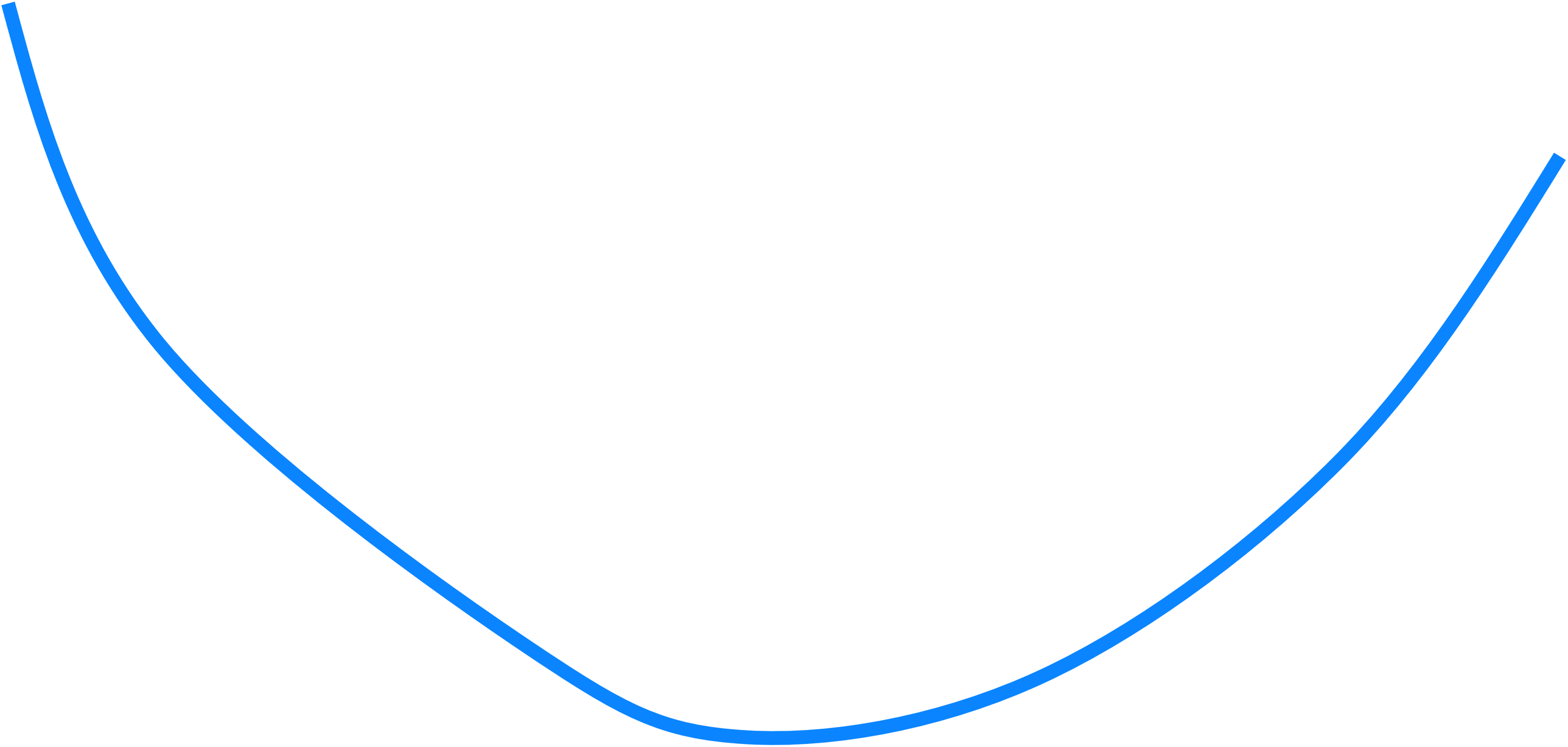
10



$2
pound

$1
pound

$0.66
pound

$0.5
pound

$0.4
pound

$0.5
pound

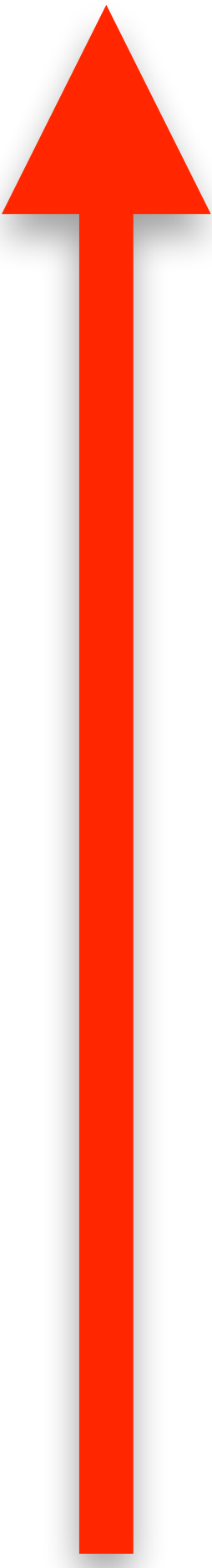
$1
pound

$2
pound

Cost per unit

Cost per unit decrease(when MP increase)
and then increase (once the MP decrease)

