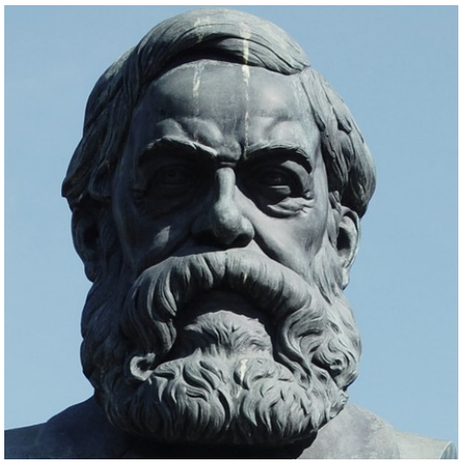
Will it be possible for private property to be abolished at one stroke?

No, no more than existing forces of production can at one stroke be multiplied to the extent necessary for the creation of a communal society.

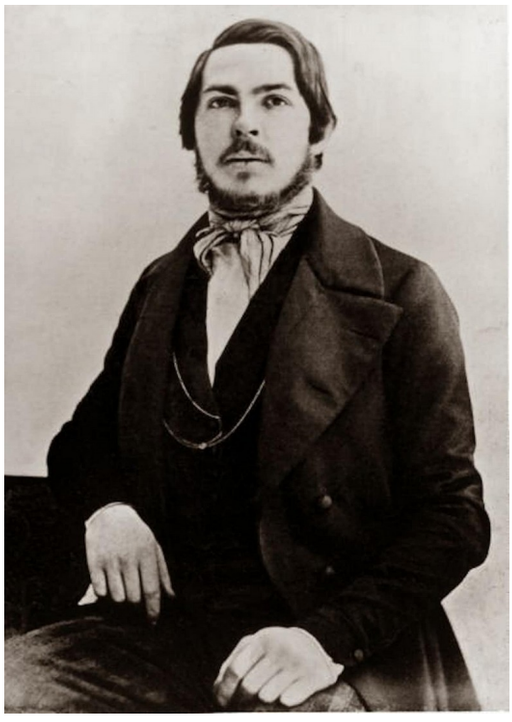
In all probability, **the proletarian revolution will transform existing society gradually and will be able to abolish private property only when the means of production are available in sufficient quantity.**

Friedrich Engels, *Principles of Communism*, 1847



Our theory is a theory of evolution, not a dogma to be learned by heart and to be repeated mechanically. The less it is drilled into the Americans from outside and the more they test it with their own experience […] the deeper will it pass into their flesh and blood. **When we returned to Germany, in spring 1848, we joined the Democratic Party as the only possible means of getting the ear of the working class; we were the most advanced wing of that party, but still a wing of it. When Marx founded the International, he drew up the General Rules in such a way that all working-class socialists of that period could join it** -- Proudhonists, Pierre Lerouxists and even the more advanced section of the English Trades Unions; and **it was only through this latitude that the International became what it was, the means of gradually dissolving and absorbing all these minor sects**, […] **Had we from 1864, to 1873 insisted on working together only with those who openly adopted our platform where should we be to-day?** I think that all our practice has shown that **it is possible to work along with the general movement of the working class at every one of its stages without giving up or hiding our own distinct position** and even organisation […]

Friedrich Engels, *Letter to Florence Kelley Wischnewetsky*, January 27, 1887



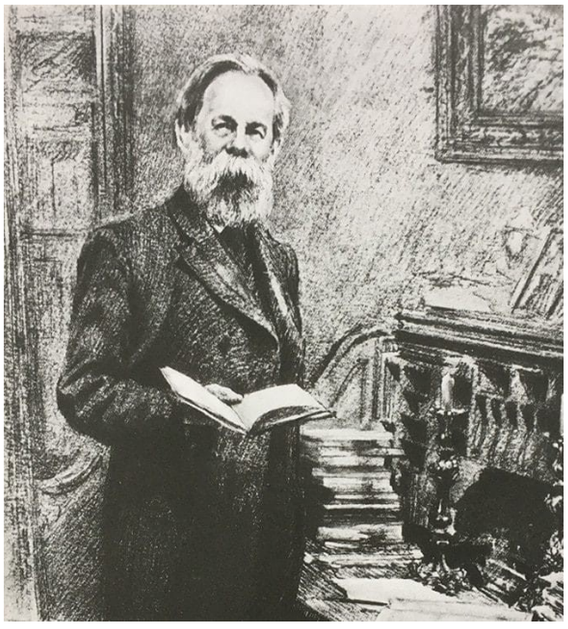
Only through the undervaluation or overvaluation of products is it forcibly brought home to the individual commodity producers what society requires or does not require and in what amounts. But it is precisely this sole regulator that the utopia advocated by Rodbertus among others wishes to abolish. **And if we then ask what guarantee we have that necessary quantity and not more of each product will be produced, that we shall not go hungry in regard to corn and meat while we are choked in beet sugar and drowned in potato spirit, that we shall not lack trousers to cover our nakedness while trouser buttons flood us by the million – Rodbertus triumphantly shows us his splendid calculation**, according to which the correct certificate has been handed out for every

superfluous pound of sugar, for every unsold barrel of spirit, for every unusable trouser button, a calculation which “works out” exactly, and according to which “all claims will be satisfied and the liquidation correctly brought about.

[…]

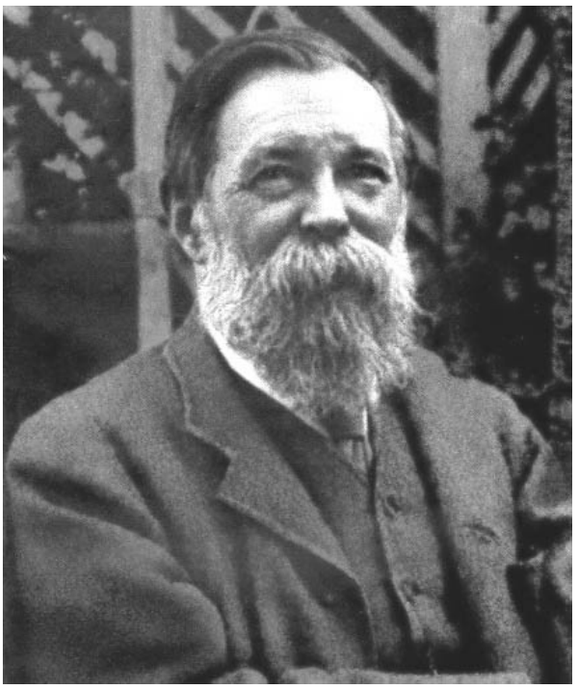
And now consider the naiveté with which Rodbertus would abolish industrial and commercial crises by means of his utopia. As soon as the production of commodities has assumed world market dimensions, the evening-out between the individual producers who produce for private account and the market for which they produce, which in respect of quantity and quality of demand is more or less unknown to them, is established by means of a storm on the world market, by a commercial crisis. **If now competition is to be forbidden to make the individual producers aware, by a rise or fall in prices, how the world market stands, then they are completely blindfolded.** To institute the production of commodities in such a fashion that the producers can no longer learn anything about the state of the market for which they are producing – that indeed is a cure for the crisis disease which could make Dr. Eisenbart envious of Rodbertus.

Engels, *Preface to Poverty of Philosophy, First German Edition*, 1885



[...]anti-Semitism is merely the reaction of declining medieval social strata against a modern society consisting essentially of capitalists and wage-laborers, so that all it serves are reactionary ends under a purportedly socialist cloak; **it is a degenerate form of feudal socialism and we can have nothing to do with that. The very fact of its existence in a region is proof that there is not yet enough capital there.** Capital and wage-labor are today indivisible. **The stronger capital and hence the wage-earning class becomes, the closer will be the demise of capitalist domination. So what I would wish for us Germans, amongst whom I also count the Viennese, is that the capitalist economy should develop at a truly spanking pace rather than slowly decline into stagnation.**

Engels, *On Anti-Semitism*, 1890



To my mind, the so-called “socialist society” is not anything immutable. Like all other social formations, it should be conceived in a state of constant flux and change. **Its crucial difference from the present order consists naturally in production organized on the basis of common ownership by the nation of all means of production. To begin this reorganization tomorrow, but performing it gradually, seems to me quite feasible.** That our workers are capable of it is borne out by their many producer and consumer cooperatives which, whenever they're not deliberately ruined by the police, are equally well and far more honestly run than the bourgeois stock companies.

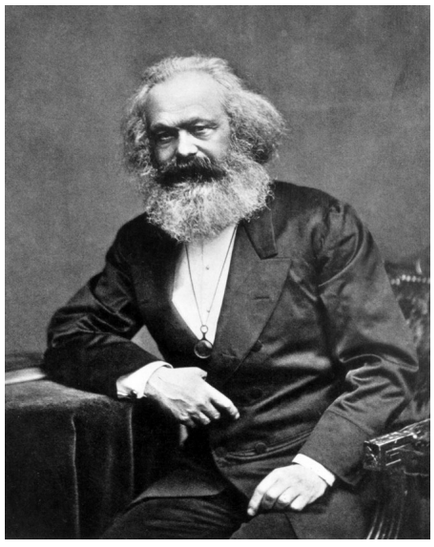
Engels, *Letter to Otto Von Boenigk In Breslau,* August 21, 1890

Philosophers have hitherto only *interpreted* the world in various ways; **the point is to *change* it.**

Karl Marx, *Theses on Feuerbach*, 1845

[…] it is only possible to achieve real liberation in the real world by employing real means, that slavery cannot be abolished without the steam-engine and the mule and spinning-jenny, serfdom cannot be abolished without improved agriculture, and that, in general, people cannot be liberated as long as they are unable to obtain food and drink, housing and clothing in adequate quality and quantity. **"Liberation" is an historical and not a mental act, and it is brought about by historical conditions, the development of industry, commerce, agriculture, the conditions of intercourse.**

Karl Marx, *The German Ideology*, 1845-1846



I have, *which will surprise you not a little*, been speculating—partly in American funds, but more especially in English stocks, which are springing up like mushrooms this year (in furtherance of every imaginable and unimaginable joint stock enterprise), are forced up to a quite unreasonable level and then, for the most part, collapse. In this way, I have made over £400 and, now that the complexity of the political situation affords greater scope, I shall begin all over again. It's a type of operation that makes small demands on one's time, and **it's worth while running some risk in order to relieve the enemy of his money.**

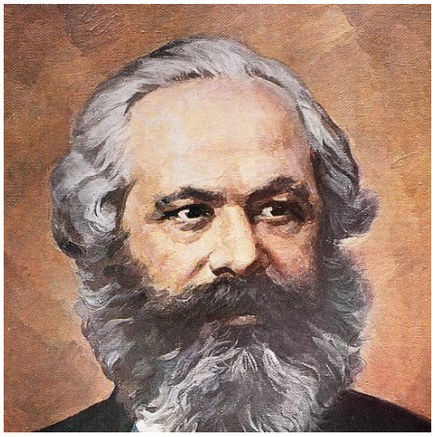
Karl Marx, *Letter to Lion Philips. 25 June 1864,* preserved in *Marx-Engels Collected Works, Vol. 41*

Between capitalist and communist society there lies the period of the revolutionary transformation of the one into the other. Corresponding to this is also a political transition period in which the state can be nothing but the revolutionary dictatorship of the proletariat.

