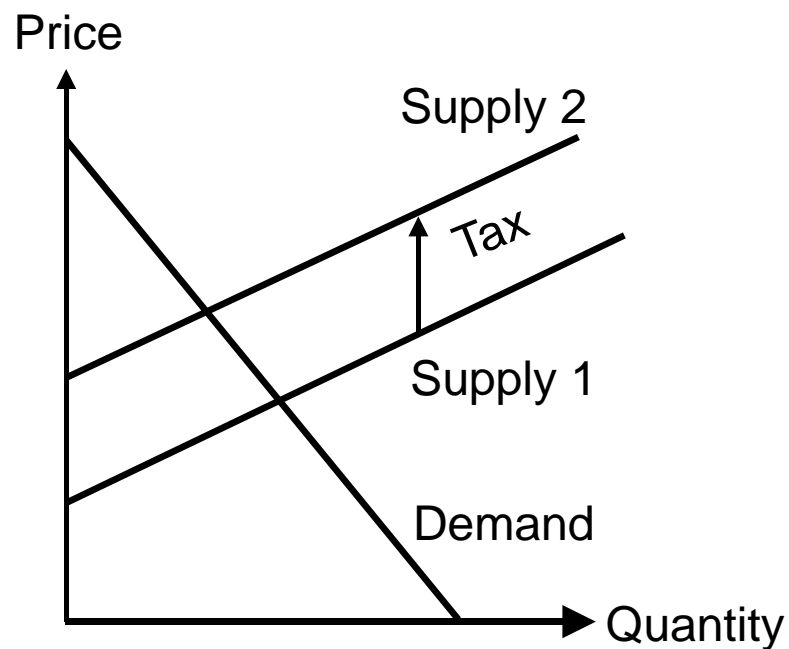


Consumer surplus and tax (E20)

- ⇒ The following figure shows a market without a tax (supply 1) and a market with a tax (supply 2). What is the effect of a per unit-tax (payable by the sellers) on the consumer surplus?

Market and tax



Click to get the answer!