



C

**B**

A









7







12



14



16



15



13



1

1



8



2



-5 ↓

—

8



-11



-13



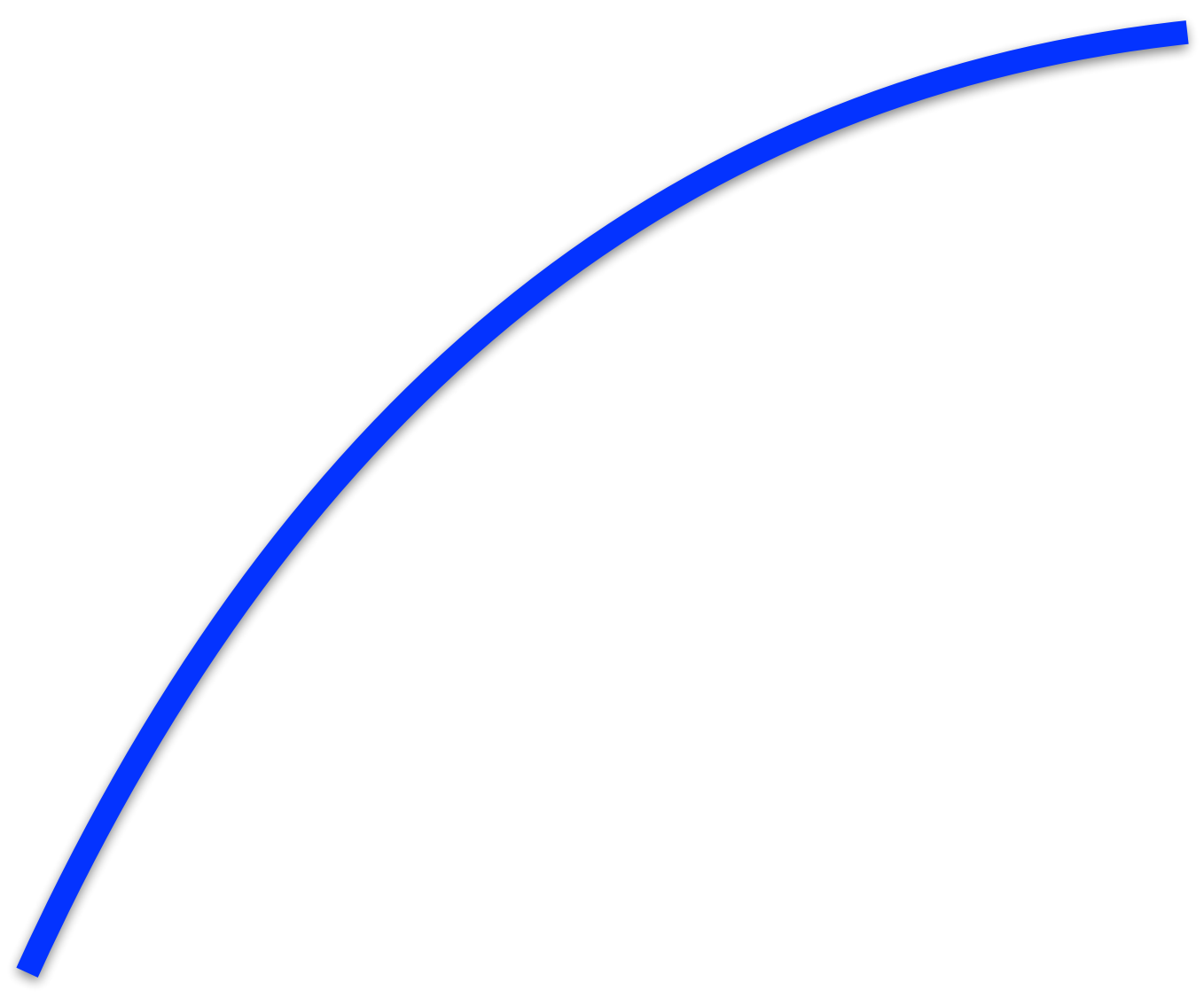


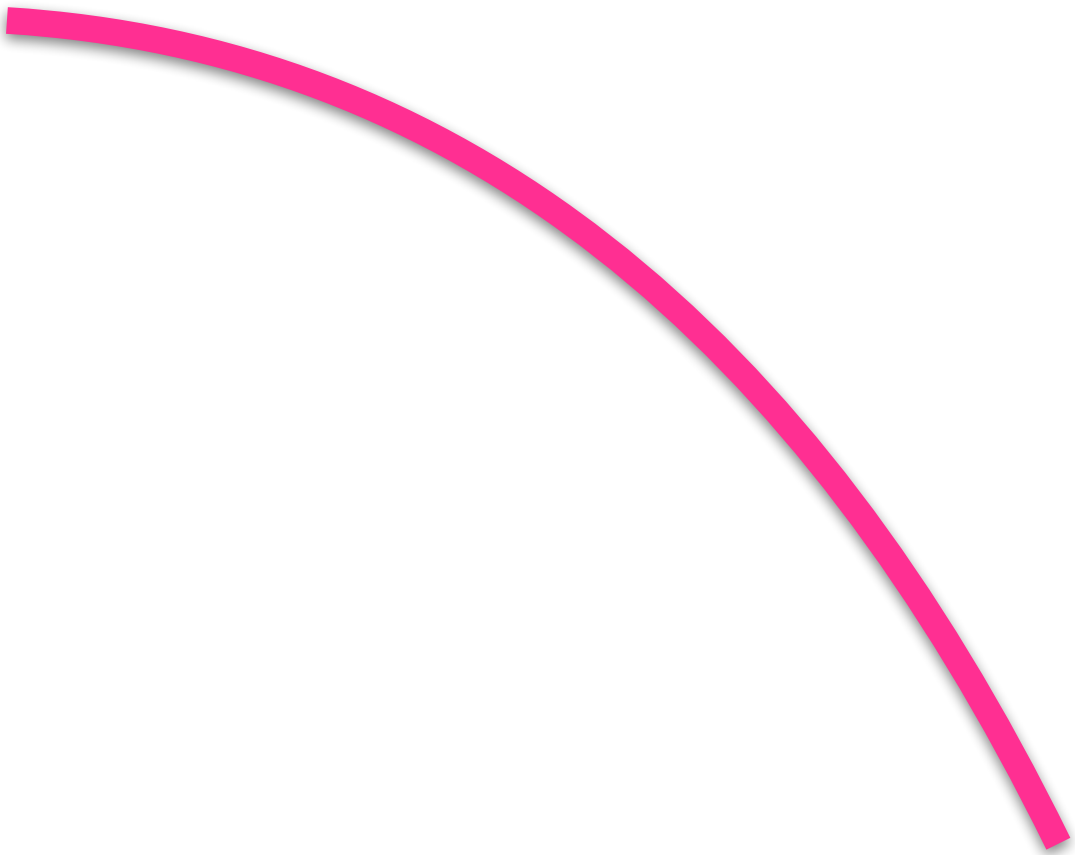
5

1-2









Negative  
MP

Decreasing

MP

Increasing

MP

Increasing TP

Increasing TP

Decreasing TP



A Typical Production Function

TP



