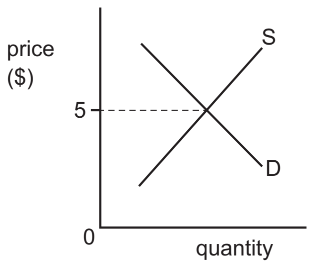
Name:

9 The diagram shows the equilibrium price for bread.



What will be the short-term effect if the government sets a maximum price below $5?

A a shift in the demand curve

B a shift in the supply curve

C an excess of demand over supply

D an excess of supply over demand

IGCSE Economics: **m25 12**

1 What is classed as the factor of production land?

A an airport

B a car park

C a doctor's office

D a forest

IGCSE Economics: **w24 13**

17 What is a macroeconomic aim of government?

A equilibrium prices in markets

B high wages

C low inflation

D profit maximisation

IGCSE Economics: **s24 11**

4 What is **not** held constant when drawing a demand curve for a good or service?

A consumers' incomes

B tastes and preferences

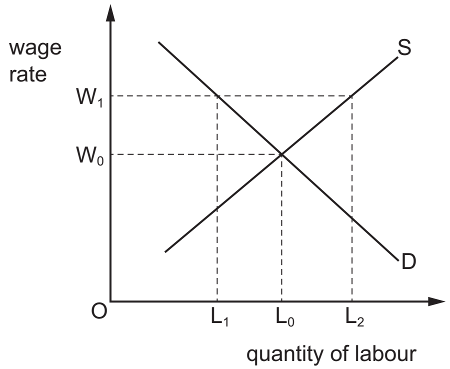
C the price of substitutes

D the price of the good or service

IGCSE Economics: **s24 11**

11 The diagram shows the demand and supply curve of labour for a firm. The initial wage rate is given by W_0 and the equilibrium quantity of labour employed is L_0.

A trade union that represents all of the workers negotiates a rise in wage rate to W_1.



What is the amount of unemployment that results from this wage rise?

A OL_1 **B** L_0L_2 **C** L_1L_0 **D** L_1L_2

IGCSE Economics: **w25 11**

2 A worker decides to leave their job as a bus driver and take a job as a lorry driver.

What will increase the opportunity cost of this decision?

A an increase in the holidays for lorry drivers

B an increase in the income tax paid by bus drivers

C an increase in the wages of bus drivers

D an increase in the wages of lorry drivers

4 The price of petrol increases in a country with a market economic system.

What is a consequence of this?

A More cars are bought.

B The costs of road transport increase.

C The quantity of petrol supplied falls.

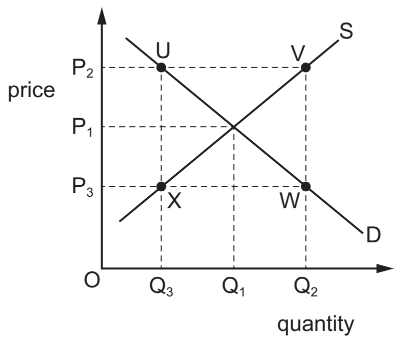
D There is a shortage of petrol.

5 What determines a consumer's demand for a product?

	the consumer's income	the consumer's willingness to buy the product	the price of the product
A	✓	✓	✓
B	✓	✓	✗
C	✗	✓	✓
D	✓	✗	✓

key
✓ = yes
✗ = no

6 The diagram shows the market for a product.



Which distance shows a market disequilibrium caused by excess supply?

A U to V **B** U to X **C** V to W **D** X to W

9 The table shows the weekly demand for, and supply of, good X at three prices.

price ($)	demand (tonnes)	supply (tonnes)
20	16	10
30	12	12
40	10	14

What will be the effect if the government imposes a minimum price of $40 per tonne?

A a fall in the price of X

B a shortage of X

C a surplus of X

D no change in the market equilibrium