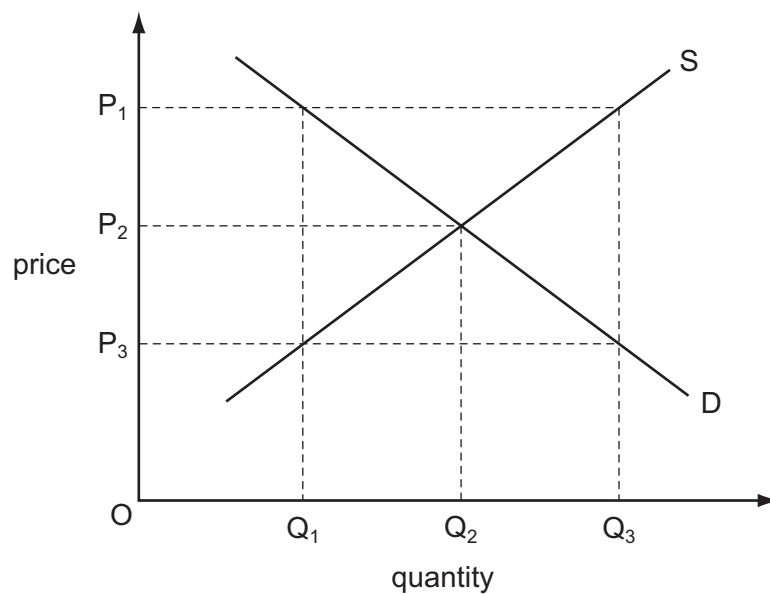


- 8 In 2008, Ansell, makers of surgical products and rubber gloves, increased profits by 2.6 %, partly because of increased safety and health concerns in Brazil, Mexico, China and Russia.

What would happen to the demand and supply curves on a diagram for Ansell's products?

	demand curve	supply curve
<b>A</b>	a shift to the left	a shift to the left
<b>B</b>	a shift to the left	a shift to the right
<b>C</b>	a shift to the right	no change
<b>D</b>	no change	a shift to the left

- 9 Which combination of price and quantity will lead to a fall in price and a contraction in quantity produced to reach equilibrium?



- A**  $P_1Q_1$       **B**  $P_1Q_3$       **C**  $P_3Q_1$       **D**  $P_3Q_3$