

Do not put your name anywhere on the assignment, other than on the back of this sheet of paper. Staple your answers on the front of this sheet of paper. Failure to follow these directions will cost you 1 point. 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.

- 1) (25 points) What does Marx mean by *dialectic materialism*? How does it explain the economy?
- 2) (30 points) Although Marx's understanding of economics is incomplete at best, it does have some validity. What are two of the aspects of his theories and/or conclusions which are correct?
- 3) (25 points) What did Marx want for the ownership of capital? Why did he want that? What is the problem with that theory?
- 4) (20 points) What is the biggest problem with socialism? Explain why that is a problem.