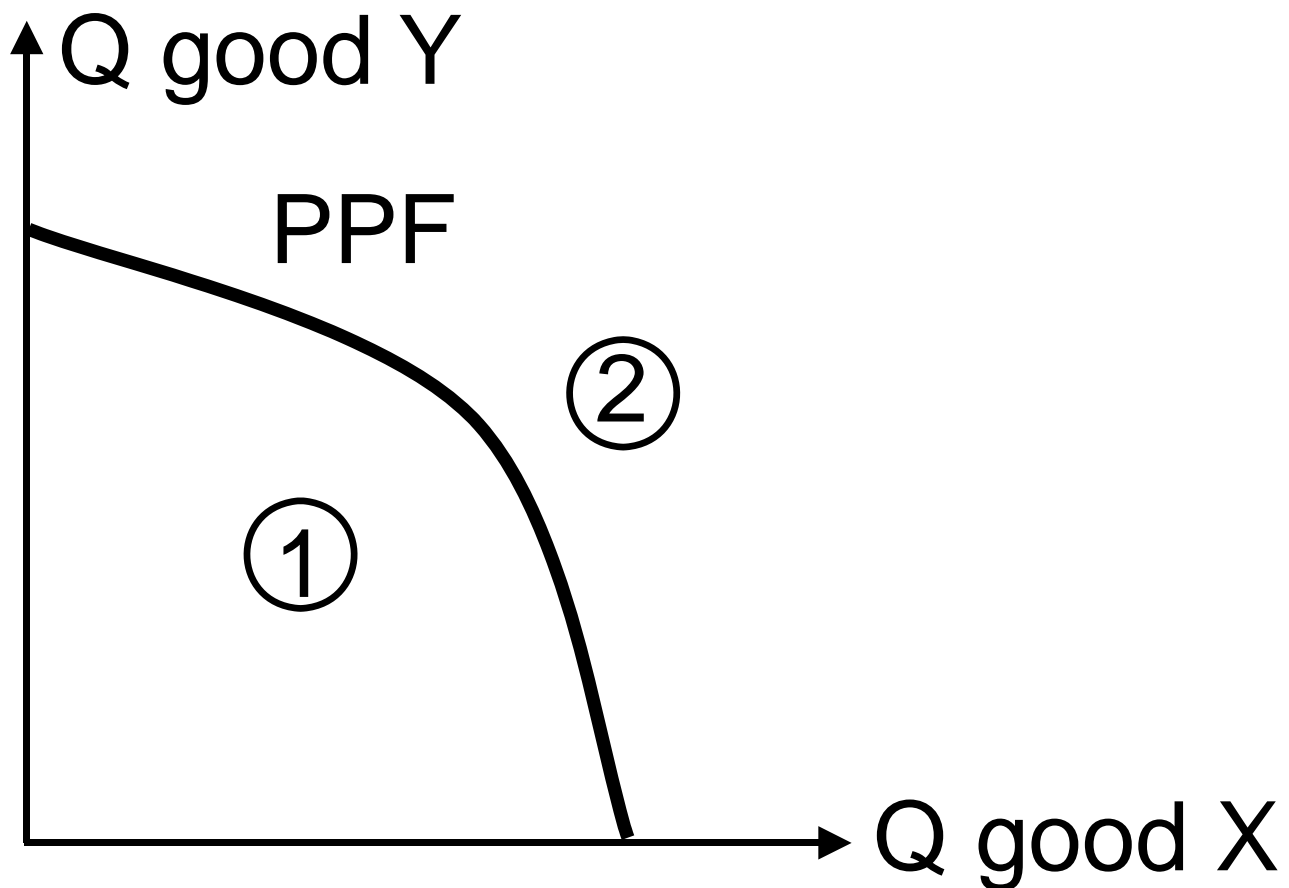


6.4 Production possibilities frontier



Characteristics:

- **Concave** shape of PPF:
Opportunity costs are rising when substituting more and more X for Y.
- Points on the PPF are **efficient**.
Other points:
 - ① inefficient
 - ② unattainable