

WHATEVER HAPPENED TO PENNY CANDY? Notes Handout
BY Richard J. Maybury

CHAPTER THREE: Inflation

Law of Supply and Demand:

- when supply goes up, the price per unit goes _____
- when supply goes down, the price per unit goes _____
- when demand goes up, the price per unit goes _____
- when demand goes down, the price per unit goes _____

The law of supply and demand affects the value of money as well. If a government prints too much money, the money becomes _____
_____.

The Roman government printed so many coins that its money became worth very little. In 100 A.D. a bushel of wheat cost ___ denarii. By 344 A.D. that same bushel of wheat cost _____ denarii.

Inflation is an _____ in the _____.

All governments are contributing to this worldwide _____.

In 1960, there were about \$140,000,000,000 circulating in the United States. By 2009, the total number of dollars circulating was more than \$1.7,000,000,000,000,000.

That's why there isn't PENNY _____ like there used to be. It isn't that the candy costs more. It is really that the _____ is worth _____.