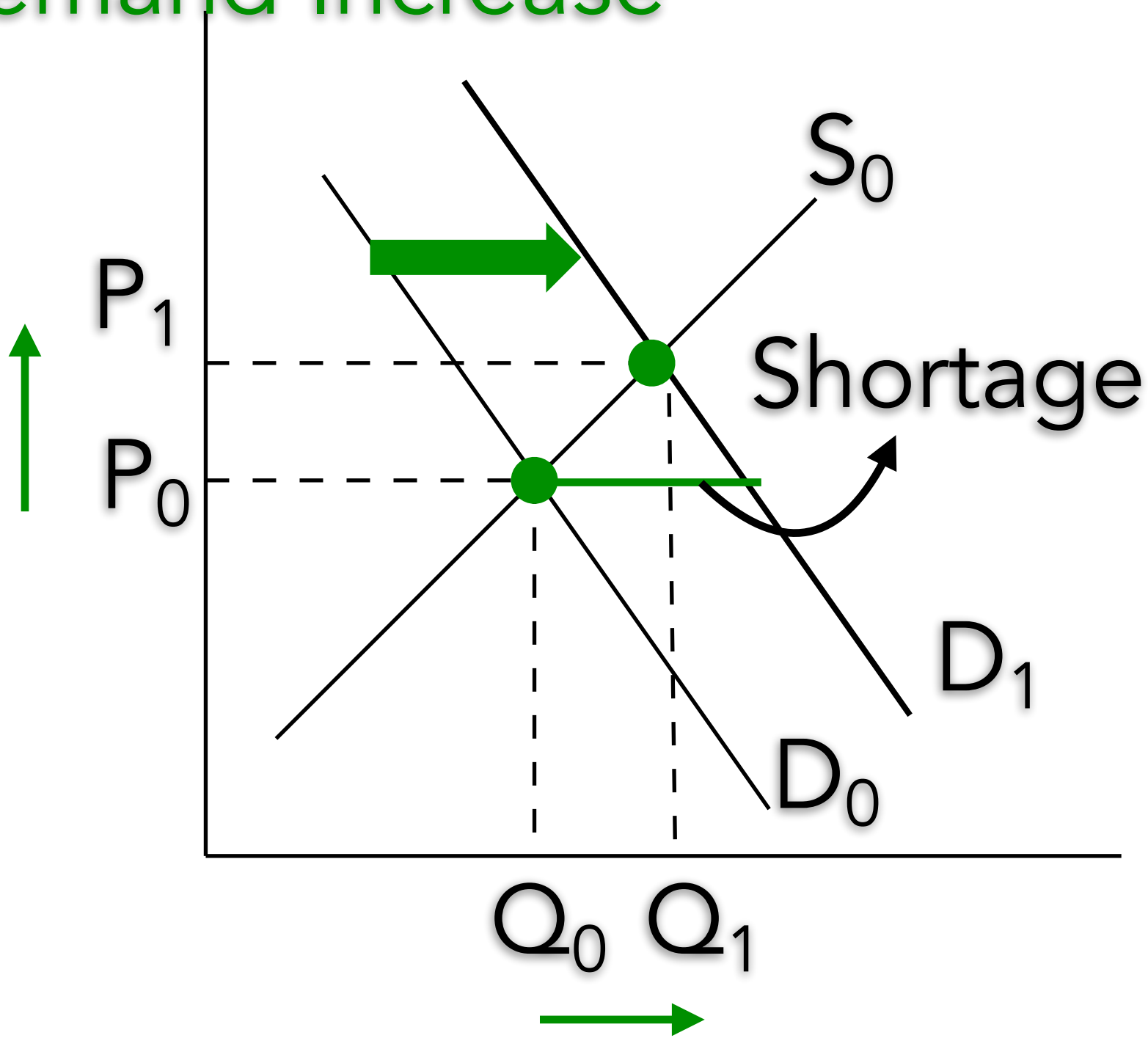
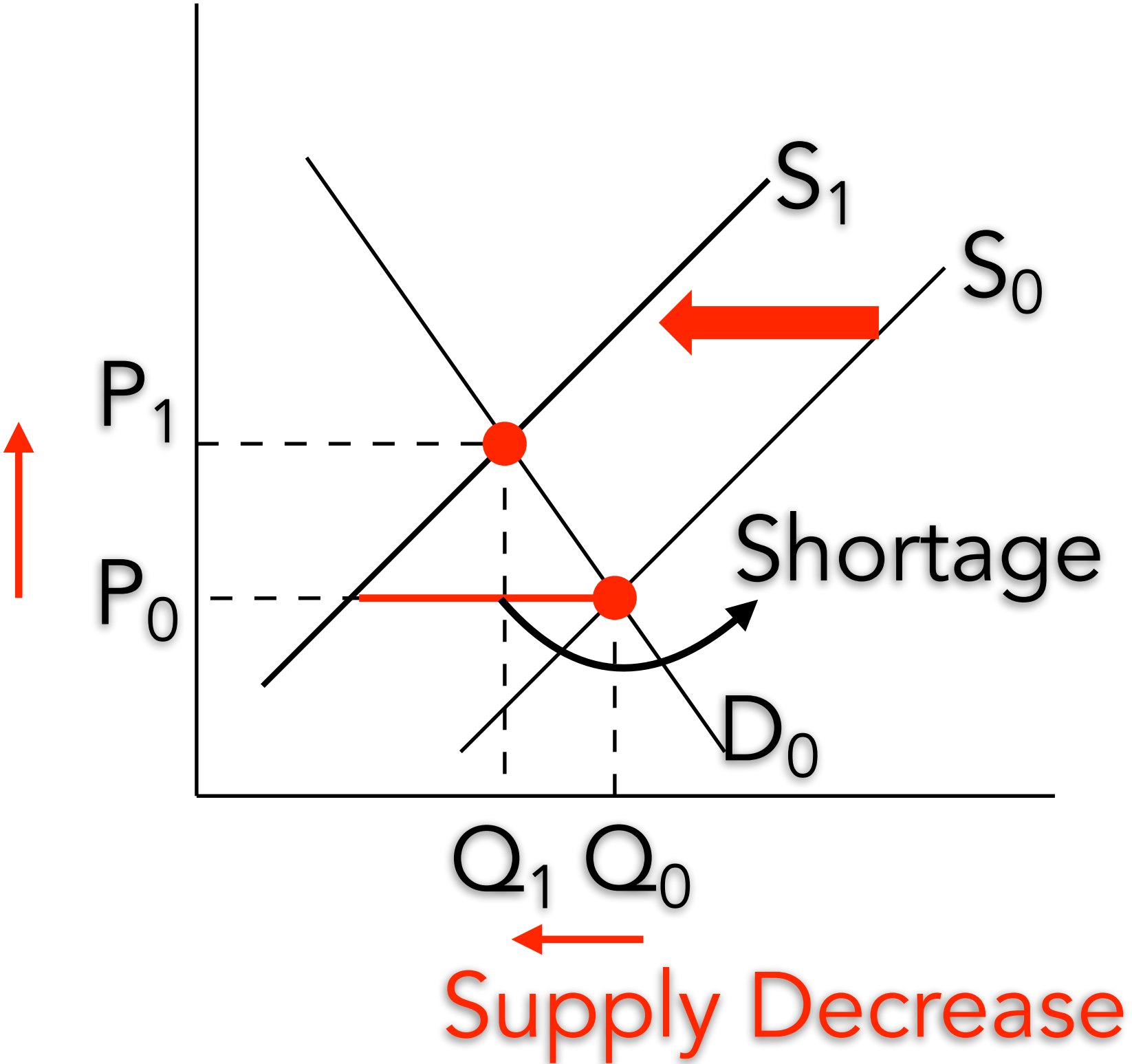




