



Midpoint



_____d



91

P



92

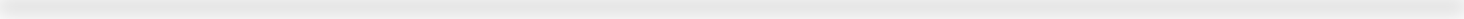
93

P

Monopoly

Perfect Competition



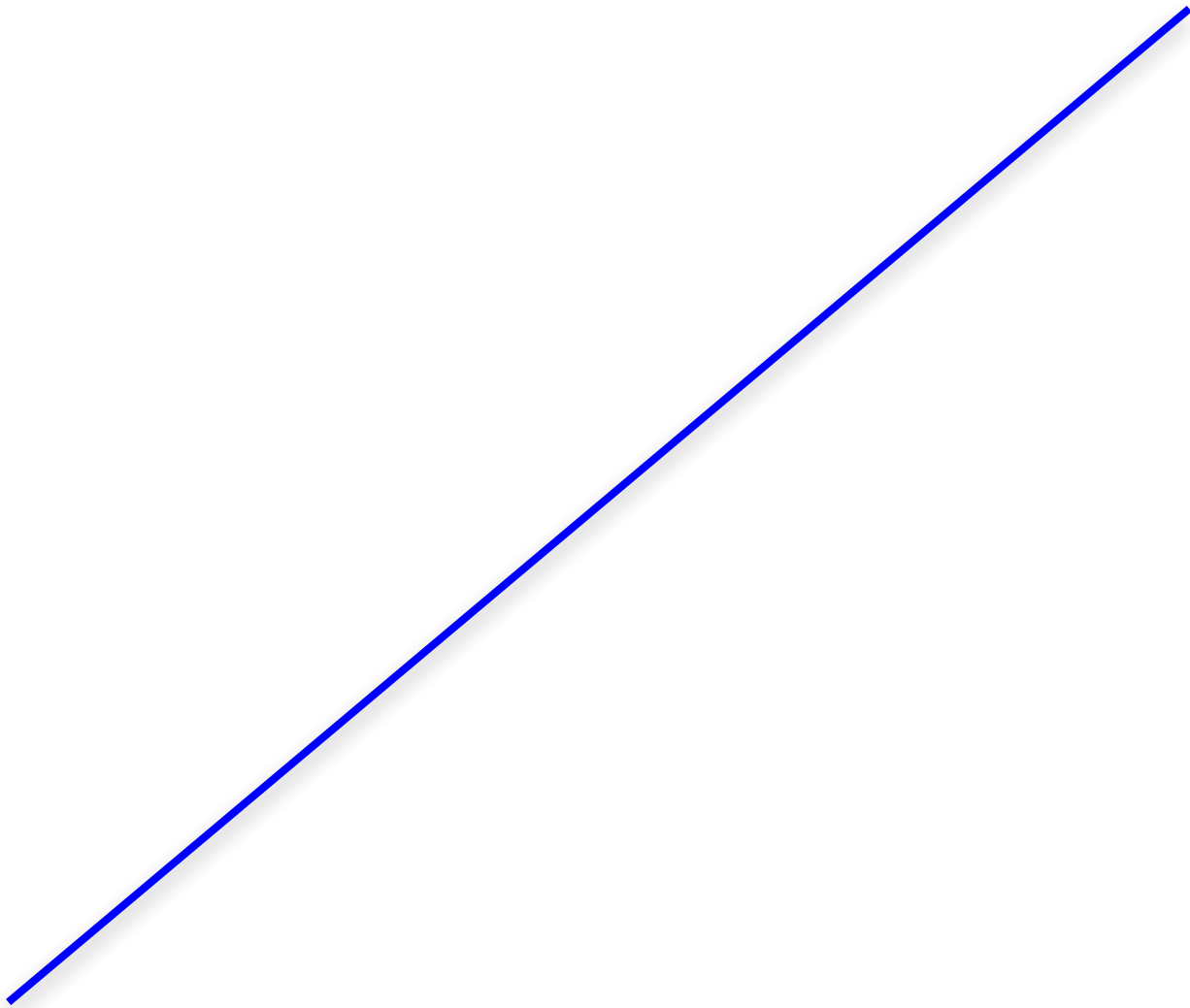


TR

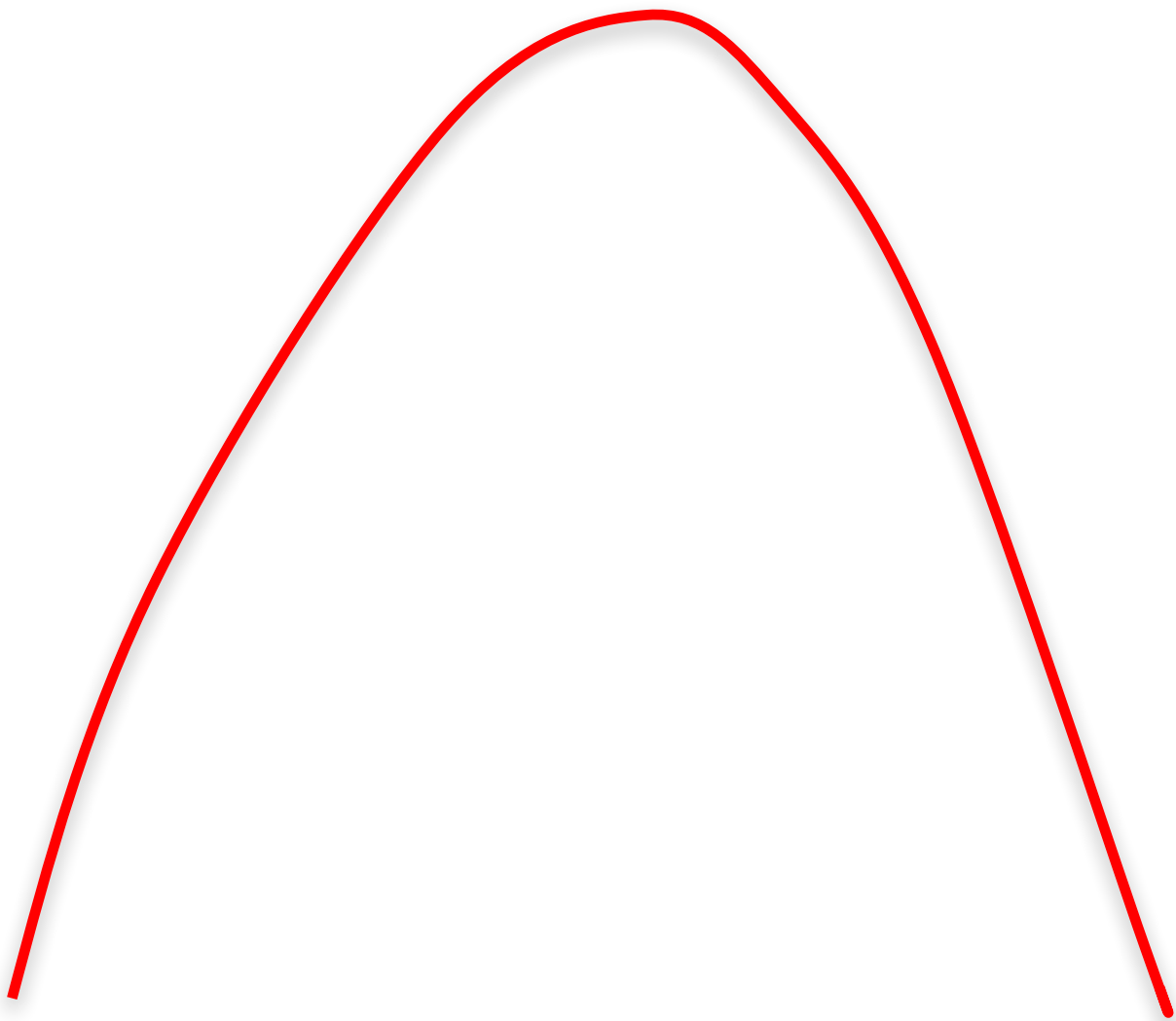


TR

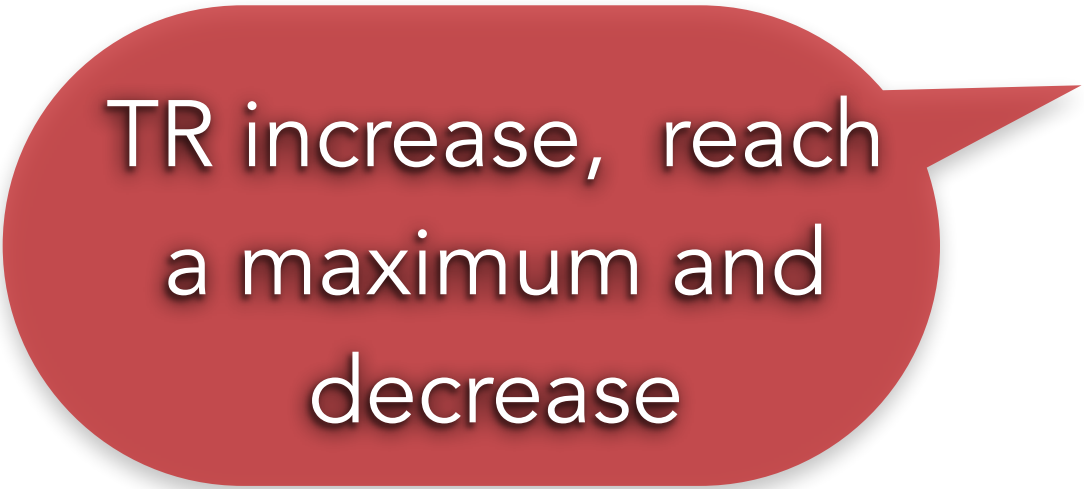




TR




TR

A red speech bubble with a white drop shadow, containing white text. The bubble has a rounded rectangular body and a pointed tail on the right side.

TR increase, reach
a maximum and
decrease



TR increase

A red speech bubble with a white drop shadow, pointing towards the top right. Inside the bubble, the text "Monopolist must drop price to sell more units" is written in white, bold, sans-serif font.

Monopolist must
drop price to sell
more units



Perfectly
Competitive firms
face a perfectly
elastic demand at
the market price

A red speech bubble with a white drop shadow, pointing to the right. Inside the bubble, the text "Monopolist faces Market Demand" is written in white.

