

1) It generates investment
+ therefore effective demand
with out backlogs

2) It ~~give~~ yields an additional product
which can be used to set up
workers + capitalists

provided an arrangement for a
distribution satisfactory to both
can be found

↓
If there is no agreement,

— may be because the product is too small
then there is inflation

3) It causes work problems (displacement etc)
But the lack of agreement (England,)
in turn hinders the technical progress
because workers resist the technical
improvements