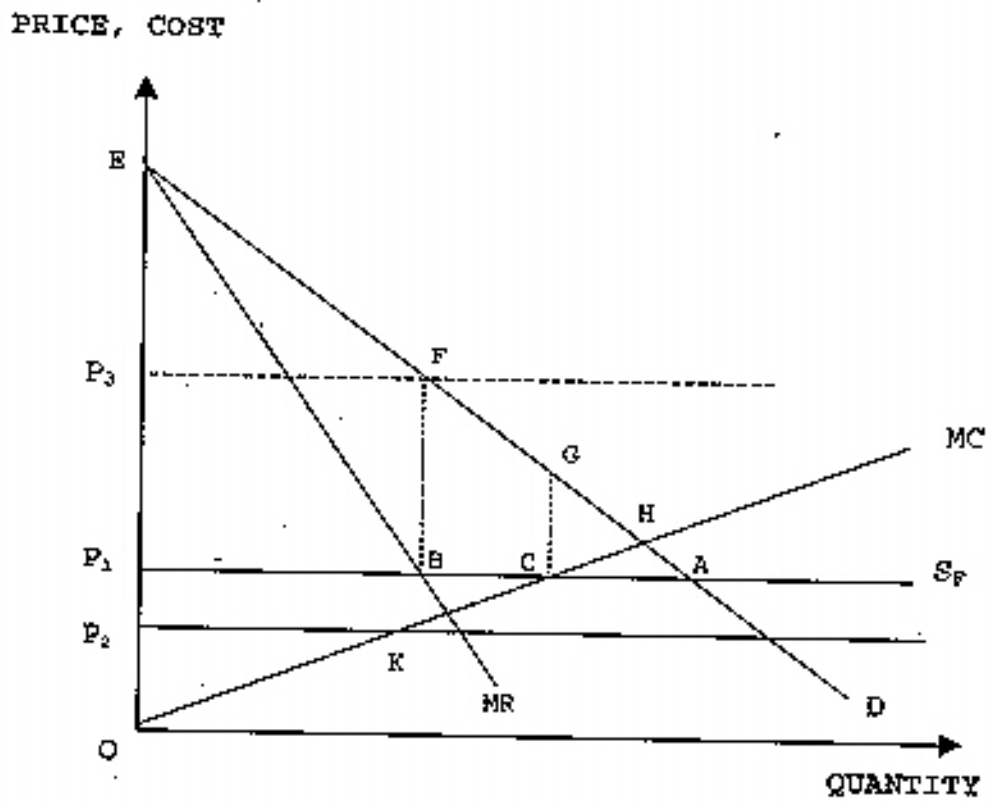


**FIGURE 1**  
**AN EXPORT-PROMOTING TARIFF**



NOTES

Case I :  $P_x < P_m$  at  $P_1$ ;  $P_3 = P_1 + t$

Case II :  $P_x < P_m$  at  $P_2$

Case III :  $P_x = P_2 \ll P_1 = P_m$