

Do not write your name on the assignment. Write your name only on the back of this sheet of paper and staple your answers on the front of this sheet of paper. Your assignment will be typed, except graphs can be drawn by hand and mathematical equations can be done by hand. Failure to follow these directions will cost you 1 point on the assignment and failure to type it will cost you 10 points.

- 1) (20 points) China has remained communist and survived long after The USSR fell apart. What do you think are two reasons why China has been more successful than The USSR?
- 2) (15 points) Do you think that China's one-child policy is a good one? Why or why not?
- 3) (20 points) If you were to make one reform to the Chinese economy, what would it be? Why would you make that change?
- 4) (25 points) What is the big problem with the Chinese banking system? What could be done about it?
- 5) (20 points) Is there a way for free enterprise to expand within the Chinese economy? What should be done to help the entrepreneurs?