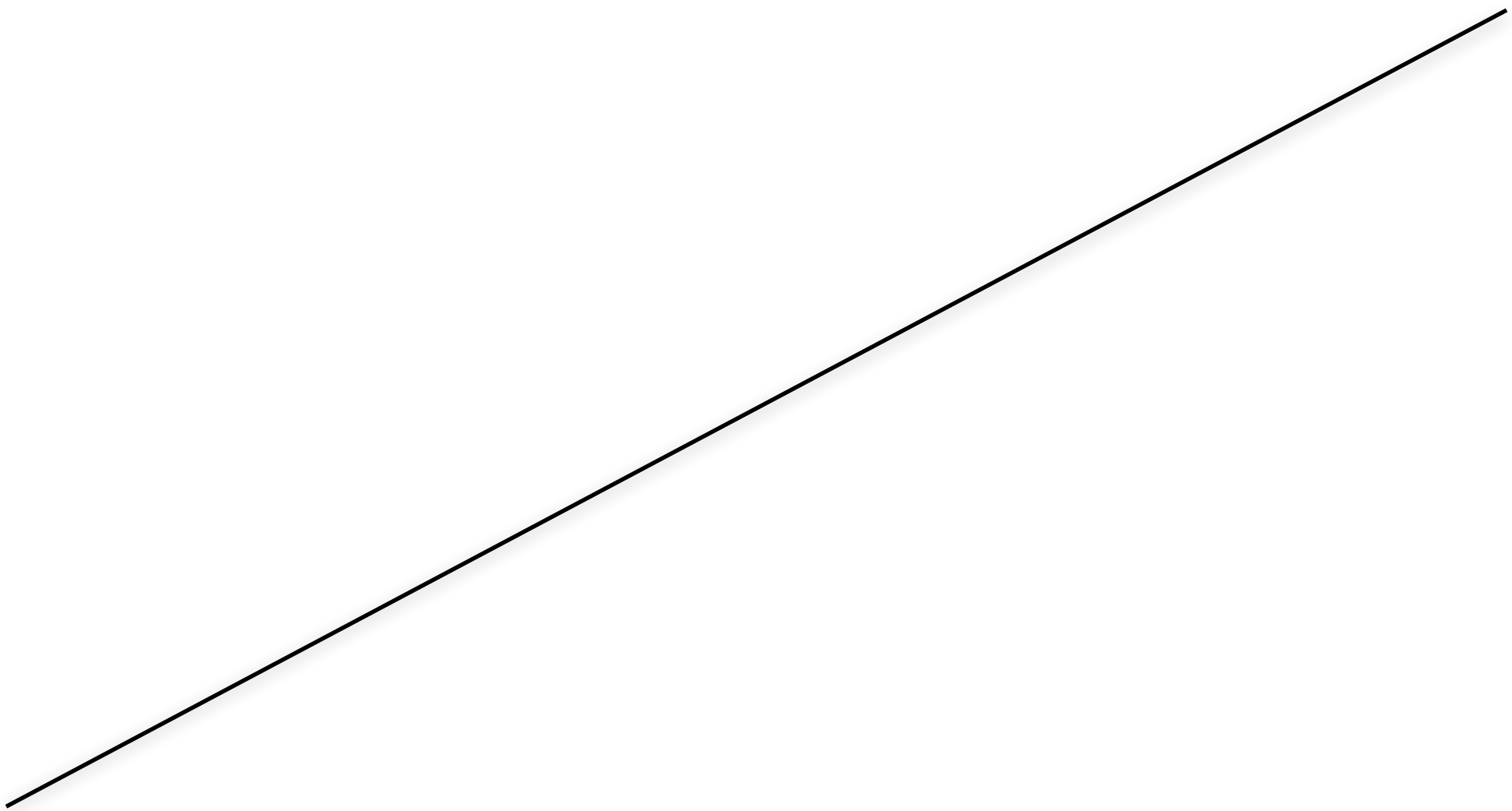


D

S





$$Q_e = 4000$$

$$P_e = 0.50$$

Price Floor: 0.8

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

A large pink triangle pointing to the right, with its base on the left and its vertex on the right. The text "CS at Equilibrium" is written in black inside the triangle.

