

## HOMEWORK ASSIGNMENT 7: INSTRUCTIONS

### “Consumption and Investment”

### Due Thursday, May 9, 2002

**Procedure:**

1. Work the problems below outside of class (individually or in groups) *before* the due date.
2. On the due date, discuss the problems with your group at the beginning of class and agree on common answers.
3. Write your group’s answers on *one* answer sheet that I will supply.
4. Have all members sign that sheet.
5. Turn in the group’s sheet.
6. I then grade the answer sheets. All members of each group receive the same grade.

**If you miss class on the due date:** No one may sign your name on the group’s answer sheet. However, you can still get credit if you turn in your own sheet *before class on the due date*—you will be graded as your own group of one!

**Group assignments:**

Group A	Allred	Jacobsen	Muhammad	Wendt
Group B	Anderson	Jorgenson	Lander	Odorzynski
Group C	Armstrong	Kale	Larcher	Parajuli
Group D	Bhatia	Kite	Larson	Paul
Group E	Black	Knapp	Marshall	Qureshi
Group F	Charlson	Kotlarczyk	Maul	Rickert
Group G	Dickmeyer	Grimm	McGill	Shah
Group H	Dixon	Harnden	McLean	Steen
Group I	Doran	Harshbarger	McVoy	Stocking
Group J	Faal	Hujairi	Miller	Taylor
Group K	Greene	Isgor	Moore	

**Problems:**

Problem (2), Mankiw Chapter 16, page 462.

Problem (1), Mankiw Chapter 17, page 484.

[end of assignment]