



INDIAN SCHOOL NIZWA - WORKSHEET

ECONOMICS

CH:2 CONSUMER'S EQUILIBRIUM AND DEMAND

Name: _____

Date: _____

Class: XI Sec: ____

1. **Very short answer questions (Answer in one sentence/ one word)**

1. Define indifference curve
2. An indifference curve shows _____.
3. In the Indifference Curve Analysis, the consumer is in equilibrium when:
4. Slope of indifference curve indicates
5. Indifference map refers to _____.
6. Budget line indicates _____.

II **Short answer questions.**

1. Define an indifference curve. Explain with a diagram.
2. What is a budget set? Show it on a diagram.
3. What are the properties of an indifference curve? State the reason behind each property.
4. What is an indifference map? What does it signify?

III **Long answer type questions.**

1. Explain the conditions of consumer's equilibrium by IC analysis.
2. Briefly explain consumer's equilibrium in case of two commodities.
3. Define a budget line. What are the causes of shift in budget line? Explain with diagrams