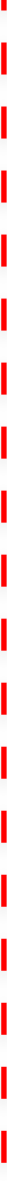
CS at
Equilibrium

$$Q_d = 100$$

CS after
floor is
imposed



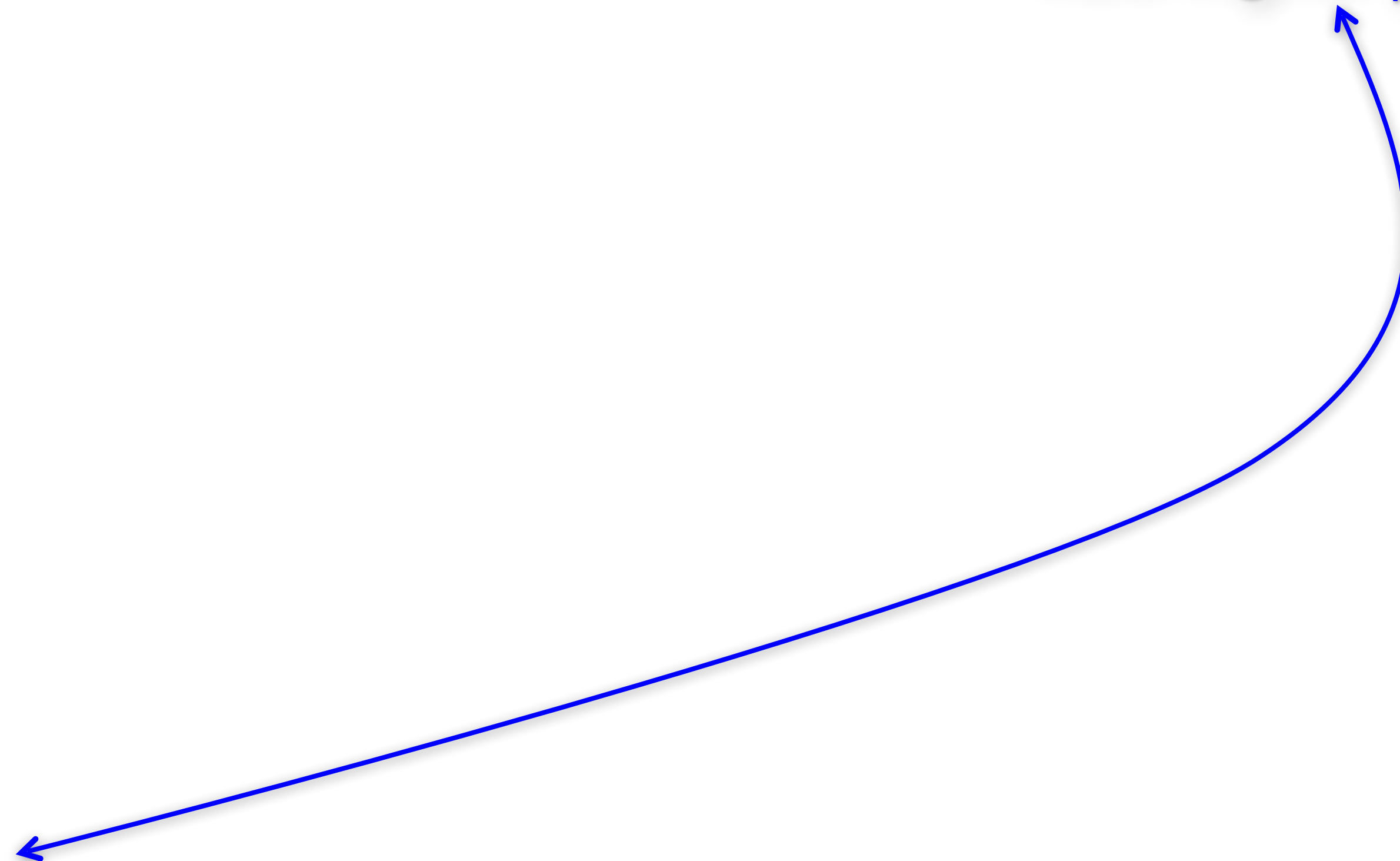




Qs = 8000

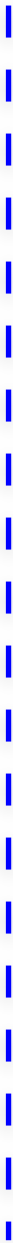


Consumers can only afford
to buy 100 units at the
new higher price



