



TC = FC + VC

To calculate per unit costs:

Divide by Q_2 (Units Produced)

$$\text{TC}/\text{Q} \equiv \text{FC}/\text{Q} + \text{VC}/\text{Q}$$

$$ATC \equiv AFC + AVC$$



Average TC ==

Average FCC++

Average VC

Tcpper unit

FC per unit

VC per unit

[REDACTED]

[REDACTED]




$$TC = FC + VC$$

To calculate per unit costs:

Divide by Q (Units Produced)

$$\underbrace{TC/Q} = \underbrace{FC/Q} + \underbrace{VC/Q}$$

$$ATC = AFC + AVC$$

$$\text{Average TC} = \text{Average FC} + \text{Average VC}$$

$$\text{TC per unit} = \text{FC per unit} + \text{VC per unit}$$

$$FC = \$140,000$$

