

**In-Class Problems Lecture 8**

1. GLS Chapter 6, Question 2 (Second edition: Q3)
2. GLS Chapter 6, Question 7 (Second edition: Q6)

In this question parts (a) and (b), “what happens” means “what sign is.”

3. GLS Chapter 6, Question 6 (Second edition: Q2)
4. Returns to Scale

Do you think the production of MPPs exhibits constant, increasing or decreasing returns to scale? Explain your answer succinctly.