



If $Q_s = 0$

P

=

1

Price

Quantity

Qs

=

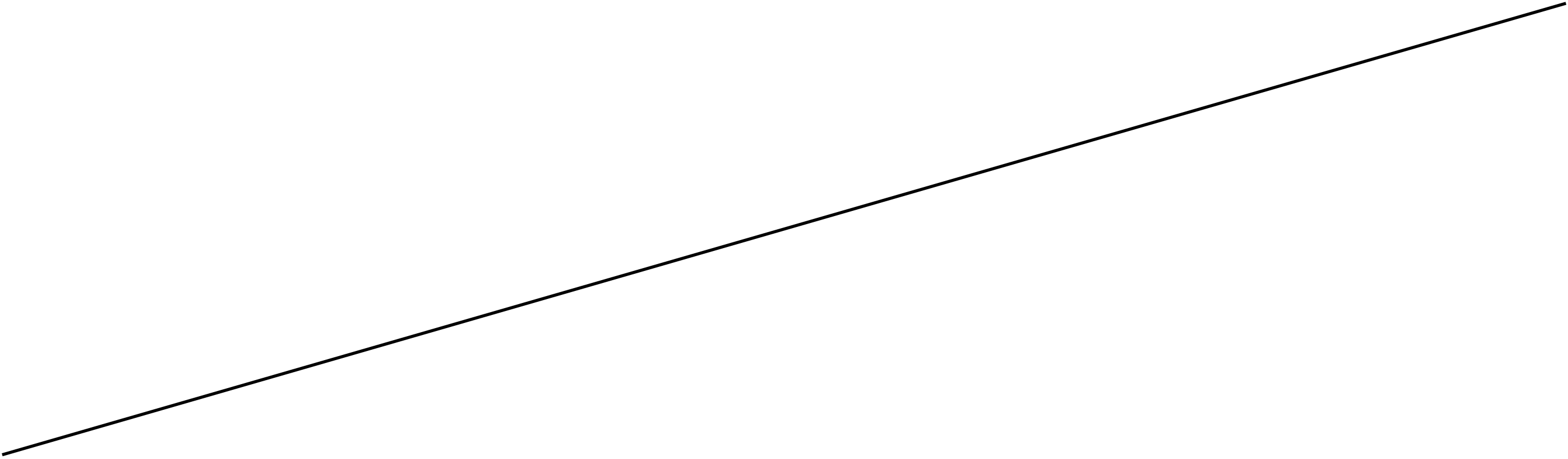
-5

If P = 0

Qs

=

-5



New Supply



O

=

-

5

+

5

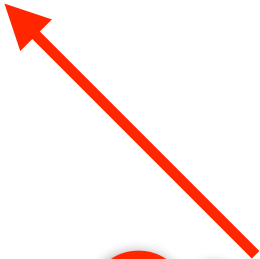
P

5

=

5P

$$P = 5/5$$



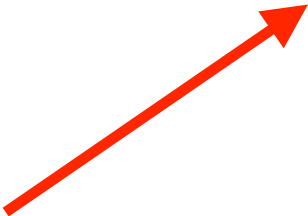
$$Q^s = 0$$

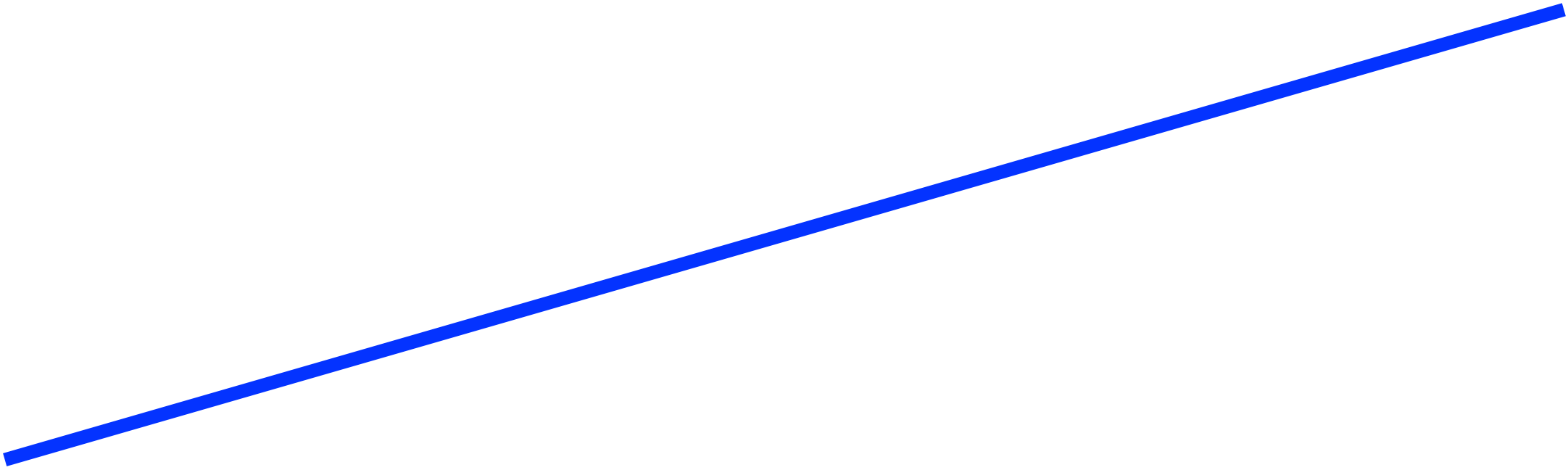