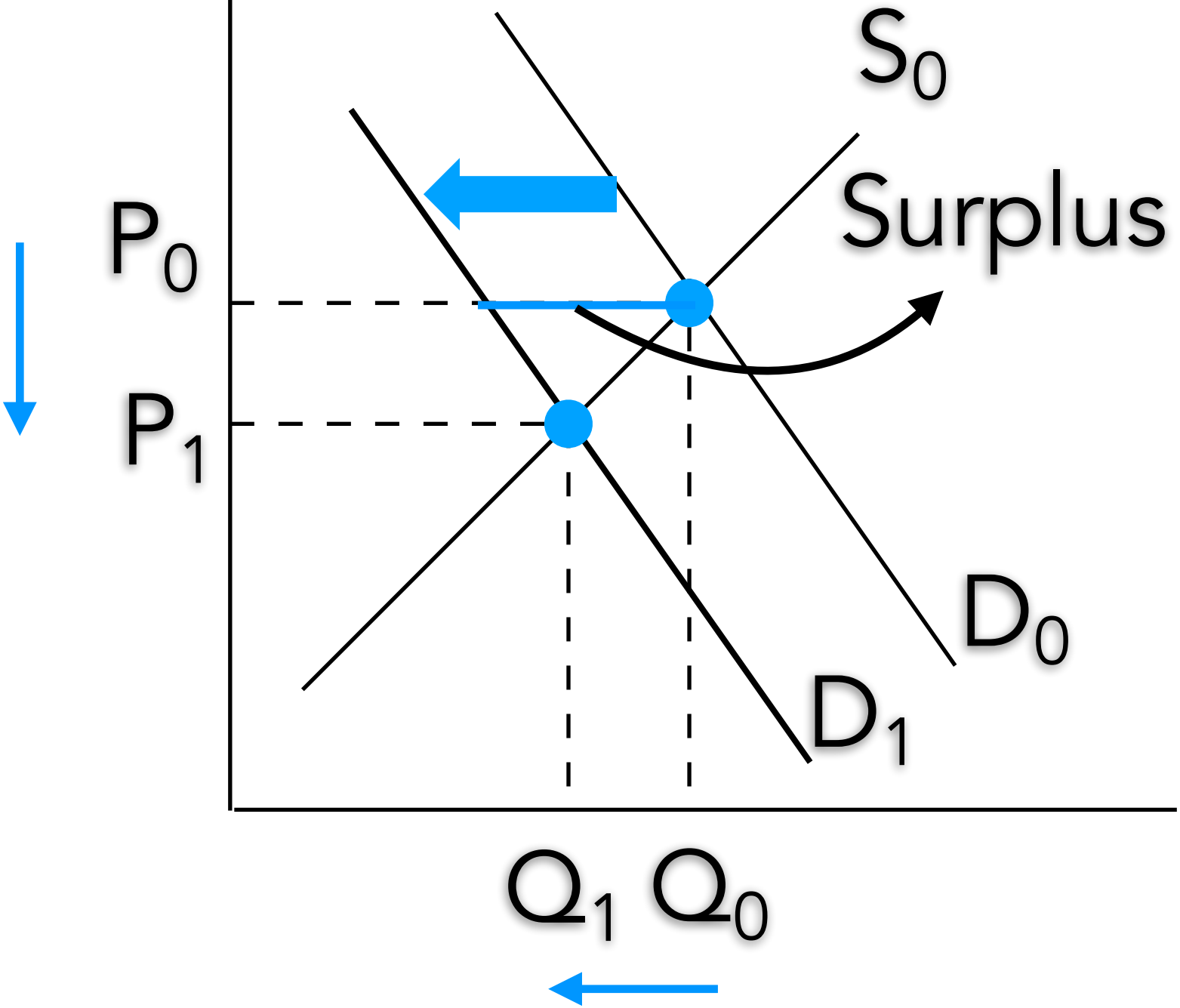
# The Labor Market

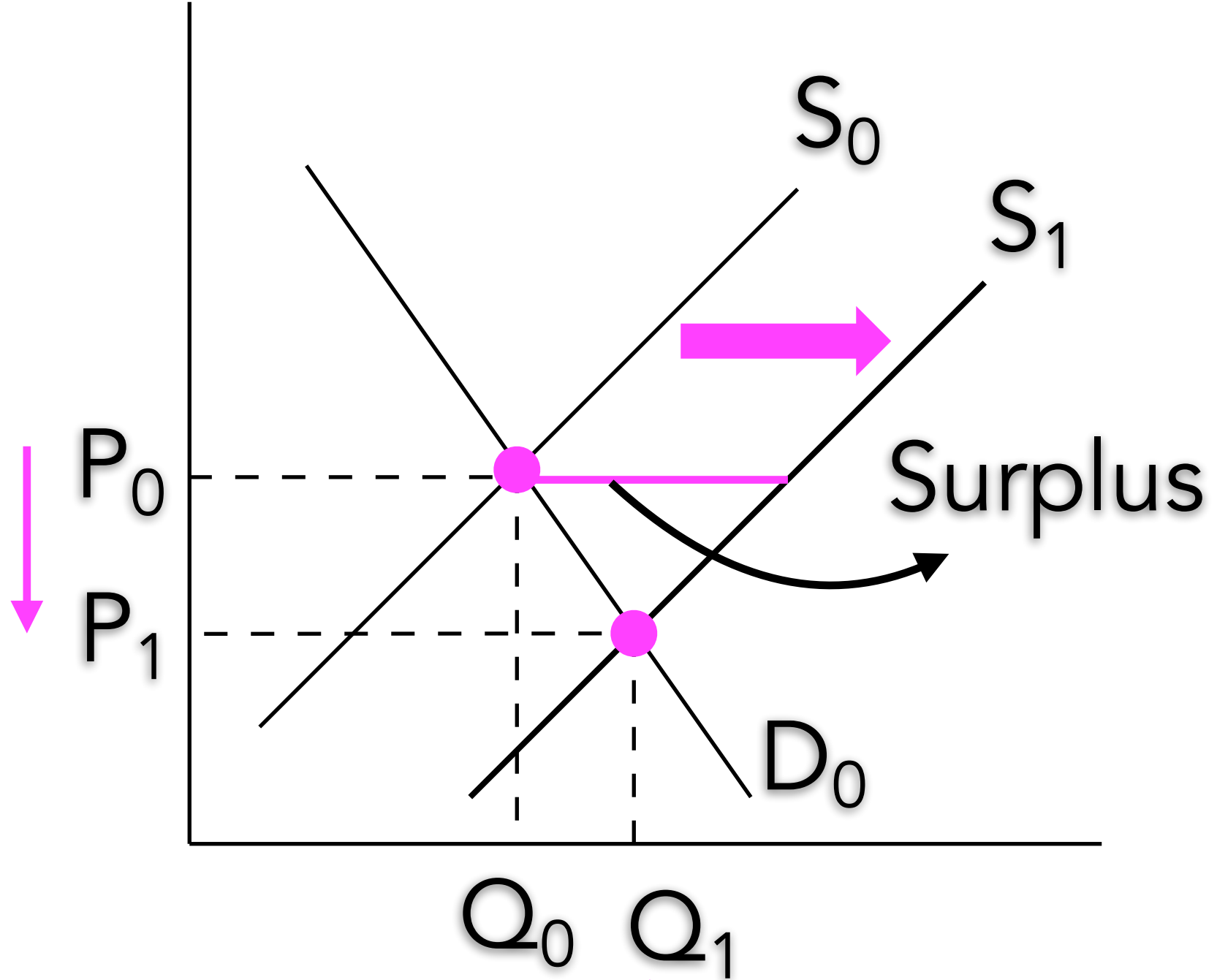
# Demand Increase





# Demand Decrease





Supply Increase

