

Figure 16-1: Labor Market Equilibrium

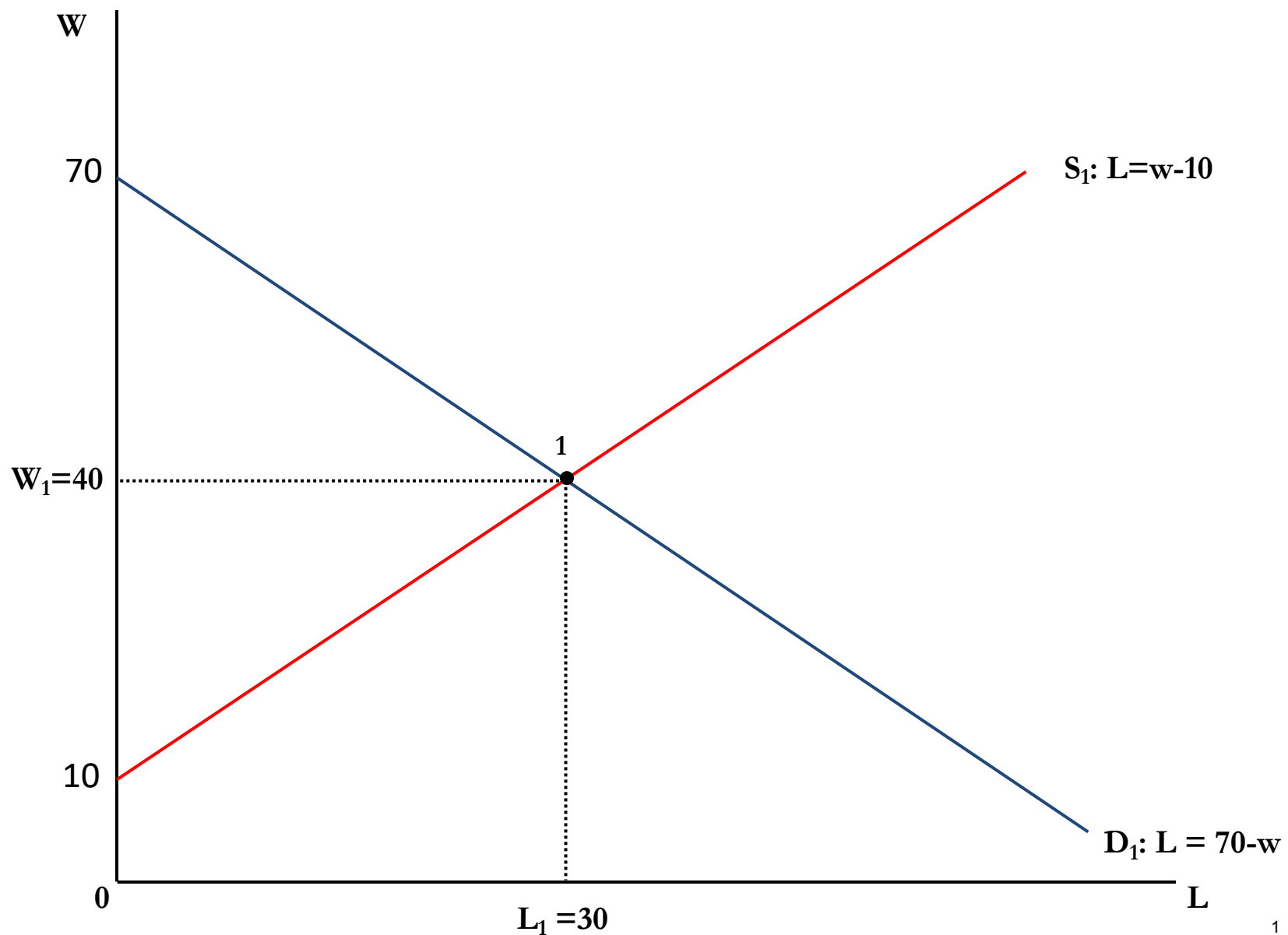


Figure 16-2: Labor Market with Minimum Wage

