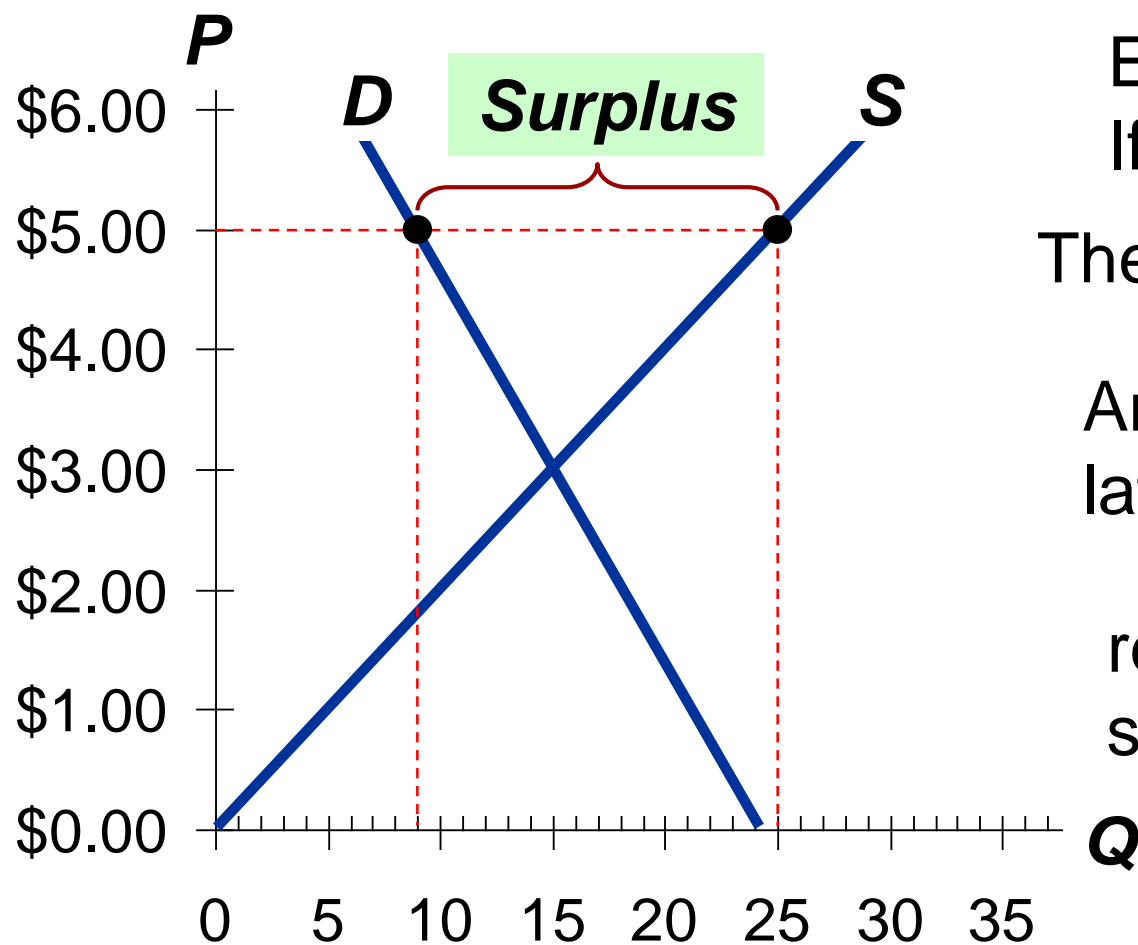


Surplus (a.k.a. excess supply):

when quantity supplied is greater than quantity demanded



Example:

If $P = \$5$,

Then $Q^D = 9$ lattes

And $Q^S = 25$
lattes

resulting in a
surplus of 16 lattes