













MC

Marginal  $\leq$  Average



AVC

Marginal  $>$  Average

$$MC = AVC$$

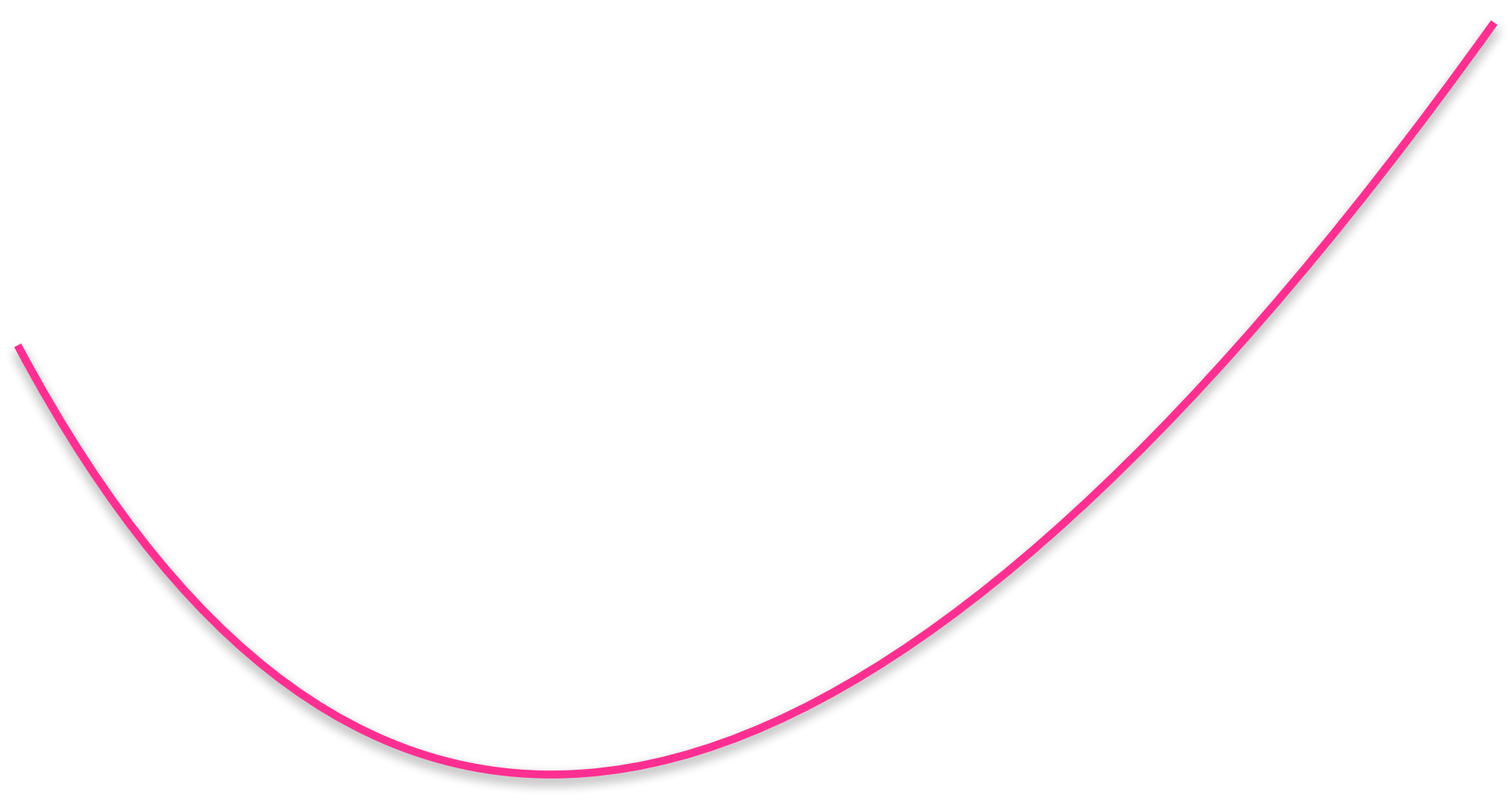
Average is minimum



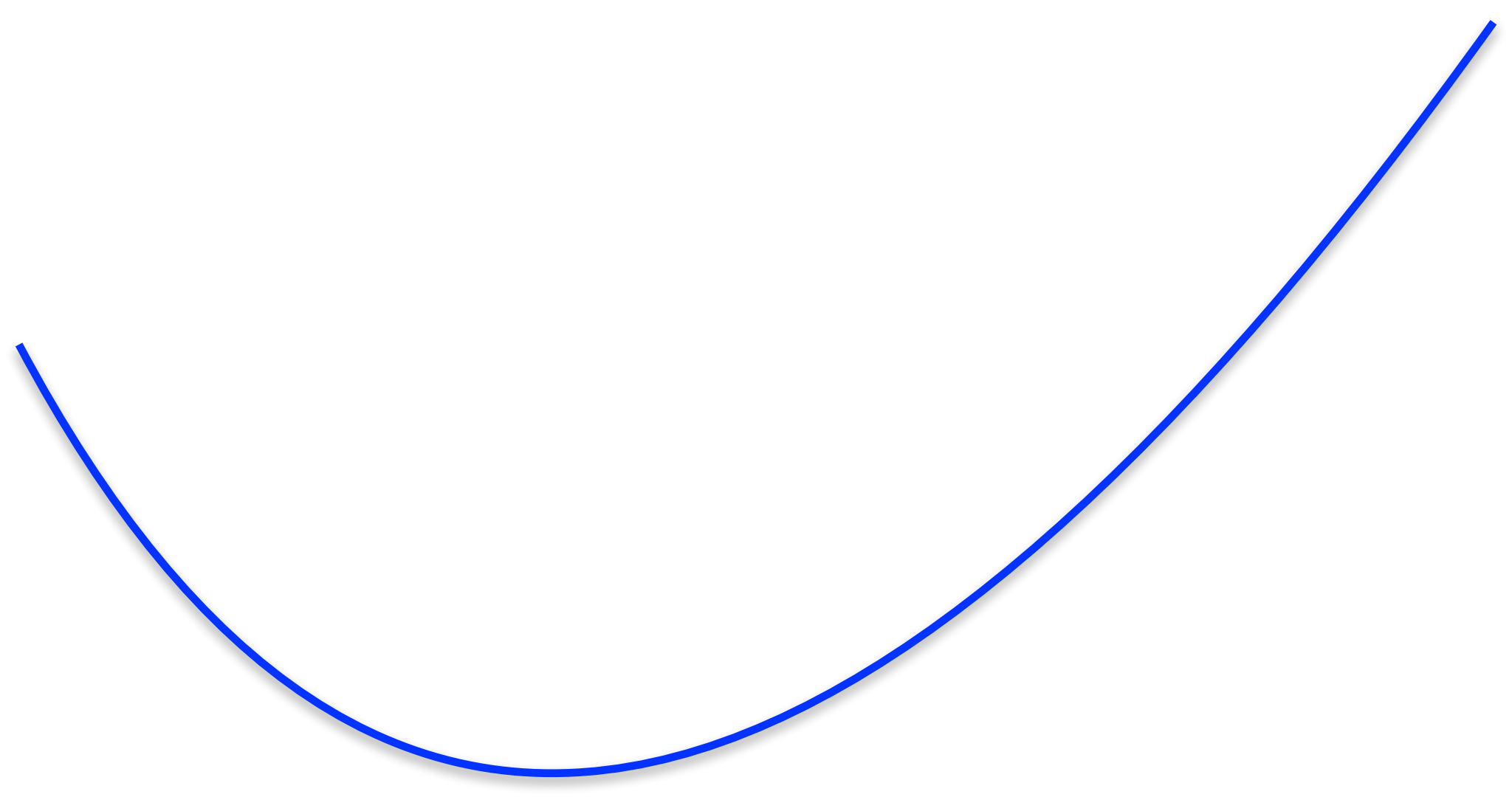
Average decrease

Average increase

Marginal Cost cuts the ATC at its  
*minimum* Point









MC

AVC

Marginal Cost cuts the **ATC** at its  
*minimum* Point

