

Place your name on the back of this sheet of paper and nowhere else. Staple your answers 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) (30 points) Draw the diagram with four different possible Environmental Kuznet Curves. Explain why they look like they do. Which do you think is probably the most common? Explain your logic.

2) (10 points each) Answer each part in separate paragraphs. For each trait of an economy, explain how it is a barrier to businesses and hurts the economy.

A) licences and permits

B) lack of domestic saving

C) corruption

3) (20 points) When we discuss comprehensive wealth, one of the types we discussed was intangible capital. One of those was “social capital”. What is that? Why is it important?

4) (20 points) When we discuss comprehensive wealth, one of the types we discussed was intangible capital. One of those was “institutional capital”. What is that? Why is it important?