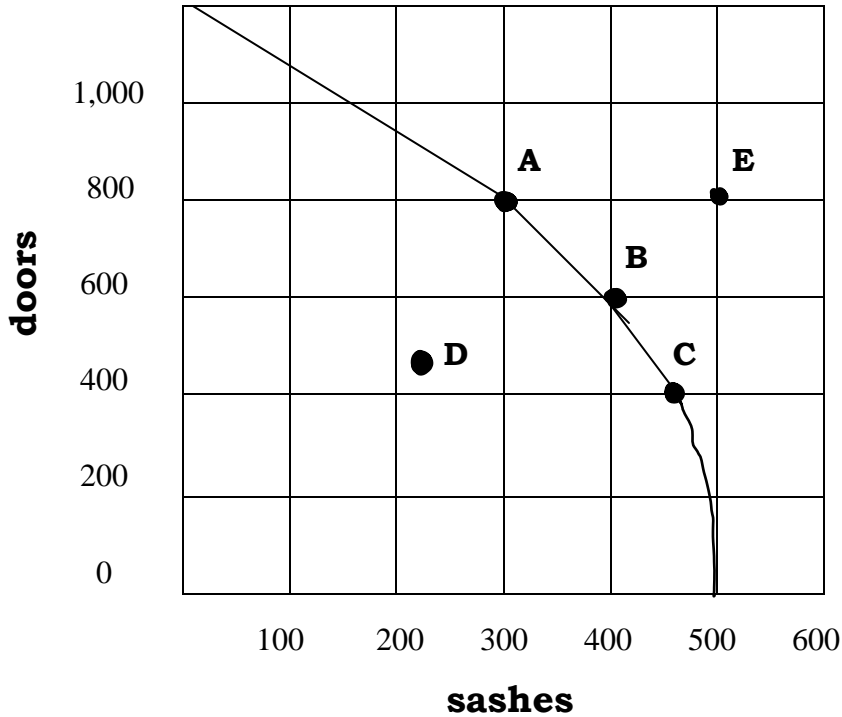


**The Augusta Lumber Company, 1889
Production Possibilities Frontier**



1. If the Augusta Lumber Company produces 800 doors, how many sashes can it make?
2. If the Augusta Lumber Company chooses to produce 400 doors instead of 800, roughly how many more sashes can it make?
3. If the Augusta Lumber Company chooses to produce 500 sashes, instead of 460 of them, why must it give up the production of 400 doors?
4. If the Augusta Lumber Company is producing at point D on the graph, what can you say about the efficiency of its production?
5. Why isn't the Augusta Lumber Company able to produce at point E given the current situation?