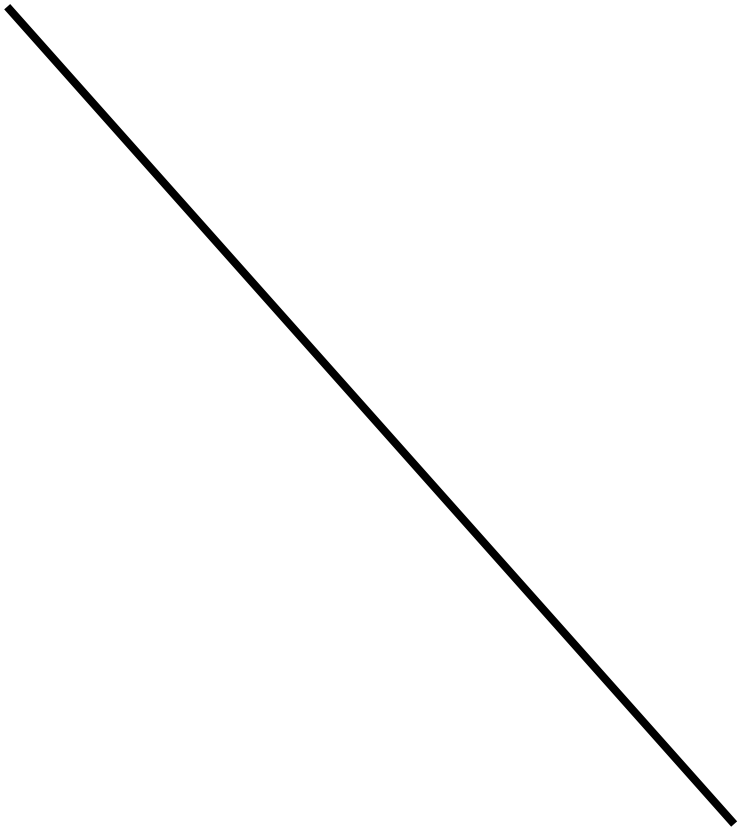
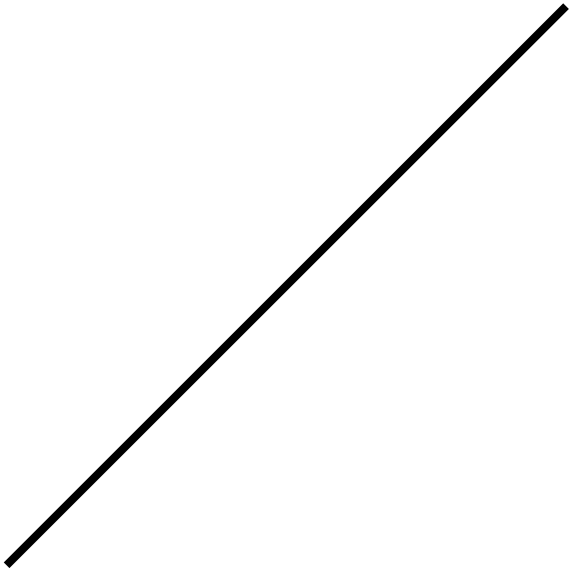


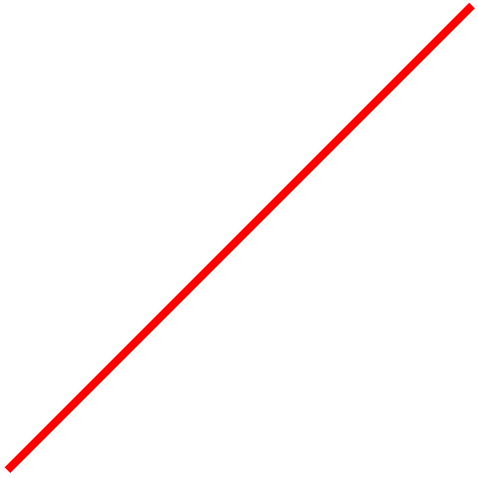
A Decrease in Supply along the
Inelastic portion of Demand