Karl Marx, *Critique of the Gotha Programme*, 1875

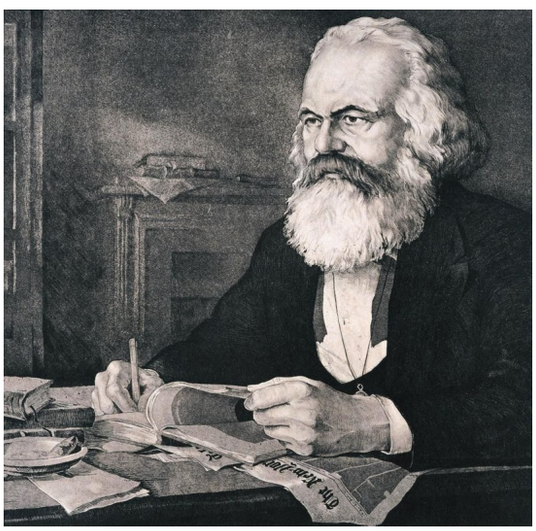
"No social order is ever destroyed before all the productive forces for which it is sufficient have been developed, and new superior relations of production never replace older ones before the material conditions for their existence have matured within the framework of the old society."

Karl Marx, from the preface to A Contribution to the Critique of Political Economy (1859)



Every demand of the simplest bourgeois financial reform, of the most ordinary liberalism, of the most formal republicanism, of the most shallow democracy, is simultaneously castigated as an "attempt on society" and stigmatized as "socialism". And finally the high priests of "religion and order" themselves are driven with kicks from their Pythian tripods, hauled out of their beds in the darkness of night, put in prison vans, thrown into dungeons or sent into exile; their temple is razed to the ground, their mouths are sealed, their pens broken, their law torn to pieces in the name of religion, of property, of the family, of order.

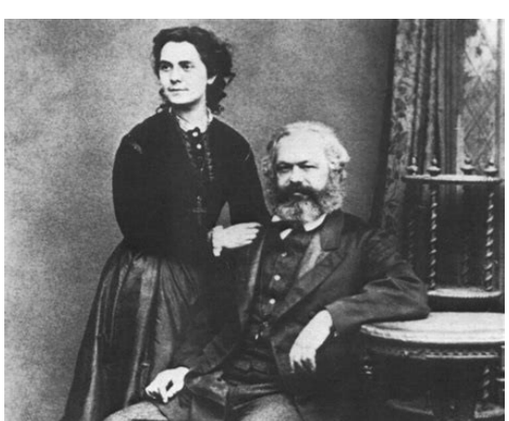
Karl Marx, *The Eighteenth Brumaire of Louis Bonaparte* (1852)



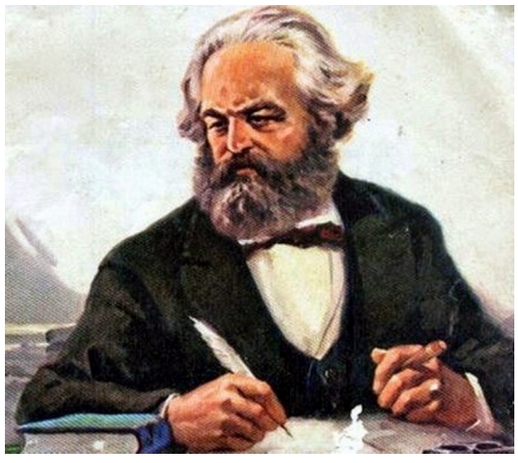
A house may be large or small; as long as the neighboring houses are likewise small, it satisfies all social requirement for a residence. But let there arise next to the little house a palace, and the little house shrinks to a hut. The little house now makes it clear that its inmate has no social position at all to maintain, or but a very insignificant one; and however high it may shoot up in the course of civilization, if the neighboring palace rises in equal or even in greater measure, the occupant of the relatively little house will always find himself more uncomfortable, more dissatisfied, more cramped within his four walls.

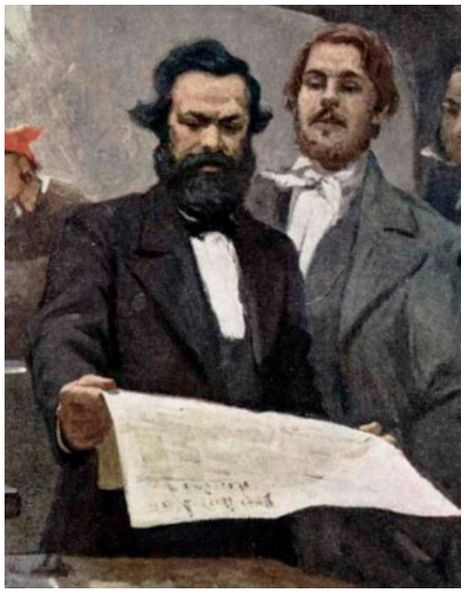
An appreciable rise in wages presupposes a rapid growth of productive capital. **Rapid growth of productive capital calls forth just as rapid a growth of wealth, of luxury, of social needs and social pleasures. Therefore, although the pleasures of the labourer have increased, the social gratification which they afford has fallen in comparison with the increased pleasures of the capitalist, which are inaccessible to the worker, in comparison with the stage of development of society in general. Our wants and pleasures have their origin in society; we therefore measure them in relation to society; we do not measure them in relation to the objects which serve for their gratification.** Since they are of a social nature, they are of a relative nature.

Karl Marx, *Wage Labour and Capital (1847)*, Chapter 6



The thoughts of every piece of private property as such are at least turned against richer private property in the form of envy and the desire to level everything down; hence these feelings in fact constitute the essence of competition. **The crude communist is merely the culmination of this envy and desire to level down on the basis of a *preconceived* minimum. It has a definite, limited measure. How little this abolition of private property is a true appropriation is shown by the abstract negation of the entire world of culture and civilization, and the return to the *unnatural* simplicity of the**





***poor*, unrefined man who has no needs and who has not yet even reached the stage of private property, let along gone beyond it.**

(For crude communism) the community is simply a community of *labor* and equality of *wages*, which are paid out by the communal capital, the community as universal capitalist. Both sides of the relation are raised to an *unimaginary* universality – labor as the condition in which everyone is placed and capital as the acknowledged universality and power of the community.

[…]

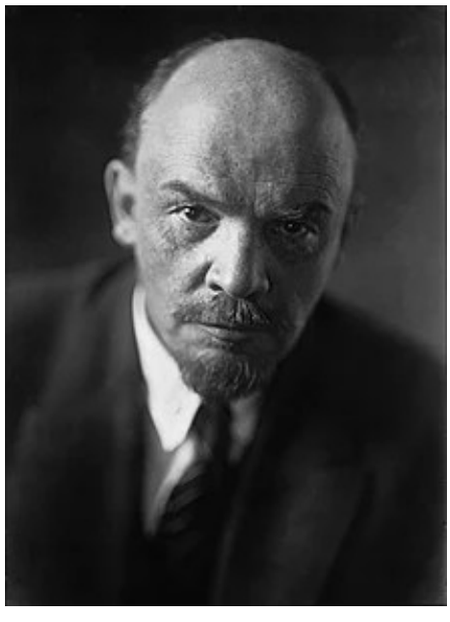
The first positive abolition of private property **– crude communism – is therefore only a manifestation of the vileness of private property trying to establish itself as the positive community.**

[…]

By reducing the worker's needs to the paltriest minimum necessary to maintain his physical existence and by reducing his activity to the most abstract mechanical movement. In so doing, the political economist declares that man has no other needs, either in the sphere of activity or in that of consumption. For even this life he calls human life and human existence.

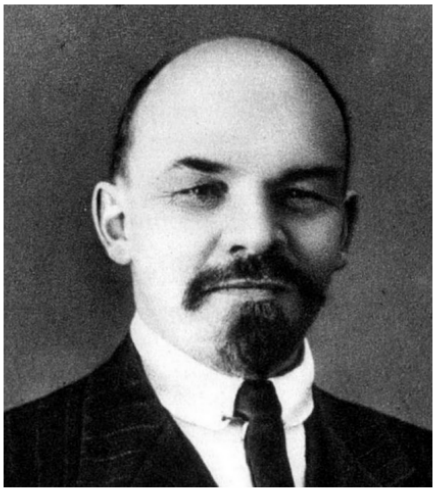
By taking as his standard – his universal standard, in the sense that it applies to the mass of men – the worst possible state of privation which life (existence) can know. **He turns the worker into a being with neither needs nor senses and turn the worker's activity into a pure abstraction from all activity. Hence any luxury that the worker might enjoy is reprehensible, and anything that goes beyond the most abstract need – either in the form of passive enjoyment or active expression – appears to him as a luxury.**

Karl Marx, *Economic and Philosophical Manuscripts, Third Manuscript, Private Property and Labor* (1844)



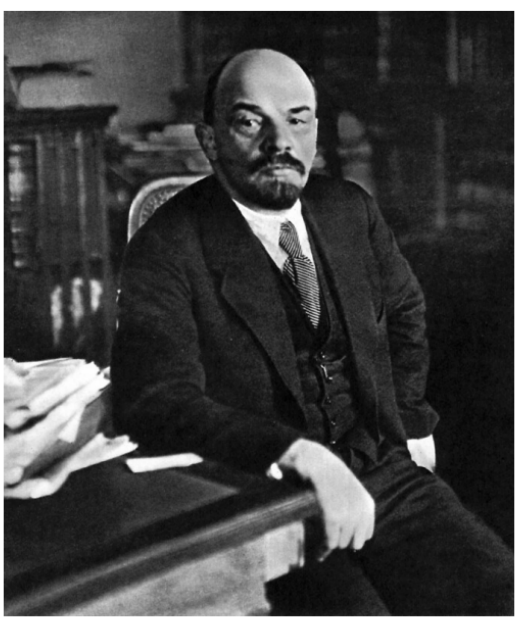
We made the mistake of deciding to go over directly to communist production and distribution. We thought that under the surplus-food appropriation system the peasants would provide us with the required quantity of grain, which we could distribute among the factories and thus achieve communist production and distribution […] brief experience convinced us that that line was wrong, that it ran counter to what we had previously written about the transition from capitalism to socialism, namely, that it would be impossible to bypass the period of socialist accounting and control in approaching even the lower stage of communism […] **our theoretical literature has been definitely stressing the necessity for a prolonged, complex transition through socialist accounting and control from capitalist society (and the less developed it is the longer the transition will take)** to even one of the approaches to communist society.

