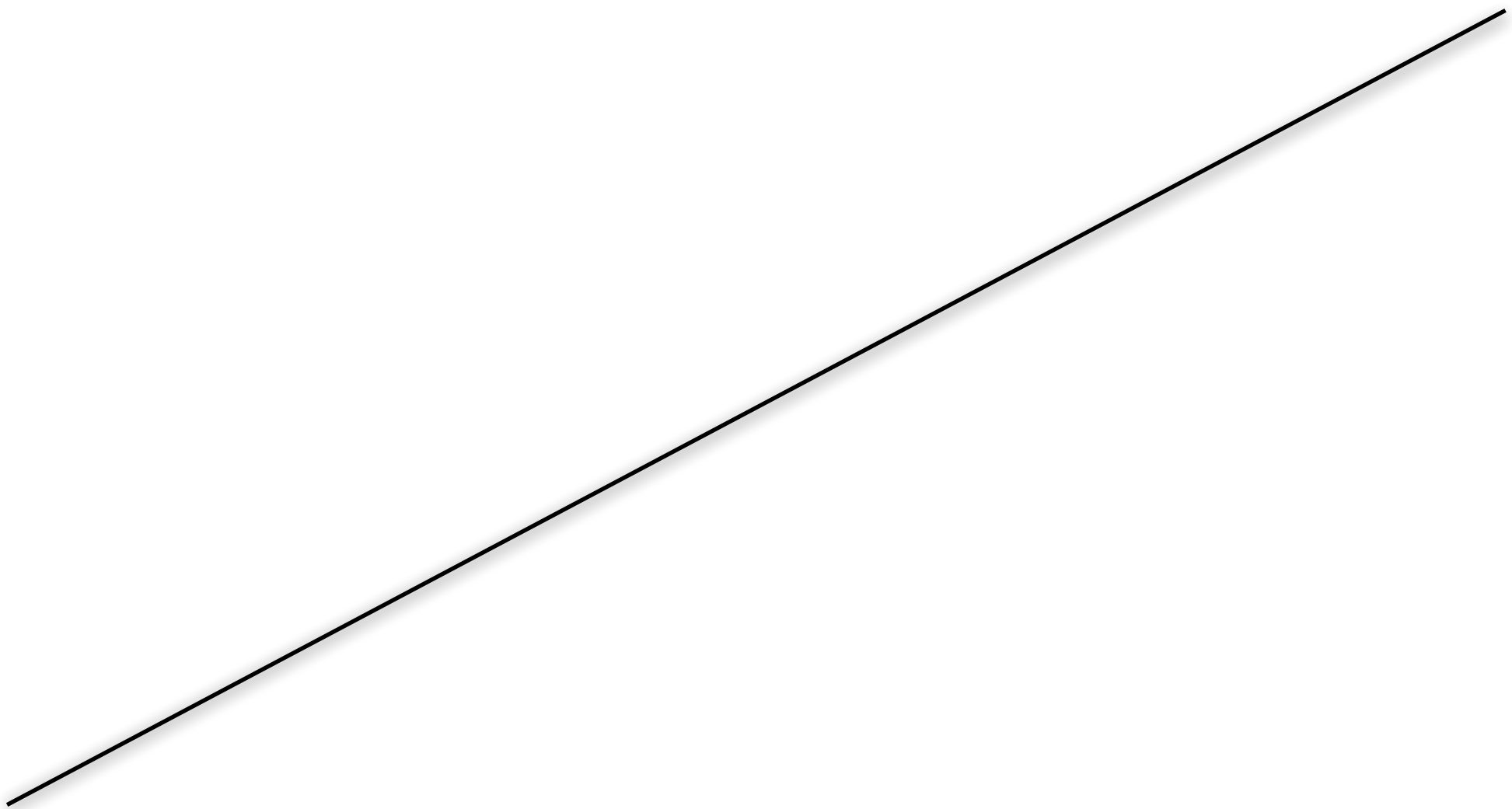






S





600

3,9000

Price Ceiling: 2,200



PS at

Equilibrium

$Q_s = 3000$

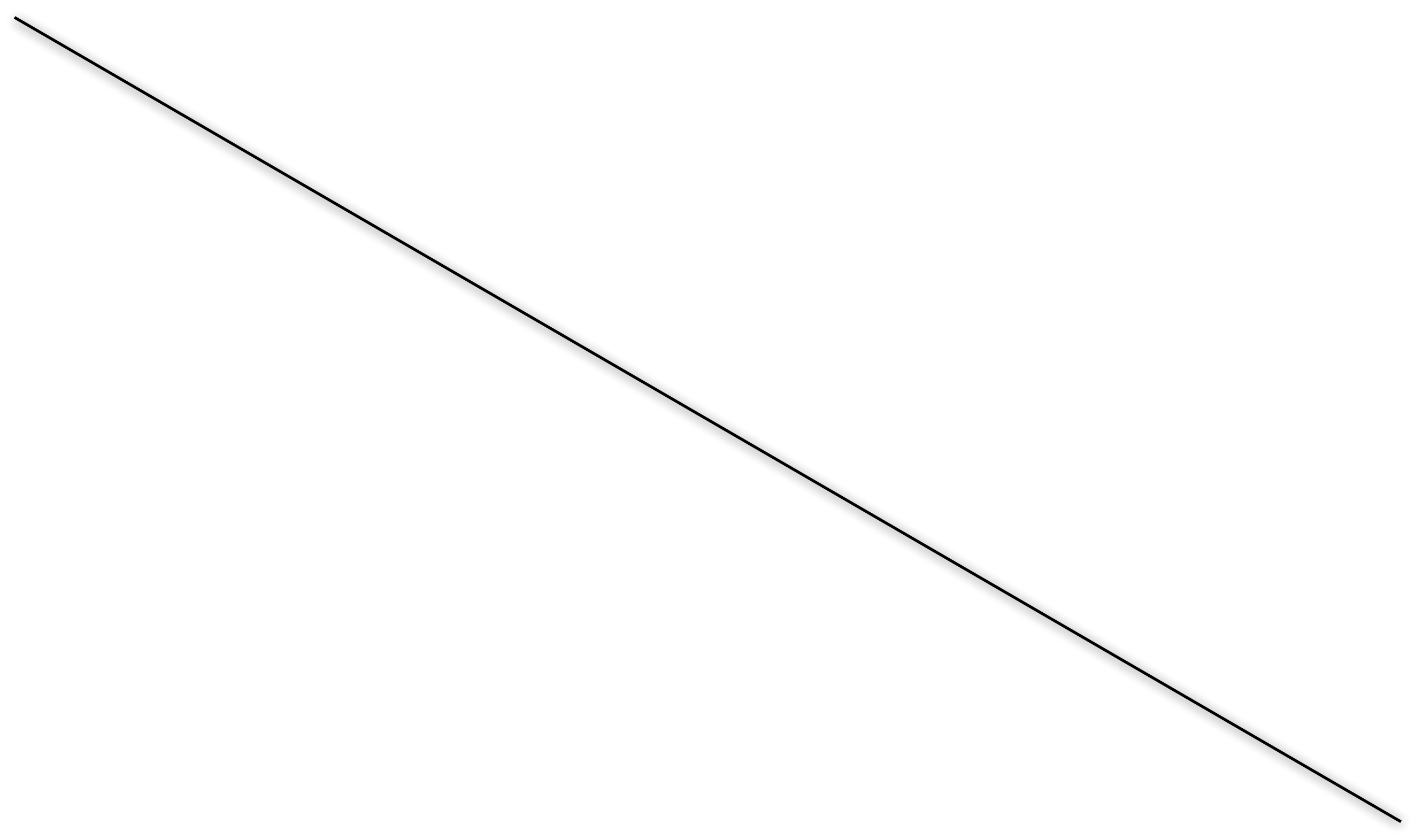






The quantity supplied
drops to 300

Producers can only
only rent out 300 units







PS after
ceiling is
imposed

The in position of a Ceiling (for example rent control)

