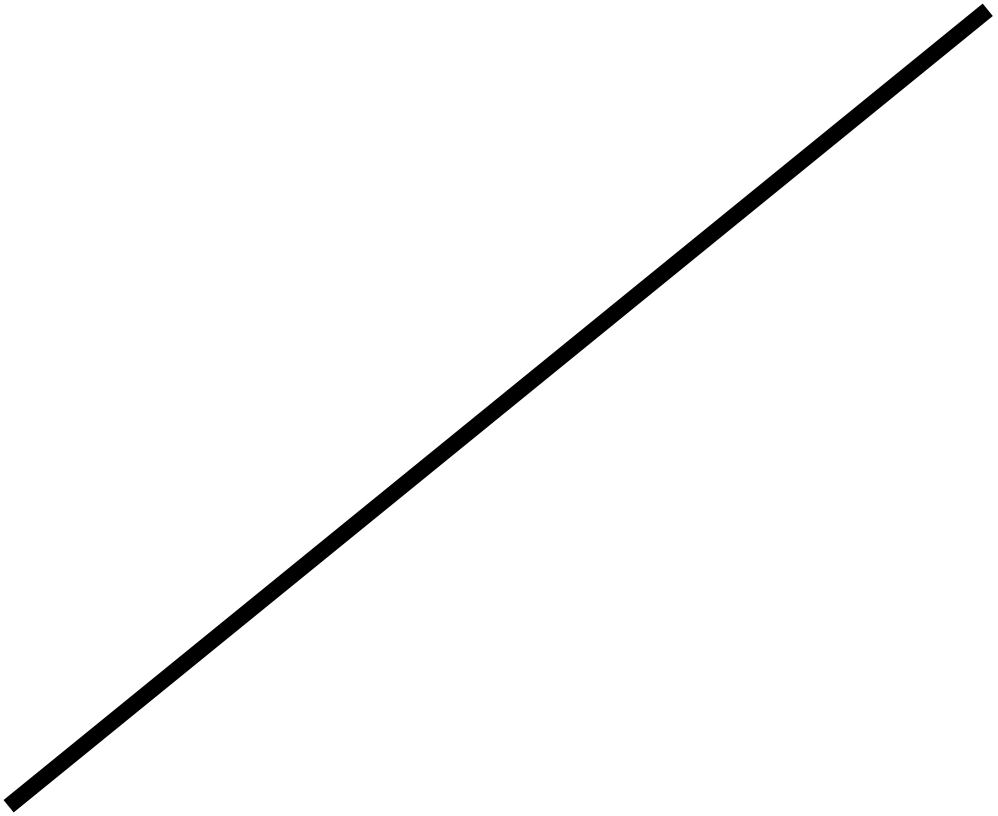


$$e_p^s = \frac{\% \Delta Q^s}{\% \Delta P}$$









Supply

PO

P

1

Q0







Q1





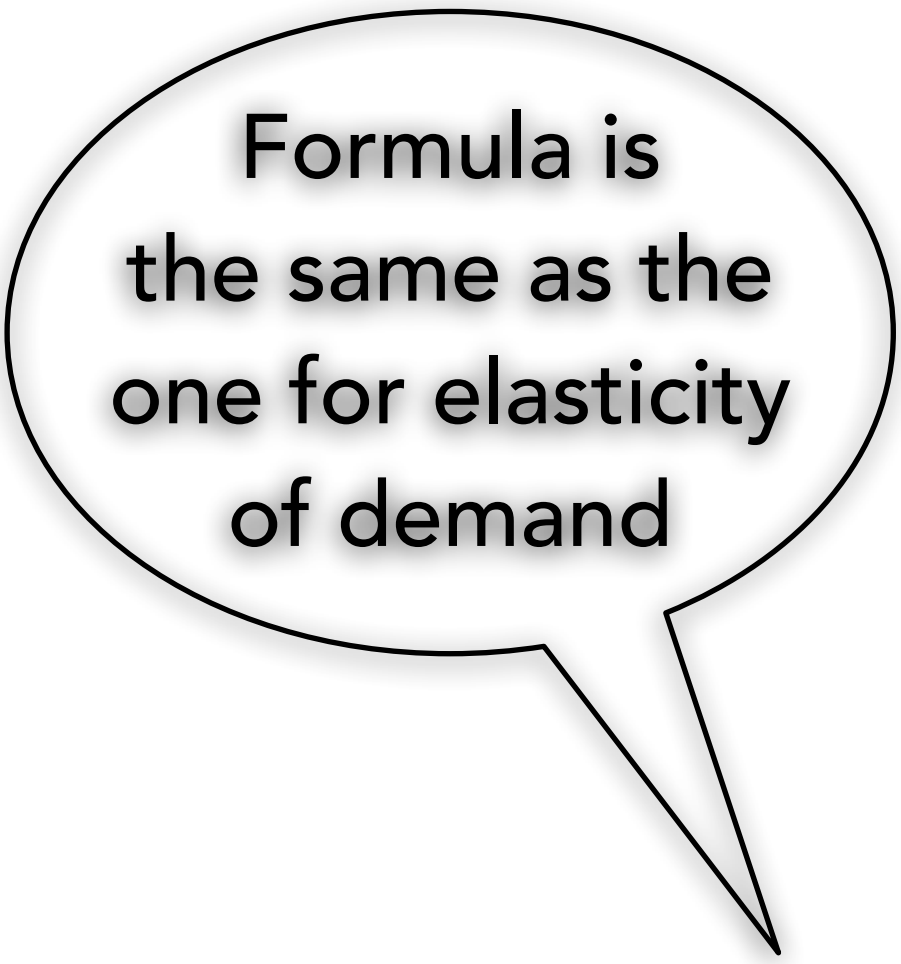
%ΔQs

% Δ P





Price Elasticity of Supply

A black and white speech bubble with a thin black outline. The bubble is roughly oval-shaped with a small tail pointing downwards and to the right. Inside the bubble, the text "Formula is the same as the one for elasticity of