



$$TC = FC + VC$$

To calculate per unit costs:

Divide by 2 (Units Produced)

$$TC/O_2 = FC/O_2 + VC/O_2$$

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