Results in a decrease in the number of units supplied

Producers now
sell fewer units

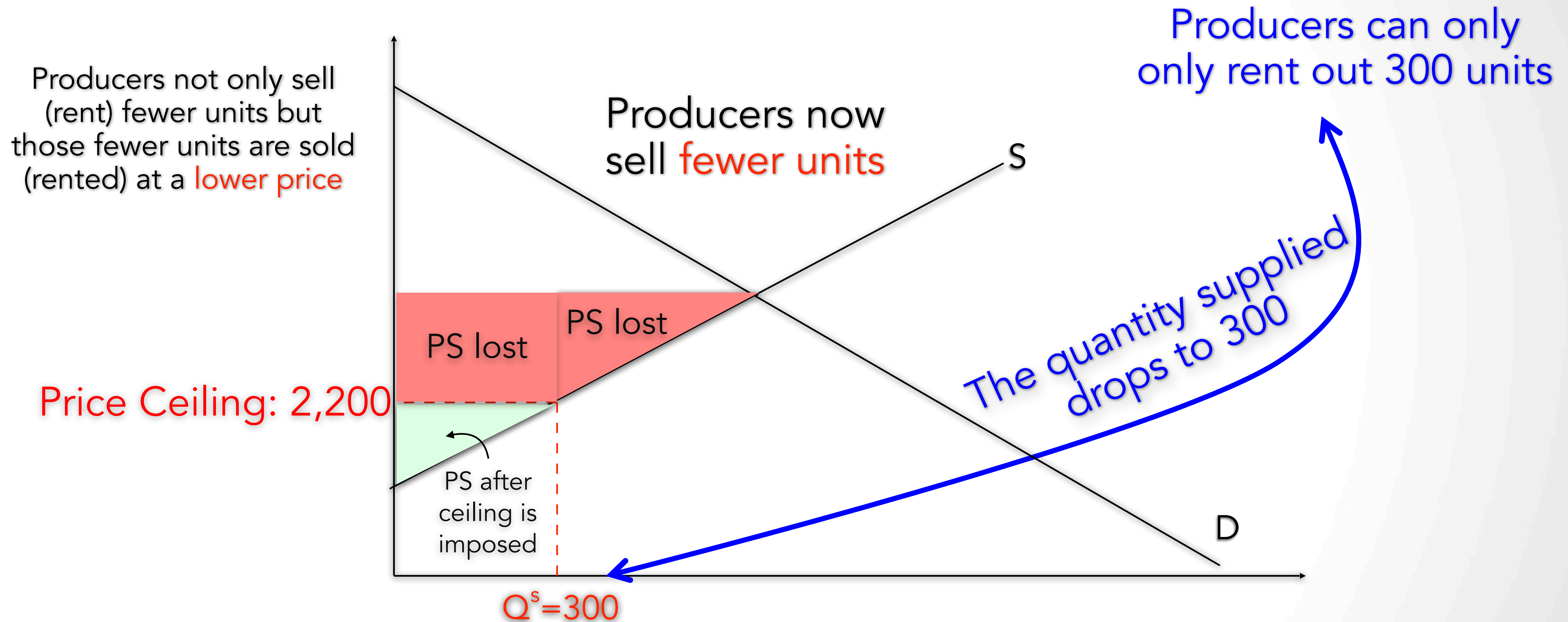
Producers not only sell
(rent) fewer units but
those fewer units are sold
(rented) at a lower price



