

Exam Two

Due: Tuesday, 12/8 by 4 pm at Lang 114.

Email Submission: Due by Monday 12/7 by 8 pm; if you do not receive a confirmation email from me, you must turn in a hardcopy on Tuesday.

Value: 50 pts.

Directions:

- Read each question carefully and answer the complete question.
- Do not use any source other than your class notes and the assigned readings (this includes any internet resources).
- You may (and are encouraged to) use the Writing Center (<http://www.rockford.edu/?page=WritingCenter>)
- You are not to work with anyone else.
- If you use quotations from the assigned readings or class notes, keep them short, limited, and properly cited.
- Answers will not receive full credit if they: include incorrect statements; omit relevant information; include irrelevant material; contain errors in reasoning; or contain flagrant grammatical or spelling errors.
- All answers must be:
 - typed, 1" margins, 12-point standard font, double-spaced, stapled.

Questions:

Each answer should be roughly one page in length.

1. After describing the paradox of bluffing in business, explain one of the solutions (either from class discussion and/or the assigned readings) to this paradox.
2. Summarize Rachels' reasons for the importance of privacy.
3. Contrast the values of liberty and equality in the context of minimum wage. Does either provide a moral justification for the government to step in to set a minimum wage? Why/Why not?
4. Discuss Machan's arguments that insider trading does not violate concerns about fairness.
5. Explain Friedman's argument that corporate social responsibility means that the executive must act contrary to the interests of the shareholders.