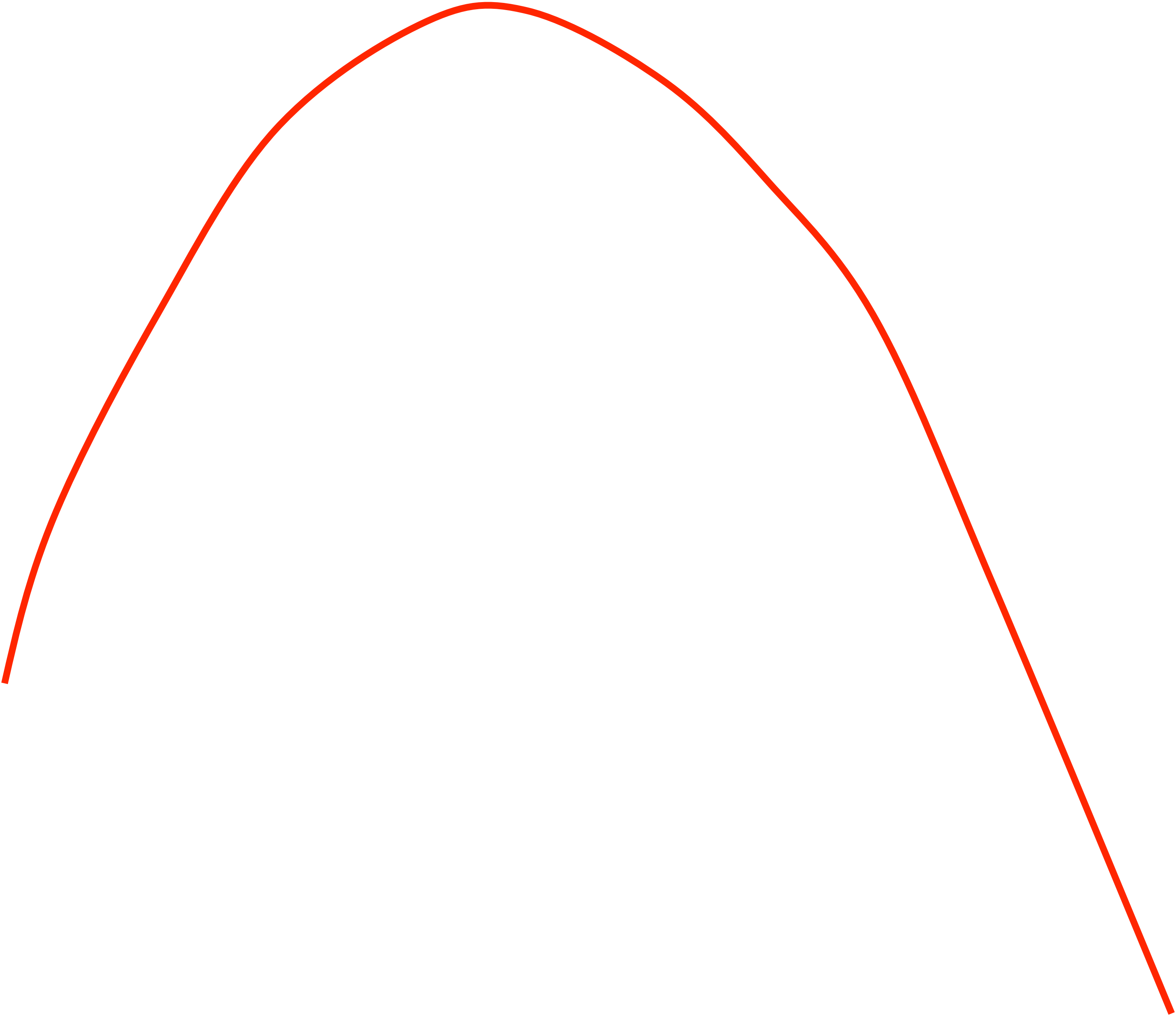




MP

AP



MP

Higher

AP

MP

lower

AP

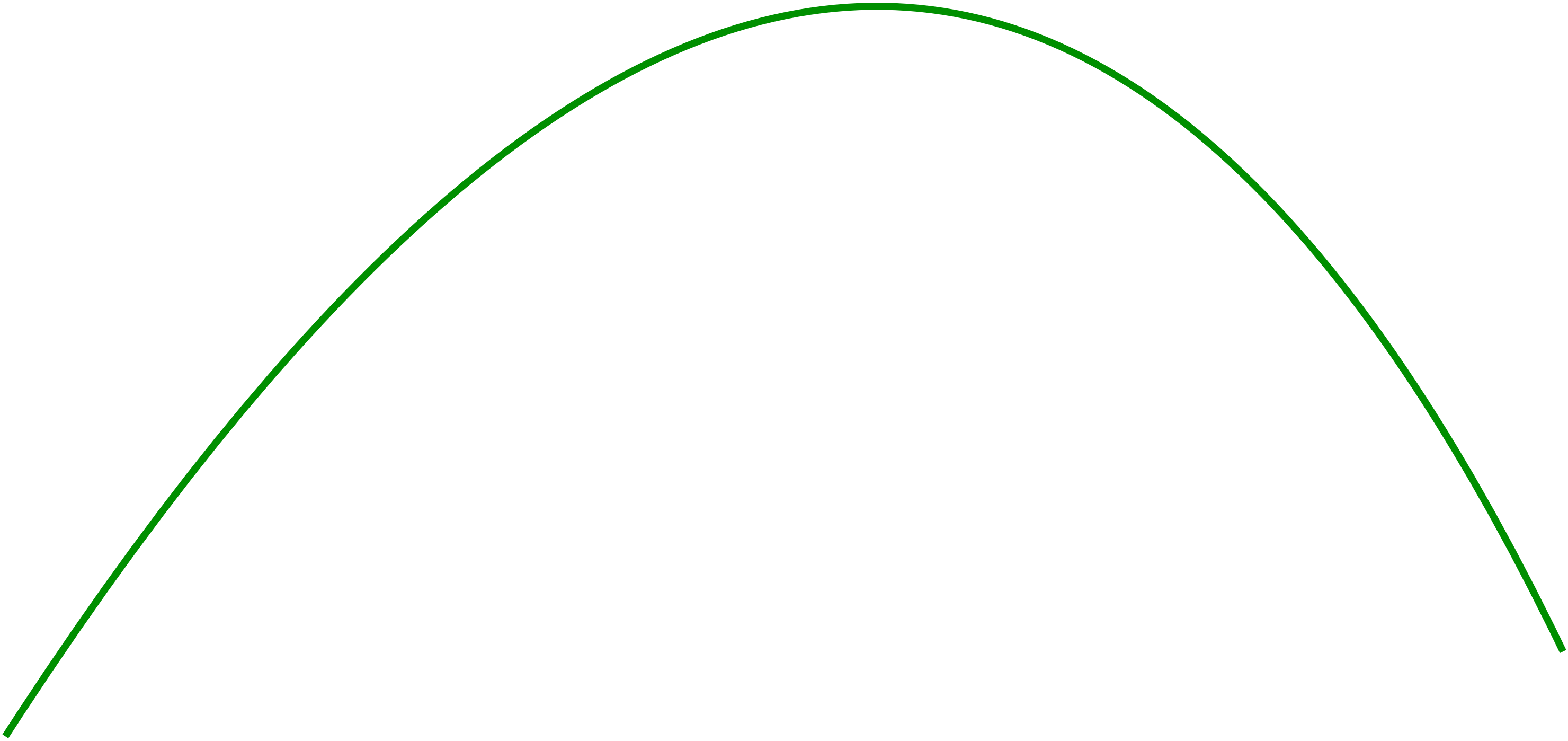
