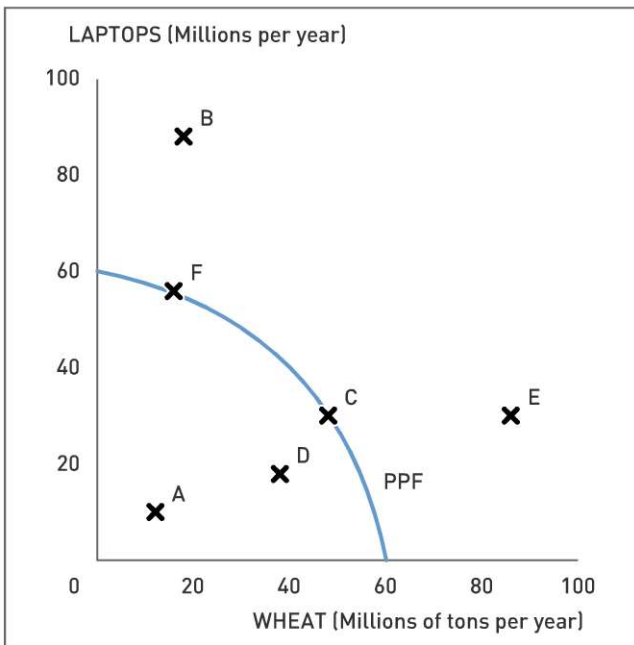


1. The production possibility frontier and efficiency

Suppose Australia produces wheat and laptops. The following graph shows Australia's current production possibilities frontier (PPF) and six output combinations (black X symbols) labeled A to F.



Which points on the graph represent output combinations that are inefficient? _____