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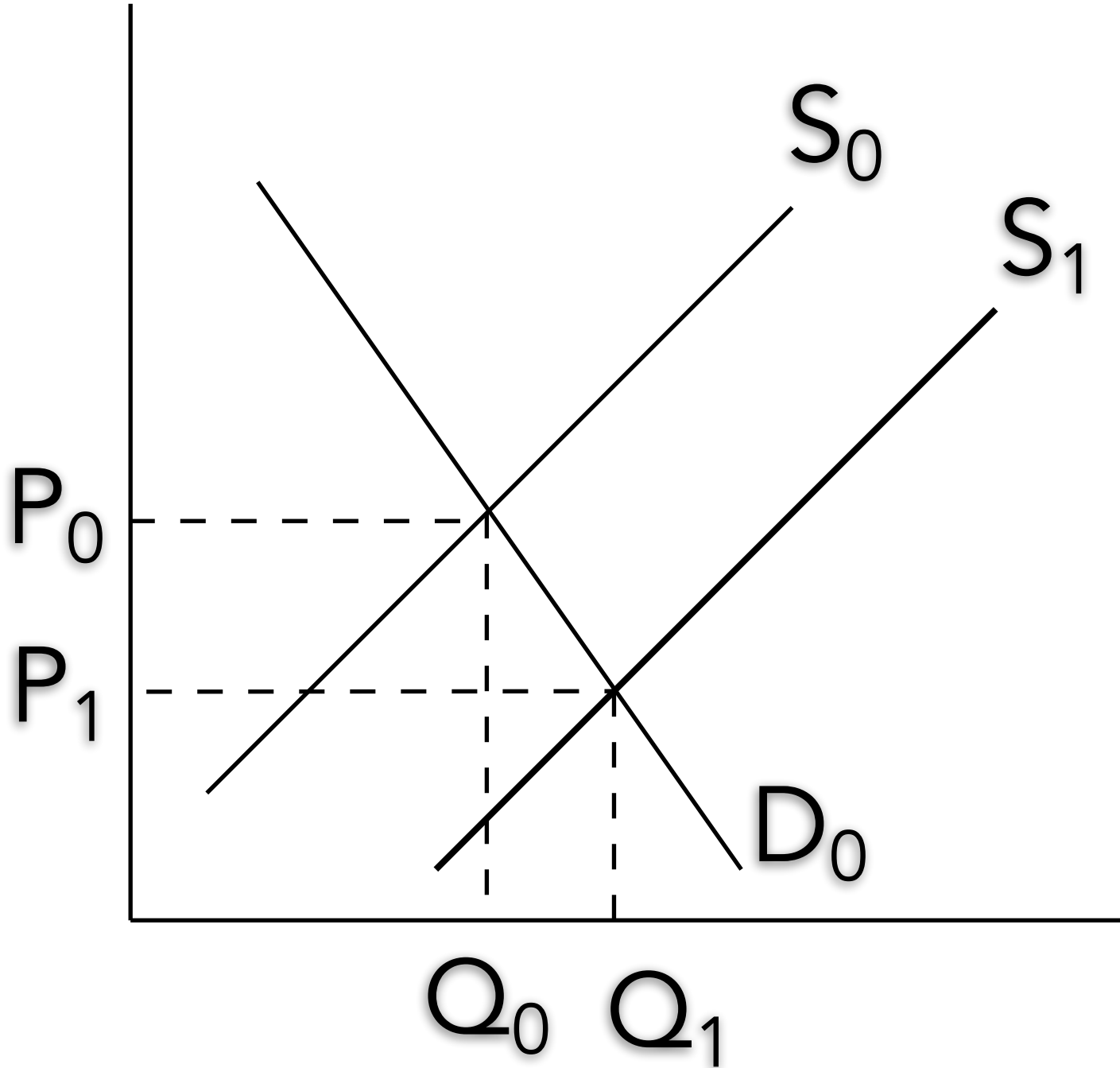
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Surplus