Monopolist faces
Market Demand

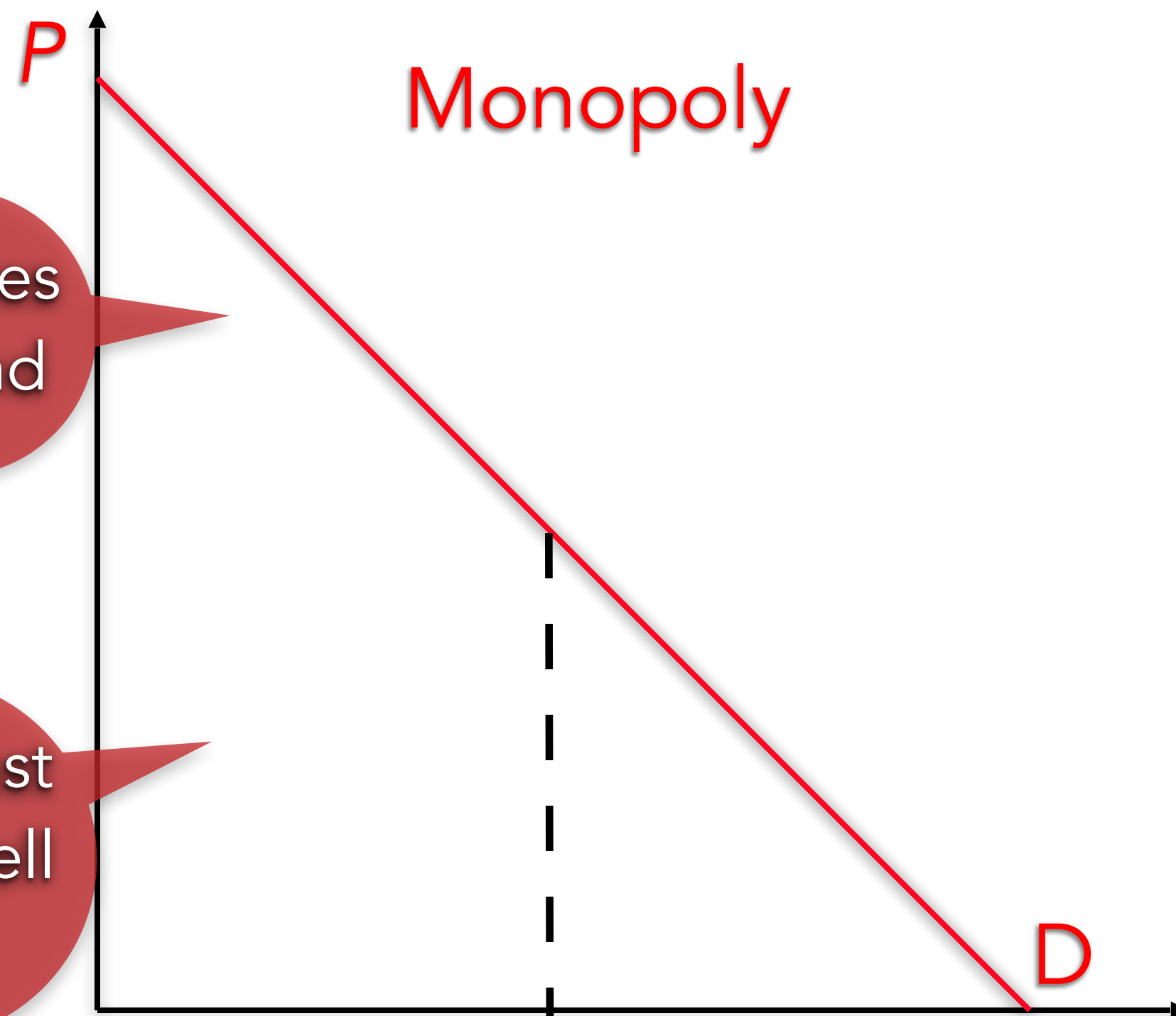


Perfectly
Competitive firms do
not have to drop
price to sell more
