Moore's law predicts that transistor density would double every 2 years . It's not a physical law but just an observation.

Physical limitations:

- Power/Temperature problem:
 Increased power consumption due to increasing transistor density leads to increase in temperature. Inefficient cooling could lead to physically melting the chip.
- Voltage scaling reduces the power consumption.
 The dynamic power is proportional to square of voltage swing.
- Threshold voltage of transistor:
 Due to a Threshold voltage of transistors, reducing voltage below a certain level is not possible. Thus voltage scaling is limited due to threshold voltage
- Noise/Threshold problem:
 Failure to understand the noise in highs and lows due to smaller voltage swings. Voltage scaling is limited due to noise.
- **Leakage power loss**: Reducing size of transistors implies thinner insulators, this leads to power leakage and has been a growing concern as we scale down transistors. Voltage scaling cannot prevent leakage power loss.