











5

10

15

20

25

0.40



0.50





0.66











2







5

10

15

20

25





Supply

Price









Quantity Supplied

- A Kind Act of Nature
(good weather)

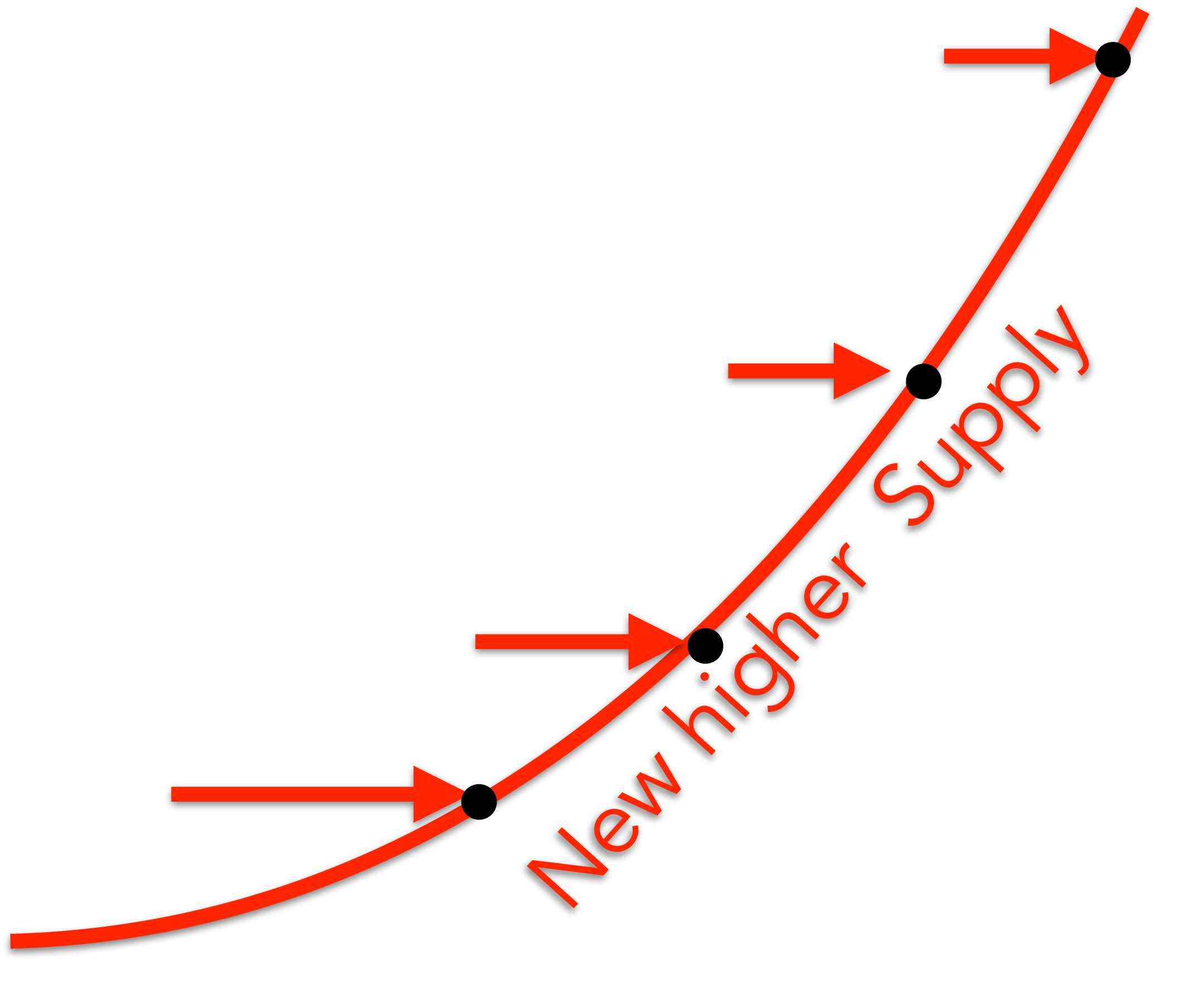
- The expectation of lower prices in the future

