

OFFER AND DEMAND CURVES

The diagram shows the relationship between price and quantity for a good. The vertical axis represents price (P) and the horizontal axis represents quantity (Q). The demand curve (D) is downward sloping, and the supply curve (S) is upward sloping. The equilibrium price (P_e) and equilibrium quantity (Q_e) are determined by the intersection of the two curves.

O - Origin
 P - Price
 Q - Quantity
 D - Demand Curve
 S - Supply Curve

	GBP	GBP	D	D	E R	E R
	7/ 2	a	7/ 2	a	7/ 2	a
Ba A	1500	2250	2100	3150	1 50	2 00
Ba B	3000	4500	4200	6300	3 50	5 00
Ba C	4500	6750	6300	9450	5 00	700

a Q Ba

Ba A a :

- Demand curve
- Supply curve
- Equilibrium price and quantity
- Market clearing price
- Surplus and deficit