



# INDIAN SCHOOL NIZWA - WORKSHEET

## ECONOMICS CH: 3 PRODUCER BEHAVIOUR AND SUPPLY

Name: \_\_\_\_\_

Date: \_\_\_\_\_

Class: XI Sec: B

### I. Very short answer questions (Answer in one sentence/ one word)

1. What is the meaning of revenue?
2. Define total revenue and average revenue.  
Revenue in micro economics means:(a) Tax collected by government (b) Market value of output produced by a firm (C) Profits of a firm.
3. Marginal revenue of (n-1) units is: (a)  $TR - TR_{n-1}$  (b)  $TR_{n-1} - TR_n$  (c)  $TR_n - TR_{n-1}$
4. Price and Average Revenue are \_\_\_\_\_.
5. When TR is maximum, MR will be \_\_\_\_\_
7. If AR of 5 units of output is rupees 20 and of 7 units is rupees 18 ,MR of 7 units of output is
8. What is a meaning of producer equilibrium.

### Short Answer Questions

- 1 Distinguish between AR and MR
- 2 Explain relationship TR and MR
- 3 Explain more sales at lower price of behaviour of TR, AR and MR
- 4 Prepare the revenue schedule of a firm
5. State the condition of producer's equilibrium

### III. Long Answer Questions

1. Explain the behaviour of AR, and MR of a firm when more sale is possible at a given price .Use diagram.
- 2 Explain profit maximisation with help of diagram