[…]



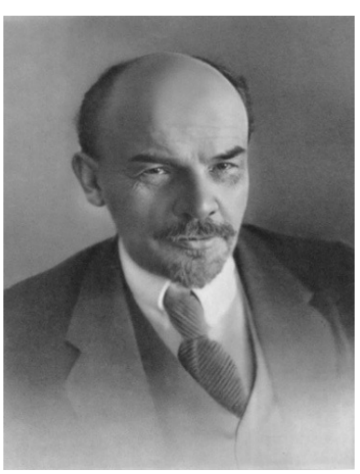
Get down to business, all of you! You will have capitalists beside you, including foreign capitalists, concessionaires and leaseholders. **They will squeeze profits out of you amounting to hundreds per cent; they will enrich themselves, operating alongside of you. Let them. Meanwhile you will learn from them the business of running the economy, and only when you do that will you be able to build up a communist republic.** Since we must necessarily learn quickly, any slackness in this respect is a serious crime. And we must undergo this training, this severe, stern and sometimes even cruel training, because we have no other way out.

Lenin, *The New Economic Policy*, 1921



To make things even clearer, let us first of all take the most concrete example of state capitalism. Everybody knows what this example is. It is Germany. Here we have "the last word" in modern large-scale capitalist engineering and planned organization, *subordinated to Junker-bourgeois imperialism.* Cross out the words in italics, and in place of the militarist, Junker, bourgeois, imperialist *state* put *also a state*, but of a different social type, of a different class content; a *Soviet* state, that is, a proletarian state, and you will have the *sum total* of the conditions necessary for socialism.

Socialism is inconceivable without large-scale capitalist engineering based on the latest discoveries of modern science. It is inconceivable without planned state organization, which keeps tens of millions of people to the strictest observance of a unified standard in production and distribution. **We Marxists have always spoken of this**, and it is not worth while wasting two seconds talking to people who do not understand *even* this (anarchists and a good half of the Left Socialist-Revolutionaries).

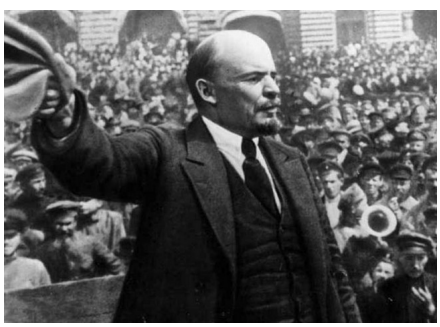


At the same time socialism is inconceivable unless the proletariat is the ruler of the state. This also is ABC. And history (which **nobody, except Menshevik blockheads of the first order, ever expected to bring about "complete" socialism smoothly, gently, easily and simply**) has taken such a peculiar course that it *has given birth* in 1918 to two unconnected halves of socialism existing side by side like two future chickens in the single shell of international imperialism.

Lenin, *"Left-Wing" Childishness*, 1918

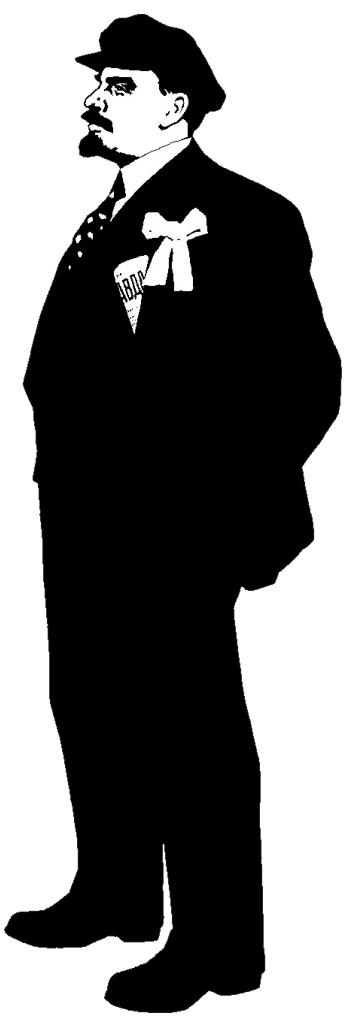
For **socialism is merely the next step forward from state-capitalist monopoly**. Or, in other words, socialism is merely state-capitalist monopoly **which is made to serve the interests of the whole people and has to that extent ceased to be capitalist monopoly.**

Lenin, *The Impending Catastrophe and How to Combat It*, Section Titled: *Can We Go Forward If We Fear To Advance Towards Socialism?, 1917*



The state capitalism, which is one of the principal aspects of the New Economic Policy, is, under Soviet power, a form of capitalism that is deliberately permitted and restricted by the working class. Our state capitalism differs essentially from the state capitalism in countries that have bourgeois governments in that the state with us is represented not by the bourgeoisie, but by the proletariat, who has succeeded in winning the full confidence of the peasantry.

Lenin, *To the Russian Colony in North America*, 14th November, 1922



Socialism means the abolition of classes. The dictatorship of the proletariat has done all it could to abolish classes. But **classes cannot be abolished at one stroke.**

And **classes still remain and will remain in the era of the dictatorship of the proletariat.** The dictatorship will become unnecessary when classes disappear. Without the dictatorship of the proletariat they will not disappear.

Classes have remained, but in the era of the dictatorship of the proletariat every class has undergone a change, and the relations between the classes have also changed. **The class struggle does not disappear under the dictatorship of the proletariat; it merely assumes different forms.**

Under capitalism the proletariat was an oppressed class, a class which had been deprived of the means of production, the only class which stood directly and completely opposed to the bourgeoisie, and therefore the only one capable of being revolutionary to the very end. Having overthrown the bourgeoisie and conquered political power, **the proletariat has become the ruling class; it wields state power, it exercises control over means of production already socialized; it guides the wavering and intermediary elements and classes; it crushes the increasingly stubborn resistance of the exploiters**. All these are specific tasks of the class struggle, tasks which the proletariat formerly did not and could not have set itself.

The class of exploiters, the landowners and capitalists, has not disappeared and cannot disappear all at once under the dictatorship of the proletariat. The exploiters have been smashed, but not destroyed. They still have an inter national base in the form of international capital, of which they are a branch. They still retain certain means of production in part, they still have money, they still have vast social connections. Because they have been defeated, the energy of their resistance has increased a hundred and a thousandfold. The "art" of state, military and economic administration gives them a superiority, and a very great superiority, so that their importance is incomparably greater than their numerical proportion of the population. The class struggle waged by the overthrown exploiters against the victorious vanguard of the exploited, i.e., the proletariat, has become incomparably more bitter. And it cannot be otherwise in the case of a revolution, unless this concept is replaced (as it is by all the heroes of the Second International) by reformist illusions.

Lenin, *Economics And Politics In The Era Of The Dictatorship Of The Proletariat*, 30 October, 1919

State capitalism would be a step forward as compared with the present state of affairs in our Soviet Republic. If in approximately six months' time state capitalism became established in our Republic, this would be a great success and a sure guarantee that within a year socialism will have gained a permanently firm hold and will have become invincible in this country.

I can imagine with what noble indignation some people will recoil from these words. What! The transition to state capitalism in the Soviet Socialist Republic would be a step forward? Isn't this the betrayal of socialism?

We must deal with this point in greater detail.

Firstly, **we must examine the nature of the transition from capitalism to socialism that gives us the right and the grounds to call our country a Socialist Republic** of Soviets.

Secondly, **we must expose the error of those who fail to see the petty-bourgeois economic conditions and the petty-bourgeois element as the *principal* enemy** of socialism in our country.

Thirdly, **we must fully understand the economic implications of the distinction between the Soviet state and the bourgeois state**.

Let us examine these three points.

No one, I think, in studying the question of the economic system of Russia, has denied its transitional character. **Nor, I think, has any Communist denied that the term Soviet Socialist Republic implies the determination of the Soviet power to achieve the transition to socialism, and not that the existing economic system is recognized as a socialist order.**

But what does the word "transition" mean? **Does it**

not mean, as applied to an economy, that the present system contains elements, particles, fragments of both capitalism and socialism? Everyone will admit that it does. But not all who admit this take the trouble to consider what elements actually constitute the various socio-economic structures that exist in Russia at the present time. And this is the crux of the question.

The question arises: What elements predominate? Clearly, **in a small-peasant country, the petty-bourgeois element predominates and it must predominate, for the great majority—those working the land—are small commodity producers.** The shell of state capitalism (grain monopoly, state-controlled entrepreneurs and traders, bourgeois co-operators) is pierced now in one place, now in another by profiteers, the chief object of profiteering being grain.

It is in this field that the main struggle is being waged. Between what elements is this struggle being waged if we are to speak in terms of economic categories such as "state capitalism"? […] **It is not state capitalism that is at war with socialism, but the petty bourgeoisie plus private capitalism fighting together against state capitalism and socialism. The petty bourgeoisie oppose every kind of state interference, accounting and control, whether it be state-capitalist or state-socialist. This is an unquestionable fact of reality whose misunderstanding lies at the root of many economic mistakes.** The profiteer, the commercial racketeer, the disrupter of monopoly—these are our principal "internal" enemies, the enemies of the economic measures of the Soviet power.

[…]

The petty bourgeois who hoards his thousands is an enemy of state capitalism. He wants to employ these thousands just for himself, against the poor, in opposition to any kind of state control. And the sum total of these thousands, amounting to many thousands of millions, forms the base for profiteering, which undermines our socialist construction. Let us assume that a certain number of workers produce in a few days values equal to 1,000. Let us then assume that 200 of this total vanishes owing to petty profiteering, various kinds of embezzlement and the evasion by the small proprietors of Soviet decrees and regulations. Every politically conscious worker will say that if better order and organization could be obtained at the price of 300 out of the 1,000 he would willingly give 300 instead of 200, for it will be quite easy under the Soviet power to reduce this "tribute" later on to, say, 100 or 50, **once order and organization are established and the petty-bourgeois disruption of state monopoly is completely overcome.**

Lenin, *The Tax in Kind*, May 1921

We shall not surrender to "sentimental socialism", or to the old Russian, semi-aristocratic, semi-muzhik and patriarchal mood, with their supreme contempt for trade. We can use, and, since it is necessary, we must learn to

use, all transitional economic forms for the purpose of strengthening the link between the peasantry and the proletariat, for the purpose of immediately reviving the economy of our ruined and tormented country, of improving industry, and facilitating such future, more extensive and more deep-going, measures as electrification.

