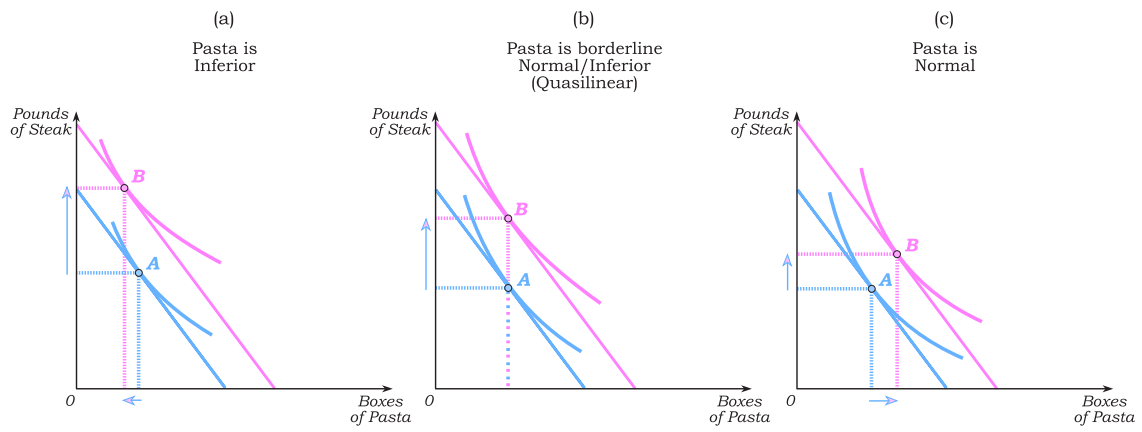
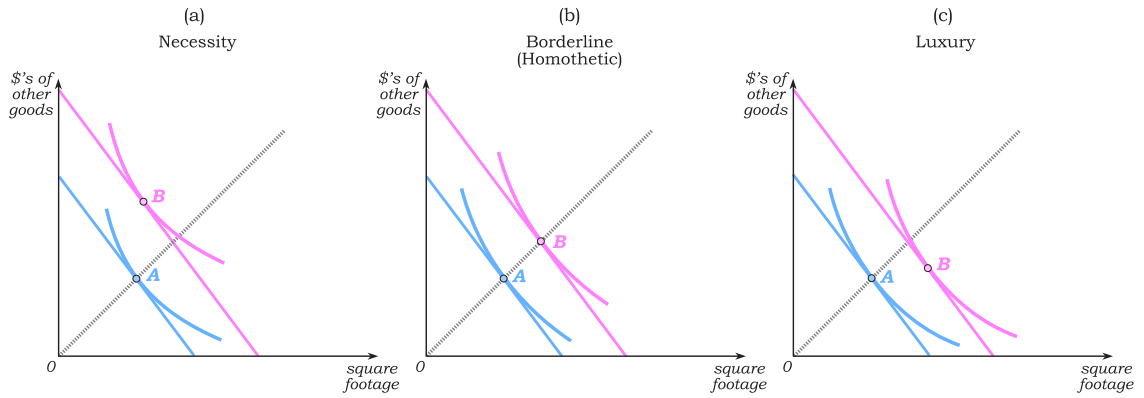


