

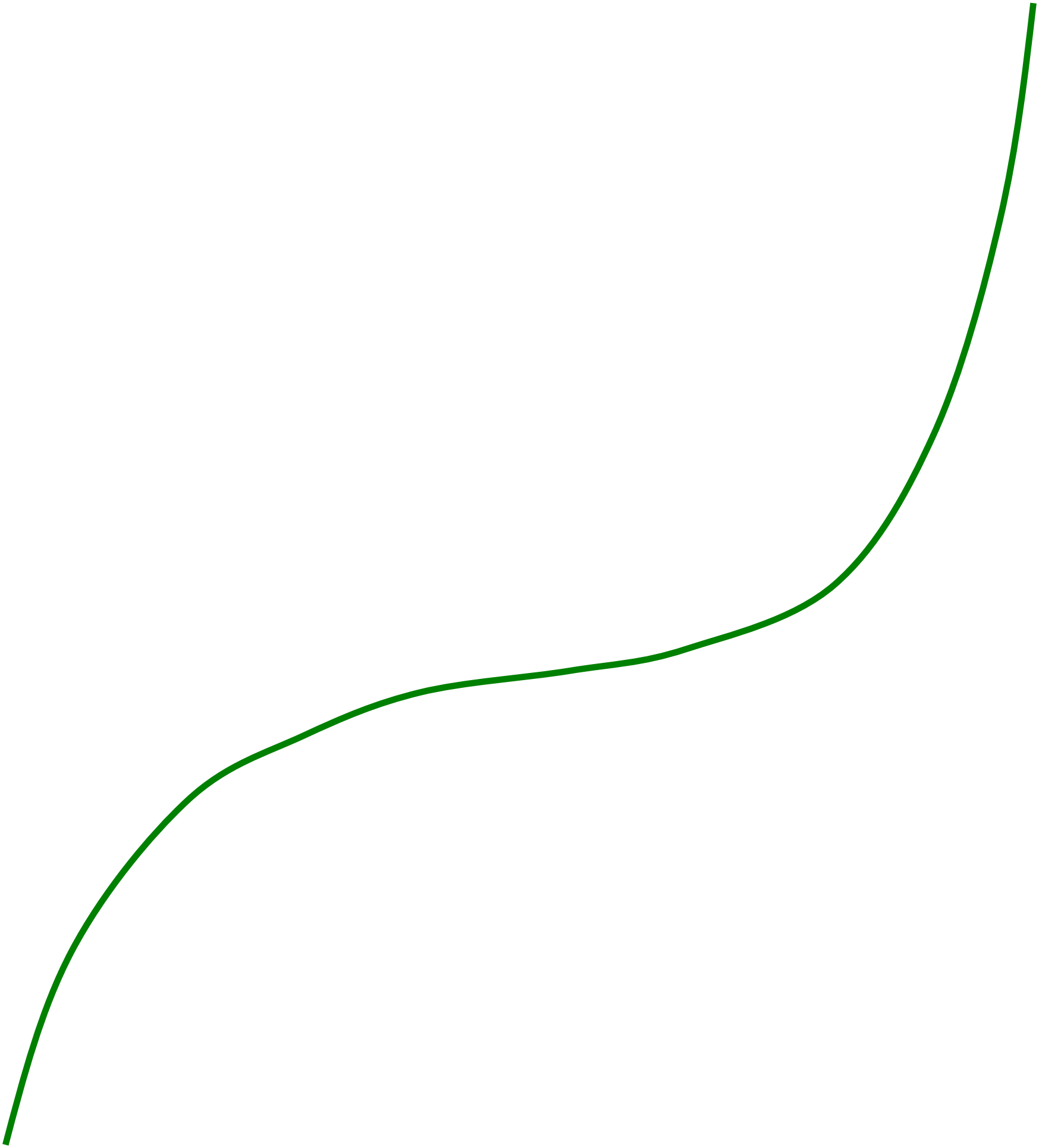
TR

Tc



Q





VC

FC

If TR

$> TC$

$> VC$



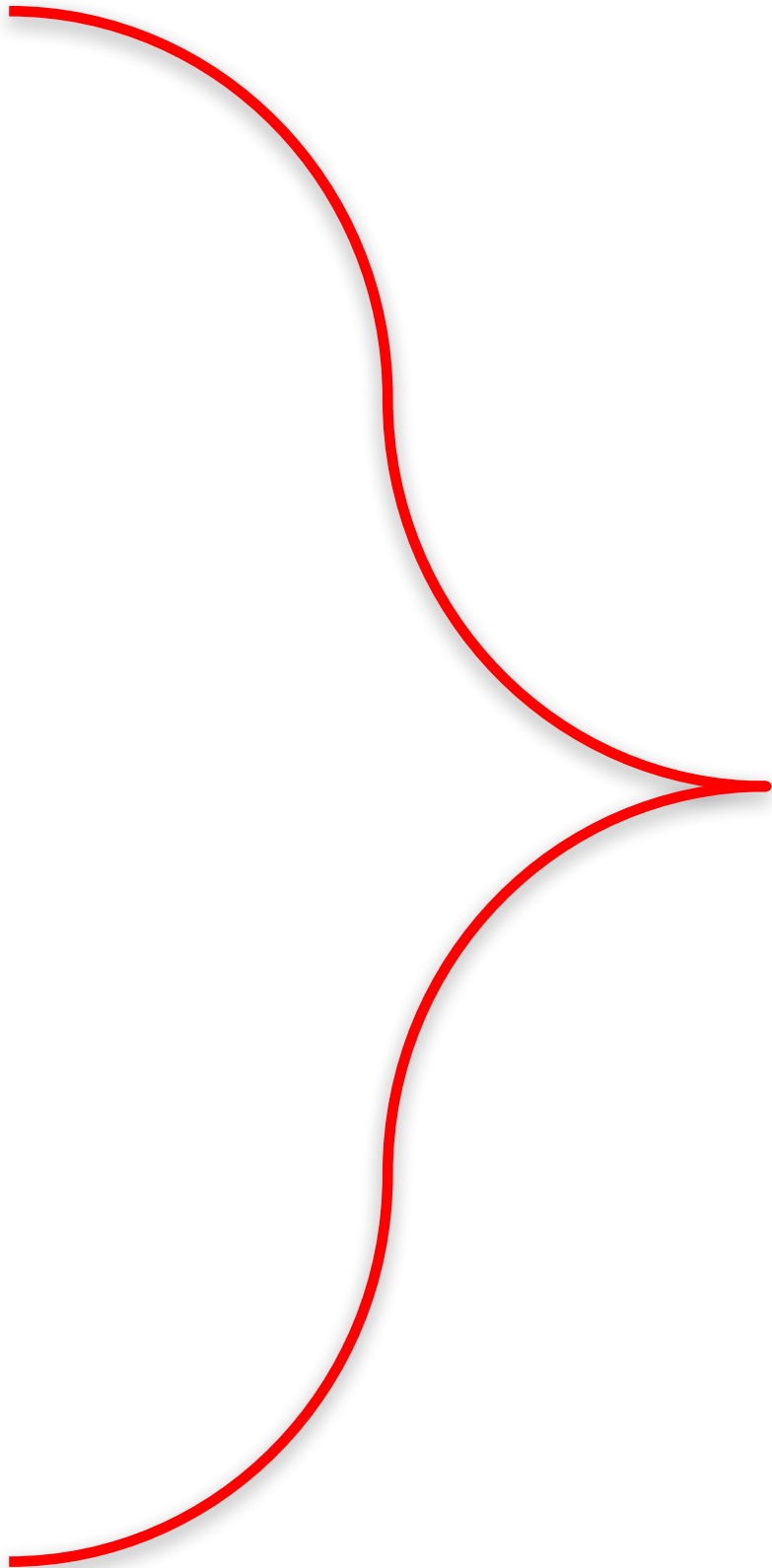
TR

TTC

VC

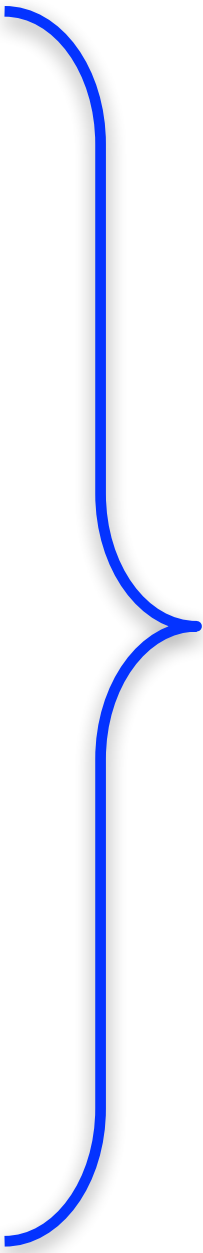






TR covers

all TC



TC







The firm makes a positive profit:
should produce q^* in the short run



Profit ≥ 0

The firm makes a **positive profit**:
should **produce q^*** in the short run

