

**28. Incorrect. The answer is true not false.** It would cost more to produce separately  $C_h + C_l = 100 + 2H + 50 + 3L = 150 + 2H + 3L > C_{h\&l} = 120 + 2H + 3L$ . In such a case costs are subadditive and it is better to produce the products jointly rather than in separate facilities.