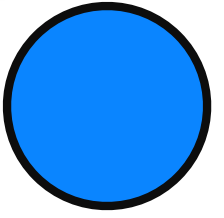
Pounds of Coffee Produced

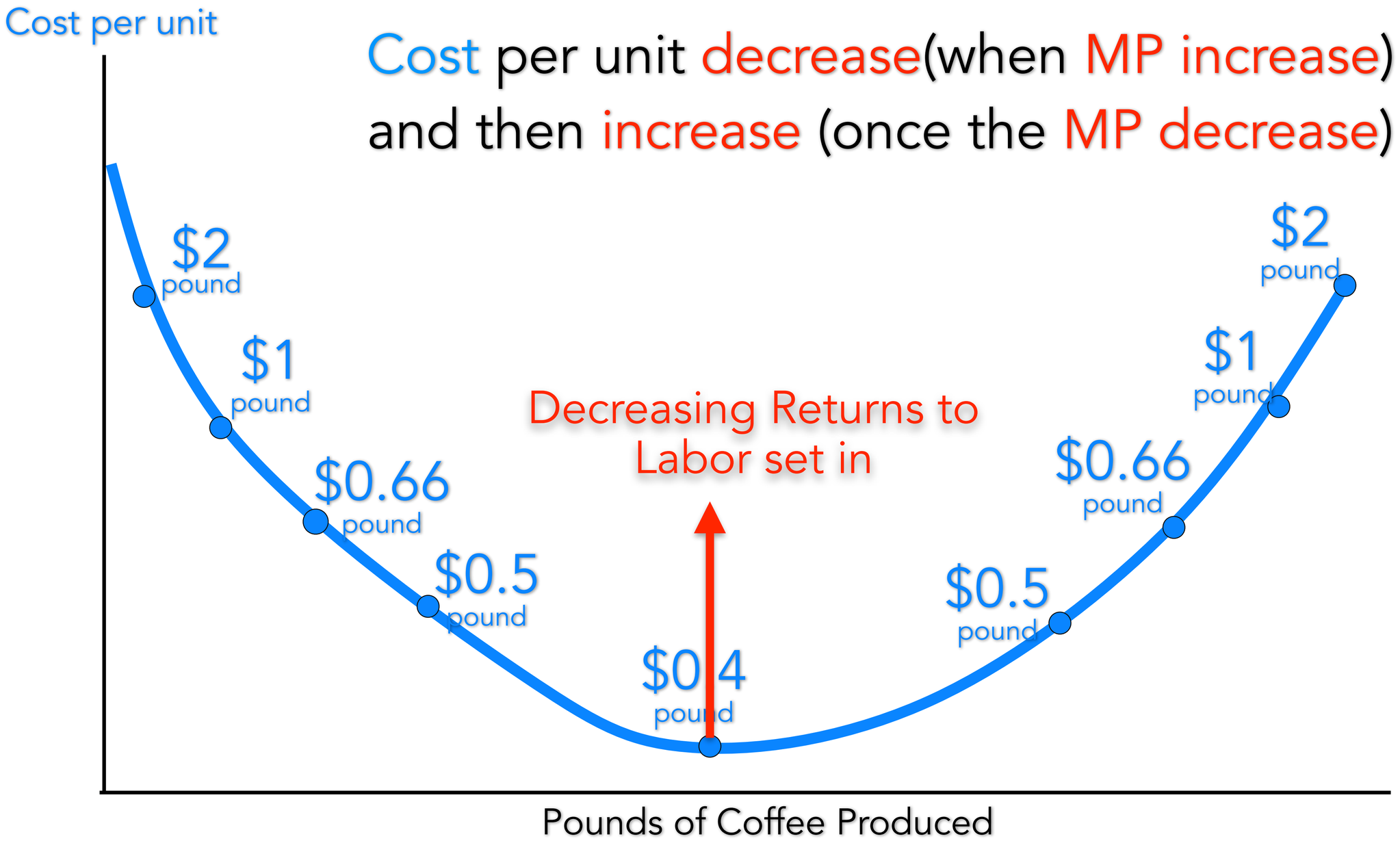


Decreasing Returns to Labor set in

$0.66

pound




Cost per unit
Cost per unit decrease(when MP increase)
and then increase (once the MP decrease)
$2
pound
$1
pound
$0.66
pound
$0.5
pound
Decreasing Returns to
Labor set in
$0.4
pound
$0.5
pound
$0.66
pound
$1
pound
$2
pound
Pounds of Coffee Produced