



1+2+4	Consumer deadweight loss
1	Producer Surplus
3+5	Country Surplus

$S_1D_1 - S_2D$ - Decrease in volume of trade due to tariff imposition.
 $3 + 5$ - Consumer & Producer tax incidence
 After tariff is imposed a World price of tobacco line (P_w) shifts upwards, thus shrinking consumer surplus. Tax collected by the government increases by figure 3.

Allocative efficiency is a state of economic activity, when only the most desirable goods and services are produced by national economy. By shifting resources in the economy, a gain in benefit to one individual could be greater than the loss in benefit to another individual. That is the effect of tax imposition, when government levies higher taxes thus decreasing consumer surplus.