

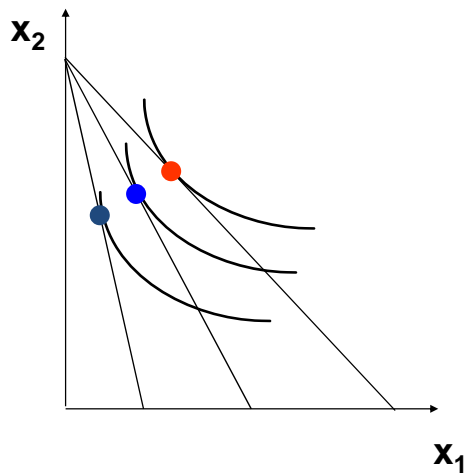
Ordinary Goods

- A good is called **ordinary** if the quantity demanded of it always increases as its own price decreases.

1

Ordinary Goods

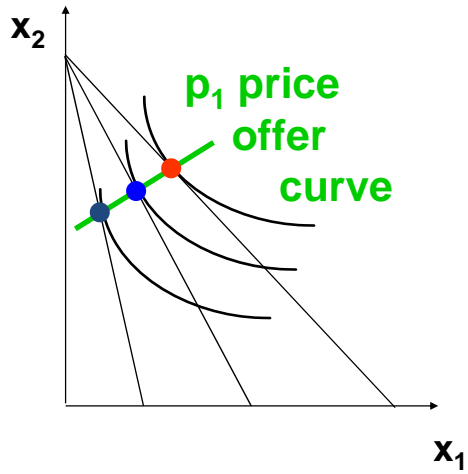
Fixed p_2 and y .



2

Ordinary Goods

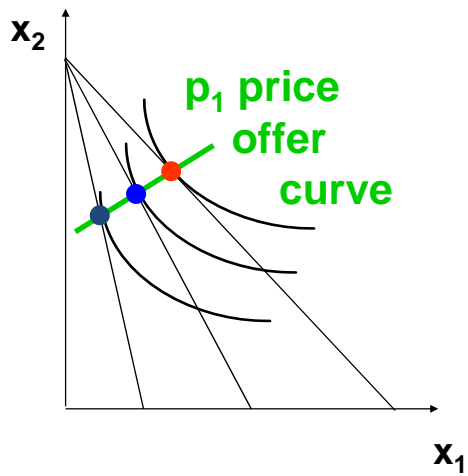
Fixed p_2 and y .



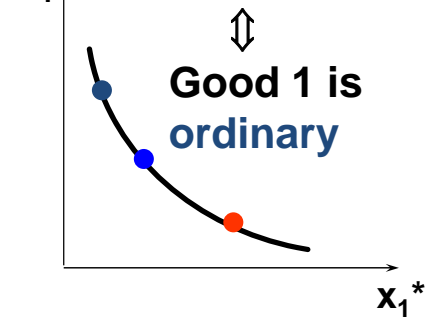
3

Ordinary Goods

Fixed p_2 and y .



Downward-sloping
demand curve



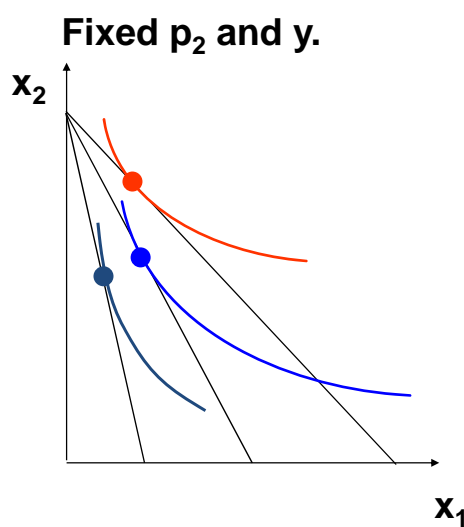
4

Giffen Goods

- If, for **some** values of its own price, the quantity demanded of a good rises as its own-price increases then the good is called **Giffen**.

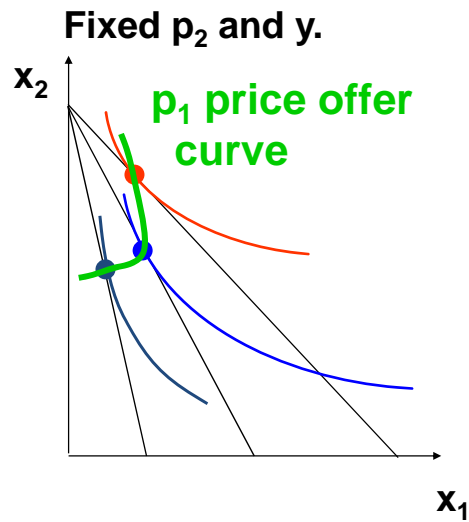
5

Ordinary Goods



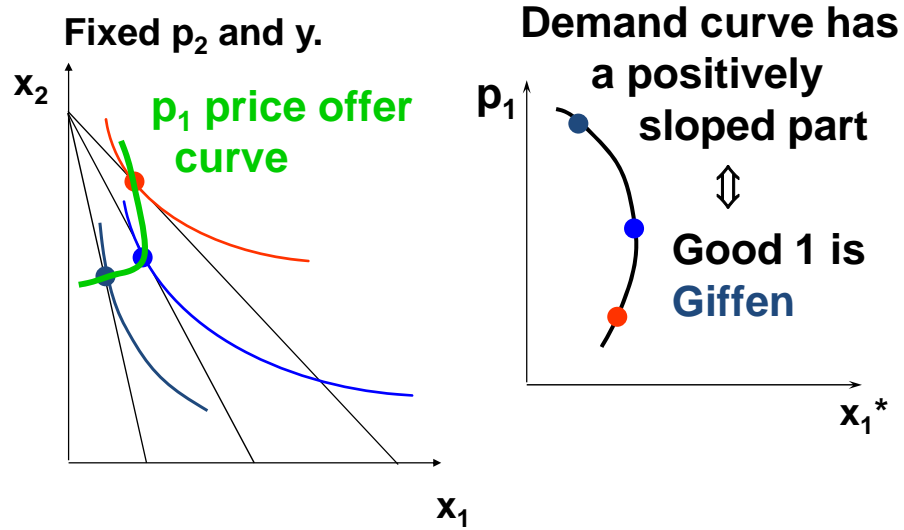
6

Ordinary Goods



7

Ordinary Goods



8