

TABLE 3B16 ESTIMATED PRICE AND INCOME ELASTICITIES FOR THE DEMAND FOR ROAD TRANSPORT FUEL

	<i>Imperfectly Reversible model</i>		<i>Reversible model</i>	
	<i>Short run</i>	<i>Long run</i>	<i>Short run</i>	<i>Long run</i>
Price rises above previous maximum (1973 base)	-0.18	-0.60	-0.12	-0.42
Other price rises	-0.04	-0.13	-0.12	-0.42
Price cuts	-0.04	-0.13	-0.12	-0.42
Income elasticity	0.34	1.13	0.19	0.68

Note Pooled 11 region OECD, data sample 1962–1990.

Source Dargay & Gately (1997, table 2, p. 80).