







Quantity Demanded  
Increase

# Price

Thousands

3,000



7

3,000



6

3,000

5

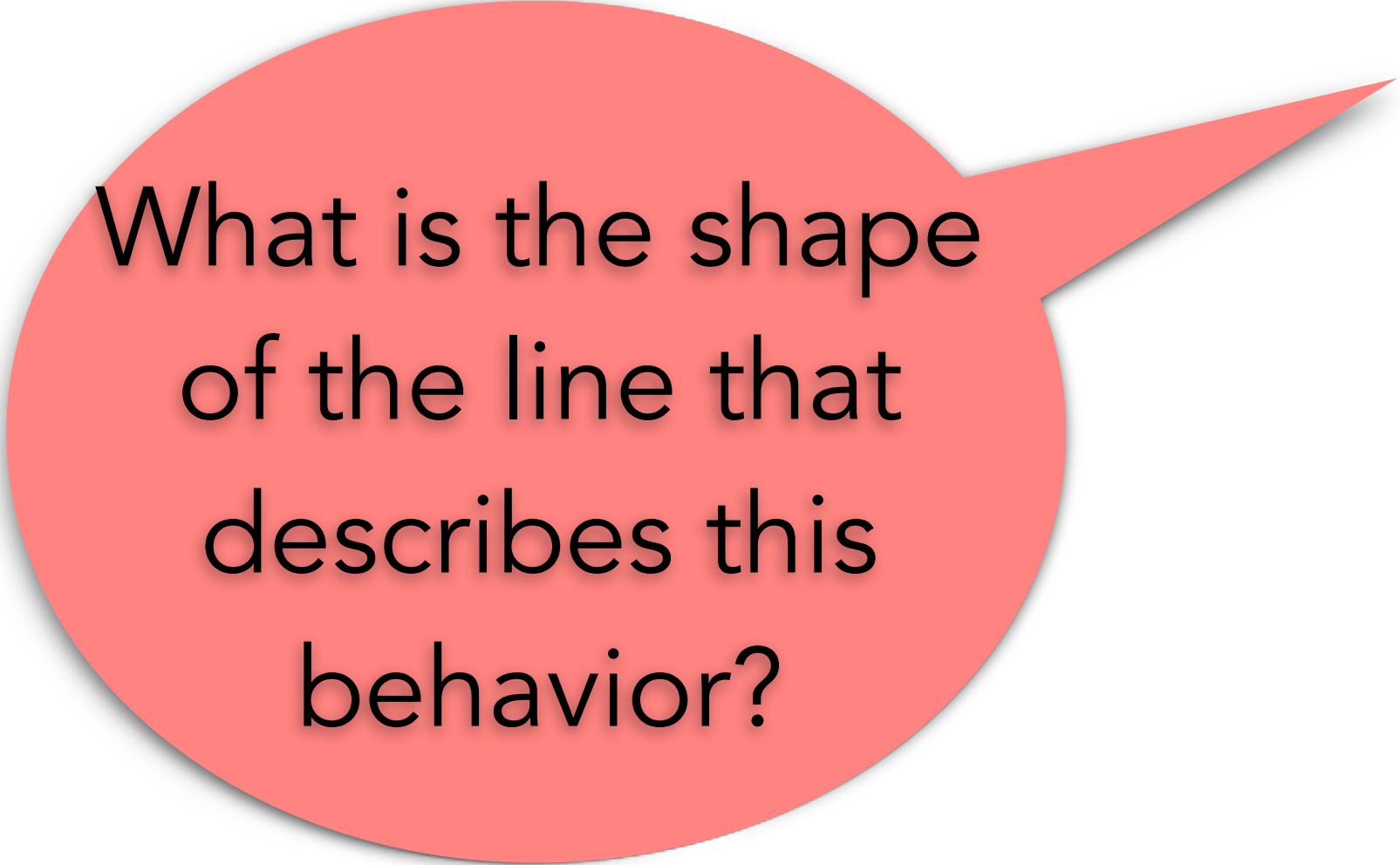




Demand is a  
Horizontal Line

The government will buy any 1990  
or older vehicle for \$3,000 to  
remove them from circulation