Marxism alone has precisely and correctly defined the relation of reforms to revolution, although Marx was able to see this relation only from one aspect—under the conditions preceding the first to any extent permanent and lasting victory of the proletariat, if only in one country. Under those conditions, the basis of the proper relation was that **reforms are a by-product of the revolutionary class struggle of the proletariat.** Throughout the capitalist world this relation is the foundation of the revolutionary tactics of the proletariat—the ABC, which is being distorted and obscured by the corrupt leaders of the Second International and the half-pedantic and half-finicky knights of the Two-and-a-Half International. **After the victory of the proletariat, if only in one country, something new enters into the relation between reforms and revolution. In principle, it is the same as before, but a change in form takes place, which Marx himself could not foresee, but which can be appreciated only on the basis of the philosophy and politics of Marxism.** Why were we able to carry out the Brest retreat successfully? Because we had advanced so far that we had room in which to retreat. At such dizzy speed, in a few weeks, from October 25, 1917, to the Brest peace, **we built up the Soviet state, withdrew from the imperialist war in a revolutionary manner and completed the bourgeois-democratic revolution** so that even the great backward movement (the Brest peace) left us sufficient room in which to take advantage of the “respite” and to march forward victoriously against Kolchak, Denikin, Yudenich, Pilsudski and Wrangel.

Before the victory of the proletariat, reforms are a by product of the revolutionary class struggle. After the victory (while still remaining a “by-product” on an international scale) they are, in addition, for the country in which victory has been achieved, a necessary and legitimate breathing space when, after the utmost exertion of effort, it becomes obvious that sufficient strength is lacking for the revolutionary accomplishment of some transition or another. Victory creates such a “reserve of strength” that it is possible to hold out even in a forced retreat, hold out both materially and morally. Holding out materially means preserving a sufficient superiority of forces to prevent the enemy from inflicting utter defeat. Holding out morally means not allowing oneself to become demoralized and disorganized, keeping a sober view of the situation, preserving vigor and firmness of spirit, even retreating a long way, but not too far, and in such a way as to stop the retreat in time and revert to the offensive.

We retreated to state capitalism, but we did not retreat too far. We are now retreating to the state regulation of trade, but we shall not retreat too far. There are visible signs that the retreat is coming to an end; there are signs that we shall be able to stop this retreat in the not too distant future. The more conscious, the more unanimous, the more free from prejudice we are in carrying out this necessary retreat, the sooner shall we be able to stop it, and the more lasting, speedy and extensive will be our subsequent victorious advance.

Lenin, *The Importance Of Gold Now And After The Complete Victory Of Socialism,* November 5 1921

Comrade Reichel, a representative of the American Society for Technical Aid for Soviet Russia, told me about **the incorrect view on the New Economic Policy prevalent among some members of the Russian colony in North America.**

This incorrect view could, I believe, be the result of deliberate misinterpretation of this policy by the capitalist press and the ridiculous tales spread by the embittered whiteguards, who have been driven out of Soviet Russia, as well as by the Mensheviks and Socialist-Revolutionaries.

In Europe these tales about us and especially about our New Economic Policy are falling into disuse. **The New Economic Policy has changed nothing radically in the social system of Soviet Russia, nor can it change anything so long as the power is in the hands of the workers—and that Soviet power has come to stay, no one now, I think, can have any doubt**. The malignity of the capitalist press and the influx of Russian whiteguards in America merely prove our strength.

The state capitalism, which is one of the principal aspects of the New Economic Policy, is, under Soviet power, a form of capitalism that is deliberately permitted and restricted by the working class. Our state capitalism differs essentially from the state capitalism in countries that have bourgeois governments in that the state with us is represented not by the bourgeoisie, but by the proletariat, who has succeeded in winning the full confidence of the peasantry.

Unfortunately**, the introduction of state capitalism with us is not proceeding as quickly as we would like it.** For example, so far we have not had a single important concession, and without foreign capital to help develop our economy, the latter's quick rehabilitation is inconceivable.

Those to whom the question of our New Economic Policy—the only correct policy—is not quite clear, I would refer to the speeches of Comrade Trotsky and my own speech at the Fourth Congress of the Communist International devoted to this question.

Comrade Reichel has told me about the preparatory work which the Society for Technical Aid is doing to organize American agricultural and other producers' communes who wish to come out to work

in Russia and intend to bring with them new instruments of production, tractors, seeds of improved cultures, and so on.

I have already expressed my gratitude to the American comrades in my letters to the Society for Technical Aid and the Society of Friends of Soviet Russia in connection with the very successful work of their agricultural communes and units in Russia in the summer of 1922.

I take this opportunity to thank you once more on behalf of the Soviet Government and to stress the fact that of all the forms of aid the aid to our agriculture and improvement of its technical methods is the most important and valuable for us.

Lenin, *To the Russian Colony in North America*, January 10, 1923

Changes in the forms of socialist development are necessary because the Communist Party and the Soviet government are now adopting special methods to implement the general policy of transition from capitalism to socialism and in many respects are operating differently from the way they operated before: they are capturing a number of positions by a "new flanking movement", so to speak; they are retreating in order to make better preparations for a new offensive against capitalism. **In particular, a free market and capitalism, both subject to state control, are now being permitted and are developing; on the other hand, the socialized state enterprises are being put on what is called a profit basis, i.e., they are being reorganized on commercial lines**, which, in view of the general cultural backwardness and exhaustion of the country, will, to a greater or lesser degree, inevitably give rise to the impression among the masses that there is an antagonism of interest between the management of the different enterprises and the workers employed in them.

The proletarian state may, without changing its own nature, permit freedom to trade and the development of capitalism only within certain bounds, and only on the condition that the state regulates (supervises, controls, determines the forms and methods of, etc.) private trade and private capitalism. The success of such regulation will depend not only on the state authorities but also, and to a larger extent, on the degree of maturity of the proletariat and of the masses of the working people generally, on their cultural level, etc. But even if this regulation is completely successful, the

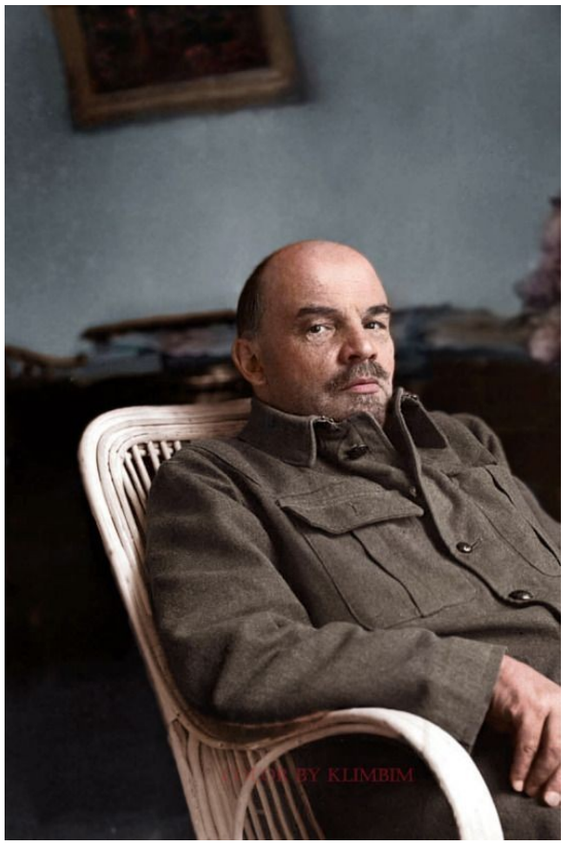
antagonism of class interests between labor and capital will certainly remain. Consequently, one of the main tasks that will henceforth confront the trade unions is to protect in every way the class interests of the proletariat in its struggle against capital. This task should be openly put in the forefront, and the machinery of the trade unions must be reorganized, changed or supplemented accordingly (conflict commissions, strike funds, mutual aid funds, etc., should be formed, or rather, built up).

The transfer of state enterprises to the so-called profit basis is inevitably and inseparably connected with the New Economic Policy; in the near future this is bound to become the predominant, if not the sole, form of state enterprise. In actual fact, this means that with the free market now permitted and developing the state enterprises will to a large extent be put on a commercial basis. In view of the urgent need to increase the productivity of labor and make every state enterprise pay its way and show a profit, and in view of the inevitable rise of narrow departmental interests and excessive departmental zeal, this circumstance is bound; to create a certain conflict of interests in matters concerning labor conditions between the masses of workers and the directors and managers of the state enterprises, or the government departments in charge of them. Therefore, as regards the socialized enterprises, it is undoubtedly the duty of the trade unions to protect the interests of the working people, to facilitate as far as possible the improvement of their standard of living, and constantly to correct the blunders and excesses of business organizations resulting from bureaucratic distortions of the state apparatus.

As long as classes exist, the class struggle is inevitable. In the period of transition from capitalism to socialism the existence of classes is inevitable; and the Programme of the Russian Communist Party definitely states that we are taking only the first steps in the transition from capitalism to socialism. Hence, the Communist Party, the Soviet government and the trade unions must frankly admit the existence of an economic struggle and its inevitability until the electrification of industry and agriculture is completed—at least in the main—and until small production and the supremacy of the market are thereby cut off at the roots.

Lenin, *Role and Functions of the Trade Unions under the New Economic Policy*, 1922

On the question of state capitalism, I think that generally our press and our Party make the



mistake of dropping into intellectualism, into liberalism; **we philosophize about how state capitalism is to be interpreted, and look into old books. But in those old books you will not find what we are discussing; they deal with the state capitalism that exists under capitalism. Not a single book has been written about state capitalism under communism. It did not occur even to Marx to write a word on this subject; and he died without leaving a single precise statement or definite instruction on it.** That is why we must overcome the difficulty entirely by ourselves. And if we make a general mental survey of our press and see what has been written about state capitalism, as I tried to do when I was preparing this report, we shall be convinced that it is missing the target, that it is looking in an entirely wrong direction.

