

Name: _____

Period: _____

SUPPLY AND DEMAND 101

Supply (How much there is of something)

Higher Supply = Lower Price

Lower Supply = Higher Price

Demand (How much people want something)

Higher Demand = Higher Price

Lower Demand = Lower Price



Directions: Circle higher or lower to predict the price change and *justify* your answer using the word **supply** or **demand**

Example: If a hurricane wipes out thousands of orange trees in Florida, the price of orange juice will be (**higher/lower**) because _____

1. If a ship containing 1 million PS5's sinks in the Atlantic Ocean, then the price of a PS5 will be (**higher/lower**) because _____
2. If famous rapper Ice Spice told all her fans to buy Munchkins at Dunkin Donuts, the price of a box of munchkins would be (**higher/lower**) because _____
3. When Fritz Haber invented fertilizer, he made it much easier for farmers to grow tons and tons of corn. The price of corn became (**higher/lower**) after the invention of fertilizer because _____
4. When the 2024 edition of NBA 2K comes out, the price of the 2023 edition will be (**higher/lower**) because _____