

Q. 1 A) Fill in the blanks. (03)

- 1) _____ refers to want satisfying of a commodity.
(Usefulness / utility / Satisfaction / Happiness)
- 2) Marginal utility diminishes, as consumption of commodity _____ (increases / decreases / remains constant / becomes zero)
- 3) _____ utility is the utility derived from the last unit of commodity consumed. (Average/Total/Marginal/Zero)

Q. 1 B) True or False. (03)

- 1) Utility depends upon intensity of want.
- 2) Utility is the basis of demand.
- 3) MU & TU are equal at the initial stage.

Q. 1 C) Match the following. (04)**“A” Group**

- 1) Marginal utility
- 2) Point of satiety
- 3) Form utility
- 4) Cardinal measurement
- 5) Service utility

“B” Group

- 1) Maximum TU
- 2) Assumption of law of DMU
- 3) Utility from last unit
- 4) Exception of law of DMU
- 5) Furniture from wood
- 6) Knowledge by teacher
- 7) Minimum TU

Q. 2 A) Distinguish Between. (Any 2) (04)

- 1) Utility and Usefulness
- 2) Utility and Satisfaction
- 3) Place Utility and Time Utility

Q. 3 A) Short Notes. (Any 2) (08)

- 1) Types of Utility
- 2) Relationship between TU & MU
- 3) Paradox of value

Q. 4 A) Answer in detail (Any 1) (08)

- 1) Explain Law of diminishing marginal utility with assumptions.
- 2) Explain Law of equi-marginal utility.