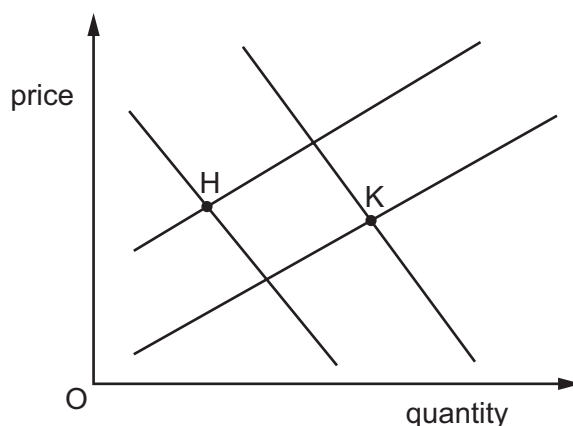


13 The market for a product is initially in equilibrium.

Which combination of changes will cause the price of the product to rise and the quantity sold to fall?

- A** a decrease in demand that is larger than a decrease in supply
- B** a decrease in demand that is smaller than a decrease in supply
- C** an increase in demand that is larger than an increase in supply
- D** an increase in demand that is smaller than an increase in supply

14 The diagram shows two demand curves and two supply curves. The initial equilibrium is at H.



Which combinations of shifts in the demand and supply curves would result in a change in the equilibrium position from H to K?

- A** an increase in demand and an increase in supply
- B** an increase in demand and a decrease in supply
- C** a decrease in demand and an increase in supply
- D** a decrease in demand and a decrease in supply

15 In 2009, the Australian Government made a payment of \$900 to those who earned less than \$100 000 per year.

How would this payment best be described?

- A** neutral
- B** progressive
- C** proportional
- D** regressive