

5.1 Non-linear Demand Response Curve

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Summary	<ul style="list-style-type: none">
	<div>Non – linear relationship</div> <ul style="list-style-type: none">Price – Demand relationship not linear....$D(p) = Cp^{-\epsilon}.$Given $D(p)$ and p, how do we estimate C and ϵ?If the given data is non-linear, and is of constant elasticity curve type, can we still use simple linear regression and estimate C and ϵ?