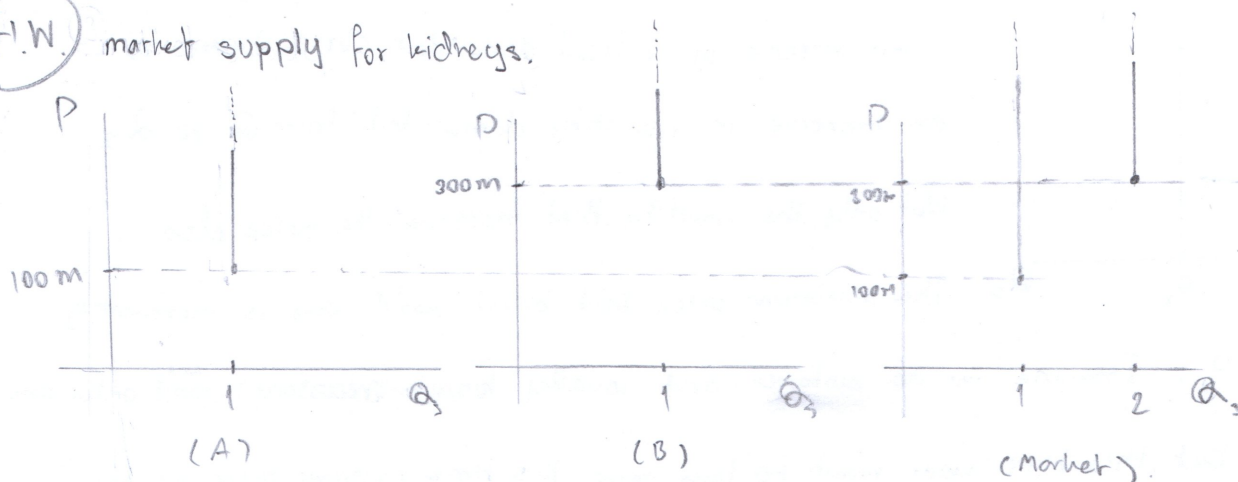
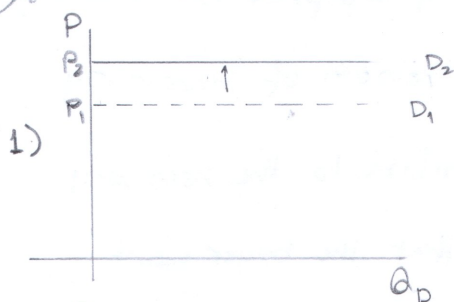


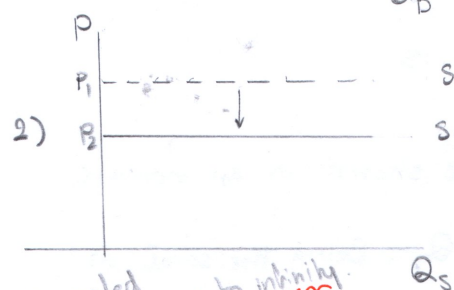
H.W. market supply for kidneys.



H.W. How D & S increase in Extreme case?



Increasing in extreme demanded curve when buyers extend their maximum price that they are willing and able to buy at infinite quantities.



Increasing in extreme supplied curve when sellers extend their minimum price that they are willing and able to sell at infinite quantities.

quantity demanded increase to infinity.

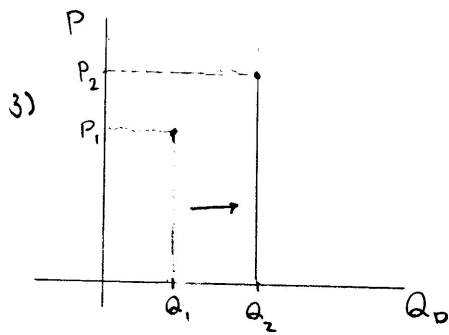
(below D_1 as well.)

• At graph 1), it tells us that the increased line, D_2 , means the buyers will buy that goods even the price is higher than P_1 . Yet, they will not buy it if the price goes above the line D_2 . This means buyers they extend their price limitation that they will buy (infinite amount) from P_1 to P_2 . The reason of an increase in demand curve are an increase in potential of buyer to buy goods at higher price, and higher potential come from higher income or effect of other demand's factors.

quantity demanded decreased to 0.

• At graph 2), it tells us that the increased line, S_2 , means the sellers will sell that goods even the price is less than P_1 but not less than P_2 (above S_2 is all possible).

This means sellers they extend the price that they will sell (infinite amount) from P_1 to P_2 . The reason of an increase in supply curve are an increase in potential of seller to sell goods at lower price, and higher potential come from lower producing cost or effect of other supply's factors.

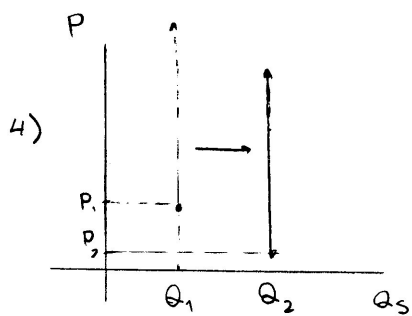


An increase in vertical demanded curve shown is an increase in quantity demanded from Q_1 to Q_2 .

Not only the quantity that increase, the price also.

The maximum price that buyer would buy is increasing from P_1 to P_2 . Imagine we are customer and usually buy a (necessary) good only one at a time, but this time you want to buy more this time (assume there are two).

In our mind, when buy more we expect to pay more already no matter what situation you are. This example can give a reason why the price is increasing along with the quantity demanded increase. Yet, the reason of increasing in quantity, as well all know this kind of graph refers to the necessary goods and we need it at specific amount. The reason is that the buyer want to stock the goods no matter what reason of stocking is.



An increase in vertical supplied curve shown is an increase in quantity supplied from Q_1 to Q_2 . Being the same as vertical demanded curve (3); not only the quantity that changed, the minimum price also. The reason of lowering

minimum price might come from the potential of producer to produce or to access the resource. The goods are more widespread in market than before. The seller are able and willing to sell more, which lead to the point of ability to sell at lower minimum cost.