Errata in Fifth Edition

Printing 1

p310. Corrected footnote wording to say that all four auction forms yield the same allocation and the same expected price, and add reference to Paul Klemperer’s survey.
p311, line 10. Changed wording to say “an optimal strategy.”
p311, line 20. Removed “strategically.”
p612. Removed reference to “Figure” (which wasn’t included).
p613. Changed $\alpha$ and $\beta$ to $a$ and $b$ on entire page.

Errata Remaining in Fourth Edition

p19. A question got dropped, making question 7 unintelligible. Should add the question back in. (Pablo Florian)
p. 215, figure 12.1 The “Choice” point on the horizontal axis is labelled $\gamma K \gamma K - K$. It should be $\gamma K + K$ (the post-accident wealth, minus the premium paid, plus the insurance payment received).
p. 506, “According to Walras’ law it must also be true that . . .” In the following equation, the $p_1$ and $p_2$ multiplying the excess demands should be $p_1^*$ and $p_2^*$.

Printing 6

337 Figure 19.1 the horizontal axis should be labeled $x_1$, not $x$
429, 14 up. $x_0^1$ should be $x_1^m$.

Printing 5

Chapter 2
30, Figure 2.6. Needs A and B labels under figure.

Chapter 7
122, Figure 7.3. The line to the right of $Z$ should be horizontal. (John Weymark)

Chapter 12
227, problem 2c. This is only an affine transformation for fixed $\pi_1$ and the question doesn’t specify that. Probably should change the question to avoid confusion. (Marcelo Clerici-Arias)
Chapter 28
485, shift $\omega^1_B$ to left about .25 inch, and shift $\omega^2_A$ up by the same.

**Printing 4**

Chapter Preface
xxi, Profit Maximization chapter is omitted in flowchart by mistake.

Chapter 2
30, Figure 2.6. Should draw figure to scale. Also, should have number.

Chapter 3
46, should say “gives a weight of $t$ to the x-bundle and $1 - t$ to the y-bundle.”
51, 4 lines from start of section. Omit “at $-1$”.

Chapter 12
220, 9 up. 10 should be 15. (S-Maus)
226, 2 up. Figure 12.2 should be 12.1 (S-Maus)

**Printing 4**

430, right before quote: “eighteenth” should be “nineteenth”.
431, line 5. “eighteenth” should be “nineteenth.”
489, fragment missing at top of page: “A senior director of marketing for a major U.S. airline described a case in which Northwest lowered fares on night flights from Minneapolis to various...”

**Printing 3**

Chapter 16
285, 10 and 14 down. $pp$ should be $dp$. (S-Maus) FIXED
290, 6 down. $it$ should be $bt$. (S-Maus)

Chapter 19
336, line 1. “equations” should be “expressions” (S-Maus) FIXED

Chapter 20
357, 3 lines below figure. “three” should be “four”. (S-Maus) FIXED

Chapter 21
371, figure caption. Should say “producer’s surplus”. (S-Maus) FIXED

Chapter 22
392, paragraph 4. say “industry with entry legally restricted.” (S-Maus)
Chapter 25
440, axis label: should say “factor” rather than “labor”. (S-Maus)
445, (answer to question 2 on A23). Say “we would presumably see unemployment.” (S-Maus)

Chapter 32
576, line 10. Should be \( p - \pi \gamma (p - c) \). (S-Maus)

Printing 2

Chapter 2
30, Figure 2.6. Label is missing.

Chapter 5
83, Table 5.1. Numbers in utility column should be (57., 33.9, 47.9, 67.8, 95.8, 80.6, 161.). (Ernest Lucas)
84, middle of page. “…better off than he was in year 2 but worse off than he was in year 3.”

Chapter 15
245, Figure 14.1. Label on wrong side of page.

Chapter 16
285. line 10: \( pp \) should be \( dp \). line 14: \( pp \) should be \( dp \). line 20: \( DB \) should be \( bc \). (Stefano Chinellato)
286. line 4: \( CZ \) should be \( bc \). (Stefano Chinellato)

Chapter 21
p. 371, Figure 21.5. Figure explanation should say producer surplus, not consumer surplus.

Printing 1

Chapter 27
474. Game matrix should be white, not blue. (Hal Varian)

Chapter 32
568, line 9. Should say “…the expected cost of the crime to the criminal, \( \pi(e)F \), is independent …” (Peter Huang)
573, last word on page. Should be “victim.” (Peter Huang)

Chapter Appendix
A2. Figure should be drawn to scale.