

Problem Set #6
Principles of Microeconomics
Professor Hungerman

1. TRUE/FALSE: Economic Efficiency implies profit maximization. Explain your answer.
2. TRUE/FALSE: Profit maximization implies cost minimization. Explain your answer.
3. TRUE/FALSE: If marginal costs are rising, than average variable costs are rising. Explain.
4. If $ATC = 100$, and $Q = 50$, and $AVC = 50$, then what is TFC?
5. Do problems 1 and 2 in the book, page 237. (It is okay to use a calculator if you want).