







MC

Marginal \leq Average

AVC

Marginal > Average

$$MC = ATC$$

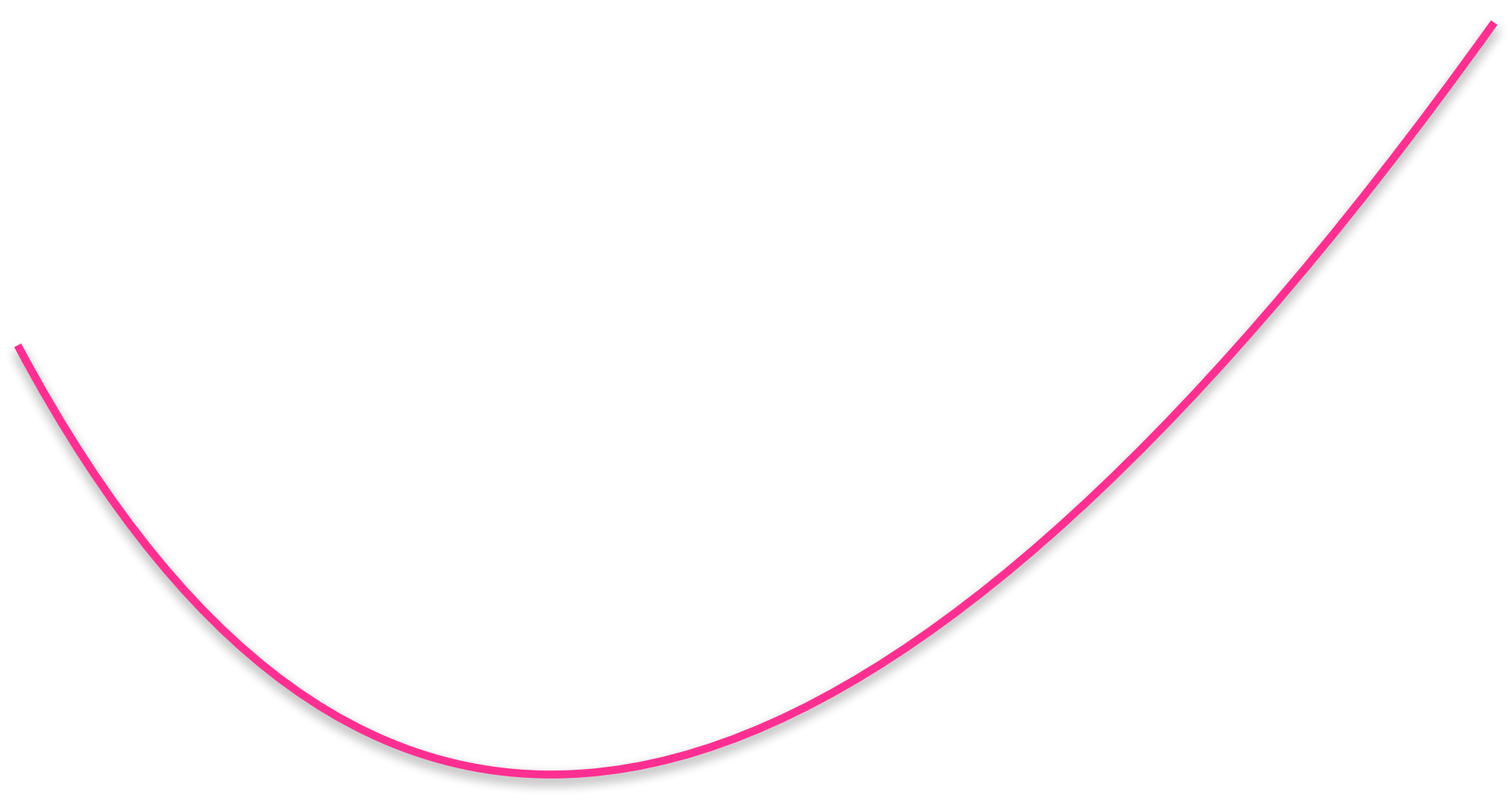
