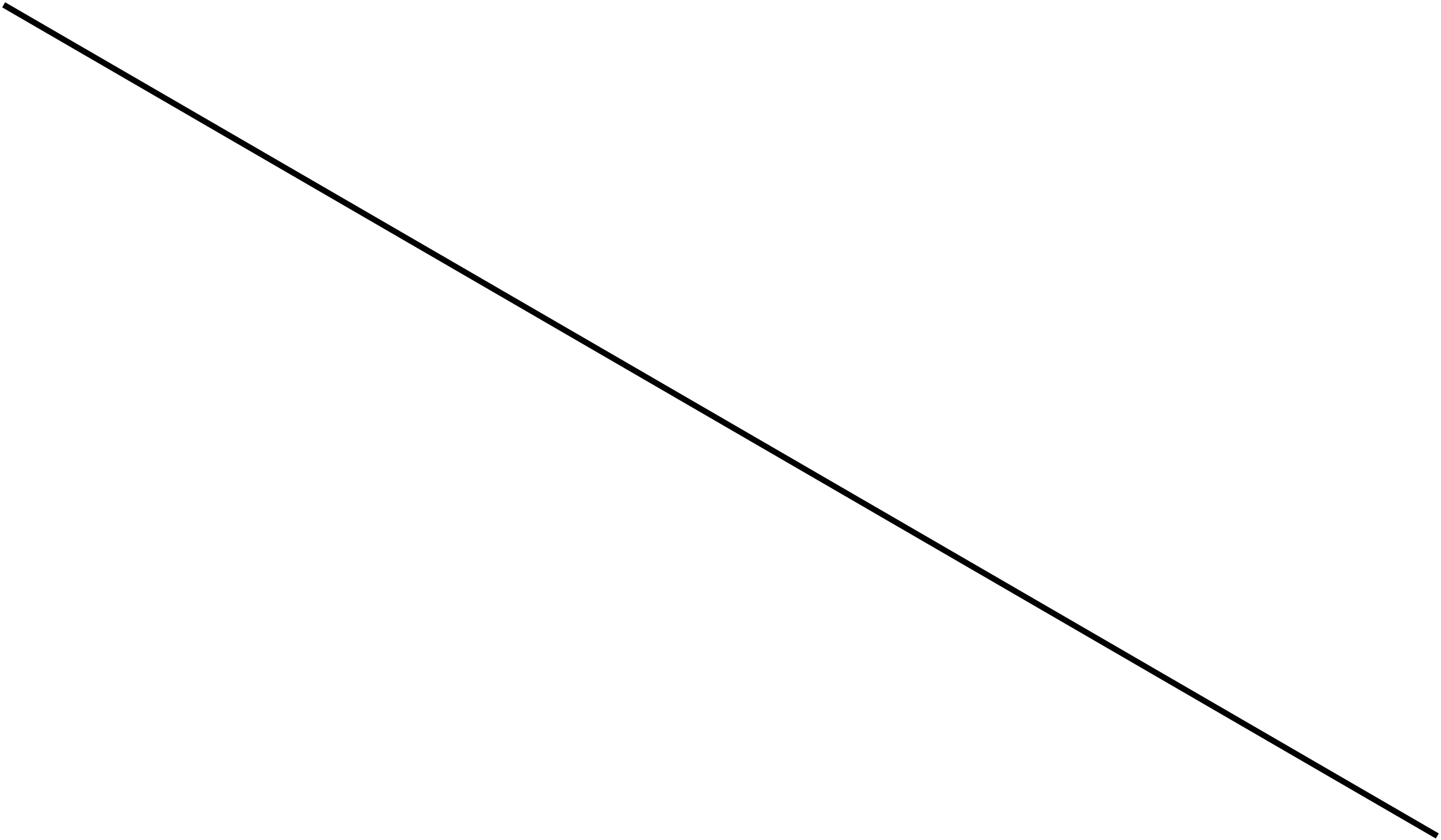




To be effective, a price **Ceiling** must prohibit **the equilibrium price**

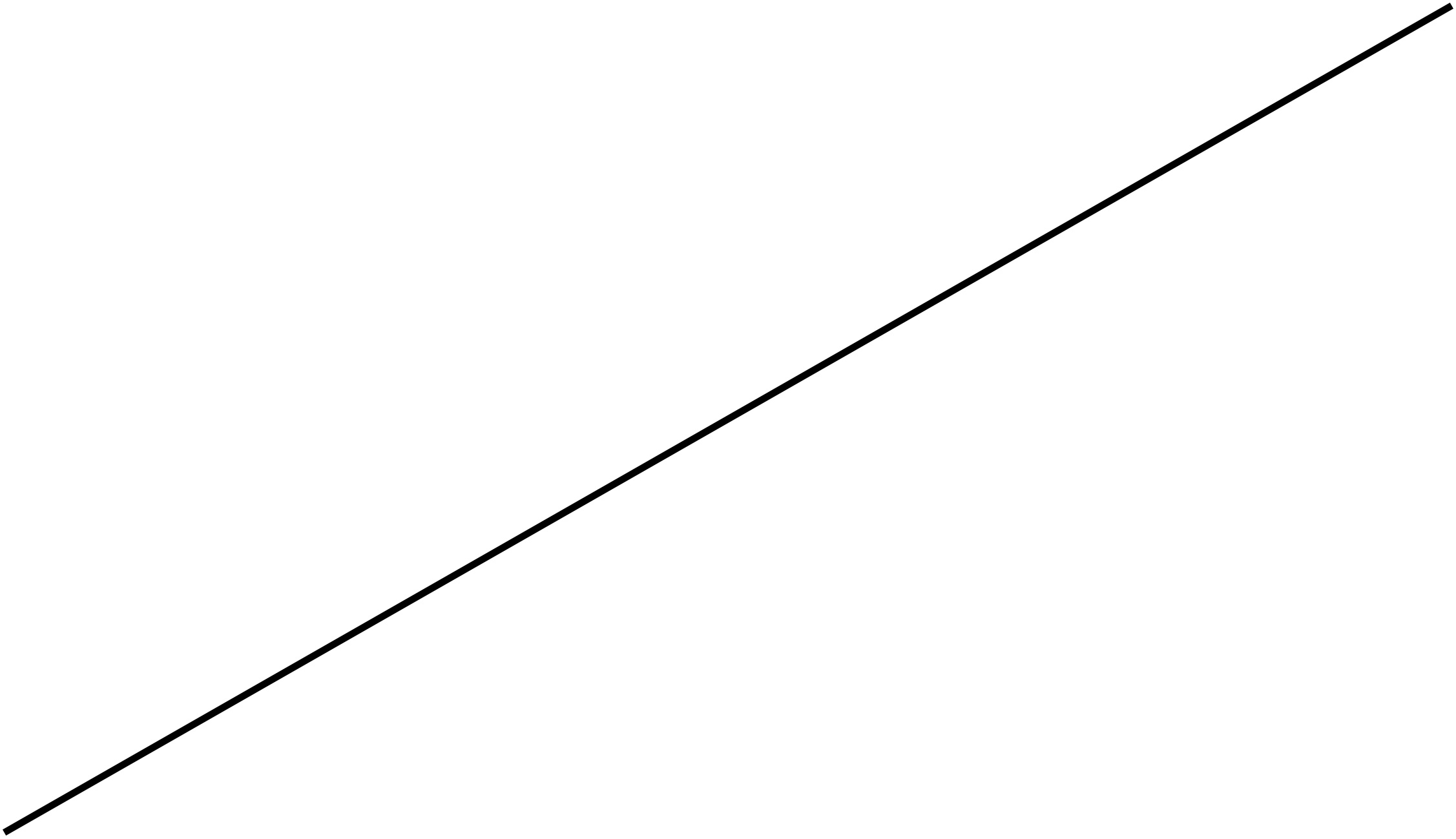




**D**

S

4,000











$$Q_e = 600$$

$P_e = 3,900$

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

Rent Control:  
Landlords  
can't charge  
more than  
\$4,000

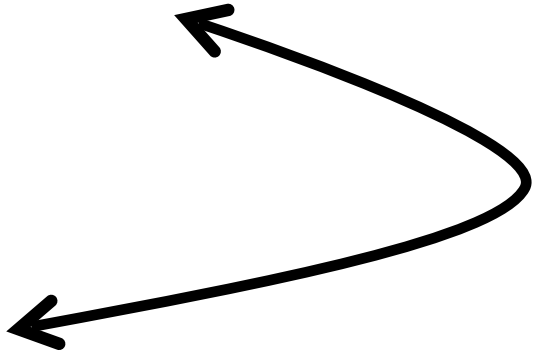




# Price Ceiling

All these prices are  
now prohibited

Does not prevent  
price from reaching  
equilibrium





A black-outlined speech bubble with a tail pointing towards the top right corner. Inside the bubble, the text "The equilibrium price is still allowed" is centered. The words "The", "equilibrium price", and "is still allowed" are on separate lines. The first two lines are in black, and the last line is in red.

