











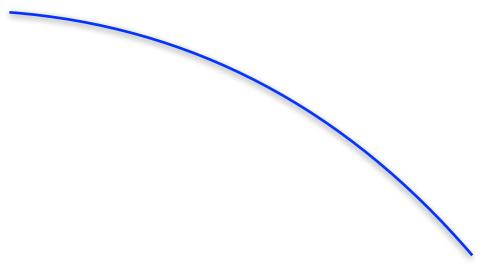


Deciding how many workers to hire...

workers with increasing MP

Obviously hire all

Obviously do not hire any workers with negative MP



increasing MP

decreasing MP

negative MP

These workers

(after worker L₁)

will make everyone

less productive

How many of these workers with decreasing MP should be hired?



These workers (up to worker L₀) will make everyone more productive

Deciding how many workers to hire...

These workers (up Obviously do not decreasing MP Obviously hire all to worker L₀) will hire any workers workers with make everyone with negative MP These workers increasing MP more productive How many of (after worker L₁) these workers with will make everyone negative MP increasing MP decreasing MP less productive should be hired?

