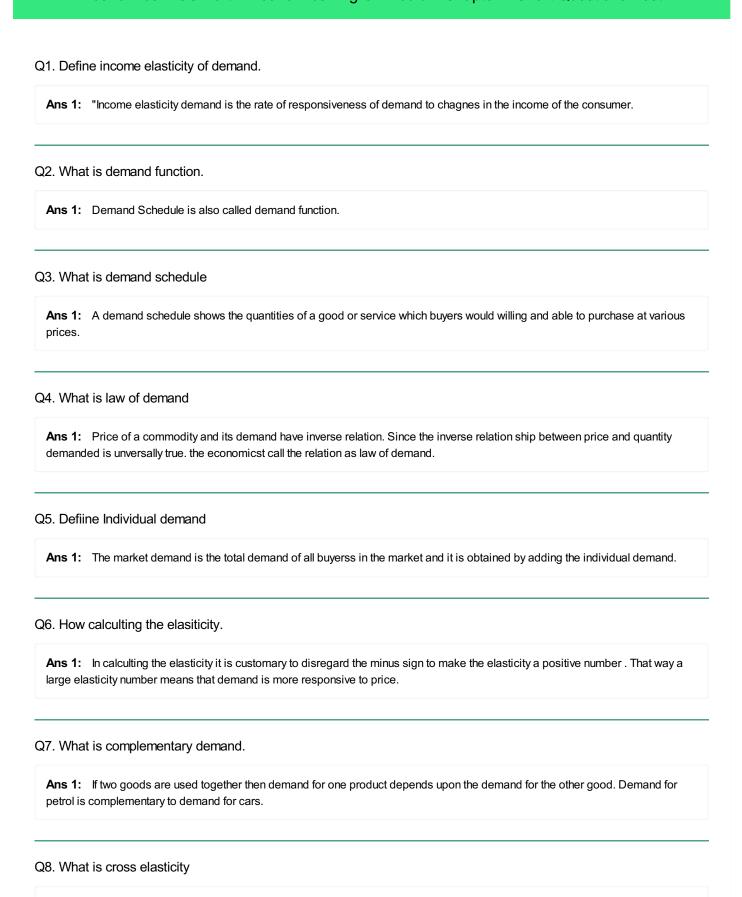


Economics - ICS Part 1 Economics English Medium Chapter 4 Short Questions Test



Ans 1: When two products are substituttes, the price of one good and the demand for the other good are directly related. When

two commodities are complement the P of one good and the Qd of the other are inversesely related .

Q9. How A.L.Meyers elasticity demand.

Ans 1: A.L.Meyers defines elasticity in the following word. " The elasticity of demand is a measure of relative change in amount purchased in response to a relative change in price of givne demand curve.

Q10. What is cross elasticity of demand.

Ans 1: "The rate of responsiveness of quantity demanded of commodity A to change in price of commodity B.