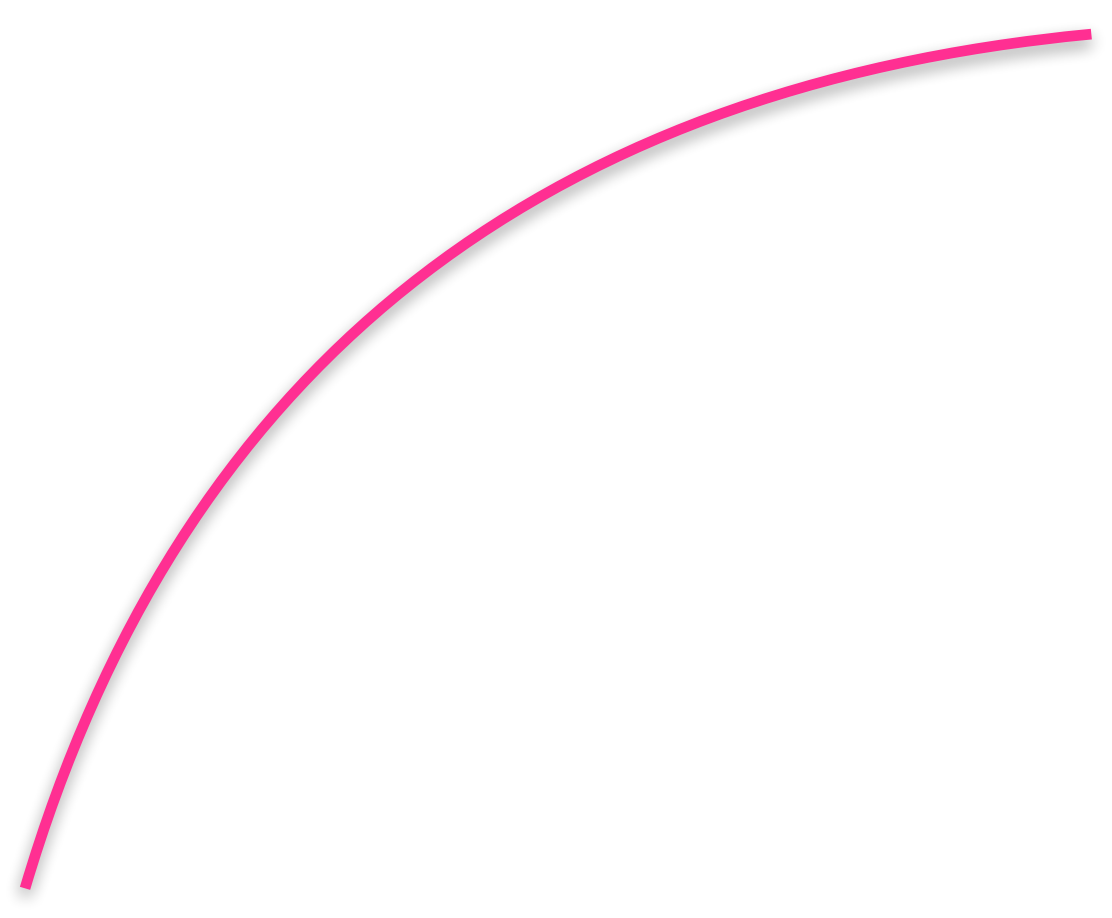
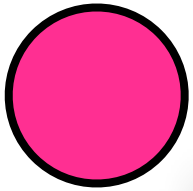
Output

