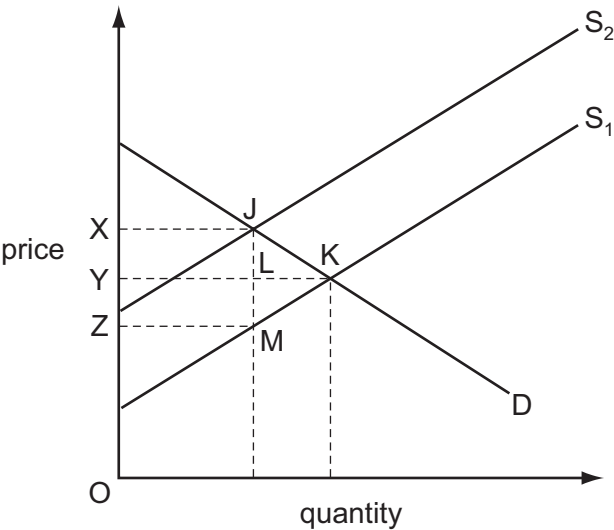


11 The diagram illustrates the effects of placing a specific tax equal to JM on a good.



Which area represents total tax receipts?

- A JKM
- B XJKY
- C XJLY
- D XJMZ

12 What is consumer surplus?

- A the difference between the cost of producing a good and what consumers would be willing to pay for it
- B the difference between what consumers actually pay for a good and its cost of production
- C the difference between what consumers actually pay for a good and the maximum amount they would be willing to pay for it
- D the difference between what consumers are willing to pay for a good and the amount required by producers to supply the good

13 In a market for a good both demand and supply change at the same time.

Which combination of changes would enable an economist to predict with confidence that more resources will be needed in its production but **not** the direction of the associated price change?

	demand	supply
A	decrease	decrease
B	decrease	increase
C	increase	decrease
D	increase	increase