Surplus



Event 1: The "stay home" order
dramatically reduce the use of automobiles



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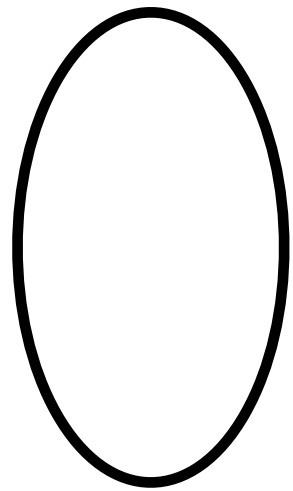
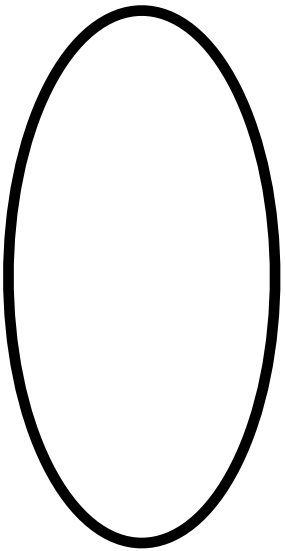




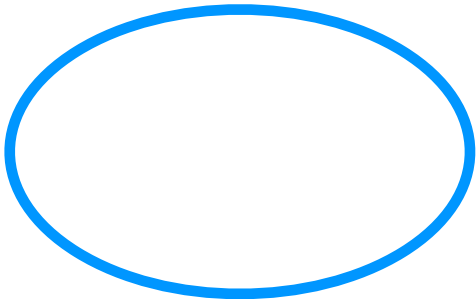
The decrease in Demand for gasoline would push price down and quantity of gasoline bought and sold will decrease

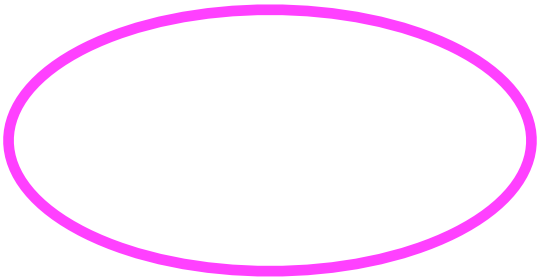
The **increase** in **Supply** of gasoline would
push price down and **quantity** of gasoline
bought and sold will **increase**

If these two events happen
at the same time:

