











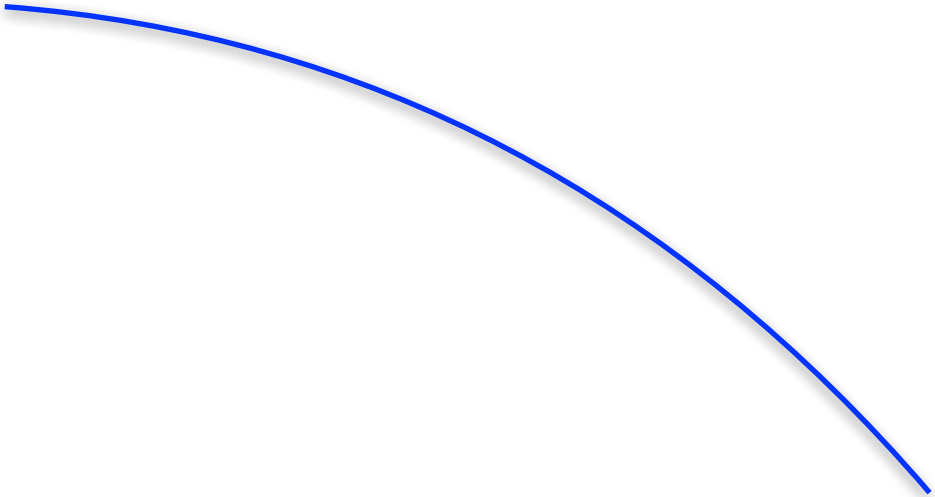
Lo

L1

Deciding how many workers to hire...

Obviously hire all
workers with
increasing MP

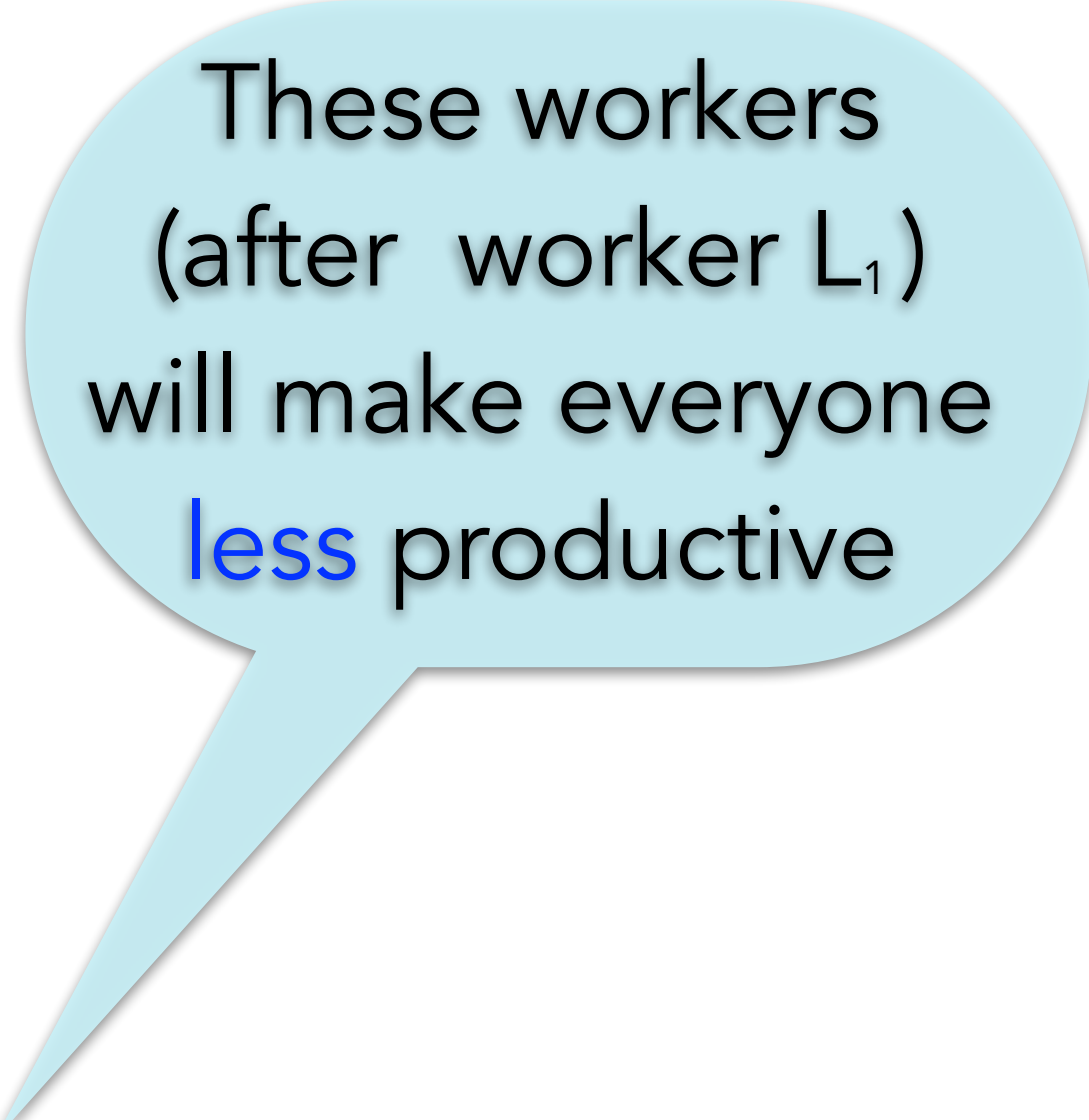
Obviously do not
hire any workers
with negative MP



