

Instructions: Answer all five questions. Show the work you performed to obtain your answers. Point values for each question are in parentheses next to the question number.

Due: September 10, 2009; 2:00 p.m.

Total Points: 50

SW: Stock and Watson, Introduction to Econometrics, Brief ed.

- (6) 1. SW, 2.1 [omit (c)]
- (6) 2. SW, 2.5
- (18) 3. SW, 2.6 [omit (b)]
- (10) 4. SW, 3.2 [omit (b)]
- (10) 5. SW, 3.3 [(a), (b)]