

Demand Review #1

Answer these questions on your own paper.

For each, draw the graph, label it correctly, then underneath the graph, write the shifter & the change in demand.

1. An ad campaign shows the benefits of eating vegetables, what happens to the demand for meat?
2. An AMC theatre is built right next to an Olive Garden. What happens to the demand for Italian food?
3. A psychic tells you that you're going to win the lottery, what happens to the demand for Yachts?
4. The price of hot Cheetos decreases, what happens to the demand for Flaming chips?
5. The price of roses increases, what happens to the demand for orchids?
(FYI for guys: roses and orchids look horrible together)
6. The price of bunny ears increases, what happens to the demand for cotton tails?
7. The price of flowers decreases, what happens to the demand for boxed chocolates.
(assume whatever the guy did would require a large gift and the flowers & chocolates would be purchased together)
8. You got mugged, what happens to the demand for Louis Vuitton?
9. You receive a large inheritance from a distant relative that passed away, what happens to the demand for Cup of Noodles?