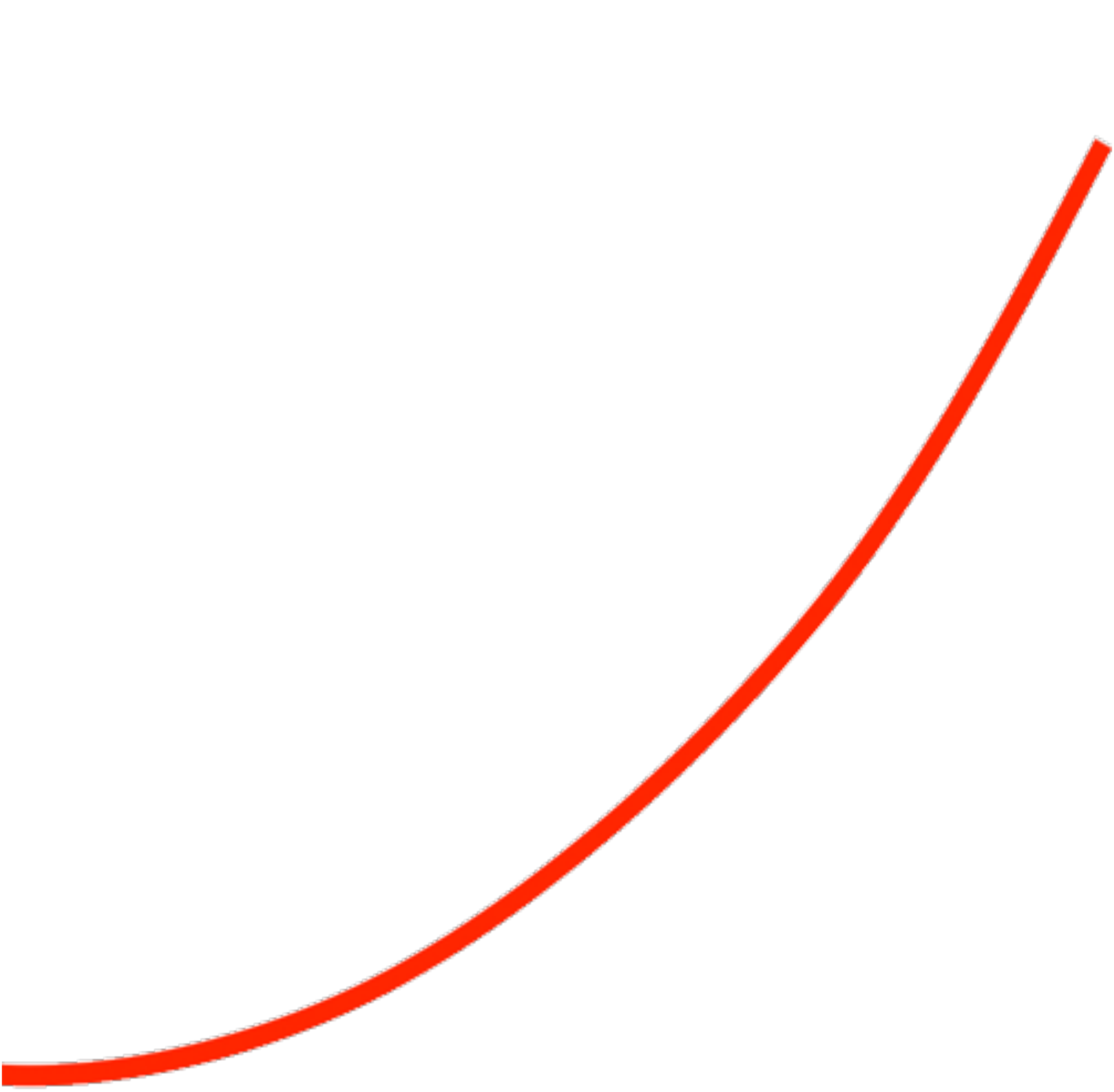


Cost per unit

5

10

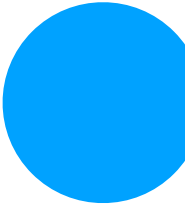
15

20

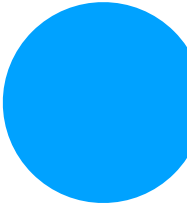
25

Pounds of Coffee Produced

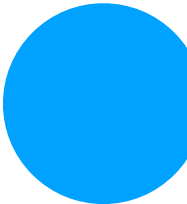
0.40



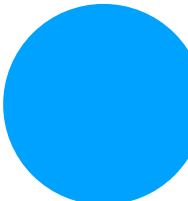
0.50



0.66



1



Quantity Supplied =

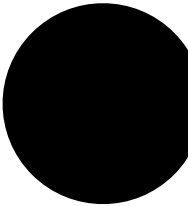
5

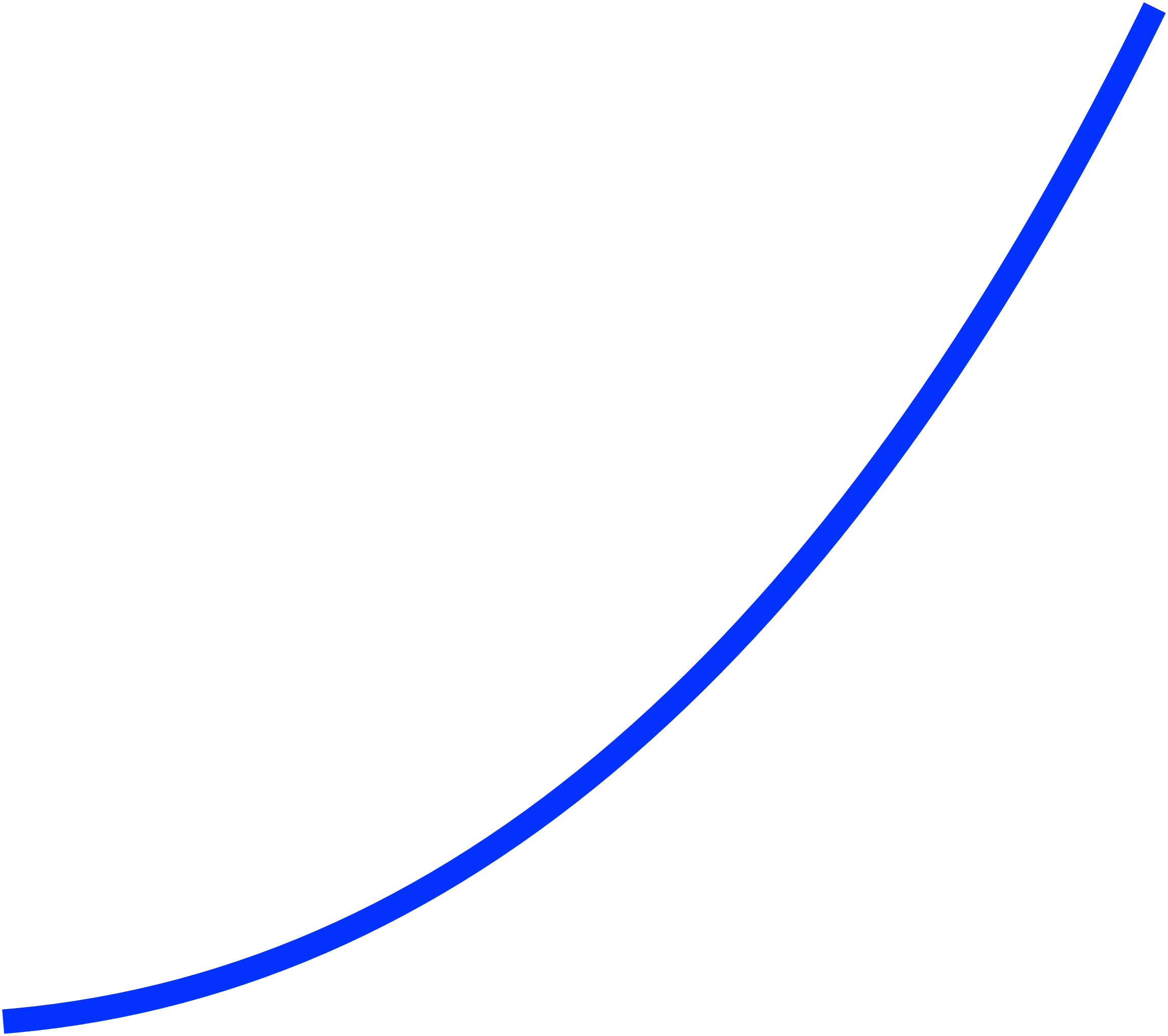
10

15

20

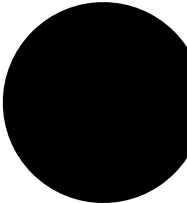
25

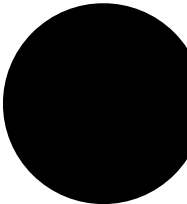


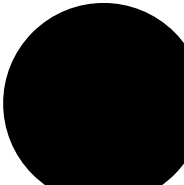


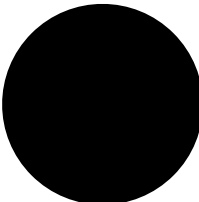
