

Increased labour productivity reduces poverty

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ACCORDING to Karl Marx there would be no capitalism, open market, open economy and no class-system in the human society. Everybody would be equal or equitable politically, socially and economically. According to Marxist philosophical ideology both human and natural resources are created by God. Natural and physical resources and the income obtained from the available resource should be distributed and re-distributed in an equitable manner. There should not be any class-system in the society like labour class, slavery, private proprietorship. According to Karl Marx there would be remaining a single class only in the society namely, labour class. The ruling class virtually would not exist. Physical and natural properties, God-gifted properties, man-made or non-created property-everything will belong to the labour class. According to Karl Marx existence of poverty benefits or works in favour of the ruling class only. Ruling class is land lord, industrialist, commission agent and the owner of private propriety or private proprietorship, the social and political leaders, army, police and administrative personnel, civil servant, engineer, physician and the bureaucrats etc.

It means that poverty makes a demarcation between two classes namely, poor vs rich, ruling class vs labour class, employer vs employee etc. Under Capitalism

poverty exists significantly. Or a large section of any society under Capitalism is poor. Poverty increases the motivation of working class to work more.

Because without work they will not get any wage, monetary gain or remuneration to feed themselves and their family members. The workers receive unequal rewards or wages for their work because of their differences in skill, ability, and their demand.

So capitalists are relatively more interested in increasing the productivity than to establish a low wage sector. Some people argue that welfare state is relatively a good device for the equitable distribution of income, social benefit, social security system and decreasing poverty and it eliminates the painful disparity between people or between the poor and the rich.

Low wage decreases the standard of life and living, which in turn decreases the demand for wages of the work force. In other words, low wage establishes the structure of low wage itself as a condition of employment.

Or we are poor because we are poor as poverty makes a structure of social poverty. Differences in wage makes a fragment or class system between the working class. Capitalists are scared of unity of the working class. If the working class is united they can fight against the capitalists in different ways. Workers strike may

jeopardise the productive environment of the industry. Worker strike for higher demand is not good for the productive environment. Unity of workers will be a possible threat to capitalist class or investors. However, capitalists, private entrepreneurs under the system of open market, open economy of capitalism actually would like to increase working efficiency of the industrial labour. So capitalists are relatively more

interested in increasing the productivity than to establish a low wage sector. Some people argue that welfare state is relatively a good device for the equitable distribution of income, social benefit, social security system and decreasing poverty and it eliminates the painful disparity between people or between the poor and the rich. The concern of equitable distribution of income arises because of division and classification of social being -such as some are rich, some are poor.

Some are rich because of existence of the fact that some are

poor. Or some are poor because there exist some affluent people in the society. However, the existence of poverty is sometimes practically useful in the environment of open market. We cannot employ anybody to do any kind of job. The poor does the temporary, dead-end, dirty, dangers and menial jobs, which the rich will not undertake. Poverty creates employment, job and careers for middle-class and lower class people in the socie-

not poor.

Theoretically, as mentioned above Karl Marx estimated that there would be no ruling class in the society.

A survival class in the society would be only one class, which is called working class. All kinds of physical and non-physical property, natural property, production units of goods and services and the related technology will belong to the working class. Practically, it did not happen in reality.

Many leftist economy including Russia, China, Eastern Europe have tried their best to implement the Marxist theory of equitable distribution of income towards making a single society of working class. But every economy has clearly failed to implement the Marxism. Those economies are back to the pavilion of Capitalism or open market and open economy.

All we need are to implement the Adam Smith's invisible hand of market forces in which we can work better and increase the production efficiency to satisfy our own-or self-interest under the system of Capitalism. Briefly, Capitalist system is efficient to increase the aggregate supply of goods and services, national income, per capita income, employment and equitable distribution of income, and to build a progressive and happy society. The managed Capitalism can better eliminate the poverty.

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