Total Revenue
Before

Q1

P

1

QO

P

O



So

S1





TR increase



Midpoint

Restricting Supply when demand is inelastic, increase revenue for producers

$\bullet e=1$

$oe \leq 1$

Gain



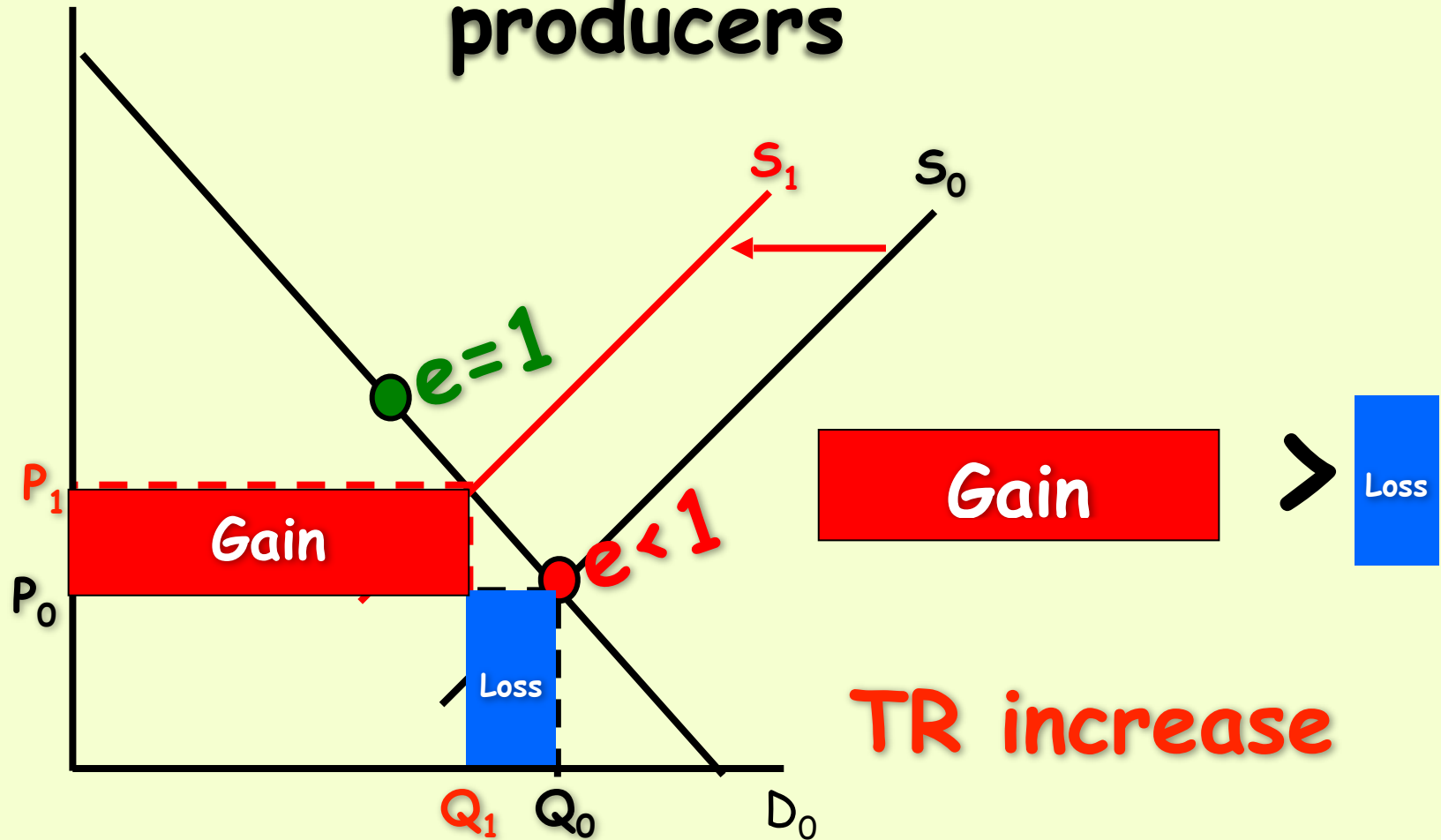
Loss

**Total
Revenue
After**

Gain

Loss

Restricting Supply when demand is inelastic, increase revenue for producers



A Decrease in Supply along the **Elastic** portion of demand

