2.3 Cost Concepts

Saturday, January 16, 2021

Opportunity Cost

10:39 PM

Ffxed Costs

Sunk Costs

Quest - FExed Costs

(=\ft Cq -, a

970 9-0

Cost Shiftens

w=wage ~=price of capital

Jenard and Devenue

Jemano — 9(P) demand P(q) inverse demand

1220-5P

Log-15near: 9=203

Log-linear demand = constant elastricity
q=ap3

In q - Ina - 312P