Price



Wage

$w_0$



$w_1$

$w_0$

$W_1$

$w_0$

$w_1$

$w_0$

$w_1$

# Quantity



Number of  
employed  
workers



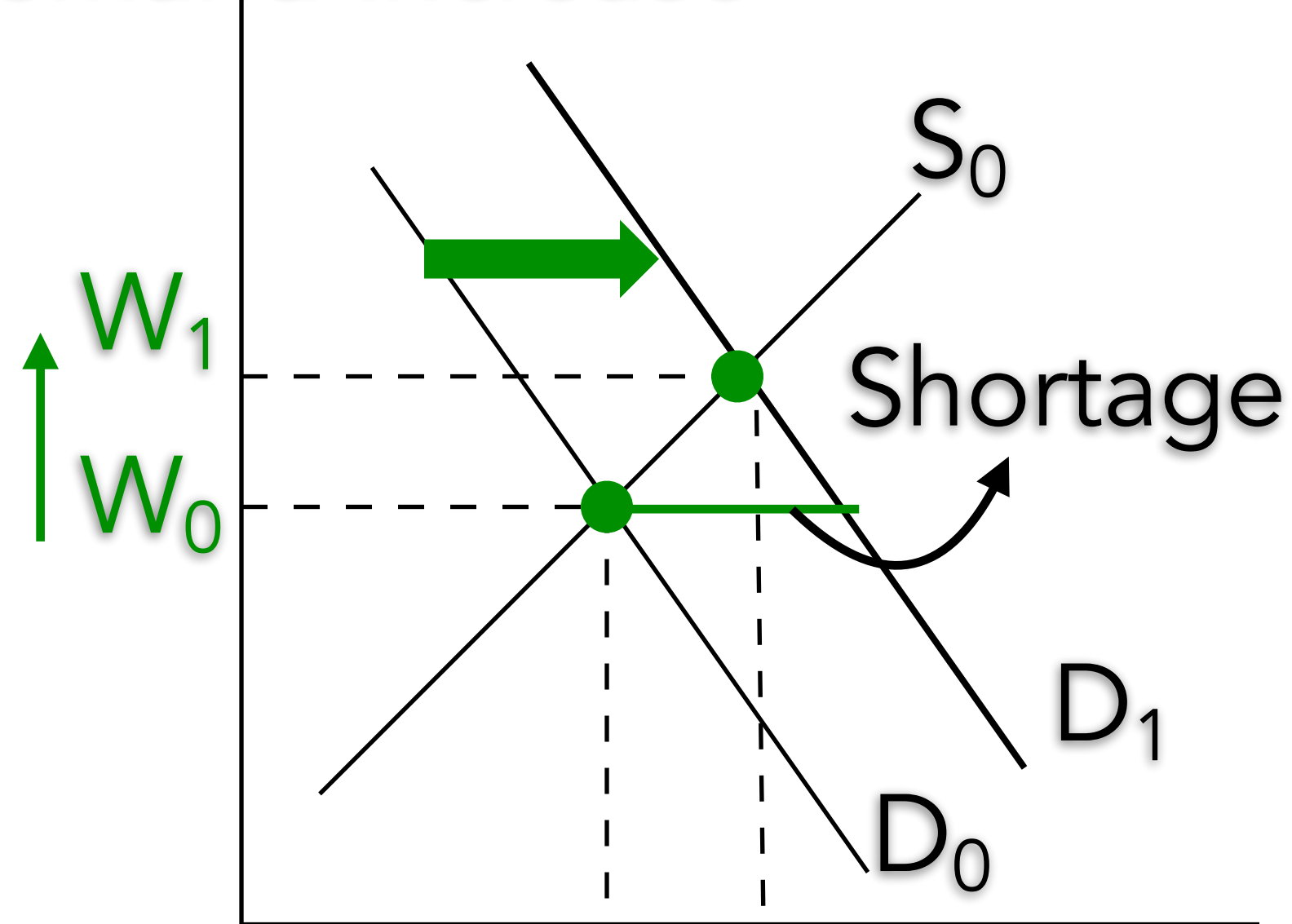
