

**RISHIKUL SANATAN COLLEGE  
REMEDIAL WORKSHEET**

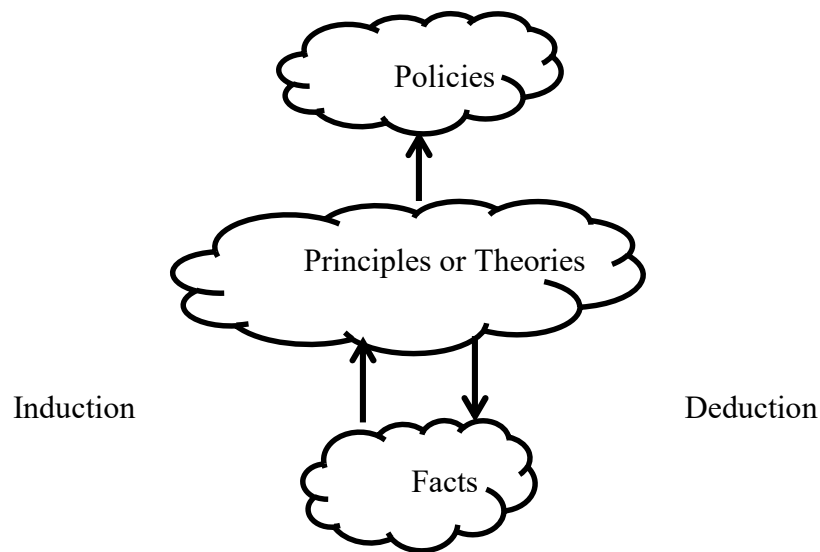
**ECONOMICS**

**YEAR 13**  
**12<sup>th</sup> – 18<sup>th</sup> May**

**QUESTION 1**

Study the flow diagram given below and answer the following questions.

**The Relationship between Facts Principles and Policies in Economics**



- (i) In analyzing problems or aspects of the economy, Economists use two methods of Inquiry. List and explain two methods of Inquiry. (2 marks)
- (ii) Economic theory establishes a cause and effect relationship. Comment on the statement (2 marks)
- (iii) How economic theories are developed? (1 mark)
- (iv) Explain why economic reform is needed in an economy. (1 mark)

## QUESTION 2

Study the information given below and use your knowledge to answer questions.

<b>Number of Pancakes</b>	<b>Tu (Units)</b>	<b>Mu (Units)</b>
1	15	15
2	<i>(a)</i>	10
3	30	<i>(b)</i>
4	<i>(c)</i>	0
5	25	<i>(d)</i>

- (i) Complete the table by filling in the missing values of Tu and Mu. (2 marks)
- (ii) Using the data above, draw the graph of Tu and Mu. (2 marks)
- (iii) When the price of pancake is \$5 per unit, how many pancakes will you buy in order to maximize utility. (\$1= 1 utils) (1 mark)
- (iv) Write down the formula for the equi-marginal utility (1 mark)