

Homework

If the technology of producing x improves so much that the amount of x we can have doubles at all quantities. How will the PPC below change?



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

	c.of x/unit	c.of y/unit
A	1.6	0.625
B	0.8	1.25