Lower Unemployment

Lower Unemployment

Higher Unemployment

Higher Unemployment

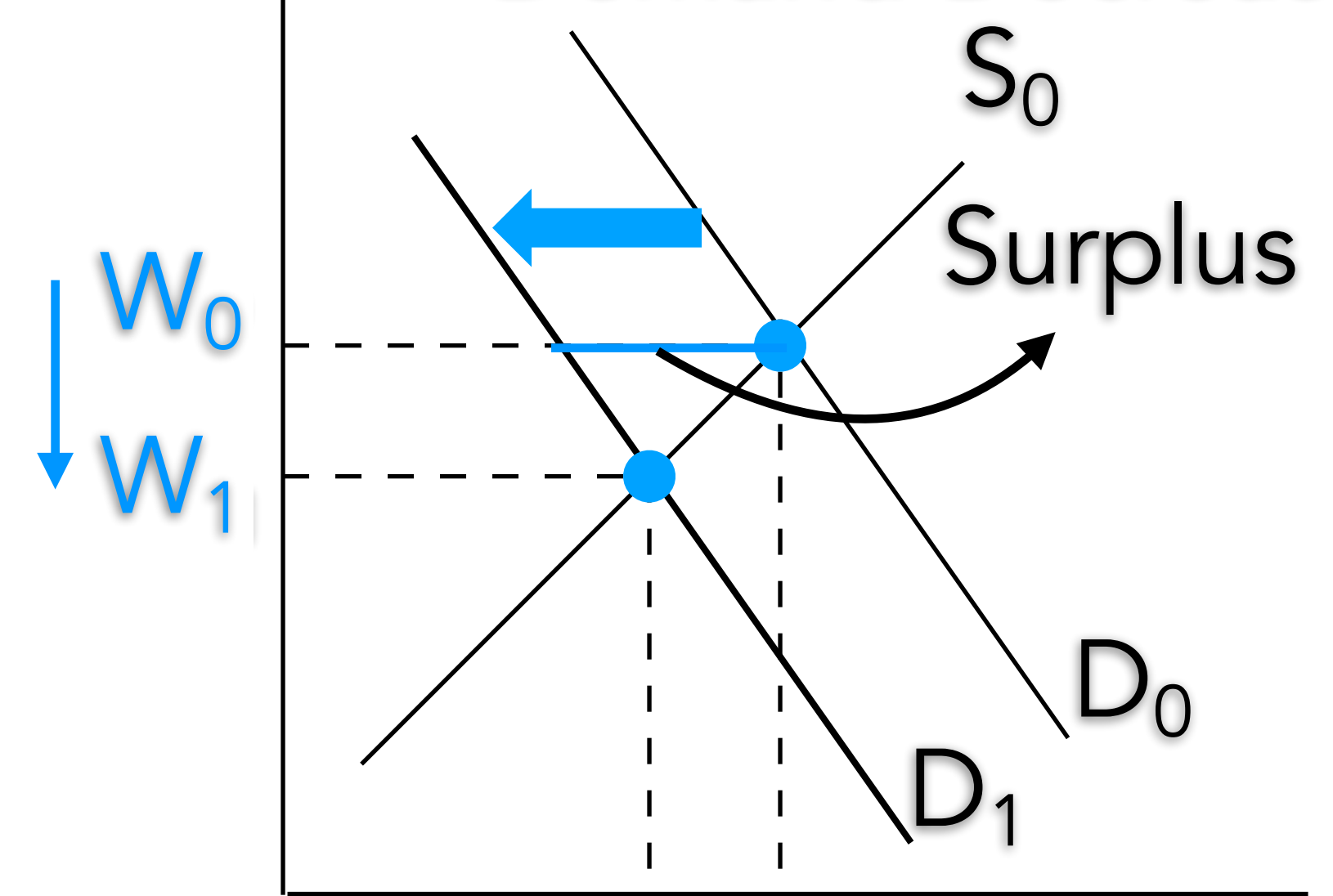
Demand Increase



The Labor  
