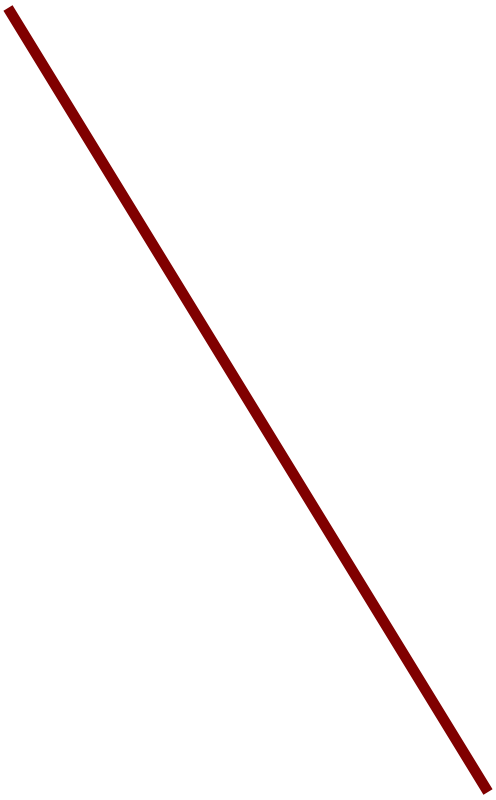




Increase Demand for cocaine









**P<sub>1</sub>**







**Demand shifts right**

Po











A shortage appears

Prices increase

**Quantity exchanged  
increases**



D↑

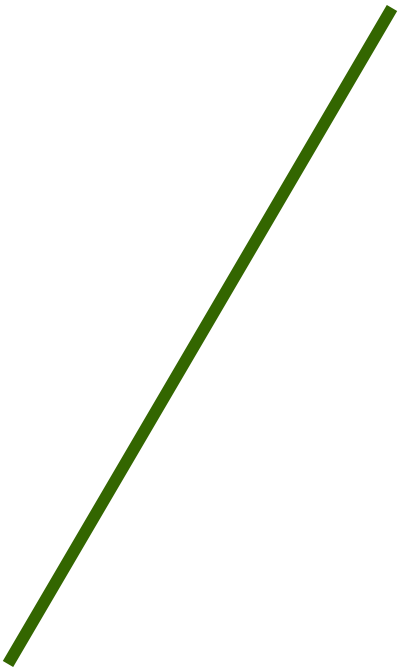
P↑  
e

Q↑  
e

Q1



# Shortage



D

O

