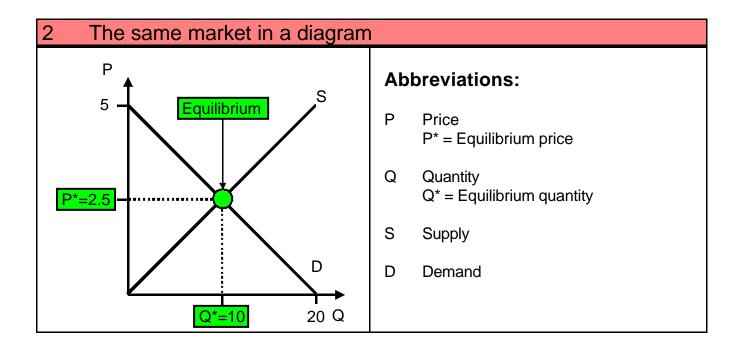
Markets (forms)

There are at least 3 possibilities to look at the same market:

1 A market in numer	A market in numerical form		
Price	Quantity demanded	Quantity supplied	
0	20	0	
1	16	4	
2	12	8	
3	8	12	
4	4	16	
5	0	20	



3	The same market in algebraic form		
•	D = 20 - 4P		
•	S = 4P		
•	At the equilibrium point: Quantity demanded = quantity supplied		
•	Therefore at the equilibrium point: $D = S$ (B) $20 - 4P = 4P$		
•	Results:		
	Equilibrium at		
	P = 2.5 and		
	Q = 10 (Quantity demanded = $20 - 4P = 20 - 4^{2} = 10$)		
	(Quantity supplied = $4P = 4*2.5 = 10$)		

MARKETFO.DOC