Problem Set #5
Surplus

Tutorial Problems

1. The following table describes the MWTP and MC in a market for televisions. What is the Total Surplus for the 1st television sold in the market?

	1	**2**	**3**	**4**	**5**
MWTP	600	550	500	475	450
MC	400	450	500	525	550

   A. 100
   B. 0
   C. 150
   D. 200
   E. Not enough information

2. Valuing the game at \$150, Mary purchased a Raptors ticket for \$100. Jane values the game at \$180. How much total surplus is created if Mary sells the ticket to Jane for \$175?

   A. \$180
   B. \$80
   C. \$25