## Supply

1. Supply
   1. Supply - A schedule showing the various quantities of a particular good which producers are willing and able to supply in a given time period at various prices.
   2. Law of supply – Price and quantity supplied vary directly.
   3. Δ Supply vs Δ Quantity Supplied
   4. Non-price determinants of supply
      1. Input prices (cost of production)
      2. Technology
      3. Prices of other goods
      4. Taxes and subsidies
         1. Sales tax
         2. Sin taxes (Alcohol and Tabaco)
      5. Expectations
   5. Equilibrium / market clearing price
      1. Higher than equilibrium = surplus
      2. Lower than equilibrium = shortage

|  |  |
| --- | --- |
| P | Q |
| 0 | 0 |
| 1 | 5 |
| 2 | 10 |
| 3 | 15 |
| 4 | 20 |
| 5 | 25 |