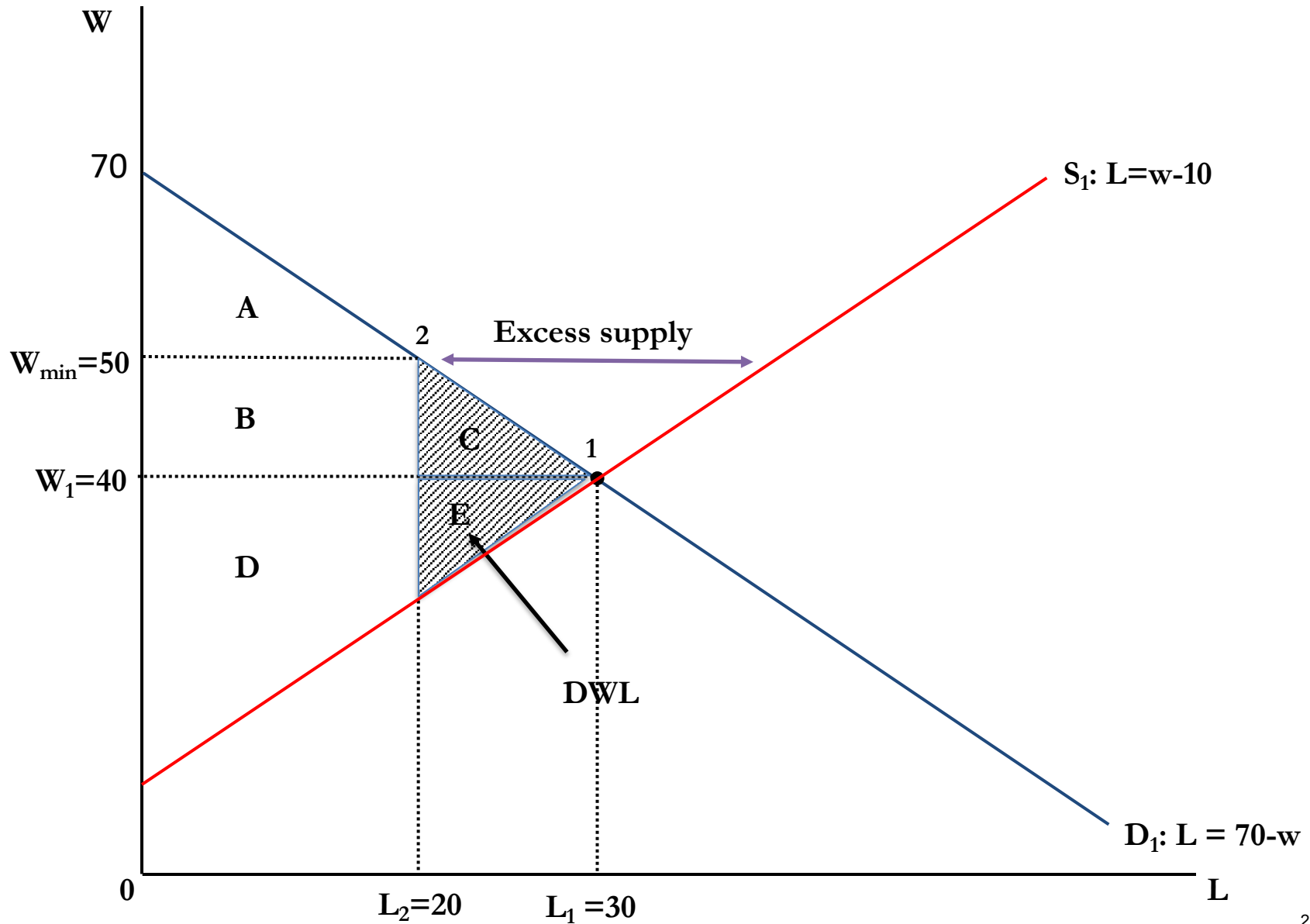


Figure 16-3: Firm's labor inputs
(competitive labor market)

