

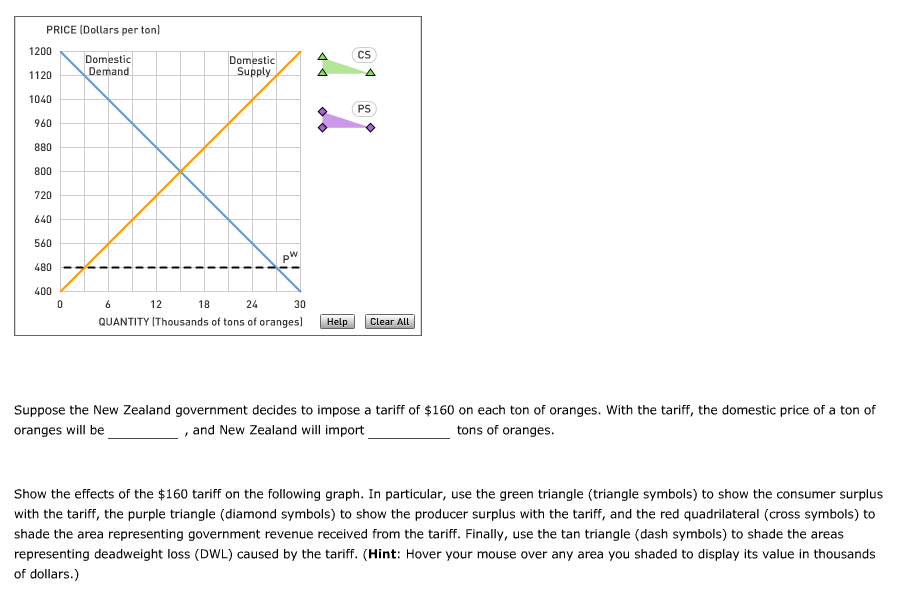
27,000

3,000

9,000

24,000

15,000



**Orange will be**

960

720

640

480

800

**And New Zealand will import**

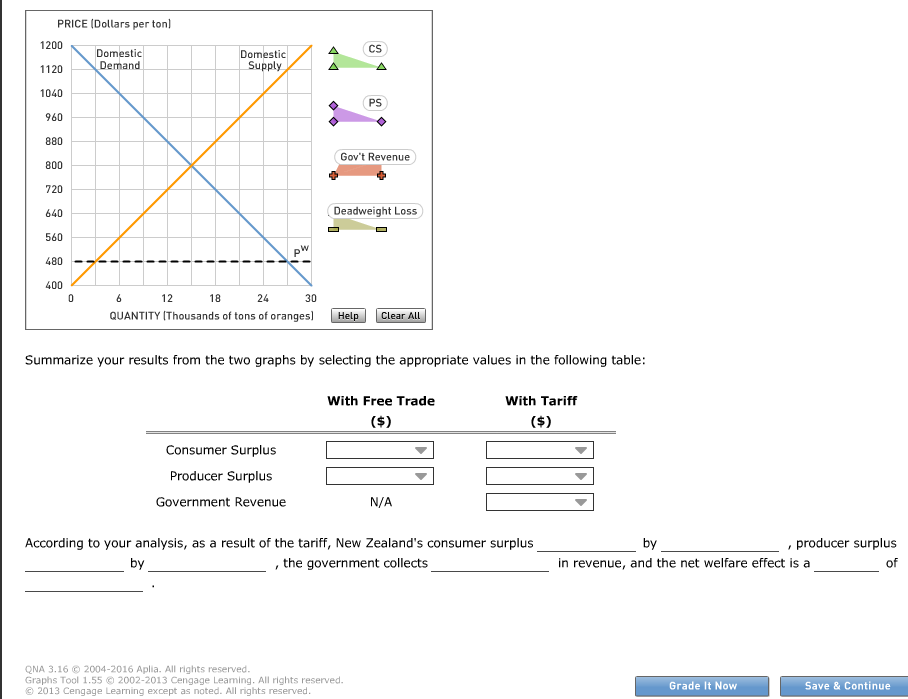
12,000

27,000

15,000

3,000

24,000



**With Free Trade**

6 million

120,000

9.72 million

9.84 million

120,000

9.72 million

6 million

9.84 million

**With Tariff**

1.92 million

1.08 million

5.88 million

6 million

5.88 million

6 million

1.92 million

1.08 million

5.88 million

3.84 million

1.92 million

1.08 million

**New Zealand’s consumer surplus**

increases

decreases

**By:**

3.84 million

960,000

1.92 million

5.88 million

**Producer surplus**

decreases

increases

**By**

960,000

1.92 million

1.08 million

3.84 million

**The government collects**

1.08 million

3.84 million

1.92 million

5.88 million

**And the net welfare effect is a**

gain

loss

**of**

960,000

3.84 million

1.92 million

120,000