Market

Price  $\longrightarrow$  Wage

Demand Decrease

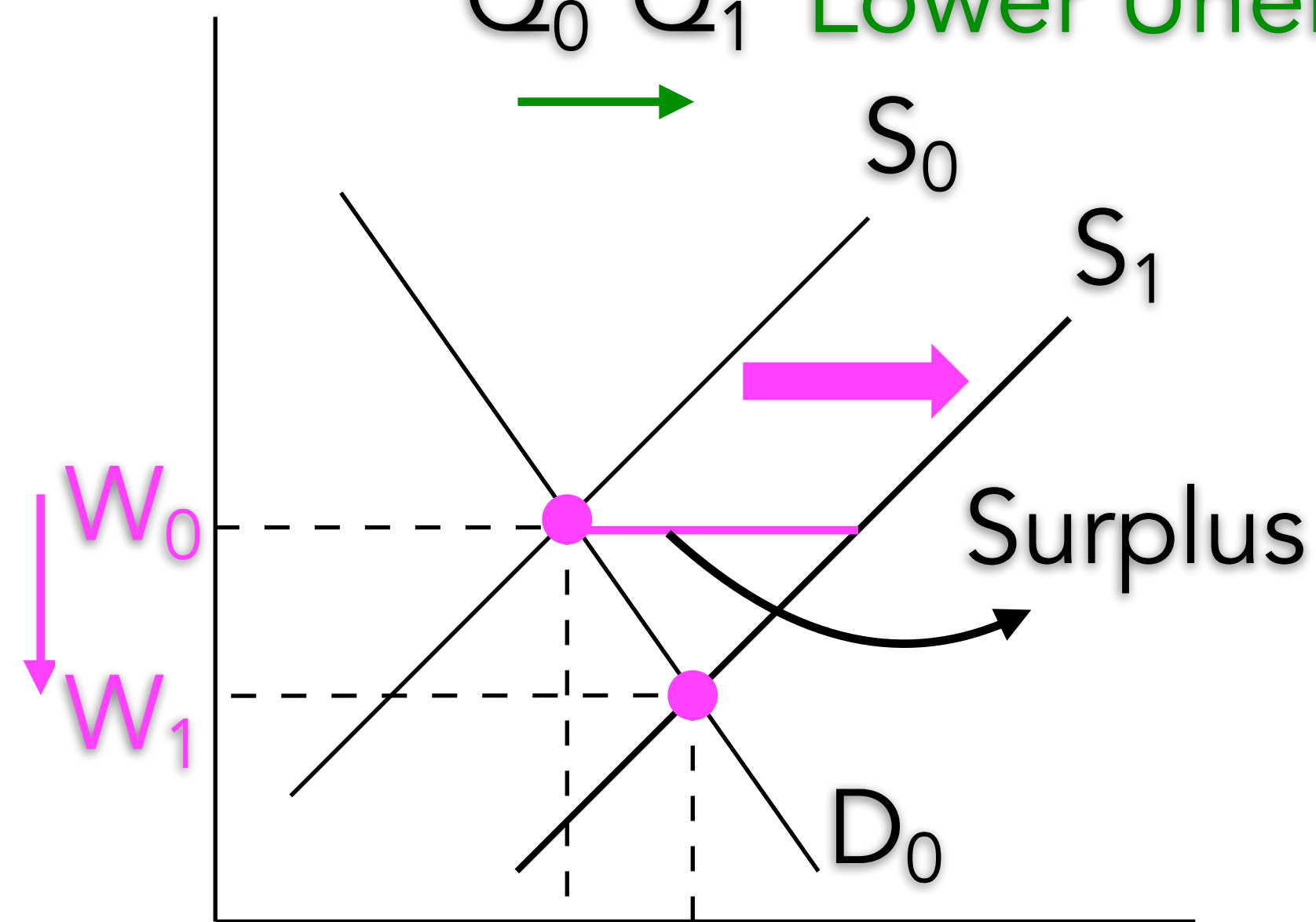


$Q_0$   $Q_1$

Lower Unemployment

Higher Unemployment

