

Name _____

The Supply Curve Shifts
Chapter 5 Section 2

Directions: Read the following scenarios about supply for corn and decide which direction, if any, you should shift the supply curve. Then label which factor caused the curve to shift.

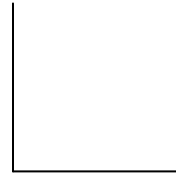
1. The U.S. government increases the subsidy for corn production

2. A major drought destroys crops in America's heartland.

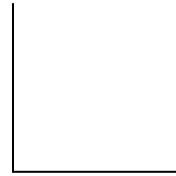
3. The price of fuel used in farm machinery increases to a new high.

4. The U.S. government places a quota on all imported farm products.

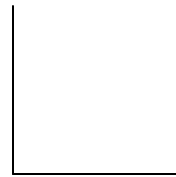
5. A newly developed seed increases the corn yield.



6. As property values rise, many farm fields are turned into housing developments and shopping malls.



7. The U.S. government gives farmers a tax cut by allowing them to deduct most expenses.



8. Corn prices are expected to rise next month as more ethanol refineries start production.



9. Chocolate-covered corn on a stick becomes a new fad at state fairs.