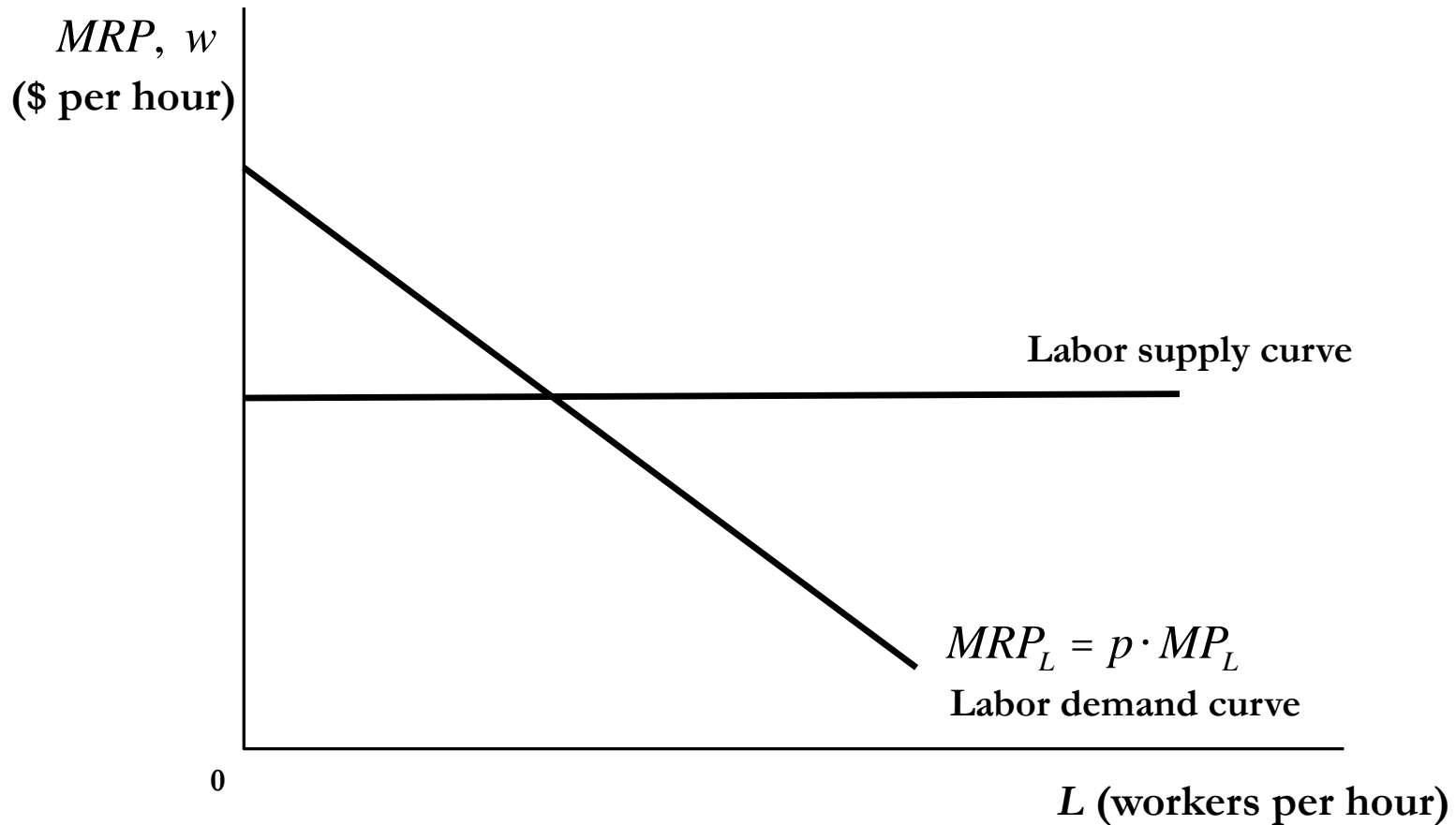


Figure 16-4: Monopsony

