

**Question 2 (c)**

The table below illustrates a demand and supply schedule of dairy meal.

Demand (In 90kg bags)	Price per 90kg bag	Supply (In 90kg bags)
85	1000	370
120	950	360
170	900	350
230	850	330
300	800	300
380	750	270
470	700	240
570	650	200
680	600	150
790	500	50

- (i) On the same X and Y axis, draw the demand and supply curves, using the information given above. (4 marks)
- (ii) Explain the demand and supply curves in relation to the price of dairy meal. (1 mark)
- (iii) Explain the point of intersection of the two curves in relation to the price of dairy meal. (1 mark)

**Weakness**

The question was very clear and falls within the syllabus, but it was poorly done by many candidates.

**Expected Responses**

- ii) When the price of dairy meal is high the amount supplied is high but the demand is low. When the price of dairy meal is low, the amount demanded increases but the supply is low.
- iii) At the price of Ksh 800/= per bag, the demand and supply for dairy meal are equal/in equilibrium.