A Capital Good

Is a manufactured factor of production used to produce other goods...

Examples: factories, buildings, trucks, tools, machinery, and equipment.





A Capital Good

Is a manufactured factor of production used to produce other goods...

Examples: factories, buildings, trucks, tools, machinery, and equipment.

What distinguishes a Capital good from an Intermediate good is that after selling the final good, the producer still has the depreciated capital good while intermediate goods go entirely into the production of the Final Good