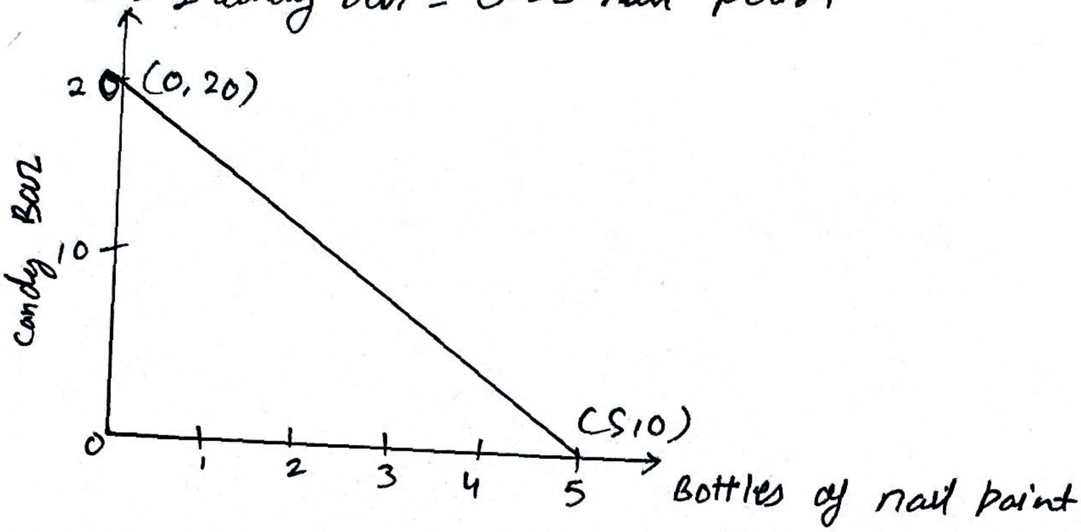
Name- Magxeuia Dunangicalli Group - 2-53

I · Budget ~~to~~ \$20 . Nail Polish \$4 , candy \$1

Budget line $4x+y=20$ [from (0,20) to (5,0)]

· opportunity cost = 1 nail polish = 4 candy bars

· and 1 candy bar = 0.25 nail polish

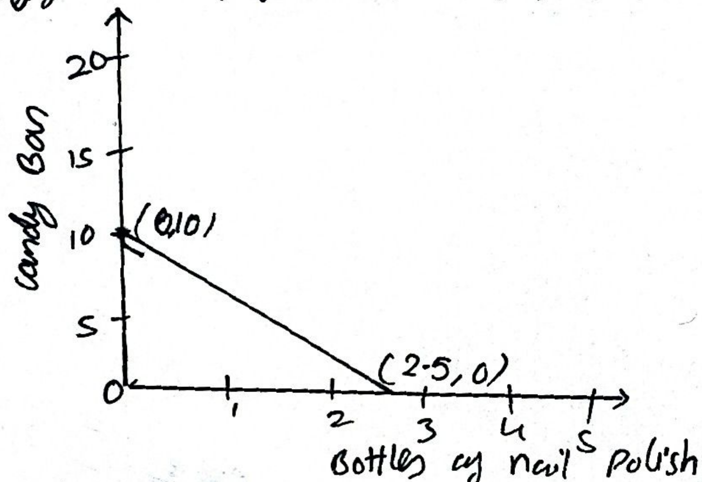


II Price double (nail \$8 , candy \$2)

· Budget line $8x+2y = 2$ [from (0,10) to (2.5,0)]

· opportunity cost same (1 nail polish = 4 candy bars)

· Budget line shift inward, slope unchanged.



III Allowance increase to ~~\$24~~ \$24 (Price original)

· Budget line $4x+y = 24$ (from (0,24) to 6.0)

· opportunity cost: same (1 nail polish = 4 candy bars

· Budget ~~bite~~ line outward, slope unchanged.