Exam Incentives in Organizations and Innovation Uwe Jirjahn

Summer 2018

Choose <u>either</u> question Q.1 <u>or</u> question Q.2.

Q.1 How does performance pay influence workers' self-sorting?

Q.2 Discuss possible solutions to the free-rider problem associated with profit sharing.

Note: If you answer both questions, we will only consider Q.1.