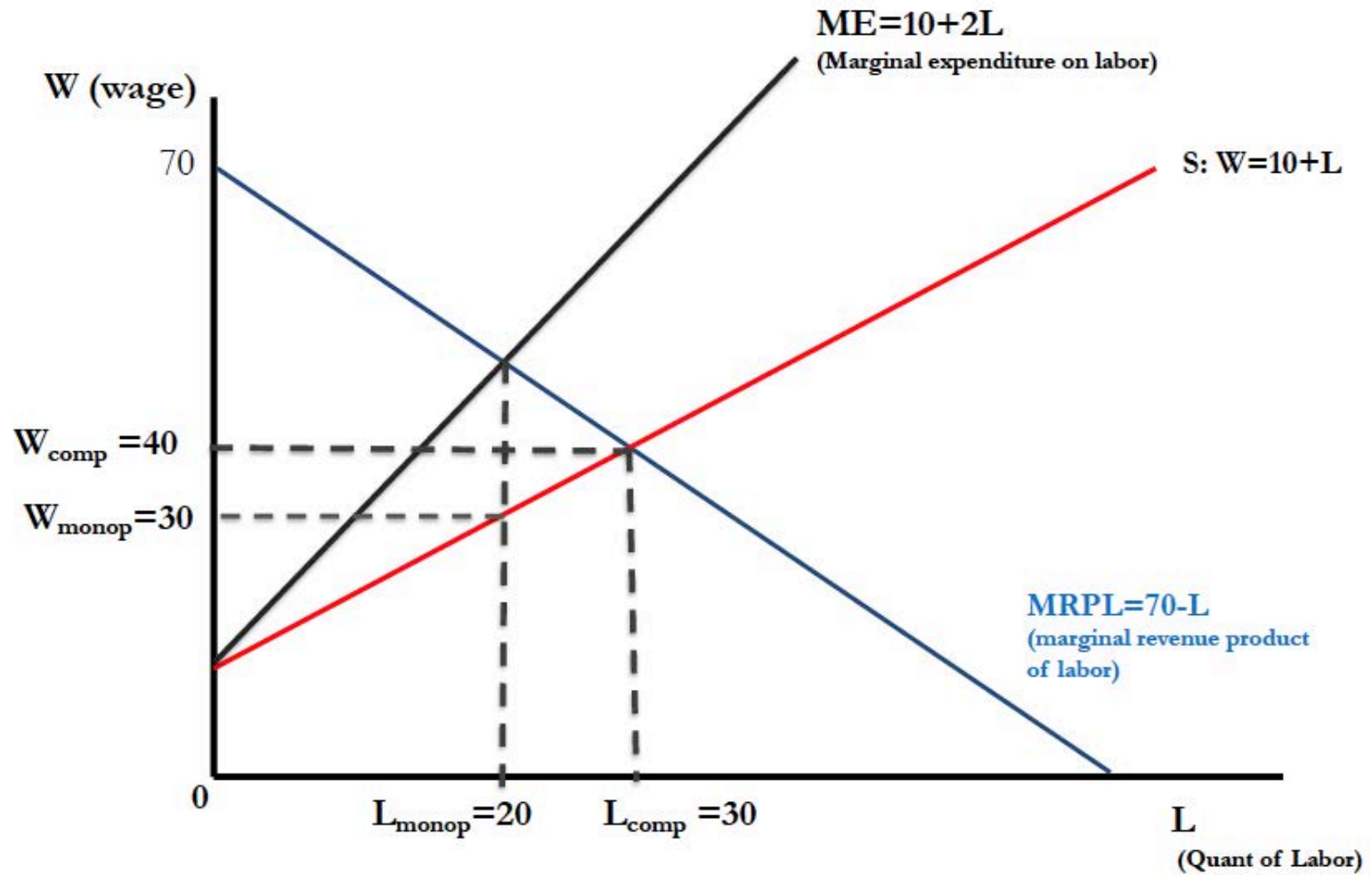


Figure 16-5: Monopsony
(minimum wage=market wage)

