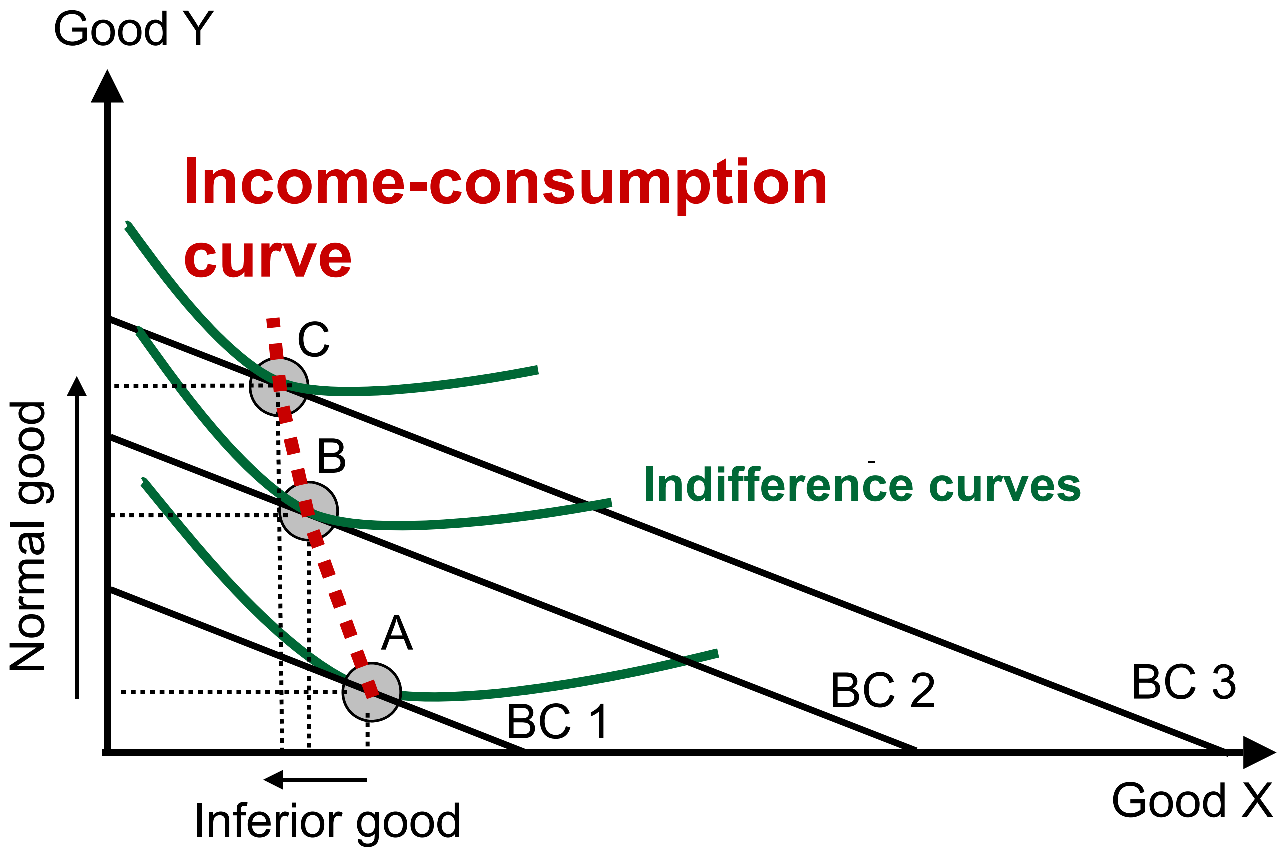
# Income-consumption curve 2 - normal and inferior good




BC = Budget constraint

Good **X** is an **inferior** good, as income increases (e.g. from BC 1 to BC 2 and then to BC 3), quantity demanded decreases (income elasticity of demand < 0), whereas good **Y** is a **normal** good, as income increases, quantity demanded increases (income elasticity of demand > 0).