

Supply & Demand

Supply

Determinants:

- Price of Resources
- Technology
- Taxes & Subsidies
- Price of related goods
- Expected Prices
- Number of sellers

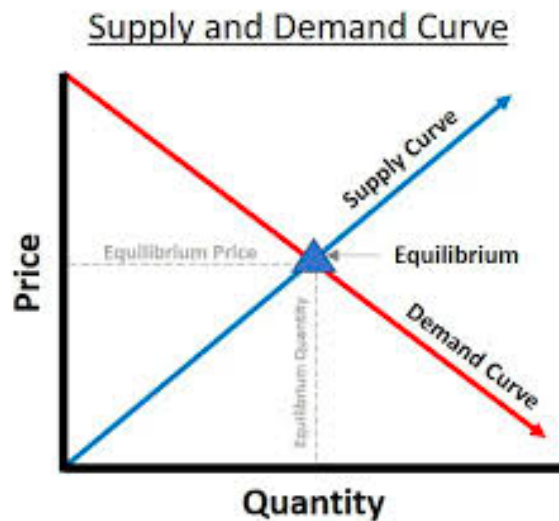
Demand

Determinants:

- Buyers Taste
- Buyers Income
- Price of related goods
- Buyers Expectations

Change in Price → Change in Quantity

Change in Determinant → Change in: Supply / Demand



Assumptions:

- Competitive Market
- Price is the most important factor

