

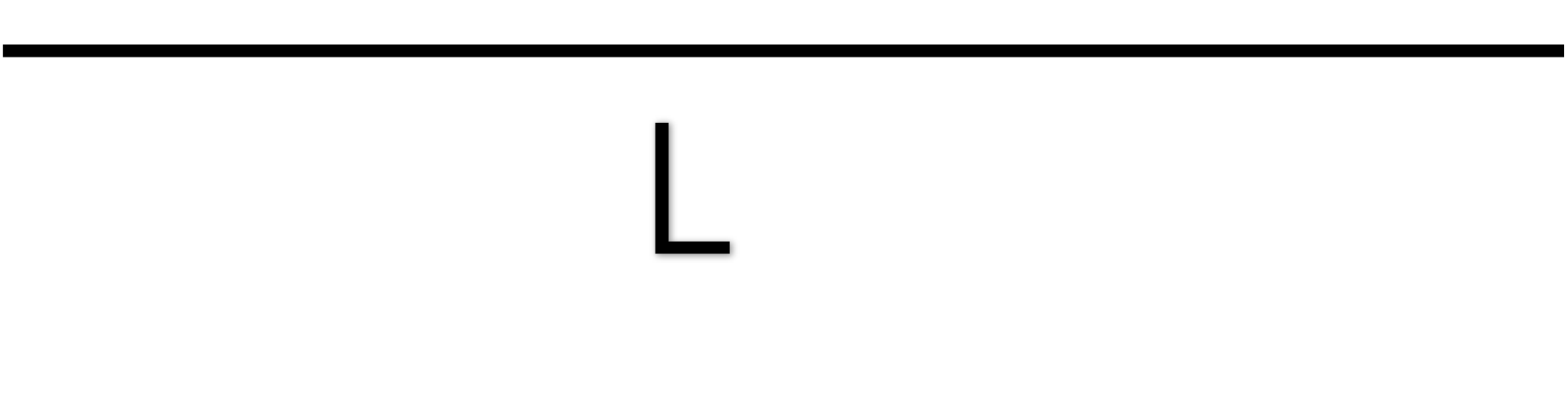


# The Average/Marginal Rule

Average Product (AP) =  $TP/L$

$$TP = MP_1 + MP_2 + MP_3 + \dots$$

AP =





# The Average/Marginal Rule

Average Product (AP) =  $TP/L$

$$AP = \frac{TP}{L} = \frac{MP_1 + MP_2 + MP_3 + \dots}{L}$$



Suppose we have the **MP** for three workers: