Economics Name \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Applying Supply and Demand Concepts**



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| Using the story to write your response…Which determinant of supply affected supply when the company changed from scream power to laughter to power the city?  |
| Support your choice for the determinant of supply: |
| Using the space to the right, draw the change in the supply curve for SCREAM POWER once Sully, Mike, and the Monster world discovered laugh power. |  |
| Using the theme of the story, describe how quantity of supply MIGHT change for any good or service represented in the story. |
|  |
| Select **2** “Determinants of Demand” and describe a possible scenario for how they might impact demand within the population of Monster World. Indicate which determinants you used. |
| Determinant #1 | Determinant #2 |
|  |  |
| Select **2** “Determinants of Supply” and describe a possible scenario for how they might impact supply within the producers of Monster World. Indicate which determinants you used. |
| Determinant #1 | Determinant #2 |
|  |  |
| Describe ONE choice that Sully or Mike made in the story. What was the opportunity cost in this decision? |
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| Using the theme of the story, draw a circular flow model representing the relationship between households and businesses in Monster World. Indicate what households and businesses both “give” and “get” in this relationship. |

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| Make a connection…Monster World is more like a (circle ONE) market command mixedeconomy because... (support your choice |  |