The Average/Marginal Rule

If the next worker's MP is higher than the previous average

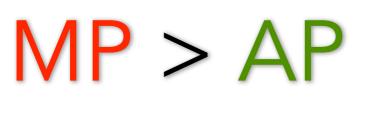
Average RISE

If the next worker's MP is lower than the previous average

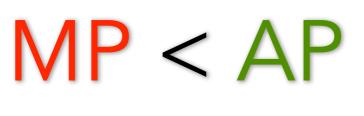
Average FALLS

If the next worker's MP is equal to the previous average

Average stays the SAME



APrise



fall ΛP 11

MP

AP remains the same

The Average/Marginal Rule

If the next worker's MP is higher than the previous average

MP > AP

AP rise

If the next worker's MP is lower than the previous average

MP < AP

AP fall

If the next worker's MP is equal to the previous average

MP = AP

AP remains the same