The state capitalism discussed in all books on economics is that which exists under the capitalist system, where the state brings under its direct control certain capitalist enterprises. But ours is a proletarian state it rests on the proletariat; it gives the proletariat all political privileges; and through the medium of the proletariat it attracts to itself the lower ranks of the peasantry (you remember that we began this work through the Poor Peasants Committees). **That is why very many people are misled by the term state capitalism. To avoid this we must remember the fundamental thing that state capitalism in the form we have here is not dealt with in any theory, or in any books, for the simple reason that all the usual concepts connected with this term are associated with bourgeois rule in capitalist society. Our society is one which has left the rails of capitalism, but has not yet got on to new rails. The state in this society is not ruled by the bourgeoisie, but by the proletariat. W**e refuse to understand that when we say “state” we mean ourselves, the proletariat, the vanguard of the working class. State capitalism is capitalism which we shall be able to restrain, and the limits of which we shall be able to fix. **This state capitalism is connected with the state, and the state is the workers, the advanced section of the workers, the vanguard. We are the state**.

State capitalism is capitalism that we must confine within certain bounds; but we have not yet learned to confine it within those bounds. That is the whole point. And it rests with us to determine what this state capitalism is to be. We have sufficient, quite sufficient political power; we also have sufficient economic resources at our command, but the vanguard of the working class which has been brought to the forefront to directly supervise, to determine the boundaries, to demarcate, to subordinate and not be subordinated itself, lacks sufficient ability for it. All that is needed here is ability, and that is what we do not have.

Never before in history has there been a situation in which the proletariat, the revolutionary vanguard, possessed sufficient political power and had state capitalism existing along side it. The whole question turns on our understanding that this is the capitalism that we can and must permit, that we can and must confine

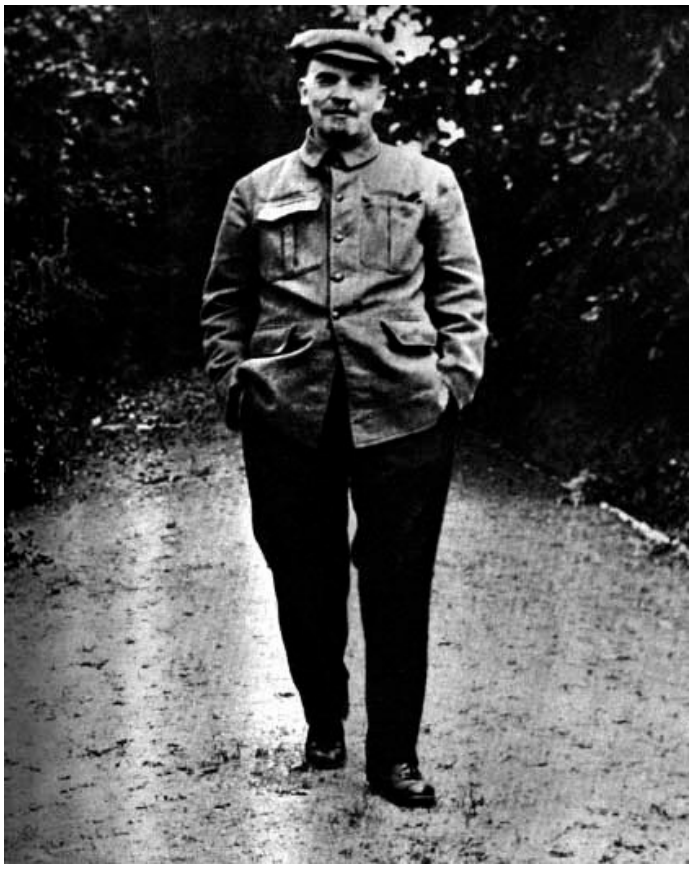
within certain bounds; for this capitalism is essential for the broad masses of the peasantry and for private capital, which must trade in such a way as to satisfy the needs of the peasantry. We must organize things in such a way as to make possible the customary operation of capitalist economy and capitalist exchange, because this is essential for the people. Without it, existence is impossible. All the rest is not an absolutely vital matter to this camp. They can resign themselves to all that. You Communists, you workers, you, the politically enlightened section of the proletariat, which under took to administer the state, must be able to arrange it so that the state, which you have taken into your hands, shall function the way you want it to. Well, we have lived through a year, the state is in our hands; but has it operated the New Economic Policy in the way we wanted in this past year? No. But we refuse to admit that it did not operate in the way we wanted. How did it operate? The machine refused to obey the hand that guided it. It was like a car that was going not in the direction the driver desired, but in the direction someone else desired; as if it were being driven by some mysterious, lawless hand, God knows whose, perhaps of a profiteer, or of a private capitalist, or of both. Be that as it may, the car is not going quite in the direction the man at the wheel imagines, and often it goes in an altogether different direction. This is the main thing that must be remembered in regard to state capitalism. In this main field we must start learning from the very beginning, and only when we have thoroughly understood and appreciated this can we be sure that we shall learn.

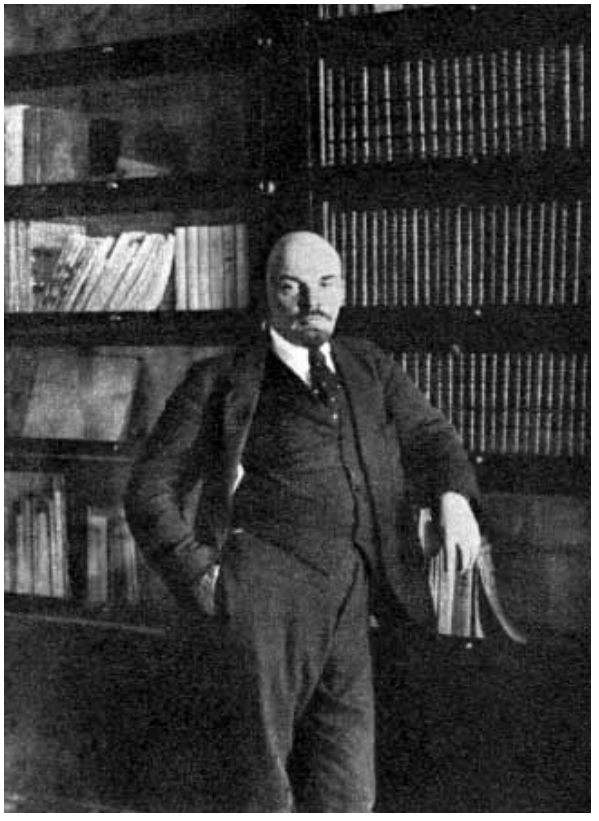
[…]

“State capitalism is capitalism,” said Preobrazhensky, “and that is the only way it can and should be interpreted.” I say that that is pure scholasticism. Up to now nobody could have written a book about this sort of capitalism, because this is the first time in human history that we see anything like it. All the more or less intelligible books about state capitalism that have appeared up to now were written under conditions and in a situation where state capitalism was capitalism. Now things are different; and neither Marx nor the Marxists could foresee this. We must not look to the past. When you write history, you will write it magnificently; but when you write a textbook, you will say: State capitalism is the most unexpected and absolutely unforeseen form of capitalism—for nobody could foresee that the proletariat would achieve power in one of the least developed countries, and would first try to organize large-scale production and distribution for the peasantry and then, finding that it could not cope with the task owing to the low standard of culture, would enlist the services of capitalism. Nobody ever foresaw this; but it is an incontrovertible fact.

[…]

Not a single serious objection has been raised to our adoption of the New Economic Policy. The proletariat is not afraid to admit that certain





things in the revolution went off magnificently, and that others went awry. All the revolutionary parties that have perished so far, perished because they became conceited, because they failed to see the source of their strength and feared to discuss their weaknesses. We, however, shall not perish, because we are not afraid to discuss our weaknesses and will learn to overcome them. **The capitalism that we have permitted is essential. If it is ugly and bad, we shall be able to rectify it, because power is in our hands and we have nothing to fear.** Everybody admits this, and so it is ridiculous to confuse this with panic-mongering.

[…]

The position now is that we have to deal with an enemy in mundane economics, and this is a thousand times more difficult. **The controversies over state capitalism that have been raging in our literature up to now could at best be included in textbooks on history.**

[…]

As regards state capitalism, we ought to know what should be the slogan for agitation and propaganda, what must be explained, what we must get everyone to understand practically. And that is that **the state capitalism that we have now is not the state capitalism that the Germans wrote about. It is capitalism that we ourselves have permitted.** Is that true or not? Everybody knows that it is true!

At a congress of Communists we passed a decision that state capitalism would be permitted by the proletarian state, and we are the state. If we did wrong we are to blame and it is no use shifting the blame to somebody else! We must learn, **we must see to it that in a proletarian country state capitalism cannot and does not go beyond the framework and conditions delineated for it by the proletariat, beyond conditions that benefit the proletariat.**

[…]

If under present conditions the peasant must have freedom to trade within certain limits, we must give it to him, but this does not mean that we are permitting trade in raw brandy. We shall punish people for that sort of trade. It does not mean that we are permitting the sale of political literature called Menshevik and Socialist-Revolutionary and financed by the capitalists of the whole world.

Lenin, *Eleventh Congress Of The R.C.P.(B.)*, March 1922

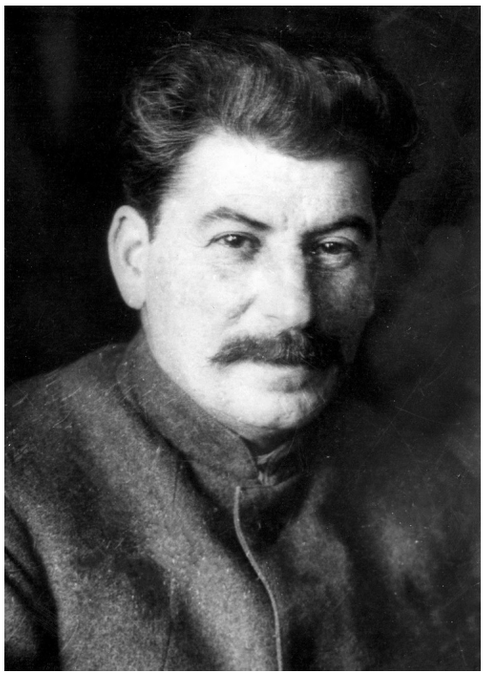
We have said that *there could not have been* Social-Democratic consciousness among the

workers. It would have to be brought to them from without. The history of all countries shows that the working class, exclusively by its own effort, is able to develop only trade union consciousness, i.e., the conviction that it is necessary to combine in unions, fight the employers, and strive to compel the government to pass necessary labour legislation, etc. **The theory of socialism, however, grew out of the philosophic, historical, and economic theories elaborated by educated representatives of the propertied classes, by intellectuals. By their social status the founders of modern scientific socialism, Marx and Engels, themselves belonged to the bourgeois intelligentsia.** In the very same way, in Russia, the theoretical doctrine of Social-Democracy arose altogether independently of the spontaneous growth of the working-class movement; it arose as a natural and inevitable outcome of the development of thought among the revolutionary socialist intelligentsia. In the period under discussion, the middle nineties, this doctrine not only represented the completely formulated programme of the Emancipation of Labour group, but had already won over to its side the majority of the revolutionary youth in Russia.

