



# ECONOMICS

## BOOKS - FULL MARKS ECONOMICS (HINGLISH)

### DEMAND

#### Ncert Textbook Questions Solved

1. Suppose there are two consumers in the market for a good and their demand functions

are as follows :

\*  $d_1(p) = 20 - p$  for any price less than or equal to 15, and  $d_1(p) = 0$  at any price greater than 15.

\*  $d_2(p) = 30 - 2p$  for any price less than or equal to 15 and  $d_2(p) = 0$  at any price greater than 15.

Find out the market demand function.



**Watch Video Solution**

2. Suppose there are 20 consumers for a good and they have identical demand functions :  $d(p) = 10 - 3p$  for any price less than or equal to  $\frac{10}{3}$  and  $d_1(p) = 0$  at any price greater than  $\frac{10}{3}$ . What is the market demand function ?



**Watch Video Solution**

3. Consider a market where there are just two consumer and suppose their demands for the

good are given as follows:

<b>P</b>	<b><math>d_1</math></b>	<b><math>d_2</math></b>
1	9	24
2	8	20
3	7	18
4	6	16
5	5	14
6	4	12

Calculate the market demand for the good.



[Watch Video Solution](#)

4. What do you mean by a normal good?



[Watch Video Solution](#)

5. When a good is called normal goods ?



**Watch Video Solution**

6. What do you mean by an 'inferior good'?

Give some examples.



**Watch Video Solution**

7. Give the meaning of inferior good and

explain the same with the help of an example.



[Watch Video Solution](#)

8. What do you mean by substitutes? Give examples of two goods which are substitutes of each other.



[Watch Video Solution](#)

9. What do you mean by complements? Give examples of two goods which are complements of each other.





[Watch Video Solution](#)

**10.** What is meant by demand ?



[Watch Video Solution](#)

**11.** Define market demand.



[Watch Video Solution](#)

**12.** Due to rise in price of commodity x the demand of commodity y falls. What type of commodity are they?



**Watch Video Solution**

**13.** Due to rise in price of commodity x the demand of commodity y falls. What type of commodity are they?



**Watch Video Solution**



**14.** How will an increase in the price of petrol affect the demand curve of a car?



**Watch Video Solution**

**15.** A fall in the income of the consumer leads to a rise in the demand for a good. What is good X called?



**Watch Video Solution**

**16.** What is meant by the law of demand?



**Watch Video Solution**

**17.** When the demand for a good rises due to a fall in its own price, what is the change in demand called?



**Watch Video Solution**

**18.** Define 'change in demand'.



[Watch Video Solution](#)

**19.** What causes an upward movement along a demand curve of a commodity?



[Watch Video Solution](#)

**20.** Give one reason for a shift in demand curve.



[Watch Video Solution](#)

**21.** What determines the quantity of a good that the buyers demand for?



**Watch Video Solution**

**22.** Why market demand curve is flatter?



**Watch Video Solution**

**23.** Ceteris Paribus, if the government provides subsidies on electricity bills, what would be

the likely change in the market demand of desert coolers?



**Watch Video Solution**

**24.** Demand for a commodity refer to :

- A. 1.quantity of the commodity demanded at a certain price during any particular period of time.
- B. 2.need for the commodity.
- C. 3.quantity demanded of that commodity.

D. 4.demand decreases

**Answer: d**



**Watch Video Solution**

**25.** Contraction of demand is the result of:

A. 1.decrease in the number of consumers.

B. 2.increase in the price of goods concerned.

C. 3.increase in the prices of other goods.

D. 4. decrease in the income of purchasers.

**Answer: b**



**Watch Video Solution**

**26.** All but one of the following are assumed to remain the same while drawing an individual's demand curve for a commodity. Which one is it?

A. The preference of the individual.

B. His monetary income.

C. Price.

D. Price of related goods.

**Answer: c**



**Watch Video Solution**

**27. Which of the following pairs of goods is an example of substitutes ?**

A. 1.Tea and sugar.



B. 2.Tea and coffee.

C. 3.Pen and ink

D. 4.Shirt and trousers.

**Answer: b**



**Watch Video Solution**

**28.** The law of Demand, assuming other things to remain constant, establishes the relationship between :

A. 1.income of the consumer and the quantity of goods demanded by him.

B. 2.price of goods and the quantity demanded.

C. 3.price of goods and the demand for its substitute

D. 4.quantity demanded of goods and the relative prices of its complementary goods.

**Answer: b**



Watch Video Solution

**29.** If regardless of changes in its price, the quantity demanded of a good remains unchanged, then the demand curve for the good will be:

- A. horizontal
- B. vertical
- C. positively sloped.
- D. negatively sloped.

