**Monsters, Inc. Movie Guide**

**Supply & Demand**

Answer the following questions on a SEPARATE SHEET OF PAPER.

Be sure to use COMPLETE SENTENCES when answering.

1. What does Monsters, Inc. produce?

2. How do they produce it?

3. For whom do they produce it?

4. Is their product a durable or nondurable good?

5. What economic problem do they face?

6. What type of economic system do you think the Monsters have? What makes you believe this?

7. How has their means of production changed by the end of the movie?

8. In relation to supply/demand, what forces the means of production to change?

9. How does this solve their problem?

10. What trade-off must Sully make towards the end of the movie regarding Boo?

11. What is his opportunity cost?

12. Give an example of each factor of production used to make their product: Natural Resource, Labor, Capital Goods, and Entrepreneurship

13. Would you consider this product a necessity or a luxury? Explain.