













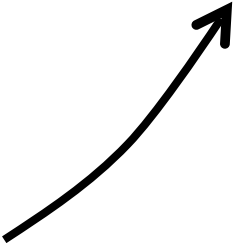
MC

$$\text{Marginal} < \text{Average}$$



ANC

Marginal  $>$  Average



$$MC = ATC$$

Average is minimum

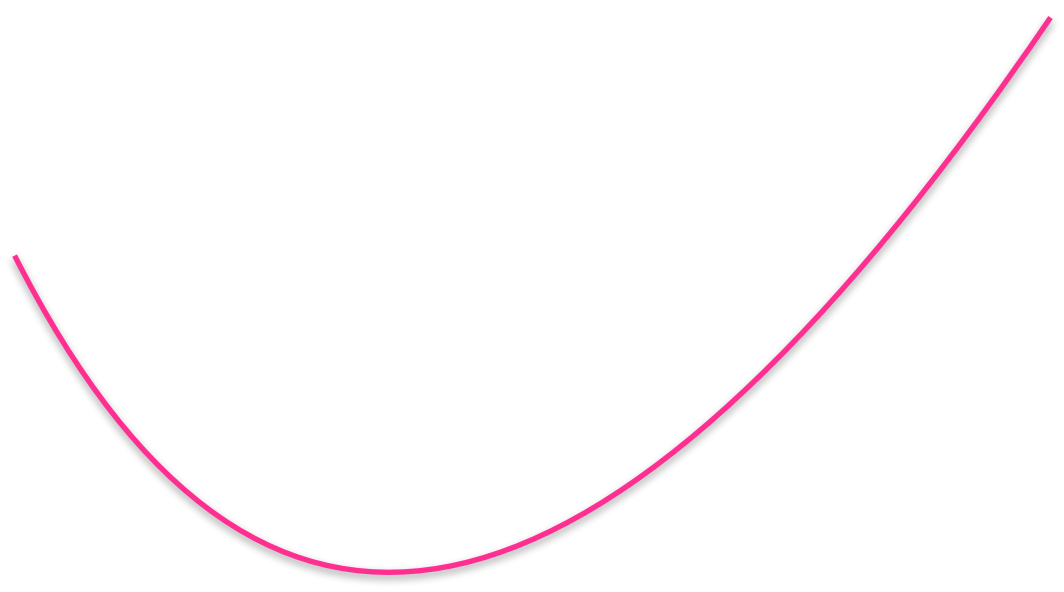


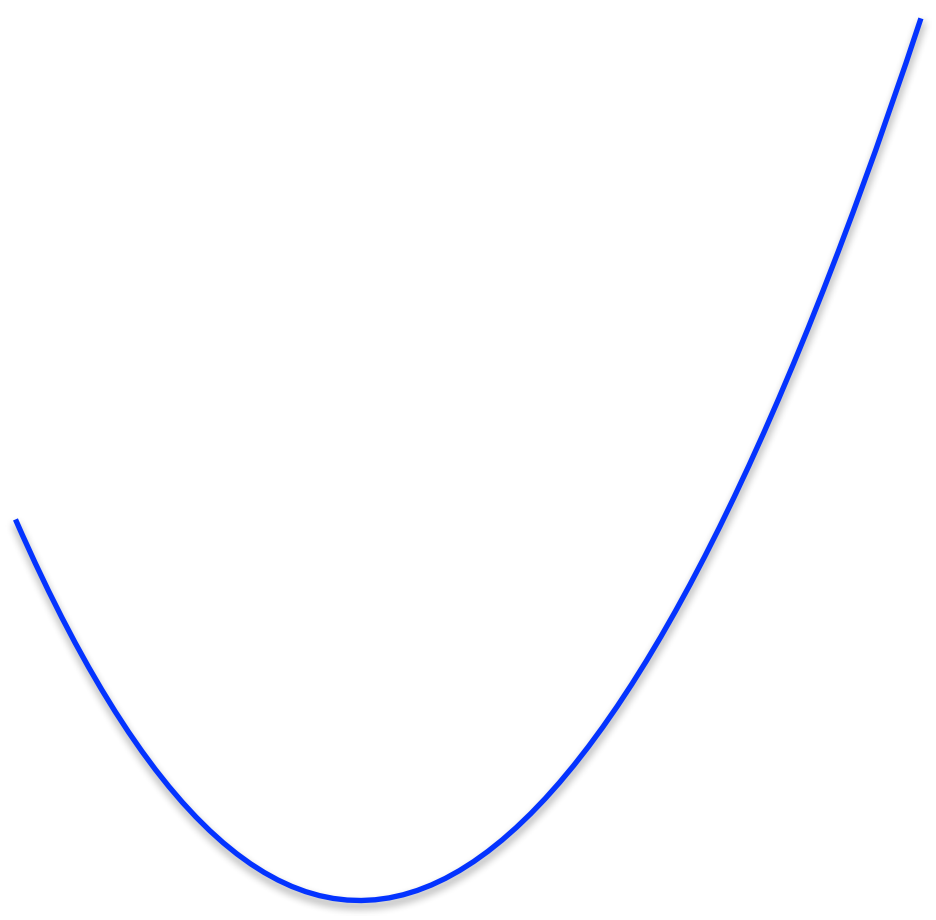
