Problem Set 3

1. The problems at the end of Chapter 6 are deepening your understanding of the Wage Setting and Price Setting relationships.

2. For Chapter 7, problems 2, 3 and 4 will help you understand the material in the chapter.

3. You should work through problem 5 of Chapter 7.

4. Work out answers to problems 8 and 9 from Chapter 7.

5. From Chapter 8, working through Problems 3, 4 and 5 will help you understand the material. Problem 7 will help you understand the Phillips curve a bit more deeply.