







Output

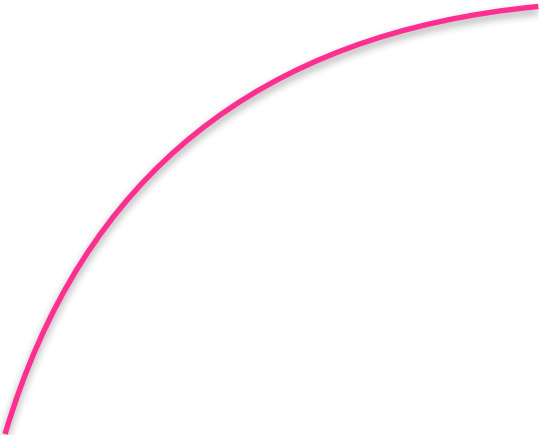








Variable Costs increase
as Output increase





\$0.40

Decreasing Returns
to Labor set in:



Cost per unit **rise** as
the Marginal Product
Increase





\$0.50

6



\$0.66



7



\$1



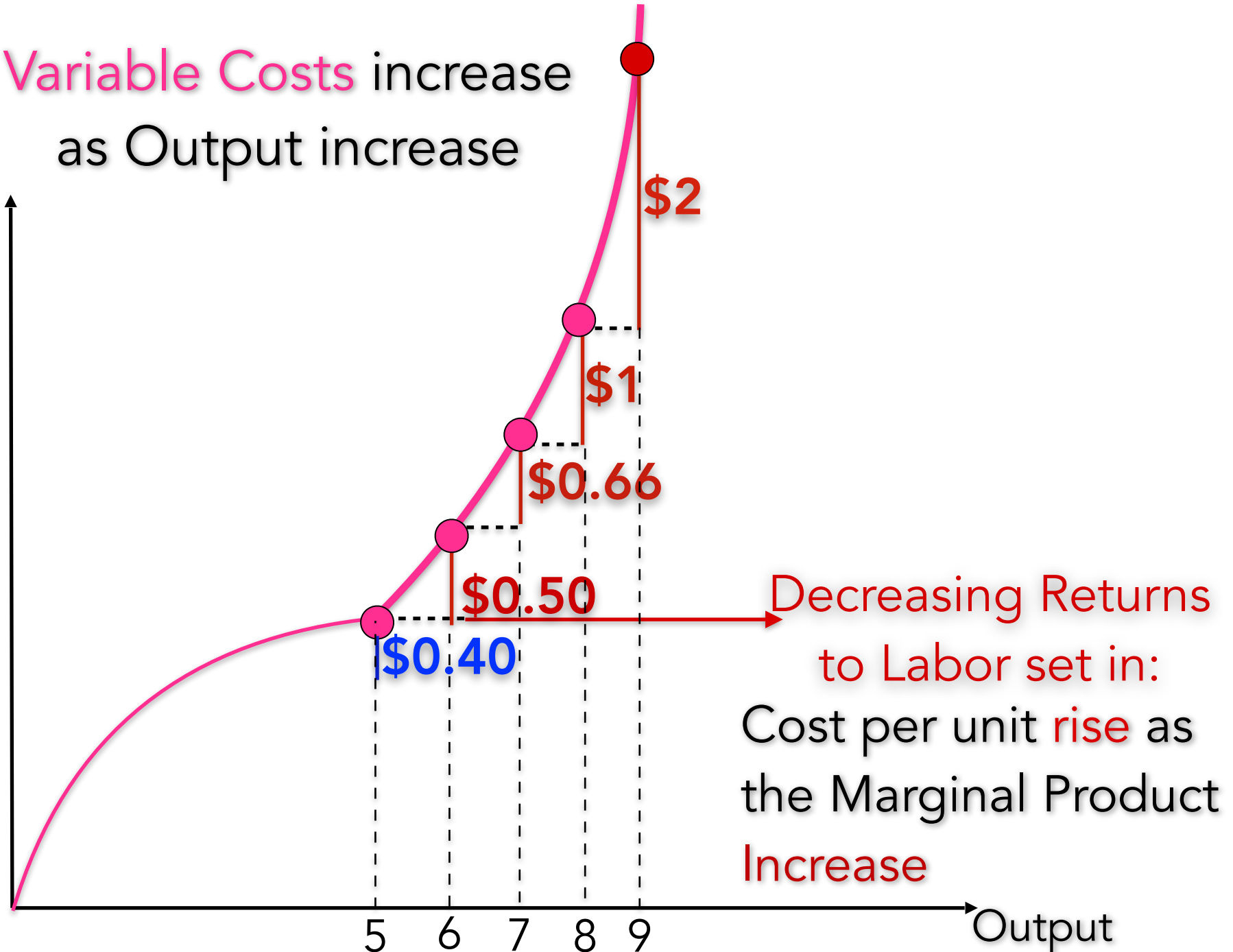
88



\$2

9

Variable Costs increase
as Output increase





Output