Econ lecture

If one country has a demand for a certain product and another country has a demand for another product, it is not efficient for them to produce something their own country does not consume.

Another point

E.g. All wine is made in Europe.

There is a graph with demand and supply, with the average price of wine in Europe.

Consumer surplus:

Difference between the consumers maximum willingness to pay and the amount they actually pay.

Producer surplus:

Difference between the price that producers actually receive – their willingness to supply/production costs.

Tariff revenue:

Tariff per unit\*units imported

Total surplus, look at the triangle made by wine demand, supply and the cost.

Tariff revenue

Final exam:

Section A and section B

Section a:

Three questions based on first part of the course

Section b:

Three questions based on 2nd part of the course

Answer 3 questions subject to the following contraints:

Answer one question from each.

Next week is last quiz

Add text

Text to selection

Add new layer

Gradient tool FG transparent, BG #0f233a

Filter-Light and shadow- drop shadow

Offsets, blur 1, colour white opacity 20

Select -> invert

Filter – light and shadow- dropshadow

Offsets 1, blur 6, colour black, opacity 100