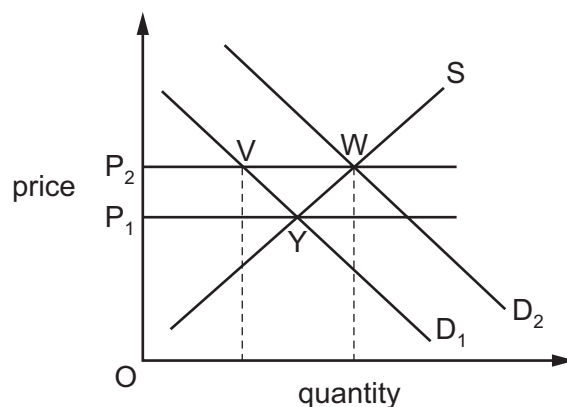
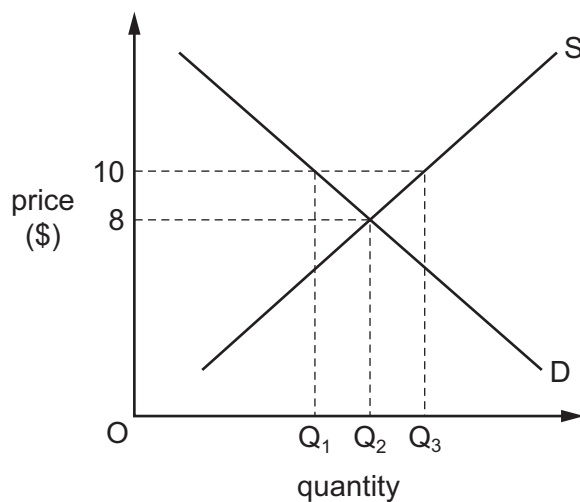


- 13 The diagram shows an increase in the demand for a good from  $D_1$  to  $D_2$ .



What effect does the change in demand have on producer surplus?

- A decrease by  $P_1YWP_2$
  - B decrease by  $P_2VYP_1$
  - C increase by  $P_1YWP_2$
  - D increase by  $P_2VYP_1$
- 14 The diagram shows the market demand and supply curves for rice.



What would happen if a government imposed a maximum price of \$10?

- A The government would need to supply  $Q_1$  to  $Q_3$ .
- B The quantity sold would be  $Q_1$ .
- C The quantity sold would be  $Q_2$ .
- D The quantity sold would increase from  $Q_2$  to  $Q_3$ .