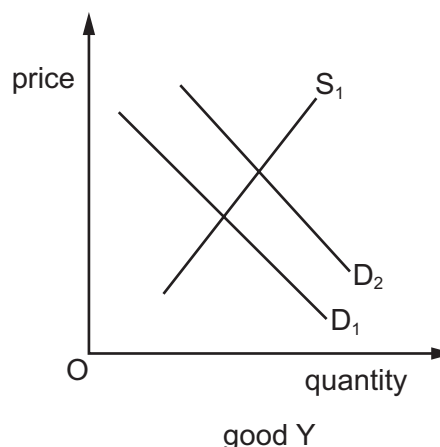
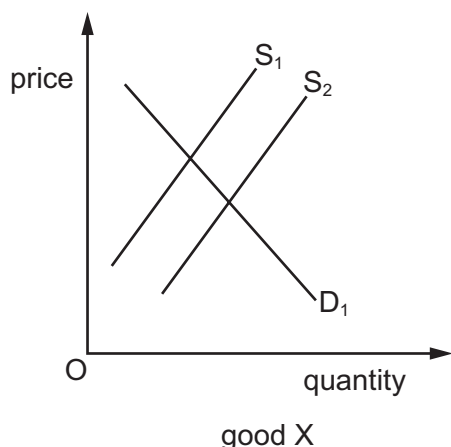


- 13 The diagrams show the effect of a change in the market for good X on the market for good Y.



What is the **most** likely relationship between the two goods?

- A X and Y are complements.
 - B X and Y are demerit goods.
 - C X and Y are in joint supply.
 - D X and Y are substitutes.
- 14 To improve its financial position, a government decided to reduce expenditure on investment in the public sector. There was not a fall in economic growth.

What was the **most** likely effect of the government's action?

- A An original budget deficit was reduced.
 - B An original budget surplus was reduced.
 - C Consumer expenditure decreased.
 - D Public sector productivity decreased.
- 15 What are the effects of a government imposing a maximum price below the equilibrium price?

	demand	supply
A	falls	falls
B	falls	rises
C	rises	falls
D	rises	rises