





$$TC = FC + VC$$

To calculate per unit costs:

Divide by 2 (Units Produced)

$$TC/Q = FC/Q + VC/Q$$

Average TC =

Average FC +



Average VC

TC per unit

FC per unit

VC per unit

[REDACTED]

[REDACTED]





ATC



AFC





AVC



[REDACTED]

[REDACTED]


$$TC = FC + VC$$

To calculate per unit costs:

Divide by Q (Units Produced)

$$\underbrace{TC/Q}_{ATC} = \underbrace{FC/Q}_{AFC} + \underbrace{VC/Q}_{AVC}$$

$$ATC = AFC + AVC$$

Average TC = Average FC + Average VC

TC per unit = FC per unit + VC per unit

# Average Fixed Cost

