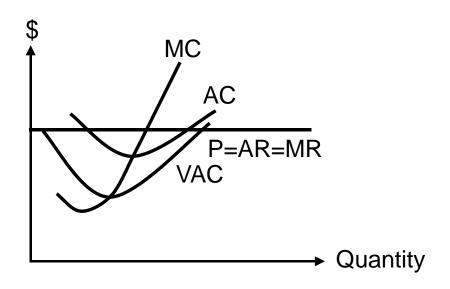
## Supply by a competitive firm (short-run) 2 (E04)

- 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!

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