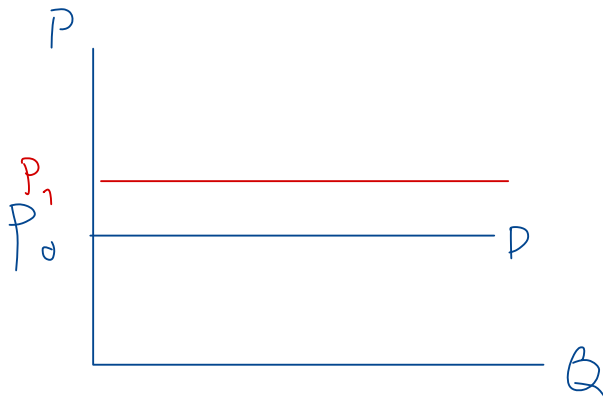
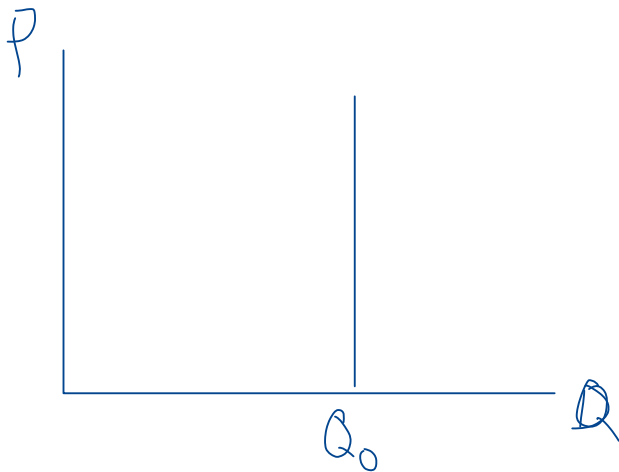


price of quantity demanded have inverse relationship
 - Law of demand still applies

HW How the demand increases in each of these extreme cases?



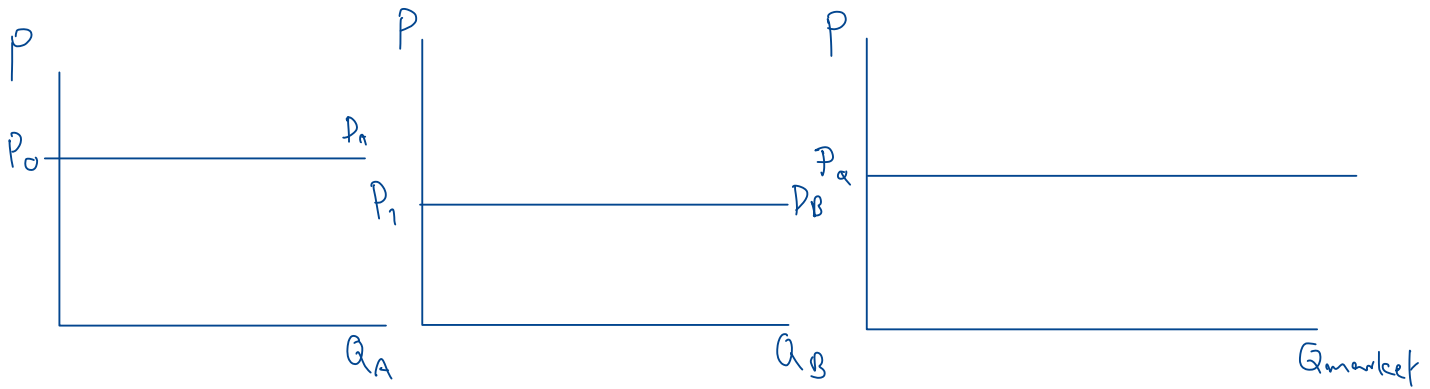
demand cannot increase because infinite demand at the given price due to elastic demand. However, if the price excess p_0 there will be a possibility that the demand will decrease.



Quantity for this demand line does remain the same when prices increase or decrease

HW:

Question: If individual demands of consumers are all horizontal but at different prices, what will be the market demand?



infinite demand infinite quantity demand
slope is undefined