



Quantity Supplied
(Thousands)

Price

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5



Supply is Horizontal

Cost per unit stays the same

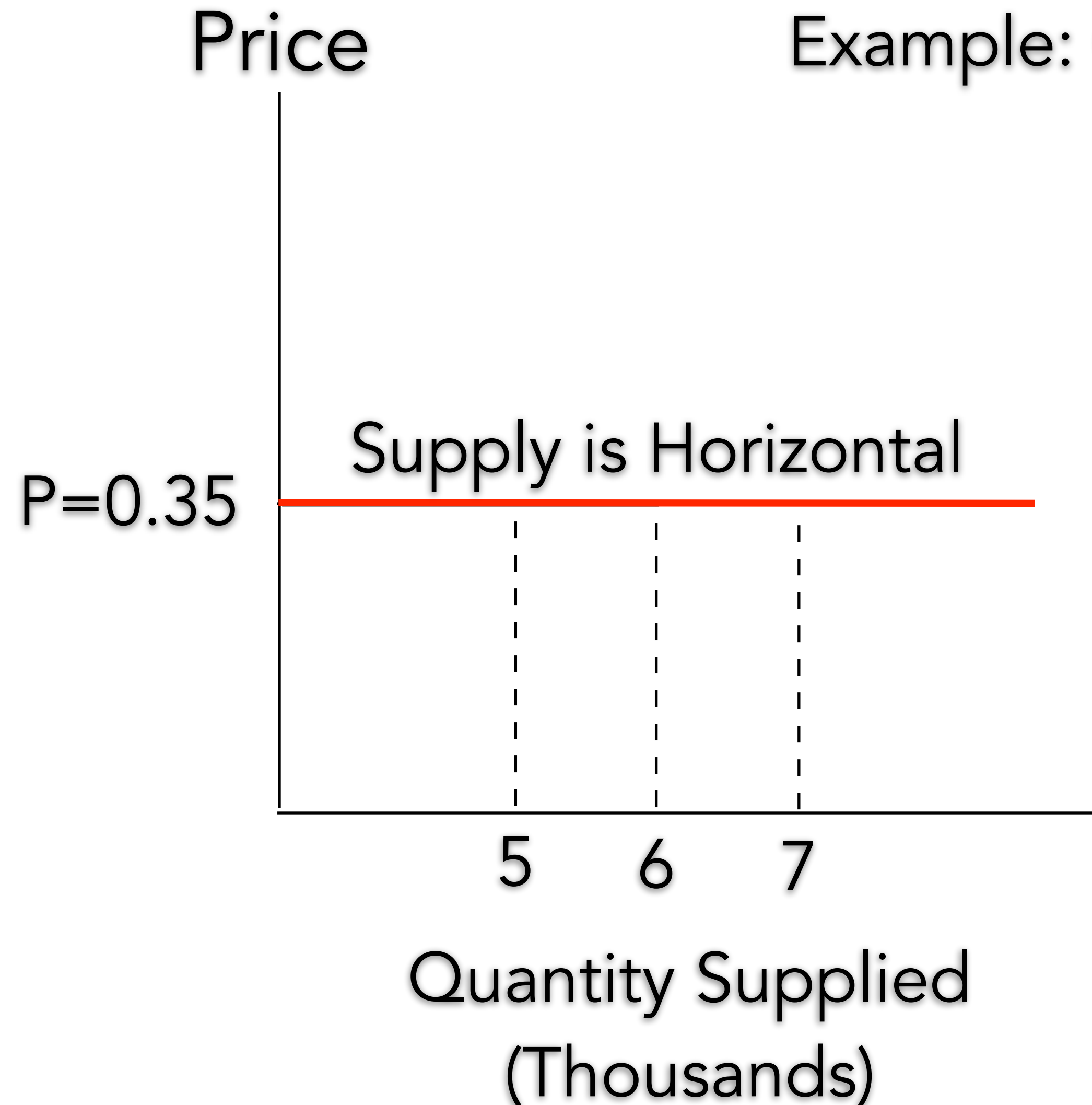
In the very unlikely case that the cost per unit stays the same. The producer can supply any amount as long as the price covers the cost

Example: Cost/Unit = 0.35

PO.35

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