Average decrease

Average increase

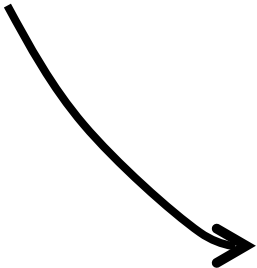
Marginal Cost cuts the ATC at its *minimum*







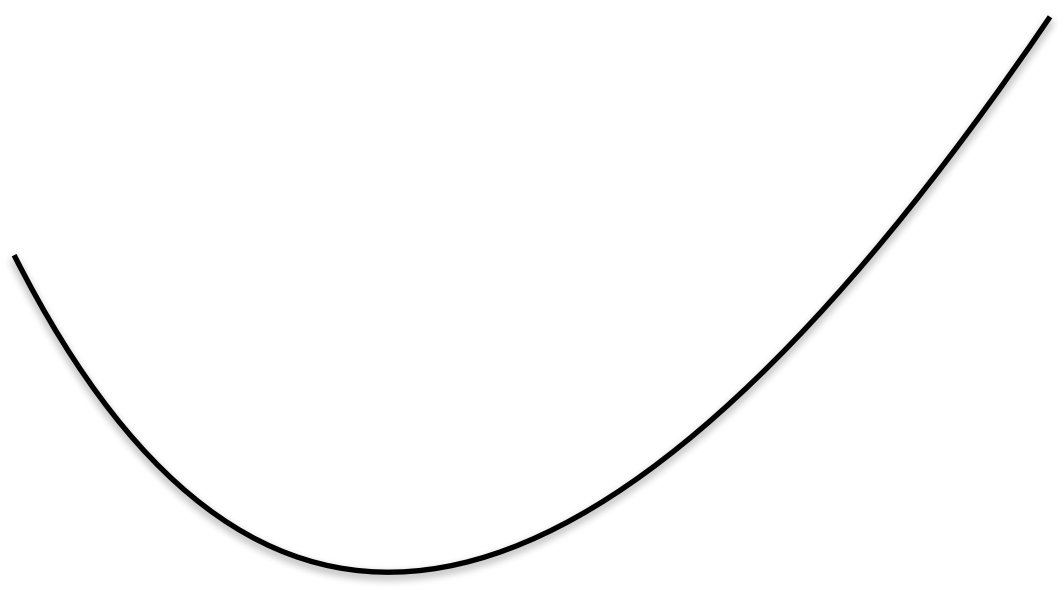




MC

C

ANC



ATC



ATC

# Marginal Cost cuts the ATC at its *minimum*

