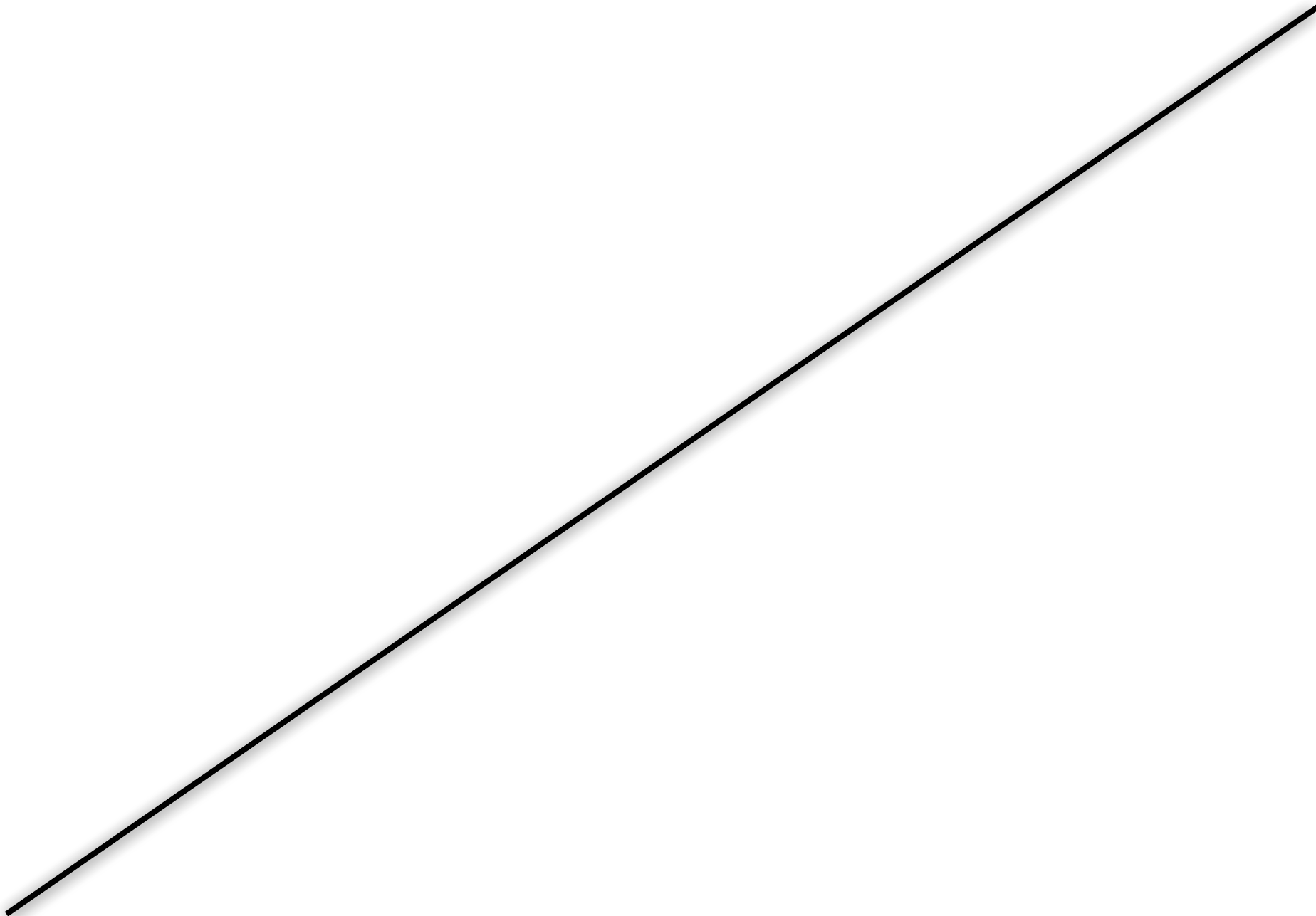


P

Market Supply



Perfectly Competitive firms choose Output
where Market Supply and Market Demand cross


Pe






Q_e





This is the price
consumers will
pay under Perfect
Competition



This is the total number
of units bought and sold
under Perfect
Competition

P_{pc}



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Q_{pc}

Perfectly Competitive firms choose Output
where Market Supply and Market Demand cross

