**Question 3: Market system and Inequality**

In a market, the forces of supply and demand interact and because of this **different** items have **different** prices and are sold in **different** amounts, the **different** people who supply these items to the **different** markets will earn **differen**t incomes.

Bus Drivers

Brain Surgeons

S

Quantity

Quantity

Income $

Income $

S

D

D

1. Complete the above graphs to demonstrate the income inequality that exists in the two markets.
2. Explain in detail how unequal rewards are fundamental to the Market system.

In your answer:

* Refer to the supply and demand in the graphs above
* Explain the incomes of the two groups identified above
* Why market is about **inequality** i.e incentive of unequal reward.

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