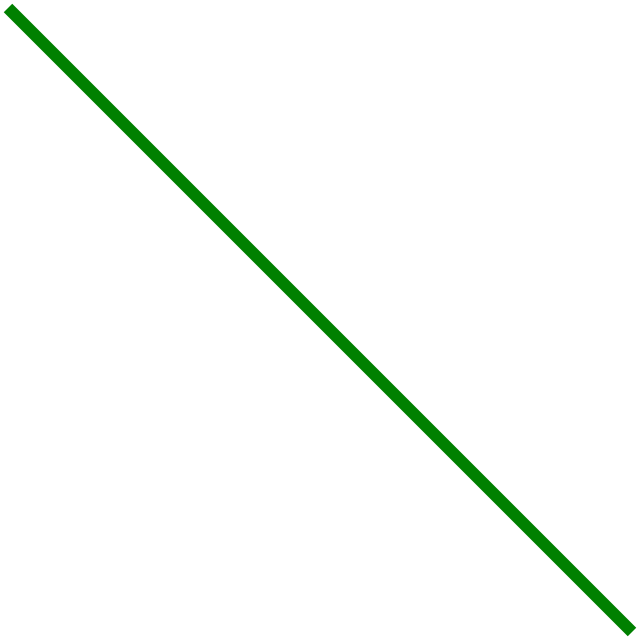


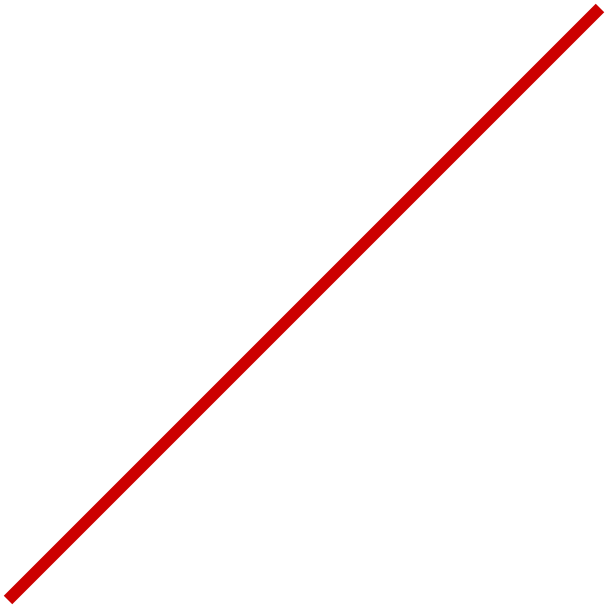




**Shortages Occur when the  
Market Price is below Equilibrium**













Quantity  
Demanded

Quantity  
Supplied

**Supply**

Denand





**P**

**O**


50



30

**20**





Shortages occur  
because the price is  
“too” low

P

e



# Shortages Occur when the Market Price is below Equilibrium

