

Market Power in Supply Chains:
What We Know, and What We Need to Know
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Supply chains, monopsony and labour markets:

Traditionally, competition authorities have focused on horizontal product market competition. Market structure may also influence supply chains [...]. Market power may also take the form of monopsony in [...] input markets [...] harming consumer welfare. Relevant research topics include: supply chain structure, monopsony power in input markets and resilience to shocks.

- ▶ Useful overview of existing work and gaps
- ▶ Meaning of *vertical concerns*: foreclosure, effects of market power more broadly (abuse of dominance?)
- ▶ Resilience of supply chains and relation to market power
- ▶ Efficiency versus exposure to hold-up (vaccines, critical minerals etc.)
- ▶ Better understanding of price formation process → labour economics lit on wage posting vs. negotiation