

## Capitalism

Capital → Money

Land, House, Factory

"From each according to his ability,  
to each according to his Capital."

Capitalism → Privatization. / Less govt. interference /  
Free market operations.

Communism → Society.

"Govt. has no Business to be in business."

"Money begets Money"

Feudalism -

E.g. Apple

Stock Exchange (16<sup>th</sup> - 17<sup>th</sup>) Britain & Netherlands.  
→ Amsterdam Stock Exchange  
Dutch East India Company (1602)

Father of Capitalism — Adam Smith  
1776  
'The Wealth of Nations'  
'Laissez faire' [Leave Alone]  
Free market operations.



E.g. Apple .

- specialization
- division of labour ] assembly lines

E.g. Apple

• specialization  
• division of labour / assembly lines

## Decentralisation

Industrial Revolution - exploitation of workers.

Adam Smith - died 1790  
Karl Marx - [1818 - 1883]

} productivity & efficiency

↳ 'Das Kapital'

1902

USA → 3 steel companies

- Carnegie Steel
- Federal Steel
- National Steel.

} → merged into US Steel billion \$

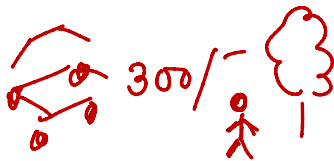
Company.

Elbert H. Garry — Chairman

2/3 of the steel his company produced

Monopoly

E.g



stock.  
3000/-

E.g

→

Theory of surplus value

extra / profit

labour — (8000) /-

Owner — (80,000) /-

Value of goods — Value of labour

80000 — 8000  
=

E.g

Scientist - vaccines

Pharmaceutical company owns.

E.g

Farmer -

Traders - earning.

E.g

Singer -

Music Label Company

Amul - Cooperative Society 36 lakh employees.

Started by Tribhuvandas Patel with  
the help of Sardar Vallabhbhai Patel.

In 1929,

Great Depression / Recession

— — ,  
Great Depression / Recession  
[Stock Market Crash]

John. M. Keynes -

- There should be govt. control.
- No invisible hand
- Rules and regulations should exist.
- Big companies should be prevented from forming monopolies.

UK

Margaret  
Thatcher

USA

Ronald Reagan

Adam  
Smith

• Free market  
Operations

• No govt. rule

• Invisible  
Hand.

→ Inequality increasing

- Inequality increasing
- ↳ Rich getting richer
  - ↳ Poor getting poorer

Capitalism → Decentralisation.

- • New business can be opened.
- • Independent operations
- • Competition
- • Innovation
- • Financial Incentive.

→ Innovations & advancements in

cars	] → improvement.
airplanes	
education	

poverty has declined.

Bill Gates  
Elon Musk.

(A) (B) (C) (D)

Monopoly

BSNL  
Idea  
Docomo

} Reliance  
Jio }  
↓

biggest  
telecom  
network.

Jabong ← Myntsa

Flipkart ← Walmart / Amazon.

" Acquire or  
you get  
acquired "

G Pay  
Y. Tube  
G. Photos  
G. Drive  
G. Maps  
← Google

Environmental Destruction / Societal Destruction  
2000

- Deforestation
- Climate change
- change in biodiversity