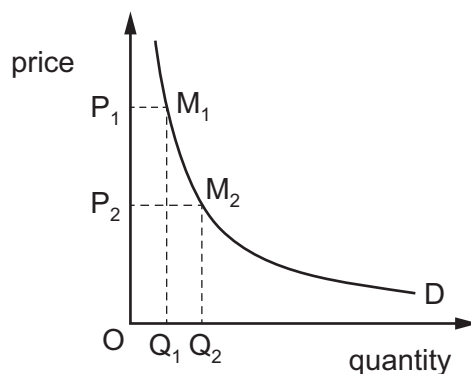


13 What would cause a market disequilibrium?

- A** when a decrease in the demand for a product leads to a price fall that results in some producers leaving the market
- B** when a decrease in the demand for a product leads to some producers being unable to sell products at the current price
- C** when a decrease in the supply of a product leads to a price rise that results in the market for the product clearing
- D** when a decrease in the supply of a product leads to a price rise that makes it too expensive for some poorer households

14 In the diagram, area $OP_1M_1Q_1$ is equal to area $OP_2M_2Q_2$.



What is the value of the price elasticity of demand if the price is halved from P_1 to P_2 ?

- A** -1
- B** -0.5
- C** zero
- D** infinity