demand" is written in a bold, black, sans-serif font, centered and arranged in four lines.

Formula is
the same as the
one for elasticity
of demand

$$e_{ps} = \frac{\% \text{Change in } Q^s}{\% \text{Change in } P}$$



If price
increase

Q^s increase





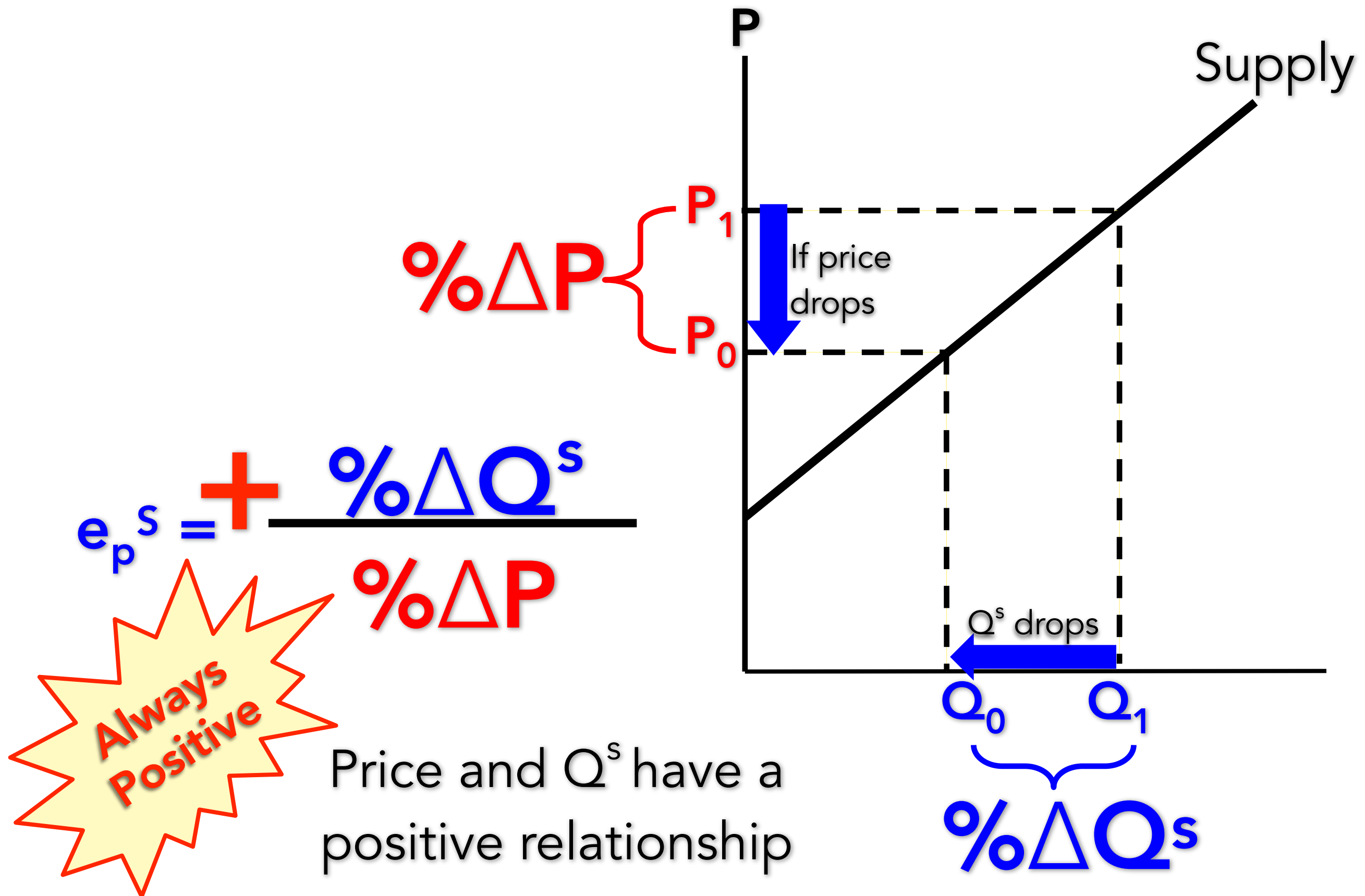
If price
drops

Q^s drops



Price and Q^s have a
positive relationship

Price Elasticity of Supply



$$e_p^s = \frac{\% \Delta Q^s}{\% \Delta P}$$