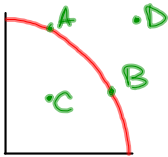


Correction for questions 3 & 4



Correction for question 5

- 10 yuan
- 30 yuan
- 40 yuan
- 37 yuan minus the benefit of seeing the movie

3. Indeterminate (cannot tell from the given information)

Correction for question 10

- Inconsistent reasoning; saving 20 yuan is saving 20 yuan

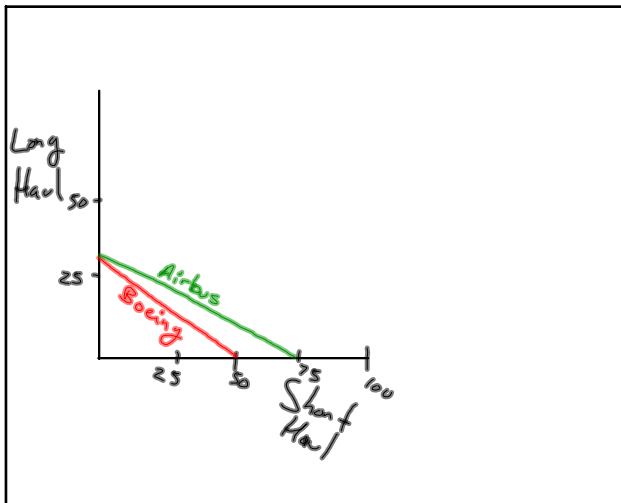
Sep 1-7:19 AM

Boeing & Airbus can produce short-haul commercial aircraft or long-haul aircraft. Boeing can make 50 S-haul or 30 L-haul planes. Airbus can make 70 S-haul or 30 L-haul planes.

Answer the following questions.

- Construct a PPC for both companies (2)
- Determine which company has absolute advantage in S-haul? L-haul? (2)
- Determine which company has comp. advantage in S-haul? L-haul? (2)
- Discuss the concept of scarcity involved in analyzing these two companies. Why can't they produce L-haul and S-haul aircraft at the same time? (4)
- What is the most efficient set of production outputs for Boeing and Airbus? (4)

Sep 1-9:50 AM



Sep 1-10:08 AM