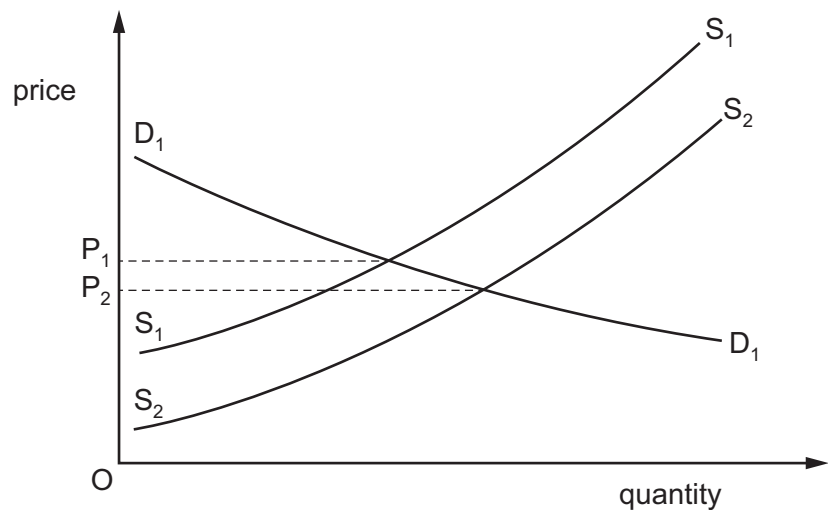


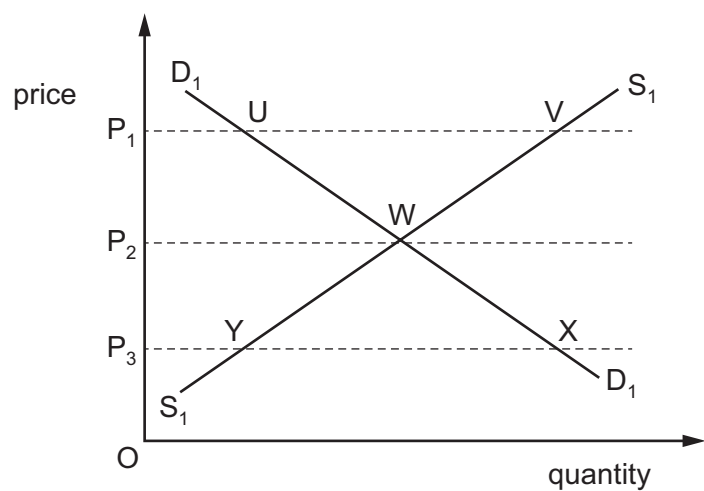
10 In the diagram, the supply of a product increases while the demand curve does not shift.



Which row correctly identifies the resulting impact on consumer and producer surplus?

	consumer surplus	producer surplus
A	has fallen	has fallen
B	has fallen	has risen
C	has risen	has fallen
D	has risen	has risen

11 The diagram shows the market demand and supply for a good. Which statement is **not** valid?



- A At price  $OP_1$ ,  $UV$  represents the market surplus.
- B At price  $OP_3$ ,  $P_3X$  represents the quantity that consumers would like to buy.
- C If price were to fall from  $OP_1$  to  $OP_3$ , the extra quantity demanded would be equal to the extra quantity supplied.
- D Price  $OP_2$  is the market equilibrium price.