

"The current trade agreement between the US and Venezuela will expire at the end of the month. This will result in higher gasoline prices."

What will be the effect on *demand* for gasoline once tariffs are in place and prices increase?

What will be the effect on *quantity demanded* of gasoline once tariffs are in place and prices increase?

No change

No Shift in Demand

A decrease in quantity demanded

Increase in demand today

A rightward shift

W



6a



W







b

























d



m

2

n

d









8

S















d

2

Y



What will be the effect on *demand* for gas *online today*?

"The current trade agreement between the US and Venezuela will expire **at the end of the month**. This will result in **higher gasoline prices**. " What will be the effect on **demand** for gasoline today?

Increase in demand today

A rightward shift

What will be the effect on **demand** for gasoline once tariffs are in place and prices increase? **No change**

No Shift in Demand

What will be the effect on **quantity demanded** of gasoline once tariffs are in place and prices increase?

A decrease in quantity demanded

The “Ceteris Paribus” Assumption