

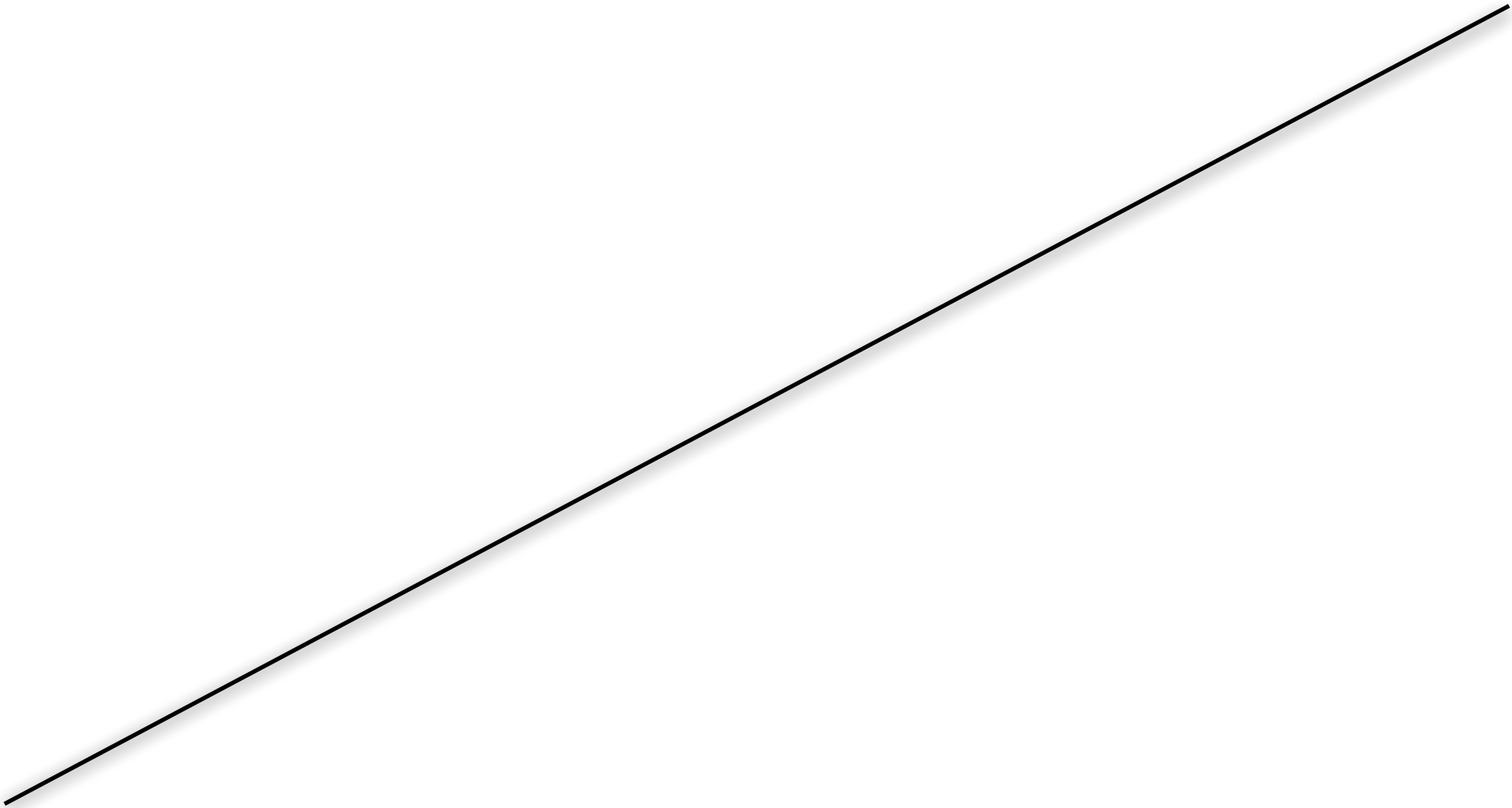


Consumers **definitely lose** CS as a result of the price  
floor





S





$$Q_e = 4000$$



$$P_e = 0.50$$

Price Floor: 0.8

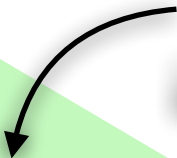


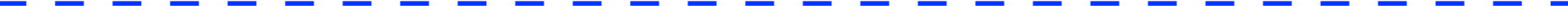
A large pink triangle pointing downwards, occupying the left half of the slide. A thin red horizontal line is visible on the left edge of the slide, intersecting the pink triangle.

