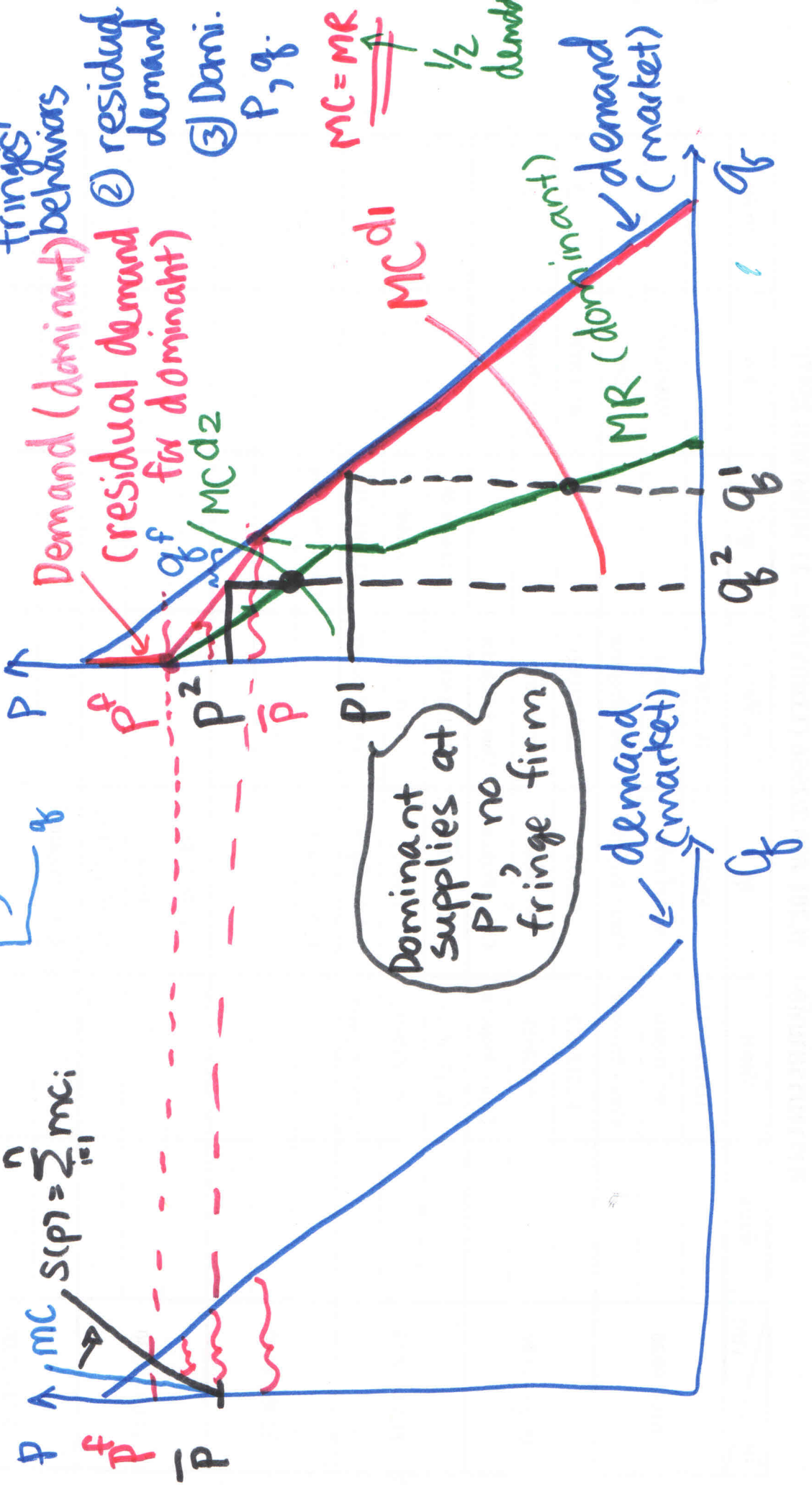
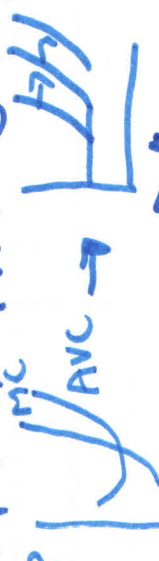


