

Place your name on the back of this sheet of paper and nowhere else. Staple your answers face up on the front of this sheet of paper. Failure to follow these directions will cost you 10 points. Your assignment will be typed, except graphs can be drawn by hand and mathematical equations can be done by hand. Failure to type it will cost you 10 points. If you use double-sided printing or print on the back of scrap paper, I will give you one additional point.

- 1) (15 points) Explain the difference between partnership and a LLC. Why are most small corporations LLCs rather than partnerships?
- 2) (15 points) Corporate raiders have a bad reputation, but they also are good for the economy. How do they make money? Why is that good for the economy?
- 3) (25 points) What is the most common relationship between labor, especially the unions, and the management in the USA? In other words, do they normally work together or do they treat each other as adversaries? What is one good aspect of that relationship? Explain your logic. What is one problem with that relationship? Explain your logic. Overall, do you think this type of relationship is a net positive or a net negative compared to other possibilities? Explain your logic.
- 4) (25 points) What is the most common form of ownership of large corporations in the USA? What is an advantage of that style of ownership? Explain your logic. What is the biggest disadvantage of that style of ownership? Explain your logic. Overall, do you think the positive aspects of that ownership outweigh the negatives or vice versa? Explain your logic.
- 5) (10 points) During the 1960s and 1970s, the regulations on businesses in the USA increased. Explain the good aspects of that.
- 6) (10 points) During the 1980s and 1990s, the regulations on businesses in the USA decreased. Explain the good aspects of that.