

a,

h = ham C = cheese

h, C	TU_h	TU_C	MU_h	MU_C	$\frac{MU_h}{P_h}$	$\frac{MU_C}{P_C}$	choice	remaining budget
1	15	12	15	12	15	12	h_1, C_1	$7-1=6$
2	26	21	11	9	11	9	h_2, C_1	$6-1=5$
3	35	29	9	6	9	6	h_2, C_2	$5-1=4$
4	41	32	6	5	6	5	h_3, C_2	$4-1=3$
5	45	35	4	3	4	3	h_3, C_3	$3-1=2$
6	48	37	3	2	3	2	h_4, C_3	$2-1=1$
7	49	38	1	1	1	1	h_4, C_4	$1-1=0$

From the table chose 4 ham and 3 Cheese will purchase to maximize her utility.

b. her utility will not be maximized if the condition that apple because she hasn't enough money for buy the product for the maximized utility.

$$a. \text{MRS}_{xy} = \frac{P_x}{P_y} = \left| \frac{\Delta y}{\Delta x} \right|$$

$$\frac{P_x}{10} = \left| \frac{9}{2} \right|$$

$$P_x = 45$$

$$b. \frac{I/P_y}{I/P_x} = \frac{P_x}{P_y}$$

$$\frac{9}{2} = \frac{180}{P_y}$$

$$P_y = \frac{180 \times 2}{9} = 40$$

$$I \geq P_x \cdot X + P_y \cdot Y$$

$$I \geq 180 \cdot 4 + 40 \cdot 9$$

$$I \geq 720 + 360$$

$$I \geq 1080$$

$$c. \text{MRS}_{xy} = \frac{\Delta y}{\Delta x} = \frac{9}{4} = 2.25$$

When avocado change for 1 unit the nuts will change 2.25 unit.

$$d. \left| \text{MRS}_{C \rightarrow D} \right| = \left| \frac{\Delta y}{\Delta x} \right| = \frac{MU_x}{MU_y} = \frac{9}{4} = 2.25$$

$$\left| \text{MRS}_{A \rightarrow B} \right| = \left| \frac{\Delta y}{\Delta x} \right| = \frac{MU_x}{MU_y} = \frac{9}{2} = 4.5$$

From law of diminishing marginal utility when people consume more product the marginal utility will decrease so when total utility is increasing from 8 \rightarrow 12 ($I_4 \rightarrow I_5$) the MRS will decrease from 4.5 to 2.25 because the marginal utility is decreasing.