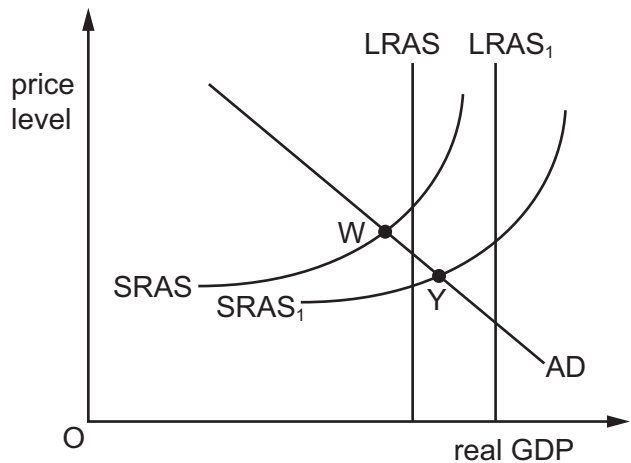


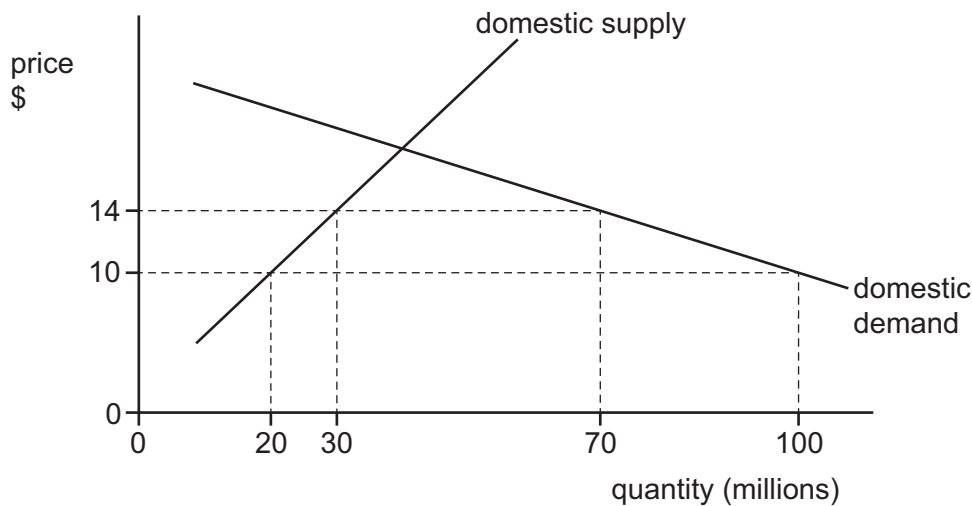
- 28 The diagram shows aggregate demand (AD) and aggregate supply in the short run (SRAS) and the long run (LRAS) and the long run (LRAS).



Which row is correct in causing a shift in the short run aggregate supply from SRAS to SRAS₁ and the long run aggregate supply from LRAS to LRAS₁?

	shift from SRAS to SRAS ₁	shift from LRAS to LRAS ₁
A	change in AD from W to Y	increase in population
B	decrease in raw material costs	improvements in the education of workers
C	decrease in wage rates	decrease in immigration
D	increase in availability of labour	increase in labour productivity

- 29 The diagram shows that the imposition of a tariff raises a product's world price from \$10 to \$14.



By how much did domestic producers' income increase as a result of the tariff?

- A** \$120 million **B** \$160 million **C** \$220 million **D** \$280 million