

Comparing Pizza Prices Quiz

Name: _____ Date: _____

Directions: Yourtown has two pizza restaurants. Mel's Pizza Diner sells his large pepperoni pizzas for \$14. His competitor, Yourtown Pizza Palace, sells pepperoni pizzas for only \$10.

1. List five possible reasons the price of these two large pepperoni pizzas would be so different.
 - a.
 - b.
 - c.
 - d.
 - e.

2. People often assume that higher prices of goods and services (like pizza) mean higher quality. Is that assumption true? Use your knowledge of economics to respond to that question and explain your answer.