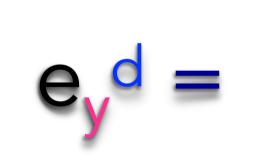
% change in Income

% change in D

Size of the change in Demand

Size of the change in Income



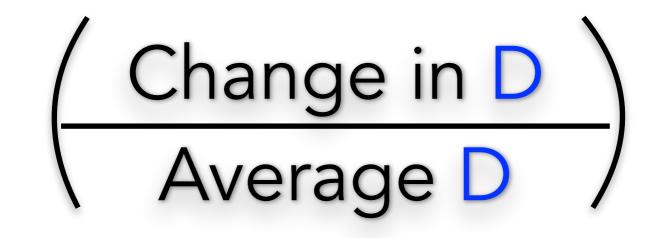


Demand

Formula to calculate the Income elasticity of Demand



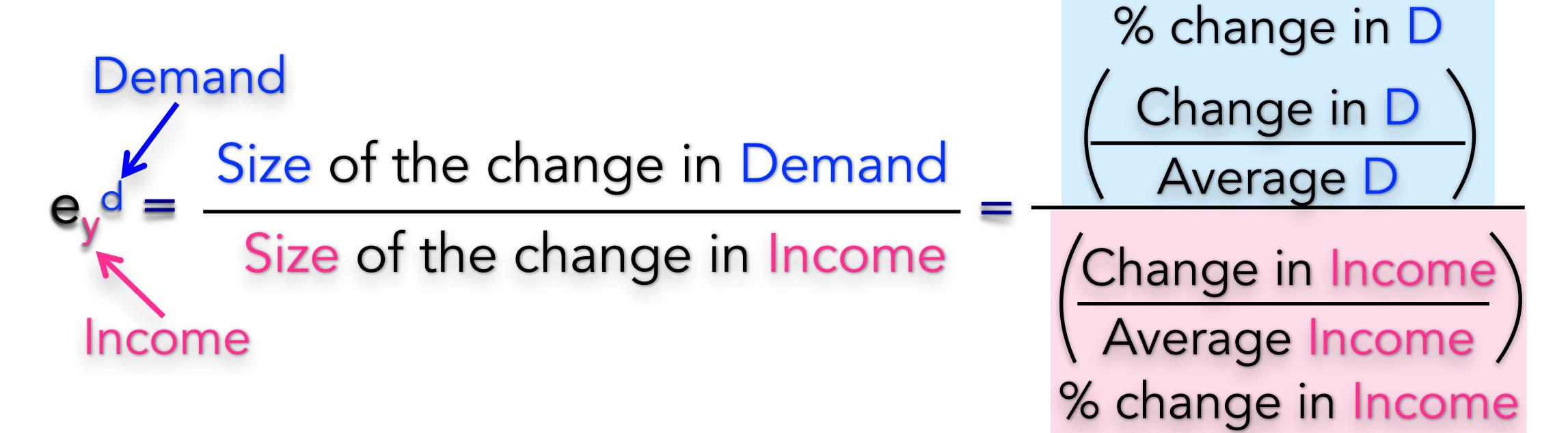






$\%\Delta$ D %\LambdaIncome

Formula to calculate the Income elasticity of Demand



$$e_y^d = \frac{\%\Delta D}{\% \text{Income}}$$

Income	Demand Good X
1000	300
2000	400