P

=

1

$$P = 0$$



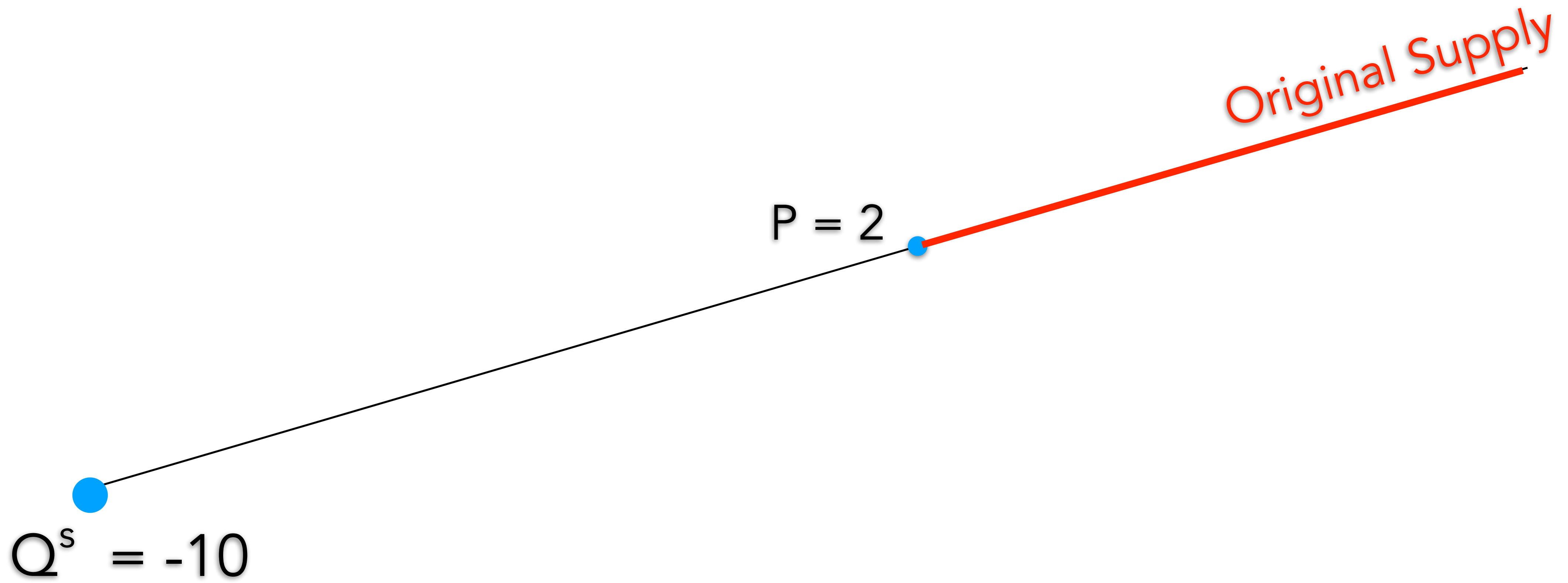


$Q_s \equiv -10 + 5P$

Good weather allows producers to sell 5
units more at all prices

$$Q^s = -10 + 5P + 5$$

$$Q_s = -5 + 5P$$



Parallel Shift

+5



+5





This is the new Supply line



Good weather allows producers to sell 5
