

Instructions:

1. Print out this page (on coloured paper if possible).
2. Cut out the tiles below.
3. Arrange them on an A3 sheet into a flowchart. Add arrows that show the chains of reasoning and complete the diagrams.

Alternatively, you can create a flowchart by hand without cutting out these tiles.

Demand	Supply	Price
Quantity	Price of substitutes	Price of complements
Incomes	Normal goods	Inferior goods
Preferences	Population	Weather
Weather	Cost of production	Indirect tax
Expectations of future price changes	Profitability of goods in joint supply	Profitability of goods in competing supply
Subsidies	Technology	New firms
Productivity	Price	Quantity
If there is a rise in demand from D_1 to D_2	If there is a rise in supply from S_1 to S_2	There will be an extension in demand
There will be an extension in supply	Price rises from P_1 to P_2 and quantity rises from Q_1 to Q_2	Price falls from P_1 to P_2 and quantity rises from Q_1 to Q_2

