

ECO404 final term 2012 paper

Dated 24-02-2013

Total MCQS 54

Mostly from monopoly chapters

MCQS

We measure output in.....terms

Nonbinding constraints imply..... **slack**

Boutique falls in.....? **monopolistic competition**

Auto mobiles fall in.....?

Perfect competition demand curve shape?

Monopoly demand curve shape?

Price always greater than marginal cost in.....?

Few sellers in?

Price rigidity found in? which model? **sweezy**

Which model takes into account just single time horizon
Price

Collusion is explicit in?

One was from Oliver's theory

Formula for risk adjusted rate of return

$Z=f(L,K)+(c-wL-rk)$ derivative solve and click option

LONG QUESTIONS

$QD=120-15p$

$P=20-.5q$

$TC=50+3q$

Find total profit function

3MARKS

Write a brief note about monopoly 5 marks

Why firm produce more than one product in production function 5 MARKS

Main features of Bertrand model explain 5 marks

$AC = 400q^3 + 463q^3/q + 12q + 10$ find slope 3 marks

Why firms choose different theory of profit explain according to risk bearing theory and frictional theory 5 marks

Make a difference in cost of capital and cost of debt 3 marks

Explain all risk behaviors 3 marks