Supply

Price per unit









Quantity Supplied =

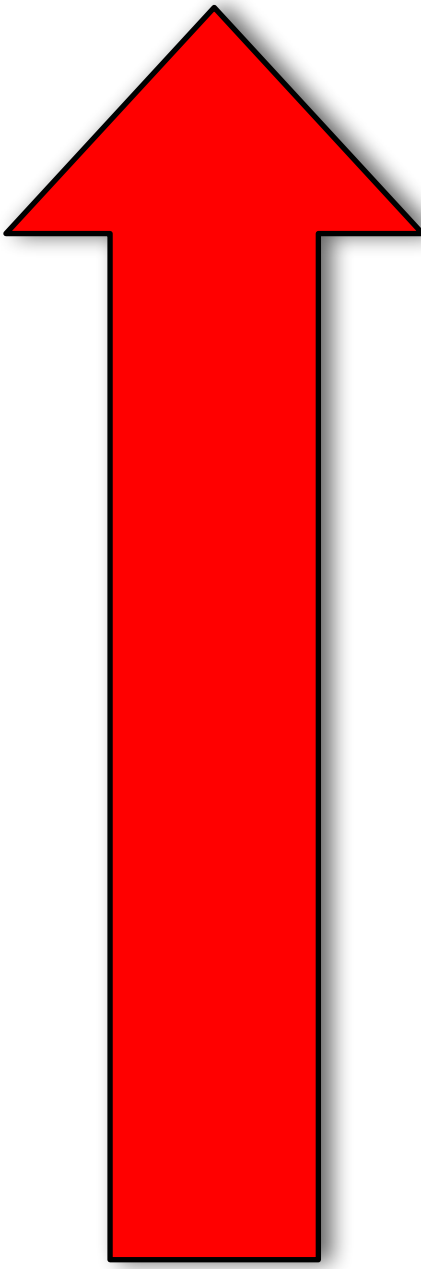
$$P = 0.40$$

$$P = 0.50$$

$$P = 0.66$$

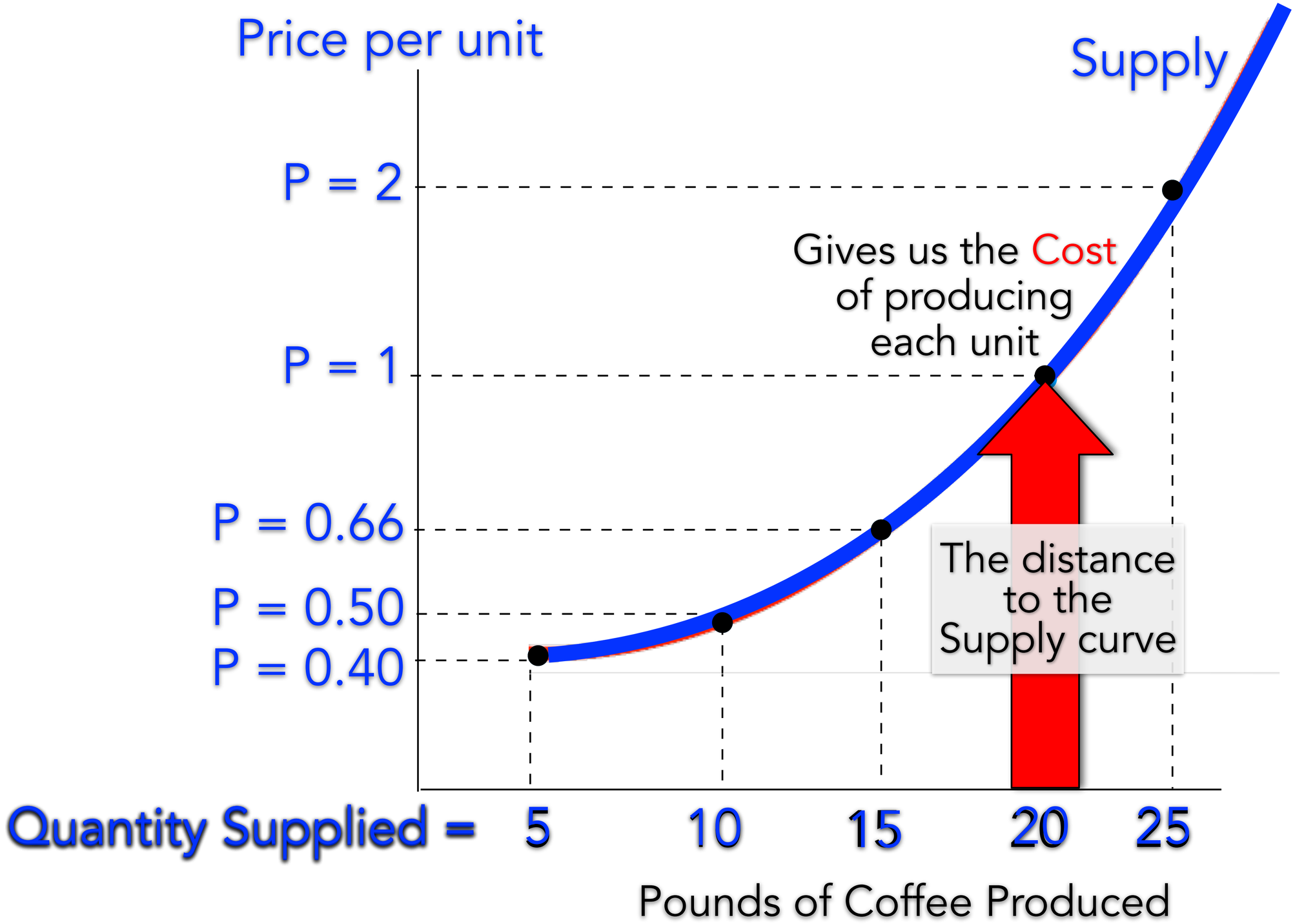
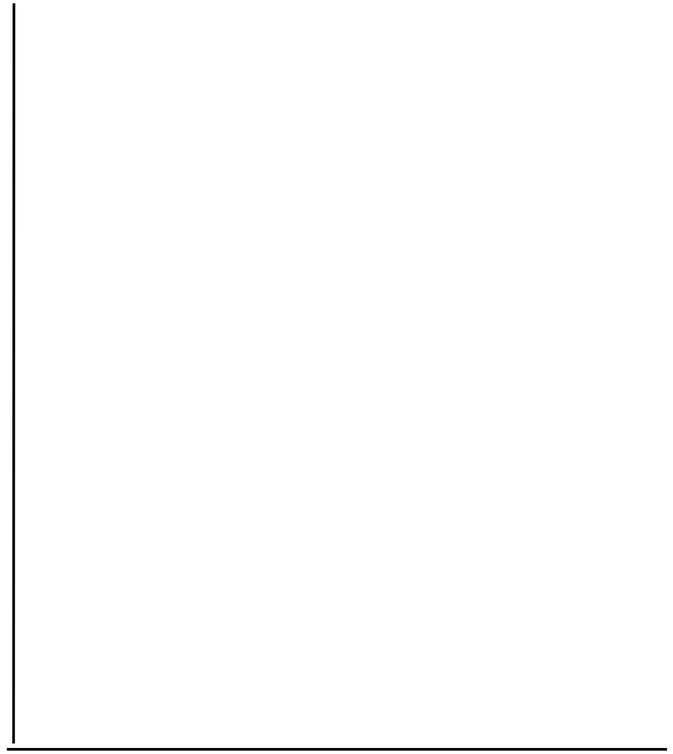
$$P = 1$$

$$P = 2$$



The distance to the Supply curve

Gives us the Cost of producing each unit


Price per unit
Supply
P = 2
P = 1
P = 0.66
P = 0.50
P = 0.40
Gives us the Cost of producing each unit
The distance to the Supply curve
Quantity Supplied =
5
10
15
20
25
Pounds of Coffee Produced

How many many units should be produced?