Lenin, *What Is To Be Done?* (1901)

We often say that our republic is a socialist one. **Does this mean that we have already achieved socialism,** done away with classes and abolished the state (for the achievement of socialism implies the withering away of the state)? Or does it mean that classes, the state, and so on, will still exist under socialism? **Obviously not. Are we entitled in that case to call our republic a socialist one? Of course, we are. From what standpoint? From the standpoint of our *determination* and our *readiness* to achieve socialism**, to do away with classes, etc.

Stalin, *Reply to Kushytev*, 1928



Certain comrades affirm that the Party acted wrongly in preserving commodity production after it had assumed power and nationalized the means of production in our country. They consider that the Party should have banished commodity production there and then. In this connection they cite Engels, who says:

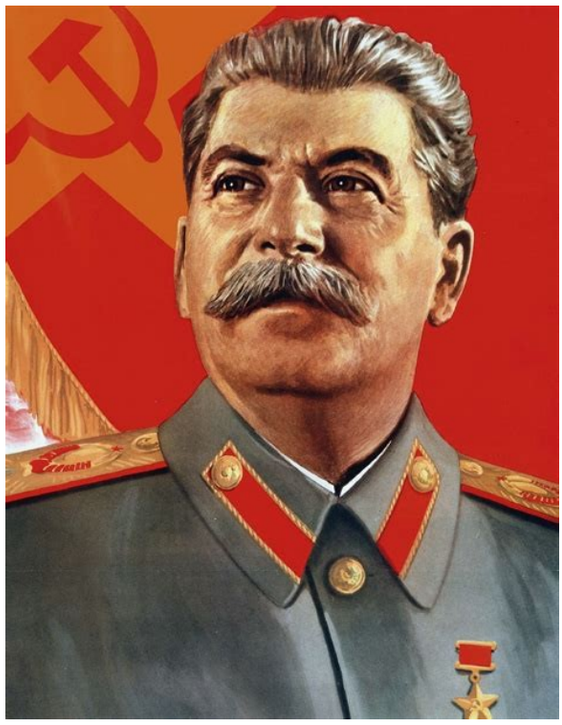
"With the seizing of the means of production by society, production of commodities is done away with, and, simultaneously, the mastery of the product over the producer".

These comrades are profoundly mistaken.

Let us examine Engels' formula. Engels' formula cannot be considered fully clear and precise, because it does not indicate whether it is referring to the seizure by society of all or only part of the means of production, that is, whether all or only part of the means of production are converted into public property. Hence, this formula of Engels' may be understood either way.

Elsewhere in Anti-Duhring Engels speaks of mastering "all the means of production," of taking possession of "all means of production." Hence, in this formula Engels has in mind the nationalization not of part, but of all the means of production, that is, the conversion into public property of the means of production not only of industry, but also of agriculture.

It follows from this that **Engels has in mind countries where capitalism and the concentration of production have advanced far enough both in industry and in agriculture to permit the expropriation of all the means of production in the country and their conversion into public property.** Engels, consequently, considers that **in such countries**, parallel with the socialization of all the means of production, **commodity production should be put an end to. And that, of course, is correct.**



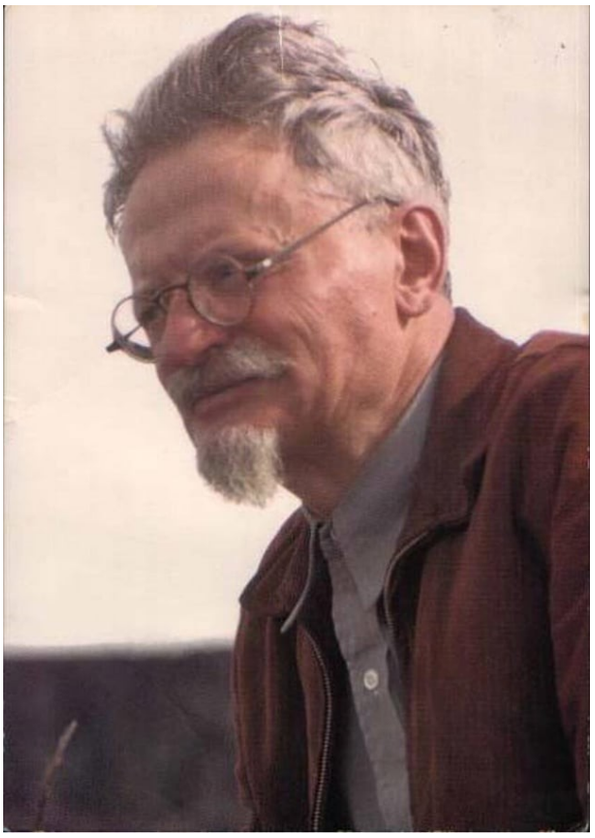
There was only one such country at the close of the last century, when Anti-Duhring was published - Britain. There the development of capitalism and the concentration of production both in industry and in agriculture had reached such a point that it would have been possible, in the event of the assumption of power by the proletariat, to convert all the country's means of production into public property and to put an end to commodity production.

Stalin, *Economic Problems of the USSR, 1951*

In speaking of the capitalists who strive only for profit, only to get rich, I do not want to say that these are the most worthless people, capable of nothing else. Many of them undoubtedly possess great organizing talent, which I do not dream of denying. We Soviet people learn a great deal from the capitalists.

Stalin, *Marxism Versus Liberalism, An Interview With H.G. Wells, 1934*

However, what interests us most within the limits of this analysis is the circumstance that Urbahns attempts to include also the economy of the U.S.S.R. under the term “state capitalism.” And while so doing he refers – it is hardly believable! – to Lenin. There is only one possible way of explaining this reference: as the eternal inventor who creates a new theory a month, Urbahns has no time to read the books he refers to. **Lenin did actually apply the term “state capitalism” but not to the Soviet economy as a whole, only to a certain section of it: the foreign concessions, the mixed industrial and commercial companies, and, in part, to the peasant, and largely kulak co-operatives under state control. All these are indubitable elements of capitalism; but since they are controlled by the state, and even function as mixed companies through its direct participation, Lenin conditionally, or, according to his own expression “in quotes”, called these economic forms, “state capitalism”. The conditioning of this term depended upon the fact that a**



proletarian, and not a bourgeois state was involved; the quotation marks were intended to stress just this difference of no little importance. However, insofar as the proletarian state allowed private capital and permitted it within definite restrictions to exploit the workers, it shielded bourgeois relations under one of its wings. In this strictly limited sense, one could speak of "state capitalism."

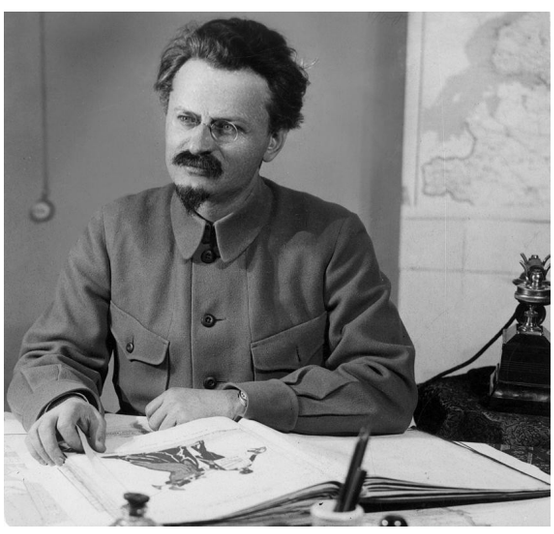
Lenin came out with this very term at the time of the transition to the NEP, when he presupposed that the concessions and the "mixed companies", that is, enterprises based upon the correlation of state and private capital, would occupy a major position in Soviet economy alongside of the pure state trusts and syndicates. In contradistinction to the state capitalist enterprises, – concessions, etc., that is – Lenin defined the Soviet trusts and syndicates as "enterprises of a consistently socialist type." Lenin envisioned the subsequent development of Soviet economy, of industry in particular, as a competition between the state capitalist and the pure state enterprises.

We trust that is clear now within what limits Lenin used this term which has led Urbahns into temptation. In order to round out the theoretical catastrophe of the leader of the "Lenin Bund", **we must recall that contrary to Lenin's original expectations neither the concessions nor the mixed companies played any appreciable role whatsoever in the development of Soviet economy. Nothing has now remained generally of these "state capitalist" enterprises. On the other hand, the Soviet trusts whose fate appeared so very murky at the dawn of the NEP underwent a gigantic development in the years after Lenin's death. Thus, if one were to use Lenin's terminology conscientiously and with some comprehension of the matter, one would have to say that the Soviet economic development passed by completely the stage of "state capitalism", and unfolded along the channel of the enterprises of the "consistently socialist type".**

[…]

To summarize. Under state capitalism, in the strict sense of the word, we must understand the management of industrial and other enterprises by the bourgeois state on its own account, or the "regulating" intervention of the bourgeois state into the workings of private capitalist enterprises. By state capitalism "in quotes" Lenin meant the control of the proletarian state over private capitalist enterprises and relations. Not one of these definitions applies from any side to the present Soviet economy. It remains a deep secret what concrete economic content Urbahns himself puts into his understanding of the Soviet "state capitalism". To put it plainly, his newest theory is entirely built around a badly read quotation.

Leon Trotsky, *The Soviet Union & the 4th International The Class Nature of the Soviet State*, October 1933



Once power has been conquered, the task of construction, above all in economy, becomes posed as the key and, at the same time, the most difficult task. The solution of this task depends upon factors of different orders and varying scope: First, the level to which the productive forces have been developed and in particular the reciprocal relation between industry and agriculture. Second, the general cultural and organizational level of the working class which has conquered state power. Third, the political situation internationally and nationally, namely – whether the bourgeoisie has been defeated decisively or still continues to resist; whether foreign military interventions are underway; whether the technological intelligentsia engages in sabotage, and so forth.

