

## 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

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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

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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

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4. When the 2024 edition of NBA 2K comes out, the price of the 2023 edition will be **(higher/lower)** because

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