**COST/BENEFIT ANALYIS PRACTICE**

**Unit Price: $60**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **# of Units** | **Fixed Cost** | **Variable Cost** | **Total Cost** | **Marginal Cost** | **Total Revenue** | **Marginal Revenue** |
| 0 | $100 | $0 |  |  |  |  |
| 1 |  | $100 |  |  |  |  |
| 2 |  | $180 |  |  |  |  |
| 3 |  | $250 |  |  |  |  |
| 4 |  | $305 |  |  |  |  |
| 5 |  | $355 |  |  |  |  |
| 6 |  | $410 |  |  |  |  |
| 7 |  | $475 |  |  |  |  |
| 8 |  | $545 |  |  |  |  |

How many units to produce:

**CIRCULAR FLOW MODEL**

