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Capitalism's Crisis And The Economy Of West

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ABSTRACT

It is clear that the global economic cycle is such that its components such as beads and chains like Domino together are intertwined in each other. Indeed, the deep economic crisis in the West for most developing countries is damaging. It states that the island's economy Have. I see less damaged in the turbulent sea. The world economy in the first quarter of 2007 compared to same period last year, has grown to more than 5.2 percent. Meanwhile, world economic growth in the first quarter of 2006, compared to the same period a year earlier, growth was 5.3 percent. The process of global production, are expected in other seasons as well as global economic growth above 5 percent in 2007 to experiment on. World output growth during 2004 and 2006, has experienced severe fluctuations. World economic growth will decline during 2004. Even in late 2004 to its lowest level reached in recent years. But the 2005 loss to be compensated. At the end of this year rose above 5 percent. These days a lot of disappointing news from the world market and financial indicators in Western countries particularly the United States of America to hear. Markets for years to set policy, markets and other financial management information and economic performance in developing countries. Developing countries to fluctuations in the financial and monetary policies of Western countries Haas medium term and long term and are running the stock market collapse and bankruptcy of banks consecutive years the symbol of the power of capitalism, in the last few years that imparts a good model for developing countries to develop and establish financial institutions, banking and did not choose the economic cycle.

Key words: Crisis of Capitalism, West, Crisis, Economy,**Introduction**

Another look at the change of political structures in a wave of pervasive these days, many countries have learned. The political systems are consistent with the communities in which they formed. Developments as they occur based on social developments. According to a set of three interconnected areas of politics, economy and culture encompasses. Islamic awakening in the Arab Middle East and North Africa, Europe and America show that changes, the new culture is emerging in the international system. The nation's approach to dealing with the existing structure and is dependent on the capitalist system. One of the notable characteristics is that despite the current upheaval in the Middle East and North African Arab countries in terms of social, cultural and religious context, are very diverse. In some deep tribal divisions there. But ethnic and religious groups with the slogan of separatism or racial superiority on the field yet. In these movements, struggles with a peaceful manner Peaceful and civil, and goes forward with the settlement with the dictators. The movements in the United States and other parts of the world's most pervasive and critical to the pro-democracy foreign

policy that lacks the necessary coherence and strategic vision of global developments and the Middle East. Must be based on three elements of the revolutionary people, ideologies and charismatic leaders of the be established. But what is seen in regional and international developments are the basis and origin of their belief. Then there are the ideological element. Leader without charisma in this role may change. These developments are designed in cyberspace. These spaces are in the growth and direction. Until Of them as "incident revolutions" are mentioned. Leadership in cyberspace as the basis for self-replication. In many cases, such as the Egyptian uprising could lead to revolution. In other cases, but can also be converted to civil wars and sectarian struggles. Where there is no single management, such as Bahrain and Libya. Time to pretend that the Western theories of Third World economic development steps that will, gain experience of the Western industrialized countries and, through them during their career path. The way it is, its gates will open to foreign investment and trade. But behind these theories is the underlying goals. That it is possible to neglect the development of the country's dependence on the figure. In which case it can be interpreted as being trapped in the trap of the new colonialism. To take these theories, leading to loss of

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local identity and the self. Alternative technology to develop human resources and has caused many people to unemployment. Therefore the solutions seen in the reduced population growth. Serious obstacle to economic development, consider a large population. Now that we are faced with modern technology that does not use the manpower. Unemployment has been caused. Out of this dilemma seems to be the right solution. That humans should spend the time to study the mysteries of existence. Discover the secrets and mysteries of existence any more. In the future to ensure its own survival.

Supply crisis:

