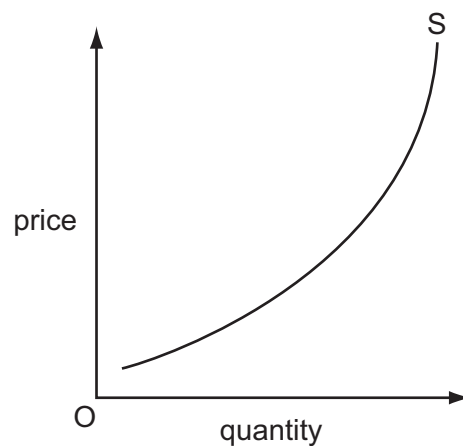


- 8 The cross-elasticity of demand for good X with respect to good Y is  $-0.5$ .

What can be concluded from this?

- A Goods X and Y are complementary goods.
- B Goods X and Y are substitute goods.
- C Good X is an inferior good.
- D Good Y is an inferior good.

- 9 The diagram shows a supply curve for beef.



What explains why the supply curve for beef slopes upwards?

- A An increase in the demand for beef will bring about an increase in supply.
  - B Farmers' productivity rises as the price rises.
  - C Increased production leads to a reduction in costs.
  - D The cost of additional beef production rises as output increases.
- 10 Which business is likely to be the slowest to alter its output in response to a sustained increase in demand for its product?
- A a fast-food restaurant
  - B a household cleaning service
  - C a newspaper printer
  - D an oil exploration company