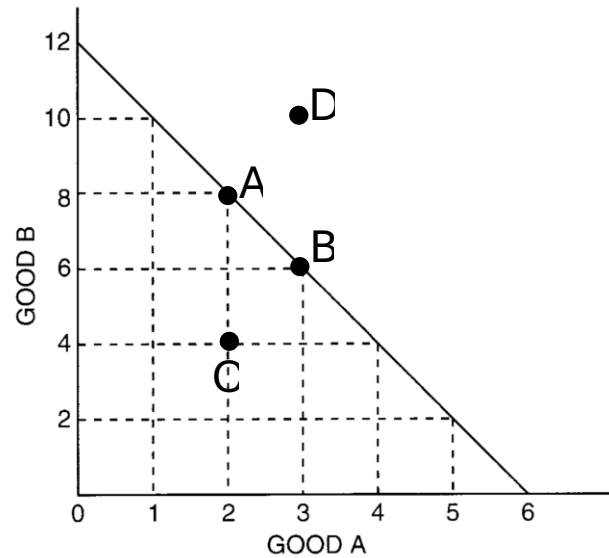


More PPCs Bell Work

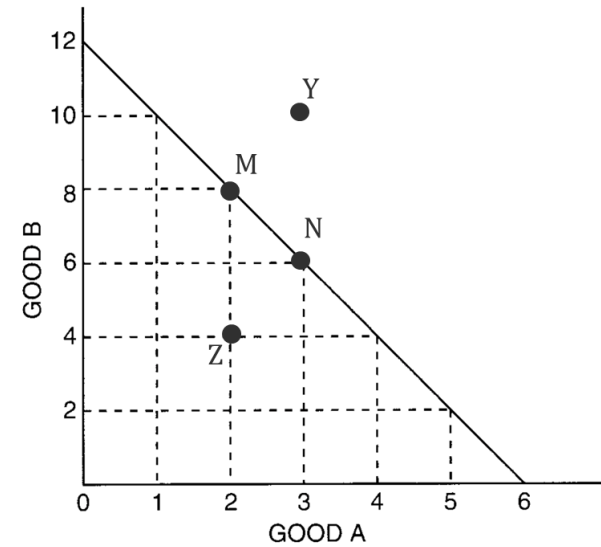
Economic Thinking and systems



1. Describe what is happening at point A, C, and D.

2. Describe what a change from point A to point B represents.

3. Explain what would have to happen to ever reach point D.



Using the PPC on the right, answer the following questions:
Good A sells for \$20 each, and Good B sells \$15.

1. How much will this firm make at Point M?

2. How much will this firm make at Point N?

3. What is the opportunity cost to shift from point M to point N?