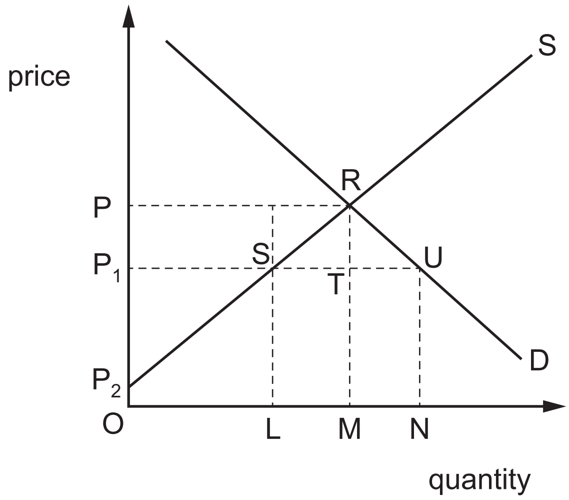
6 The diagram shows the market for sugar which is initially in equilibrium at a price of OP.



A government then fixes a maximum price of OP_1.

What will happen as a result?

A a reduction in farmers' revenue equal to $PRSP_1$

B expenditure on sugar will be equal to PRMO

C farmers' revenue would be P_1UNO

D producer surplus will be P_1SP_2

7 The table shows a competitive market in equilibrium in two periods.

period	market price (cents)	quantity traded
1	50	10 000
2	60	12 000

What could explain the change from period 1 to period 2?

A an increase in the price of a complement

B an increase in the price of a substitute

C the imposition of a minimum price of 60 cents by a government

D the imposition of an indirect tax on suppliers