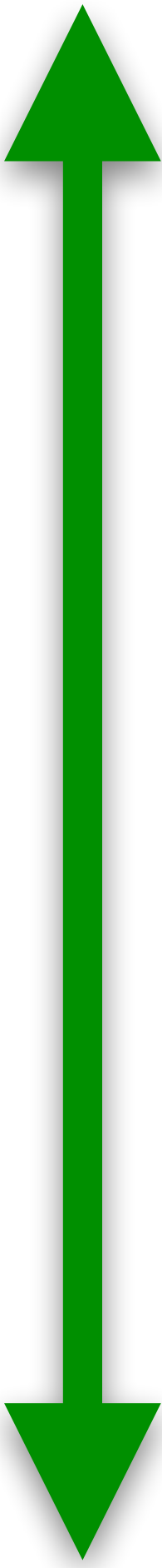


MP_2

70

MP_1

50

MP3

90

$$TP_{L=3} =$$

+
+
= 210

$$AP_{L=3} =$$

3

– =70

MP_2

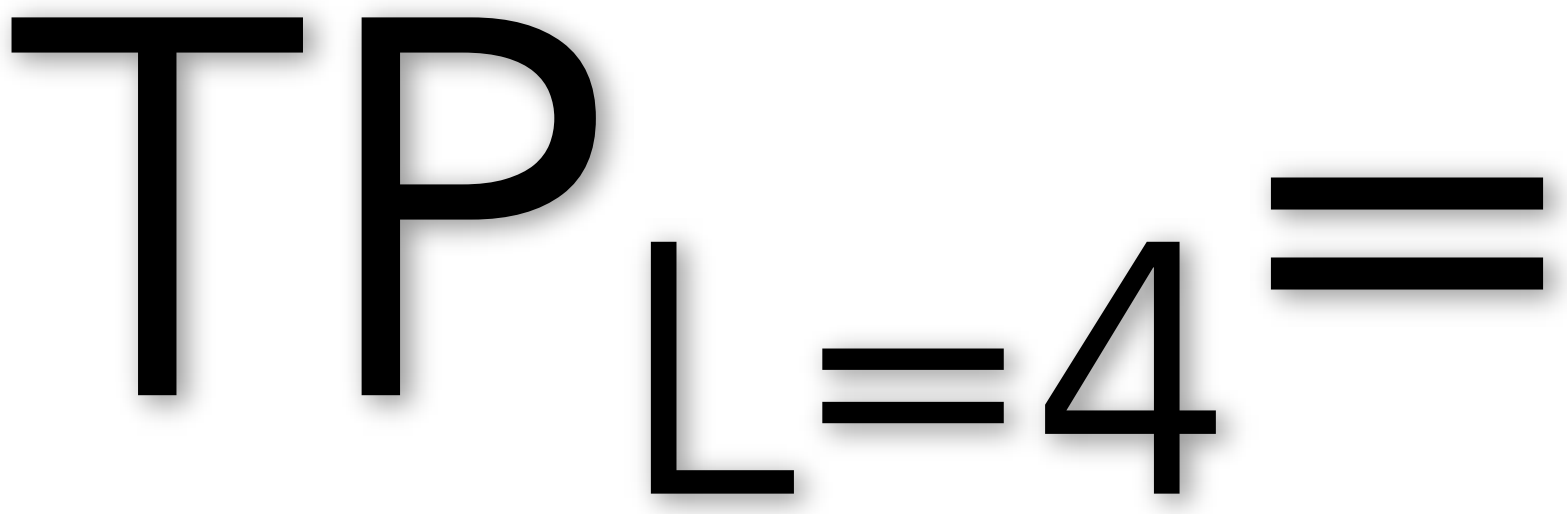
70

MP_1

50

MP_3

90


TP
L=4
=

+ + + = 320

$$AP_{L=4} = \frac{\quad}{4} = 80$$

MP4

110

Suppose we have the MP for three workers:

If the next worker's MP is higher than that average (70)

Average rise

We calculate the TP as the sum of the MP

We calculate

$AP = TP/L$

Suppose we have the MP for three workers:

We calculate the TP as the sum of the MP

$$TP_{L=3} = 50 + 70 + 90 = 210$$

$$AP_{L=3} = \frac{TP_{L=3} = 50 + 70 + 90 = 210}{3} = 70$$

We calculate AP = TP/L

If the next worker's MP is higher than that average (70)

Average rise

$$TP_{L=4} = 50 + 70 + 90 + 110 = 320$$

$$AP_{L=4} = \frac{TP_{L=4} = 50 + 70 + 90 + 110 = 320}{4} = 80$$

Suppose we have the MP for three workers: