MP 2

70

MP 1

50

MP3

90

TP
L=3
=

+
+
= 210

$$AP_{L=3} = \frac{\qquad\qquad\qquad\qquad\qquad\qquad\qquad\qquad\qquad\qquad\qquad\qquad\qquad\qquad}{3} = 70$$

MP 2

70

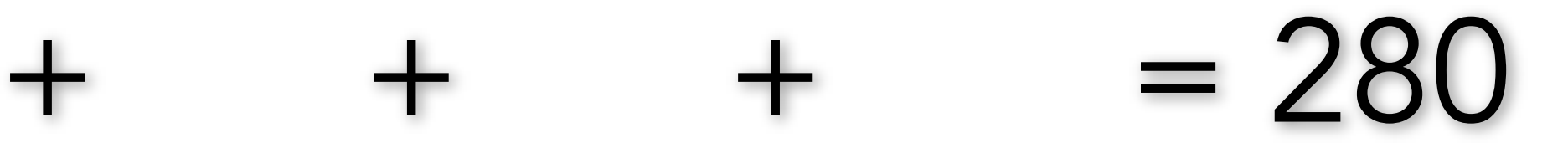
MP 1

50

MP3

90

$$TP_{L=4} =$$


+
+
+
= 280

$$AP_{L=4} = \frac{\quad}{4} = 70$$

MP4

70

Suppose we have the MP for three workers:

If the next worker's MP is **EQUAL TO** that average (70)

Average SAME

Suppose we have the MP for three workers:

$$AP_{L=3} = \frac{TP_{L=3} = 50 + 70 + 90 = 210}{3} = 70$$

If the next worker's MP is **EQUAL TO** that average (70)

Average SAME

$$AP_{L=4} = \frac{TP_{L=4} = 50 + 70 + 90 + 70 = 280}{4} = 70$$

The Average/Marginal Rule