

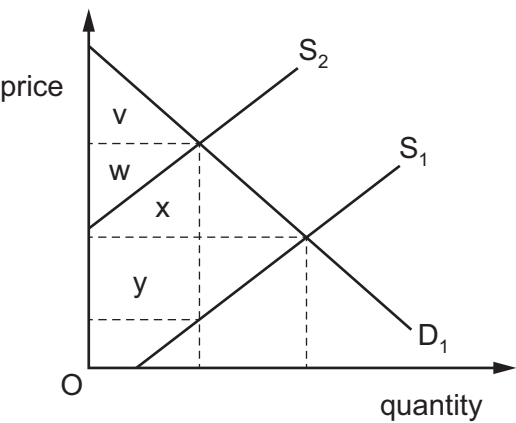
11 The table shows a competitive market in equilibrium in two periods.

period	market price (cents)	quantity traded
1	50	10 000
2	60	12 000

What could explain the change from period 1 to period 2?

- A an increase in the price of a complement
- B an increase in the price of a substitute
- C the imposition of a minimum price of 60 cents by a government
- D the imposition of an indirect tax on suppliers

12 In the diagram D_1 is the demand curve for Indian tea and S_1 is the initial supply curve.



The Indian government imposes a tax on tea, which causes the supply curve to shift to S_2 .

Which areas in the diagram measure the resulting tax revenue to the Indian government and the new producer surplus?

	tax revenue	new producer surplus
A	$w + x$	v
B	$w + x$	w
C	$w + x + y$	v
D	$w + x + y$	w