

L	TP	MP _L	MRP _L
0	0		
1	15	15	450
2	27	12	360
3	37	10	300
4	44	7	210
5	47	3	90
6	49	2	60
7	48	-1	-30
8	45	-3	-90

If the
Wage
is:

P
L

 Q_d [illegible]

Hire if:

$$\text{MRP}_L \geq P_L$$



< 400 do not hire

< 400 do not hire

< 400 do not hire

< 400 do not hire

< 400 do not hire

> 3000 hire

< 300 do not hire

< 300 do not hire

< 300 do not hire

< 300 do not hire

>

3000

hire

3

<400 do not hire

400

300

≥ 3000 hire

200

4

100

4

90

5



5

70

5

60



50



> 4000 hire

<400 do not hire

< 300 do not hire

20



10



of
workers
hired

Demand for Labor

Hire if: $MRP_L \geq P_L$

L	TP	MP_L	MRP_L
0	0		
1	15	15	450
2	27	12	360
3	37	10	300
4	44	7	210
5	47	3	90
6	49	2	60
7	48	-1	-30
8	45	-3	-90

Demand
for Labor

P_L	Q_L^d
400	1
300	3
200	4
100	4
90	5
80	5
70	5
60	6
50	6
20	6
10	6

Optimal use of Labor

<i>L</i>	<i>TP</i>	<i>MP</i>	<i>MRP</i>
0	0		
1	15	15	450
2	27	12	360
3	37	10	300
4	44	7	210
5	47	3	90
6	49	2	60
7	48	-1	-30
8	45	-3	-90