Name:      Facilitator:

Date:       School:

3.06 Market Equilibrium



Indicate which graph best describes the scenario. Use determinants of demand and determinants of supply (INSECT or PESTSTRIP) to support your answers.

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| **Product** | **Related Item** | **Answer** |
| 1. Oranges
 | A drought destroys half of the crop. |       |
| 1. Fast Food Restaurants
 | The minimum wage is raised to $15. |       |
| 1. T-bone Steaks
 | Personal Income Tax rate reduction. |       |
| 1. Movie Popcorn
 | The price of movie tickets increases. |       |
| 1. Disney World hotels
 | Disney World increases ticket prices. |       |
| 1. New Housing Construction
 | The cost of lumber decreases. |       |
| 1. Pepsi
 | The price of Coca Cola increases. |       |
| 1. Firewood
 | Your local TV weather reporter says the word “Snow”. |       |
| 1. Normal Goods
 | People receive a 20% pay increase. |       |
| 1. Inferior Goods
 | People receive a 20% pay increase.  |       |
| 1. Samsung Galaxy
 | Apple iPhone 6 lowers its prices. .  |       |
| 1. Light bulbs
 | The government places a tax on light bulb filaments. |       |
| 1. Any business
 | A wave of optimism sweeps the country causing everyone to whistle why they work. |       |
| 1. Fireworks
 | The government subsidizes the production of fireworks. |       |
| 1. Soybeans
 | A new tractor is invented that cuts harvesting time in half. |       |