











Output



Variable Costs increase  
as Output increase





i\$0.40

Decreasing Returns  
to Labor set in:



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

5



\$0.50

6



\$0.66

7





\$1

88



\$2

9

4.56



5.06



6.72



5.72

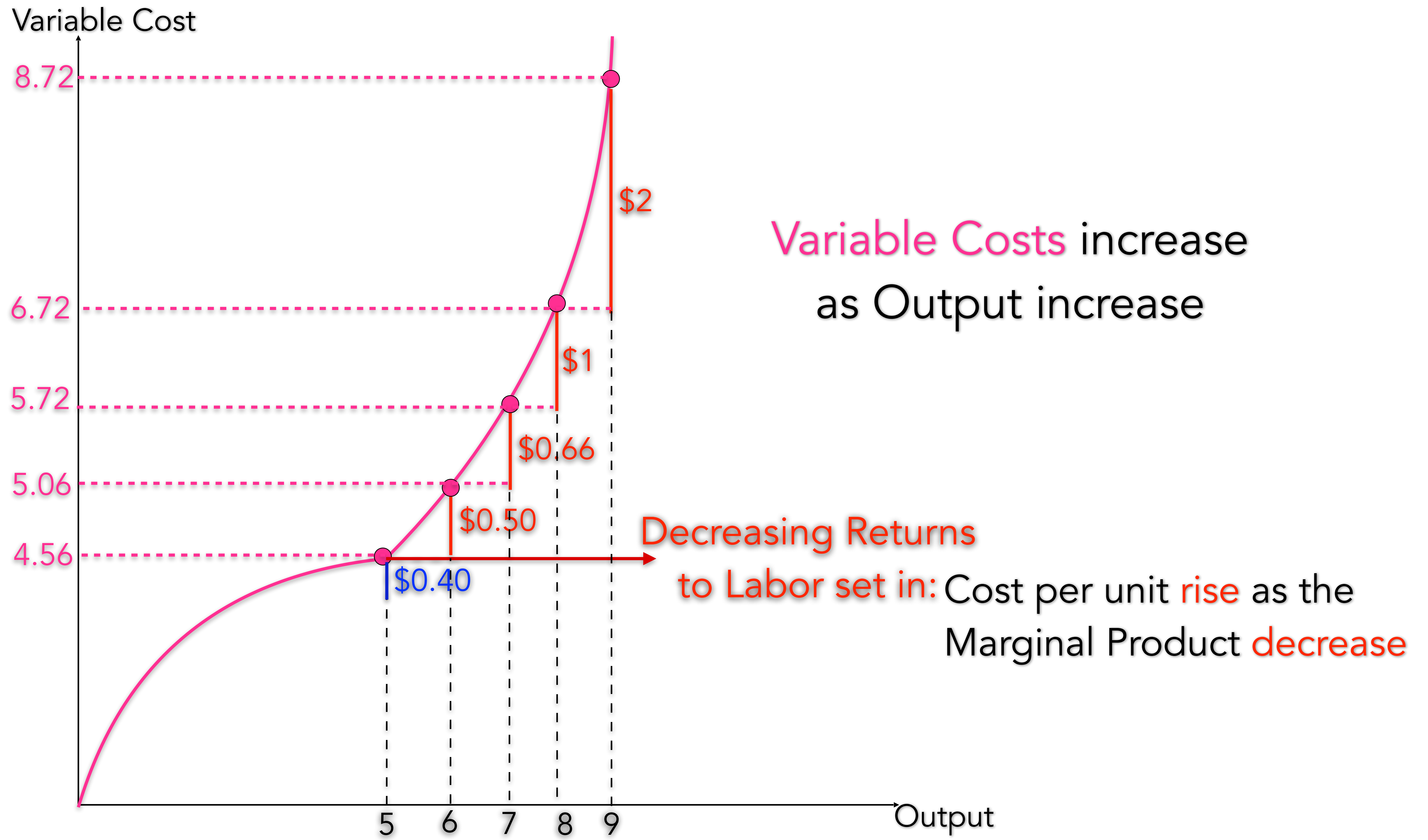


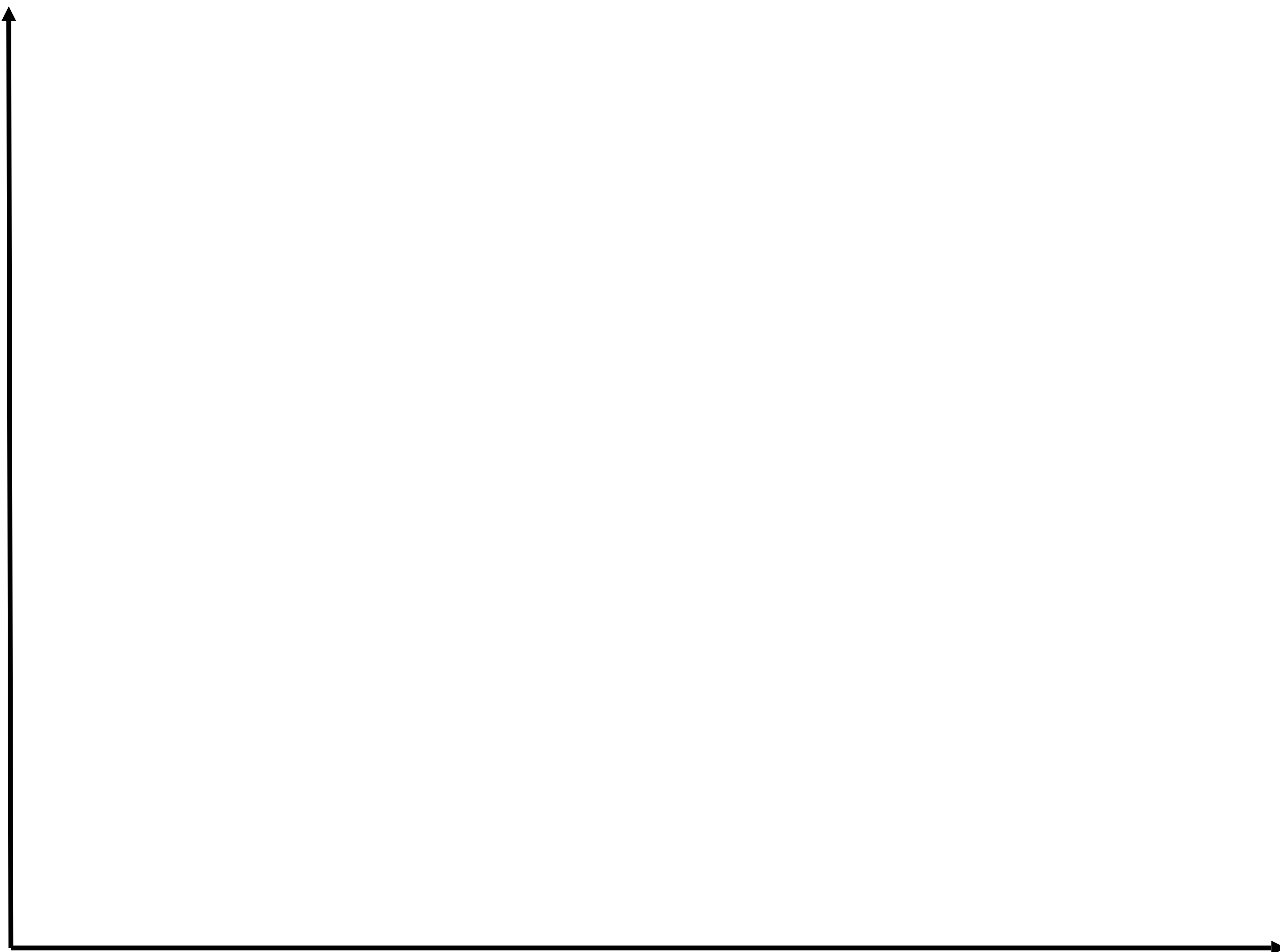
8.72



Variable Cost







Output