



C

**B**

A

























5



15

30

50

75







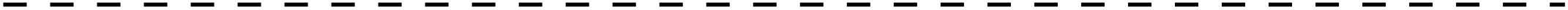




10









95

120

125



110







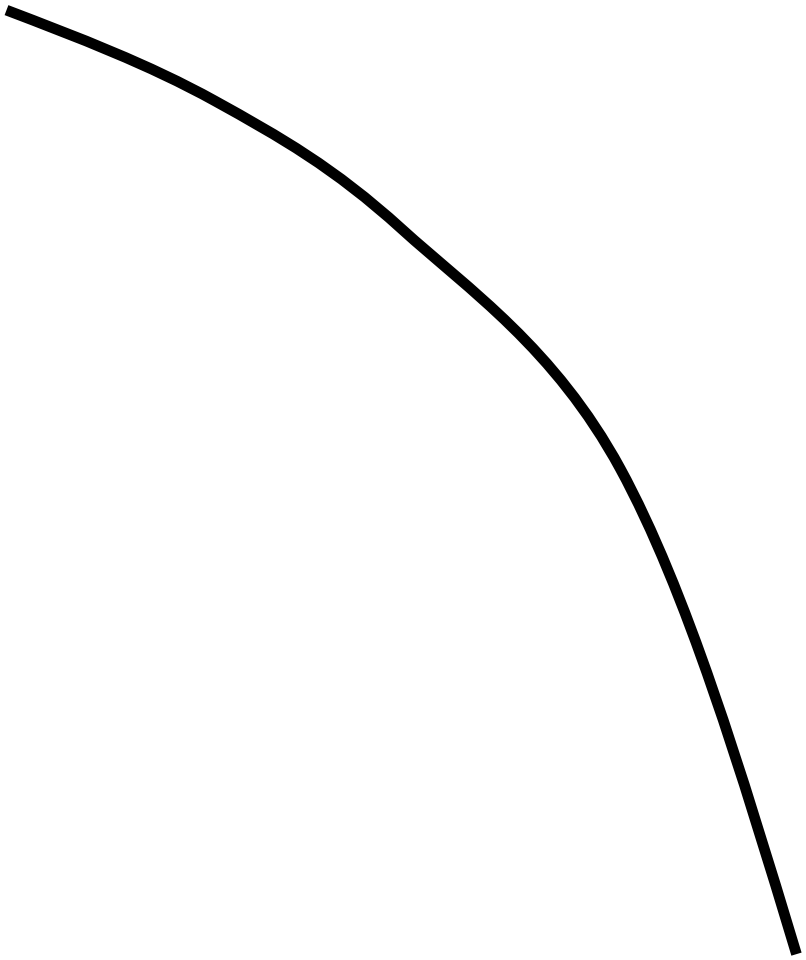


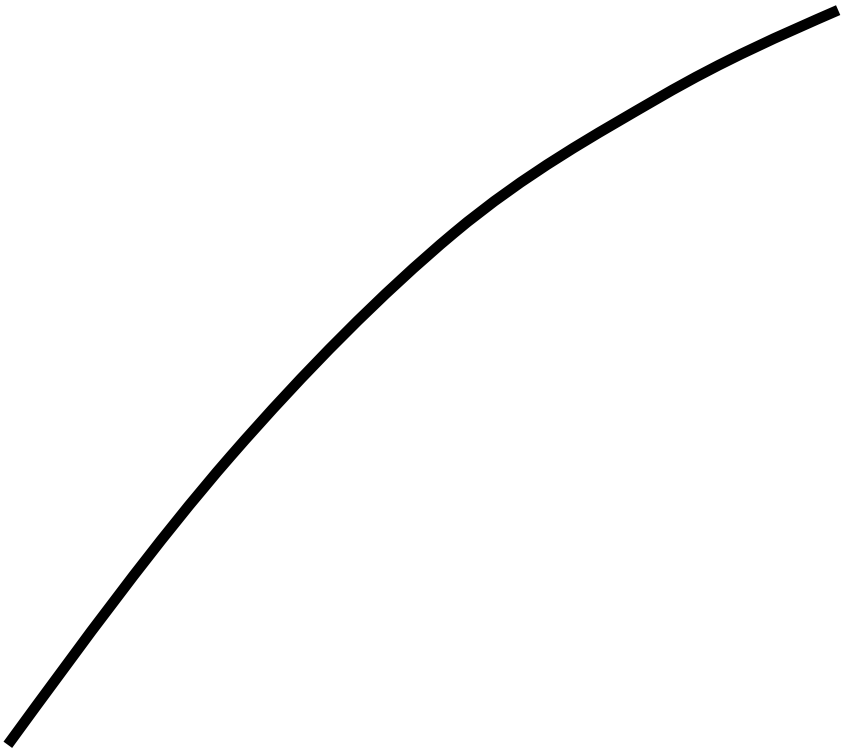