# Chapter 7

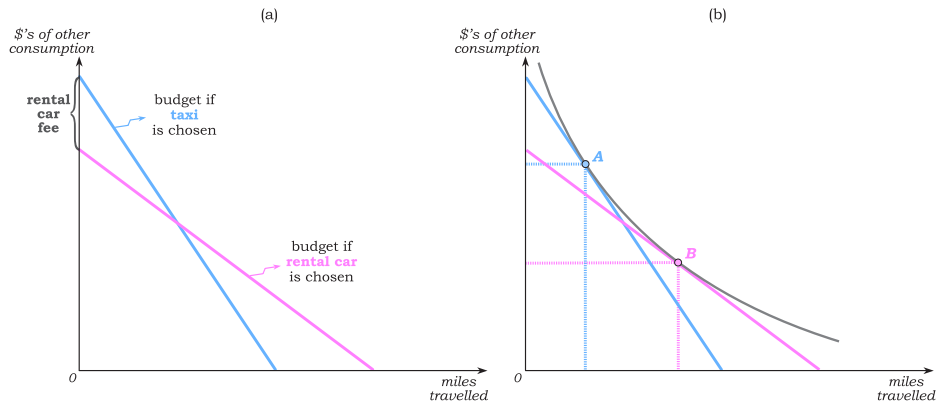
## Graphs



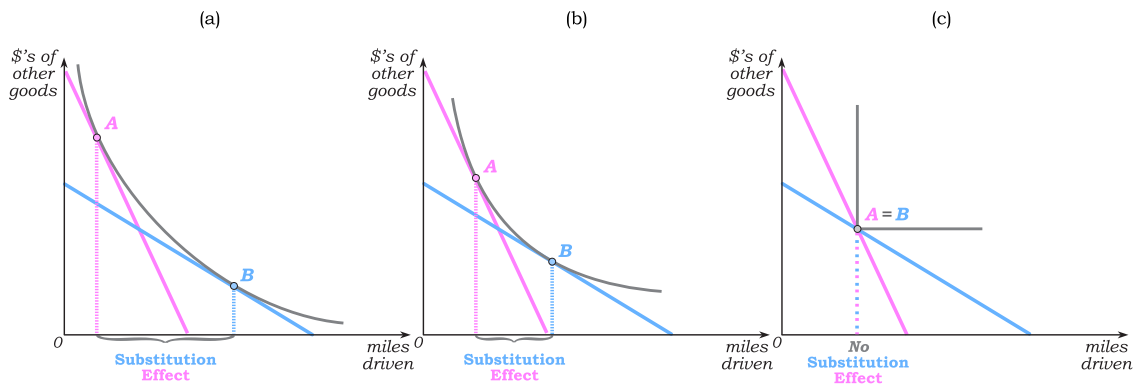
Graph 7.1: Income Effects for Inferior and Normal Goods



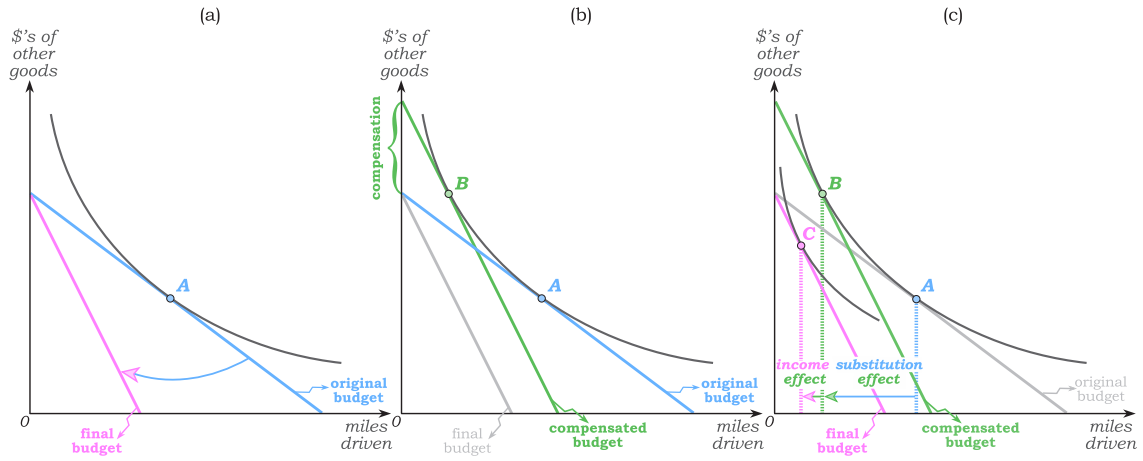
Graph 7.2: Income Effects for Necessities and Luxuries



