

Conservation Economics: Assignment 7

The correct answer is in **bold**

1	"the price of a good that prevails in the world market for that good" is the definition of (a) export price (b) import price (c) world price (d) domestic price
2	The area between the demand curve and the price is an indicator of (a) consumer surplus (b) producer surplus (c) total surplus (d) deadweight loss
3	"the amount a buyer is willing to pay for a good minus the amount the buyer actually pays for it" is (a) consumer surplus (b) producer surplus (c) total surplus (d) deadweight loss
4	"the amount a seller is paid for a good minus the seller's cost of providing it" is (a) consumer surplus (b) producer surplus (c) total surplus (d) deadweight loss
5	Value to buyers - Cost to sellers is (a) consumer surplus (b) producer surplus (c) total surplus (d) deadweight loss
6	"the fall in total surplus that results from a market distortion, such as a tax" is (a) consumer surplus (b) producer surplus (c) total surplus (d) deadweight loss
7	Laffer's curve is the relationship between (a) inflation and unemployment (b) tax size and tax revenue (c) producer surplus and consumer surplus (d) tax size and deadweight loss
8	Imposition of tariff (a) increases producer surplus and government revenue (b) increases consumer surplus and government revenue (c) increases producer surplus, consumer surplus and government revenue (d) increases total surplus
9	"the maximum amount that a buyer will pay for a good" is (a) willingness to pay (b) market demand (c) demand curve (d) buyer's surplus
10	The area between the supply curve and the price is an indicator of (a) consumer surplus (b) producer surplus (c) total surplus (d) deadweight loss