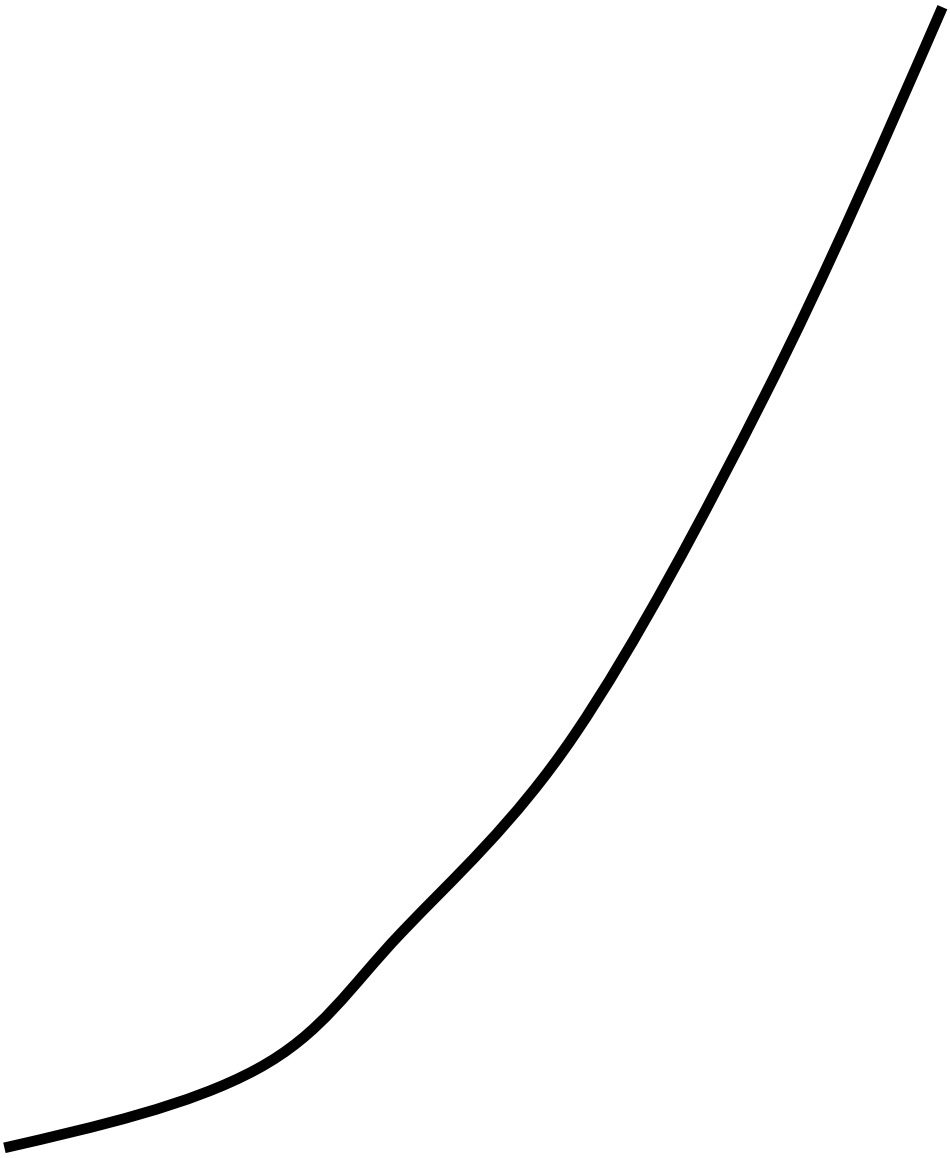














1

2

Increasing

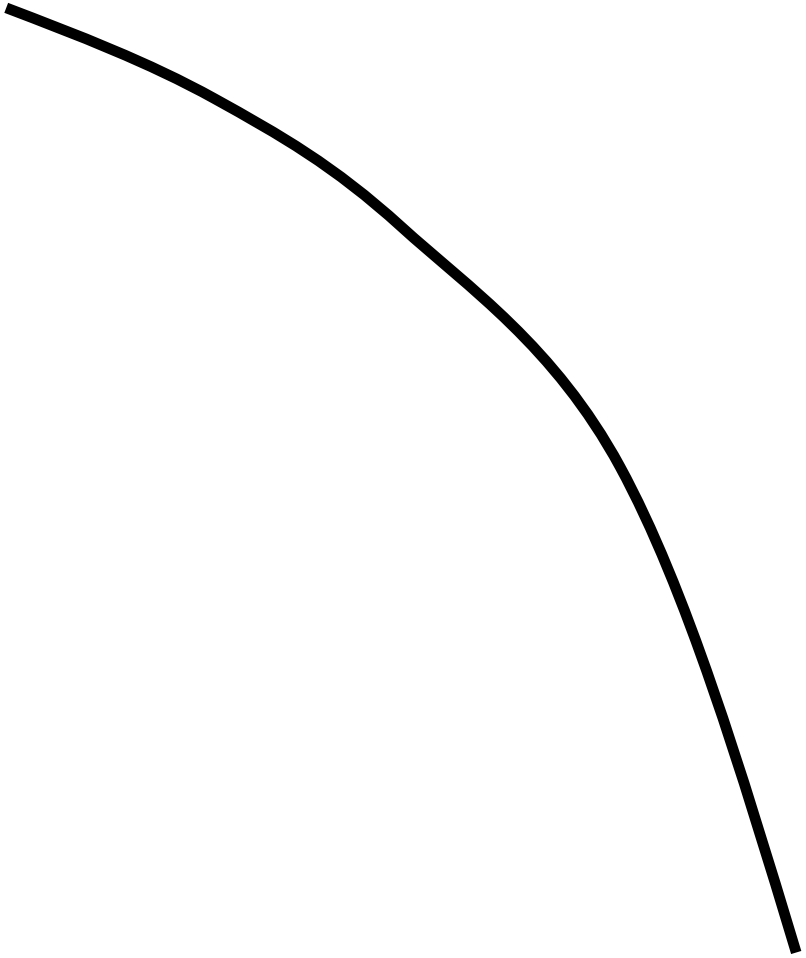
MP

A Typical Production Function

Increasing TP



Increasing TP



Decreasing

MP

Decreasing TP

