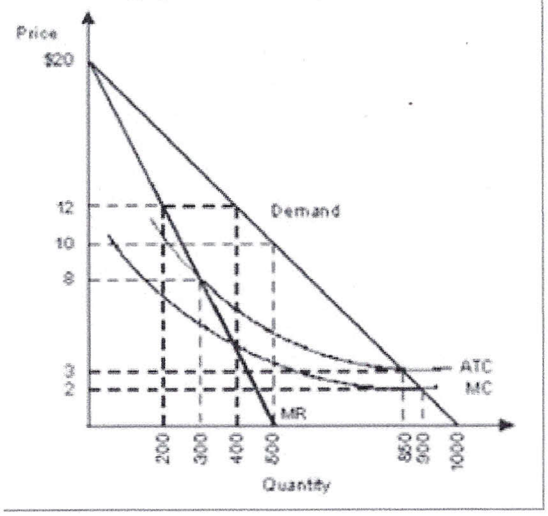
Refer to the table that shows the demand schedule for a firm that has a monopoly in the sale of personal c
country of Oz. If the firm were to set the price of computers at $2,000:

Price of Computers ($)	Quantity Demanded per year
5000	100
4000	200
3000	300
2000	400
1000	500

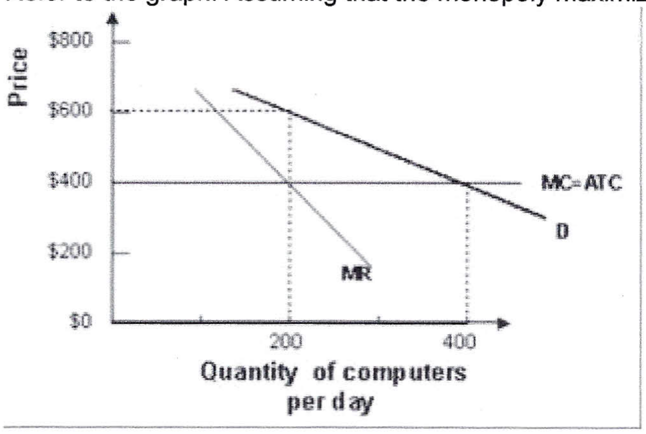
- it would maximize profits.
- marginal revenue would be negative.
- the demand for computers would be elastic.
- marginal revenue would be positive.

Refer to the graph. If this monopolist were forced to set price equal to average cost, it would charge a price of:



- $2.
- $3.
- $8.
- $12.

Refer to the graph. Assuming that the monopoly maximizes profit it will earn profits of:



- $8,000 per day.
- $20,000 per day.
- $40,000 per day.
- $160,000 per day.