

- 5 A change in the price of a good causes an increase in the quantity of the good demanded.

What would be the nature of the good and the direction of price change for this to be certain to happen?

	nature of good	price change
<b>A</b>	inferior	fall
<b>B</b>	inferior	rise
<b>C</b>	normal	fall
<b>D</b>	normal	rise

- 6 The diagram shows how the quantity demanded of four goods changes as income changes.

Which good has an income elasticity of demand which is always +1?

