

1. Describe the four elements of ownership (O) of property (P). (Based on Monks & Minow, ch 2)
10 p.
2. In addition to the separation of ownership and control, there are four other respects in which share ownership in the modern corporations differs from traditional notions of ownership. Describe the four other respects. (Based on Monks & Minow ch 2)
10 p.
3. Discuss the limits and obstacles to board oversight of managers. (Based on Monks & Minow, ch 3)
10 p.
4. Describe the conflict of interest between shareholders and management with regard to management compensation. (Based on Monks & Minow, ch 4)
10 p.
5. Give five examples of abusive compensation practices. (Based on Monks & Minow, ch 4)
10 p.
6. What are the pros and cons of corporations? (Based on lectures)
10 p.
7. Discuss the different valuation bases that are used to determine the dollar amounts attached to the accounts on the balance sheet. (Based on Pratt, ch 3)
10 p.
8. Discuss the basic principles of financial accounting measurement. (Based on Pratt, ch 3)
10 p.
9. Describe materiality and conservatism. (Based on Pratt, ch 3)
10 p.
10. Discuss the strategies used by managers to "manage" reported accounting numbers. (Based on Pratt, ch 5)
10 p.