## hw7 Problem2

November 20, 2018

## 1 Assignment 7 Part 2

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Due Monday, Nov. 26 at 11:30 AM

## 1.0.3 2. Test driven development

(b) Here is my code to build get\_r.py.

```
In [1]: import numpy as np
def get_r(K, L, alpha, Z, delta):
    '''This function generates the interest rate or vector of interest rates'''
    if type(K) == type(L) and 0 < alpha < 1 and 0 < delta < 1 and Z > 0:
        if K > 0 and L > 0:
            r = alpha * Z * (L / K) ** (1 - alpha) - delta
        elif len(K) == len(L):
            r = np.zeros(len(K))
            for i in range(len(K)):
                if K[i] <= 0 or L[i] <=0:</pre>
                    return
                else:
                    r[i] = alpha * Z * (L[i] / K[i]) ** (1 - alpha) - delta
            return r
        else:
            return
    else:
        return
```

(c) Here is my pytest code and result.