**Chapter 5 Microeconomics Prices and Markets (Supply )**

**Objectives:**

***Section 1 What Is Supply? Factors Affecting Supply & Elasticity of Supply***

* **I can define the concept of supply**
* **I can read a supply schedule and supply curve to better understand the concept of demand**
* **I can list and describe the factors that can contribute to a change in supply.**
* **I can describe how the response to a change in price varies for different products. (how qty supplied responds to a change in price)**

***Section 2 The Theory of Production***

* **I can understand how a change in the variable input called “labor” results in changes in output.**
* **I can understand that the production functions illustrates how output changes when a variable input such as labor changes.**
* **I can describe the stages of production and how they help companies determine the most profitable number of workers to hire.**

***Section 3 Cost, Revenue, and Profit Maximization***

* **I can understand how businesses analyze fixed , variable total, and marginal costs to make production decisions.**
* **I can understand how fixed and variable costs affect the way a business operates.**