Price  
remains  
the same



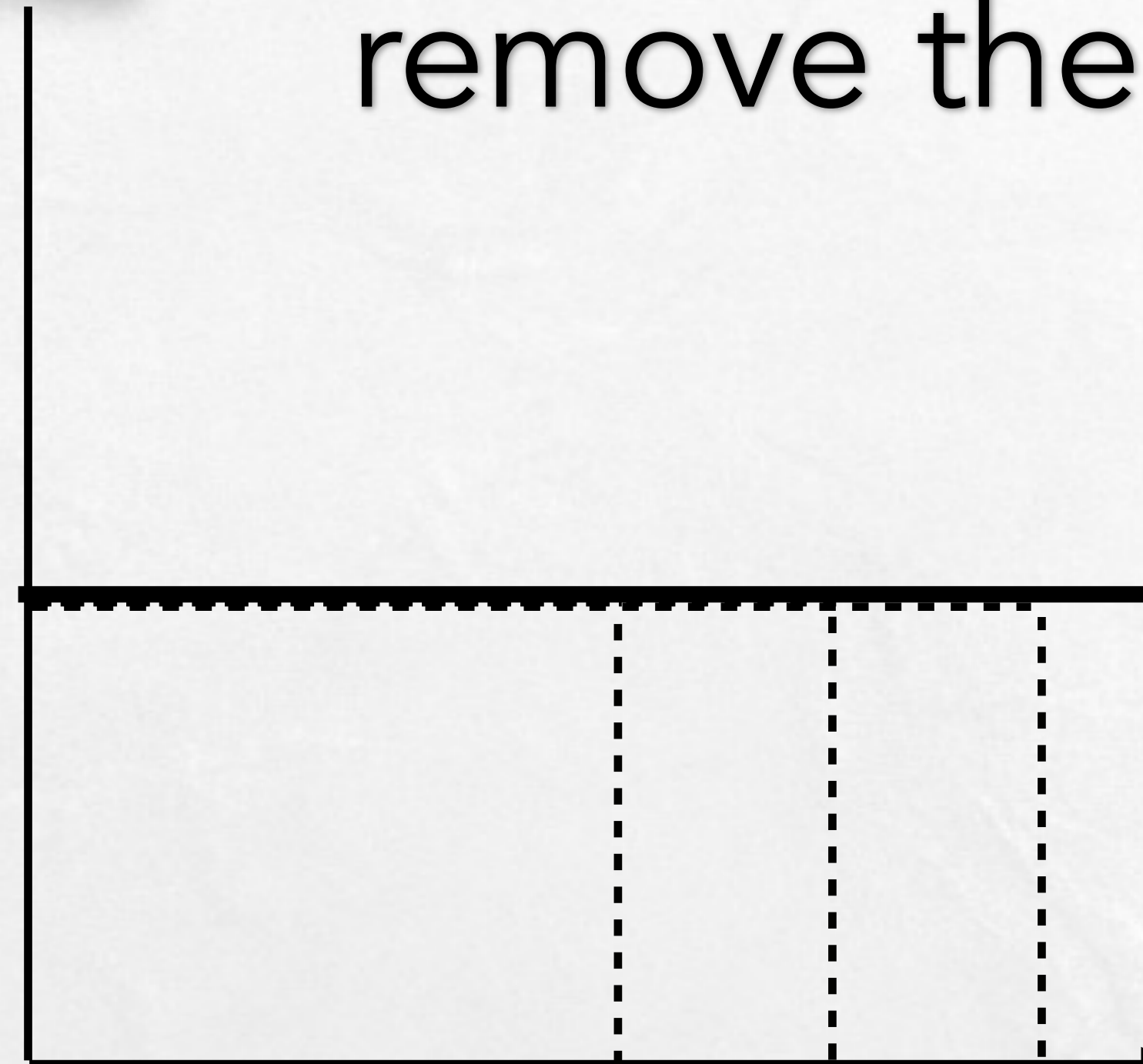
What is the shape  
of the line that  
describes this  
behavior?

The government will buy any 1990 or older vehicle for \$3,000 to remove them from circulation

What is the shape of the line that describes this behavior?

Price  
remains  
the same  
3,000

Price



Demand is a  
Horizontal Line

Thousands

5 6 7

Quantity Demanded  
Increase



The **price** of candy bars **does not affect** the quantity purchased until the price rises above \$3 when consumers refuse to purchase any amount