Capital (K)

Labor (L)

6	692	980	1200	1384	1550	1692
5	632	896	1096	1264	1410	1550
4	564	800	960	1128	1264	1384
3	490	692	846	980	1096	1200
2	400	564	692	800	896	980
1	282	400	490	564	632	692
	1	2	3	4	5	6

Possible Output Levels

This matrix shows what can be produced with all possible combinations of L and K

Output with

1 worker

1 machine

Output with

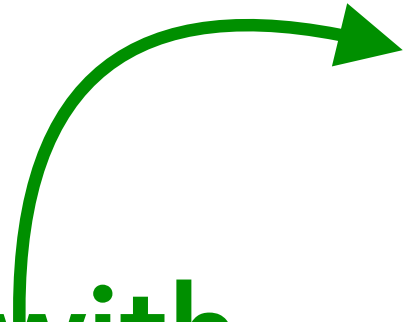
1 worker

6 machines

Output with

6 workers

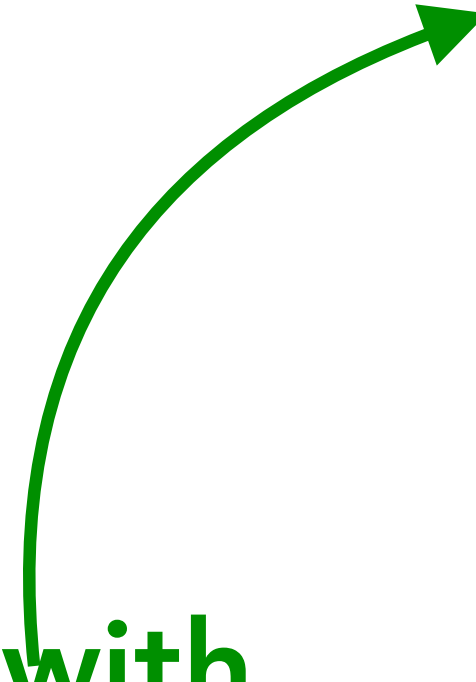
1 machine



Output with

1 worker

1 machine



Output with
6 workers
1 machine

Output with

1 worker

6 machines

Possible Output Levels

Output with
1 worker
6 machines

Capital (K)	Labor (L)					
6	692	980	1200	1384	1550	1692
5	632	896	1096	1264	1410	1550
4	564	800	960	1128	1264	1384
3	490	692	846	980	1096	1200
2	400	564	692	800	896	980
1	282	400	490	564	632	692
	1	2	3	4	5	6

Output with
1 worker
1 machine

Output with
6 workers
1 machine

In the next example, assume that we know how many machines we want to use and we need to decide how many workers to hire