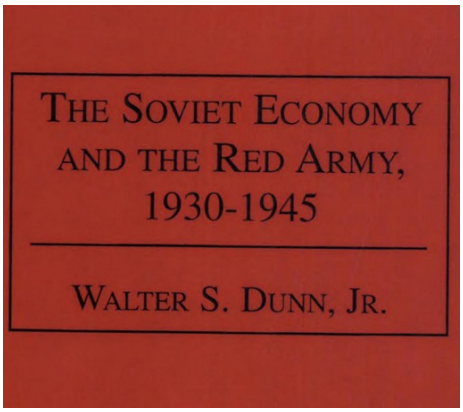
The relative importance of these factors for socialist construction is in the order that I have enumerated. The most fundamental of these factors is the level of the productive forces; next comes the cultural level of the proletariat; and, finally, the political or military-political situation in which the proletariat finds itself consequent upon the conquest of power. But this is a rigidly logical order. **In practice, the working class upon assuming power collides first of all against political difficulties.** In our country these were the White Guard fronts, the interventions, and so on. Secondly, the proletarian vanguard runs up against difficulties that stem from the inadequate cultural level of the broadest working masses. And only then – and thirdly – does the economic construction collide with the limits set by the existing level of the productive forces.

Our party when in power had to carry on its work almost invariably under the pressure of needs dictated by the civil war: and **the history of economic construction during the five years of soviet Russia's existence cannot be understood if approached solely from the standpoint of economic expediency.** It must be approached, first of all, with the gauge of military-political necessity and, only in the second place with the gauge of economic expediency.

What is rational in economic life does not always coincide with what is necessary in politics. If in the course of war I am menaced by a White Guard invasion, I blow up a bridge. From the abstract standpoint of economic expediency it is barbarism, but from a political standpoint it is a necessity. I would be a fool and a criminal *not* to blow up a bridge in time. We are reconstructing our economy as a whole primarily under the pressure of the need to secure militarily the power of the working class. We have learned in the elementary school of Marxism that it is impossible to jump from capitalism into the socialist society at one leap.

Trotsky, *The New Economic Policy of Soviet Russia and the Perspectives of the World Revolution*, 1922

"**The modern factories that defeated the Germans**



in World War II had their origin in the many technical agreements signed with foreign firms […] **By March 1930 the [USSR] had signed 104 contracts. Of the 104, 81 were with American or German companies** […] Over 400 American engineers made the architectural drawings for the Magnitogorosk plant, the largest project in the First Five-Year Plan. […] In May 1930, McKee waws hired to supervise the construction as well. By 1931, 250 American engineers were working on the project […] McKee brought in engineers from General Electric to work on the huge electrical installation. New open-hearth furnaces were designed by the Freyn Company […] the American Morgan Engineering Company […] and the German Demag A-G."

Walter Dunn Jr., *The Soviet Economy and the Red Army 1930-1945,* 1995

The upper petty bourgeoisie and middle bourgeoisie, oppressed and injured by the landlords and big bourgeoisie and their state power, may take part in the new-democratic revolution or stay neutral, though they are themselves bourgeois. **They have no ties, or comparatively few, with imperialism** and are the **genuine *national* bourgeoisie. Wherever the state power of New Democracy extends, it must firmly and unhesitatingly protect them.**

[…]

It is absolutely impermissible to repeat such wrong ultra-Left polices towards the upper petty bourgeois and middle bourgeois sectors in the economy as our Party adopted during 1931-34 (unduly advanced labor conditions, excessive income tax rates, encroachment on the interests of industrialists and merchants during the land reform, and the adoption as a goal of the so-called "workers' welfare", which was a short-sighted and one-sided concept, instead of the goal of developing production, **promoting economic prosperity, giving consideration to both public and private interests and benefiting both labor and capital)**. To repeat such mistakes would certainly damage the interests both of the working masses and of the new-democratic state.

[…]

To sum up, the economic structure of New China will consist of: (1) the state-owned economy, which is the leading sector; (2) the agricultural economy, developing step by step from individual to collective; and (3) **the economy of small independent craftsmen and traders and the economy**

of small and middle private capital. These constitute the whole of the new-democratic national economy. The principles guiding the new-democratic national economy must closely conform to **the general objective of developing production, promoting economic prosperity, giving consideration to both public and private interests and benefiting both labor and capital.** Any principle, policy or measure that deviates from this general objective is wrong.

Mao Zedong, *The Present Situation and Our Tasks,* 25th December, 1947.

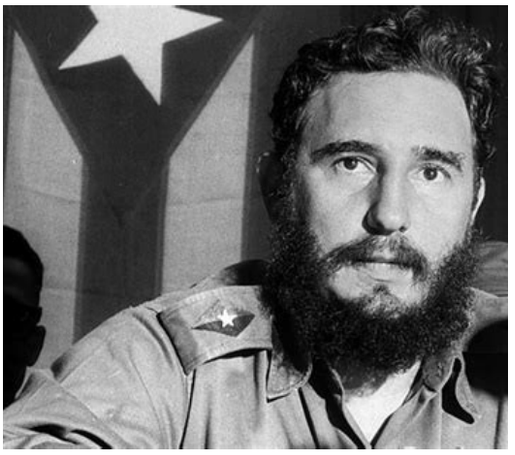
preserved in *The Selected Works of Mao Zedong*

”We want to do business.” Quite right, business will be done. We are against no one except the domestic and foreign reactionaries who hinder us from doing business […] When we have beaten the internal and external reactionaries by uniting all domestic and international forces, **we shall be able to do business with all foreign countries on the basis of equality, mutual benefit and mutual respect for territorial integrity and sovereignty.**

Mao Zedong, *On The People’s Democratic Dictatorship*, 30th June, 1949

The present-day capitalist economy in China is a capitalist economy which for the most part is under the control of the People's Government and which is linked with the state-owned socialist economy in various forms and supervised by the workers. It is not an ordinary but a particular kind of capitalist economy, namely, a state-capitalist economy of a new type. **It exists not chiefly to make profits for the capitalists but to meet the needs of the people and the state.** True, a share of the profits produced by the workers goes to the capitalists, but that is only a small part, about one quarter, of the total. The remaining three quarters are produced for the workers (in the form of the welfare fund), for the state (in the form of income tax) and for expanding productive capacity (a small part of which produces profits for the capitalists). **Therefore, this state-capitalist economy of a new type takes on a socialist character to a very great extent and benefits the workers and the state.**

Mao Zedong, *On State Capitalism, July 9th, 1953*



I think China is a socialist country, and Vietnam is a socialist nation as well. And they insist that they have introduced all the necessary reforms in order to **motivate national development** and to continue seeking the objectives of socialism. **There are no fully pure regimes or systems**. In Cuba, for instance, **we have many forms of private property. We have hundreds of thousands of farm owners. In some cases they own up to 110 acres (some 150 hectares). In Europe they would be considered large landholders.** Practically all Cubans own their own home and, what is more, **we welcome foreign investment.** But **that does not mean that Cuba has stopped being socialist.**

Fidel Castro, *Interview with La Stampa reporter Jas Gawronski*, published 2nd of January, 1994

"I am convinced that more and more people will come to believe in Marxism, because it is a science. Using historical materialism, it has uncovered the laws governing the development of human society. **Feudal society replaced slave society, capitalism supplanted feudalism, and, after a long time, socialism will necessarily supersede capitalism. This is an irreversible general trend of historical development, but the road has many twists and turns. Over the several centuries that it took for capitalism to replace feudalism, how many times were monarchies restored! So, in a sense, temporary restorations are usual and can hardly be avoided.** Some countries have suffered major setbacks, and socialism appears to have been weakened. But the people have been tempered by the setbacks and have drawn lessons from them, and that will make socialism develop in a healthier direction. So don't panic, don't think that Marxism has disappeared, that it's not useful any more and that it has been defeated. Nothing of the sort!"

Deng Xiaoping, *Excerpts From Talks Given In Wuchang, Shenzhen, Zhuhai And Shanghai*, 1992

Recently the college and university students created some disturbances. It is not the students themselves who are to blame for it but a small number of persons with ulterior motives, mainly higher intellectuals inside the Party who incited them to action. We have dealt with the matter sternly. But **the struggle against bourgeois liberalization has not ended**. Some people are still not clear what we are doing now in China. Everyone says that the modernization programme is a good thing, but some people have an understanding of it that is different from ours. **By modernization we mean socialist modernization**, but what those people advocate is modernization without socialism. This shows that they have forgotten the essence of the matter and that they have departed from the road China must take in its development.

Deng Xiaoping, *We Must Tell Our Young People About China's History*, 1987

This question is vital: here **we can make no concessions. We shall continue to struggle against bourgeois liberalization throughout the process of modernization, not only in this century but in the next**. However, precisely because this will be a long-term struggle, instead of launching a political movement we shall use mainly the method of education. Education and persuasion are also a form of struggle. But only our achievements in economic development can eventually convince those who do not believe in socialism. I**f we can become comparatively prosperous by the end of this century, they will be partly convinced, and when we have turned China into a moderately developed socialist country by the middle of the next century, they will be completely convinced.** By that time most of them will have recognized their mistake. I think it will be possible for us to reach that magnificent goal.

Deng Xiaoping, *We Must Tell Our Young People About Chinese History*, 1987

Why do some people always insist that the market is capitalist and only planning is socialist? Actually they are both means of developing the productive forces. So long as they serve that purpose, we should make use of them. If they serve socialism they are socialist; if they serve capitalism they are capitalist. It is not correct to say that planning is only socialist, because there is a planning department in Japan and there is also planning in the United States.

Deng Xiaoping, *Planning and the Market Are Both Means of Developing the Productive Forces*, 1987

The United States and the Soviet Union have held talks that showed an encouraging tendency towards disarmament. We are happy to see this. I looked forward to the end of the Cold War, but now I feel disappointed. It seems that one Cold War has come to an end but that two others have already begun: one is being waged against all the countries of the South and the Third World, and the other against socialism. **The Western countries are staging a third world war without gunsmoke. By that I mean they want to bring about the peaceful evolution of socialist countries towards capitalism.**

We are not surprised at the developments in Eastern Europe. These changes were bound to take place sooner or later. The trouble there started from inside. The Western countries have the same attitude towards China as towards the East European countries. **They are unhappy that China adheres to socialism.** The turmoil that arose in China this year also had to come about sooner or later. We ourselves were partly to blame. As you know, **two of our General Secretaries fell because of their failure to deal with the problem of bourgeois liberalization. If China allowed bourgeois liberalization, there would inevitably be turmoil.** […]

the Group of Seven summit meeting issued a declaration imposing sanctions on China. What qualifies them to do that? Who granted them the authority? Actually, national sovereignty is far more important than human rights, but **they often infringe upon the sovereignty of poor, weak countries of the Third World. Their talk about human rights, freedom and democracy is only designed to safeguard the interests of the strong, rich countries, which take advantage of their strength to bully weak countries**, and which pursue hegemony and practice power politics. We never listen to such stuff. Nor do you.