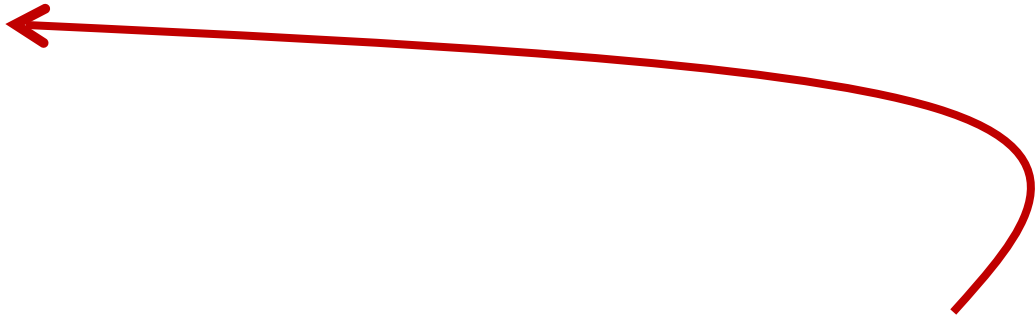


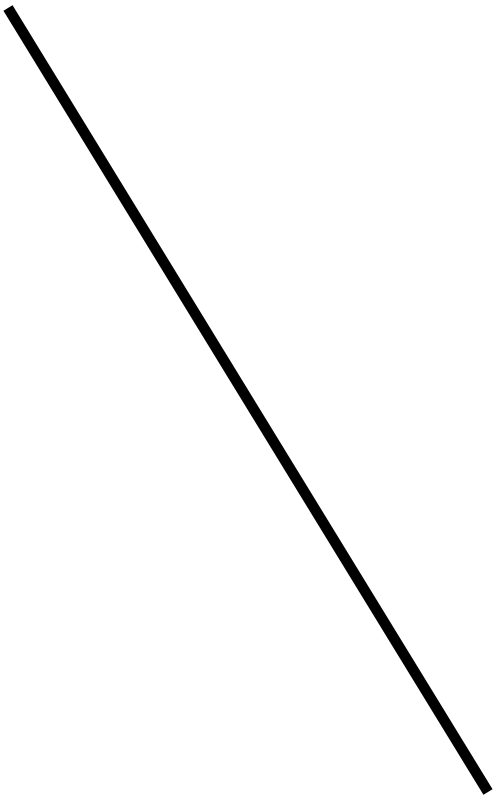






**An increase in  
Demand and an  
increase in quantity  
supplied**





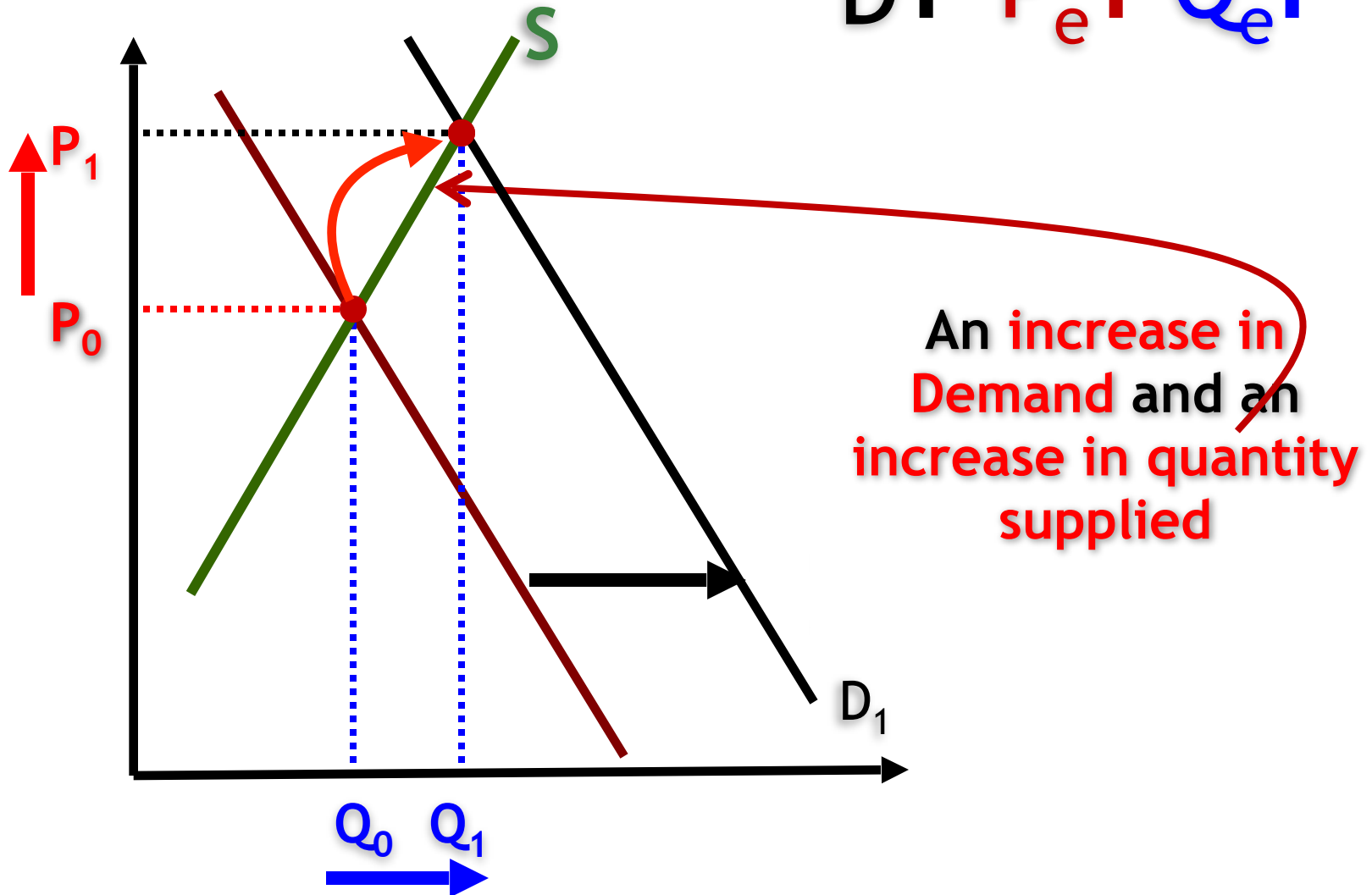


**D1**



# Increase Demand for cocaine

$D \uparrow$   $P_e \uparrow$   $Q_e \uparrow$





# Consider the market for Coca

