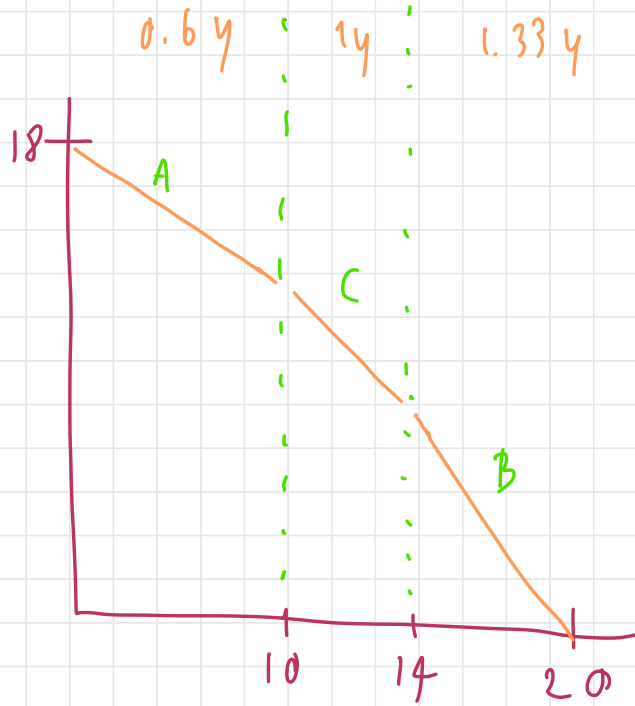
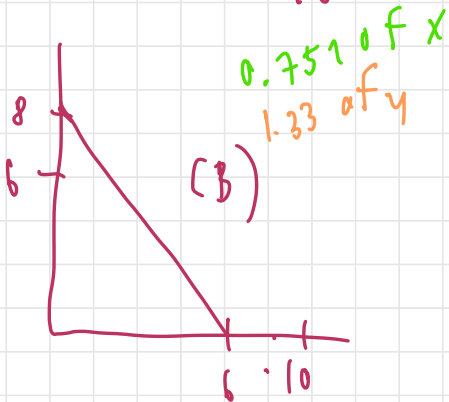
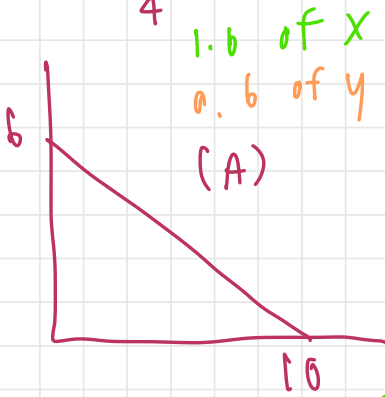
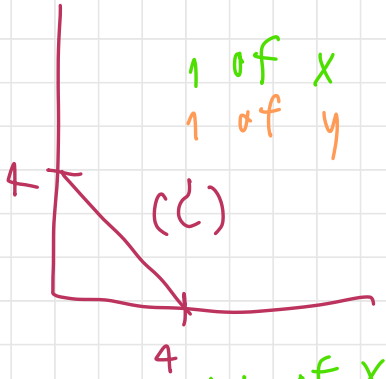


H.W. farmer C combine 3 farmers and draws the PPC.



Hwr. if the tech of producing x improves
so much that the amount of x we can
have doubles at all quantities of y

How will the PPC below change?

cost of x is higher? Cost of y is higher?



cost in

1 x per 1.6 y

1 y per 0.625 x

cost in

1 x per 0.8 y

1 y per 1.25 x

$\therefore$ now cost of x is lower.
cost of y is higher.