

- 4 The table shows the market supply for a raw material and the individual demand of the three firms, X, Y and Z, which are its only buyers.

price \$ (per kilo)	market supply (000s)	demand by X (000s)	demand by Y (000s)	demand by Z (000s)
7	30	13	27	20
8	40	12	25	18
9	50	11	23	16
10	60	10	20	15

What is the equilibrium market price of the raw material?

- A** \$7 **B** \$8 **C** \$9 **D** \$10

- 5 In 2008 the demand curve for new cars in the European Union shifted to the left.

Which change could have caused such a shift?

- A** an increase in real disposable income
B an increase in the cost of borrowing
C an increase in the price of new cars
D an increase in the price of train travel

- 6 Worldwide, the film industry has increased its expenditure to over \$1 billion each year on successful anti-piracy measures which it finances by charges on DVD products.

How would this be shown in a demand and supply diagram of the market for legally produced DVDs?

	demand curve	supply curve
A	shifts left	shifts left
B	shifts left	shifts right
C	shifts right	shifts left
D	shifts right	shifts right