11 The table shows the demand schedule for textbooks.

price $	quantity demanded
50	0
40	100
30	200
20	300
10	400
0	500

What can be concluded from this information?

A Profit would be maximised at a price of $30.

B Profit would not change if the price rose from $20 to $30.

C Revenue would increase if the price was decreased from $40 to $30.

D Revenue would be maximised at a price of $40.

12 Which event is most likely to enable firms to respond to an increase in demand by increasing supply rather than by raising price?

A Firms reduce their expenditure on the training of workers.

B Import duties are increased on machines that increase the speed of production.

C The government introduces buffer stock schemes for the goods produced by the firm.

D Trade unions become strong, leading to poor labour productivity.