1. (15 points) Question #1 from Chapter 15 (page 351)

2. (15 points) Question #2 from Chapter 15 (page 351)

3. (20 points) Question #1 from Chapter 16 (page 380) If you have the first edition of the text, this question is different. Please obtain a copy of the question from the Second Edition of the text for the correct one.

4. (15 points) Question #1 from Chapter 18 (page 431-432) This question is worded slightly different in the two editions. Again, please make sure you use the question from the Second Edition.

5. (15 points) Question #2 from Chapter 18 (page 432) Again, this question differs so make sure you refer to the question in the Second Edition.

6. (20 points) The notion of “consumer sovereignty” suggests that individual consumers are ultimately the best judges of how to maximize their own welfare. According to this view, any attempt by the government or others to dictate consumption choices is considered paternalistic and likely to reduce welfare. In other words, we should leave it up to each person to decide how they will spend their money. After reading through articles 25-27, first summarize what each of these articles discusses in relation to consumer sovereignty – does each article critique or support consumer sovereignty? Then, indicate whether you agree with the notion of consumer sovereignty? Do you believe the U.S. government should direct how people spend their money? What specific policies would you suggest (if any) to influence or mandate consumer choices? Try to consider all the implications of the policies you support. If you don’t believe any such policies should be enacted, discuss why. (As a rough guide, your response should probably be between two and three double-spaced pages.)