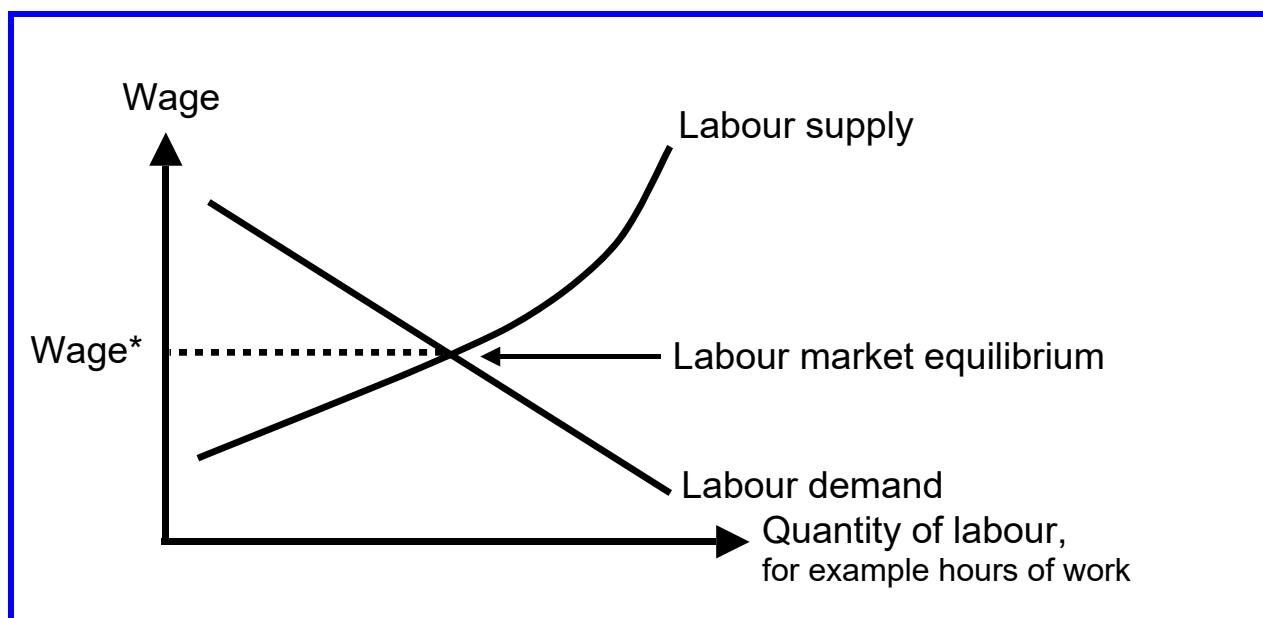


Labour market

① Labour market graph



② Remarks

- The *supply* of labour comes from *employees*, while the *demand* for labour comes from *employers*.
- For *individual employees*, the supply of labour may decline as wages rise because they value leisure time (also a commodity) more than the additional wages. For *society as a whole*, a limit is reached when people are already offering most of their labour on the labour market.
- The demand for labour is a *derived demand*. It is only because goods are produced in the goods market that employers have a demand for labour.