



Department of Education, Sabaragamuwa/weekly school

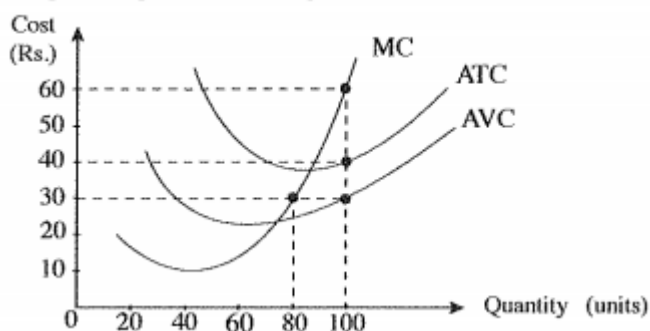
week- April 3

Subject-Economics

Grade-12

Prepared by -
Zonal Education Office, Rathnapura.

1. Distinguish between explicit (direct) and implicit costs. What are some of your explicit and implicit costs as a result of your attending school?
2. What distinguishes a firm's short run period from its long run period in production process?
3. What are the four basic assumptions of perfect competition?
4. The diagram below presents a perfectly competitive firm operating in the short-run producing an equilibrium output of 100 units.



Calculate the following at the equilibrium level of output.

- (a) Total revenue received by the firm.
- (b) Total cost incurred by the firm.
- (c) Total fixed cost of the firm.
- (d) Total economic profit or loss of the firm.