

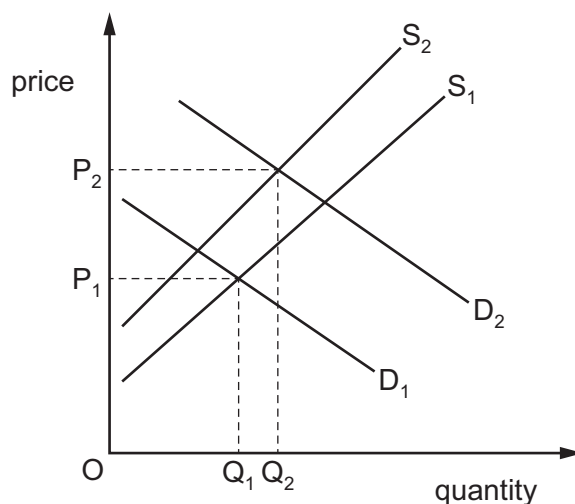
- 10** The table shows the demand schedule for avocados in a market on a particular day.

The supply of avocados was fixed on that day.

\$ per avocado	quantity demanded
2.60	500
2.40	640
2.20	740
2.00	820
1.80	900

Which statement is correct?

- A** If the supply was 490, at a price of \$2.60 there was an excess demand of 10 avocados.
- B** If the supply was 650, at a price of \$2.40 there was an excess demand of 10 avocados.
- C** If the supply was 810, at a price of \$2.00 there was an excess supply of 10 avocados.
- D** If the supply was 890, at a price of \$1.80 there was an excess supply of 10 avocados.
- 11** The diagram shows the demand and supply curves of a normal good (X). Q_1P_1 is the initial equilibrium.



Other things being equal, what may cause the change in the market equilibrium to Q_2P_2 ?

- A** a fall in household incomes and an increase in interest rates
- B** a rise in workers' real wages in all sectors of the economy
- C** an increase in income tax and a rise in the specific tax levied on X
- D** an increase in the price of a substitute product for X and a fall in the costs of producing X