

Do not write your name on the assignment. Write your name only on the back of this sheet of paper and staple your answers on the front of this sheet of paper. Failure to follow these directions will cost you 1 point on the assignment.

1) (5 points) Is the statement, "Unemployment levels on Native American reservations is around 50%," a normative or positive statement. How do you know?

2) (20 points) For the following points, plot the points and find the slope between the first two points. Briefly explain the way you got the points and the slope.

Price	Quantity
5	10
6	8
7	6
8	4
9	2

3) (10 points each) Give the opportunity costs for each part. Make sure you give at least TWO opportunity costs for each part and explain how you got them.

- A) Your Bethany Education.
- B) Doing this assignment.

4) (20 points) Draw an improvement in fertilizer on the PPC for cars versus corn. Explain why the curve moved as drawn.

5) (15 points) Is the slope of the PPC the opportunity costs of the good on the X-axis or the opportunity costs of the good on the Y-axis? Explain your logic.

6) (20 points) Illustrate an increase in income on the demand curve for compact discs. Explain your logic.