

SUVA SANGAM COLLEGE

YEAR 11

ECONOMICS

WORKSHEET 7

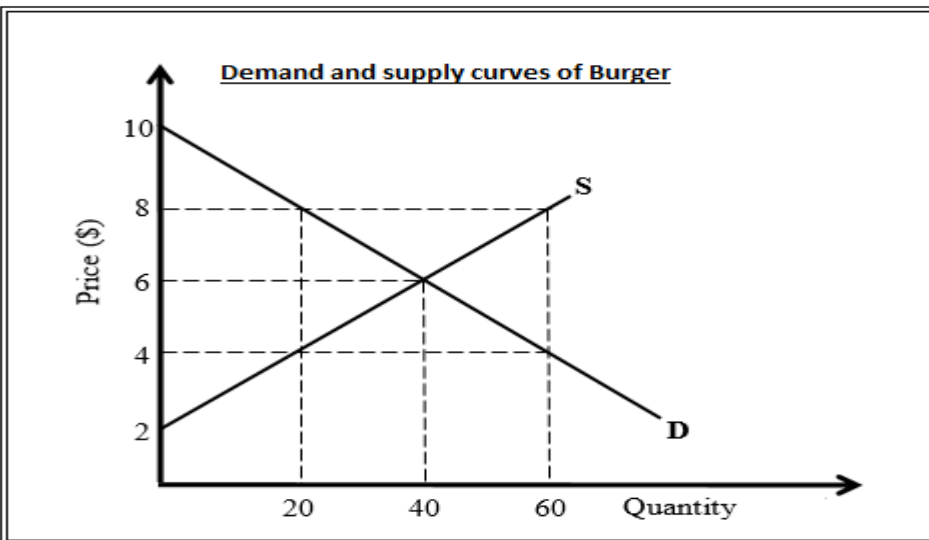
1) Define the following terms

- a) Equilibrium
- b) Surplus

2) Differentiate the following terms

- a) Demand and supply
- b) Change in Demand and Change in Quantity Demanded

3) Use the graph below and answer the questions that follow.



- i) State the equilibrium price and quantity of burger.
- ii) Explain the market situation at the price of \$8.
- iii) On the graph above shade the shortage area.
- iv) On the same graph above show the effect of an increase in supply.
- v) Discuss one factor that causes a decrease in demand.