Argentina, Uruguay, and Paraguay

If YOU lived there...
You live in Montevideo, the capital of Uruguay. On weekends you like to visit the old part of the city and admire its beautiful buildings. You also enjoy walking along the banks of the Río de la Plata and watching fishers bring in their catch. Sometimes you visit the parks and beaches along the banks of the river.

How do you think the river has influenced Montevideo?

Building Background
The southern countries of Atlantic South America—Argentina, Uruguay, and Paraguay—have all been influenced by their locations and European culture. Neither Spanish influence nor Indian culture is as strong in the southern part of South America as in other parts of the continent.

Argentina’s History and Culture
Like most of South America, Argentina was originally home to groups of Indians. Groups living in the Pampas hunted wild game, while farther north Indians built irrigation systems for farming. However, unlike most of South America, Argentina has very few native peoples remaining. Instead, Argentina’s culture has been mostly influenced by Europeans.

Early History
The first Europeans to come to Argentina were the Spanish. In the 1500s Spanish conquerors spread from the northern part of the continent into southern South America in search of silver and gold. They named the region Argentina. Argentina means “land of silver” or “silvery one.”
The Spanish soon built settlements in Argentina. The Spanish monarch granted land to the colonists, who in turn built the settlements. These landowners were also given the right to force the Indians living there to work.

During the colonial era, the Pampas became an important agricultural region. Argentine cowboys, called gauchos (gow-chohz), herded cattle and horses on the open grasslands. Although agriculture is still important on the Pampas, very few people in Argentina live as gauchos today.

In the early 1800s Argentina fought for independence from Spain. A period of violence and instability followed. Many Indians were killed or driven away by fighting during this time.

**Modern Argentina**

As the Indians were being killed off, more European influences dominated the region. New immigrants arrived from Italy, Germany, and Spain. Also, the British helped build railroads across the country. Railroads made it easier for Argentina to transport agricultural products for export to Europe. Beef exports, in particular, made the country rich.

Argentina remained one of South America’s richest countries throughout the 1900s. However, the country also struggled under dictators and military governments during those years.

Some political leaders, like Eva Perón, were popular. But many leaders abused human rights. During the “Dirty War” in the 1970s, they tortured and killed many accused of disagreeing with the government. Both the country’s people and its economy suffered. Finally, in the 1980s, Argentina’s last military government gave up power to an elected government.

**Biography**

**Eva Perón**

(1919–1952)

Known affectionately as Evita, Eva Perón helped improve the living conditions of people in Argentina, particularly the poor. As the wife of Argentina’s president, Juan Perón, Evita established thousands of hospitals and schools throughout Argentina. She also helped women gain the right to vote. After years of battling cancer, Evita died at age 33. All of Argentina mourned her death for weeks.

Analyzing Why was Eva Perón able to help many people?
People and Culture

Argentina’s historical ties to Europe still affect its culture. Most of Argentina’s roughly 40 million people are descended from Spanish, Italian, or other European settlers. Argentine Indians and mestizos make up only about 3 percent of the population. Most Argentines are Roman Catholic.

Beef is still a part of Argentina’s culture. A popular dish is parrilla (pah-REE-yah), which includes grilled sausage and steak. Supper is generally eaten late.

Argentina Today

Today many more of Argentina’s people live in Buenos Aires (bway-noh-ays EYE-rayz) than in any other city. Buenos Aires is the country’s capital. It is also the second-largest urban area in South America. Much of Argentina’s industry is located in and around Buenos Aires. Its location on the coast and near the Pampas has contributed to its economic development.

The Pampas are the country’s most developed agricultural region. About 11 percent of Argentina’s labor force works in agriculture. Large ranches and farms there produce beef, wheat, and corn for export to other countries.

Argentina’s economy has always been affected by government policies. In the 1990s government leaders made economic reforms to help businesses grow. Argentina joined Mercosur—an organization that promotes trade and economic cooperation among the southern and eastern countries of South America. By the late 1990s and early 2000s, however, heavy debt and government spending brought Argentina into an economic crisis.

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**Reading Check** Generalizing What kind of governments did Argentina have in the 1900s?

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**Map Zone**

**Place** Buenos Aires is home to nearly a third of all Argentines.

1. **Interpreting Graphs** How many times bigger is Buenos Aires than Argentina’s second-largest city?

2. **Analyze** What might be a benefit and a drawback of having most of the country’s population in one area?
The economic crisis caused a political crisis. As a result, during 2001, Argentina’s
government changed hands four times as its leaders tried to solve the problems. By
2003 the economy had stabilized somewhat, but thousands of people’s lives had
changed forever. The crisis caused many people who once had professional careers
to lose their jobs and join the informal economy. The informal economy is a
part of the economy based on odd jobs that people perform without government
regulation through taxes. Today many Argentines are still searching for ways to
improve their economy.

**Reading Check** Comparing and Contrasting
What are some similarities and differences between Buenos Aires and the Pampas?

