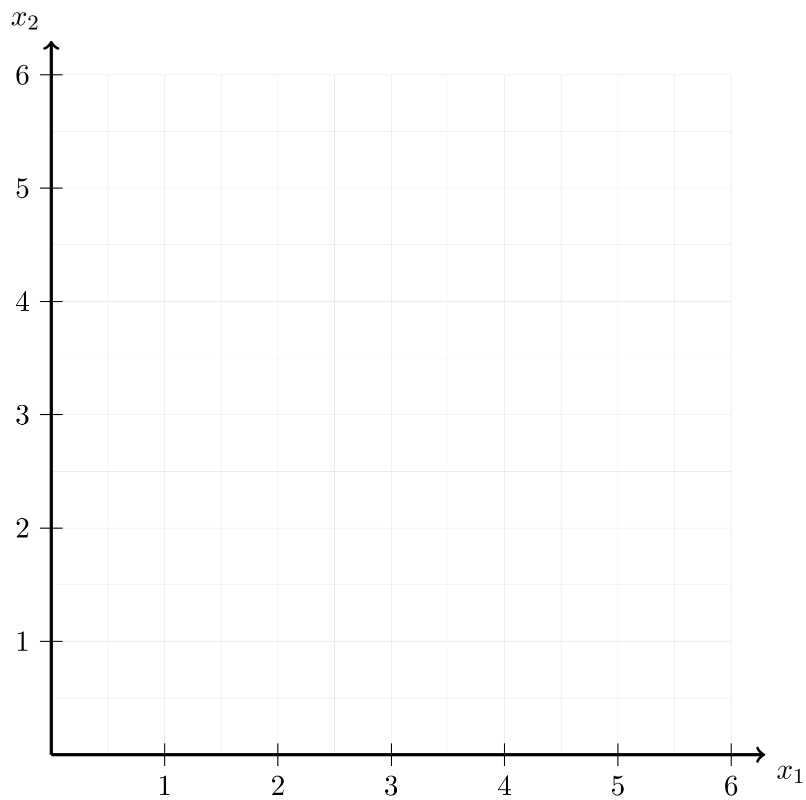
ECON 340: Sheet 6 September 17, 2025

Name: **Student ID:**

You observe the following choices made by a consumer over bundles of goods (x_1, x_2):

- At prices $p = (1, 1)$ and income $m = 6$, the chosen bundle is $A = (2, 4)$.
- At prices $p = (2, 1)$ and income $m = 6$, the chosen bundle is $B = (3, 0)$.
- At prices $p = (1, 2)$ and income $m = 6$, the chosen bundle is $C = (0, 3)$.

Draw the budget lines and indicate the bundles A, B, and C.



Do the observed choices satisfy WARP? Explain why or why not.