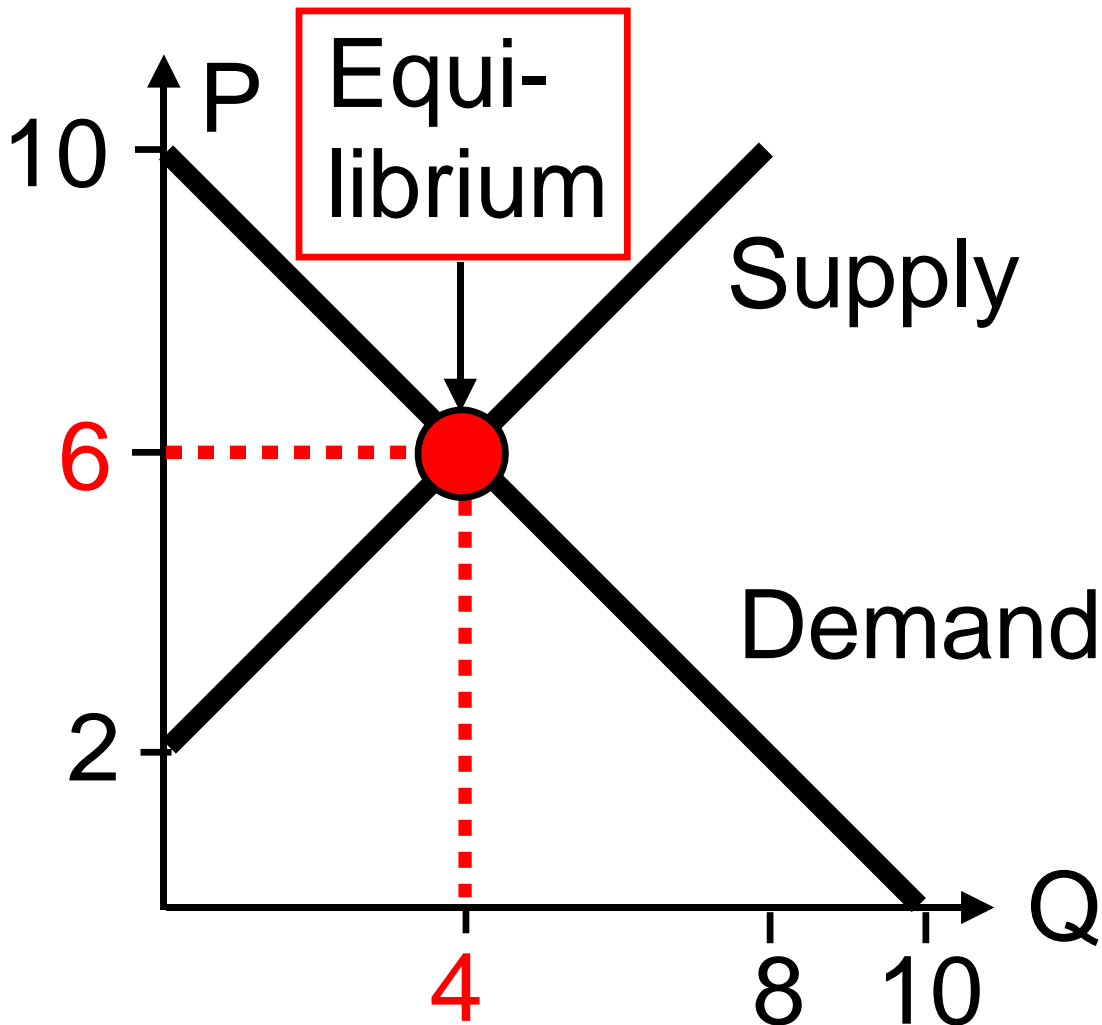


1.1 Market equilibrium



- **Demand (Q) = 10 - P**
- **Supply (Q) = P - 2**
- **At equilibrium:**
Demand = Supply; hence:
 $10 - P = P - 2$
 $P = 6$ and $Q = 4$