

Figure 10-1

Impact of a Decrease in Output on Welfare

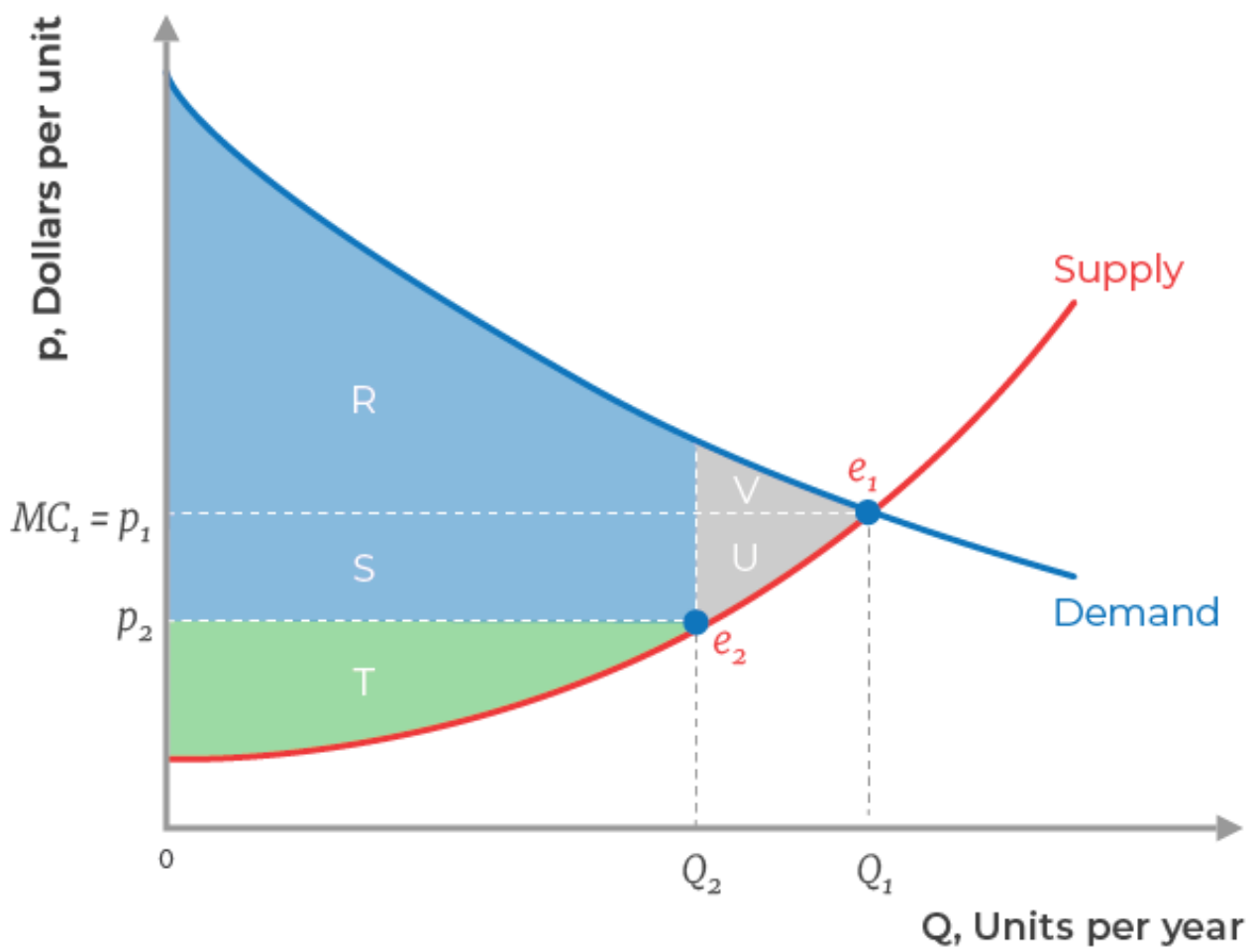


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Figure 10-2

Market Equilibrium with Supply Shift

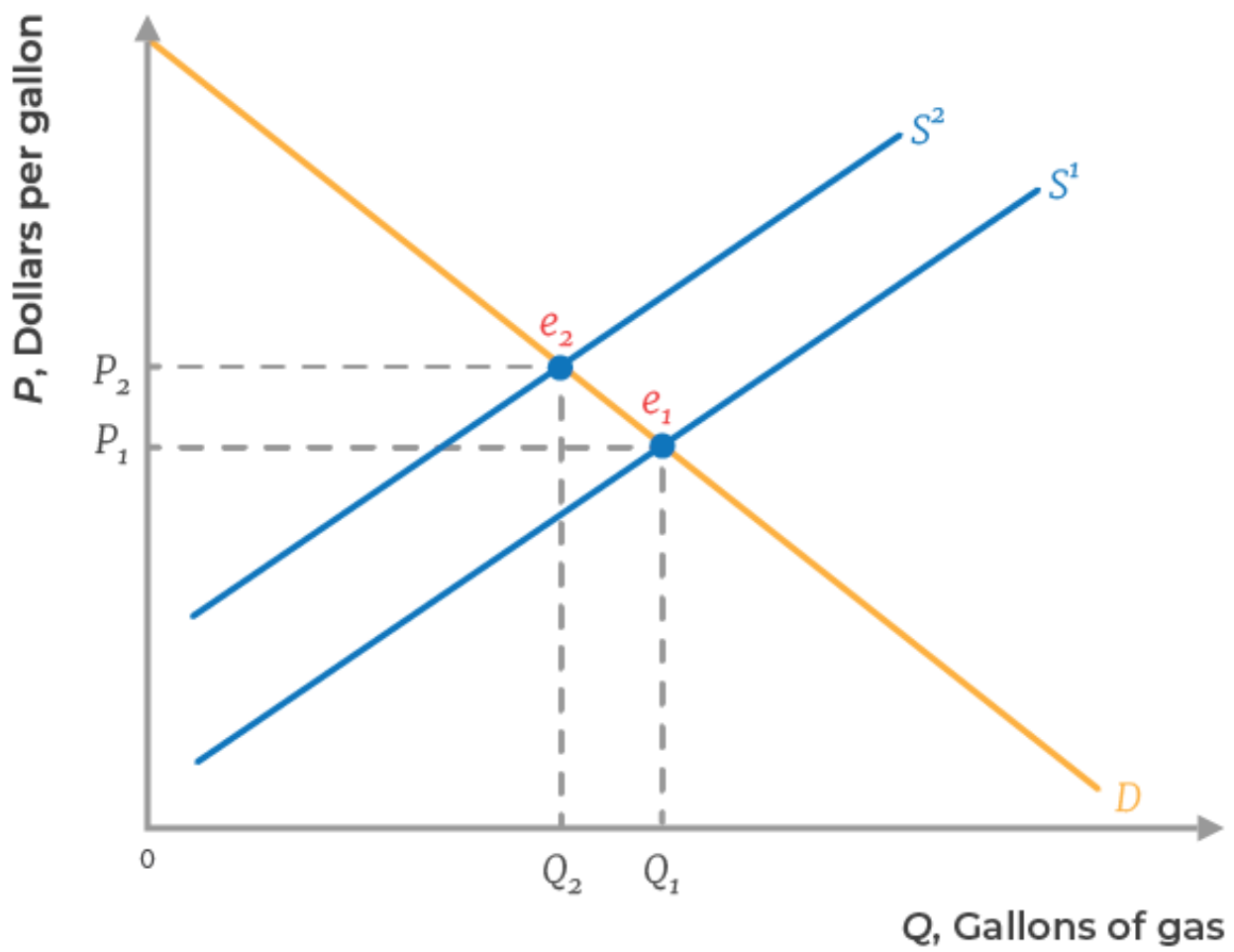


