

## Chapter 11 – Price Determination with Simple Applications

### Question 1

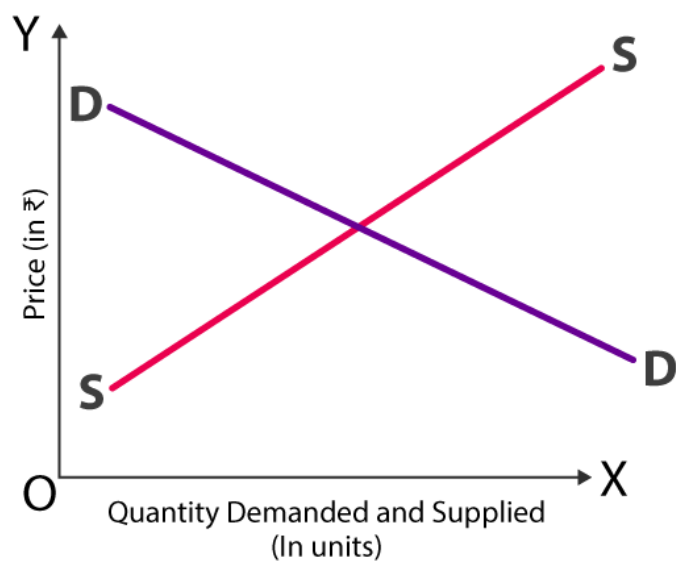
**How is market equilibrium determined?**

**Ans:** Market equilibrium is determined when the quantity demanded of a commodity becomes equal to the quantity supplied.

### Question 2

**Graphically represent Viable industry.**

**Solution:**

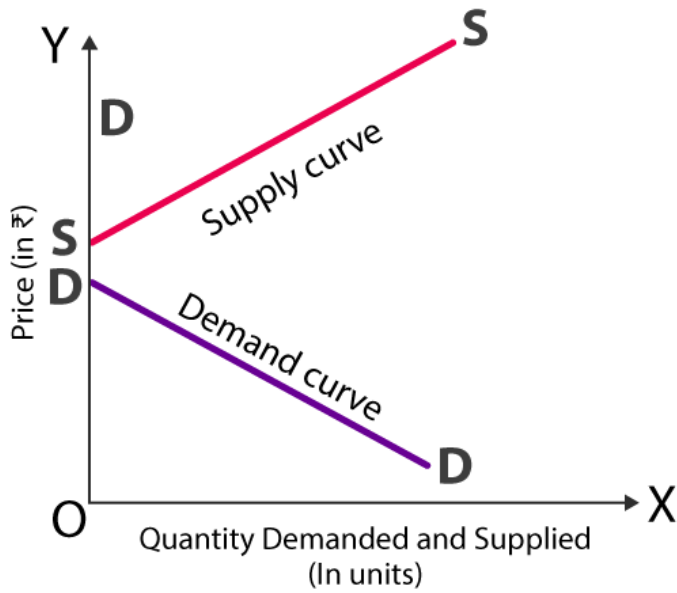


Viable Industry

### Question 3

**Graphically represent Non-Viable industry.**

**Solution:**

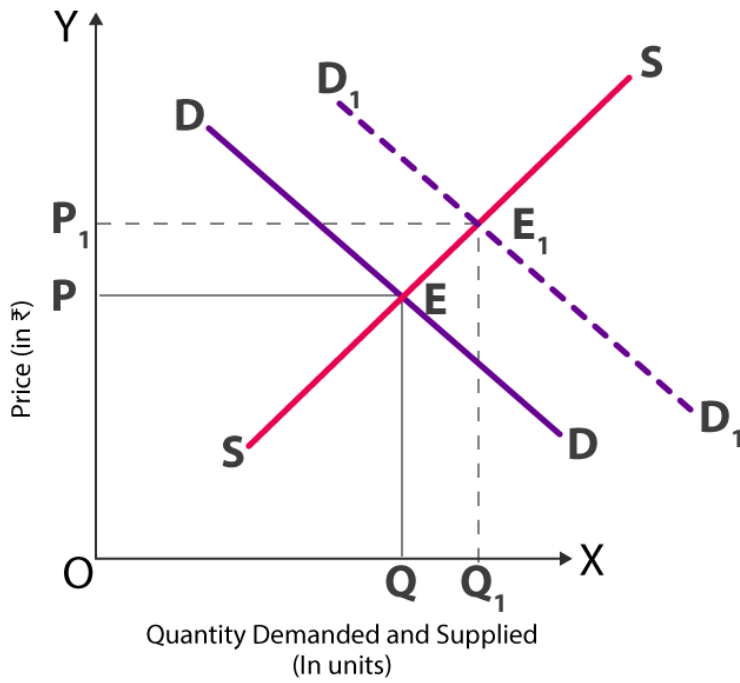


Non-Viable Industry

**Question 4**

**Graphically represent Increase in Demand.**

**Solution:**



Increase in demand

**Question 5**

**Graphically represent quantity demanded and supplied.**

**Solution:**

