

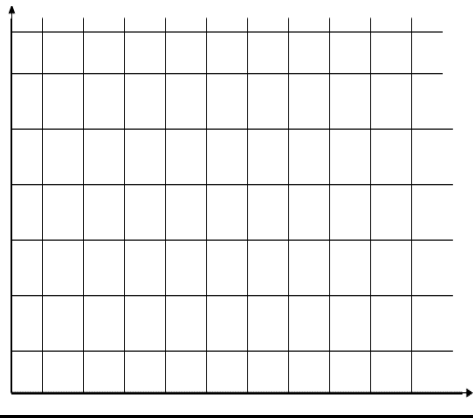
The Basics of Supply: Guided Notes

Supply refers to:

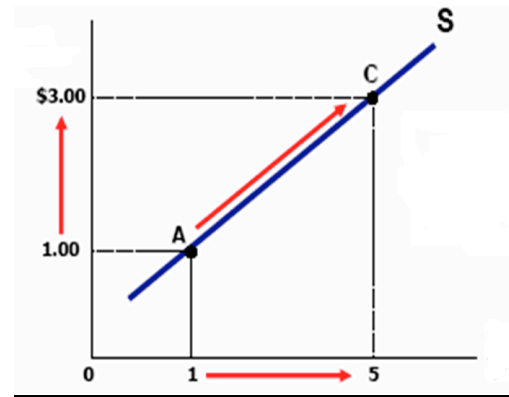
The Law of Supply:

Why are price and quantity supplied positively (directly) related?

Supply Curve



Movement Along a Supply Curve



Determinants of Supply:

Factors That Can Shift the Supply Curve Are Changes in:

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The Basics of Supply: Guided Notes

(continued)

Practice Problems:

1. What would happen to the supply of pizza if more businesses enter the pizza market?
 - Determinant?
 - Increase or decrease in supply?
2. What would happen to the supply of Nike shoes if there is an increase in the cost of rubber?
 - Determinant?
 - Increase or decrease in supply?
3. A new technology is invented that allows factories to produce energy drinks more efficiently.
 - Determinant?
 - Increase or decrease in supply?
4. A company that makes video games pays their workers the minimum wage. The government passes a law that increases the minimum wage businesses can pay workers.
 - Determinant?
 - Increase or decrease in supply?
5. A computer company finds out a competitor is planning to sell a new and improved type of computer.
 - Determinant?
 - Increase or decrease in supply?

Movement Along a Supply Curve Means...

A Shift of the Supply Curve Means....