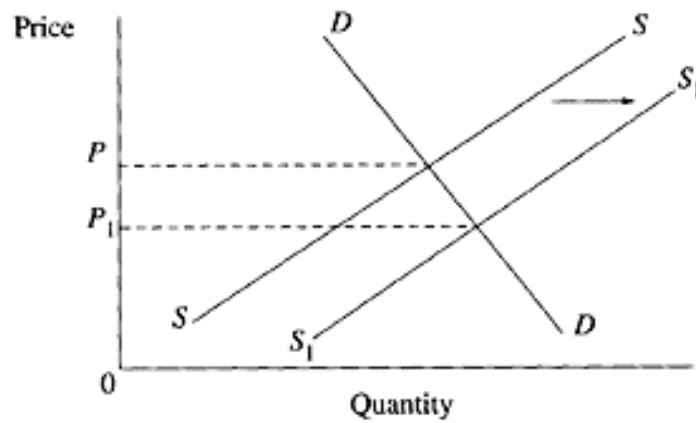


2002 HSC Economics

- 11 The diagram shows the impact of microeconomic reforms on the Australian car industry.



Which of the following could explain the shift in the supply curve from S to S_1 ?

- (A) A decrease in the price of cars
- ✓ (B) An increase in technical efficiency
- (C) An increase in car industry regulation
- (D) A decrease in the supply of cars

Question 11 : % answers correct by band range

