Name: _____ Practice Problems

Date: _____ Element: _____ Unit 2B: Supply Part 2 Practice

Directions: For each of the following prompts…

a. Draw the graph using the proper labeling techniques discussed in class. If supply changes, draw the shifted curve and the original curve with proper labels. If quantity supplied changes, draw only the original curve and indicate whether the point moves up the curve or down the curve according to the law of supply.
b. State whether this is a change in supply or a change in quantity supplied.
c. State the determinant from the acronym SPENT.

1. Consider the market for plastic. If the price of oil falls - oil is an input for making plastic - what happens to the supply of plastic?

2. Consider the market for grapes. If grape growers develop a new farming technique that makes grapes grow faster and healthier, what happens to the supply of grapes?

3. Consider the market for oil. If the government decides to tax oil producers, what happens to the supply of oil?

4. Consider the market for oil. If the price of oil decreases today, what happens to the supply of oil today?

5. Consider the market for Swiss chocolate. If there are riots and political disruption resulting in the destruction of numerous chocolate factories in Switzerland, what happens to the supply of Swiss chocolate?

6. Consider the market for coffee. If the price of coffee is expected to rise in the future, what happens to the supply of coffee today?

7. Consider the market for dental services. If a dentistry license becomes easier to obtain, resulting in more certified dentists, what happens to the supply of dental services?