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Figure 10-3

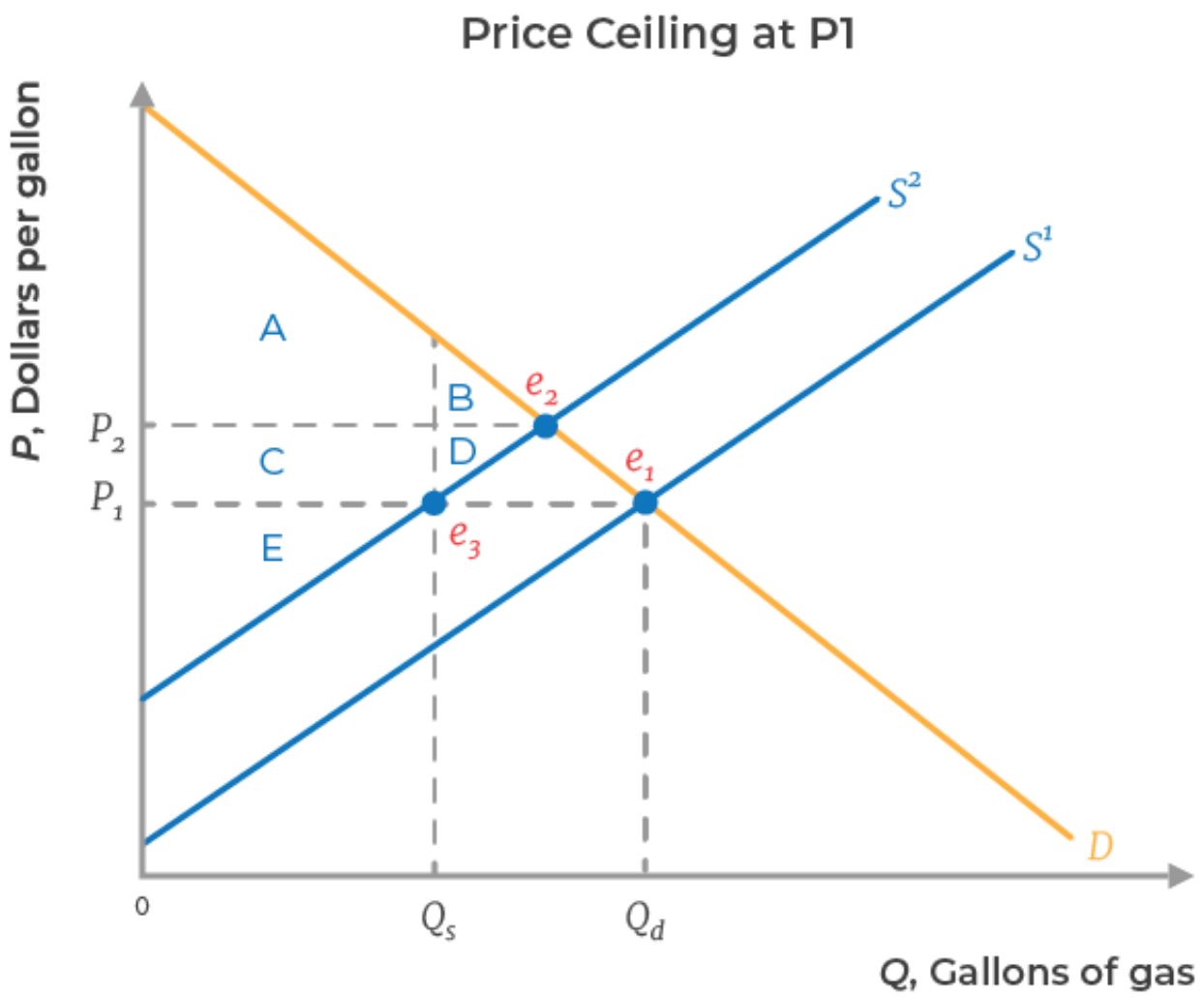


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Figure 10-4a

Effect of a Restriction on the Number of Cabs