Deng Xiaoping, Speaking to Julius Nyerere, *We Must Adhere To Socialism and Prevent Peaceful Evolution Towards Capitalism*, 1989

So, to build socialism it is necessary to develop the productive forces. Poverty is not socialism. To uphold socialism, a socialism that is to be superior to capitalism, it is imperative first and foremost to eliminate poverty. True, we are building socialism, but that doesn't mean that what we have achieved so far is up to the socialist standard. **Not until the middle of the next century, when we have reached the level of the moderately developed countries, shall we be able to say that we have really built socialism and to declare convincingly that it is superior to capitalism. We are advancing towards that goal.**

Deng Xiaoping, *To Uphold Socialism We Must Eliminate Poverty*, 26th April, 1987

The mainland will maintain the socialist system and not turn off onto the wrong road, the road to capitalism. One of the features distinguishing socialism from capitalism is that socialism means common prosperity, not polarization of income. The wealth created belongs first to the state and second to the people; it is therefore impossible for a new bourgeoisie to emerge. The amount that goes to the state will be spent for the benefit

of the people, a small portion being used to strengthen national defence and the rest to develop the economy, education and science and to raise the people's living standards and cultural level.

Since the downfall of the Gang of Four an ideological trend has appeared that we call bourgeois liberalization. Its proponents worship the "democracy" and "freedom" of the Western capitalist countries and reject socialism. This cannot be allowed. China must modernize; it must absolutely not liberalize or take the capitalist road, as countries of the West have done. Those proponents of bourgeois liberalization who have violated state law must be dealt with severely.

Deng Xiaoping, *Bourgeois Liberalization Means Taking The Capitalist Road*, 1985

Then in 1966 came the "cultural revolution", which lasted a whole decade, a real disaster for China. **During that period many veteran cadres suffered persecution, including me. I was labelled the "No. 2 Capitalist Roader" after Liu Shaoqi. Liu was called "commander-in-chief of the bourgeois headquarters" and I "deputy commander-in-chief"**. Many strange things happened in those days. For instance, **people were told that they should be content with poverty and backwardness and that it was better to be poor under socialism and communism than to be rich under capitalism.** That was the sort of rubbish peddled by the Gang of Four. **There is no such thing as socialism and communism with poverty. The ideal of Marxists is to realize communism. According to Marx, communist society is a society in which the principle of from each according to his ability, to each according to his needs is applied.** What is the principle of to each according to his needs? **How can we apply this principle without highly developed productive forces and vast material wealth?** According to Marxism, communist society is a society in which there is overwhelming material abundance. Socialism is the first stage of communism; it means expanding the productive forces, and it represents a long historical period. **Only if we constantly expand the productive forces can we finally achieve communism. The Gang of Four's absurd theory of socialism and communism led only to poverty and stagnation.**

[…]

Certain individuals, pretending to support the reform and the open policy, call for wholesale Westernization of China in an attempt to lead the country towards capitalism. These people don't really support our policies; they are only trying vainly to change the nature of our society. If China were totally Westernized and went capitalist, it would be absolutely impossible for us to modernize. The problem we have to solve is how to enable our one billion people to cast off poverty and become prosperous. **If we adopted the capitalist system in China, probably a small number of people would be enriched, while the overwhelming majority would remain in a permanent state of poverty. If that happened, there would be a revolution in China. China's modernization**

can be achieved only through socialism, not capitalism. There have been people who have tried to introduce capitalism into China, and they have always failed.

Deng Xiaoping, *We shall draw on historical experience and guard against wrong tendencies*, April 30, 1987

If private property, money, abstract value production, class society, and the state, are abolished prematurely, when the oppressive logic and power of capital still controls the entire world, China would become vulnerable to both external imperialist violence and internal reactionary sabotage (no doubt under the banner of "democracy"). The Communist Party would be immediately compromised by foreign backed elements; the country might be torn apart once again by civil war, and once again subjected to imperialist domination. **The Chinese revolution, what so many millions fought, worked tirelessly, and sacrificed their lives for, will have been for nothing.**

Marxism is anything but rigid and dogmatic, and has always been about adapting to the ever changing objective conditions of each era, using what ever is available toward revolutionary goals. The opinion of those baizuo who think that China should have chosen the disastrous course of action described above, or at least remained underdeveloped, poor, and weak, in order to satisfy their fundamentalist interpretation of Marxism, should not be indulged. These myopic and short-sighted "left com", "ultra-left", or modern "Maoist" types love to denounce modern China as a betrayal of socialism, without considering that it is the failure of the Western left to do successful revolutions in their countries which made it necessary for existing socialist states to adapt to the global conditions of entrenched neo-liberal capitalism.

Those who think that 1.4 billion people, who for 200 years suffered so immensely under vicious colonial rule and brutal capitalist domination, will so quickly forget what their true enemy is, don't know much about capitalism, colonialism, or people.

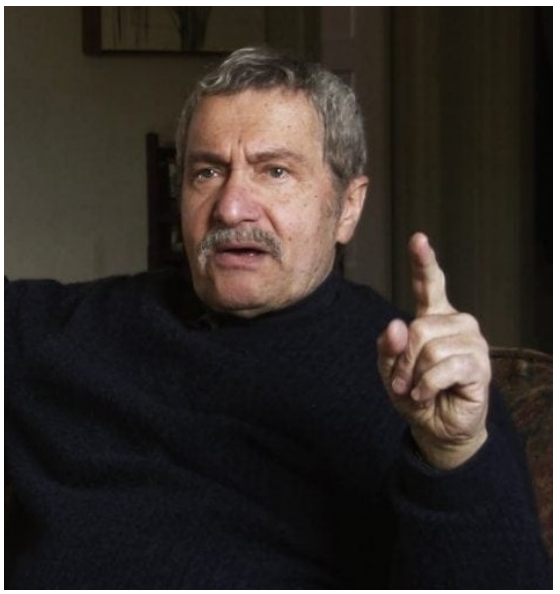
He Zhao, *The Long Game and Its Contradictions*, 27th October, 2018

Taken together, these accounts tell a pretty compelling and straightforward story: **a worker**

state led by a vanguard party has placed the productive forces developed by capitalism under human control once again, for the benefit of the many rather than the few, and so definitively begun the complex and difficult transition away from capitalism and into communism that we call socialism. Capitalists, sheltered and insular in their dealings with fellow human beings, don't understand that they are not sympathetic characters, so they shamelessly self-victimize in the press in the hopes of winning sympathy from the masses, in a futile effort to rally the necessary fervor for military intervention. **The situation looks grim for the forces of reaction.**

… And then the Western Left bursts onto the scene with a litany of harsh recriminations, determined to build up China into a villain worthy of war: "China has billionaires." "China still has inequality." "China still has wage labor." "There's no free speech there." "Suicide nets." "Free Tibet." "Xinjiang is East Turkestan." "Liberate Hong Kong." "Neither Washington Nor Beijing." Their indulgence in atrocity propaganda is unparalleled, and they'll often outdo original sources and even the most vicious reactionaries in their preening paraphrases of Chinese horror.

Roderic Day, *China Has Billionaires*,
5th of April, 2021



The pure socialists' ideological anticipations remain untainted by existing practice. They do not explain how the manifold functions of a revolutionary society would be organized, how external attack and internal sabotage would be thwarted, how bureaucracy would be avoided, scarce resources allocated, policy differences settled, priorities set, and production and distribution conducted. Instead, they offer vague statements about how the workers themselves will directly own and control the means of production and will arrive at their own solutions through creative struggle. **No surprise then that the pure socialists support every revolution except the ones that succeed.**

Michael Parenti, *Blackshirts and Reds: Rational Fascism and the Overthrow of Communism, 1997*

Bourgeois empiricism seems to come to conclusions that bear out [i.e confirm] Marx, even though academics who purport to 'refine' Marx insist such conclusions are 'theoretically impossible'.

Chris Harman, *Do Wages Cause Inflation? (They Don't!), March 1979*

China is not a free market economy. We tried. We let them into the World Trade Organization. We sent businesses over there. We made trade deals. **They are a controlled top-down economy. You will never compete and win against them, unless you take *back* the means of production.**

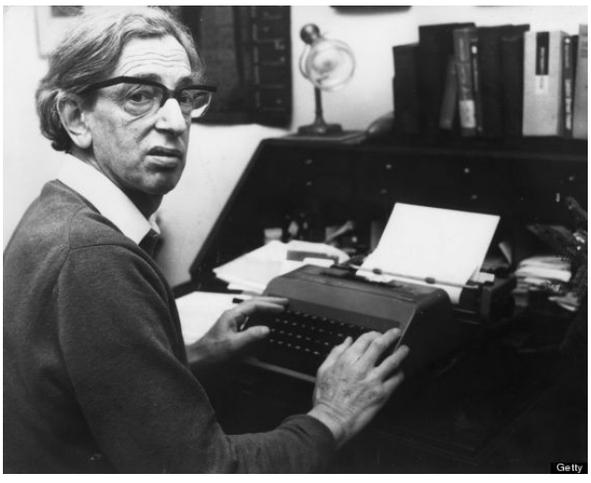
Hillary Clinton, *interview with Chatham House [now deleted from Youtube]* (2021)

China has found a way to use capitalism against us, and what I mean by that is the ability to attract investment into entities that are deeply linked to the state.

Marco Rubio, interview with *Face the Nation* on Jan. 29, 2023

Capitalism Didn't Change China – China Changed Capitalism!

Marco Rubio, Senate speech, Mar 2, 2023



The Japanese elite knew their country to be one among many confronted by the dangers of conquest or subjection which they had faced in the course of a long history […] what is perhaps more important, **the Japanese elite possessed a state apparatus and a social structure capable of controlling the movement of an entire society. To transform a country from above without risking either passive resistance, disintegration, or revolution is extremely difficult.** The Japanese rulers were in the historically exceptional position of being able to mobilise a traditional mechanism of social obedience for the purposes of a sudden, radical, but controlled 'westernisation' […] the 'Meiji Restoration' […] a drastic 'revolution from above' […] The parallelism between Japan and Prussia has often been made. I**n both countries capitalism was formally installed not by bourgeois revolution [against feudal lords] but from above, by an old [feudal] bureaucratic-aristocratic order which recognised that its survival could not otherwise be assured.**

Eric Hobsbawm, *Age of Capital (1848-1875)*, Chapter 8

Those who make **peaceful revolution impossible** will make **violent revolution inevitable**.

John Fitzgerald Kennedy, *on the first anniversary of the Alliance for Progress*, 13 March 1962