

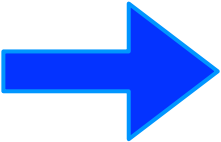




• Eventually, the plant will be crowded...

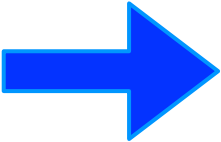
• Additional workers take space and tools away
from other workers

• Equipment breaks down more often from overuse



New workers slow down other workers
making them less productive

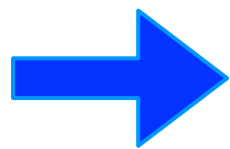
What happens if we continue to add
workers to a plant of **fixed size**?



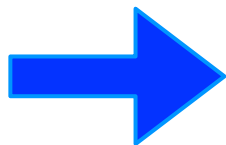
Marginal Product Decrease

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Marginal Product **Decrease**

