# INDIAN SCHOOL NIZWA - WORKSHEET

ECONOMICS

CH:2- CONSUMERS EQUILIBRIUM –UTILITY ANALYSIS (MICRO)

Name: _____ Date:_____ Class: XII Sec: ___

1. State the law of equi-marginal utility.
2. What will you say about MU when TU is maximum?
3. Give the reason behind a convex indifference curve.
4. What is the shape of MU Curve?
5. What is meant by cardinal measurement of utility?
6. What is meant by budget set?
7. Define monotonic preferences.
8. What is the relation between TU and MU?
9. What do you mean by utility?
10. How is total utility derived from marginal utility?
11. Explain the law of diminishing marginal utility with the help of a utility analysis.
12. State and explain the condition of consumer's equilibrium in case of two commodities.
13. A consumer consumes only two goods X and Y and is in equilibrium. Price of X falls. Explain the reaction of the consumer through utility analysis.
14 Explain Consumer's Equilibrium in case of a single commodity.