

Benefits of Industry Labor (salary = \$40,000)	==	in the beginning	<b>Benefits of Farming</b> <hr/> profits before rent = \$40,000 - land rent = \$5,000 + value of farming = \$5,000 <hr/> \$40,000
	>	government helps farmers with subsidies	profits before rent = \$40,000 - land rent = \$5,000 + government subsidy = \$5,000 + value of farming = \$5,000 <hr/> \$45,000
	==	subsidies ultimately go to landowners	profits before rent = \$40,000 - land rent = \$10,000 + government subsidy = \$5,000 + value of farming = \$5,000 <hr/> \$40,000

Norwood et al 2/E

Figure 1.2  
30p0 wide X 18p6 High