Choose the letter a, b, c, d of the diagram in Figure 3.1 that best describes the type of shift that would occur in each situation for the market listed on the left, *ceteris paribus*

Figure 3.1

Shifts of supply and demand

\_\_\_\_Ans. Digital cameras: An improvement in technology reduces the cost of producing digital cameras.

\_\_\_\_Ans. 2007 model cars: 2008 model cars are introduced for purchase in the market, and consumers prefer the new cars.

\_\_\_\_Ans. Current model year cars: Consumer confidence in the economy improves.

\_\_\_\_Ans. Steel: The government introduces environmental restrictions on the dumping of wastes from producing steel.

\_\_\_\_Ans. Flat screen TVs: The technology required for flat screen TVs production becomes cheaper.

\_\_\_\_Ans. Housing: The cost of lumber increases because the United States restricts the import of lumber from Canada.

\_\_\_\_Ans. Candy bars: People become more health-wise and prefer power bars instead of candy bars.

\_\_\_\_Ans. All goods and services: The level of income increases for all consumers.