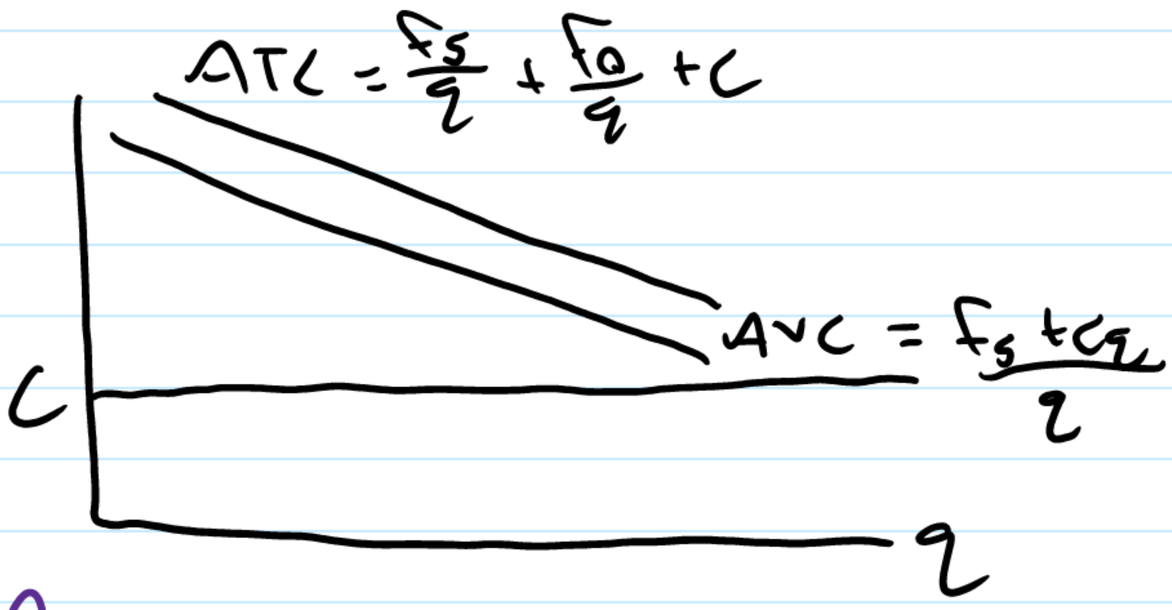
17.4 Perfect Competition

Friday, April 9, 2021 5:20 PM

What if $C(q) = c_v + F$ $\bar{q}$

marg cost = avc fixed cost



$p < c \rightarrow q_i = 0$

$p < \min AVC \rightarrow q_i = 0$

$p_3 > \min AVC \; q_i = \bar{q}$