

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

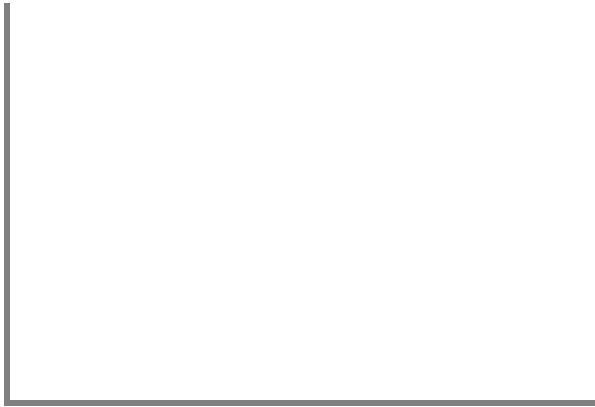
Date: \_\_\_\_\_

### Activity 1

Fill in blanks as you watch the Federal Reserve Bank of St. Louis' videos on Supply and Demand.

#### Demand:

1. Economists define demand as the quantity of a good or service that buyers are \_\_\_\_\_ to buy at all possible prices during a certain \_\_\_\_\_.
2. Understanding demand provides some insight into the \_\_\_\_\_ of buyers.
3. The \_\_\_\_\_ says that as the price of a good increases, the quantity demanded for that good decreases and vice versa.
4. Draw and label a demand curve and both axes, include type of relationship.



#### Supply:

1. Economists define supply as the \_\_\_\_\_ of a good or service that \_\_\_\_\_ are willing and able to offer for sale at each possible \_\_\_\_\_ during a given time period.
2. The objective of a business owner is to make a \_\_\_\_\_, which is the difference between the cost producing a good and the \_\_\_\_\_ received.
3. As the price of a good or service \_\_\_\_\_, the quantity of the good or service producers will produce and sell also rises and vice versa.
4. Draw and label a supply curve and both axes, include type of relationship.

