



After each expansion and subsequent collapse, the number of capitalists gets smaller, of labor.
until finally all capitalism dies. It is a slow death, but an inevitable one!

Capitalism will destroy itself

↓
replaced by socialism

↓
replaced by communism - social classes

↓
a gov't. will wither away

most importantly: the capitalist makes profit only from the surplus value of labor.
By eliminating labor, he cannot make a profit. [Why: b/c all capital costs its exact value. Whatever amount a machine will make, the capitalist will pay - this is Smith's own idea, based on how the market works to regulate prices.]