



[illegible]





2





4











10







1

5

30

50



8

2



95



107

125

131



Total

Product

1

1

7



Wage  
\$50

Assume that  
labor is the  
**ONLY** variable  
cost



1 worker = \$50

2 workers = \$1000


3 workers = \$150

Variable  
Cost



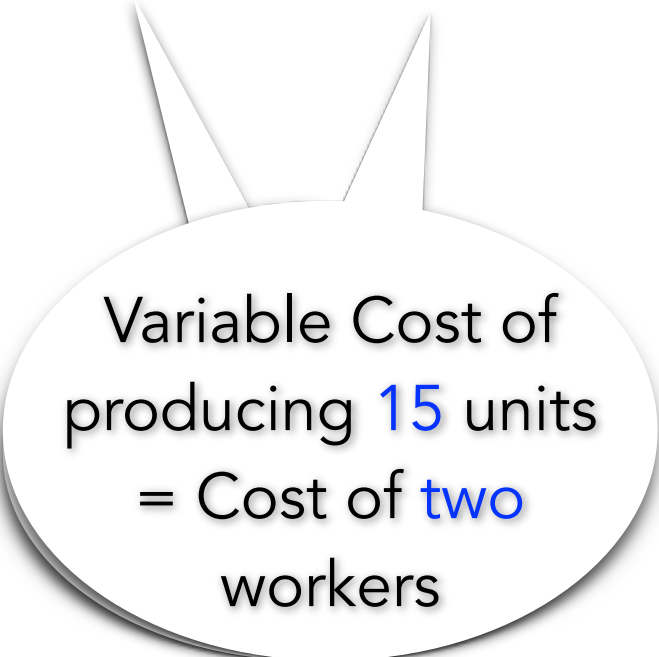


4 workers = \$2000

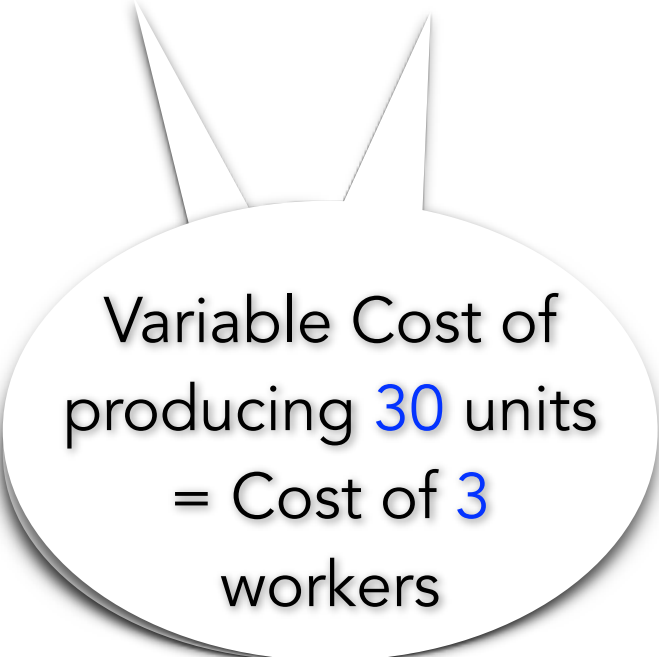


Variable Cost  
of producing 5  
units = Cost of  
one worker





Variable Cost of  
producing 15 units  
= Cost of two  
workers

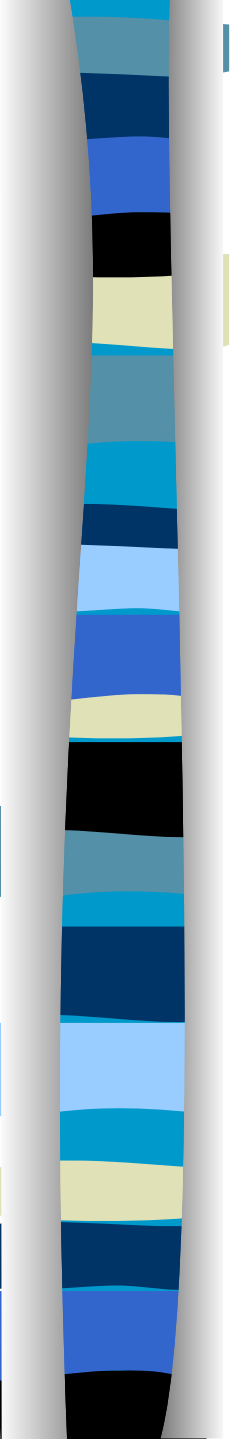


Variable Cost of  
producing 30 units  
= Cost of 3  
workers

# Variable

Cost
0
50
100
150
200
250
300
350
400
450
500
550





Total Product	Variable Cost
0	0
5	50
15	100
30	150
50	200
67	250
82	300
95	350
107	400
117	450
125	500
131	550



Wage  
\$50

# Total

	Product	VC
	0	0
	5	50
	15	100
	30	150
	50	200
	67	250
	82	300
	95	350
	107	400
	117	450
	125	500
	131	550