

# Determinants of Supply

Unit 4: Organisations, Competition and Environment

## influences on supply

- ✓ weather
- ✓ competition
- ✓ cost of raw materials
- ✓ cost of capital
- ✓ cost of labour

## shifts to the left & right...

- ✓ What causes shifts to the left?
- ✓ What causes shifts to the right?

## labour market

- ✓ Demand for labour comes from businesses and organisations.
- ✓ Supply of Labour are those people who are willing to work.
- ✓ Price of Labour is the wage.

## influences on labour market

- ✓ Skills
  - ✓ Training
  - ✓ Education
- ✓ Legislation
  - ✓ EU directives
  - ✓ Minimum Wage

## impact of labour market on supply

- ✓ What is the impact of the Labour Market on the supply of goods and services?