

3.1 Oligopoly Short Questions

1997

List three forms or methods of collusion which firms which are operating in an oligopolistic market may practise.

.....
.....
.....

(16 marks)

1998

What is Limit Pricing?

.....
.....
.....

(16 marks)

2000

State **THREE** examples of barriers preventing free entry into an industry.

- (i)
- (ii)
- (iii)

(16 marks)

2002

Outline **TWO** benefits to consumers of non-price competition.

- (i) _____
- (ii) _____

(16 marks)

2010

Define the term 'non-price competition'. State **two** examples.

Definition: _____

Example 1: _____

Example 2: _____

(16 marks)

2011 DEB

Define the term 'collusion'. Identify **three** forms of collusion which may occur in an oligopolistic market.

Definition: _____

(i) _____

(ii) _____

(iii) _____

(17 marks)

2011

Name the market structure (Perfect Competition, Imperfect Competition or Monopoly) to which each statement below is most likely to apply:

STATEMENT	MARKET STRUCTURE
(i) The firm has a perfectly elastic demand curve.	
(ii) The product of the firm is unique.	
(iii) Restaurants could be an example of this market structure.	
(iv) Average costs of the firm are at a minimum.	

(16 marks)

2013

- (a) Collusion may be a feature of an oligopolistic market. Explain what is meant by 'collusion'.

- (b) Collusive practices may be undermined by price wars. Outline **two** benefits of price wars for the consumer.

(i) _____

(ii) _____

(16 marks)

2015

A high concentration ratio is a key feature of an Oligopolistic Market.

- (a) Explain this statement and give **one** example.

- (b) Outline two ways oligopolists behave in the market:

(i) _____

(ii) _____

(16 marks)