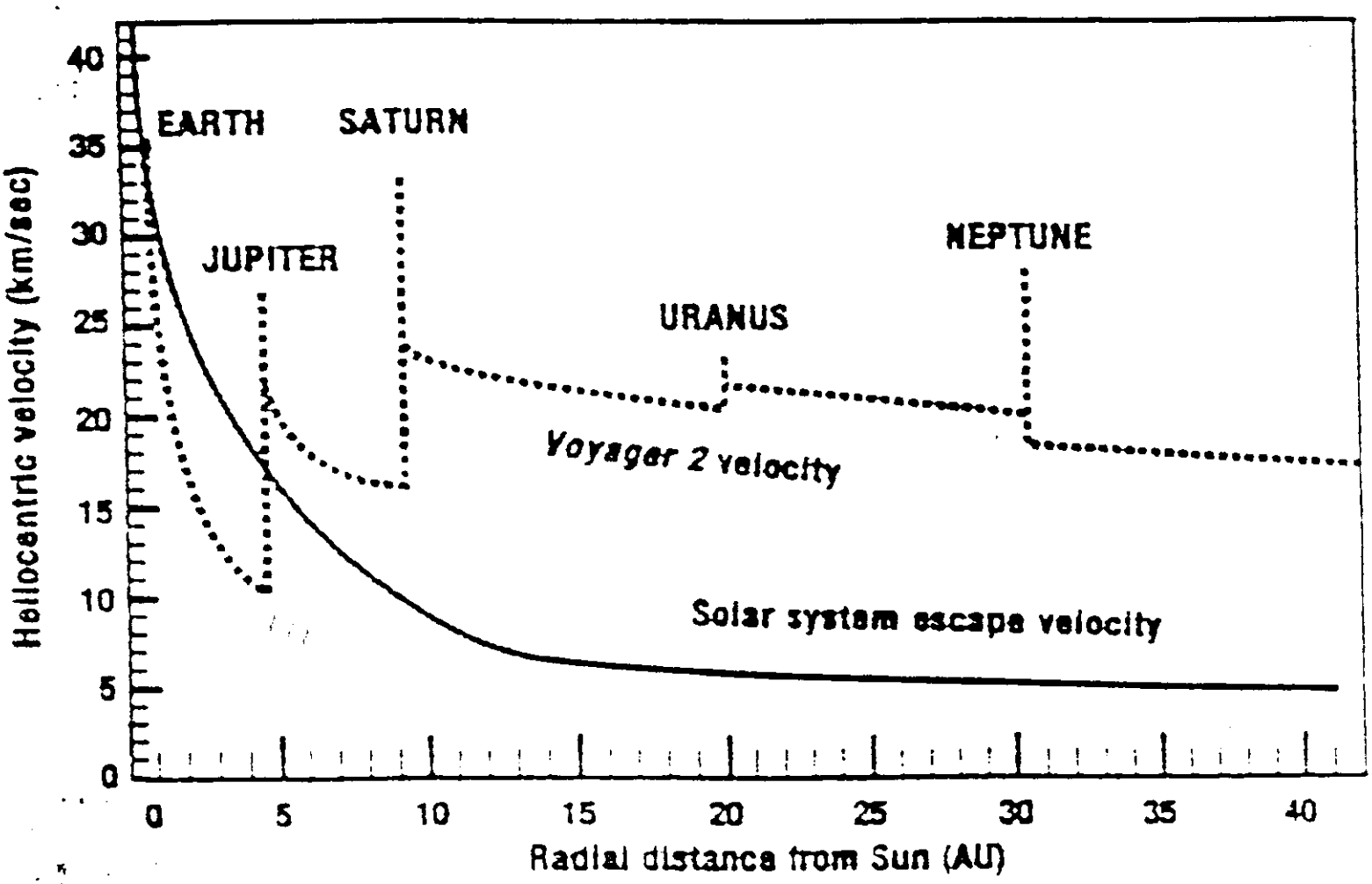Part 2. Explain this graph.