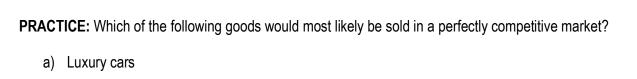
CONCEPT: INTRODUCTION TO SUPPLY AND DEMAND

• A <i>market</i> is a group of buyers and sellers of a particular	good or service.	
☐ A market is <i>perfectly competitive</i> when:		
- The goods for sale are		
- The buyers and sellers are both		-
	Lots of buyers	
	Lots of sellers	
	Each market participant has	_ influence on price
Examples of products in (perfectly) competitive markets:	Examples of products in less co	mpetitive markets:
Ceteris Paribus – a Latin phrase meaning	<u>.</u>	



- b) Wheatc) Laptop Computers
- , , , ,

d) Pizza

PRACTICE: Products sold in a perfectly competitive market are

- a) Homogenous
- b) Heterogeneous
- c) Efficient
- d) Inefficient
- e) Both (a) and (c)

PRACTICE: The Latin phrase *ceteris paribus* means:

- a) All things are known to change
- b) Other things change equally
- c) All things at equilibrium
- d) Other things being equal