Find The dominant's Residual Demand.
 and find dominant firm's $s(p)$ Optimal price
 and quantity. P q

$$MC \quad S(p) = \sum_{i=1}^n mc_i$$



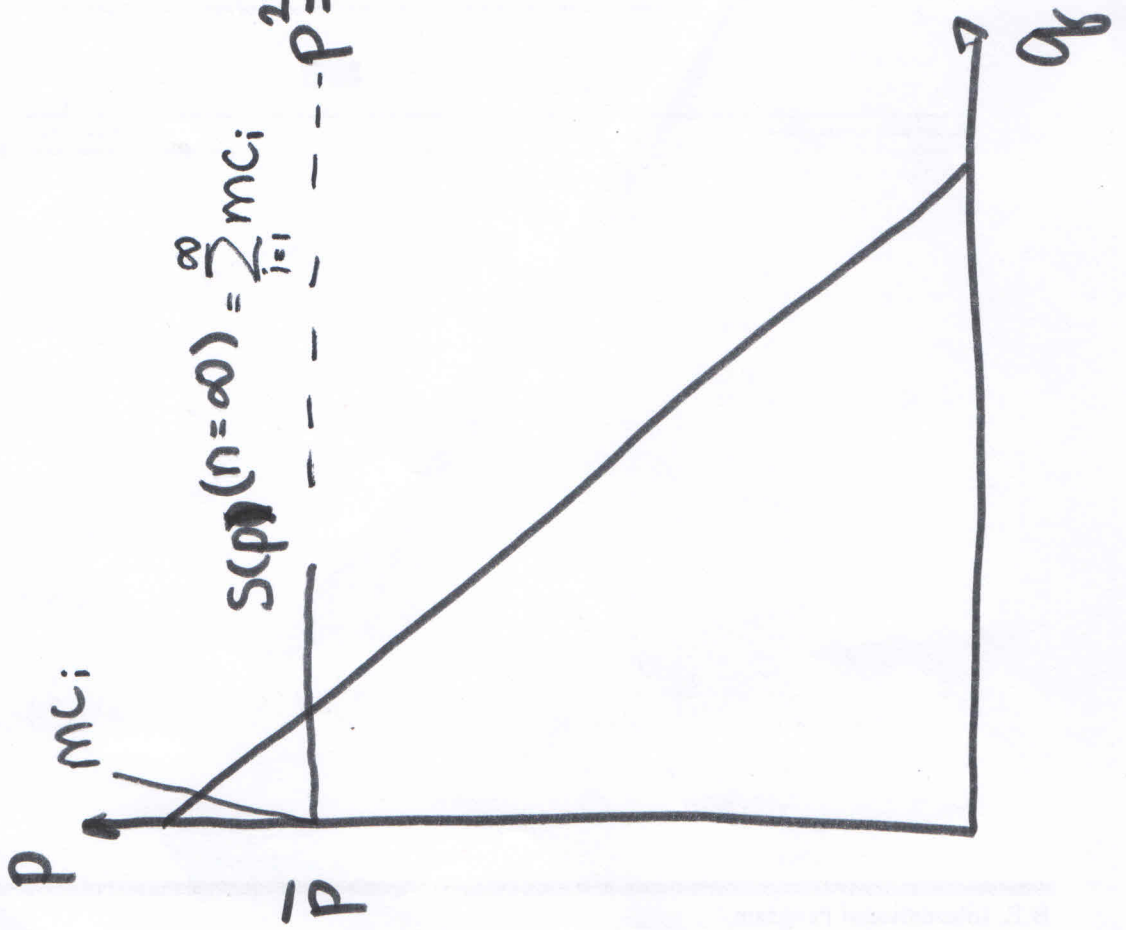
- ① Analyze fringes' behaviors
- ② residual demand
- ③ Dani.

P, q
 $MC = MR$
 $\frac{1}{2}$ demand

Dominant supplies at P_1 , no fringe firm

demand (market)

Free-entry



How does the residual demand look like??