$Q_1$   $Q_0$



$Q_0$   $Q_1$

Lower Unemployment

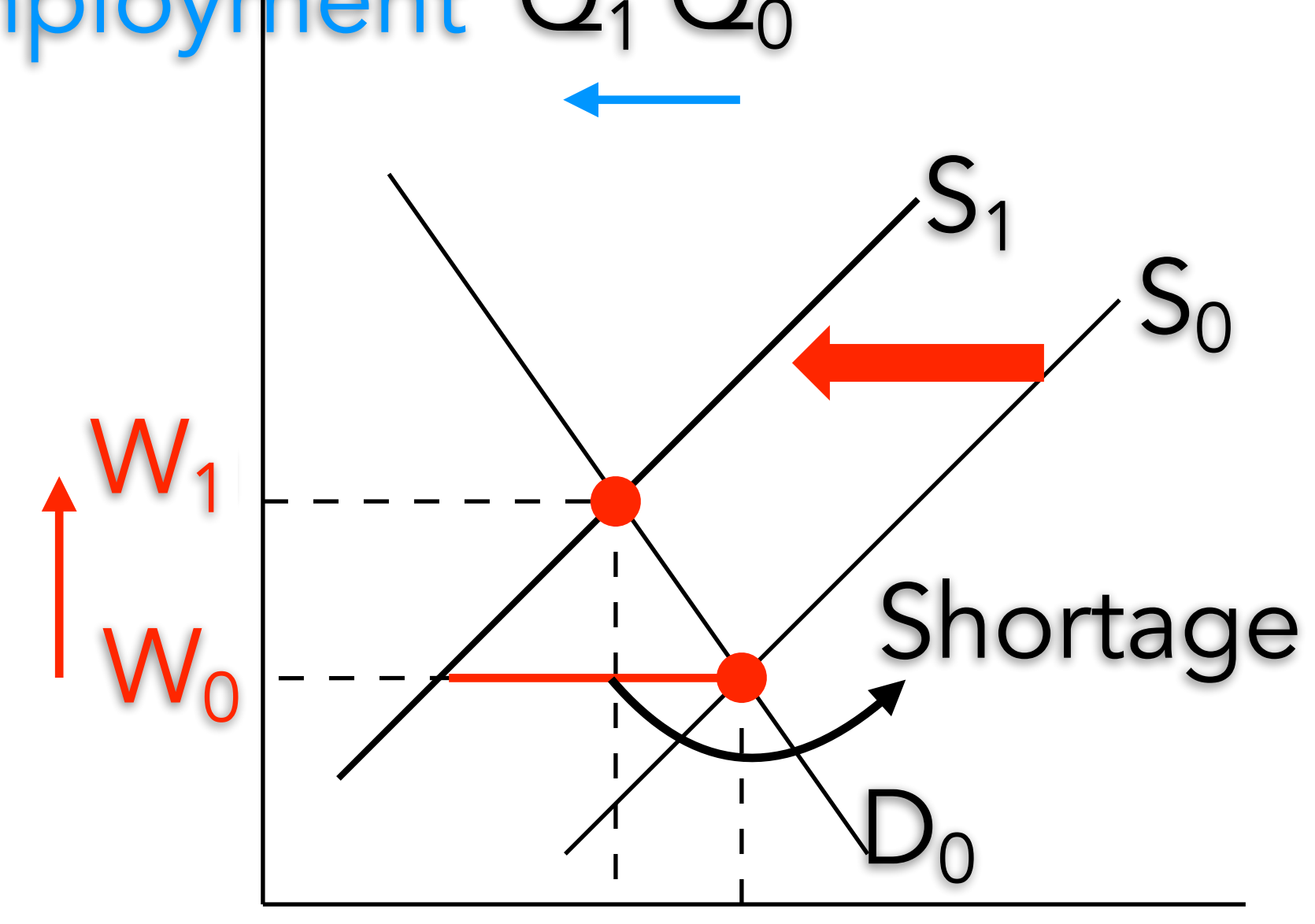
Higher Unemployment

$Q_1$   $Q_0$

Supply Increase

Quantity