**Answer: b**



**Watch Video Solution**

**30.** Suppose the price of pepsi increases, we will expect the demand curve of Coca-Cola to:

A. shift towards left.

B. shift towards right.

C. initially shift towards left and then to right.

D. remain at the same level.

**Answer: b**



**Watch Video Solution**

**31.** All of the following items are determinants of demand except:

A. 1.tastes and preferences.

B. 2.quantity supplied.

C. 3.income.

D. 4.Price of related goods.

**Answer: b**



**Watch Video Solution**

**32.** A movement along the demand curve for soft drinks is best described as:

- A. an increases in demand.
- B. a decrease in demand.
- C. a change in quantity demanded.

D. a change in demand.

**Answer: c**



**Watch Video Solution**

**33.** If the price of Pepsi decreases relative to the price of Coke and 7-UP, the demand for

A. Coke will decrease.

B. 7-UP will decrease.

C. Coke and 7-UP will increase.

D. Coke and 7-UP will decrease.

**Answer: d**



**Watch Video Solution**

**34.** The price of tomatoes increases and people buy tomato puree. You infer that tomato puree and tomatoes are:

A. 1.normal goods

B. 2.complements



C. 3.substitutes

D. 4.inferior goods

**Answer: c**



**Watch Video Solution**

**35.** Potato chips and popcorn are substitutes. A rise in the price of potato chips will ..... The demand for popcorn and the demand of potato chips will .....

- A. 1.increase, increase
- B. 2.increase, decrease
- C. 3.decrease, decrease
- D. 4.decrease, increase

**Answer: b**



**Watch Video Solution**

**36.** When total demand for a commodity whose price has fallen increases, it is due to :

- A. 1.income effect
- B. 2.substitution effect
- C. 3.complementary effect
- D. 4.price effect

**Answer: d**



**Watch Video Solution**

**37. With a fall in the price of a commodity:**

- A. 1.consumer's real income increases

B. 2.consumer's real income decreases

C. 3.there is no change in the real income  
of the consumer

D. 4.None of these.

**Answer: a**



**Watch Video Solution**

**38.** Goods that exhibit direct price-demand relationship are called:

A. 1.giffen goods

B. 2.complementary goods

C. 3.Substitutes goods

D. 4.None of these.

**Answer: a**



**Watch Video Solution**

**39.** In case of Giffen goods, the demand curve will be :

A. horizontal.

B. downward-sloping to the right.

C. vertical

D. upward-sloping to the right.

**Answer: d**



**Watch Video Solution**

**40. Law of Demand is a :**

A. 1.quantitative statement

B. 2.qualitative statement

C. 3.Both (a) and (b)

D. 4.None of these.

**Answer: b**



**Watch Video Solution**

**41.** When income of the consumer falls the impact on price-demand curve of an inferior good is :

A. Shift to the right

B. Shift to the left

C. There is downward movement along the  
curve.

D. There is downward movement along the  
curve.

**Answer: a**



**Watch Video Solution**



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

- A. 1.Substitutes
- B. 2.Complements
- C. 3.Not related
- D. 4.Completitive

**Answer: b**



**Watch Video Solution**

**43.** Does a rise in price of other goods have the same effect on demand for a commodity ?



**Watch Video Solution**

**44.** Does a fall in income have the same effect on demand for the given commodity?



**Watch Video Solution**

**45.** What is the relation between good x and good y in each case, if with a fall in price of x

demand for good y (i) rises and (ii) falls? Give reason.



[Watch Video Solution](#)

**46.** Giving reasons, state the following statements are true or false:

(i) An increase in the price of Coke would result in decrease in the demand for Pepsi.

(ii) An increase in the price of sugar would result in an increase in the demand for tea.

An increase in the income of a consumer

would result in an increase in demand for all types of goods that are demanded by a consumer.



[Watch Video Solution](#)

**47.** Differentiate between Normal Goods and inferior Goods.



[Watch Video Solution](#)

**48.** Differentiate between substitute goods and complementary goods.



**Watch Video Solution**

**49.** Explain law of demand with the help of a demand schedule.



**Watch Video Solution**

**50.** Law of demand is one sided. It explains only the effect of change in price on the quantity demanded. It states nothing about the effect of change in quantity demanded on the price of the commodity.



**View Text Solution**

**51.** State any three causes of a rightward shift of a demand curve of a commodity.



**Watch Video Solution**

**52.** State any three factors which lead to increase in demand.



**Watch Video Solution**

**53.** Under what conditions a consumer would like to demand less at a given level of price ?



**Watch Video Solution**

**54.** State any three causes of a leftward shift of a demand curve of a commodity.



**Watch Video Solution**

**55.** State any three factors which lead to decrease in demand.



**Watch Video Solution**



**56.** Differentiate between increase in demand and expansion in demand (increases in quantity demanded).



**Watch Video Solution**

**57.** Differentiate between decrease in demand and contraction in demand (decrease in quantity demanded).



**Watch Video Solution**

**58.** Explain the inverse relationship between the price of a commodity and its demand.



**Watch Video Solution**

**59.** Why does law of demand slope downward from left to right ?



**Watch Video Solution**

**60.** Why do household buy more at a lower price than at a higher price ?



**Watch Video Solution**

**61.** Explain the causes behind law of demand.



**Watch Video Solution**

**62.** Law of demand states that price and demand are positively related to each other.



[Watch Video Solution](#)

**63.** Law of demand happens due to application of law of diminishing marginal productivity.



[View Text Solution](#)

**64.** Law on demand explains quantitative relationship between price and quantity demanded.



[View Text Solution](#)

**65.** Change in quantity demanded means an increase and decrease in demand and Change in demand curve means expansion and contraction in demand.