CS at  
Equilibrium

$$Q_d = 100$$

CS after  
floor is  
imposed





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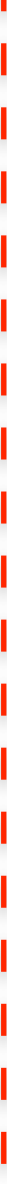
100

100

100



Qs = 8000



CS: Area **below** demand and above the price  
the consumer pays



Consumers can only afford  
to buy 100 units at the  
new higher price

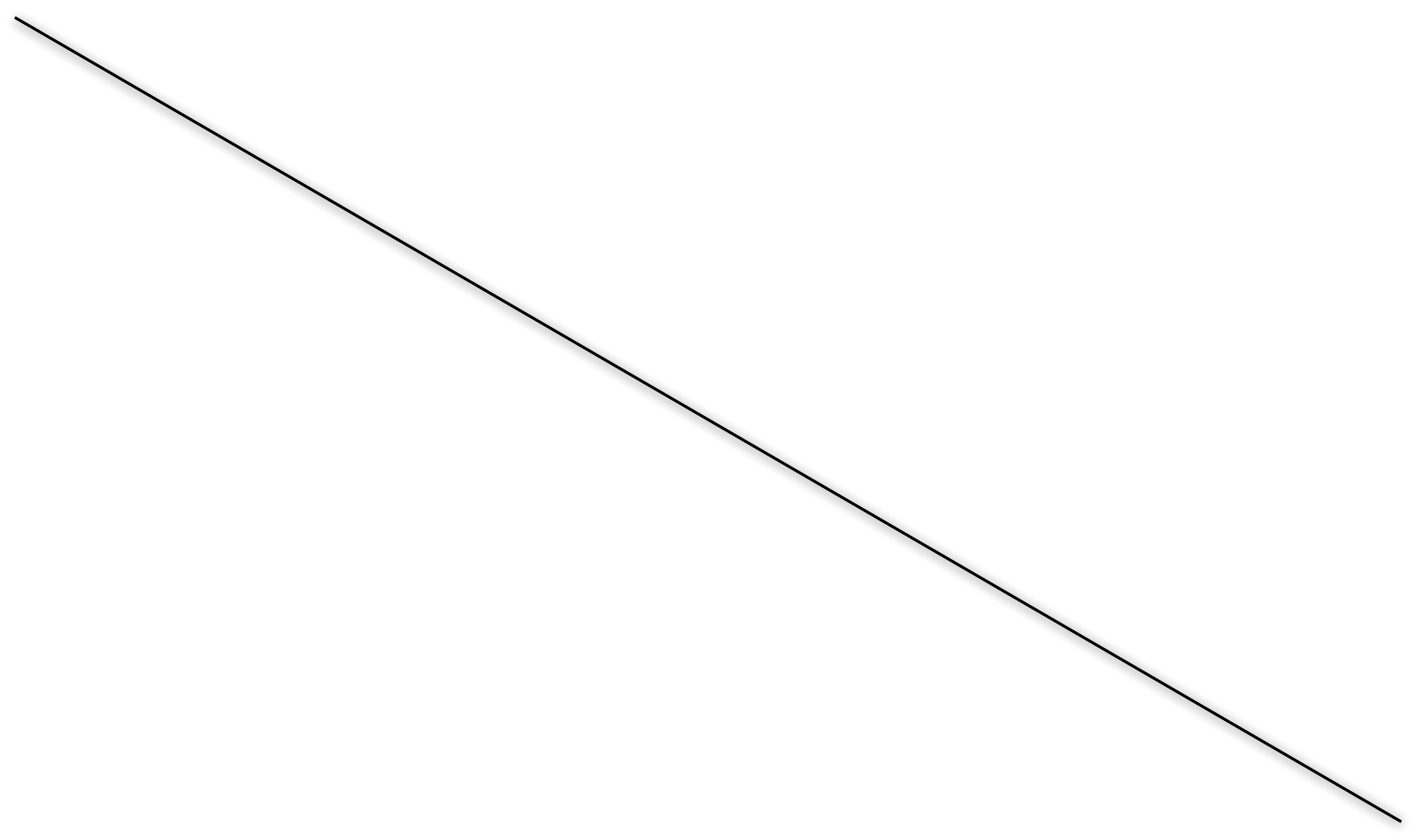
Consumers can only get  
Consumer Surplus on 100  
units



$$Q^d = 100$$



CS lost





CS lost



Consumers **definitely lose** CS as a result of the price floor