**Uruguay**

Tucked between Argentina and Brazil lies Uruguay. Its capital, Montevideo (mawn-
tay-vee-DAY-oh), is located on the north shore of the Río de la Plata, not far from
Buenos Aires. Uruguay has always been influenced by its larger neighbors.

Portugal claimed Uruguay during the colonial era, but the Spanish took over in
the 1770s. By that time, few Uruguayan Indians remained. A few years later, in 1825, Uruguay declared independence
from Spain. Since then, military governments have ruled Uruguay off and on. In
general, however, the country has a strong tradition of respect for political freedom.
Today Uruguay is a democracy.

**People**

As in Argentina, people of European descent make up the majority of Uruguay’s
population. Only about 12 percent of the population is mestizo, Indian, or of African
descent. Roman Catholicism is the main religion in the country. Spanish is the
official language, but many people also speak Portuguese because of Uruguay’s
location near Brazil.

More than 90 percent of Uruguay’s people live in urban areas. More than
a third of Uruguayans live in and near Montevideo. The country has a high
literacy rate. In addition, many people there have good jobs and can afford a
wide range of consumer goods and travel to Europe. However, many young people
leave Uruguay to explore better economic opportunities elsewhere.
Economy

Just as Uruguay’s culture is tied to its neighbors, its economy is tied to the economies of Brazil and Argentina. In fact, more than half of Uruguay’s foreign trade is with these two Mercosur partners. Beef is an important export. As in Argentina, ranchers graze livestock on inland plains.

Agriculture, along with some limited manufacturing, is the basis of Uruguay’s economy. Uruguay has few mineral resources. One important source of energy is hydroelectric power. Developing poor rural areas in the interior, where resources are in short supply, is a big challenge.

**Reading Check** Compare In what ways is Uruguay similar to Argentina?

Paraguay

Paraguay shares borders with Bolivia, Brazil, and Argentina. It is a landlocked country. **Landlocked** means completely surrounded by land with no direct access to the ocean. The Paraguay River divides the country into two regions. East of the river is the country’s most productive farmland. Ranchers also graze livestock in some parts of western Paraguay.

Paraguay was claimed by Spanish settlers in the mid-1530s. It remained a Spanish colony until 1811, when it won independence. From independence until 1989, Paraguay was ruled off and on by dictators. Today the country has elected leaders and a democratic government.

**MapZone** Geography Skills

**Location** Paraguay and Uruguay are bordered by much larger countries.

1. **Name** What river forms Uruguay’s border with Argentina?
2. **Analyze** Based on the map, why do you think Uruguay is more economically developed than Paraguay?
People
A great majority—about 95 percent—of Paraguayans are mestizos. Indians and people of mostly European descent make up the rest of the population. Paraguay has two official languages. Almost all people in Paraguay speak both Spanish and Guaraní (gwaHR-nee), an Indian language. As in Uruguay, most people are Roman Catholic.

Paraguay’s capital and largest city is Asunción (ah-soon-SOHN). The city is located along the Paraguay River near the border with Argentina.

Economy
Much of Paraguay’s wealth is controlled by a few rich families and companies. These families and companies have tremendous influence over the country’s government.

Agriculture is an important part of the economy. In fact, nearly half of the country’s workers are farmers. Many of these farmers grow just enough food to feed themselves and their families. They grow crops such as corn, cotton, soybeans, and sugarcane. Paraguay also has many small businesses but not much industry.

Paraguay’s future may be promising as the country learns how to use its resources more effectively. For example, the country has built large hydroelectric dams on the Paraná River. These dams provide more power than Paraguay needs, so Paraguay is able to sell the surplus electricity to Brazil and Argentina.

**READING CHECK** Contrast How are the people of Paraguay different from the people of Argentina and Uruguay?

**SUMMARY AND PREVIEW** The people of Paraguay, Argentina, and Uruguay share some aspects of their European heritage. Their economies are also closely tied. In the next chapter you will learn about these countries’ neighbors to the west.

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**Section 3 Assessment**

**Reviewing Ideas, Terms, and Places**
1. a. **Define** What is a gaucho?
   b. **Explain** Why is Argentina’s population mostly of European descent?
2. a. **Identify** What is Argentina’s biggest city?
   b. **Make Inferences** What benefits do you think being part of Mercosur brings to Argentina?
   c. **Elaborate** What are some benefits the informal economy provides, and what are some of its drawbacks?
3. a. **Recall** Where is Uruguay’s capital located?
   b. **Summarize** How has Uruguay’s location influenced its culture?
4. a. **Define** What does it mean to say a country is landlocked?
   b. **Explain** What is Paraguay’s economy like?
   c. **Predict** What are some possible ways Paraguay may be able to improve its economy in the future?

**Critical Thinking**
5. **Comparing and Contrasting** Look over your notes on Uruguay and Paraguay. Then draw a diagram like the one here and use it to show similarities and differences between the two countries.

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[Diagram: Uruguayan and Paraguayan capitals]

**FOCUS ON WRITING**
6. **Thinking about Argentina, Uruguay, and Paraguay** Add details about these countries to your notes for your Web site. What information on history, culture, and specific locations will you include? For each country, think of one image that would best illustrate it.

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