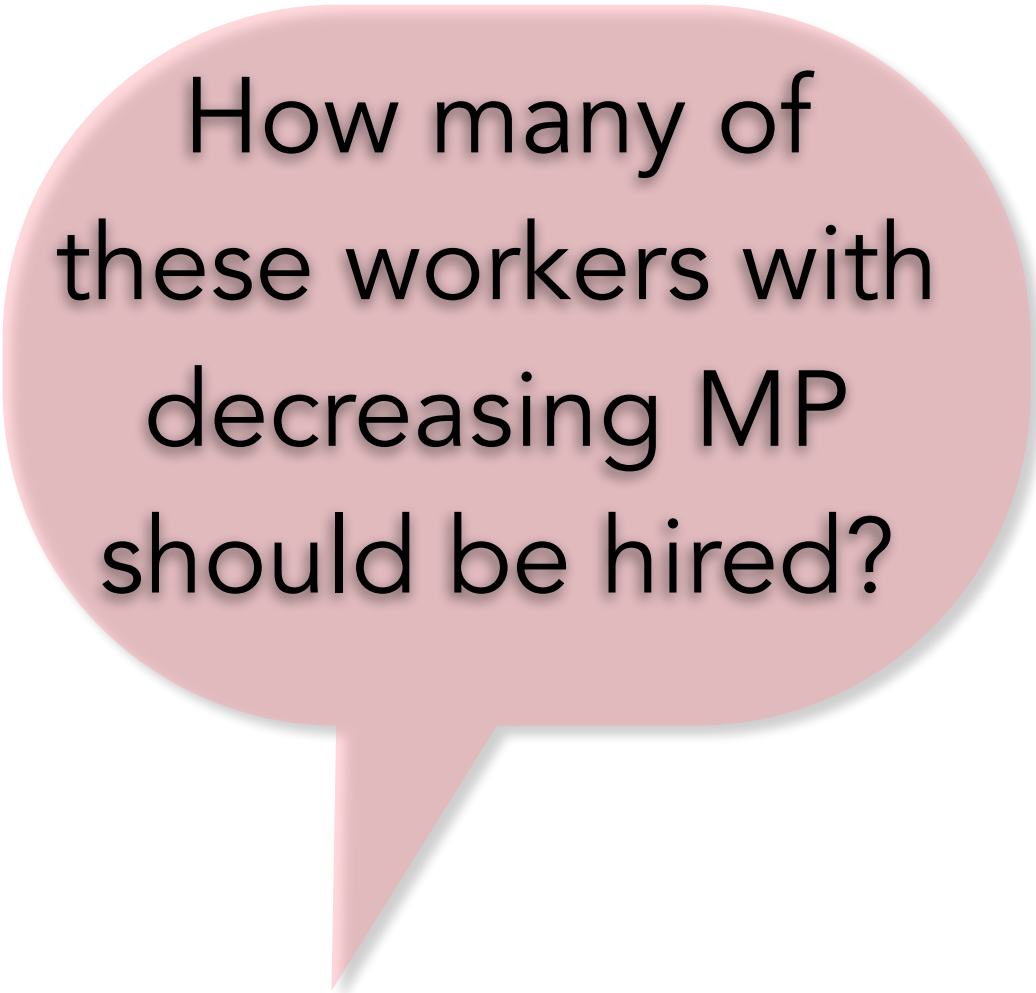
increasing MRP

decreasing MP

negative MRP



These workers
(after worker L_1)
will make everyone
less productive



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



These workers (up
to worker L_0) will
make everyone
more productive



Deciding how many workers to hire...

These workers (up to worker L_0) will make everyone **more** productive

Obviously **hire** all workers with increasing MP

increasing MP

decreasing MP

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

Obviously **do not hire** any workers with **negative MP**

negative MP

These workers (after worker L_1) will make everyone **less** productive

