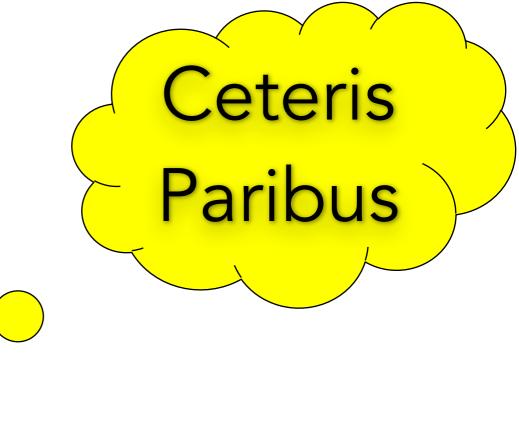


How will buyers react to an increase in the price of iPhones?

Quantity Demanded decreases

What if at the same time, a news report informs consumers that iPhones will become very difficult to get as production stops due to the pandemic.

Two variables changed (price and expectations) we can not know if consumers will buy fewer iPhones because of the price increase or more iPhones because of the expectation of scarcity.









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Is this sentence correct?

People buy less when the price increase