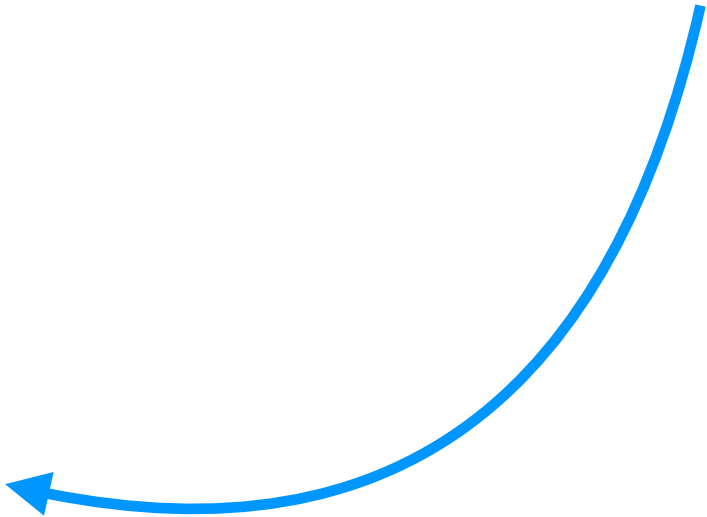


Price will definitely drop

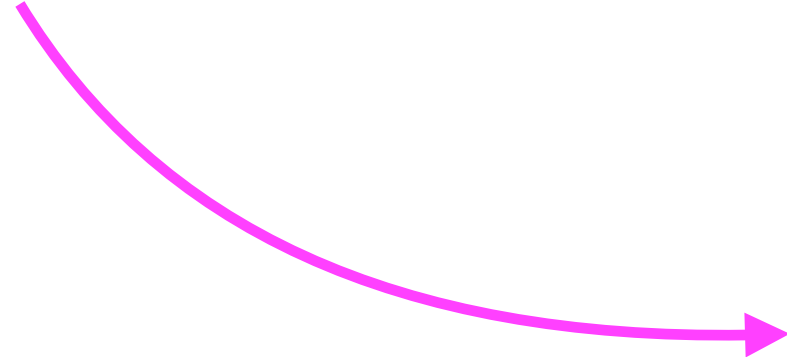




Quantity may go down



Quantity may go up



Or...these two cancel each
other and the Quantity will
stay the same



The Effect of these two
events on **Quantity** is
unknown

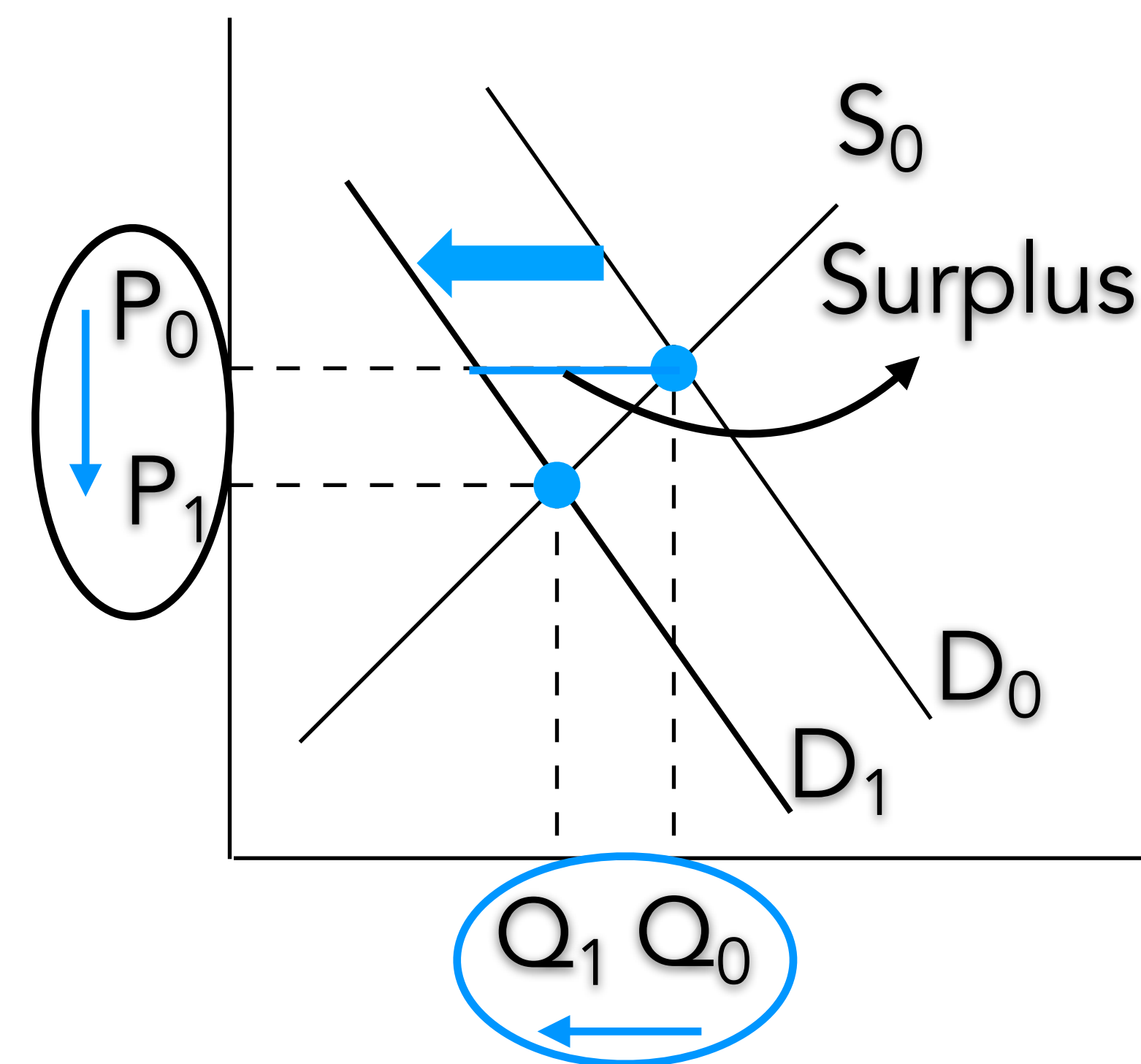
Demand decrease: A leftward
shift

Event 2: Russia and Saudi Arabia increased oil
production

Supply increase: A rightward shift

Event 1: The “stay home” order dramatically reduce the use of automobiles

