

PRODUCTION POSSIBILITIES CURVE (PPC) PRACTICE PROBLEMS

1. Create a Production Possibilities Curve (PPC) based on the following data. What areas are attainable v. unattainable, efficient v. inefficient?

Production Possibilities of Strawberries and Pony Rides by Homestead Farms

<i>Type of Product</i>	<i>Production Alternatives</i>				
	<i>a</i>	<i>b</i>	<i>c</i>	<i>d</i>	<i>e</i>
Strawberries (in pints)	1	2	3	4	5
Pony Rides (individual rides)	10	8	5	3	1



2. Create a Production Possibilities Curve (PPC) based on the following data. What areas are attainable v. unattainable, efficient v. inefficient?

Production Possibilities of Mustangs and F150 Trucks by Ford

<i>Type of Product</i>	<i>Production Alternatives</i>				
	<i>a</i>	<i>b</i>	<i>c</i>	<i>d</i>	<i>e</i>
Mustangs (hundred thousands)	0	1	2	3	4
F150 Trucks (thousands)	10	9	7	4	1



3. Create a Production Possibilities Curve (PPC) based on the following data. What areas are attainable v. unattainable, efficient v. inefficient?

Production Possibilities of Big Macs and Filet-O-Fish by McDonald's

<i>Type of Product</i>	<i>Production Alternatives</i>				
	<i>a</i>	<i>b</i>	<i>c</i>	<i>d</i>	<i>e</i>
Big Macs (hundreds)	0	1	2	3	4
Filet-O-Fish (hundreds)	6	4	3	1	0

