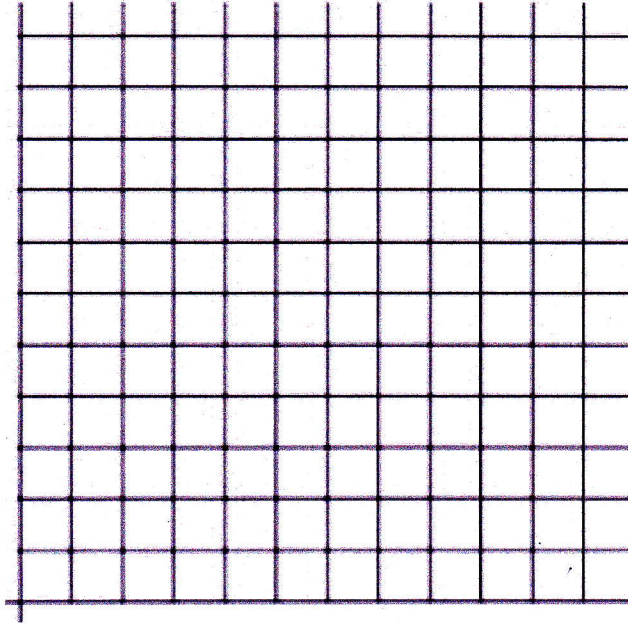

The Market Equilibrium Continued

Graph the Demand and Supply Schedules on the same axes



Conclusions

Market:

Disequilibrium:

Where does disequilibrium occur?

At a price of .40 note how a _____ exists in the market.

A _____ exists because _____

At a price of .80 note how a _____ exists in the market.

A _____ exists because _____

Market Equilibrium: