

- 6 The table refers to exports of sugar from Jamaica in 1999 and 2000.

	exports of sugar (tonnes)	export earnings from sugar (US\$ millions)
1999	177 522	95.79
2000	180 481	83.8

What can be concluded from the data?

- A The demand for sugar was price elastic.
  - B The income elasticity of demand for sugar was negative.
  - C The price of sugar in US\$ fell between 1999 and 2000.
  - D The supply of sugar was price elastic.
- 7 The price elasticity of demand for grapes is  $-2.0$ . When the price is \$15, quantity demanded is 5000 units.

How much will be demanded when the price falls to \$12?

- A 3000 units
  - B 5500 units
  - C 7000 units
  - D 7500 units
- 8 The Toyota Motor Corporation makes cars in response to customer orders rather than attempting to sell cars it has already built.

If the company received a large increase in orders for its Prius model, what will be expected of its current supply curve on a demand and supply diagram?

- A It will be unchanged.
- B It will become flatter.
- C It will shift to the left.
- D It will shift to the right.