- Improvements in technology

- Increase in price of a complement in production

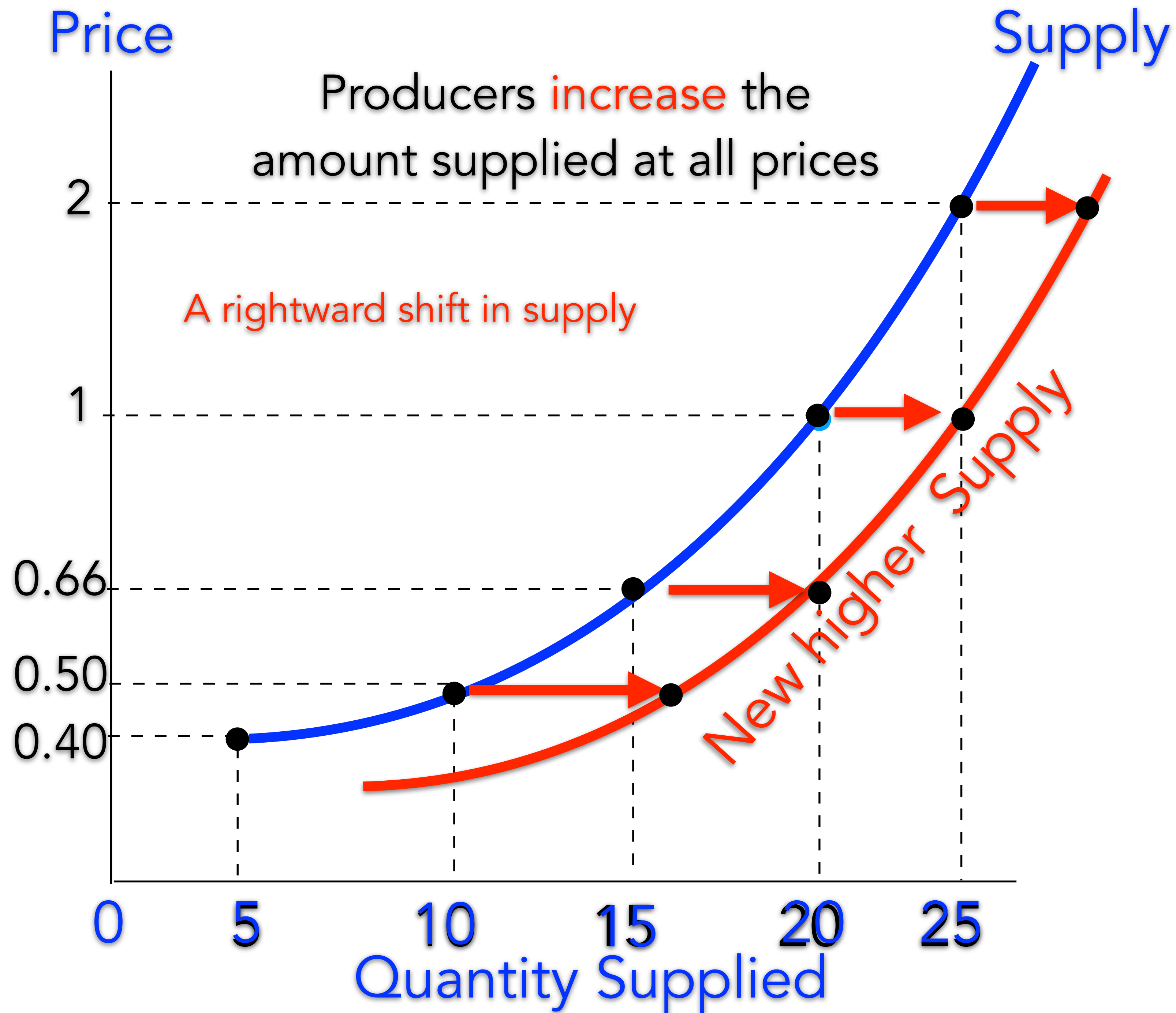
- Decrease in the price of a substitute in production

Producers **increase** the
amount supplied at all prices



A rightward shift in supply

- A Kind Act of Nature (good weather)
- The expectation of lower prices in the future
- Improvements in technology
- Increase in price of a complement in production
- Decrease in the price of a substitute in production



Careful with supply shifts!