units more at all prices

$$Q^s = -10 + 5P$$

$Q^s = -10 + 5P + 5$ This is the new Supply line

$$Q^s = -5 + 5P$$

If $Q^s = 0$

$$0 = -5 + 5P$$

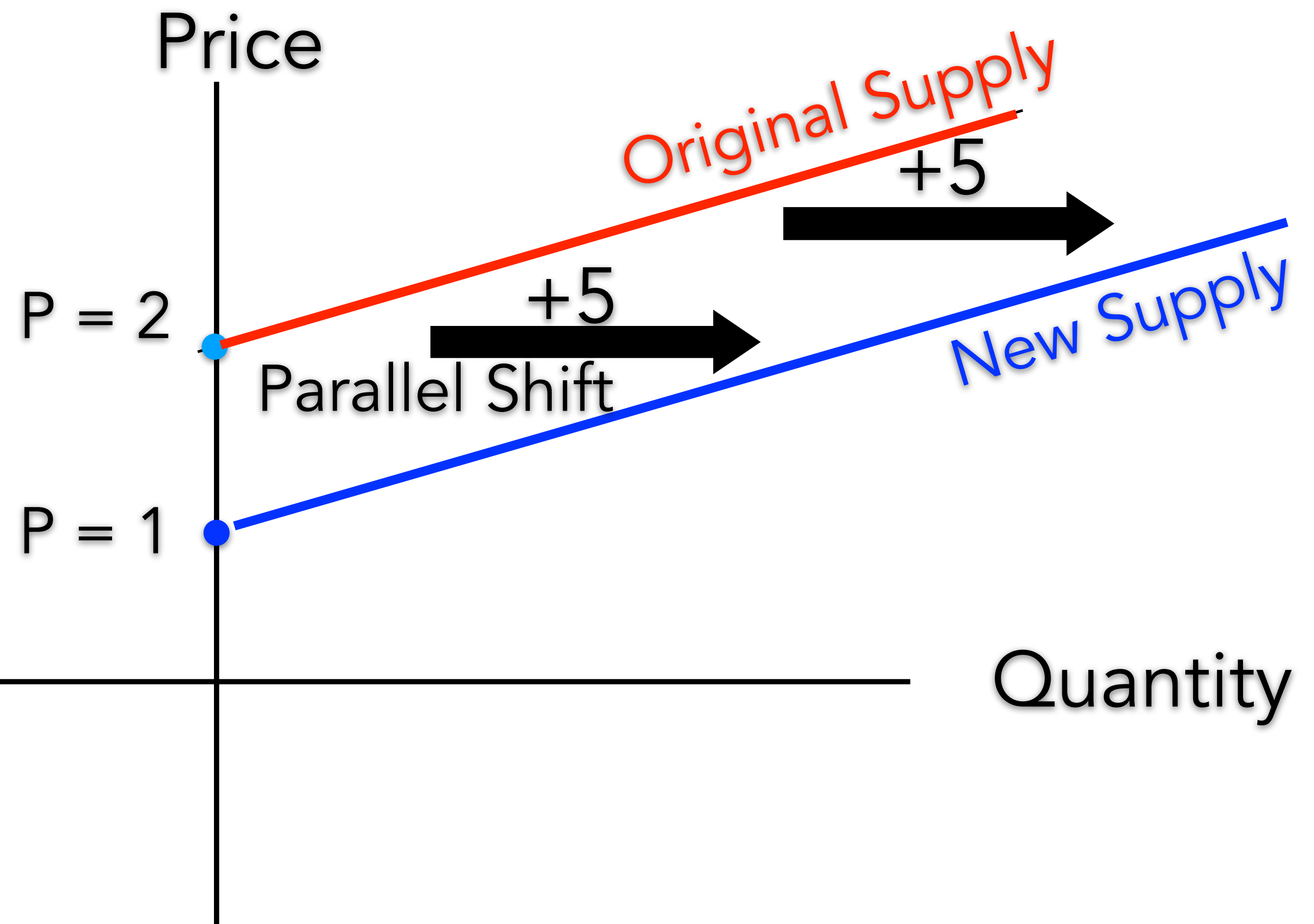
$$5 = 5P$$

$$P = 5/5$$

$$P = 1$$

If $P = 0$

$$Q^s = -5$$



$$Q^s = -10 + 5P$$

Price

Q