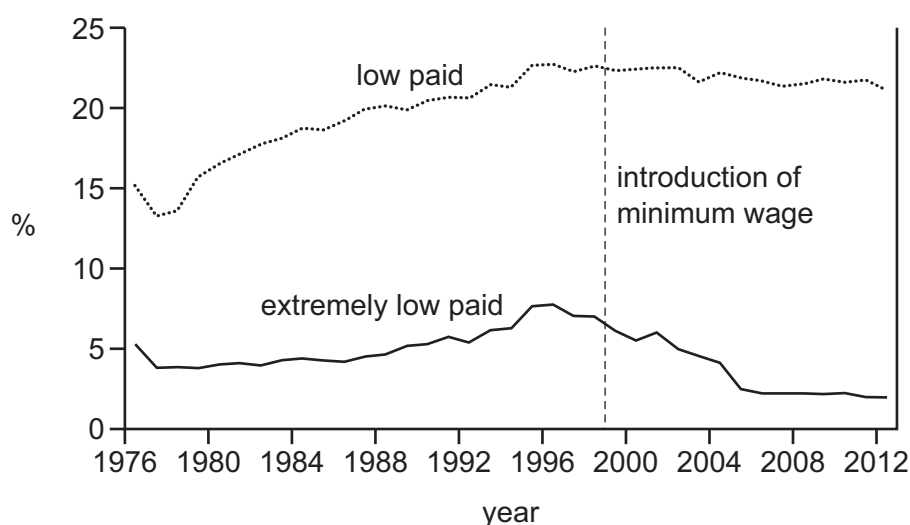


- 13** A company opened a garden to the public and charged for entry. The government then provided a grant to improve the garden on the condition that entry became free.

What would result from the government's action?

- A** The consumer surplus would increase.
- B** The demand curve would shift to the left.
- C** The supply curve would be infinitely elastic.
- D** There would be no equilibrium position as the garden is free.

- 14** The diagram shows the percentages of those on low pay and those on extremely low pay in the UK from 1976 to 2012. A national minimum wage was introduced in 1999.



What conclusion is consistent with the diagram?

- A** The minimum wage helped the low paid more than the extremely low paid.
 - B** The minimum wage reduced the numbers of both low paid and extremely low paid.
 - C** The minimum wage reversed the trend in low pay of the previous 20 years.
 - D** The minimum wage was responsible for the largest reduction of low pay in the period.
- 15** A 10% tax is placed on a good.

What type of product would be most likely to face the biggest impact on its equilibrium price as a result?

- A** one with elastic demand
- B** one with inelastic demand
- C** one with infinite elasticity of demand
- D** one with unitary elasticity of demand