THEORY OF DEMAND

Drag and drop

1. Relationship between quantity demanded of a good and its price

2. When income of consumer falls demand for inferior good

3. If due to fall in price of good X ,demand for good Y rises the two goods are

4. With increase in price of petrol ,demand curve of cars will

INCREASE

COMPLEMENTARY

INVERSE

DECREASES

MCQ

1. When demand curve of a product shifts leftward ,it indicates a situation of
   - EXPANSION
   - CONTRACTION
   - INCREASE
   - DECREASE

2. A statement about demand is considered complete only when the following is /are mentioned in it
   - PRICE OF THE GOOD
   - PERIOD OF TIME
   - QUANTITY OF THE GOOD
   - ALL OF THESE

3. Which of the following is determinant of market demand

   DISTRIBUTION OF INCOME

   PRICE OF RELATED GOOD

   TASTE AND PREFERENCE

   ALL OF THESE

WRITE TRUE OR FALSE

1. Law of demand shows the quantitative relationship between price and quantity demanded of a good

2. Contraction in demand is indicated by an downward movement along the demand curve

3. When price for inexpensive necessities increases their demand falls