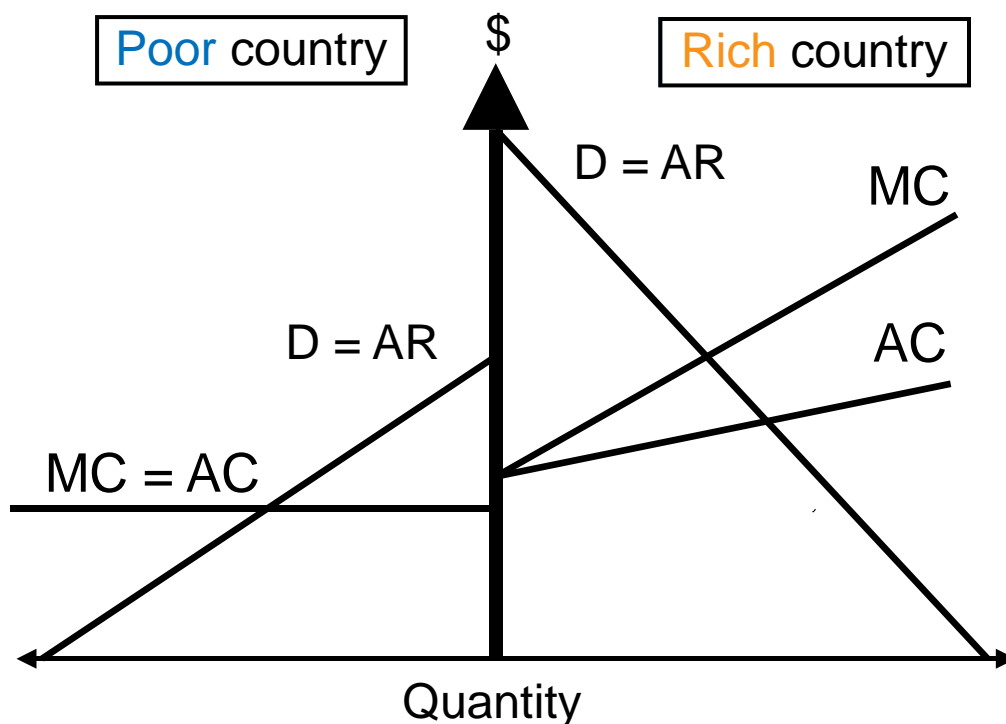


## Price discrimination (E26)

- ⇒ A monopolist introduces a price discrimination in two countries. In the rich country, demand is different and costs are higher in comparison to the poor country. Complete the following figure and show the profit in both countries.



D = Demand  
AR = Average revenue  
MC = Marginal cost  
AC = Average cost

Click to get the answer!