- 1. (8 points, 2 points each) True or false.
  - TRUE Whether or not a player gets a "fair share" depends only on how valuable they think it is, and not on how valuable anyone else thinks it is.
  - FALSE If there are four people dividing a cake, then a "fair share" is any piece that is worth at least 20% of the cake.
  - FALSE Suppose three rats are dividing a heap of garbage using the lone-divider method. If the first "chooser" rat thinks that the thee piles are worth 40%, 35%, and 25% of the heap, then it bids on only the biggest heap.
  - TRUE Suppose four people are dividing a sandwich between themselves using the lonechooser method. First three people divide the sandwich evenly between themselves, and then each of them cuts their share into 4 pieces.

The next questions all refer to the following problem.

Suppose we have 4 cups of orange juice and 4 cups of cola which we are trying to divide between 4 people: Wanda, Xavier, Yolanda, and Zach. Here are some possible shares of the liquid:

- (a) One cup orange juice, one cup cola.
- (b) One cup orange juice, two cups cola.
- (c) Two cups orange juice, one cup cola.
- (d) One cup orange juice, no cola.
- (e) No orange juice, three cups cola.
- 2. (3 points) If Wanda likes orange juice and cola equally, which of the above shares does she consider "fair"?

Wanda considers a, b, c, and e fair.

3. (3 points) If Xavier only likes orange juice, which of the above shares does he consider "fair"?

Xavier considers a, b, c, and d fair.

4. (4 points) If Zach likes orange juice twice as much as cola, which of the above shares does he consider "fair"?

Zach considers a, b, c, and e fair.

5. (3 points) Yolanda only likes cola. If we are using the last-diminisher method and, in the first round, Yolanda gets share (b), name **two** possible ways she could diminish it to what she thinks is a fair share.

Two possibilities: She could diminish to one cup orange juice and one cup cola, or no orange juice and one cup cola.