dictionary say—for the property of have advanced to industrial prom-mence."—Industrial Pioneer, July

MUCH good it will do the Chinese M proletariat 6,000,000 strong, or the reat of the 441,000,000 Chinese people oppressed by foreign imperialism, to come to the I. W. W. for a solution of their grievances against

solution of their grievances against their oppressors.

Are Chinese workers and students massacred by British and American troops on Chinese soil: "No use kick-ing," says John Gahan, I. W. W. editor.

selection for the control of the con as a silly mistake, the life long labor of Sun Yat Sen as misguided real, the Kuomintang party and the Canton government as a fighting center a piece of folly, and is prepared to sprinkle the holy water of "revolutionary science." over any armed invasion undertaken by the imperialist powers to drown it all in blood, with the bleasings of the I. W. W. I am sure that the Chinese seamen, who have heard of the beauties of the I. W. W. philosophy from the honest schul.

of meples to the proletarin revolu-on as belonging to the yellow accid-al Second Infernational. This, be-mass under the period of capandin-apitalism, the Second International, principles, the Second International in-jective to internationalism, period handmades to nationalist develop-net and taught that each nation with a separate cutify, the possibility of the company of the property of the company of the company of the com-temporary of the com-temporary of the com-celopment and financial concentration.

in this antiquated socialist view, each nation was an isolated economic phenomenon. Independent of the there—and it ill becomes Editor Gaian to sneer at the jacknases of the Fennessee mountains who believe in the independent creation and non-relations.

the insependent creation and non-rela-tion of the species, so long as his prac-ical solution of proletarian emancipa-tion, is based upon a theoretical ground essentially antagonistic to the integrated view of capitalism as a world system, a single whole.

sorld system, a single whole.

Didtor of AdaM may protest that
be does believe capitalism a
cord unit, but so long as he regards
that as he specified the country is an insarmountable industrial developoppt in a particular country is an insarmountable control with tanything
at confusion. For—outlier gat confusion.

For—outlier is a confusion of the confusi world system as a whole, he will have to grant a conclusion to which his "fundamentalist" fellow workers or very loth to admit.

For if capitalist imperialism is a world asystem, then where would not logically conclude the revolutionary proletariat would first break thru cap proletariat would nrst break thru cap-imilist rule? In the countries when-the capitalist dictatorship was most perfected, with its schools, movies, preachers, police and press (including the Industrial Piomer) to divert, chloroform and convince the the Industrial Pioneer) to diver, chloroform and convince the workers that it mustn't be done, or will the break come first in a country where the capitalist chain has its weakes link, with a homogenous mass schooled by the facts of life to reroli against the conversable was conversable to the con

arainst universally hard expositors.
Obviously, the imperialist chain is broken at its weakest—and not list strongers—included and the control of the contro against universally hated exploiters

BUT Gahan's confe merrerd by Ghand's social democrati-thory, that Distick belief was just as in Just one "Indianatealists" report of the property of the proper

why off indicates to usercompose a short of the control of the con

years (though not so successfully as the A. P. of L. it must be conceded). His remedy is so general and all-emthis remedy is so general and aircon-bracing, that it cannot be mistaken, and as he falls to go into details, no one can trip him up. For years the I. W. W. has offered over its counter the good old remedy—"Organize on

NOW, there is nothing wrong with that. It is a perfectly good direction to put on the labet. But when the workers take the wrapping off, there's nothing in the bottle—for the L. W. W. falls to tell them jest what to do after they are organized on the who.

"Ah," but Gahan will protest didn't I say to 'take' the industries?" "didn't i say to 'take' the industries?" Very true, my esteemed fellow, but you also objected to insurrection! And you, as editor of the Pioneer, allowed Welinder to discourage both insur-rection and the general strike! How in hell sare the workers going to get this revolution, by Immediate con-ception? "Fundamentalism" again!

NATURALLY, such sociological sur-vivals object to Leninist criti-cism of their pre-war ideas and anti-quated theories. Naturally, also, they quated theories. Naturally, also, they find affinity in the labor fakers of the A. F. of L. Officialdom in waging war on the Communists and the terrible theories from within." If there were applied to continue the milimit workers of the necessity of revo

sitionary work within the unions they clong to, it is this general assault on them as "borers from within." When ascals want to throw Communist of the unions, it is proof that formunists ought to stay in—and work for revolution.