Take a quick look at the description of the lexicon of economic capitalism (Capitalism) we read: Capitalism is an economic system in which ownership of the means of production in the hands of private owners (not in public hands). This tool is used for profit in competitive markets. This system has at least two forms of income: wages and profits. It is common to the rental income from the management of natural resources take into account. The other two cases are different. However, what profit is due to the ownership of those assets to provide the means of production, is shown. In this system, land, labor and capital in that group of people, other people with the condition and free from them to produce the material and intellectual production process. In capitalism, investment, production, distribution, revenue, pricing and supply of materials and services in a market economy is determined by personal decisions. Capitalism is characterized by the production of primary goods is done for profit. Not necessarily meet the needs of humans. But where is the profit associated with human needs. In general, capitalism can be two categories of state capitalism (such as the Soviet Union or China after 1927 and current) and decentralized capitalism (NGOs) such as the United States of America was divided. Stemming the fall or fade financial strength and global leadership in the economy based on capitalism, major econometric issues these days of large companies and academic circles, especially the Faculty of Economics, and the International manage Even if the crisis managers. The decay of such huge dimensions of the financial framework. Foundations of political, social, and even in some societies has changed or will soon. The main symptoms that can be lost or in an optimistic mode, the falling of the spirit of the world capitalist system is now being implemented. Many countries are also chains like being named to the crisis include:

A - cut up the credit system of the capitalist countries, especially America.

B. The debt crisis in Europe is poor, and riots in many European countries, especially England.

C. Unprecedented volatility in the stock market and the daily stock price correction in global stock markets.

D. The problem with the foundation of the capitalist economy and the deficit countries, or countries that have adopted the same process, including Greece, Ireland and Portugal. With alarm symptoms and the fact that capitalism cannot know enough economics to how the current drug treatment elixir backwardness in underdeveloped countries or developing countries are growing faster, realized. Today's high oil prices and other raw materials, the Middle East crisis, Japan earthquake and tsunami, the debt crisis in Europe, the problem of deficits, a deteriorating credit ranking of America, capitalism is faced with an unprecedented popular resentment. Currently, the United States of America, Europe Union, Great Britain, Japan are in recession. Even growing economies such as China and Latin America and East Asia, export-based economies such as Germany, rich in raw resources such as the Australian economy, everyone can experience a severe economic slowdown. Until last year, policy makers could continually out of the box solution or magical words, temporary trick to raise the price of stocks, bonds and so-called economic recovery in the making. Solutions include:

A - stimulate economic.

B. Interest rates near zero percent.

C. Step capture of quantitative easing That a non-conventional monetary policy is based on the purchase of assets by the central bank to financial institutions and thus artificial injection of money in the economy.

D. Isolated by bad debts.

E. Trillion dollars to banks and financial institutions.

F. Raising taxes.

G. Reduce public spending and transfer payments, for example, reduction or savings in social welfare systems.

It is clear that the global economic cycle is such that its components such as beads and chains like Domino together are intertwined in each other. Indeed, the deep economic crisis in the West for most developing countries is damaging. It states that the island's economy Are I see less damaged in the turbulent sea. Economic policies of the West and capitalism on the world economy has its undesirable effect of different proportions. The effect is less unpleasant for some states. The best example for this issue, Iran. Iran is now faced with international sanctions. The authorities Iran sanctions against the country are described as ineffective. On the other hand it It is true. Iran's economy because they have less contact with the foreign trade with Other states. The negative impact of the global financial crisis was less. Iran's GDP in 2008 to 6.9 percent rate Was increased. Iran's membership in the WTO, Iran has

the chance and opportunity, which The current world economic crisis less damaged. Among the countries of Europe, Italy and Spain, are in serious credit status. France is in the wrong place. Effects of the economic failure of Italy and Spain will be very large. Provide the necessary funding to help them impossible. In this moment, the central bank in Europe to save money to finance their purchases of bonds to finance facilities for sustainable building in Europe Is, but if you lose your credibility, Italy and Spain. In that case, 627 billion dollars needed to fund the end of 2011 or early 2012, will disappear. The inventory of facilities should be tripled. It is certainly face opposition from Germany, the only choice left to the redemption of debt in a manner similar to Greece, Italy and Spain is. If this country cannot again enter the growth phase, which is highly unlikely, then the only possible reduction or forgiveness of debt is a big part.

Crisis of Capitalism:

Karl Marx Argues that globalization, financial intermediation and the rash of wealth from labor to the capitalists of their own - will be the destruction of Capitalism. Ask the companies lack sufficient jobs are eliminated. My job was to reduce staff. Will exacerbate inequality. This will reduce demand. The sequence of the Middle East to Israel and the recent collapse of popular protests to Britain and the rise of popular anger in China and soon in the advanced economies and markets new qf, all caused by similar factors such as rising inequality, poverty, unemployment and the frustration. Today, even middle-class and low income cut-bound world of social opportunities to make more sense. West is lost in today's economy. To be devious. Both the Anglo-Saxon Capitalism (unbound) and European (welfare state) is no longer sufficient. Perhaps the only possible escape route from the present situation, the countries of the animals with unconditional and Western style are the following:

- A - Stimulate the economy through job creation in infrastructure projects for non-productive.
- B. Progressive taxation Progressive.
- C. Families on the brink of bankruptcy, debt forgiveness
- D. Regulated by a runaway financial system, it's illicit relationship is in western financial firms.