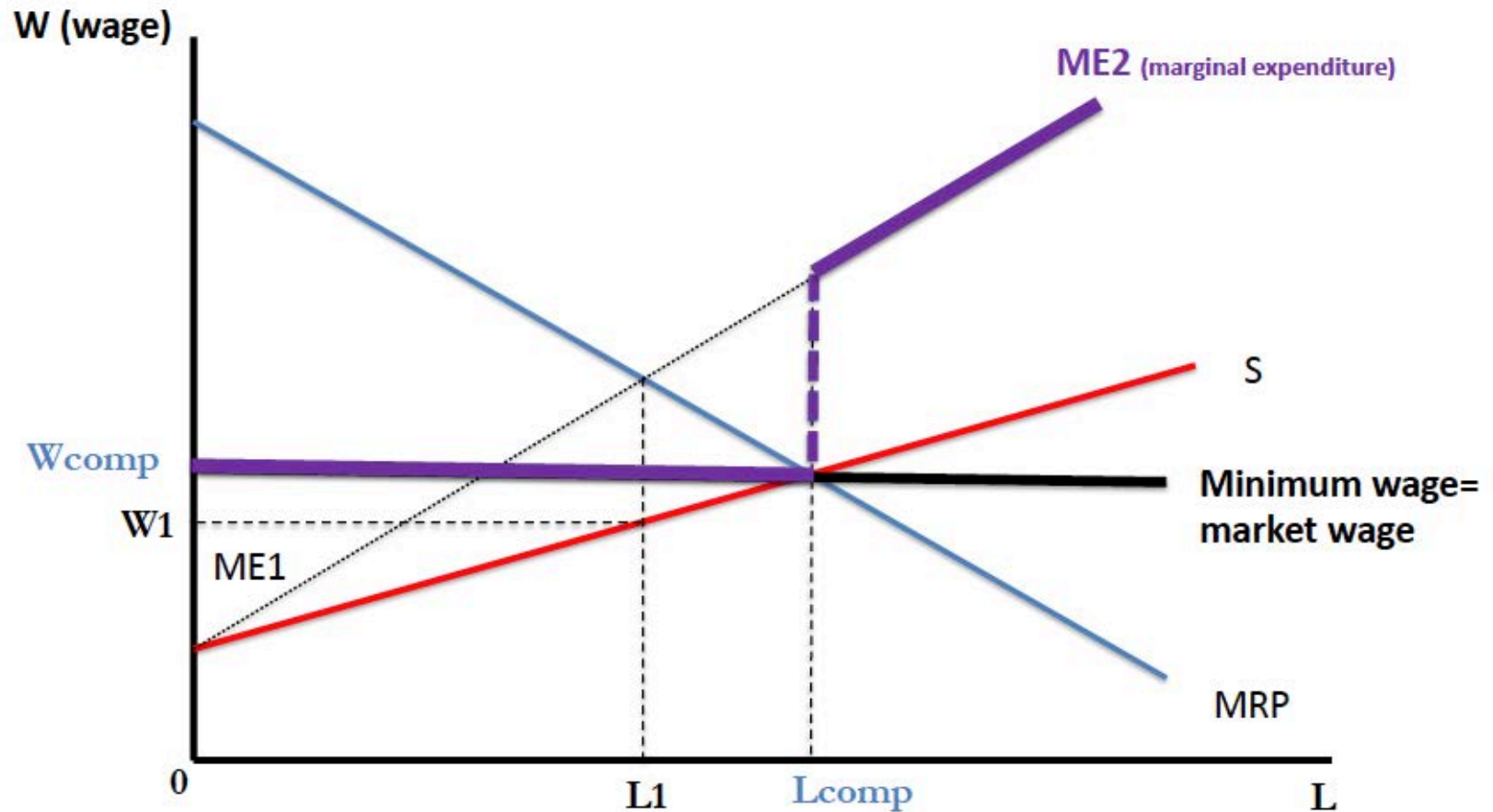


Figure 16-6: Equilibrium in capital markets

