

Questions related to Dutch Tulip Mania

1. In your opinion, which is the best example of how high the price of tulips rose?
2. What identical mistake did both the sailor and the English traveler make?
3. How did some people make a lot of money from tulips?
4. To what extremes did people go to invest substantial capital in the tulip market?
5. Why did the prices of other goods also rise? (Think through this for yourself.)
6. In which year did the tulip bubble burst?
7. What happened to the price of tulips when the realization set in that tulip prices could not rise indefinitely? What happened to many investors?
8. What explanation did the Dutch courts give for deciding not to hear cases involving broken tulip contracts?
9. How did the crash of the tulip market affect the Dutch economy?