

Economics 870

Practice Assignment #4

- 1. D&D Problem 7.4.**
- 2. D&D Problem 7.5**
- 3. D&D Problem 7.6**
- 4. D&D Problem 8.5**

Note: what general theorem makes this economy so easy to analyze? See Milne pp.22-26.

- 5. D&D Problem 8.6**
- 6. Consider Milne page 33 Theorem 3.1. Prove the theorem.**