

# WELLAND GOULDSMITH SCHOOL

## ECONOMIC APPLICATIONS

### CLASS -10

## CHAPTER 1- THE THEORY OF DEMAND

The following link will help you all to understand the first chapter: The theory of demand. It will give you an idea about demand, its types, various factors affecting demand, elasticity of demand, calculation of elasticity, factors affecting elasticity of demand, Law of demand, exceptions to the demand curve and why demand curve is negatively sloped. I hope it will help you all to complete the given worksheet. Wish you a very happy learning.

link: <https://youtu.be/R3MK4JE2z7Y>

- Q1. Discuss any five concepts of demand.
- Q2. Differentiate between want and demand.
- Q3. Explain any three factors determining individual demand.
- Q4. State the law of demand along with its assumptions.
- Q5. What do you mean by Bandwagon effect and Snob effect.
- Q6. Why demand curve is downward sloping. Give any two reasons.
- Q7. What do you mean by extension in demand and contraction in demand . Show diagrammatically.
- Q8. What changes will take place in the demand curve due to change in income of the consumer and change in the prices of other commodities.
- Q9. State the formula for price elasticity of demand.

Q10. Draw diagrams showing:

- a. A perfectly elastic demand curve
- b. Elasticity of demand is less than one