The  
equilibrium price  
is still allowed

To be effective, a price  
Ceiling must be placed  
below the equilibrium price

A Price Ceiling placed above the equilibrium price is not effective



To be effective, a price **Ceiling** must prohibit **the equilibrium price**

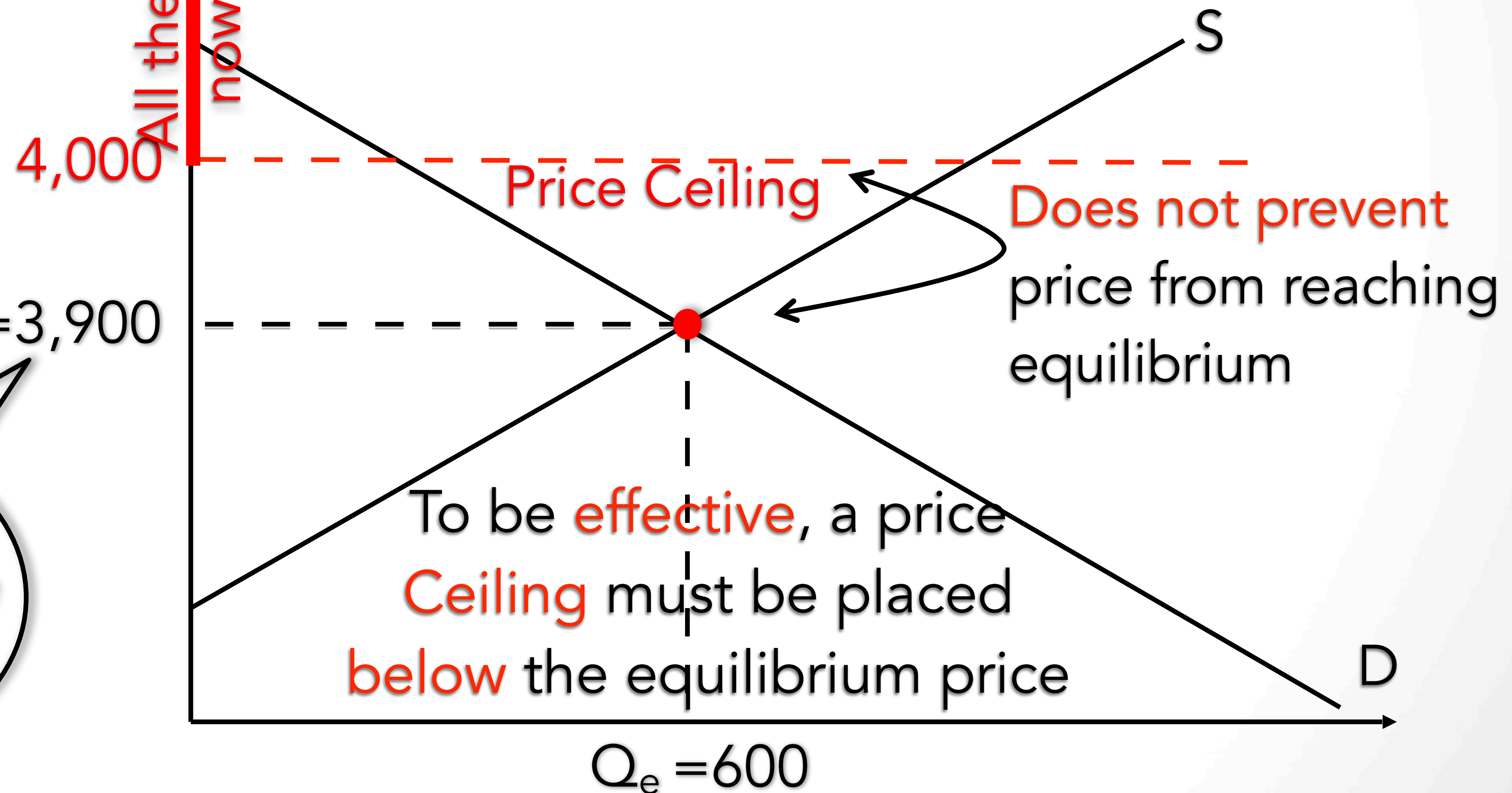
Rent Control:  
Landlords  
can't charge  
more than  
**\$4,000**

All these prices are  
now prohibited

A Price Ceiling placed **above** the  
equilibrium price **is not effective**

$P_e = 3,900$

The  
equilibrium price  
**is still allowed**



A price Floor prohibits prices **below**

