

Peter Rauscher

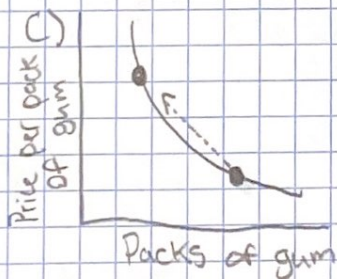
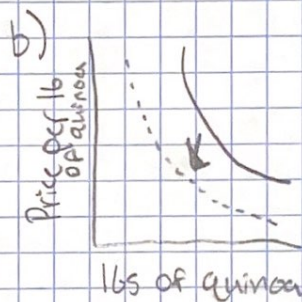
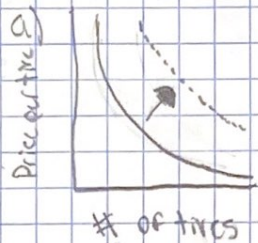
HW2 BT 243

I pledge my honor that I have abided by the Stevens Honor System.

3.2)

- a) Increase in demand due to change in expectations
- b) Decrease in demand due to change in taste and preferences
- c) Decrease in quantity demanded due to change in price of product
- d) Decrease in demand due to increase in income and possible change in tastes and expectations
- e) Increase in demand due to change in price of other available household products

3.3) The dotted lines represent demand AFTER the changes above



Demand does not shift but rather moves along the curve

