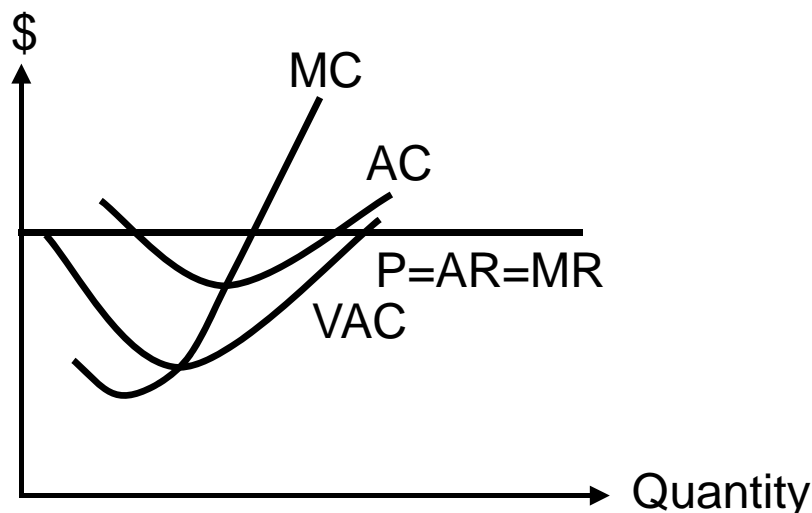


Supply by a competitive firm (short-run) 2 (E04)

- ⇒ The following figure shows a situation that a competitive firm faces in the short-run.
- Determine the quantity offered.
 - How much is the profit or the loss?
 - Of which parts does average cost consist?

Competitive firm (short-run)



MC = Marginal cost
AC = Average cost
VAC = Variable average cost
P = Price
MR = Marginal revenue
AR = Average revenue

Click to get the answer!