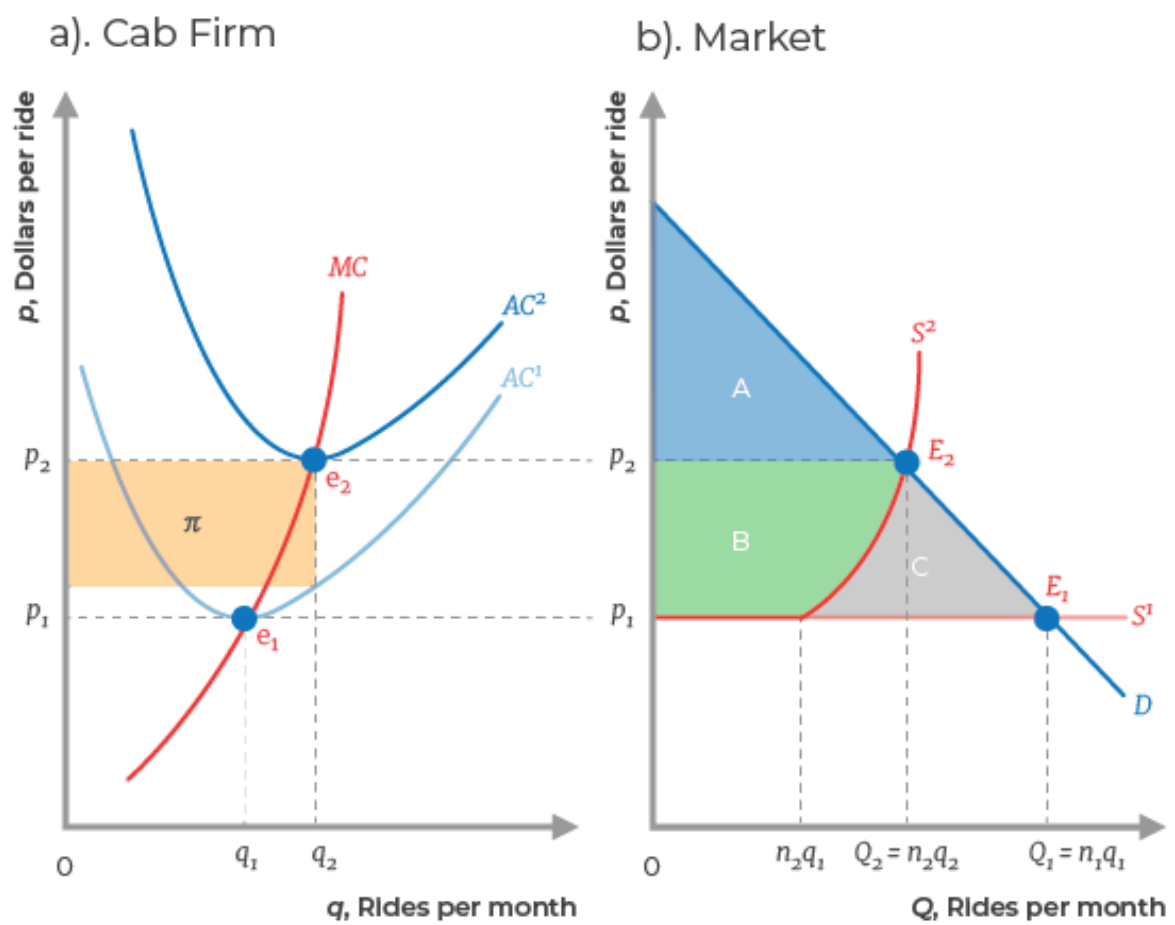
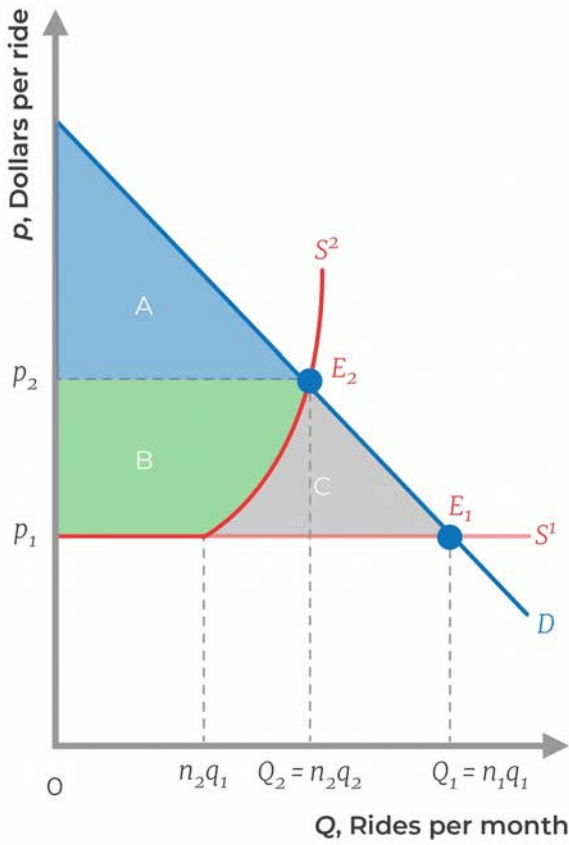


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Figure 10-4b

Effect of a Restriction on the Number of Cabs



	No Restrictions	Restrictions	Change
Consumer Surplus, CS	$A + B + C$	A	$-B - C = \Delta CS$
Producer Surplus, PS	0	B	$B = \Delta PS$
Welfare, $W = CS + PS$	$A + B + C$	$A + B$	$-C = \Delta W = DWL$

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