1. Budget Constraint
   1. Shows that various combinations of two goods of which are affordable, given the consumers income and relative prices
   2. I = (Px\*Qx)+(Py+Qy)
   3. Graph goes outward if income increases, vice versa for decrease in income
   4. If price of good goes down the line goes to the right, conversely if the price of the good goes up it goes to the left
   5. –Px/Py
   6. Shows what is possible but not utility
2. Indifference Curve
   1. A curve showing the various combinations of two goods ‘which yield the same level of satisfaction
   2. Slop downward
   3. Bowed Inward
   4. Indifference curve further out preferred
   5. Does not intersect
   6. Shows how much satisfaction but not price