

Perfect Competition Short Questions

1996

In perfect competition a firm will be in long run equilibrium when

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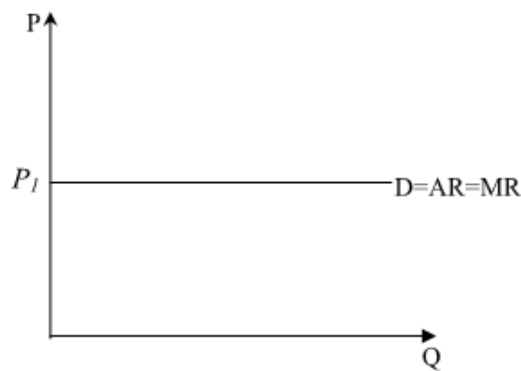
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(16 marks)

2009

The diagram below represents the demand curve facing a firm in Perfect Competition.



This demand curve is;

(✓ correct answer)

- Unitary Elastic
- Perfectly Inelastic
- Perfectly Elastic

State the reason for your choice:

(16 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)