

- 8** The price elasticity of supply (PES) of coffee is calculated as +0.2 for the current year and +2.0 in the long run.

Why is the PES of coffee higher in the long run?

- A** Coffee plants take several years to grow.
- B** Consumers will not buy coffee at higher prices.
- C** There are many substitutes for coffee.
- D** There are no stocks of coffee.