units

Monopoly

Monopolist faces Market Demand

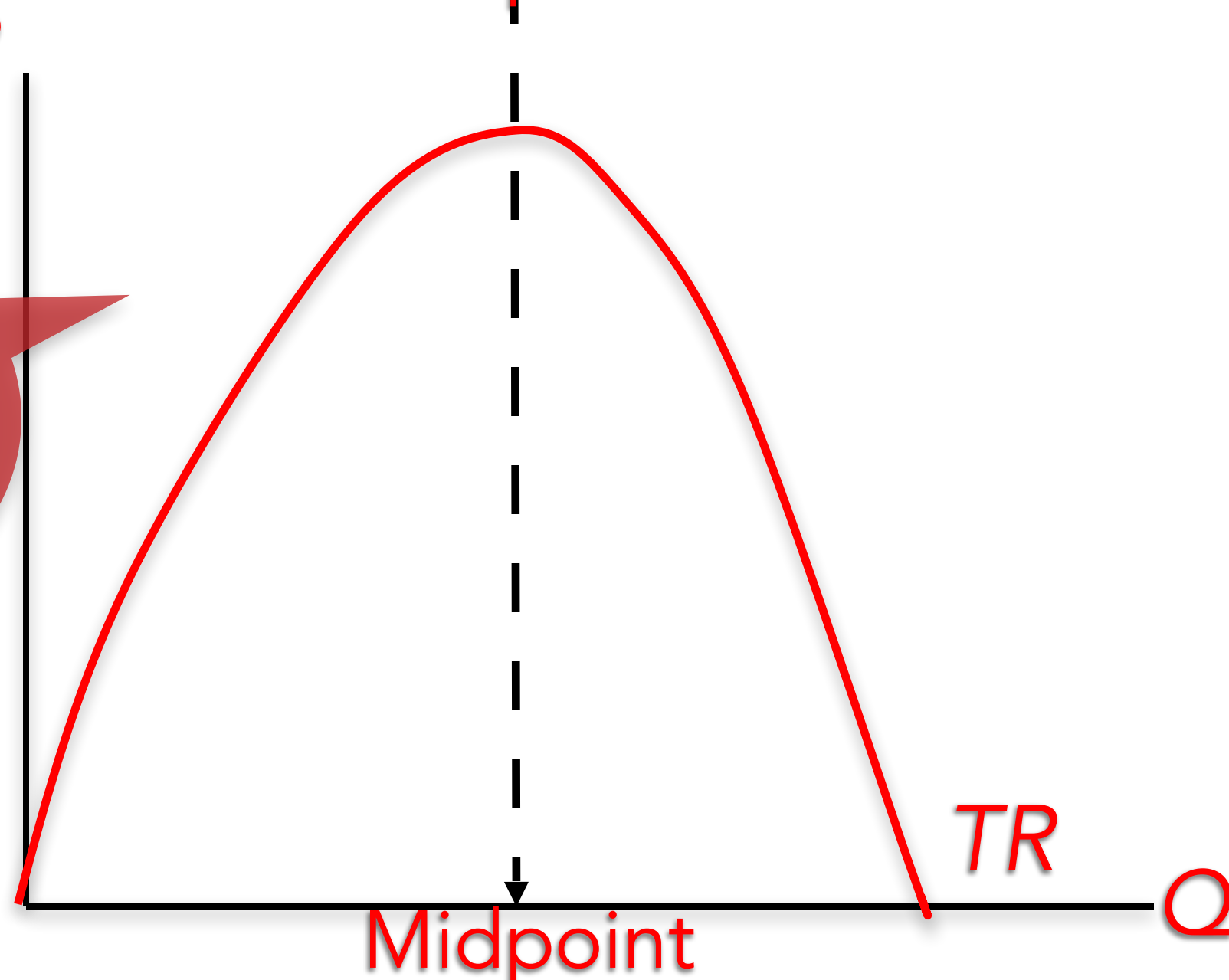
Monopolist must drop price to sell more units



