

ASSIGNMENT

Q1. What is an Index Number?

Q2. Explain some of the important methods of constructing price index numbers.

Q3. Explain that the Laspeyres price index has an upward bias while the Paasche price index has a downward bias.

Q4. Compute Laspeyres, Paasche, Marshall-Edgeworth, Dorbisch-Bowley and Fisher price and quantity indices using the given data.