6 Good X and good Y are in joint supply.

When would an increase in the supply of good X **not** lead to a change in the price of good X?

A Good X has a perfect price elasticity of demand.

B Good X has a perfect price inelasticity of demand.

C Good Y has a perfect price elasticity of demand.

D Good Y has a perfect price inelasticity of demand.

7 A businessman had intended to borrow $5000 at an interest rate of 8% per year. When the interest rate rose to 10% he decided to borrow only $4000.

Within what range is his interest elasticity of demand for loans?

A 0.0 to –0.3

B –0.4 to –0.7

C –0.8 to –1.2

D –1.3 to –1.7

8 What is **not** held constant when aggregating individual firms' supply curves to give the short-run market supply curve?

A the number of firms in the industry

B the price of the product

C the prices of factors of production

D the state of technology