

Oligopoly Short Questions

1997

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

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.....
.....

(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)