Midpoint

TR

TR increase, reach a maximum and decrease



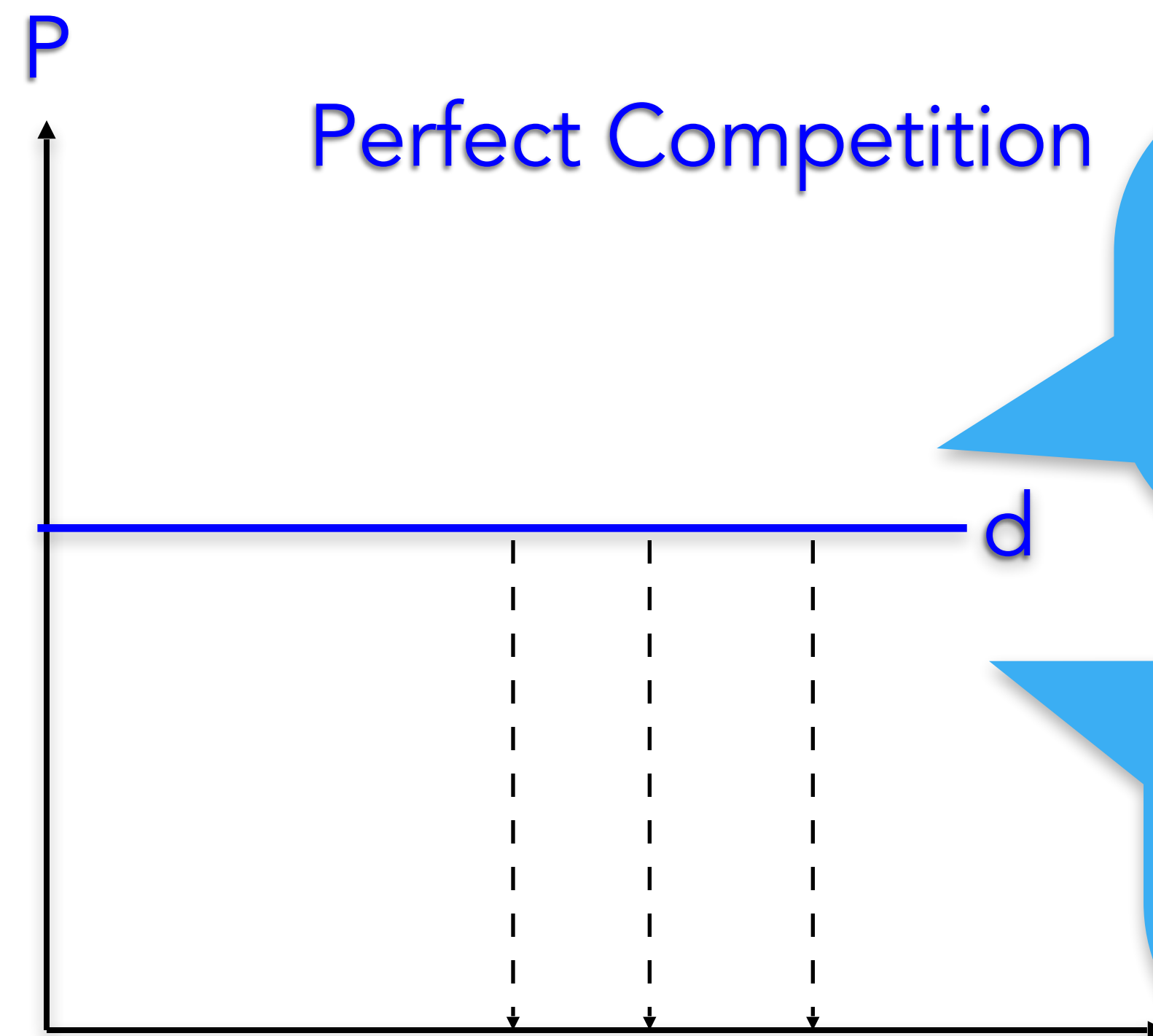
Midpoint

Q

Perfect Competition

Perfectly Competitive firms face a perfectly elastic demand at the market price

Perfectly Competitive firms do not have to drop price to sell more units



q_1

q_2

q_3

TR

TR

TR increase

Q

Quantity	Price
0	11
1	10
2	9
3	8
4	7
5	6
6	5
7	4
8	3
9	2
10	1