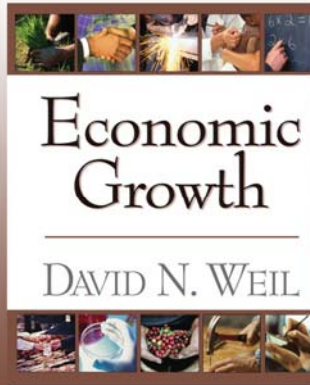


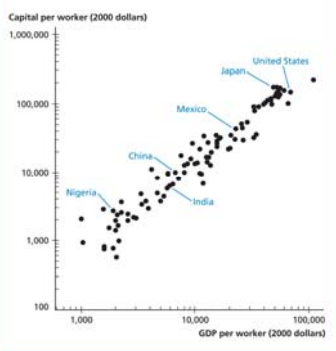
Chapter 3

Physical Capital



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FIGURE 3.1
GDP and Capital per Worker, 2000

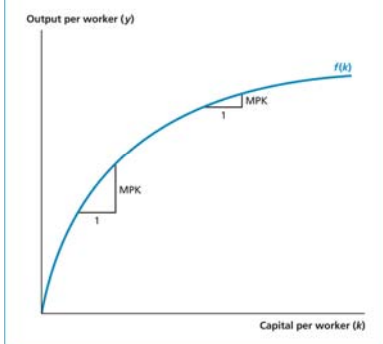


Source: Calculations based on Heston et al. (2002).

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3-2

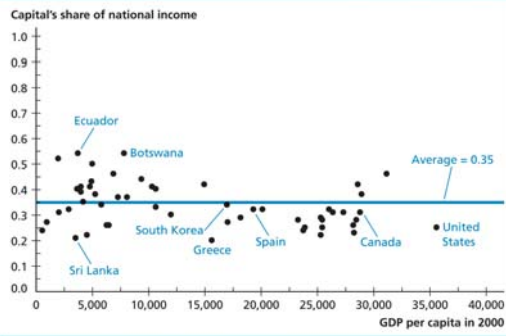
FIGURE 3.2
A Production Function with Diminishing Marginal Product of Capital



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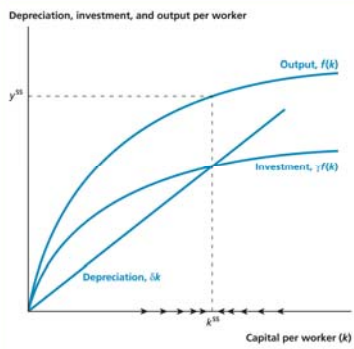
FIGURE 3.3
Capital's Share of Income in a Cross-Section of Countries



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3-4

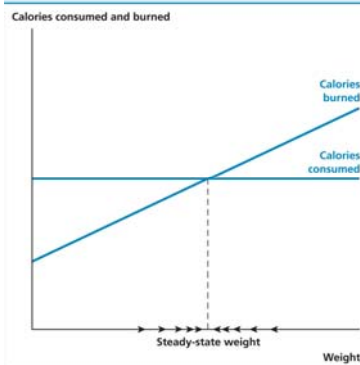
FIGURE 3.4
The Steady State of the Solow Model



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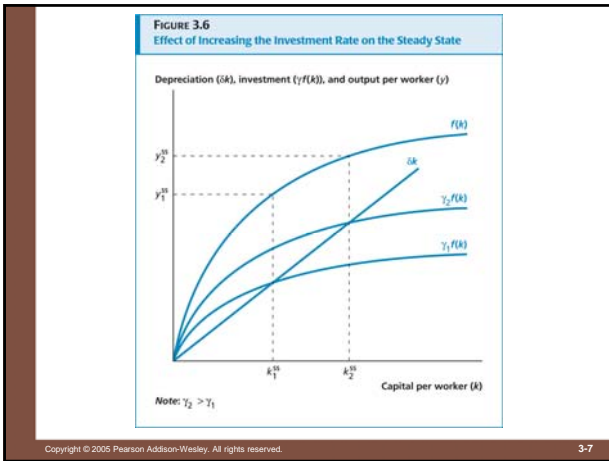
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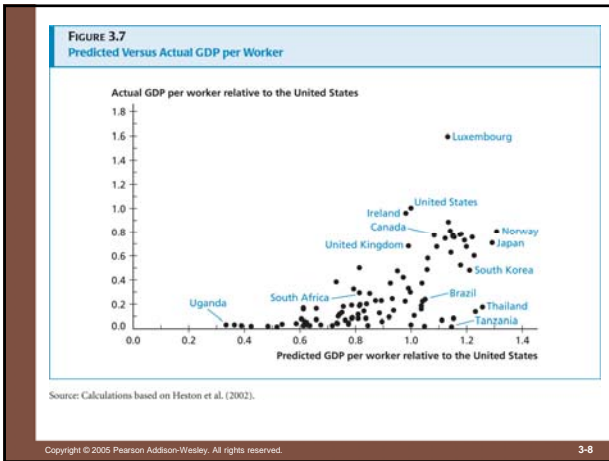
FIGURE 3.5
Determination of Steady-State Weight

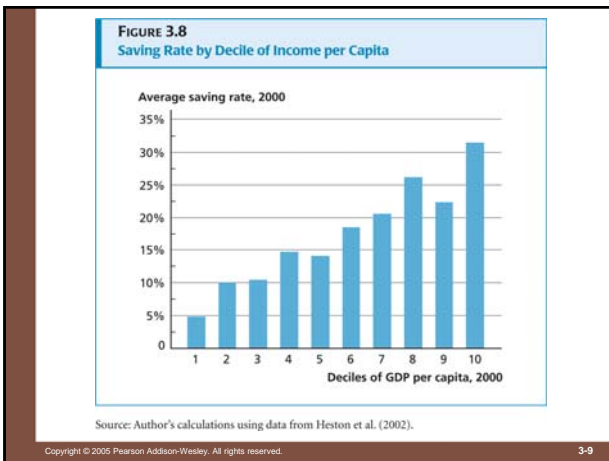


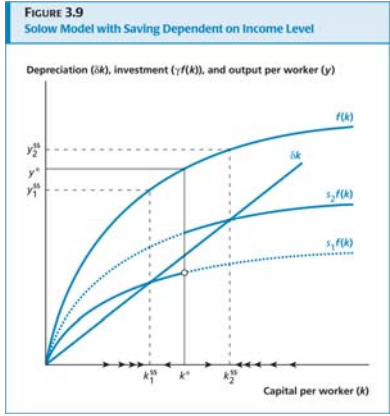
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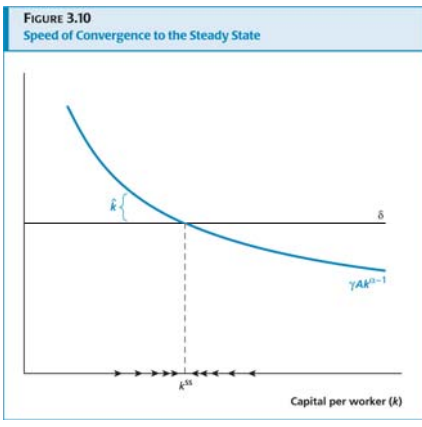


TABLE 3.1
Agricultural Land as a Fraction of Total Wealth in the United Kingdom

1688	64%
1798	55%
1885	18%
1927	4%
1958	3%

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