7.3 Budget Constraint

$m \qquad P_x \qquad P_y$

$m \gtrsim P_x X + P_y Y$
$m = P_x X + P_y Y$

$\rightarrow Y > \dfrac{m}{P_y} - \dfrac{P_x}{P_y} X \qquad \rightarrow$ budget line

$\qquad\qquad\qquad\quad \hookrightarrow$ price ratio $\rightarrow$ rate market

$\qquad\qquad\qquad \hookrightarrow$ y intercept $\qquad\qquad$ dictates