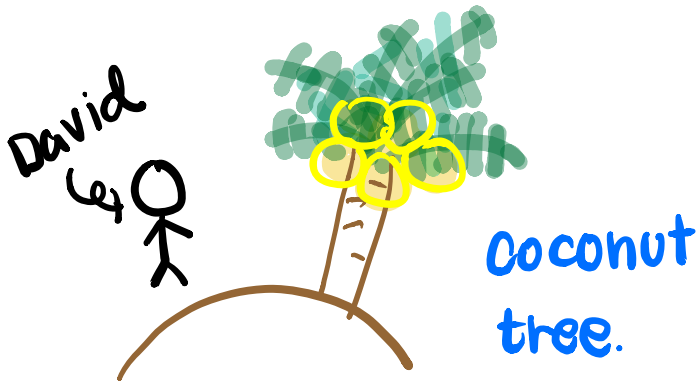


• Numerical Example •



1 coconut tree \rightarrow 1 coconut

$K = 20$ coconut trees

each period, Tom's trees produce and 10% of them die.

today < current period >

tomorrow < future period >

$I = 0$

$K = 20$

$K' = ?$

current $Y = 180$

I	tree K'	coconuts Y'	MP'_K
0	18	173	-
1	19	177	4
2	20	180	3
3	21	182	2

future period production F^n