Again stepping off in Again stepping off into reactionary aths as dark as his advice to the hinese that they must bear with being abot down, beaten to death in the otton mills and tried by foreign expensively. o reactionar. otton mills and tried by foreign ex-ploiters' cours set up by harpones on thinese soil—all in the interests of developing, and "advancing" them, a does Gahan take the side of craft valous reaction and all its unhold broad of labor fakers, when he preach-ious (Industrial Pioneer, April, 1925, loage 48), that "It is folly to attempt the impossible"—in discussing the question of pevolutionary activity in the craft unloss.

the crast unions.

Not only does Gahan lend aid to
the reactionary labor fakers by his
advice, which-read by those I. W. W.
suchibers and sympathiers who are,
by reason of their jobs being controlted by the A. F. of L. members of
with unions—scenaries them to a pasvalue of the state of the state of the
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the st the left wing groups which are fight-ling bravely against the sluggers and organized machines of the labor fak-ers, but Gaban goes on to crow over the set-backs which tats left wing movement has suffered in its initial

ONE battle (even many battles) is not a war. A war to revolutionize the trade unions, not to mention a war to accomplish to the overthrowal of capitalism, which is a uniformly succapitalism, which is a natiormly suc-cessful war, which has no revents and no defeats, would be a miracle, indeed. But Gahan, we must remem-ber, is a "fundamentalist." He heres in miracle. He sees his pillar of smoke by day and his pillar of fire by night. He makes a sacrifice before by night. He makes a sacrifice before by night. He makes a sacrifice before that his god is pleased to. A successful that the poll is pleased to. The polling of the coverage of the combine, for this god is a veneral god who permits no other gods before him.

ion of a "fraternity between the most reactionary labor fakers of the A. F. of L. and the fanatical anarcho-syndicalist leaders of the I. W. W."—which I made in the March 31 issue of the DAILY WORKER. But anyone who reckons on a second control of the control of I made in the March 31 issue of the DAILY WORKER. But anyone who reckons on a "fundamentalist" think-ing about "what he thinks about," is due for surprises, as Mr. Darrow dis-covered at Dayton, Tennessee.

covered at Dayton, Tennessee.

Ja a long article devoted tighte general theme of showing the uniformity in idea and cooperation is practice between reactionary labor fakers and between reactionary labor fakers and the L.W. W. measured Inedership of the L.W. W. because of the Industrial Pieneer, it is editor of the Industrial Pieneer, it is ritted by the reactionary labor faker of the Barbers' Union of the A. P. of L. to speak against the Workers (Communist) Party to the local. He did no on Merch 28."

old so on March 24."

NOW, as you will soon discover,
NOW, as you will soon discover,
and the sound of the so

Whatever consolation Editor Gahan may get out of the fact that not know-ing him personally, I depended upon him being an bosonable man who sould keep his promise—that consolasould keep his promise—that consola-tion he may have, for, writing the article previous to the date mention-wide a journalists often do) I rashly fepended upon Gahan doing as he promised, and remarked, as noted, that he had spokes. But alsa, there is no honor among labor fakers.

M to nonor among inhor fakers.

WilAT may be Editor Ghan's rewards for promises, however, his
conscience bothered him not at all
about a virtue of their non-obsecvance.

Nor did his perception of the 'whole
course of my article embrace the fact
that the general charge made by me
fakers we'k together against the Communists.

Having been charged with collusion with the officials of the local barbers' union—what does the man do but to rash down and get a certificate from these very officials, that he did not appear to speak at the meeting of the union and publish this labor faker's letter to him as proof that i "lifed" collision.

He omitted getting a letter saying that he had not even been invited to speak, but it is to be presumed his collaborators in the Barbers' Union will duraish him with whatever sort of statement he desires.

WHY shouldn't the officials of Local Why shouldn't the officials of Local 548 of the Barbers' Union be very grateful to Editor Gahan? They have a revolt on their hands against a sell-out, a surrender to the bosses on a revolt on their hands against a sell-out, a surrender to the bosses on the matter of wages and hours—and both the bosses and the fakers are glad to see Gahan tell the member-ahip that they "can't do anything: about it. These officials lately sent about it. These officials lately sent one honest union man to the hospital and have a list of seven left wingers already expelled from the union.

# The Real Rulers of These U. S. A.

By SID BUSH

By 310 3094.