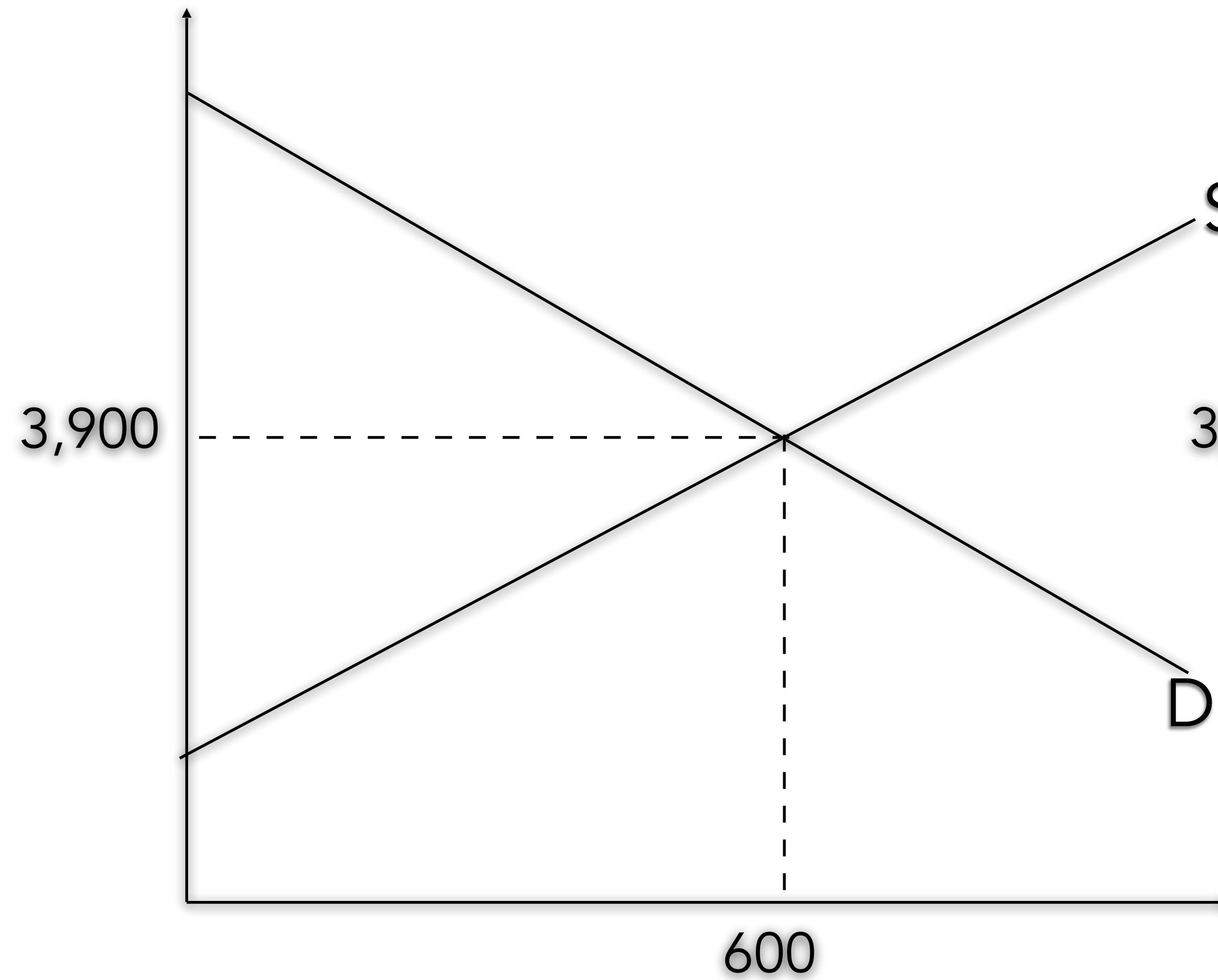
PS lost

PS lost

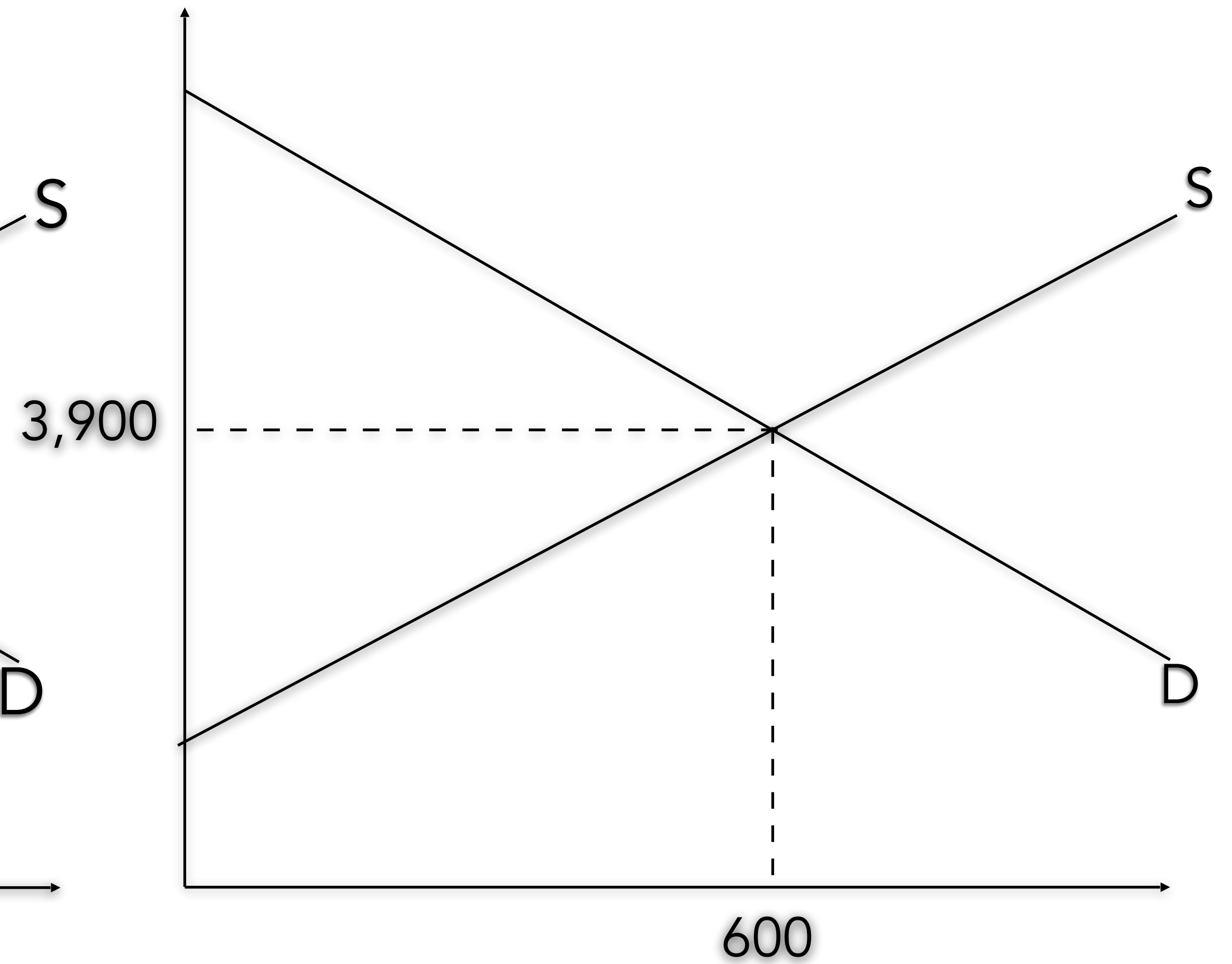
The imposition of a Ceiling (for example rent control)



Results in a decrease in the number of units supplied



Consumers



Producers