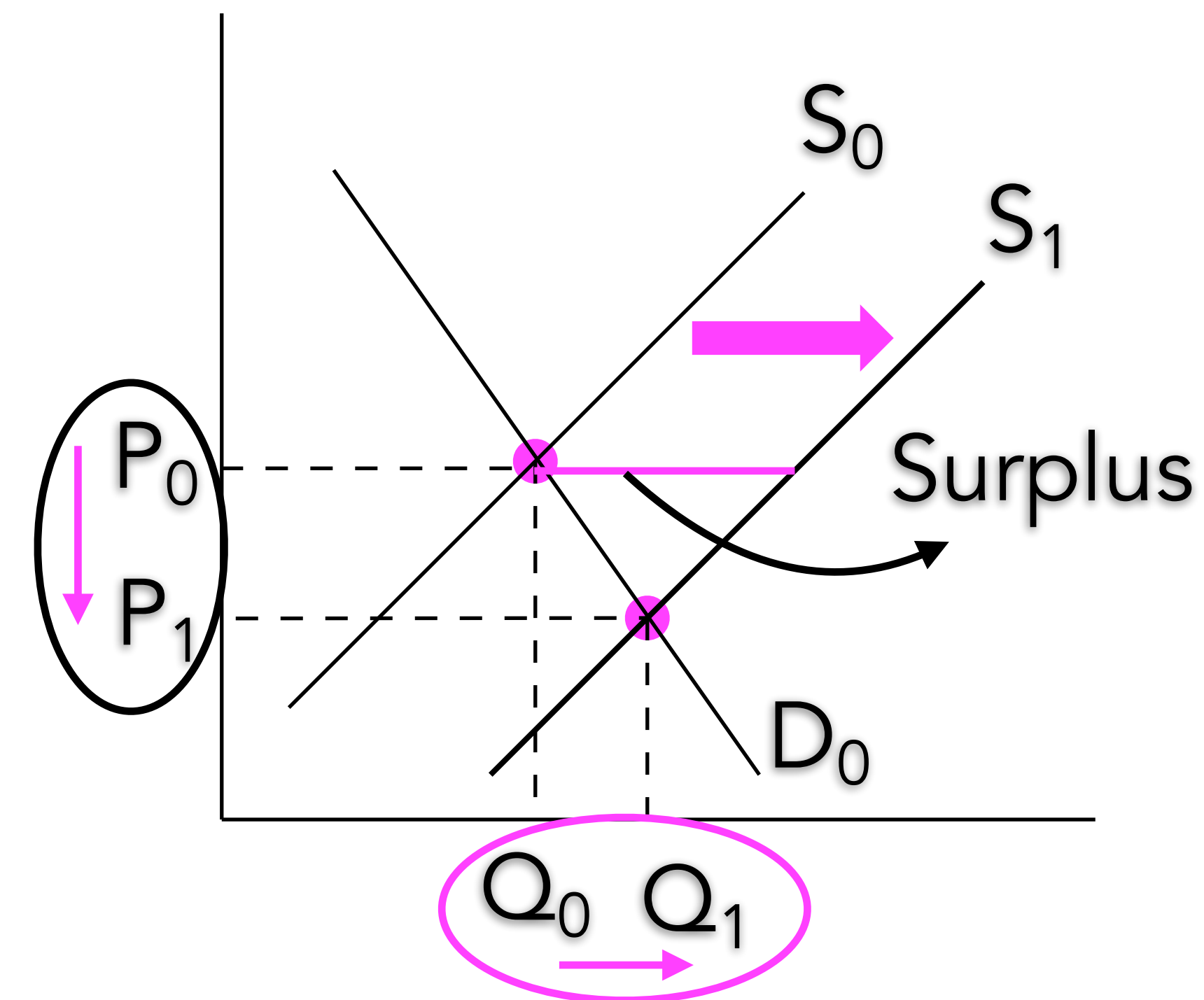
Demand decrease: A leftward shift



The decrease in Demand for gasoline would push price down and quantity of gasoline bought and sold will decrease

Event 2: Russia and Saudi Arabia increased oil production

Supply increase: A rightward shift



The increase in Supply of gasoline would push price down and quantity of gasoline bought and sold will increase

If these two events happen at the same time:

Price will definitely drop
The Effect of these two events on Quantity is unknown

Demand Increase

