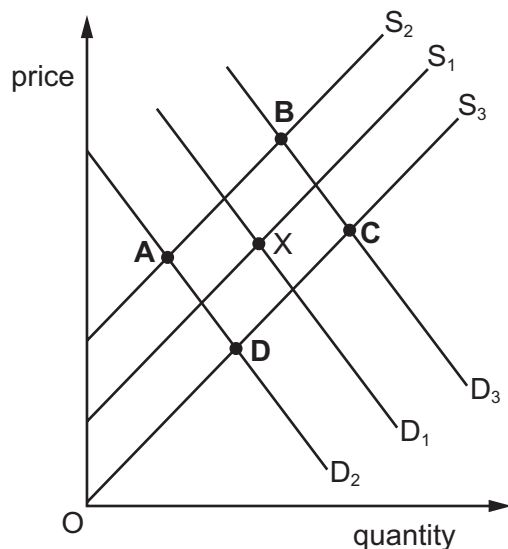


- 9 The diagram shows the market for meat in equilibrium at X.

The cost of producing meat rises and there is a trend for consumers to change from meat to a vegan (non-animal) diet.

What is the new market equilibrium?



- 10 Goods X and Y are complements.

What will be the effect on the equilibrium price and quantity of good X of an increase in the supply of good Y?

	equilibrium price of X	equilibrium quantity of X
A	decrease	decrease
B	decrease	increase
C	increase	decrease
D	increase	increase

- 11 A private company achieves a producer surplus at the market equilibrium price.

What might reduce the size of the private company's producer surplus?

- A** Private companies choose to prioritise profits over customer needs.
- B** Private companies start to pay dividends out of profits.
- C** The government fixes the price of electricity below the market price.
- D** The private company supply curve becomes more elastic.