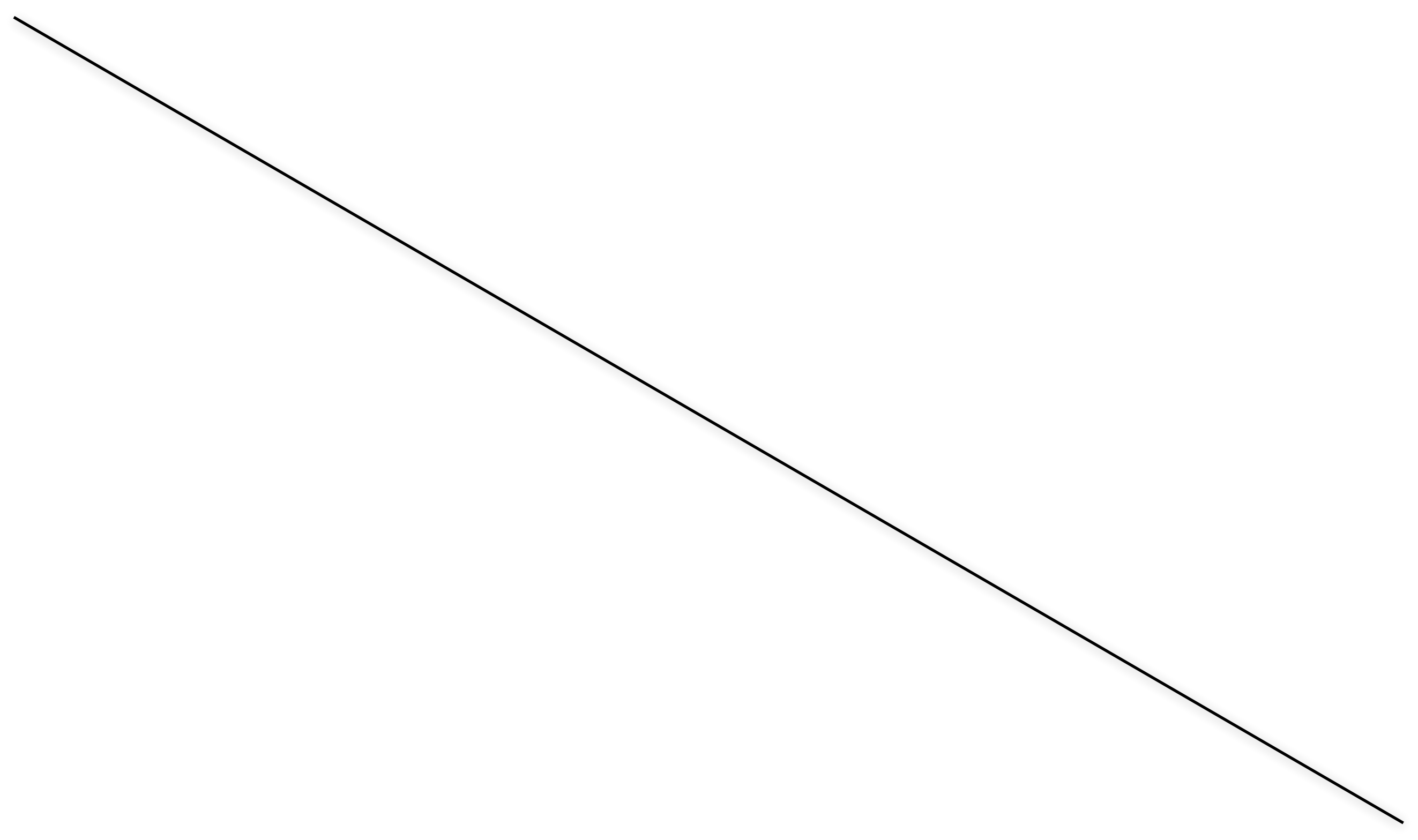
Consumers can only get
Consumer Surplus on 100
units

$$Q^d = 100$$



A red triangle with a dark red border, pointing to the right. The text "CS lost" is written inside the triangle in a black, sans-serif font.

