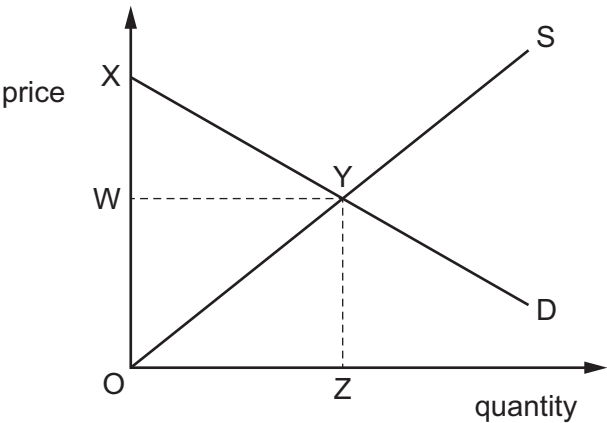
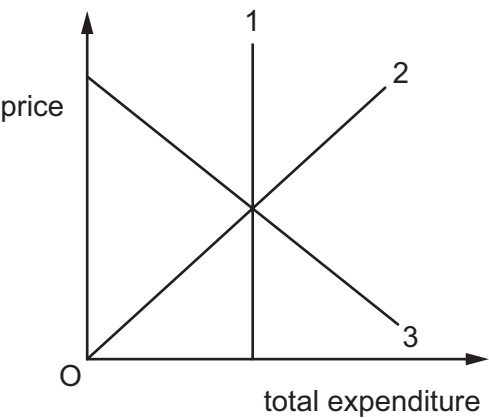


7 The diagram shows the demand curve and supply curve for a product.



Which area represents producer surplus?

- A OXYZ minus OWY
 - B OWYZ minus OYZ
 - C OXYZ minus OYZ
 - D OXYZ minus WXY
- 8 The diagram shows the relationship between total expenditure and price for three products, 1, 2 and 3.



Which curves represent the products with price-elastic and unitary price-elastic demand?

	elastic	unitary
A	1	2
B	2	3
C	3	1
D	3	2