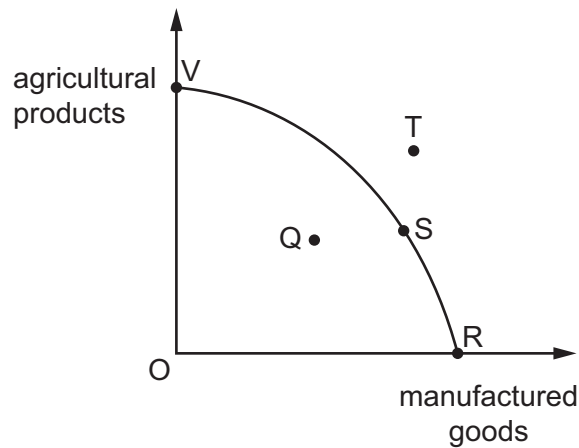
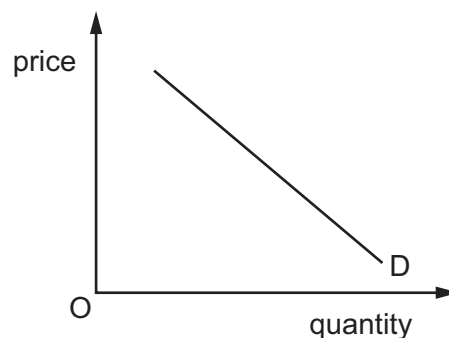


- 4 A country can produce manufactured goods and agricultural products as shown in the diagram.



Given this information, which statement is definitely correct?

- A If the country produces at Q it has unused or inefficiently used resources.
 - B The country should produce at T instead of at Q.
 - C The country would be better off producing at R than S.
 - D The monetary costs are the same to produce at V as they are to produce at R.
- 5 The diagram shows a demand curve for a good.



Which statement describes the nature of this demand curve?

- A A greater or smaller quantity is demanded as price changes.
- B A lower price is the result of a fall in demand.
- C As demand increases so does price.
- D Quantity changes in proportion to the change in price.