Negative

MP





1

3



# Increasing Returns to Labor



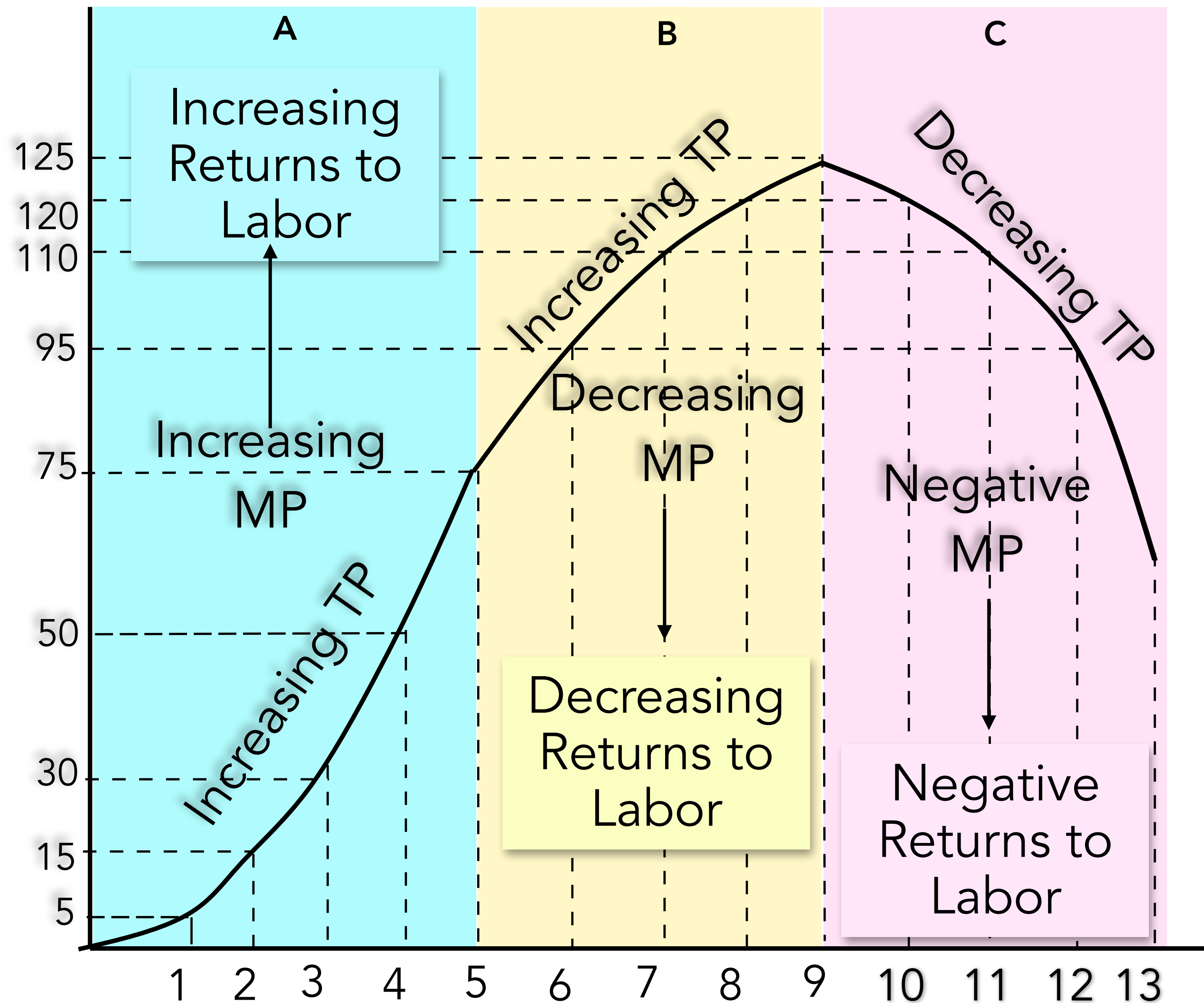
Decreasing  
Returns to  
Labor



# Negative Returns to Labor



# A Typical Production Function



Labor (L)	MP	TP
0	-	0

