

Quiz to accompany Crowdfunding: CLE online Course #181801

1) Professor Heminway has written multiple articles concerning crowdfunding that are available for free on ____.

- a) EBSCO Publishing
- b) Social Science Research Network
- c) Questia
- d) Pro Quest

2) There are many different approaches to financing a new business; which one is most appropriately linked to the topic of crowdfunding?

- a) Venture Capital Financing
- b) Angel Financing
- c) Outside Seed Capital
- d) Other

3) "Crowdfunding is the solicitation of funding for, and the provision of funding by, a(n) _____, _____ mass of individuals (the crowd), commonly over the Internet. Archetypally, there are many individual funders, each contributing a small amount. Funding may be sought for businesses or projects or personal expenses." - Joan MacLeod Heminway, 2015.

- a) Unencumbered, unrelated
- b) Diverse, interested
- c) Undifferentiated, unrestricted
- d) Entrepreneurial, local

4) Selling to specific groups or demographics qualifies as "crowdfunding" if:

- a) The advertisements are made over the internet
- b) The solicitations are limited to local outlets
- c) The funds are from local supporters
- d) Never

5) Examples of Non-Investment Crowdfunding does not include:

- a) Good-donations
- b) Discount on future good
- c) Presales
- d) Common-stock

6) Commonalities amongst platforms include all of the following except:

- a) A screening for minimum age requirement
- b) A geographic screening process
- c) A probability-of-success screening
- d) A minimum investment or verified bank account

7) Securities Regulations is a primary concern for crowdfunding; which rules apply:

- a) Charitable funding
- b) Consumer protection

- c) State level Fair trade practices
 - d) All the above
- 8) Selling a security is only without registration is only proper if accompanied by:
- a) An Exemption
 - b) A Warranty
 - c) A Covenant
 - d) A Restriction
- 9) Platforms are regulated at the State and Federal level, what does Professor Heminway say about the similarities and differences of the two:
- a) State law is regularly more restrictive
 - b) Federal law is regularly more restrictive
 - c) State law is not actively regulating the Platforms at this time
 - d) The regulations are parallel
- 10) Platform protections include all of the following except:
- a) No class actions
 - b) Non-Compete
 - c) Jurisdiction and venue
 - d) Mandatory arbitration