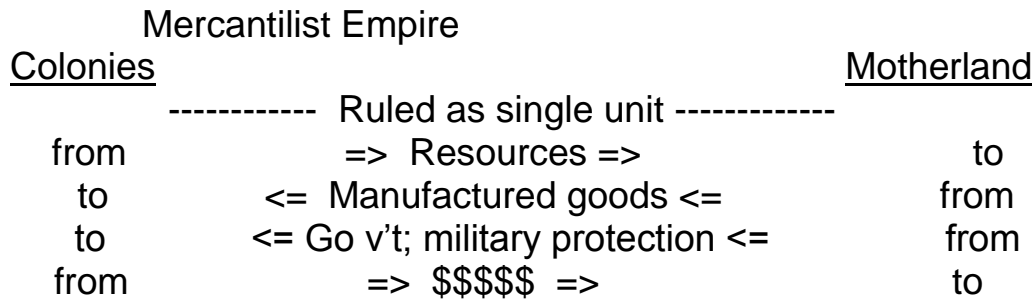


- 1500AD = in Europe
  - Politically = Machiavelli's "princes" ruled
  
  - Socially = Divided in three "classes"
    - Nobility – Clergy – Peasantry
  - Religiously = Holy Roman Catholic
    - Church losing influence over kings
    - "Ecclesiastical Breakdown"
      - Philip IV vs. Boniface VII
  
      - Failure of Crusades
  
      - Great Schism
    - Reactions within Church
      - 1<sup>st</sup> = Conciliar Movement
  
      - Yet corruption continued
  - Intellectually
    - Expansion of Renaissance
  
    - *Studia humanitatis*
  
    - Secularism

- Economically
  - Methods of acquiring wealth changing
  - Islam controls trade routes
  - Technological innovation
- 1500AD = change
  - Kings : no “check” by papacy
    - Challenge nobles for control
    - To get, need: +power; +\$\$\$\$; +land
  - Mercantilism born



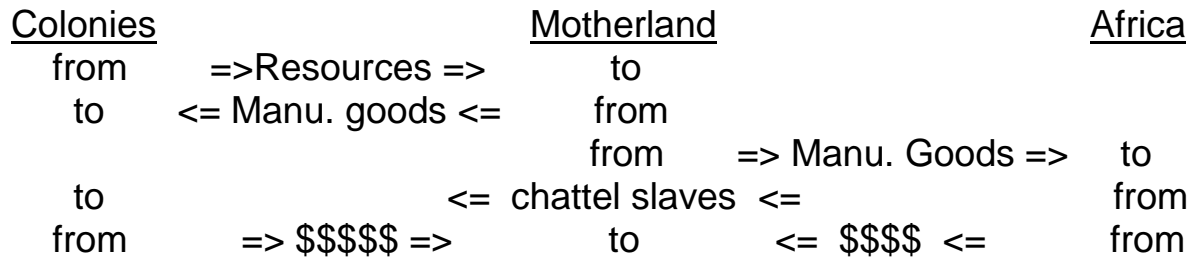
- 1st Mercantilist nations = Portugal & Spain
  - Both sought riches of Orient
    - Challenge = get around Islamic World?
  - Portugal
    - Path = circumnavigate Africa
    - Encouraged Prince Henry the Navigator

- 1488 Bartolomeu Dias reaches Cape of Good Hope
- Spain
  - Path = West?
  - 1492 Columbus
  - Encouraged by Ferdinand & Isabella
- Competition triggers reaction = Treaty of Tordesillas (1494)
  - Pope Alexander VI intervenes
  - John II vs. Ferdinand & Isabella
  - Divides world outside of Europe @ 39°53'W
- Portugal & Spain take different paths
  - Spain = “conquers” New World
    - From W. Indies => Mexico => N&S America
    - 1493 Columbus founds Hispaniola
    - 1511 Cuba colonized
    - 1519 Yucatan seized
    - 1520 Ferdinand Magellan – Straits of Magellan
    - Spain realizes Columbus’ gift

- Natives crumble
  - 1521 Aztecs (Mex) – Cortez w/ 630
  - 1548 Incas (Peru) – Pizarro w/180
  - Disease kills 30-90%
- Creation of colonial empire
  - System = Top-down rule
    - King
    - Council of Indies
    - Viceroy
    - Audiencias*
    - Gobernaciones*
  - Primary task = implement *encomienda*
    - Personal land grants
      - Natives pay tribute
      - NOTE: not “slavery”
      - FYI: mixed-race
    - Wealth generation
      - *Mita*

- Agriculture & livestock
  - » *Haciendas*
  - » *Plantación*
- By-product = Trans-Atlantic Slave Trade
  - Slavery
  - Muslims = 1st in W. Africa
  - Portuguese = 1st Africans to Iberian Peninsula
    - 1452 - Pope Nicholas V granted right to Afonso V
    - Purchased slaves from tribal victors
  - “Middle Passage”
  - Port & Spain – slaves to colonies
    - Slaves fill labor shortage (chattel)
    - Africans = well suited
  - Control of trade varied

- Process added third leg to Mercantilism



- Portuguese = different path
  - Focus = control of trade
  - 1498 Vasco de Gama reaches India
    - Most towns controlled by Muslim Arabs
    - Some hostile to Christians
    - Some = friendly
    - Discovery = significant
    - Arrives in Calicut
      - Good news = spices, textiles, etc
      - Bad news = Euro goods valueless
      - Used silver to “buy”
      - Precedent = Euros need \$\$\$ to profit
  - Da Gama uses new tech
  - Global consequences

— 1500 Pedro Cabral leaves for India

- Discovers Brazil

- FYI: 1501 Amerigo Vespucci sails to Brazil

- Realizes “*Mundus Novus*” ≠ Asia

- Discovery = “America”

- Cabral Arrives in Calicut

- Negotiates rights for “factory”

- Muslims attack & burn

- Cabral bombards Calicut

- Develops “strategy” based on fear

- Da Gama & Cabral = turning point in W. Europe

- Impact on Asia much less decisive

- Asian Trading Network

- Portuguese realize two crucial characteristics
  - 1) No central control
  - 2) Military force absent from commercial exchanges
  
- Result = Portuguese unwilling to obey informal rules
  - Challenges
    - 1) Little to offer but gold & silver
    - 2) Mercantilism based on \$\$\$
    - 3) If use all \$\$\$, crown weakened
    - 4 If use \$\$\$, Muslims = strengthened
  - Result = decision to use force
    - Forces small but united
  - Change tactics
    - Raiding = insufficient
    - Capture strategic points
    - Goal = monopolies
    - “Portuguese system”
  - System = unsustainable
    - Portuguese weakness opened door for rivals