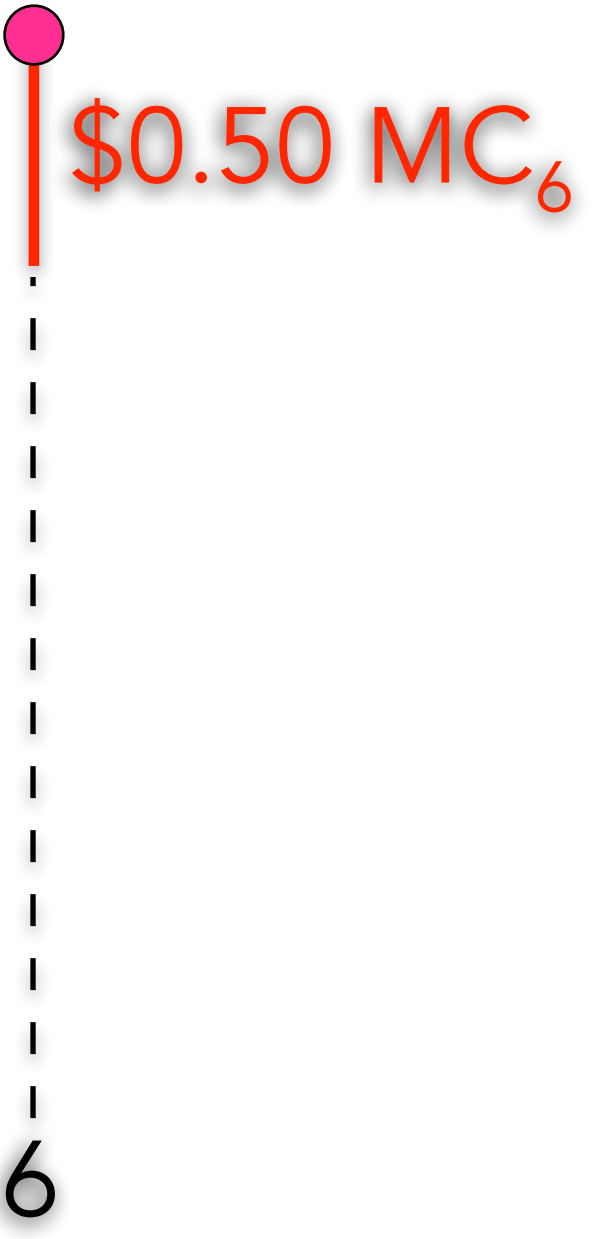


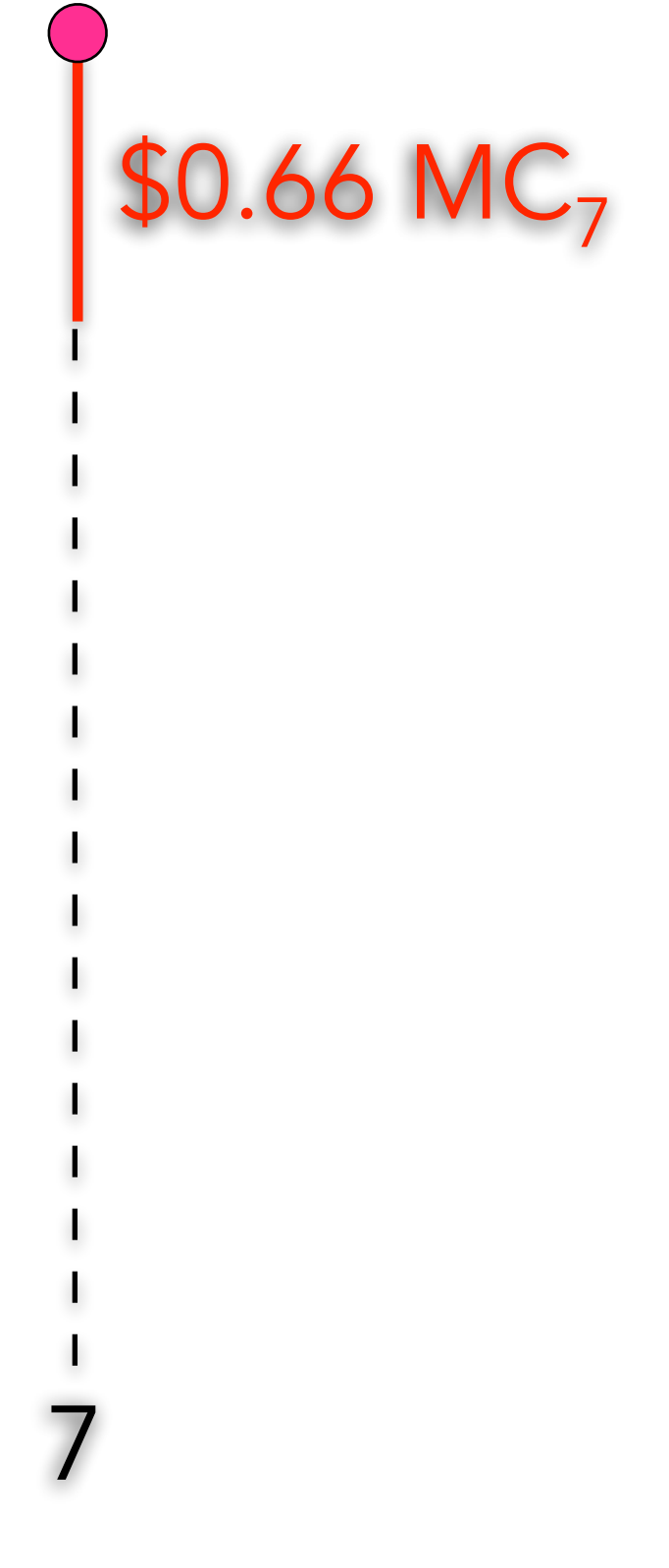


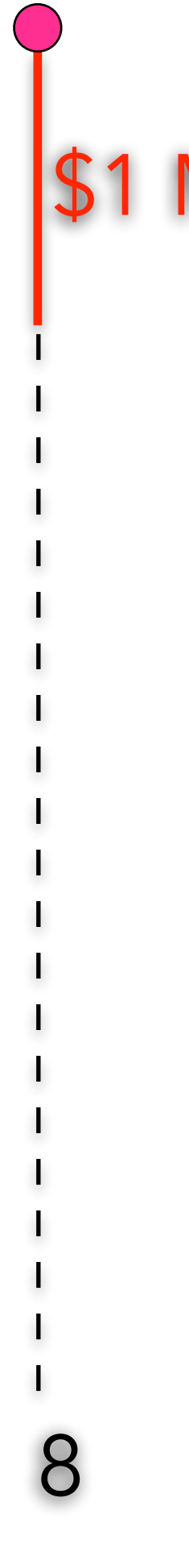
$0.40 MC_5

Decreasing Returns to Labor set in:


