

**WORKSHEET**  
**CLASS – XII COMMERCE**  
**SUBJECT: ECONOMICS**  
**CONSUMER’S EQUILIBRIUM: INDIFFERENCE CURVE ANALYSIS**

Que1 Explain the three properties of indifference curves.

Que2: Explain the concept of marginal rate of substitution by giving an example. What happens to MRS when consumer moves downwards along the indifference curves? Give reasons for your answers.

Que3: Explain the conditions of consumer’s equilibrium with the help of indifference curve.

Que4: define budget line. When can it shift to the right?

Que5: what is meant by monotonic preferences?