AP

=

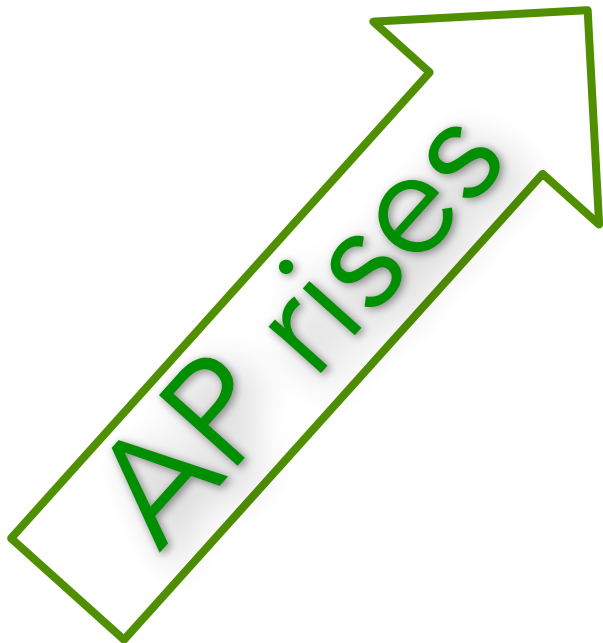
MP

AP does not change

The Average/Marginal Rule



