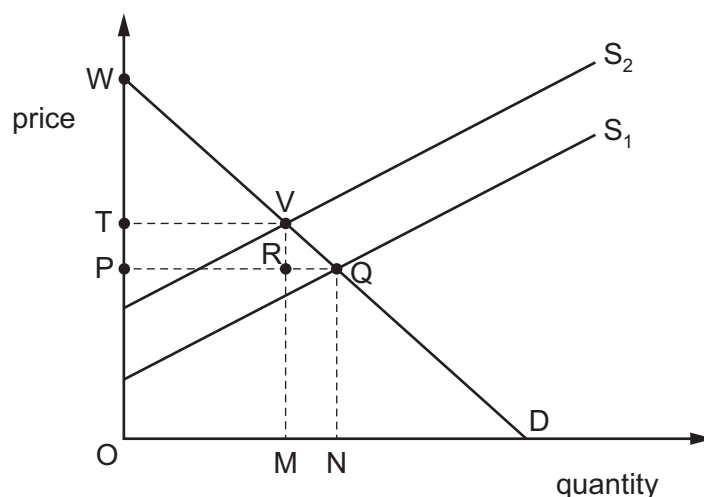


- 13 In the diagram, S_1 is the original supply curve and D is the original demand curve.



If supply shifts to S_2 , which area represents the change in consumer surplus?

- A** PQVT **B** PQW **C** PRVT **D** TVW
- 14 After a series of poor harvests, a government imposes an effective maximum price on cereals.
- What would be a consequence of this policy?
- A** Both rich and poor people would satisfy their demands equally.
B Illegal buying and selling through a black market would be prevented.
C Rationing would be necessary to ensure a fair distribution of cereals.
D The market would fail to clear leaving a surplus of cereals.