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Innovation and Economic Crisis: A Theoretical Analysis of Marx's Falling Rate of Profit

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ABSTRACT

The concept of “innovation” brings technical progress which provides and sustains economic growth to mind. Even it takes an extensive part in literature in this way it doesn't mean sustainable growth for some thinkers. One of these thinkers is Karl Marx. Marx, claims that, the interruptions of commodity circuit and problem of creating surplus value will be overcome by technical progress, so it will decrease profit. Innovation is a way of overcoming the crisis as it is a reason of crisis. In this article we will analyze concepts of crisis and innovation and then talk over Marx's opinions on crisis and innovation to clarify them for further researchs.

KEYWORDS Innovation; crisis; Marx; profit