

<b>Microeconomics Practice Exam #3 Answer Key</b>			
<b>Q#</b>	<b>Ans.</b>	<b>Unit</b>	<b>Topic</b>
1	D	1	1.3- Production possibilities
2	D	2	2.8- Price controls
3	C	2	2.7- Supply and demand
4	A	1	1.6- Utility
5	D	3	3.7- Perfect competition
6	B	3	3.3- Returns to scale
7	C	3	3.1- Marginal returns
8	D	5	5.3- Cost minimizing
9	D	4	4.4- Monopolistic comp.
10	D	4	4.2- Monopoly
11	E	3	3.2- Cost curves
12	B	3	3.7- Perfect competition
13	A	4	4.5- Oligopoly
14	B	6	6.2- Positive externalities
15	C	6	6.4- Regulation
16	E	1	1.3- Production possibilities
17	A	1	1.5- Opportunity cost
18	E	2	2.8- Excise tax
19	D	2	2.7- Supply and demand
20	E	3	3.7- Productive efficiency
21	A	3	3.6- Shut down rule
22	D	3	3.4- Economic Profit
23	D	3	3.4- Accounting profit
24	A	3	3.6- Shut down rule
25	A	4	4.2- Monopoly
26	C	6	6.4- Per unit subsidy
27	C	5	5.2- Labor market
28	D	5	5.3- Hiring workers
29	C	6	6.4- Anti-trust laws
30	D	6	6.3- Public goods

<b>Q#</b>	<b>Ans.</b>	<b>Unit</b>	<b>Topic</b>
31	D	1	1.4- Terms of trade
32	E	1	1.2- Economic systems
33	C	2	2.5- Cross-price elasticity
34	D	2	2.5- Income elasticity
35	C	2	2.8- Supply and demand
36	E	6	6.4- Lump sum tax
37	C	4	4.4- Monopolistic comp.
38	D	5	5.3- Cost minimizing
39	D	4	4.5- Game theory
40	E	4	4.3- Price discrimination
41	C	3	3.7- Perfect competition
42	C	5	5.3- Hiring workers
43	B	2	1.6- Utility maximization
44	D	6	6.2- Negative externality
45	B	6	6.5- Types of taxes
46	E	1	1.4- Comparative adv.
47	A	2	2.3- Elasticity
48	C	2	2.6- Producer surplus
49	E	2	2.6- Producer surplus
50	D	1	1.6- Utility maximization
51	E	3	3.2- Costs of production
52	B	3	3.6- Shut down rule
53	A	3	3.2- Costs of production
54	A	4	4.5- Game theory
55	B	2	2.8- Excise tax
56	E	2	2.7- Double shift
57	C	5	3.7- Perfect competition
58	C	5	5.4- Monopsony
59	B	5	5.3- MRP
60	D	6	6.2- Positive externality