

- 4 A businesswoman sets up a charity to provide toys for young children of low income families.

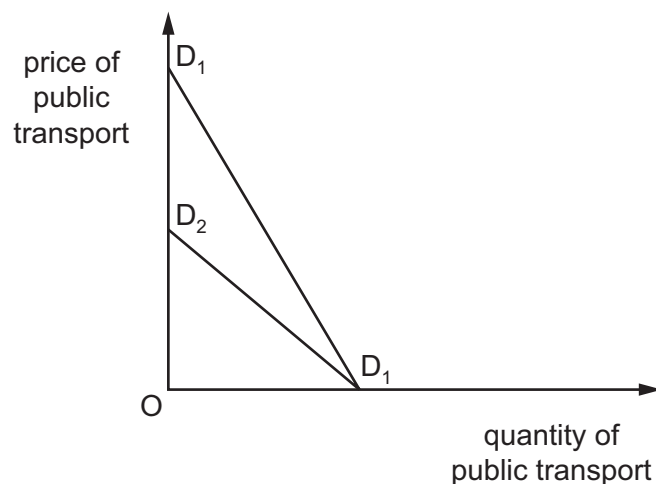
Which term most accurately describes these toys?

- A free goods
- B merit goods
- C private goods
- D public goods

- 5 What will happen to an industry's supply curve if new firms enter the industry?

- A It will shift to the left at any given price.
- B It will shift to the right at any given price.
- C There will be a downward movement along the supply curve.
- D There will be an upward movement along the supply curve.

- 6 D_1D_1 shows an individual's initial demand curve for public transport.



What would cause the demand curve to shift to D_2D_1 ?

- A The cost of running the individual's car rises.
- B The individual is banned from driving.
- C The price of public transport rises.
- D The quality of public transport declines.