**Watch Video Solution**

**66.** With a fall in income, demand for normal goods will rise.



**Watch Video Solution**

**67.** With the rise in price, quantity demanded for the goods falls and it is known as decrease in demand.



**Watch Video Solution**

**68.** If price of substitute goods falls, demand for related goods will also fall ?



**Watch Video Solution**

**69.** If income of the buyer decreases, demand for inferior goods decreases.



**Watch Video Solution**

**70.** If Indian Airlines reduce fares from Delhi to Mumbai, demand curve for air travel shifts rightward.



**Watch Video Solution**

**71.** Explain with the help of diagrams, the effect of the following changes on the demand of a commodity:

(i) A rise in price of Substitute good.

(ii) A rise in price of Complementary good.



**Watch Video Solution**

**72.** Explain with the help of diagrams, the effect of the following changes on the demand of a commodity:



(i) A fall in price of Substitute good.

(ii) A fall in price of Complementary good.



[Watch Video Solution](#)

**73.** Explain the effect of the following on demand for a good:

(i) Rise in Income for Normal Goods.

(ii) Rise in Income for Inferior Goods.



[Watch Video Solution](#)

**74.** Explain the effect of the following on demand for a good:

(i) Fall in Income for Normal Goods.

(ii) Fall in Income for Inferior Goods.



**Watch Video Solution**

**75.** What does downward movement along the demand curve indicate?



**Watch Video Solution**

**76.** Does a change in consumer's taste lead to a movement along the demand curve or a shift in the demand curve? Does a change in price lead to a movement along the demand curve or a shift in the demand curve?



**Watch Video Solution**

**77.** Law of Demand is a qualitative statement.

Comment.



**Watch Video Solution**

**78.** According to law of demand by increasing the price of a good its demand decreases but in case of petrol, its demand increases with the increases in price why? Explain.



**Watch Video Solution**

**79.** What policy initiatives can be government undertake to increase the demand of milk in the country? Mention any one.



**Watch Video Solution**

**80.** Demand for electricity has increased. However supply cannot be increased due to lack of resources. Explain how, in any two ways, demand for electricity can be decreased.



**Watch Video Solution**

**81.** Even the price of petrol is very high but still its demand is very high. How can the demand of petrol be decreased?



**Watch Video Solution**

**82.** A new steel plant comes up in Jharkhand. Many people who were previously unemployed in the area are now employed. How will this affect demand curve for TV?



**Watch Video Solution**

**83.** In order to encourage tourism in Goa, Indian Airlines reduces the air fare to Goa.

How will it affect market demand curve for air travel to Goa?



[Watch Video Solution](#)

**84.** There are train and bus services between New Delhi and Jaipur. Suppose that the train fare between the two cities comes down. How will this affect demand curve for bus travel between the two cities?



[Watch Video Solution](#)

**85.** A good is an inferior good for one and at the same time a 'normal' good for another consumer. Do you agree? Explain.



**Watch Video Solution**

**86.** Normally a household will not buy a second-hand scooter even if the price of scooter falls. How we get a downward sloping market demand curve for scooters?



**Watch Video Solution**



**87.** Give reason that Law of demand does not hold true when the prices are expected to go up further.



**View Text Solution**

**88.** What does downward movement along the demand curve indicate?



**Watch Video Solution**

**89.** Give one example when a consumer buys less of a commodity at the same price.



**Watch Video Solution**

**90.** When a good is called 'Substitute good'?



**Watch Video Solution**

**91.** Why market demand curve is flatter than individual demand curve ?



[Watch Video Solution](#)

**92.** Law of Demand is a :



[Watch Video Solution](#)

**93.** A good is an inferior good for one and at the same time a 'normal' good for another consumer. Do you agree? Explain.



[Watch Video Solution](#)

**94.** State any three causes of a leftward shift of a demand curve of a commodity.



**Watch Video Solution**

**95.** What is the impact of the following statements on the demand curve for good X ?

Give reasons.

(a) Consumer's income rises and good X is a normal good.

(b) Consumer's income falls and good X is an

inferior good.

(c ) Price of complementary good Y rises.



**Watch Video Solution**