Capitalism and Economic:

Capitalism was a system with positive feedback. Imagine the value of the shares in the stock market is growing and all forecasts indicate that this growth continues. Naturally, many more people willing to buy the stock (to sell) will be. The desire to purchase a limited number of stocks in the market value of shares than they would before. Increased which in

turn attracts more customers to buy and the positive cycle will continue. Similarly, if the stock starts to fall, and forecasts indicate a further fall in the coming days, which in turn encourages holders to sell shares to the rush of lower prices, the stock holders to sell shares be. When Karl Marx Capitalism begins to fall during the beginning of a disaster. Karl Marx and the fire and bloodshed in the streets and speaks. All columns will move to the collapse of modern society and ultimately fall was so heavy that the social order will be completely eroded. A period of anarchy will be the heart of chaos, communism will emerge. Karl Marx saw a big problem both in capitalization. The rich get richer and the poor poorer every day. Until the knife reaches the bone, poor workers and the employer to the wealthy. In fact, he began to consider the workers' revolution would Capitalism crisis. Crisis that ultimately will lead to catastrophic collapse Capitalism. Every time the economy will improve too, the banks (and thus inflation) will be raised. The four-wheel brake on the economy may be slow. Every time the economy was bad, it comes down to the bank's savings scheme, not just putting money in the bank. I have to show that money to work and play in the wheel to move the technology economy. On average, every ten years a major crisis occurs (the latter was about two years ago). This is the worst crisis in decades, 30 (1930), which occurred about 80 years after Marx's theory. When economists still control procedures were not properly designed. And the political situation was very different world. Most important of all, Communism versus Capitalism does not necessarily sit. Marx was not a total solution to socialism. Heavy taxation of the rich and the poor is a solution that will help. Therefore, the control also applies in this context. In the real world but also many examples of socialist countries (which itself is extremely weak) in Western Europe or even Canada have. Capitalism is in Central America and the world. Communism, Capitalism philosophical shape to challenge the mess. Communism was a paradigm. One way of thinking. A look at the world differently. A new religion. In Kemp's view of religion and the religion and the religion of valuation system, Capitalism was a disaster. Similarly Capitalism was a paradigm. A look at the world differently. Camp capitalists, and their value systems, communism was a disaster. There was no logical reason that one hundred percent of the CJS paradigm is superior over another. Select one of the CJS paradigm was more a personal choice, not a logical conclusion. America is a religious act like it does not allow her son's behavior is the world's other religions. International financial system is highly complex and intertwined. The smallest problem in one part of the world can quickly spread to other sectors. If the problem is not quickly contained, must be repeated for bankruptcy and the economic downturn in the chain. The following chart clearly shows the complexity of the

stress and time. Every country to country shows flashes of existing debt. The flashes at the beginning of the debtor and the creditor ends. Width of each of the flashes is also the country's debt capacity.

Conclusion:

The main symptoms that can be lost or in an optimistic mode, the falling of the spirit of the world capitalist system is now being implemented. Many countries are also chains like being named to the crisis. With alarm symptoms and the fact that capitalism cannot know enough economics to how the current drug treatment of backwardness in underdeveloped countries or elixir faster growth in developing countries see realized. Among the countries of Europe, Italy and Spain, are in serious credit status. France is in the wrong place. Effects of the economic failure of Italy and Spain will be very large. West is lost in today's economy. To be devious. Both the Anglo-Saxon Capitalism (unbound) and European (welfare state) is no longer sufficient. Capitalism was a system with positive feedback. Every time the economy will improve too, the banks (and thus inflation) will be raised. The four-wheel brake on the economy may be slow. Every time the economy was bad, it comes down to the bank's savings scheme, not just putting money in the bank. International financial system is highly complex and intertwined. The smallest problem in one part of the world can quickly spread to other sectors.

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