# Increasing Returns to Labor



# Decreasing Returns to Labor

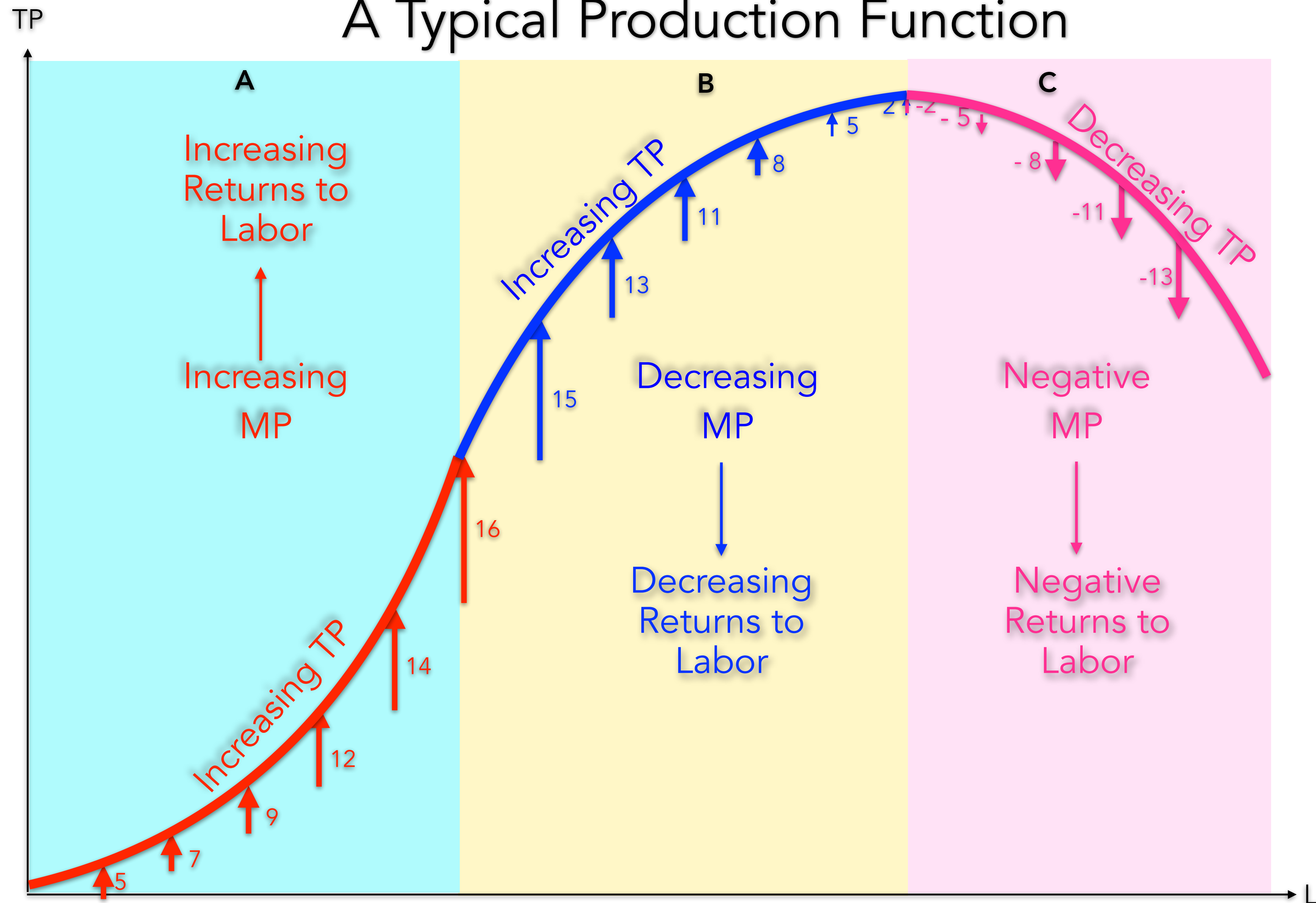


# Negative Returns to Labor





# A Typical Production Function



| Labor<br>(L) | MP | TP |
|--------------|----|----|
| 0            | -  | 0  |
|              |    |    |
|              |    |    |
|              |    |    |
|              |    |    |
|              |    |    |
|              |    |    |