CS lost



CS lost



The imposition of a Floor (for example price supports)

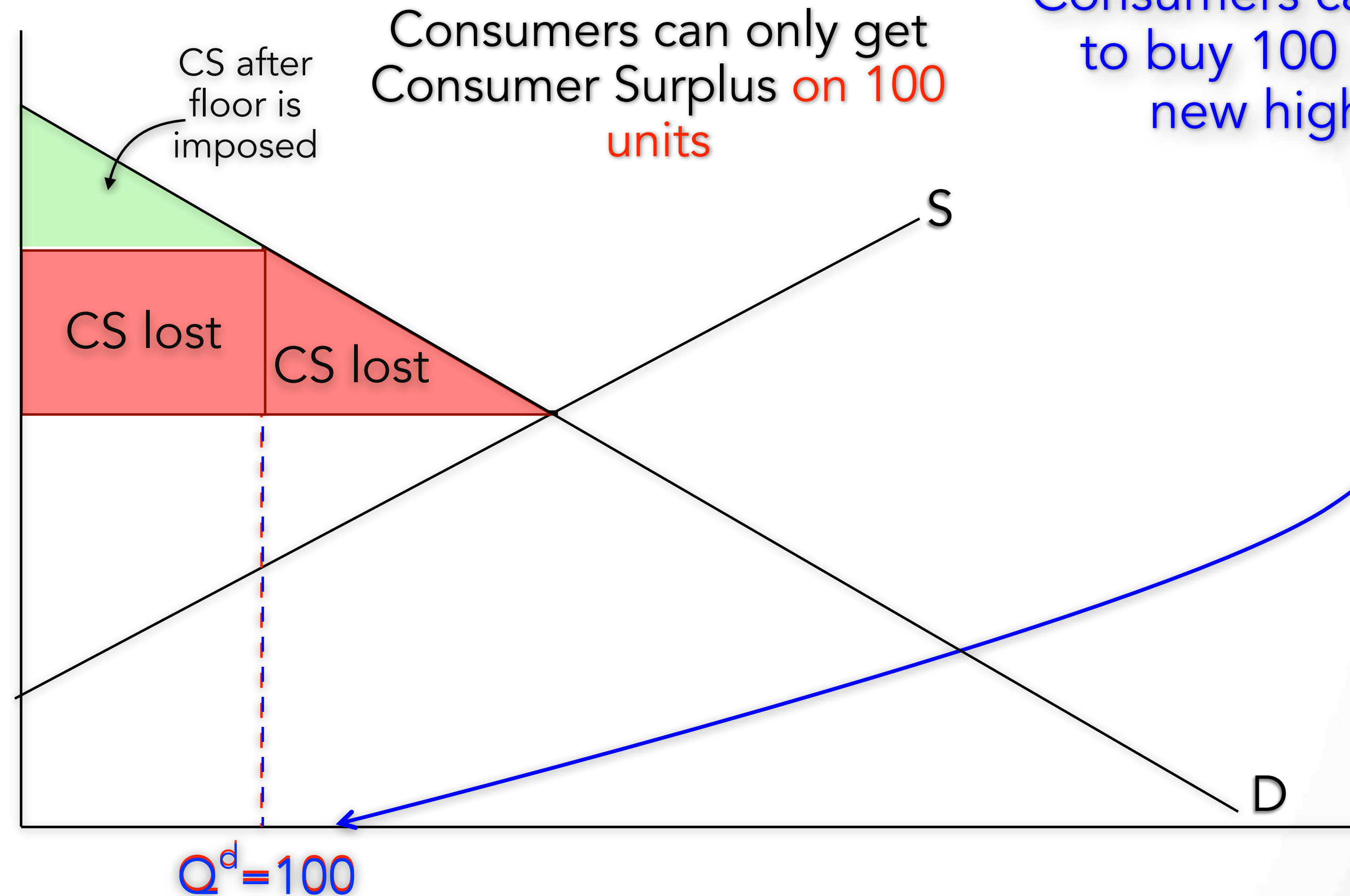
Results in a **decrease** in the number of units purchased by consumers and a higher price

Consumers pay a higher price on the fewer units they can afford to buy

The imposition of a Floor (for example price supports)

Consumers **pay a higher price** on the fewer units they can afford to buy

Price Floor: 0.8



Consumers can only get Consumer Surplus **on 100 units**

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

Results in a **decrease** in the number of units purchased by consumers and a higher price

