

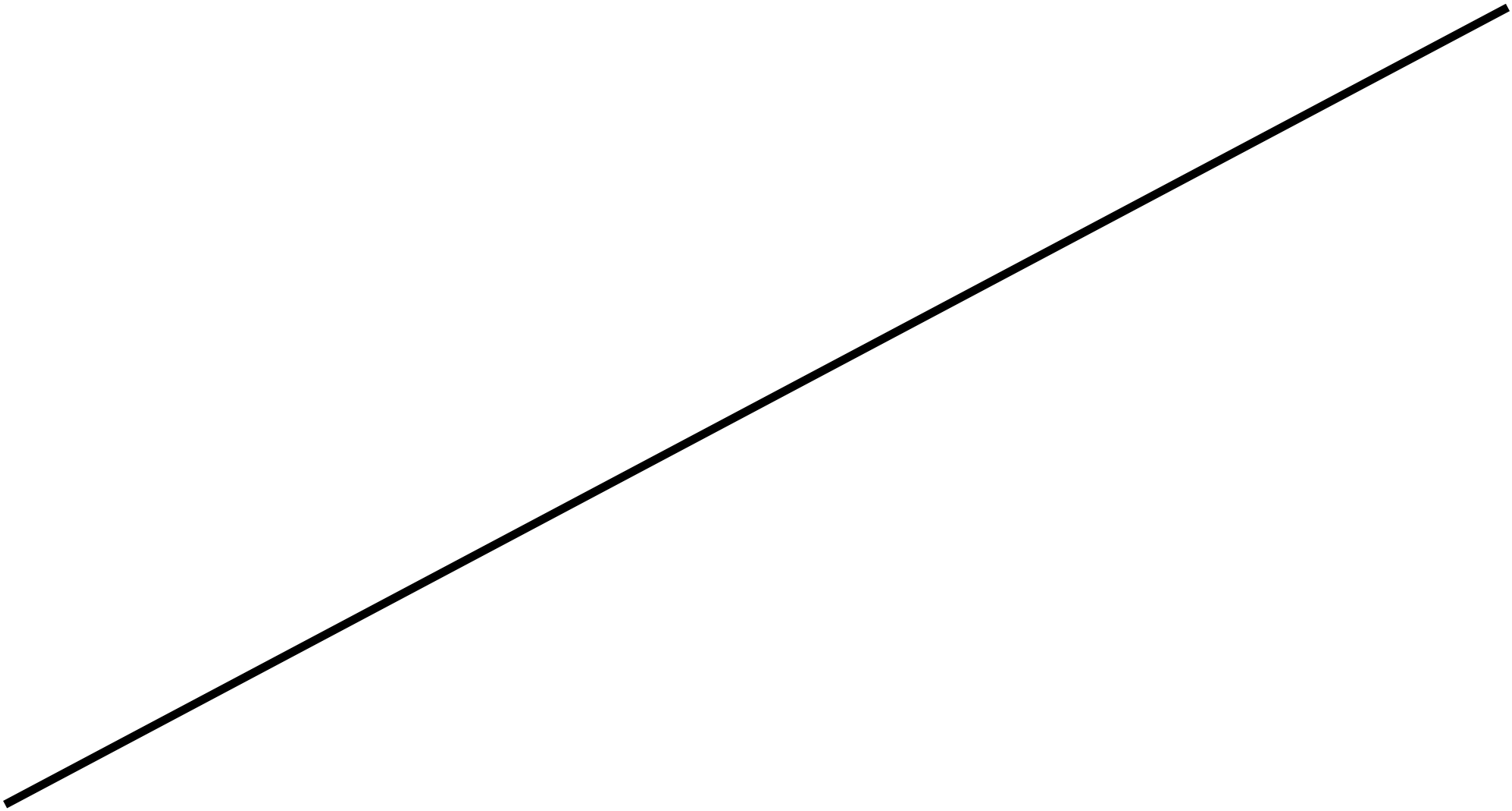


Consumers **definitely lose** CS as a result of the price  
floor



**D**

S





$$Q_e = 400$$



$$P_e = 0.50$$

Price Floor: 0.8

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]



