

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) Do you think theoretical communism would be good at the outcome of *environmental sustainability*? Explain your logic. Note that I am asking about theoretical communism, not communism in practice.
- 2) (15 points) Do you think theoretical communism would be good at the outcome of *economic stability*? Explain your logic. Note that I am asking about theoretical communism, not communism in practice.
- 3) (20 points) Given the article below, why might it be hard to privatize PIA? Explain why that would make privatization hard. Should they allow a foreign airline to take over PIA? Explain your logic. <https://arynews.tv/pm-kakar-directs-to-complete-pia-privatization-on-fast-track/>
- 4) (15 points) Do countries which do a lot of trade, i.e. open economies, have an easier or harder time privatizing companies than closed economies? Explain your logic.
- 5) (15 points) Czechoslovakia was communist for 41 years. Russia (as part of the Soviet Union) was communist for 74 years. Based solely upon that information, which country do you think had an easier time transitioning to capitalism? Explain why the length of time matters.
- 6) (20 points) What is meant by *contract law*? Why must a country transitioning from communism to capitalism create those laws? Explain your logic.