

Questions *Microeconomics* (with answers)

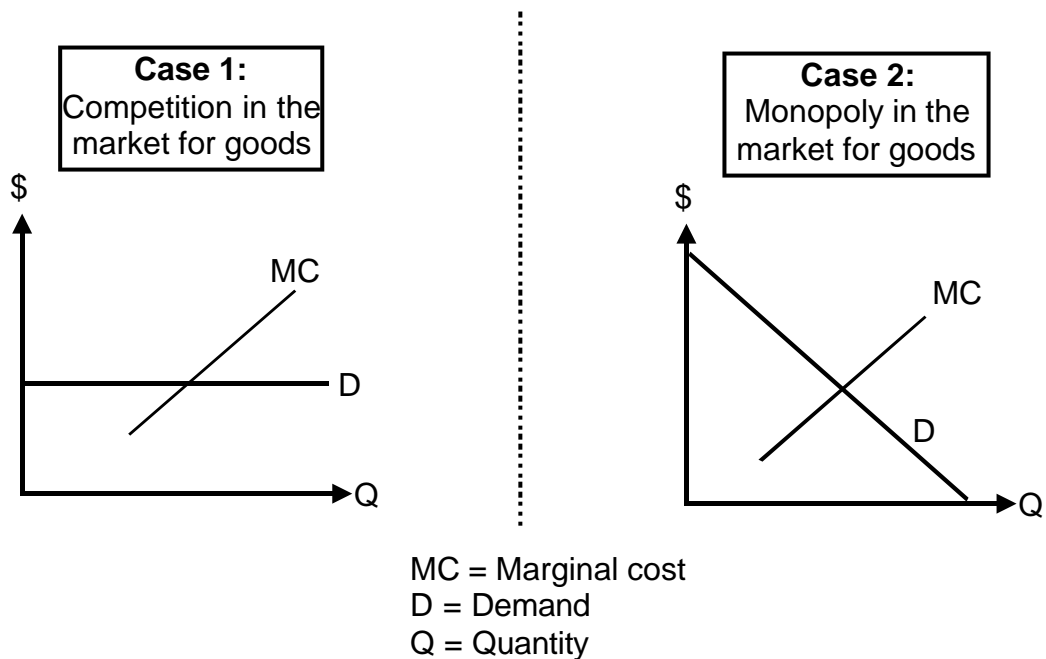
7 Labour market

01 Demand for labour

The demand for labour is a **derived** demand. Explain.

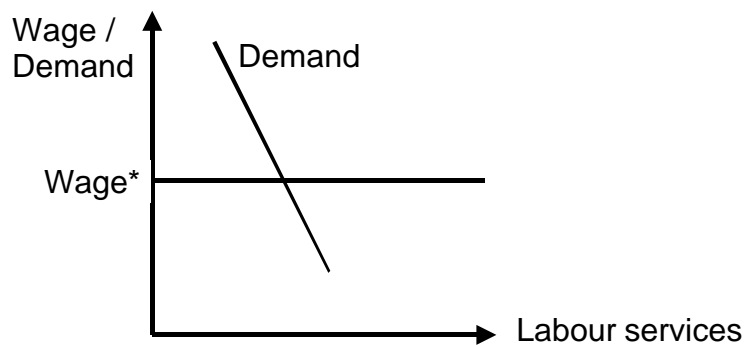
02 The labour market and the market for goods

Which effects has a rise in wages on the equilibria in the markets for goods.



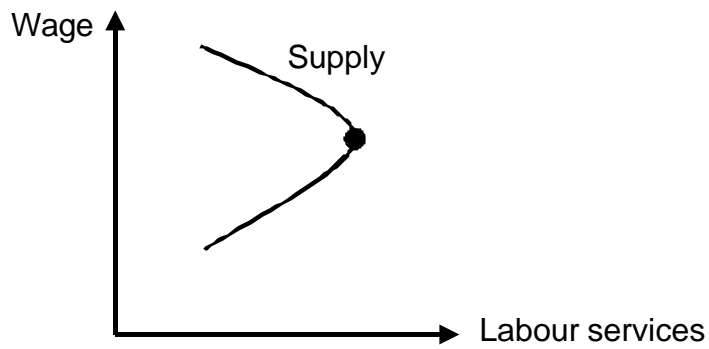
03 Demand for labour by an individual firm

(Short run: capital fixed)



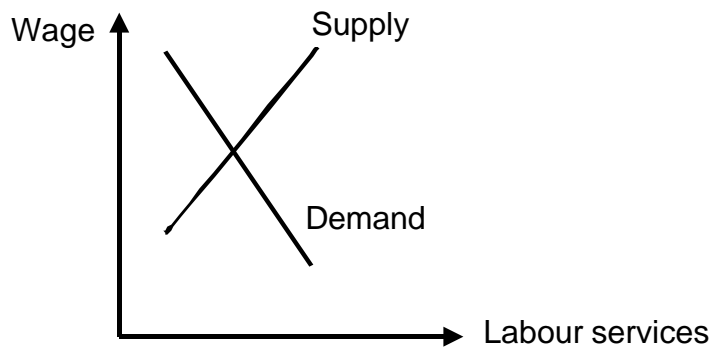
- ① Which forces determine demand?
- ① What happens to demand for labour if the produced goods become fashionable?

