

The Story of Mike and Chris

Mike and Chris had a grass-cutting business. Week after week, Mike and Chris cut the grass at a ball field. They had identical lawn mowers, began cutting at the same time, and worked for two hours.

However, when they were through cutting the ball field, Mike had cut three-fourths of the field while Chris had cut only one-fourth. The ball field owner, Yolanda, commended Mike for his productivity.

Capital Resources and Human Capital

- Capital resources are goods produced for the purpose of producing other goods and services. For instance, hammers are produced to aid in construction. Using a hammer to pound something is much more effective than using a rock. A hammer increases the productivity of construction workers.
- Human capital is the combination of knowledge, skills, health, talents, and attitudes that a worker obtains over time. Knowing how to use new equipment and efficient procedures increases productivity. The development of your human capital enhances your value as a worker.

Give and Take

