

Table 7.1: Income and substitution effects for goods

Price Change	Substitution Effect	Income Effect	Total Effect
Normal Good			
Price Rises	≤ 0	≤ 0	≤ 0
Price Falls	≥ 0	≥ 0	≥ 0
Inferior Good			
Price Rises	≤ 0	≥ 0	?????
Price Falls	≥ 0	≤ 0	?????

Table 7.2: Income and substitution effects for labor supply

Price Change	Substitution Effect	Income Effect	Total Effect
Leisure			
Wage Rises	≤ 0	≥ 0	????
Wage Falls	≥ 0	≤ 0	????
Labor			
Wage Rises	≥ 0	≤ 0	????
Wage Falls	≤ 0	≥ 0	????

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