

1. Draw the circular flow without notes.
2. Supply
 - A. If Supply increases, what happens to P and Q?
 - B. If Supply decreases, what happens to P and Q?
 - C. If Price increases, what happens to quantity supplied?
 - D. Good tires: Cost of rubber increases. Graph. Determinant?
 - E. Good bananas: Price of bananas increases. Graph. Determinant?
 - F. Good cars: GM goes under. Graph. Determinant?
3. Demand:
 - A. If Demand increases, what happens to P and Q?
 - B. If Demand decreases, what happens to P and Q?
 - C. If Price decreases, what happens to quantity demanded?
 - D. Good shirts: Cost of ties decreases. Graph. Determinant?
 - E. Good shoes: President Obama decreases taxes. Graph. Determinant?
 - F. Good eggs: Price of eggs decreases. Graph. Determinant ?
4. Supply and Demand
 - A. Supply increases. Demand decreases. Graph. P and Q?
 - B. Supply decreases. Demand decreases. Graph. P and Q?