

Div – XII Com.

Weekly Test

Marks - 30

Sub: Eco.

Topic : Law of Diminishing Marginal Utility

Date :-

Q. 1 A) Fill in the blank.**(03)**

- 1) Marshall assumes ----- measurement of utility.
- 2) A rational consumer wants to ----- satisfaction.
- 3) ----- is shown below X – axis.

Q. 1 B) Match the following.**(03)****“A” Group****“B” Group**

- | | |
|---------------|----------------------------------|
| 1) Production | 1) Intangible |
| 2) MU | 2) Always Zero |
| 3) Utility | 3) Creating Utility |
| | 4) Additional Utility |
| | 5) Cardinal Measurement Possible |

Q. 1 C) True Or False.**(03)**

- 1) Utility means the power of a commodity to satisfy human wants.
- 2) MU diminishes always.
- 3) TU determines value - in - exchange.

Q. 2 A) Distinguish Between. (any 2)**(04)**

- 1) TU & MU
- 2) Value – in – use & Value – in – exchange
- 3) Law of DMU & Law of EMU

Q. 3 A) Short Notes. (any 2)**(04)**

- 1) Relationship between MU & Price.
- 2) Practical importance of Law of DMU
- 3) Types of Utility

Q. 4 A) Do you agree with reasons. (any 2)**(04)**

- 1) At the point of satisfy, MU is Zero.
- 2) MU is derived from the consumption of last unit of a commodity.
- 3) Law of equi – marginal utility is also known as law of substitution.

Q. 5 A) Explain law of D.M.U. with its Exceptions.**(09)**