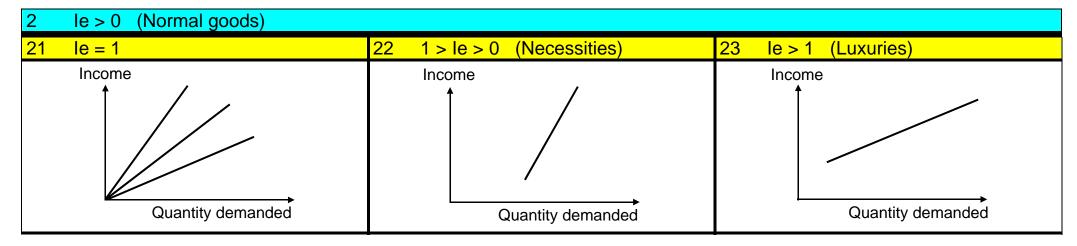
Income Elasticity of Demand

4	1 Income elasticitiy of demand (le) = $\frac{1}{2}$	% change in quantity demanded
ľ		% change in income



3	Special cases			
<mark>31</mark>	le < 0 (Inferior goods)	32 le = 0	33 le = ∞	
	Income Quantity demanded	Income Quantity demanded	Income Quantity demanded	