Quiz # 1 25 Points, 45 minutes

Supply and Demand Chart (15 points)

Be able to graph Supply and Demand and find market equilibrium price and quantity. Be able to account graph a shift in supply or demand (or both) and find the new market equilibrium. Be able to explain what happens with a price ceiling or price floor (surplus or shortage).

Multiple choice, matching or short answer on the following (10 points):

* Know the difference between and be able to explain the key characteristics of
  + Market Economy
  + Command Economy
  + Traditional Economy
* Opportunity cost
* Trade-off’s