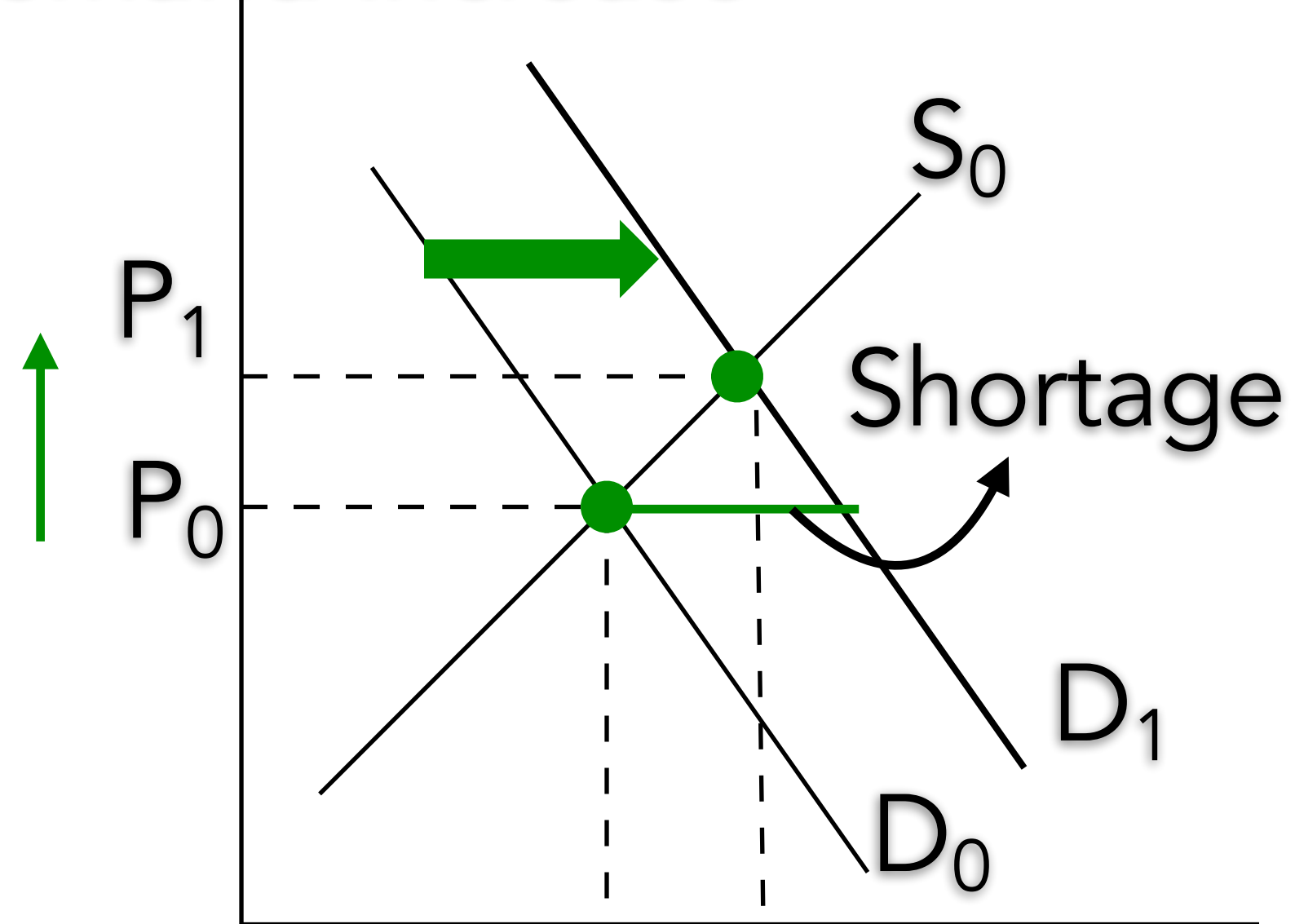
Number of  
employed  
workers



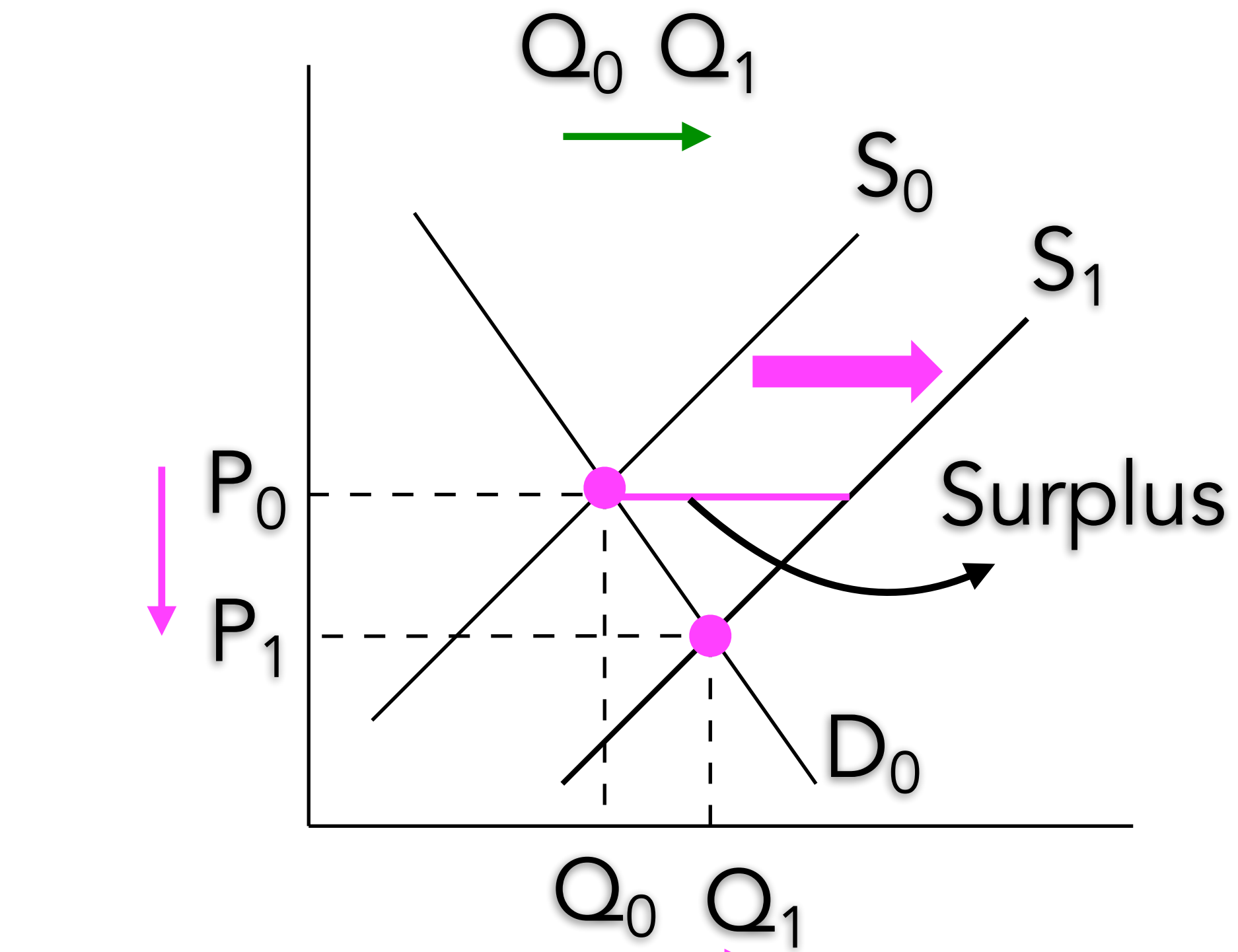
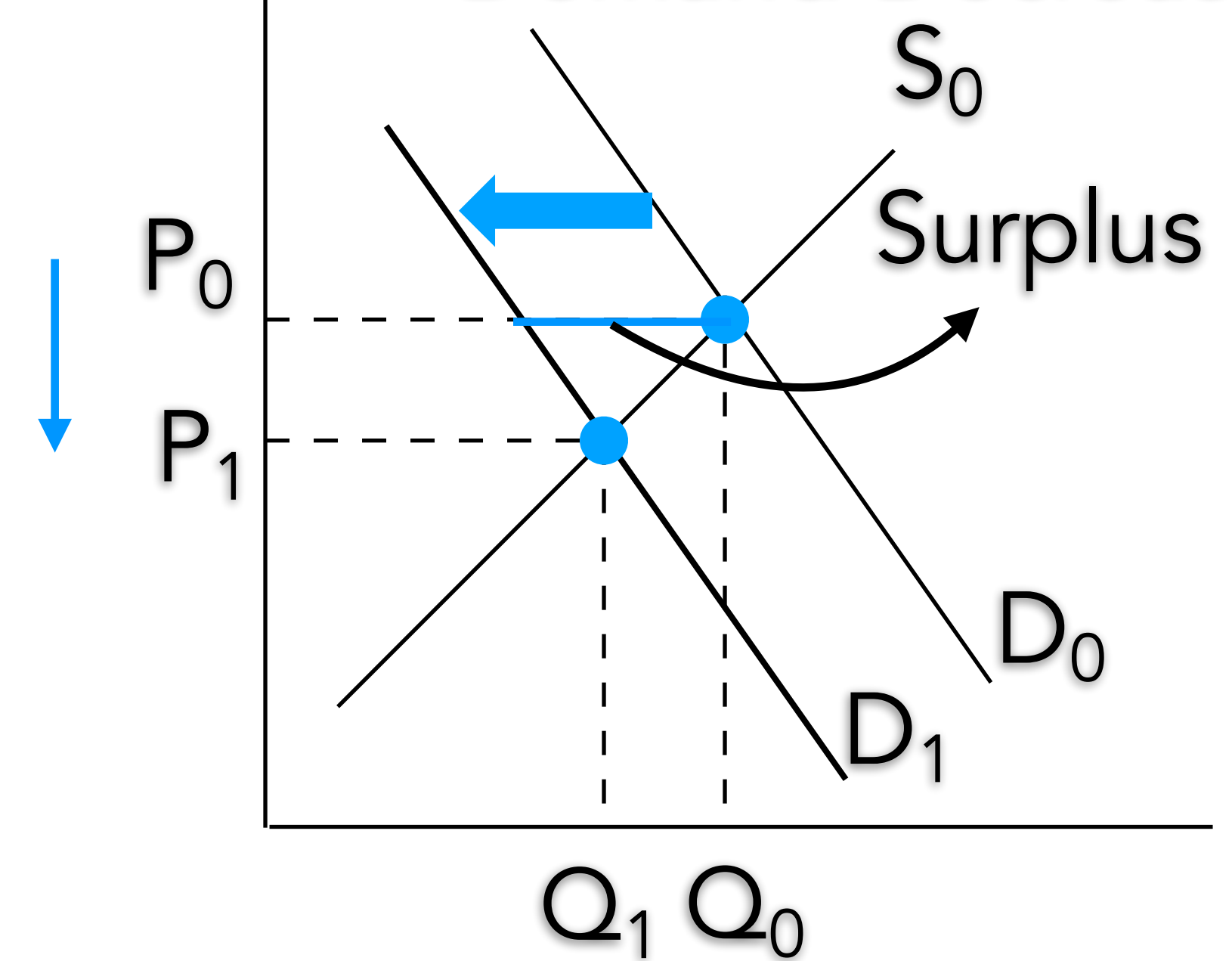
$Q_1$   $Q_0$