04 The supply of labour by an individual worker



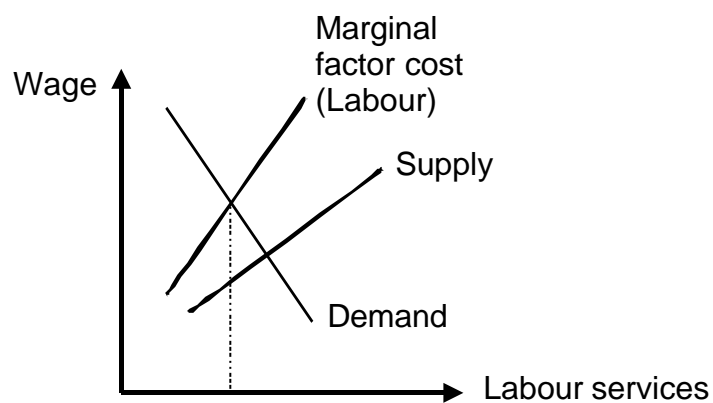
Explain the backward bending supply curve.

05 Minimum wage 1



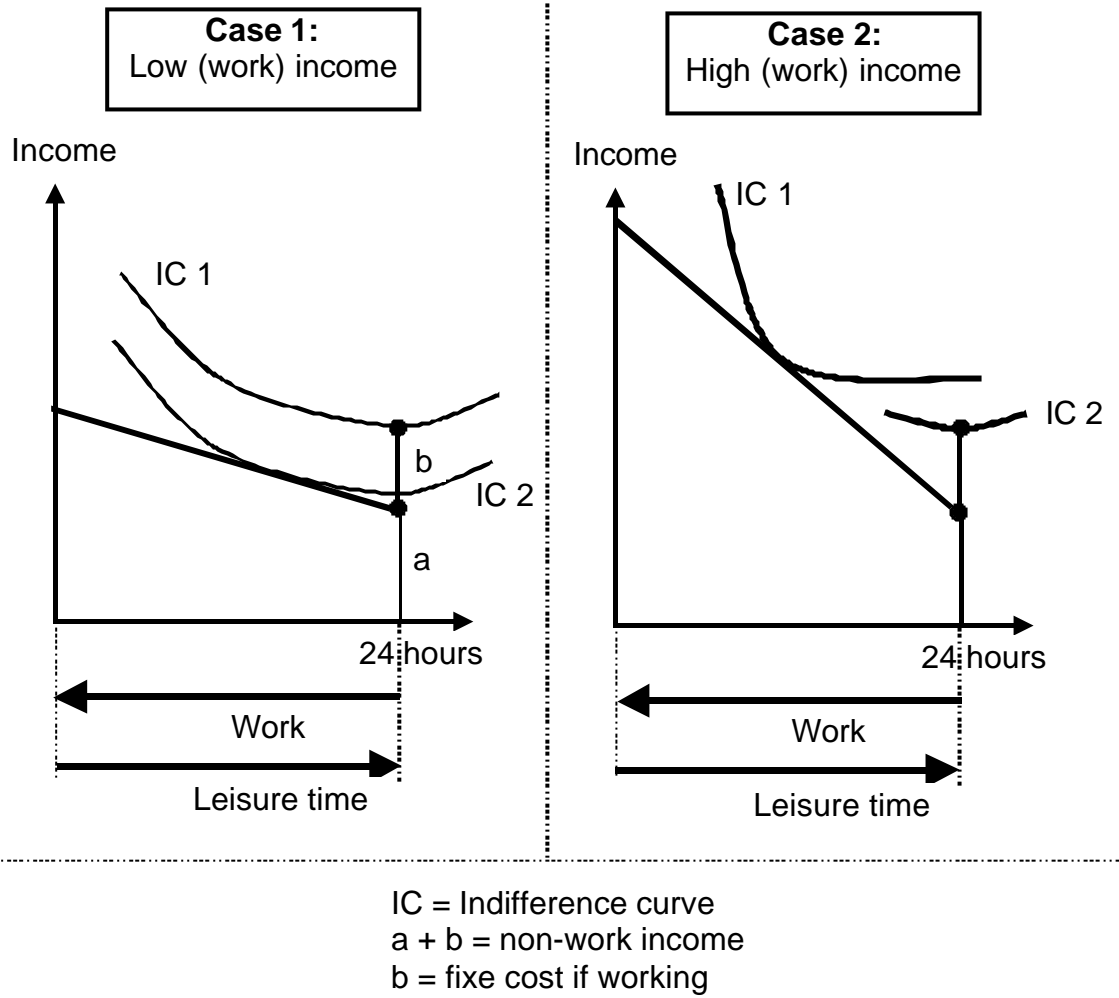
Which effects has a minimum wage?

06 Minimum wage 2 (Employer is a monopsonist.)



Illustrate why in this case a minimum wage can even raise labour demand.

07 Work or leisure time?



→ [Answers. Click here!](#)