

46. The _____ of a consumer is a measure of the satisfaction the consumer derives from the consumption of goods and services.
- ☒ A. Utility
 - ☐ B. Cost
 - ☐ C. Marginal Cost
47. The principle of diminishing marginal utility indicates that for the majority of goods and services as the consumer continues with the consumption of an unit, the marginal utility of the extra unit is _____
- ☐ A. Constant
 - ☐ B. Increasing
 - ☒ C. Decreasing
 - ☐ D. Not responding
48. A(n) _____ is a line that shows all the consumption bundles that yield the same amount of total utility for an individual.
- ☐ A. Demand Curve
 - ☐ B. Supply Curve
 - ☒ C. Indifference Curve
 - ☐ D. Production Possibilities Curve
49. The Marginal Rate of Substitution is the rate at which a consumer can give up some amount of one good in exchange for another good while maintaining the same level of utility.
- ☒ A. True
 - ☐ B. False
50. Tangency condition between the indifference curve and the budget line holds when the IC and the budget line just touch in one point.
- ☒ A. True
 - ☐ B. False