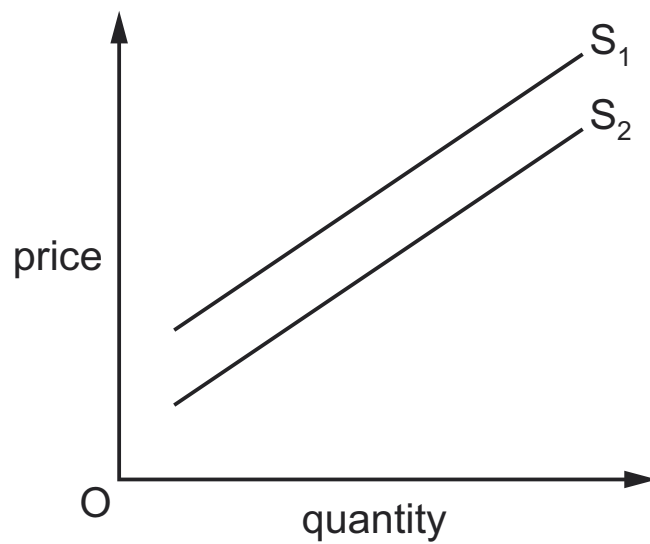


- 9 In the diagram, S_1 is the initial market supply curve of good X.



What could cause the curve to shift to S_2 ?

- A** an increase in the price of a substitute good
 - B** an increase in the profitability of supplying good X
 - C** an increase in the wage rates paid by good X suppliers
 - D** the introduction of a specific tax on good X
- 10 A competitive industry producing textbooks experiences an increase in demand for its product.
- Which diagram illustrates the effect on the industry of this increase in demand in the short-run?