WHISN the werrers American results a continue to the werrers and the second of the sec

Bankers' Club, in New York City,
O'gestleman was invited to a lunch
on. The group which attended this
cordial hospitality consisted of twenty
inte distinguished American citizens.
The foreign gentleman was Baron
the United States. To the right of
him and Otto H. Kahn, of Runn Lose
Co., interational bankers, director

were control to the head of the control to the cont

A Jack of All Trades



the United Statement ammentaling 15 like and the College of the Co

At this time it again seems un-necessry to sound that warning against the danger of unprepared-ness. There never has been de-quate preparedness in this country. We always have heard the Young to the property of the seems of the total property of the property of the property of the total property of the property of the property of the total property of the property of the property of the total property of the property of the property of the total property of the property of the property of the property of the total property of the property of the property of the property of the total property of the property of the property of the property of the total property of the property of the property of the property of the total property of the property of the property of the property of the total property of the property of the property of the property of the total property of the propert

Will does Pershing, the repr Wily does Pershing, the representa-tive of American imperialist mili-tarism, want more soldiers, more guns, more machinery for destruction? Be cause he knows that they are needed to defend the interests of Wall Street He knows that Wall Street's interests He knows that Wall Street's interests grow heavier and heavier every day in every part of the world. Australia, one of the very few countries of the world which was not a victim of Wall Street yet fell into the clutches of J. P. Morgan & Co., to the tune of \$15.00,000 loom placed on the market by that firm on July the 20th. In addition of the \$3.000 coo Book has

that firm on July the 20th, in addition to the composition of the first of the composition of the composition of the composition of the composition of the extended another thousand million of collars of credit during the first six months of the year 1925 according to the Investment Division of the Depart-ment of Commerce. These hage in-vestments need protection.

the world today.

From what I have experienced during my three years in China, I can imagine how Georges Tebleberis must now feel being aware of the broad justice of representing a comparative-ly free people, and in being unhampered in dealing with foreign affairs by the means of lying intrigues. He surely made monkers out of all the "diplomats" who attempted to cross his path.

pered in dealine with foreign affairs on account of either total memplor-metry and many most of all the "Giplemans" who attempted to cress have been assent the part of the state of the st

"One of them stated that he was satisfied from personal observation, and general information that twenty million people in the good old U.S. A. on account of either total unemploy-

### Air Routes in Soviet Union



Moscow and Peking. The first trip has already been su-dish . Other routes will be begun soon, in different section Peking route not only cuts the time from Moscow to Peking y several days, but establis

# RUSSIA TODAY! Official Report of British Trad

## (Continued from Yesterday's Daily Worker)

The general recovery by private enterprise of some of its lost start is attributable to the stimulus given to trade by the stabilization of the currency and the new economic relation with the peasantry that caused a growth of retail trade in the provinces, of which the big official enterprises could not take provinces, or which the big omicial enterprises could not take immediate advantages. Since then a slower rate of develop-ment and the extension of the activities, of Government Trusts and trading into the smaller towns has given less favorable opportunities to the private trader.

STATE, CO-OPERATIVE, AND PRIVATE TRADE

Percentage	of	total	trade.	1923-24.

	Per	centage	of t	otal tri	ade.	1923-24		
	st-qua	rter, 20	d au	arter 3	rd on	errer .	ith a	
						miles.	4	
Cotton yarn:		-						
State	39		30		34			
Co-operative	17		34		44	********	30	
Private	44				22	********	56	
Linen yarn:	**	-	- 90	-	22		14	
State	86		77					
Co-operative	3	-	ii	****	93	-	89	
Private	11	-	12	**********	3	-		
Woolen yarn:	**	-	12	****	4	-		
State	85	-						
Co-operative	8	marinte	80	*******	85	* *******	81	
Private	7	nemone	10	-	9		17	
Leather Syndicate and Trusts.	7	-	10	PERSONAL PROPERTY.	6		2	
Leather goods:								
State								
Co-operative	30	<b>Maintenance</b>	25	*****	30	Thereting	24	
Defendante Management	36	Charles .	35	********	38	*******	47	
Private	34	-	40	-	32	-	25	
Sugar:								
	24	-	21		23		21	
Co-operative	49	-	51		61		74	
Private	27	-	28		16		- 5	
Sait Syndicate,		1		/		*********		
Salt:		-	_	12				
State	23	*****	13		15			
Co-operative	37	-	51	contract v	68	-	81	
Private	40		36	monte.	17		10	
Oil Syndicate.				1111144	••	Herica	10	
Kerosene:								
State	20		31		42		25	
Co-operative	33		31	Minne	20	-		
Private	37		38		38	-	41	
Total sales on Moscow Goods		*******	40	Sec. From	38	Series	30	
Exchange:								8
Cooperative	7		14				200	-
Private	21	-	22	-	18	*190,000	25	