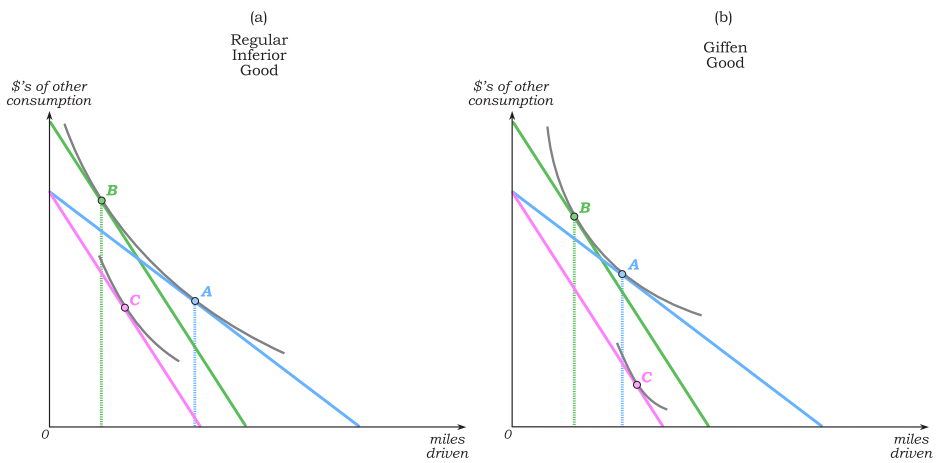
Graph 7.3: Substitution Effects in the Cayman Islands



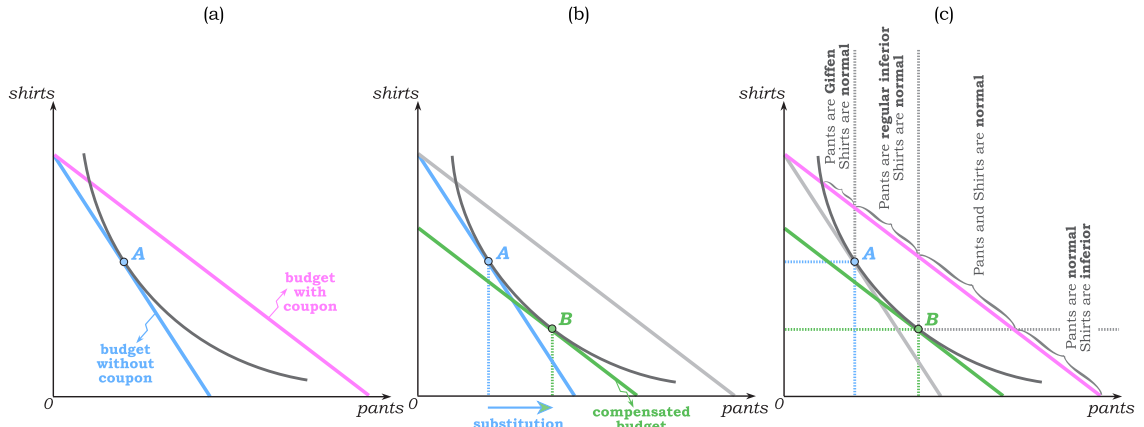
Graph 7.4: The Degree of Substitutability and the Size of Substitution Effects



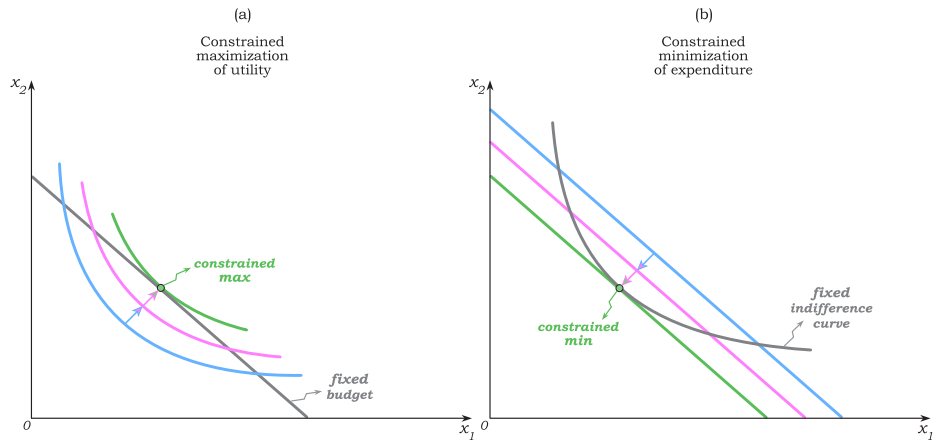
Graph 7.5: Income and Substitution Effects when Gasoline is a Normal Good



