


## Long-run:

Interpretation is that substance maximum  
can rise  $\neq$  if productivity rises

$$Y^{pt} = wEe^{it}$$

that's the long run theory:

(Modified for use in organic component:  
Then productivity declines  $\neq$  capital.)

The short run condition is to interquill  
as follows: If output is very good  
accumulation, labor gets relatively scarce,  
wages rise and eat into the product,  
so that the normal share does not  
obtain. (Non-linear relation: 

But there is something funny in the organic component  
or long run argument: It is supposed to ~~not~~ reduce  
demand for labor + keep growth the increase in  
wages, so that productivity share can be totally capital.

However, that is becoming necessary only because  
the organic component rises!! So what's the use of it ???