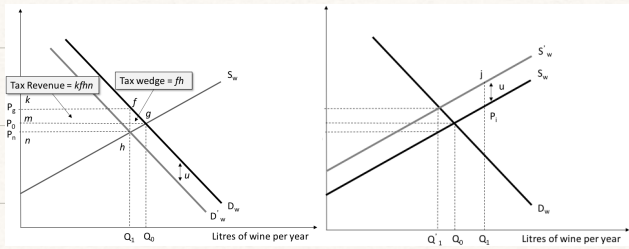
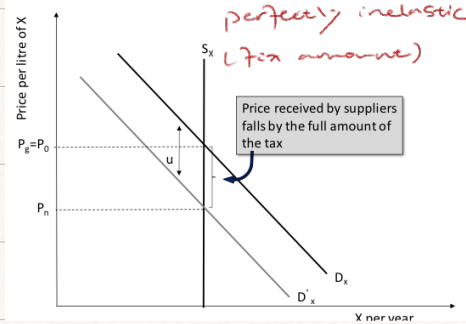


unit tax: shift the entire curve

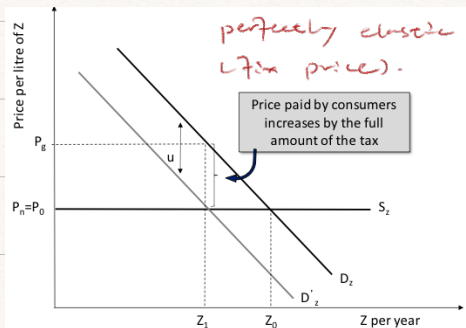


demand

supply



when supply is perfectly inelastic, since the amount of supply is a fixed one, so price received by suppliers falls by the full amount of the tax



when supply is perfectly elastic, the supplier stop supplying on any lower price, so price paid by consumers increased by the full amount of the tax

ad valorem tax

