

Price per unit of x , p

$$\bar{p} = 20$$

$$wtp(X^{SL}) = 10$$

$$p^* = 7.5$$

$$p^L = 6$$

Buyers' rent at p^L

f

e

c

g

Excess
demand
at p^L

Sellers'
supply

Buyers'
demand

$$X^{SL} = 60$$

$$X^* = 75$$

$$X^{DL} = 84$$

$$\bar{p}/\beta = 120$$

Market quantity of output, X

