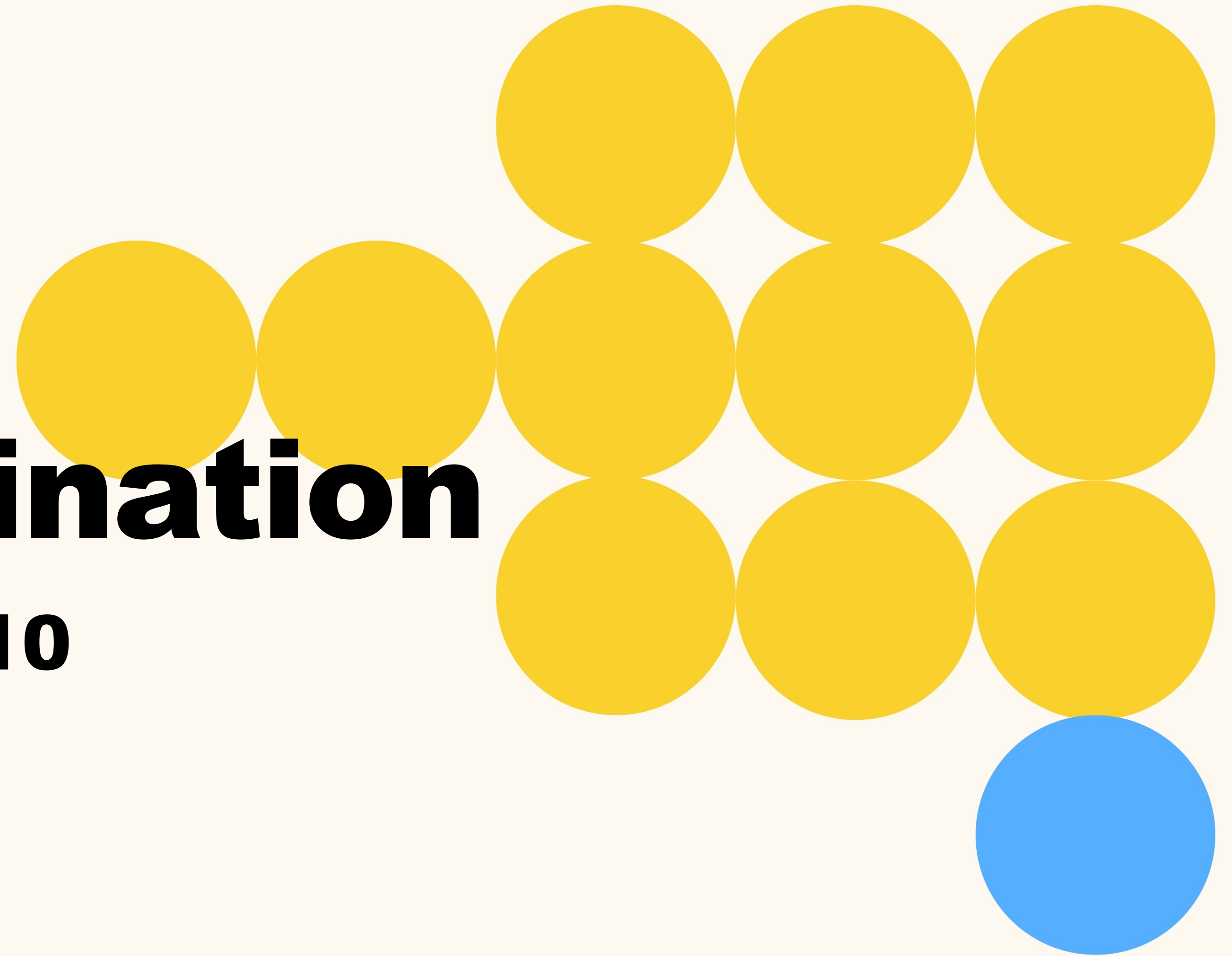


# Price determination

Microeconomics - year10



# Agenda

Drive growth of monthly sales volume of purchases

- Multiple choice
- Essay

Be the most desirable brand



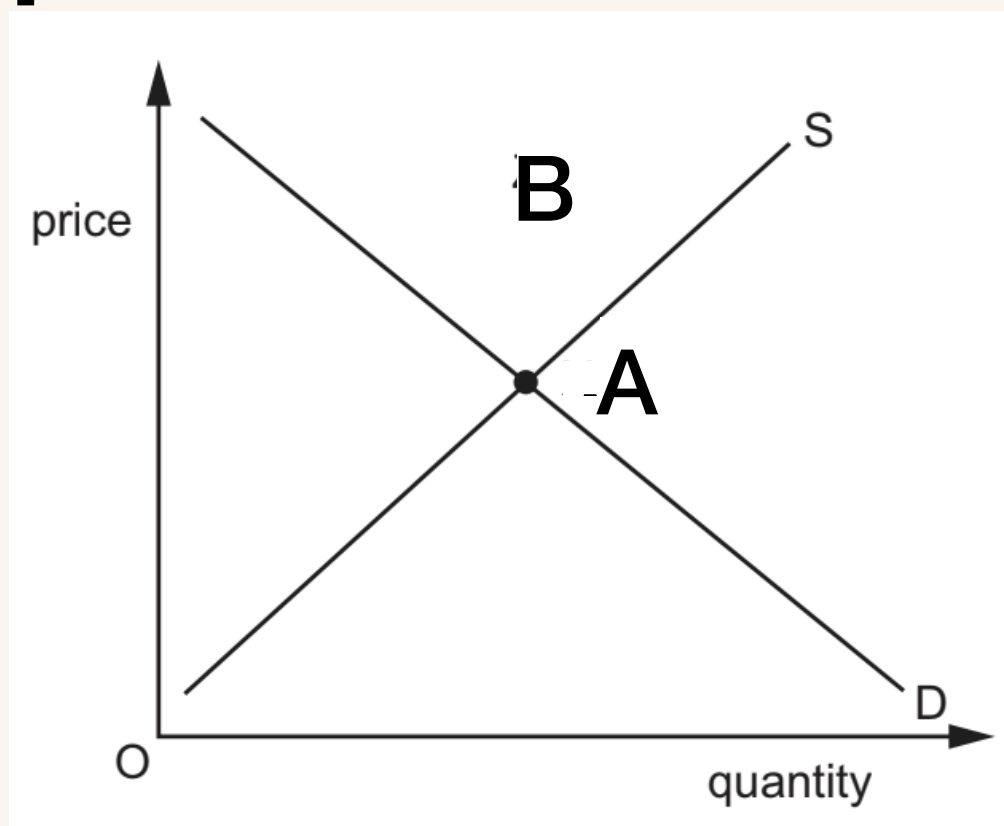
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# **IGCSE Economics Exam Crash Course by Knockout.Economics**

## **Chapter9 : Price determination**

# Part1-Multiple choice

1. Which changes would move the equilibrium in the diagram from point A to point B?



- A a decrease in demand with a decrease in supply
- B a decrease in demand with an increase in supply
- C an increase in demand with a decrease in supply
- D an increase in demand with an increase in supply

# Part1-Multiple choice

**2. A fall in which variable would help eliminate excess demand?**

- A no. of business
- B price
- C quantity supplied
- D quantity demand

# Part1-Multiple choice

## 3. Which statement describes a market in disequilibrium?

- A. Excess demand occurs when the government sets a maximum price below the equilibrium price.
- B. The point where the demand and supply curves intersect.
- C. Price fluctuations lead to additional adjustments in both demand and supply.
- D. The quantity demanded by consumers matches the quantity supplied by producers.

# Part1-Multiple choice

**4. Which statement must be true if a market is in disequilibrium?**

- A. The quantity demanded and quantity supplied are equal.
- B. Government intervention is required for any transactions to occur.
- C. No changes in demand or supply are possible.
- D. There is either excess supply or excess demand.

# Part1-Multiple choice

5. What is a characteristic of a market in equilibrium?

- A. Demand is higher than supply
- B. No profits are made
- C. The market will clear
- D. A surplus of goods will exist

# Part2- Essay

1. Explain what determine “ equilibrium price” [2]
2. What distinguishes the equilibrium price from the disequilibrium price? [4]

# The End

