

CHAPTER 6	VOCABULARY	Prices	2
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A. Matching

Directions: Match the descriptions in Column I with the terms in Column II. Write the letter of the correct answer in the blank provided.

Column I

- _____ 1. pizzas not sold at the end of the day
- _____ 2. calling five stores to find a game
- _____ 3. two pounds of flour per family
- _____ 4. soccer balls in a store's basement
- _____ 5. all stores out of fans in a heat wave

Column II

- a. inventory
- b. rationing
- c. search costs
- d. supply shock
- e. surplus

B. Writing Sentences

Directions: Write explanations that use each bold word. Use complete sentences.

6. Explain why a **shortage** in a market puts that market in **disequilibrium**.

7. Explain why a **minimum wage** is a type of **price floor**.

8. Explain how a **price system** moves a market toward the **equilibrium price**.
