

## Assignment No.2

### Environmental Economics

Deadline: Date [November 2, 2017]; Time [23:00]

Assignment should be written using Microsoft office; Font size (14), Font Type (Time New Roman); Line Space (1.5).

Assignment should be sent to the following email, with subject “course name-Assignment No.(x)”: [ashraf.samir1983@outlook.com](mailto:ashraf.samir1983@outlook.com)  
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Grades: 3

Q) “Using marketable permit systems to control for pollution helps correct market failures by forcing polluters to internalize the social cost of their pollution”.

Based on the previous statement, answer the following questions:

- a) Differentiate between traditional approaches used for controlling pollutants and marketable permit systems.
- b) Analyze the different market-based instruments used by European countries.