Problems in Demand Worksheet

- 1) Decide if there is a **change in demand** OR just a **change in the quantity demanded** (movement along the demand curve). GRAPH the item(s) in the parentheses.
- 2) If there has been a shift in demand, state the reason for the shift.
- 3) For each of these problems, graph each situation. Use the arrows to illustrate whether the demand curve shifts to the right or the left and whether the quantity demanded increases or decreases.
- 1) The price of gasoline falls. (New automobiles)
- 2) The consumer income rises. (New automobiles)
- 3) The price of pork falls. (Pork and chicken)
- 4) Household water rates rise. ("Desert plants": drought tolerant for landscaping)
- 5) Pick Up Stix prices to rise next week. (Pick Up Stix Food)
- 6) Unemployment rate decreases. (Disneyland passes)
- 7) Tariffs added on imported wine. (Imported AND American wine)
- 8) Lindsey Lohan is seen wearing a Rebel Yell sweatshirt. (Rebel Yell Sweatshirt)
- 9) Cream Cheese experiences an increase in price. (Bagels)
- 10) New reports state that Starbucks teas are good for your heart. (Starbucks tea)