# 2.4 Supply

## **Question Paper**

Course	CIEIGCSEEconomics
Section	2. The Allocation of Resources
Торіс	2.4 Supply
Difficulty	Medium

Time allowed:	10
Score:	/3
Percentage:	/100

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#### Question 1

What is **not** held constant when constructing the supply curve of a firm?

- A. indirect taxes and subsidies on the firm's products
- B. the level of technology used by the firm in production
- C. the price of the factors of production paid for by the firm
- D. the market price of the good produced by the firm

#### **Question 2**

What can cause the supply curve for a product to shift to the right?

- A. an increase in demand for the product
- B. an increase in government subsidies to producers
- C. an increase in indirect taxes on the product
- D. an increase in the costs of production

#### **Question 3**

There has been a movement upwards along the supply curve of a product.

What is the **most** likely explanation for this?

- A. Consumer incomes have fallen.
- ${\sf B}. \, {\sf New \, technology \, has \, made \, the \, product \, cheaper \, to \, produce}.$
- C. The government has imposed a tax on the product.
- D. The price of a substitute has increased.

[1mark]

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