

Problem Set #4

MACS 40000, Dr. Evans

Due Wednesday, Oct. 25 at 1:30pm

1. **Fitting elliptical disutility of labor to CFE function (5 points).** Complete Exercise 7.1 from the end of Chapter 7.
2. **Robust marginal utility of consumption and marginal disutility of labor functions (5 points).** Complete Exercise 7.2 from the End of Chapter 7.