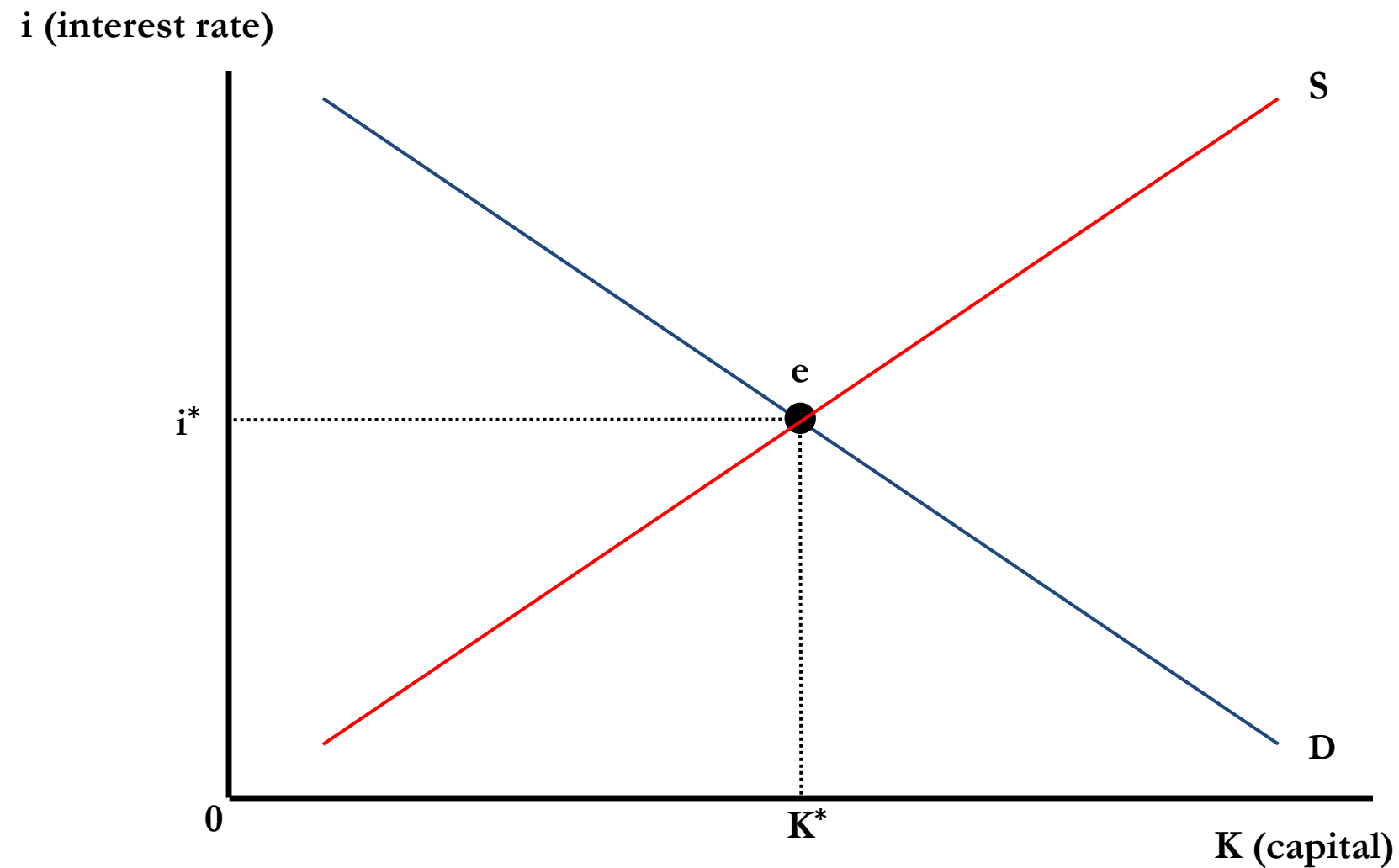


Figure 16-7: Intertemporal substitution

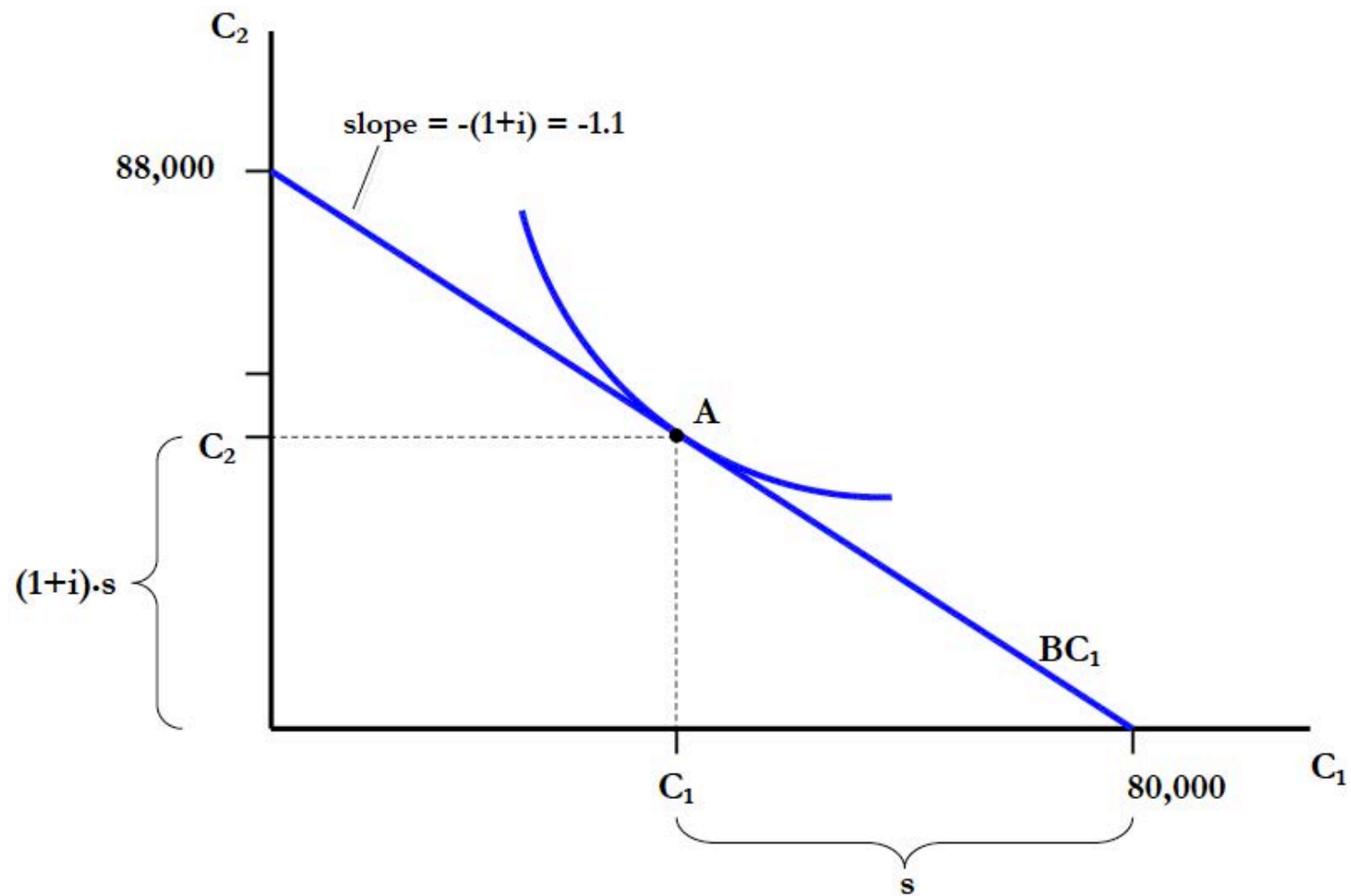
