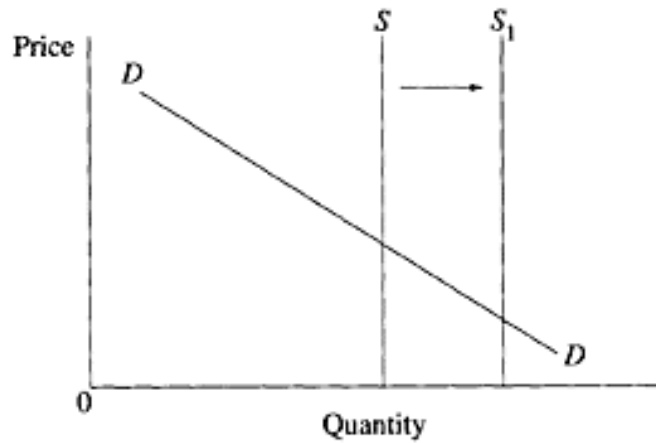


2002 HSC Economics

18 The diagram shows the market for imported shoes.



According to the diagram, what is the effect of a movement in the quota from S to S_1 ?

- ✓ (A) The quota increases and the domestic price falls.
- (B) The quota decreases and the domestic price rises.
- (C) The quota increases and the domestic price rises.
- (D) The quota decreases and the domestic price falls.

Question 18 : % answers correct by band range

