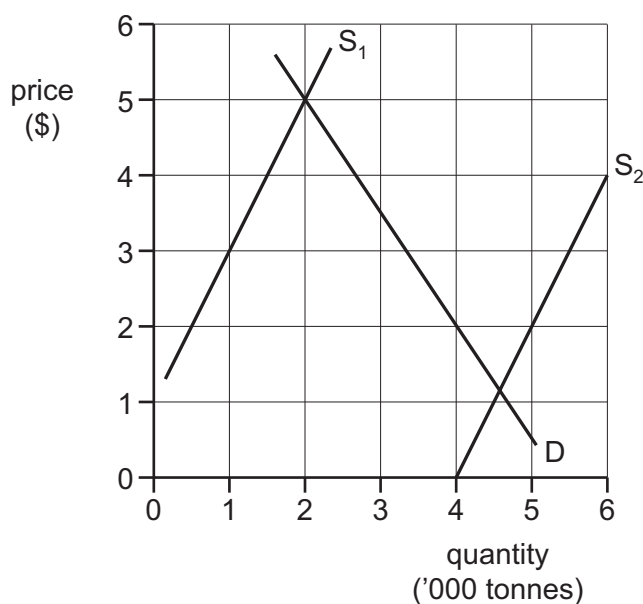


- 9 In the diagram, D is the demand curve for an agricultural commodity and  $S_1$  is the initial supply curve. A good harvest causes the supply curve to shift to  $S_2$ .



By how much will the demand curve have to shift to leave farm incomes unchanged?

- A 500 tonnes at all prices
  - B 1000 tonnes at all prices
  - C 2000 tonnes at all prices
  - D 4000 tonnes at all prices
- 10 A market is in an unstable disequilibrium when it does not return to its equilibrium point from a disequilibrium position. The diagram shows a market with two equilibrium points.

At which price is the market in an unstable disequilibrium?