Supply Decrease

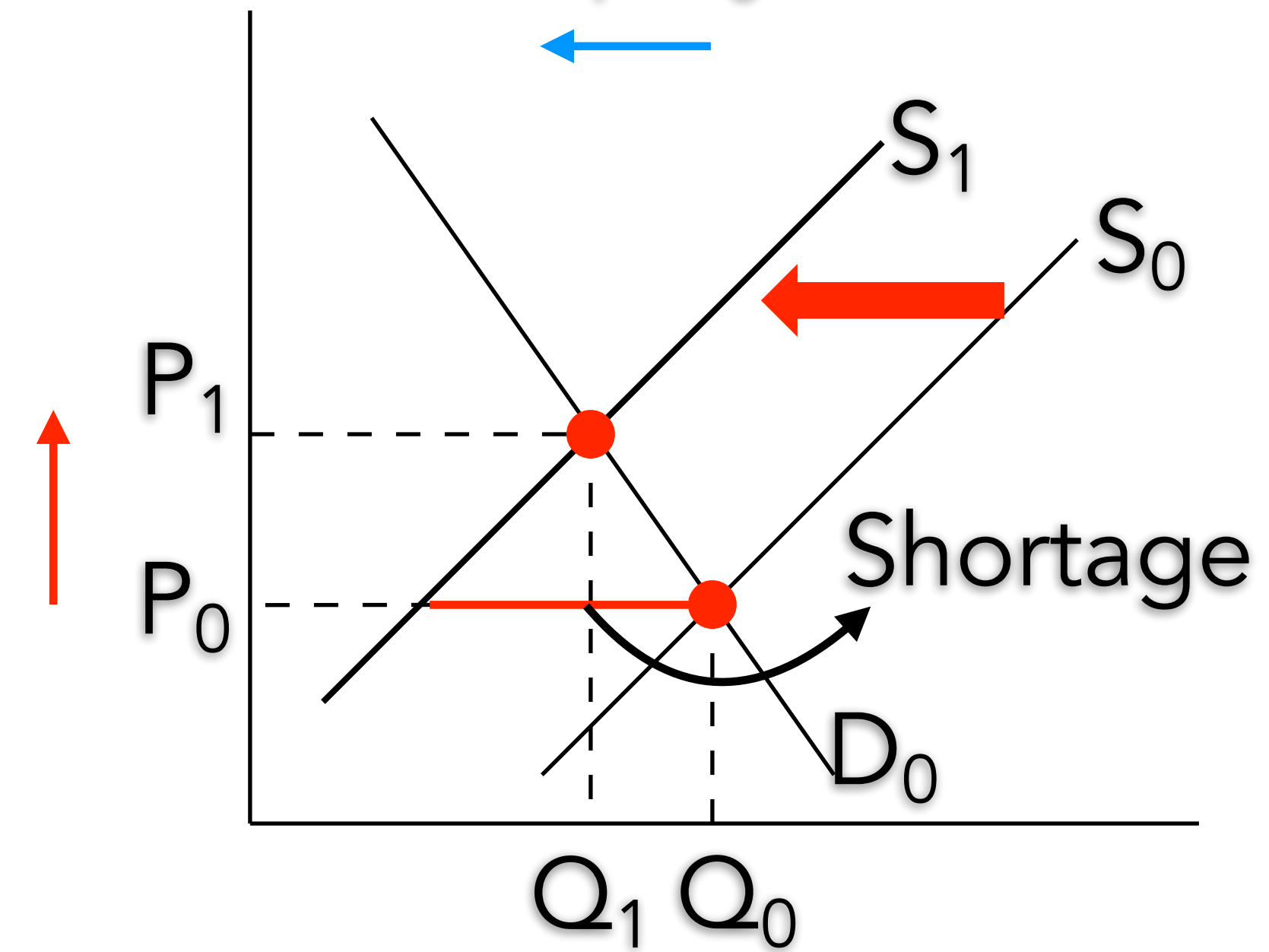
Demand Increase



Demand Decrease



Supply Increase



Supply Decrease