Average is minimum

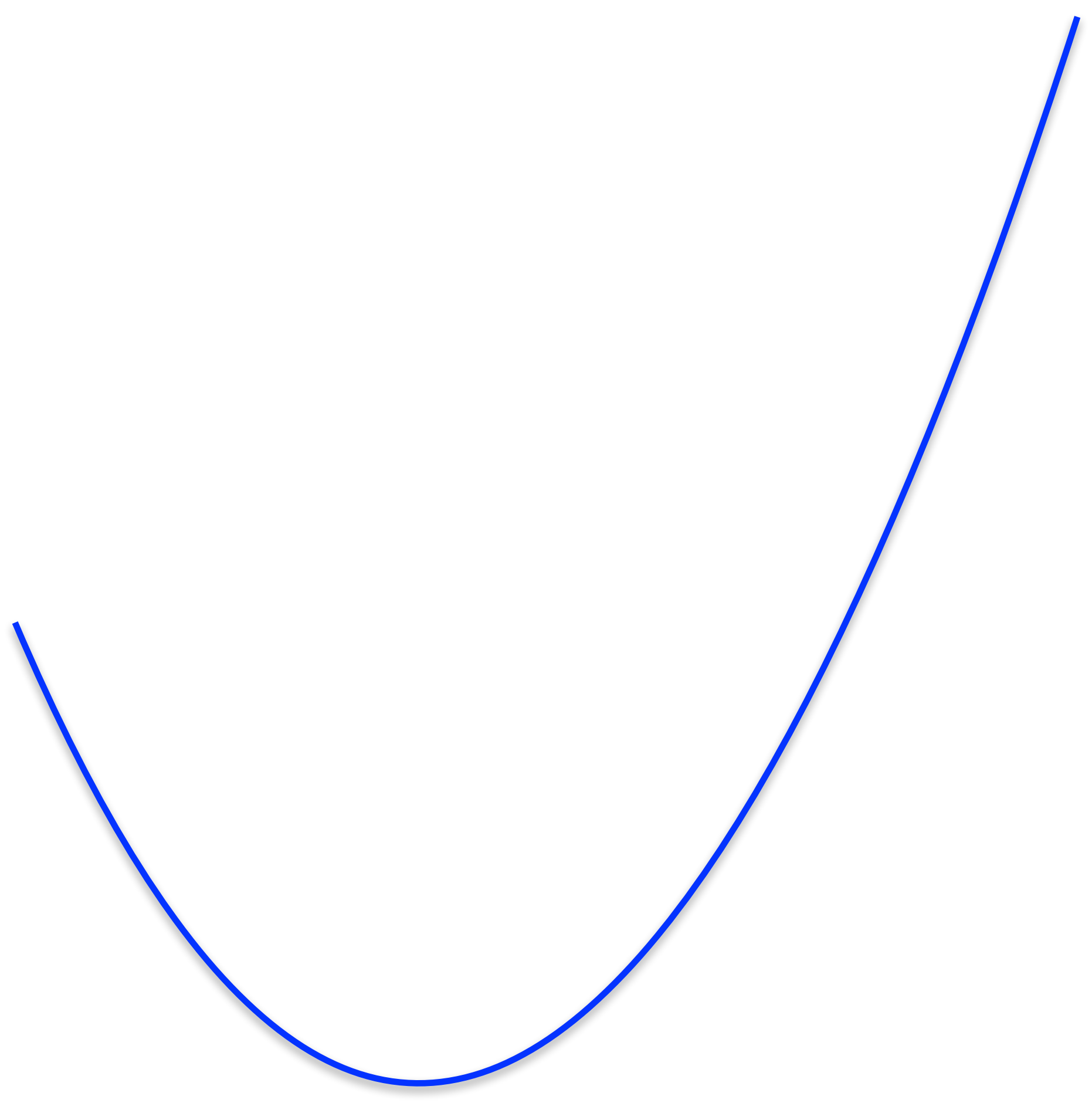


Average decrease

Average increase

Marginal Cost cuts the ATC at its *minimum*