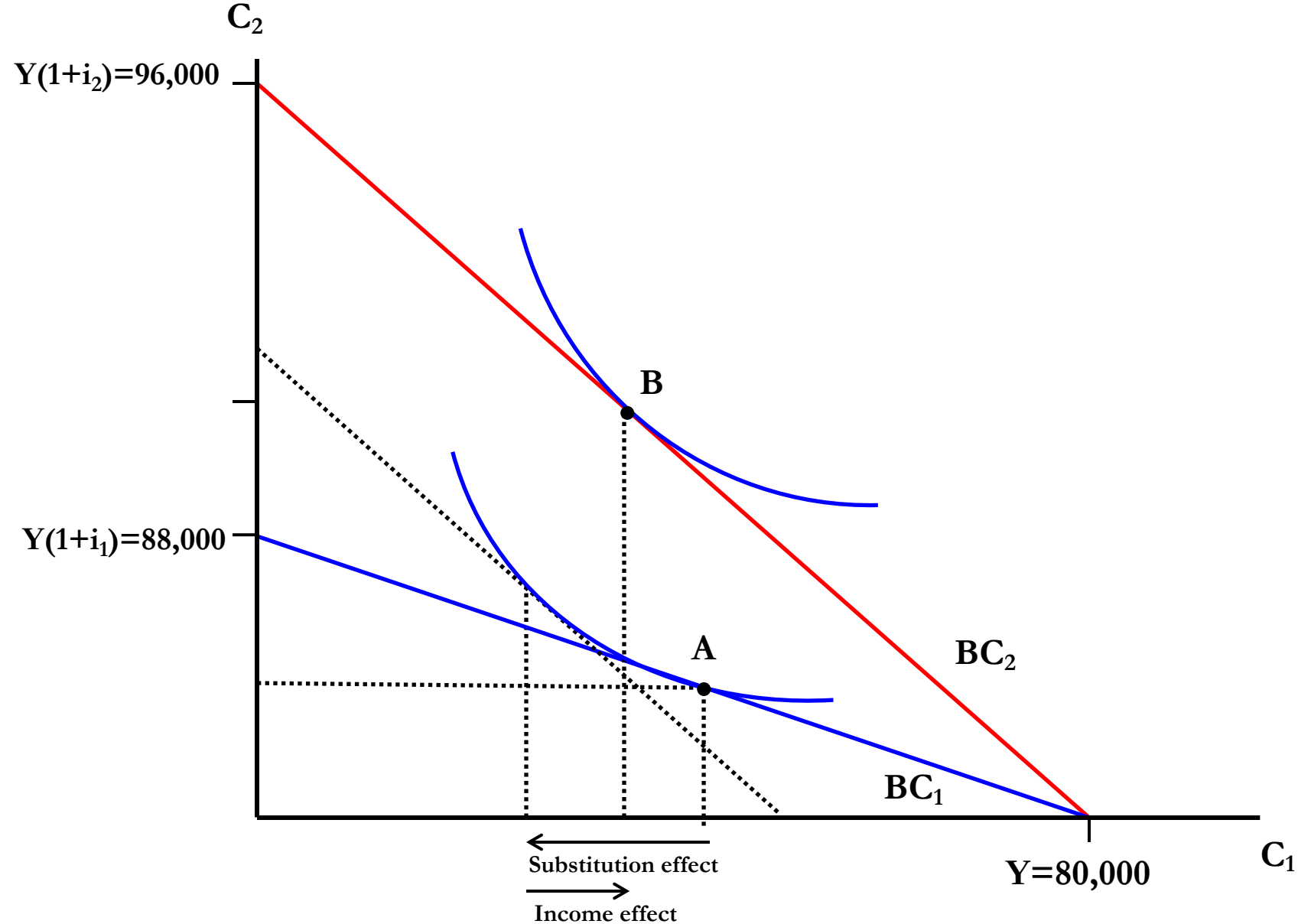


Figure 16-9: Intertemporal substitution with an increase in the interest rate
(substitution effect dominates)



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