

ECO135 (04) Quiz 1 (Nov. 2, 2018)

ID:

Name:

1. Complete the table.

	Robinson		Friday	
	Fish	Banana	Fish	Banana
Output per day (10 hours/day)	4	8	8	10
Time spent for one unit of production				
Opportunity cost per unit				

2. Who has the absolute advantage for fish/banana? Explain.

3. Who has the comparative advantage for fish/banana? Explain.

4. Draw a Production Possibility Frontier by identifying the total production levels of the economy at 3 points (y-intercept, x-intercept and a kink).



5. Find the marginal rate of transformation for each segment (to the left and right of the kink).