Problem Set #[4]

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Problem 7.1
Part (i).

$$\frac{\partial g_{cfe}(n)}{\partial n} = n^{\frac{1}{\theta}} \tag{1}$$

$$\frac{\partial g_{elp}(n)}{\partial n} = \frac{b(\frac{n}{\bar{l}})^{\upsilon}(1-(\frac{n}{\bar{l}})^{\upsilon})^{(\frac{1}{\upsilon}-1)}}{n} \tag{2}$$

Part (ii). Please see Fig 1

Problem 7.2
Part (i). $u'(c)$=[1.40829679e+11 5.75433098e+10 4.59479342e+00 1.22196463e-01]
Part (ii). $g'(n)$=[-3.24975000e+00 -4.99750001e-01 3.60237454e-01 1.01976045e+05 1.60214791e+05]

Figure 1: Problem 7.1 Part (ii)