







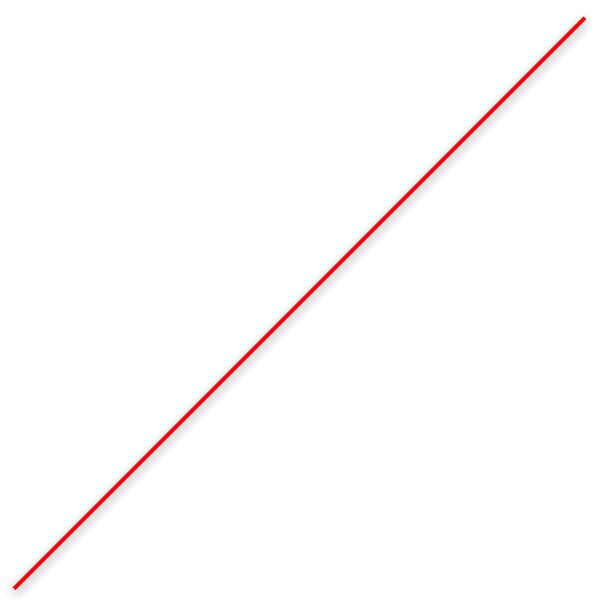


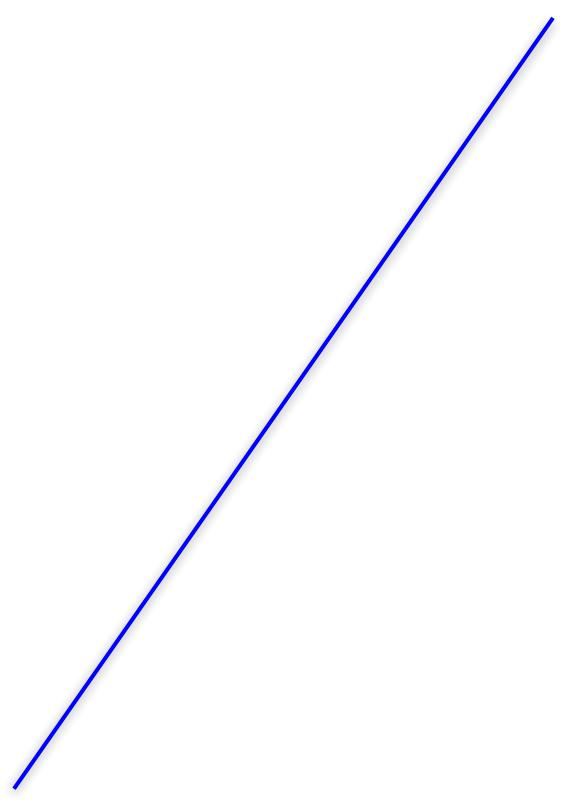
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Total Revenue = Price x Quantity













As the price increase, TR becomes steeper

PC firms can sell more units without decreasing the price

Price Increase from \$5 to \$7



Price	Quantity	Total Revenue
5	10	50



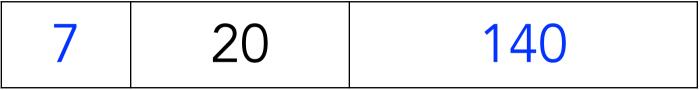
Price	Quantity	Total Revenue
5	10	50
5	20	100



Price	Quantity	Total Revenue
5	10	50
5	20	100
5	30	150

7 10	70
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Price	Quantity	Total Revenue
7	10	70



Price	Quantity	Total Revenue
7	10	70
7	20	140



Price	Quantity	Total Revenue
7	10	70
7	20	140
7	30	210

Total Revenue = Price x Quantity

PC firms can sell more units without decreasing the price

Price	Quantity	Total Revenue
5	10	50
5	20	100
5	30	150

Price Increase from \$5 to \$7

Price	Quantity	Total Revenue
7	10	70
7	20	140
7	30	210

