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

Unit 2: Supply & Demand Period: \_\_\_\_

Practice with Determinants: SUPPLY

1. The following headline appeared in the *London Times, “England’s sheep population nearly destroyed by famine!”* How will this affect the supply of wool around the world?

**\*Name the determinant:**

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1. In an effort to encourage economic growth, the United States government has cut corporate income taxes by 20%. How will this affect firms’ ability to supply their products?

**\*Name the determinant:**

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1. USA Today’s Business Section’s top story reads *“Agriculture Devastated by President’s Budget; Government Cuts Spending & Funding.”* How will the supply curve for vegetables such as soybeans and broccoli be affected?

**\*Name the determinant:**

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1. The Ocean Spray juice company on Cape Cod has developed a new piece of machinery that can bottle 60 bottles per minute as opposed to the previous automatic bottler, which bottled 45 bottles per minute. How will this new machine influence the company’s ability to supply juice?

**\*Name the determinant:**

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1. Jim, a textile manufacturing company CEO, has seen many headlines in national magazines such as People and InStyle and news reports on shows from the Oprah Winfrey Show to the Today Show that have featured stories on “Going Green” with fabrics. As a result of this trend, Jim has decided to reconsider how much of his production he focuses on nonorganic fabrics. What will happen to the supply of nonorganic fabric Jim’s factory produces?

**\*Name the determinant:**

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1. About 10 years ago, the POM Pomegranate Juice brand was created by a middle-aged couple in Nebraska. They’re business started small and then began to skyrocket after news spread of how yummy pomegranate juice is and also, how healthy is it (more antioxidants than any other juice out there!) Now, brands such as Nantucket Nectars, Ocean Spray, Minute Maid, and more have created their own pomegranate mixtures. What has happened to the supply of pomegranate beverages as a result?

**\*Name the determinant:**

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