The above figures suggest that co-operatives are gaining ground on private trade with results examined in the chapter ground on private trade with results examined in the chapter on co-operative. Private enterprise is fulfilling the function among the control of the control the workers will be sumciently secured if the State retains command of the bulk of the capital and credit in the country and of its foreign commerce. Also that State enterprise can only be made efficient if put on the same business basis as private enterprises and brought into free and fair competition with them. In this competition private enterprise opens the new fields, and as these new fields come to be organised and operated on a large scale State organisations gradually drive private enterprise further afield again

So far as can be judged at present the superior economy and energy of the private owner will tell in small industry and retail trade, while Government credit and co-operation will prevent any considerable control of large industry by private cap

According to one good authority (Larin, "New Commercial Policy," 1924, page 19) the restoration of private trade has been so rapid that by the end of 1922, in Russia proper, private trades of conducted nine-tenths of the retail village trade, four-rifties of the retail fown trade, and nearly half of the town wholesaleretail. This last figure is confirmed by official estimates for the whole Union, which show wholesale and wholesale-retail urban trade distributed: 57 per cent. to State trading, 9 per cent. to co-operatives, and 34 per cent to private traders.

### State and Private Manufactures

State and Private Manufactures
It is difficult which the limits of this report to deal with a
comparison of State and private production. The following may
give some idea of their present relationship: In the cotton
give some idea of their present relationship: In the cotton
for private industry, and of the Khoresm and Bokhran crops
some ID her cent. to 20 per cent. went to private industry. Or
from private industry, and of the Mooresm and Bokhran crops
some ID her cent. to 20 per cent. went to private industry. Or
from private industry, and the flustuary provide industry
from private industry. In this industry private enterprise peritied by want of solidarity as between State enterprises. In
10 per cent. It would arise industry in 102-2-45 provided about
were often able to raise prices generally even with this small
proportion of the business.

It is also noteworthy that of the wool used by the State Trusts only 30 per cent. was in 1923 bought direct from the producer and the remainder through private dealers. In the producer and th producer and the remainder through private dealers. In the linen industry information on this point is less detailed, but it appears that in 1923-24 of the five Trusts two are sufficiently equipped to get their raw material direct from the producer, the remaining three do so through middlemen. The leather

Bread production was, in 1923-24, estimated as being still to about 27 per cent. in private hands. But this proportion was not growing, and Government enterprises lost no ground when the sale was entirely freed and the wheat tithe in kind was constant. verted into a money tax. On the other hand, the supply of the two main centres of consumption, Moscow and Leningrad, was more than half in private hands.

But enough has been said on this point to give an idea of the present relation between public and private enterprise.

Profitering
The large share acquired by private trading, while greatly facilitating trade, has led to some profiteering. The State between their wholesale rated to a profit of 13 per cent, as between their wholesale rated to a profit of 13 per cent, as have been found to be making as much as 33 per cent. at Rhak-hov, and 150 per cent, at Rostov, and the passe of the profit of t

with conditions elsewhere.

Case of exaggerated profits are also generally found to be due to a local and temporary excess of demand over supply. They are also and temporary excess of demand over supply. They are also and the supply of the

An outbreak of profuse private expenditure and profligacy in Moscow that resulted from the profiteering in 1922 and 1923 was sternly checked. Several thousand profiteers were banished from Moscow.

### Future of Private Enterprise

Future of Private Enterprise

The Communite Party is much occupied with proposals for checking such profiteering by "nepmen." But on the one hand it must be borne in mind that profiteering in Russia is mainly attributable to the present transition stage, and is in the aggreties, and the control of the control of the private profiteering in the other hand, the creative than in other countries, and, on the other hand, the profiteering the regularity in regulating private trading profits in Russia, even under Socialism, than elsewhere. For a calculation, unnecessary to reproduce, shows that of the total retail trade, 475 million gold rouble per quarter, only 328 million passed through wholesale comble per quarter, only 328 million passed through wholesale direct from small producer to small consumer. Regulation of prices in this direct local trade can only be effected indirectly prices in this direct local trade can only be effected indirectly through competition of State trading concerns and co-operation

