NORTHERN ILLINOIS UNIVERSITY  
Testing Services and  
Graduate Studies in Business  

PHASE ONE EXEMPTION EXAMINATION  
MGMT 511-LEGAL ASPECTS OF BUSINESS

Phase One course work is designed to compensate for deficiencies in undergraduate course work or experiences considered to be prerequisites for Phase Two graduate course work. Deficiencies in the Phase One requirements must be resolved by either satisfactory completion of the course or by passing the appropriate exemption examination.

COURSE DESCRIPTION: A general seminar in legal problems affecting business in the areas of contracts, personnel, taxation, property, and government regulation of business.

EXEMPTION EXAMINATION: The examination consists of 100 multiple choice questions. Two hours of testing are allowed.

The minimum passing score is 70 items correctly answered. Upon successful completion of this examination the MGMT 511 Phase One deficiency will be met.

NOTE: A student may attempt an exemption examination only once for a given Phase One course. The score for a second attempt of the same Phase One Course will be automatically nullified.

REGISTRATION: To attempt the MGMT 511 examination a student must register in advance with NIU Testing Services, Adams Hall 128. Office hours are Monday through Friday 8 a.m. until noon and 1 to 4:30 p.m. This examination is administered at Testing Services during regularly scheduled office hours. Phone (815) 753-1203.

There is no fee for this exam.

EXAMINATION RESULTS: Results will be mailed to you from the Department of Management. Phone (815) 753-5185.

STUDY MATERIALS: Any standard text in Legal Environment in Business or the text currently used for the NIU MGMT 511 course.

Sample MGMT 511 Exemption Examination questions are on the reverse side of this sheet.

WHAT TO BRING TO THE EXAMINATION: Students should report at their assigned testing time to Adams Hall 128 with the following:

Appropriate photo ID (driver's license, school ID or passport, etc.)

Parking is available in the Visitor Parking Lot, located off of Lincoln Highway on Carroll Avenue.
Multiple Choice

1. Strict liability in tort permits an injured party to sue all but:
   a. manufacturers.
   b. distributors.
   c. retail sellers.
   d. all of the above businesses may be sued.
   e. none of the above businesses may be sued.

2. Activities of administrative agencies may be checked by which of the following?
   a. Voters can remove administrative agency members directly through the electoral process.
   b. Few, if any, checks exist on the activities of administrative agencies.
   c. Courts exercise review over agency activities.
   d. Administrative agencies check the activities of one another.
   e. All of the above.

3. When filing a lawsuit, the party bringing the suit must select a court that has both:
   a. jurisdiction over the subject matter and over the person or property of the defendant
   b. jurisdiction over the subject matter of the dispute (the res) and appellate jurisdiction
   c. in personam jurisdiction and quasi-in-rem jurisdiction
   d. in personam jurisdiction and appellate jurisdiction
   e. In rem jurisdiction and jurisdiction over the subject matter of the litigation

4. One of the most important state laws affecting business is:
   a. the Uniform Probate Code
   b. the Uniform Commercial Code
   c. the Federal Rules of Civil Procedure
   d. the Uniform Partnership Act
   e. the Compensation for Tort Victims Act