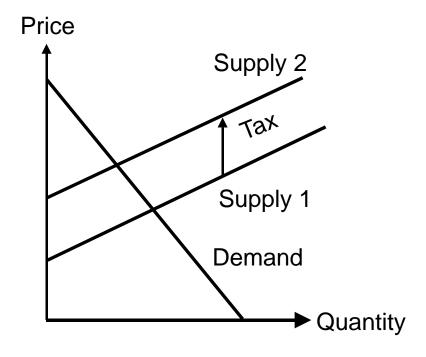
Deadweight loss of a tax (E38)

The following figure shows a market without a tax (supply 1) and a market with a tax (supply 2). Determine the deadweight loss of such a tax.





Click to get the answer!

E38.doc 2017-07-12