

4 Demand

5 Supply and Equilibrium

6 Changes in Equilibrium

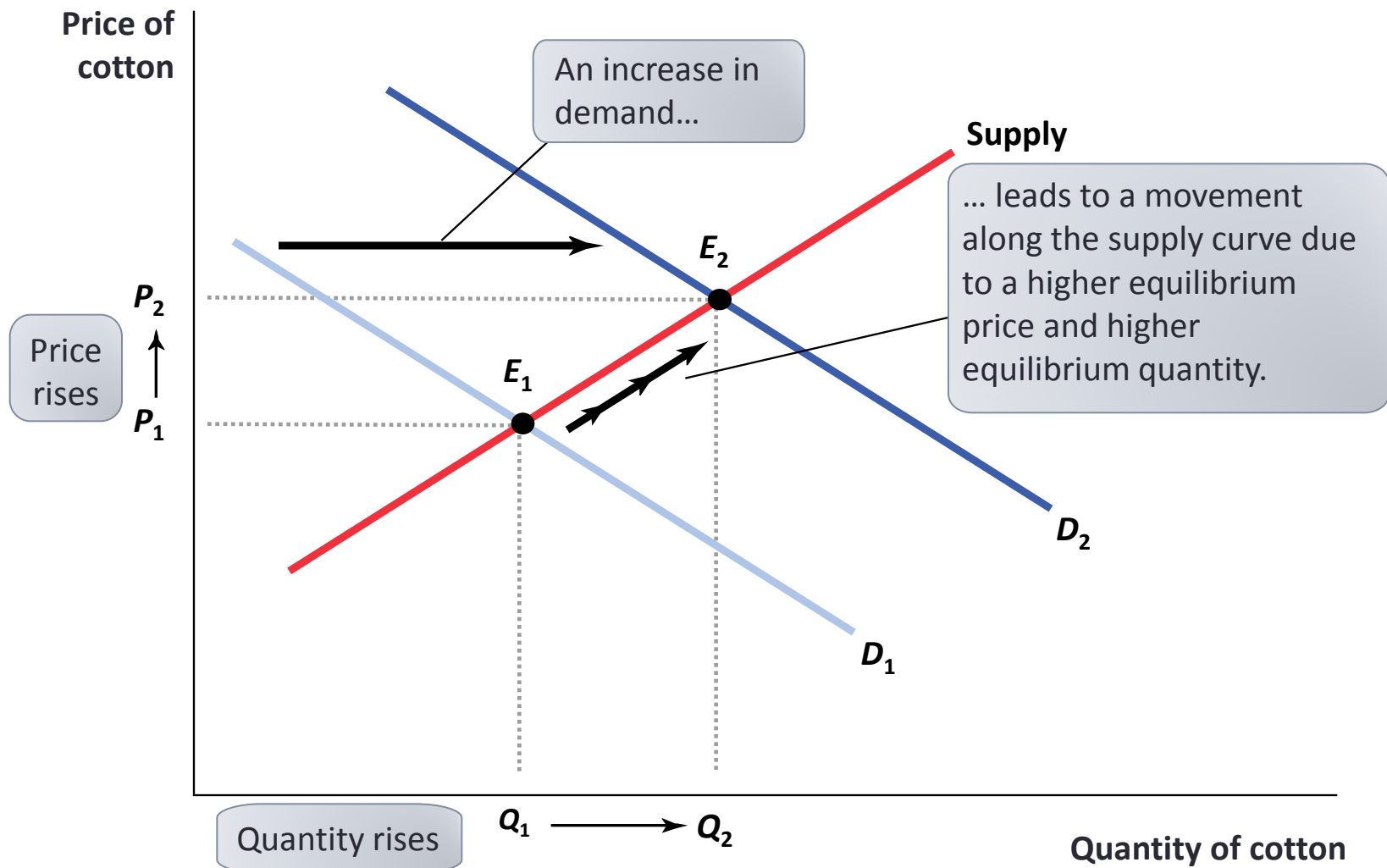
7 Price Controls and Quantity Controls

8 International Trade

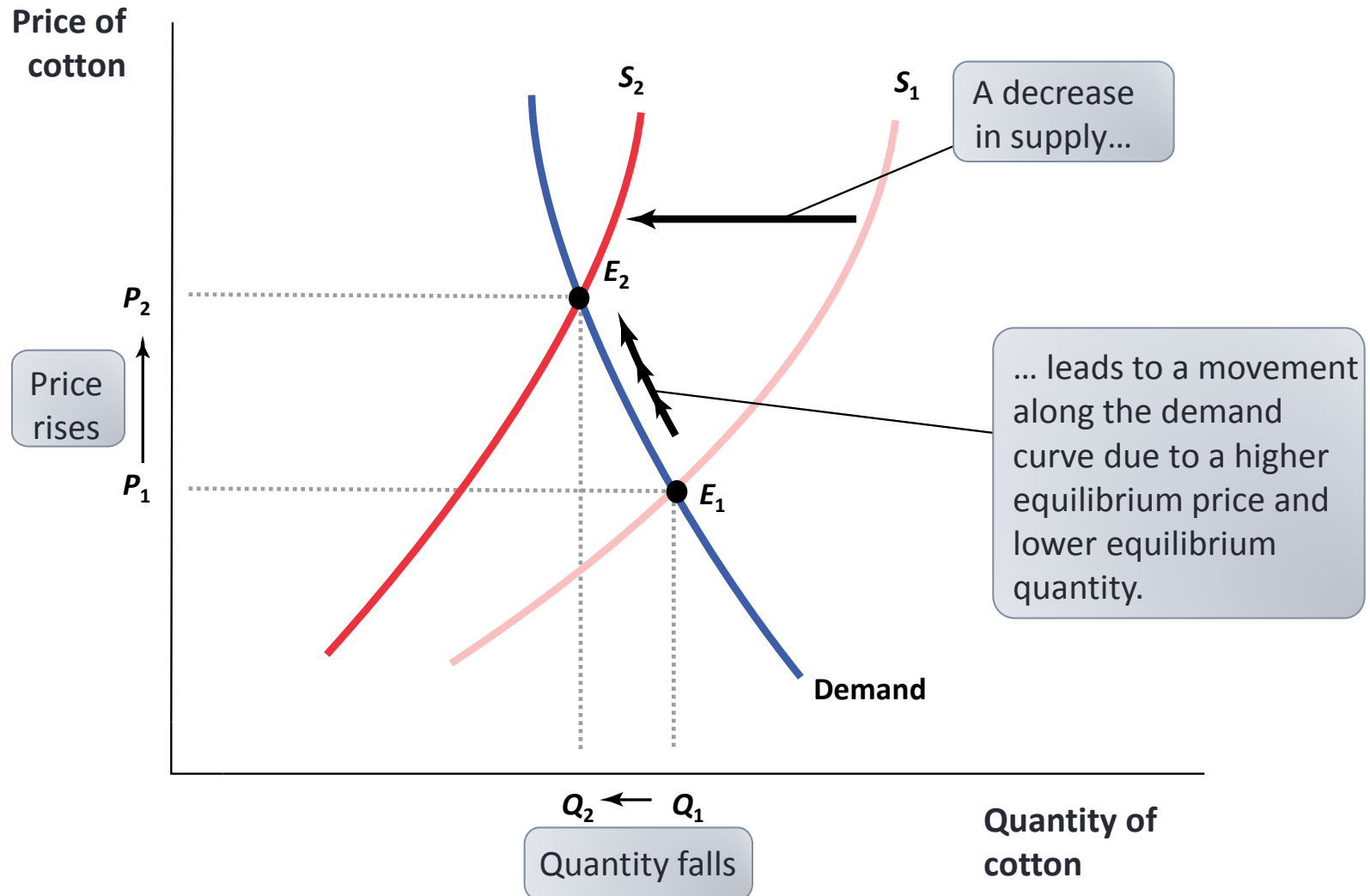
MODULE

6

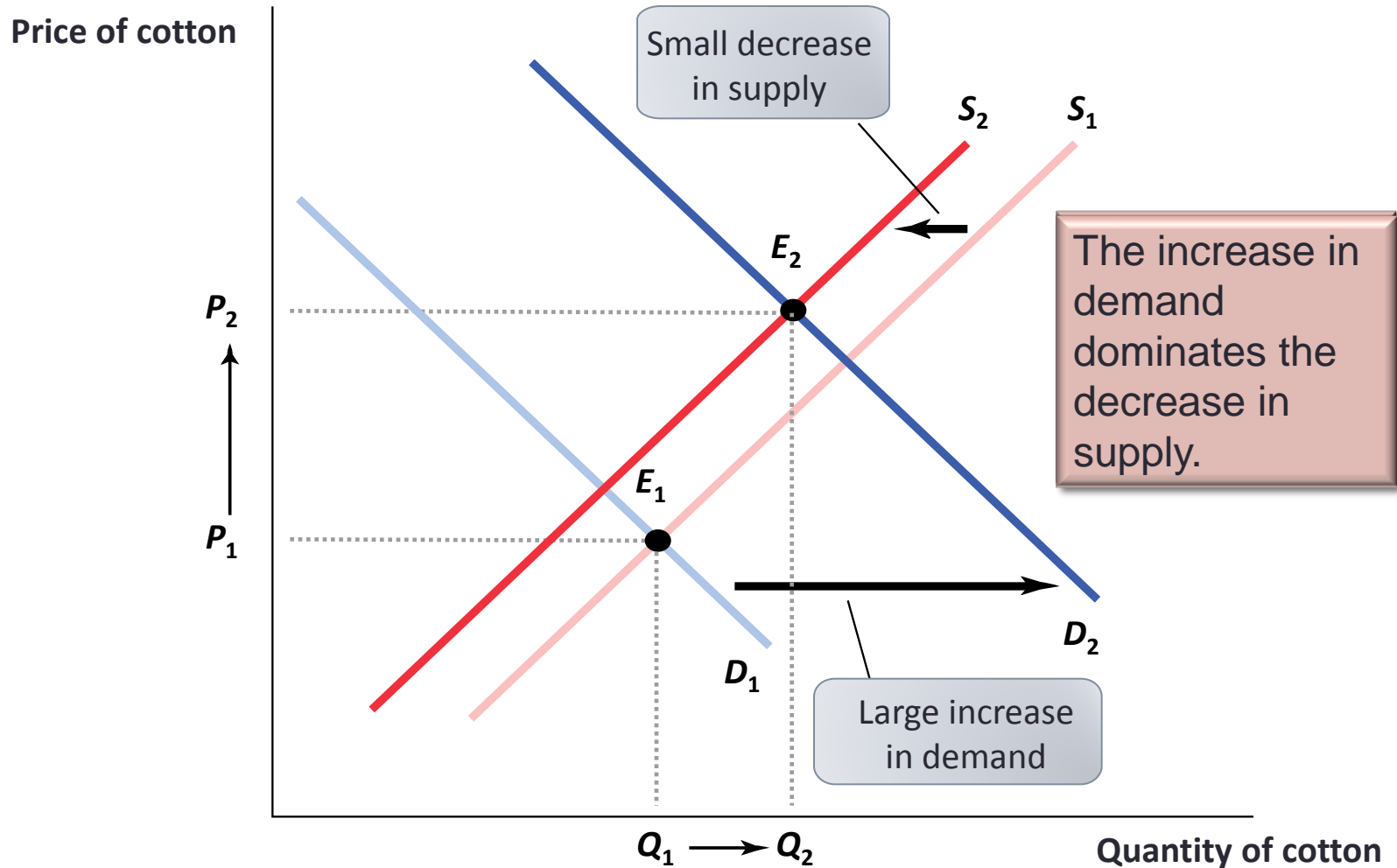
Equilibrium and Demand Curve Shifts



Equilibrium and Supply Curve Shifts



Simultaneous Shifts of Supply and Demand



Summary

<i>Simultaneous Shifts of Supply and Demand</i>	Supply Increases	Supply Decreases
Demand Increases	Price: ambiguous Quantity: up	Price: up Quantity: ambiguous
Demand Decreases	Price: down Quantity: ambiguous	Price: ambiguous Quantity: down

Application: Gas Prices

- What's causing low gas prices?
 - Shifts in demand?
 - Shifts in supply?



36 Month Average Retail Price Chart