The State Trusts should be able to compete advantageously The State i trusts anomia be able to compete advantageously with the private trader, because they can work on longer credit one to three months is 1924 as against one month to a week for private trade), and because the State Trust can, if necessary, be content with a manufacturing profit only—cutting the whole commercial profit on which the trader depends. "That the growth of private trading has reached its limit, and that private enterprise is turning now to small inharite, is suggested by a comparative classification of the licenses appli

### Organization and Regulation of Industry

Organization and Regulation of Industry
The authority over industry is the Council of Labor and siese 1
Defends (Sto) and its provincial and district economic authorited to the control of the control o

At the last reorganization of the S.E. Council the dual character of its responsibility for State Trusts was recognized by a division of its functions between a Central Administration by a division of its functions between a Central Administration of the national industry (Zubrom), which is a general adminis-trative management of the whole national industry, and a Chief Economic Administration which performs the usual function of a Ministry of Industry in regulating industrial activities.

But the most interesting and, in som e respects, the most 24. but the most interesting and, in some respects, the most important institution in the organization of the economic activities of the Union is the so-called State Planning Commission 22 (Gospian). This novel instrument for co-ordinating production and trade has its central department in Moscow with branches re and trace has its central department in anoscow was orancines, and agents all through the country. It has no executive or administrative powers, but its advisory authority is very great. Its approval is necessary for the framing of any economic policy generally, and its advice is sought by the administration before the state of the property of the

provision is made as to any State enterprise or expenditure. The Central Council of "Gosplan" consists of 200 experts, 1920

### "Who Is W British D

# Union Delegation

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Copyright by the Trades Union Congress General Council in Great Britai The following are the percentages of present productio compared to that of pre-war in certain leading industries:—

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ration re' Fe ers' Feder on several ident, Inter-ce. Member ing (Yorks). lic bodi parliament-union congress, ouncil, 1923-24.

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and General

bed in 1887. Now secretational De agress gen Member of

dated with as Willia and other p er pio Twelve years M. Elected to

P. A pioneer alam and held it prior to ap-scretary of As-omotive Engin-Elected or nn 1910 y of the union of labor party 1921. Elected ber of la-

T, memo... e department, ecretary, 1917. gineering and ederation for 921, re-el

ing Trades by years. Mem-by years. Mem-Deuncil for six retary, subse-lishing trades. te, West Salrentry, 1923mna, 1924, as £ 1934 trades

picked for their practical experience, and it controls a whole body of sub-commissions, each dealing with some specific de-partment. This body of experts plays no public part in politics. Their work, like that of a civil service, lies entirely behind the scene. Their opins or the service, lies entirely behind the scene. Their opins or the service attains of the statistical and technical data that they collect daily. On the statistical and technical data that they collect daily. On the service of with the Commissaria bilities of the Budget.

billities of the Budget.

By means of the Qesplan it is possible to keep not only the policy of the Union but of the autonomous Republics subordinated to certain fundamental principles, such as balancing, the first of certain fundamental principles, such as balancing, the property of t overlooked in the competition for support of existing industrial

and commercial inter-In working out these schemes, the Gosplan is able to p In working out these schemes, the Gospian is age to pre-vent one State enterprise from profiting to the prejudice of another and can direct the very complete control still retained by the Gosvernment over production and consumption, in the interest of the people as a whole. Thus it was due to Gospian that the Gospian were able to handle successfully the "scis-lint" in Government were able to handle successfully the "scisthat the dovernment were and to name successionly the sciences" crisis, described later under agriculture, and so restore the economic exchanges between town and country to a healthy and natural operation. On the other hand it deals no less with

the economic exchanges between town and country to a healthy and natural operation. On the other hand it deals no less with most technical details as discovering the most suitable tractor. The success of Gospian depends larged, or course, on the Intelligence Service by which it keeps contact between the peat-lated properties of the pr somewhat indefinite and, in some respects, under-developed, its new expert element can serve as an example to the still chaotic conduct and control of the national economy in Western States.

Financing of Industry

Financing of Industry
By 1923-23 industry was beginning to finance itself, and
in that year State Subsidies reached 123 million gold roubles.
By 1923-24 this felt to 53 million gold roubles, and the estimate,
By 1923-24 this felt to 53 million gold roubles, and the estimate,
but in 1923-24 subsidies went for metal, coal, and for electric,
cation. Receipts from industry on the other hand have increased from 4.4 million gold roubles in 1923-23 to an estimated
dependent of the state of the state

rouses, a more important point than the actual function has ance is the manner in which the money is spent. The 10 millions spent on Don coal went to reducing fuel prices. The 17 million spent on oil went to building pipe lines. The large sum given to the metal industry is to keep it going only. And, in section, the subsidies might with advantage probably be inserted. The subsidies might with advantage probably be in-

creased.

Industry is perpetually classoring for credits, and the Supreme Sconomic Council with the help of Gospian does its best to give support when required. Thus the beavy metal industry metal industry metals are supported to the council with the support of the council with the council with

acquironal credits from 90 million to 75 million gold roubles.

As the general State subsidy annually decreases bank crednone than take its place. In 1922-23, when the subsidy was

considered to the state of the

Increase of Industrial Production

The result of the New Economic Policy in restoring production is best expressed in the following table, and is all the more remarkable when it is remembered that this was accommore remarkable when it is remembered that this was accommodately to the production of th plished in spite of one famine year and with practically no help ANNUAL PRODUCTION.

(In the	ousand rub	les.)	pre-wa	ř.
1912 1920 1921 1921-22 1922-23 1923-24	3,489,892 511,109 527,904 753,633 1,127,381 1,490,400		100 141/2 15 211/2 32 1-3 42	

Heavy Industries. Per co	52.0 63.6 8.0 16.6	Light Industries Electrical Cotton textile Woolens Linen Paper Leather	59 31 38

The damage, amounting in some cases to destruction, by war of the Don Basin Collieries was one of the causes of the economic emergency in Russia. Of the 1,200 pits in operation in 1913, only 687 could still work in 1921. Economous expenditure was necessary to re-equip these fields, with the following

1	COAL PRODUCT	ION (GROS of poods.)	88).
1913 1918 1919 1920-1 1921-2 1922-3	Total. Per cent, 1,711		Don Basin.         Per cent           1,544         100           541         25           318         21           286         18           439         28           494         32
10004	888.8 52.0	****	661 43

The net production gives even better results. In 1922-23, it was 723,187. At the same time the coal used or wasted in the mines, which was in 1922-23 as much as 23 per cent, was in 1932-24 no more of the coal used or proportional improvement in methods and management. 122 proportional improvement in methods in 1923-24.

In the years 1919 and 1920 the Don Basin was continually In the years 1919 and 1920 the Don Hasin was continually under White occupation. The first year of return to normal conden White occupation is the first year collers to a large extent when the present production is sufficient to meet the present requirements of Russia. The undeveloped resources of the Russian Badds are convenient and the present production is sufficient to meet the present requirements of Russia. The undeveloped resources of the Russian Badds are convenient of supplies in excess of demand. Oil Production

Oil production has been even more exposed to disturban by civil war than coal. During 1918-19 Baku was in occupation of forces hostile to the Revolution. Since 1921 production has increased until the home demand is fully met.

### OIL PRODUCTION

Total.		Bak	u.	Grospy.		
Production.	Per cent,	Production.	Per cent.	Production.	Per cent	
553	100	467				
	44	150			100	
284	51	184	70		102	
1 322	58	218	40		119	
363	63		**		124	
			ly.	43.7*	120	
	Production. 553 233 284 322	Production. Per cent,  553 100 233 44 234 51 222 58 363 63	Production. Per cent, Production.  552 100 467 233 44 159 284 51 184 322 58 218 363 63 127	Production. Per cent, Production. Per cent.  552 100 467 100 233 44 150 32 234 51 184 29 232 58 218 46	Production Per cent, Production. Per cent. Production.  552 100 467 100 72.7  553 104 457 22 75.8  224 51 104 25 75.8  222 58 118 46 31 72.7  234 53 127 54 127 55	

The industry this year has made no call on the Treasury in contrast with last year when 23 million gold roubles wer spent on re-equipment. The demands of transport and industr are fully met and large supplies await export (see report or

Production of Minerals

Iron Ore.—This is still an insignificant percentage of pre-war production. At present only 23 mines are working out of 122, and of late years industry has been supplied from pre-war-activity in the production is in hand.

 PRODUC (In mil				
1913	\$33,000 9.420		100 per	cent
1921-22	10,895		2.0	
1923-24 (half-year).	29,796	*****	5.5	:

1921 there were 14, and in 1924 there were 28; es at work in

	(In mi	llions of	poods )		
1913	*************	256,800		100 per	cent
1920		7,060		2.7	-
1920-1	***************************************	10,185		3.9	•
1922-0		18,400	******	7.1	-

Before the war, the southern region supplied 73 per cent., and the Ural 21 per cent. Now in consequence of civil war, the South only supplies 37 per cent, and the Urals 45 per cent. South only supplies 25 per cent. Of its pre-war production, the Urals 45 per cent. and the South.only 3½ per cent.