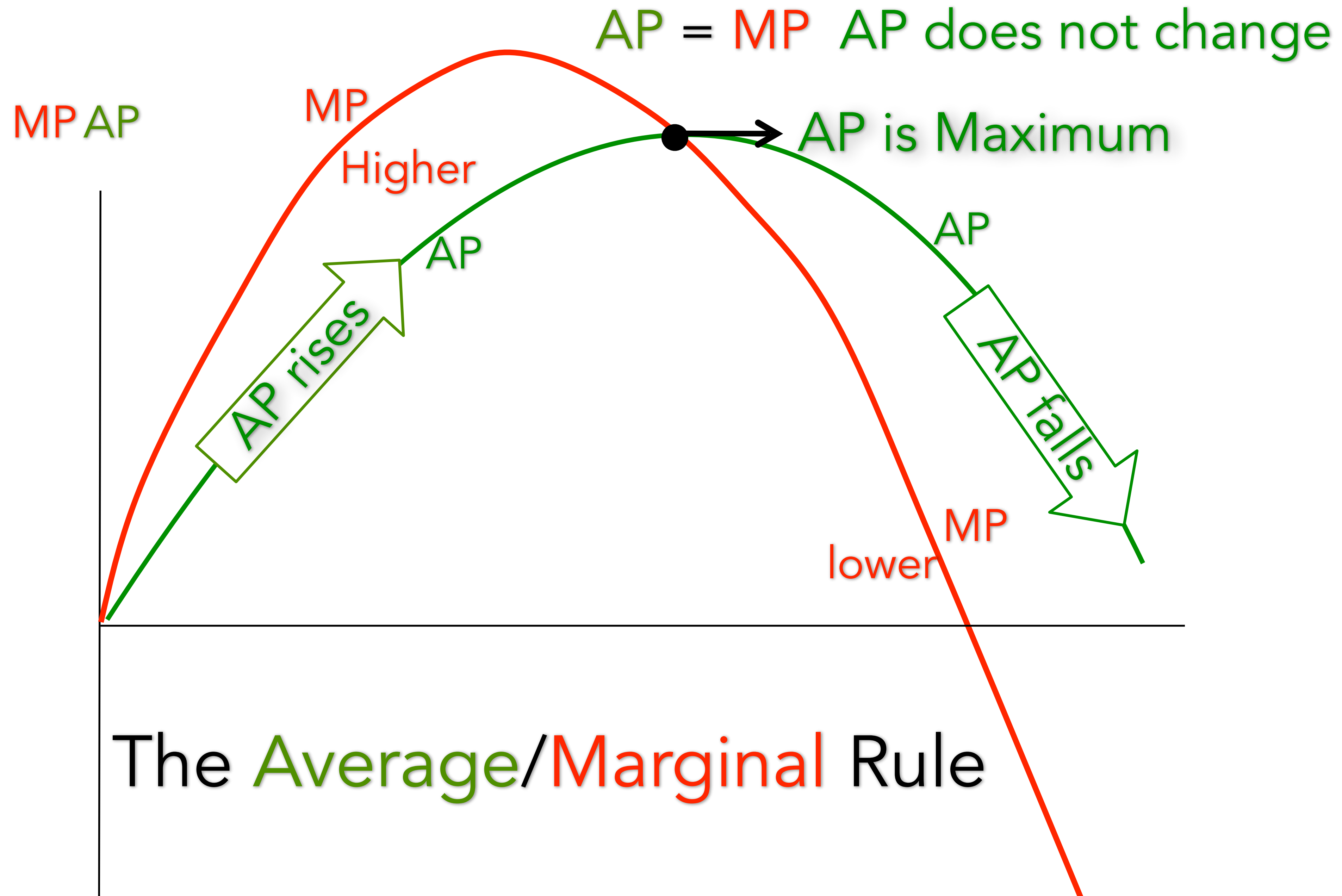








AP is Maximum



A Typical Production Function

