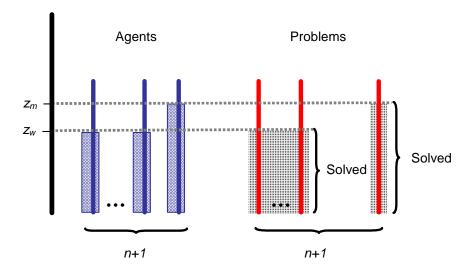
Production Absent Hierarchies



Hierarchical Production

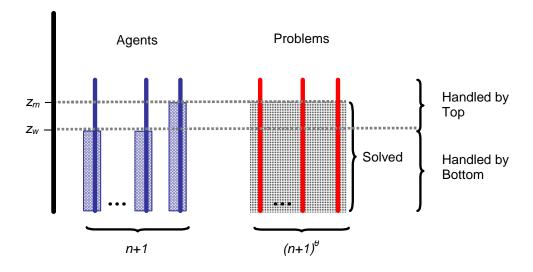


Figure 1. Non-Hierarchical and Hierarchical Production. The panel depicts production absent hierarchies; sets of problems are allocated to lawyers arbitrarily and each lawyer applies their time and knowledge toward whatever set they confront. Output is $z_m + nz_w$. The bottom panel depicts output under hierarchical production. The n+1 lawyers have $(n+1)^{\theta}$ units of effective time to solve problems. Lawyers divide work so that the n associates handle the easiest parts and the partner handles the hardest parts of the problems the group confronts. Output is $z_m(n+1)^{\theta}$.