

INDUSTRIAL REVOLUTION: ECONOMIC IMPACT

Capitalism

- Began with Adam Smith (Wealth of Nations)
- Wants limited government involvement
- People compete for money on the open market
- Rich enjoy what they have
- Poor suffer what they must



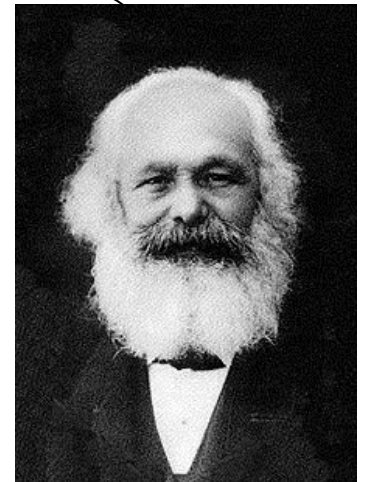
Negatives of Industrialization

- Overpopulation/crowding
- Pollution
- Poor working conditions
- Children work for little pay
- Owners get rich while workers suffer
- Owners control the lives of their workers



Communism

- Dissatisfaction with life under capitalism
- Communism is a response to those injustices
- Karl Marx (with Engels) writes *The Communist Manifesto* and *Das Kapital*
- Argues that workers must be treated equally
- Redistribute wealth to all—share money, land



Labor Unions

- Workers group together, form labor unions
- Lobby for laws to improve the lives of workers, women, and children
- Encourage strikes to improve working conditions and increase wages
- Use collective bargaining to do this -> work together

