1. A price _______________ may be imposed by the government when it is believed high prices are hurting consumers.

2. A possible reaction to a price ceiling is the emergence of _______________ _______________ which operate illegally.

3. A(n) _______________ results when demand and supply are equated.

4. The supply curve shows a(n) ________________ relationship between the price and quantity supplied of that good.

5. Opponents to trade are often brought forth by those who are _______________ by free trade.

6. The price of a good will _______________ when a price floor is imposed below the market equilibrium price.

7. A(n) _______________ tax is applied to a specific good or service.

8. _______________ tax are the taxes you incur when you buy a DVD from Target.

9. _______________ measures the sensitivity of one variable to a change in another variable.

10. _______________ measures the sensitivity of quantity demanded to a change in price.

11. The demand curve in this graph is described as perfectly _______________.

![Diagram](image-url)
Quiz #3
Answer Section

COMPLETION

1. ANS: ceiling
2. ANS: black markets
3. ANS: equilibrium
4. ANS: positive
5. ANS: Hurt
6. ANS: not change
7. ANS: excise
8. ANS: Sales
9. ANS: Elasticity
10. ANS: Price elasticity of demand
11. ANS: inelastic