The production of metal manufactures generally is at pre-ent (1922-24) estimated as about 25 per cent. of pre-war. As it was found that factories were were the control of 25 per cent. of their capacity, the Trusts agreed to shut do not on the 67 works, thereby raising the percentage of full capacity to about 40 per cent. In some.

# Banker Morgan Wars on the Riffs in Africa

HAS by C. BORISOFF.

An the United States detained war

on the Horoccan's No, there has without being once that their action
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However, how could we interpret the
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THAT this is actually taking pl is becoming apparent from the fol-lowing report, which we read in the Chicago Daily News edition of July

"Paris: Premier Painieve tast night gave his consent to the form-tion of a new Lafayette-American air squadron to proceed at once to the Moroccan battlefields. This squadron is being organized by Colonel Charles Sweeney and thus Colonel Charles Sweeney and thus far the following veterans, who saw service in the French and American armies during the world war, have asked to join: Maj, Grey of Chicago, who commanded an Américan flying group in 1918 and woß tour-teen victories; Capiain Wm. Rogers of Pittaburgh, formerly of the Lagraytte aquadron; Maj, Baer, assistant chief of the Peruvian air service and a member of the New York to and a member of the New York to aid a member of the New York air police reserve force; Paul Rock, well, formerly a correspondent of the Daily News in Parts; Mal. Policek, who helped organite the New York air police; Commander Parts of the Paul Parts; Paul Policek, who helped organite the New York air police; Commander Parts of the Tail Parts of the Paul Parts of the New York air police; Col. Kerwood, who can wearine to the United States, Prench, Honduran and Greek arraines and organized the New York The members of the new unit. The members of the new unit. While Tail Parts of the New York (March Parts of the New York ice and a member of the New York

these war velerans who were brought up in military discipline, should act without being sure that their action

we hear it from the lips of the com-mander-in-chief of French armies in Morecco:

"I can hardly express my feelings in appreciation and gratitude for the magnificent generosity of those Americans who, in an hour when they consider France is again in dif-ficulty. Bure again abandoned their they consider France is again in dir-ficulty, have again abandoned their personal interests and offered their help. It is not only the fact that the French air force will be increased by so many valorous elements that rejoices all Frenchmen; we appre-ciate far more the desire of the Am-ericans to aid France in a difficult

moment.

"The American people have always been on the side or justice,
and this offer of new service to
and this offer of their belief that
our war in Morocco is a battle for
civiliant of the control of the control of the control
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or with Morece is a battle for civilization and pattice.

We are not after territorial consistency of the properties of the construction of the co

will have Preach strylater and will receive Moreon and Deliver against the street against Abel-Nicos.

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\*\*Difference against Abel-Nicos.\*\*

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in them.—

The company of the Pennic research as master line in the employ of the Pennic horsenit as the state of the company of the Pennic horsenits. He hands the state of the lines of foliars by the Hosses of Moreters as if it were impliced and while lines of foliars by the Hosses of Moreters as if it were implicated properties of the Pennic Pennic Imperialist government if his own words. "The American properties of Pennic for of the wester to love her African column to the Pennic for of the Wester to Pennic power and power to love her African column to the Pennic for the Wester to the Pennic for of the Wester to the Pennic for the

services and the certification services are also as the control of the control of

ranked offertaristors applied heree [100].

The control of the con

# Along the Bowery

T is night.
On the street of the poor the crowds walk up and down. . . Up and down endlessly.

opens his eyes coughing chokingly, a whiteish foam coming out of his mouth. Then for a while he remains quiet, not moving at a)l.

quiet, not moving at ai.

J OUDLY ringing bells announce the
arrival of the ambulance. The
ambulance physician quickly steps out
of the wagon, scrutinizes the face of
the prostrate individeal and with an
air of determination pronounces: Hunger. .

—He fainted from hunger, The man is placed in the ambulance The automobile drives speedily to the hospital. He may die when they ar rive. Who can tell?

By this time the people are admit ted to the " Holy Heart Mission," and the crowd continues to walk up and down the Bowery as if nothing had

MEN wanted. Mkn wanted.