5


$0.50 MC6
6


$0.66 MC7
7


$1 MC8
8


$2 MC9
9

4.56

5.06

6.72

5.72

8.72

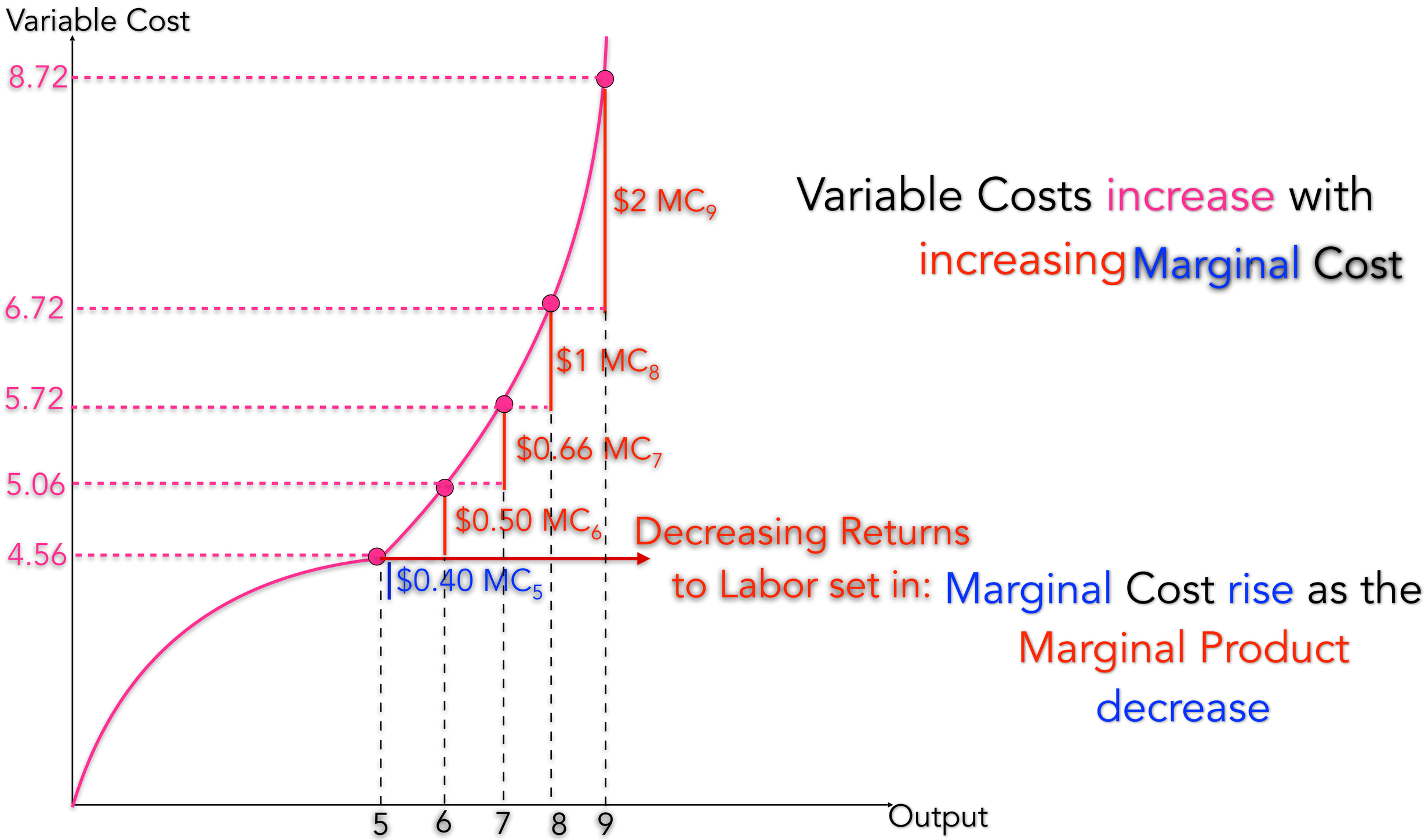
Variable Cost

Cost per unit rise as the Marginal Product decrease

Marginal Cost rise as the Marginal Product decrease

Variable Costs increase with increasing slope

Marginal Cost



Variable Costs increase with increasing Marginal Cost

Decreasing Returns to Labor set in: Marginal Cost rise as the Marginal Product decrease

Variable Cost