Spinrad/AP Microeconomics

Final Exam

Directions: Make ten boxes on the blank paper and label them one to ten. Next, draw and label each graph including all axes and all lines. Explain the important features of the graph as noted.

1. Factor markets *What is the profit-maximizing quantity?*
2. Monopsonistic labor market *Compare to competitive market.*
3. Production possibilities curve *What do points inside/outside/on the line mean?*
4. Monopoly *Why is MR curve below the D curve?*
5. Perfect competition—individual firm *Show SR and LR shutdown points.*
6. MC and ATC/AVC *Show relation between MC and ATC/AVC.*
7. Dollar market and other currency market *Show appreciation/depreciation relationships. Show how Demand on one graph is related to Supply on the other.*
8. Price ceiling *show the amount of shortage*
9. Price floor *show the amount of surplus*