On the employment office windows the above is written. There is plenty of work, the wages are good, and there is need of men.

"The Ontario railroad is looking for men at seventy, cents per hour, the work is easy, board, food, etc."

Questioningly I enter the employment office.

-What kind of work have you got for me?

alls, workers, with unshave is easily perceptible that the without employment.

On the window of the emplomee I still read the sign:

The passers by stop for a moment wondering what has happened. In front of "Pairy Land" cabared many gather to find out about the excitement... A man is struggling

with a young girl.

Give it back to me! he said.

Nothing doing!
A policeman seen on the corner stalks heavily towards the scene of the quarref. He is a burly frishman as tall as an electric pole.

"Who it he hell ar' yet doing! hol-lers the policeman.

Now the struggling ceases, the man's flush highly fluthed with little streams of blood trickling down his forehead. The girl shoots make looks at the man.

-What happened? asked the

-She stole my money, the ma

—He's a liar! the woman retorts.

—You did, you g——w—! And the man is about to jump at the The husky bluejacket grabs both

L-y K-n.

## Riffians Halt Heralded French Drive



publicty in the capitalist press, has not materia No. 1 shows where the Riffians are mas

No. 2-The Moroccans are still pressi led by the natio

No. 3-The menace to Fez, the capital of Mi Riffians being in the country south of Taza

ONE thing is certain, the Workers Party must be a Party of shop uncled. With that feeling persual the tasks before the Party are the East Section of the Party are the East Section of the Workers Party give some idea as the Workers Party give some idea as the better wifer and means for shop nucleit workers and search of the Party, some Party units have organized shop nucleif; other places on castired shop nucleif; other places on creating and the party some party units have organized shop nucleif; other places on creating and the party some party shop the places of the party some party shop the place of the party some party shop the place of the party shop th

Party must be a Party of shop that the table there he Party are the table to the head of the step to be taken in that difficulties.

Workers Party is some idea as the party party, some Party must have on pasted shap metical called and the party and means for shap metical there has no reason Wy Philings and the party, some Party, some Party must have on guided shap metical called and the party of the party, some Party, some Party must have on guided with the party and means for shap metical the extra the party and the party of the party, some Party, some Party must have on guided with the party and means for shap metical them to be found the party of the party and party services the their party and party of the party and party and party of the party and

the step nucleus hand is Gury, a lattice in the Party has not contribute years are no harrier in the Party and its resulted of the steef treat, and the language branches there are guination. Where the nucleus are of the contact of all controlles with now a special Party powers.

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# The Mission of Count Skrzynski

The Missison of Count Skrzynski, Policy and County of Policy Christian and Series Vision and Series Vi

# The New Schools in Soviet Russia By Morris Backall

Inc.
You could feel that the new spirit and new life takes hold of the entire loom could be comediated by the country loom of the children children country loom of the children country loom

the last thrity years whos I and fort, and her feet year without his earlier with the control of the control of

ive life.

Work—Nature—Society.
The system of the Lunacharski schools the educational system of the (Ous) covernment educational system. It consists of three primary elements. First,

siats of three primary elements. First, work: scood, nature: third, society. Work: The spirit of work is the central one in the educational life of the school. The child studies the work shops, industrial history of the surrounding, starting with its district, going to its city and then state and

oing to he say, overament.

The school itself has work instrunents like weaving, carpentry, shoe 
naking, and so on. The child gets as 
knowledge how to produce, how to 
organize and how to study labor and organize and how to study labor : its problems.

Study Evolution of Social Life.

in problem. See that the property of the continue of the collision and the problem of the collision of the problem of the collision of the problem. See the problem of the collision of of the collis

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Children Help Controlling.

Children Help Confroiling.
In the fifth, sixth, seventh and
eighth grades of the second stage the
children storying advanced mathematics, physics, chemistry, also-albiyata
the method seventistry, also-albiyata
sail tapertimental schools in Ressist
which are very many, took over sevent
matter and the properties of the control
active the child self control yere its,
studies. The child itself table care
of the results of the studies and selftrip of the results of th of the results of its studies and regis-ters itself the outcome of its daily studies, daily attendance, hours devot-ed to each study, which is determined beforehand through a plan, and each child léarns to be responsible for itself and to take account of its un

Orphans Get Best Treatment.
There are thirty-three experimental schools in Moscow alone and they are very many experimental stations in Sortet Russia. Each and every school is doing its work through a general plan, but finding new methods how to

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