

Revised Schedule for November 2019

Sessions	Date	Topics	Activities/Text & Materials/ Media
<b>Production and Cost in the Short-Run and in the Long-Run</b>	Nov. 12 (9:30 -11:00)	<ul style="list-style-type: none"> <li>○ <b>Relationship between Costs and Production</b></li> <li>○ <b>Short-run Costs of Production: TFC, TVC, TC, AFC, AVC, ATC, MC</b></li> <li>○ <b>Production and Costs in the Long-run</b></li> <li>○ <b>Isoquant</b> <ul style="list-style-type: none"> <li>○ Isocost</li> <li>○ Least Cost Combination</li> <li>○ Expansion Path</li> <li>○ The Meaning of Returns to Scale</li> <li>○ Long-run Costs of Production: LTC, LAC, LMC</li> <li>○ Relationship between Expansion Path and LTC</li> <li>○ Relationship between Long-run and Short-run Costs</li> <li>○ Economies and Diseconomies of Scale</li> </ul> </li> </ul>	<p><b>Production in the Short-Run</b>  <b>Read:</b> Mankiw, ch.13; KW, ch.12; Frank, chs.9-10; Supplement Note provided in our class,</p> <p><b>Production in the Long-Run</b>  <b>Read:</b> Supplement Note provided in our class; Frank, chs. 9-10; KW, ch. 12</p>
	Nov. 13 (11:30-14:00)		
<b>Market Structure</b>	Nov. 15 (11:30-14:00)	<ul style="list-style-type: none"> <li>○ <b>Meaning</b></li> <li>○ <b>Structure of Perfect and Imperfect Markets</b></li> <li>○ <b>Producer's Objectives</b></li> <li>○ <b>The Meanings of Profits and Loss</b></li> <li>○ <b>Profit Maximization</b> <ul style="list-style-type: none"> <li>▪ TR-TC Approach</li> <li>▪ MR-MC Approach</li> </ul> </li> <li>○ <b>Perfectly Competitive Market</b> <ul style="list-style-type: none"> <li>▪ The Nature of Demand, TR, MR, AR and Their Relationships</li> <li>▪ Short-run Equilibrium</li> <li>▪ Derivation of Firm's and Market's Short-run Supply Curves</li> <li>▪ Long-run Equilibrium</li> </ul> </li> <li>○ <b>Monopoly</b></li> </ul>	<p><b>Read:</b> Mankiw, chs.14-15; KW, chs. 13-14</p>
	Nov. 19 (9:30-11:00)		
	Nov. 21 (9:30-11:00)		
	Nov. 22 (11:30–14:00)		
			<p style="color: red; text-align: center;">Quiz # 5 (production &amp; Cost) On Nov 15.</p>
			<p style="color: red; text-align: center;">Quiz # 6 (On Nov 27.)</p>

		<ul style="list-style-type: none"> <li>▪ Causes of Monopoly</li> <li>▪ The Nature of Demand, TR, MR, AR and Their Relationships</li> <li>▪ Short-run Equilibrium</li> <li>▪ Economic Effects of Monopoly</li> <li>○ <b>Comparison between Perfect Competition and Monopoly</b></li> </ul>	
#14: <b>Factor Markets</b>	26 Nov (9:30-11:00)	<ul style="list-style-type: none"> <li>○ <b>Demand for factor as a derived demand</b></li> <li>○ <b>The firm's demand for a factor</b></li> <li>○ <b>The supply of a factor</b></li> <li>○ <b>Determination of factor prices</b></li> </ul> <p>Under the two scenarios:</p> <ol style="list-style-type: none"> <li>1) Both factor market and output market are perfectly competitive.</li> <li>2) Factor market is perfectly competitive but output market is under monopoly</li> </ol>	<b>Read:</b> Mankiw, ch.18; KW, ch. 20; Perloff, ch. 15.1-15.3
	27 Nov (12:00-13.30)		
#15: <b>Market Failure</b>	28 Nov (1 lecture)	<ul style="list-style-type: none"> <li>○ <b>Meaning and Characteristics</b></li> <li>○ <b>Origins of Market Failure</b> <ul style="list-style-type: none"> <li>▪ Monopoly Power</li> <li>▪ Public Goods</li> <li>▪ Externalities</li> <li>▪ Asymmetric Information</li> </ul> </li> <li>○ <b>Consequences of Market Failure</b></li> <li>○ <b>Correction of Failure and Imperfections: Government or Private sector</b></li> </ul>	<b>Read:</b> Mankiw, chs.10-11, 15 and 22; KW, chs. 17-18 <b>Watch:</b> "Erin Brockovich", "Day After Tomorrow".