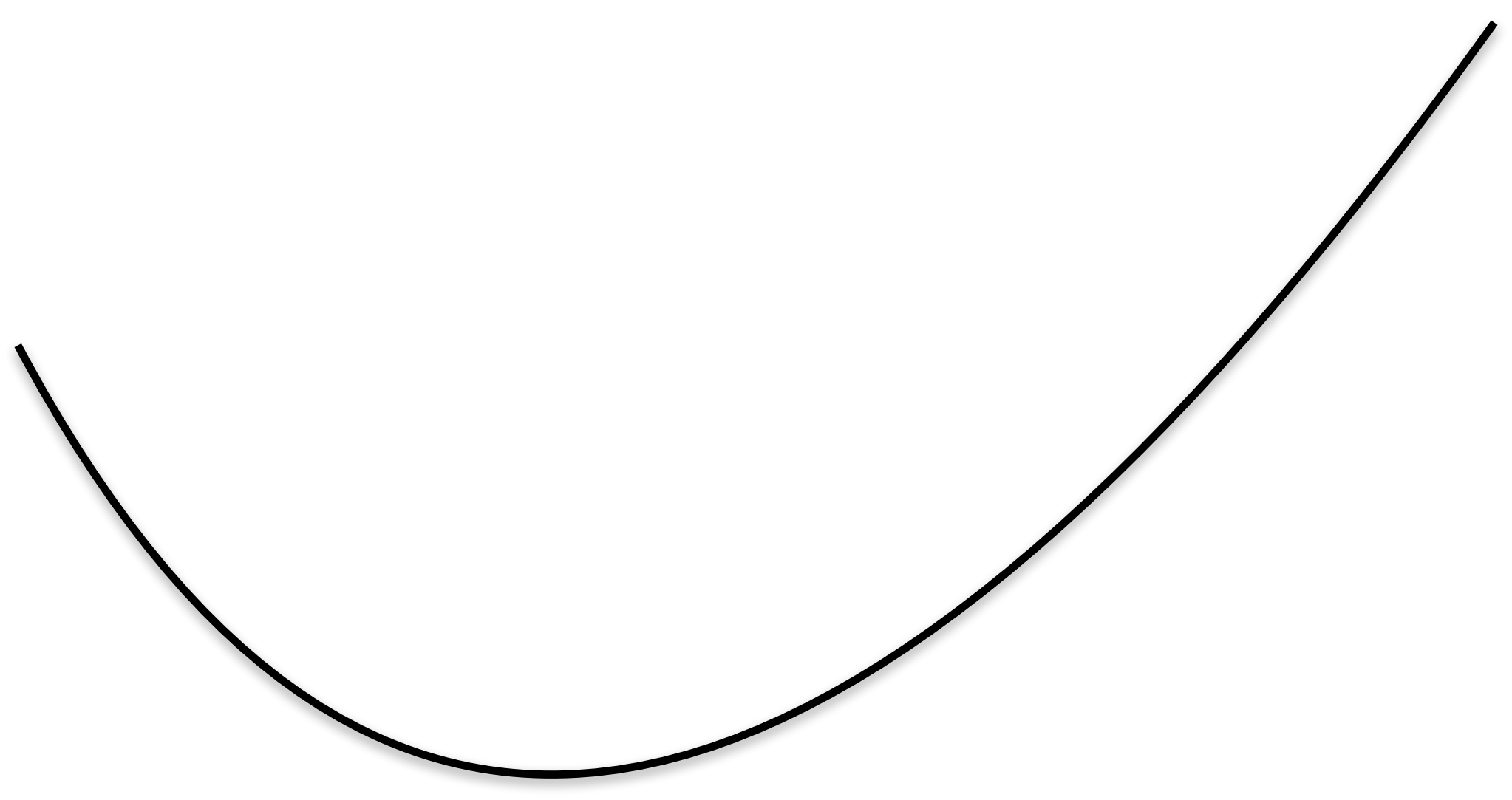






MC

AVC



ATC

ATC

Marginal Cost cuts the ATC at its *minimum*