CS at  
Equilibrium

$$Q^d = 1000$$

after  
floor is  
imposed  
CS









$$Q^s = 8000$$



CS: Area **below** demand and above the price  
the consumer pays



Consumers can only afford  
to buy 100 units at the  
new higher price

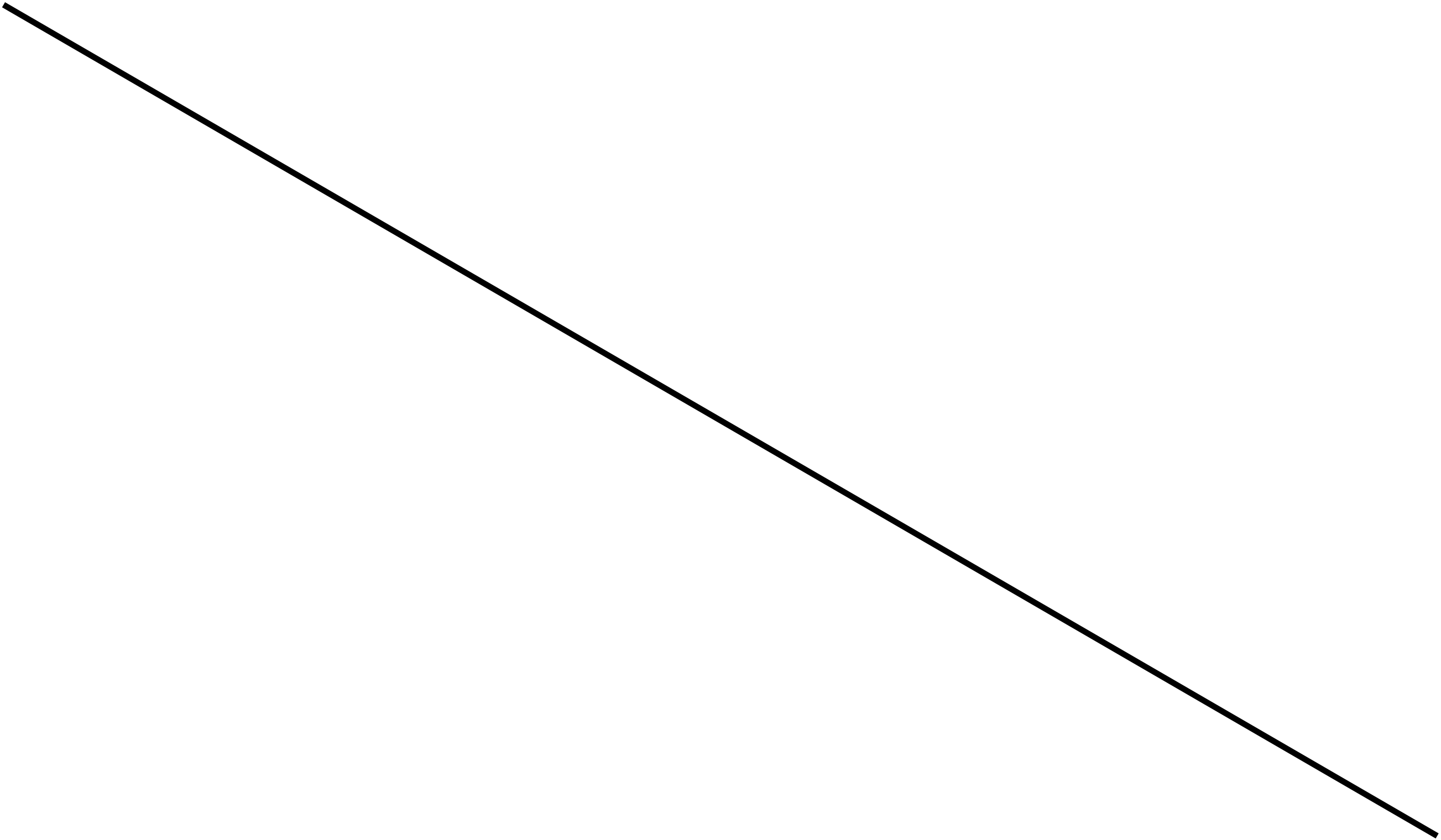
Consumers can only  
get Consumer Surplus  
on 100 units



$$Q^d = 100$$

A red triangle with a dark red border, pointing to the right. The text "CS lost" is written inside the triangle in a large, black, sans-serif font.

CS lost





CS lost



Consumers **definitely lose** CS as a result of the price floor

