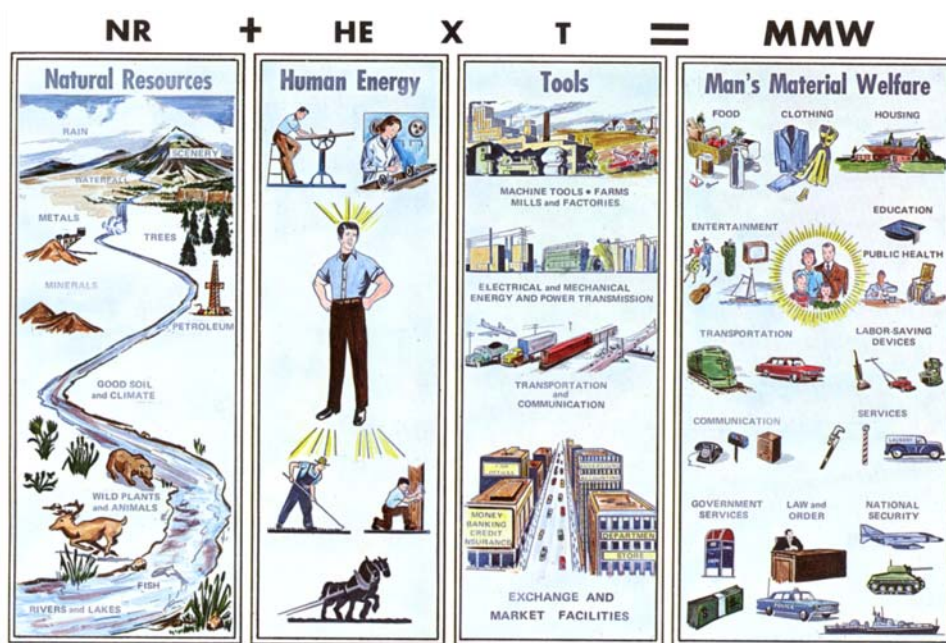


LAW of PRODUCTION

Everything contributing to **Human's Material Welfare** is the product of **Natural Resources** plus **Human Energy** multiplied by **Tools**.



Insert Figure here

Natural Resources include all the things made available by nature. These are useless unless humans have changed their form, condition, or place.

Human Energy, both mental and muscular, even when aided by animal power, are not enough to produce any more than a bare living.

Modern Tools must be considered including everything used by humans to produce and exchange goods and services. Even money and credit are tools.

Human's Material Welfare, in addition to food, clothing, and shelter, includes all the other benefits made possible by an economic surplus.