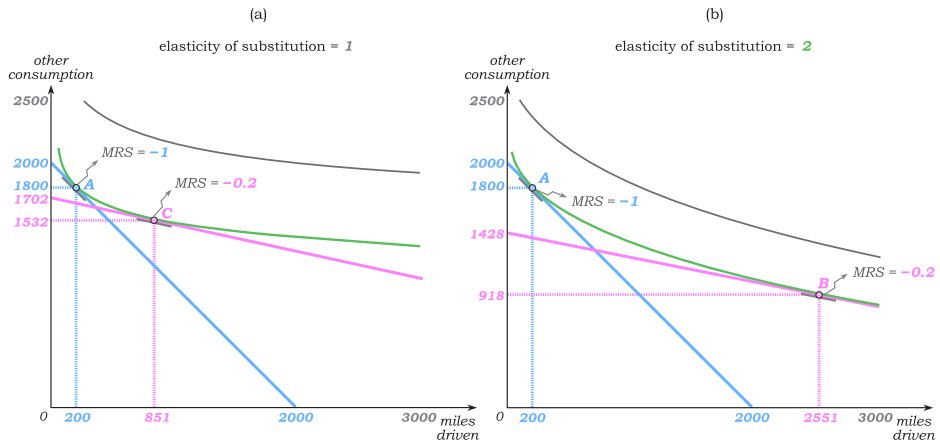
Graph 7.6: Income and Substitution Effects when Gasoline is an Inferior Good



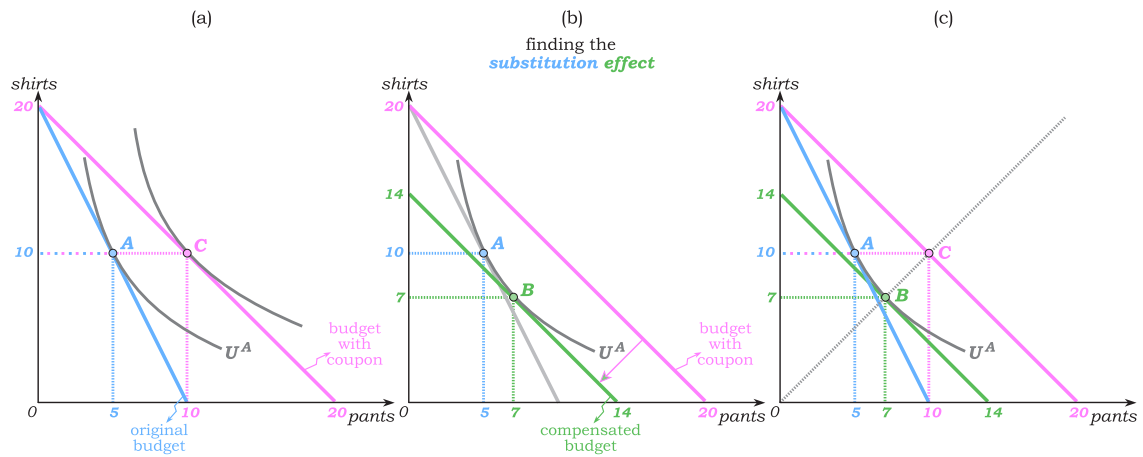
Graph 7.7: Inferring the Type of Good from Observed Choices



Graph 7.8: Maximizing Utility with Budgets Fixed (a) versus Minimizing Expenditure with Utility Fixed (b)



Graph 7.9: Different Elasticities of Substitution



Graph 7.10: Income and Substitution Effects when Tastes are Cobb-Douglas