STATE AID

1. Which one gives the most precise definition of an undertaking?
   (a) A company or a partnership
   (b) Any legal or natural person
   (c) Any legal or natural person that engages in economic activities
   (d) Any legal or natural person that engages in profitable activities

2. Which of the following is state aid?
   (a) Tax exemptions for persons employed in the construction sector
   (b) Local government spending on infrastructure
   (c) Central government spending on vocational schools
   (d) None of the above

3. The state aid rules of the European Union
   (a) Prohibit member state governments from investing in private companies
   (b) Allow member state governments to increase the capital of companies exclusively owned by the state
   (c) Require member state governments to obtain the authorisation of the Commission before investing in any private company
   (d) Require member state governments to obtain the authorisation of the Commission before investing in any company that faces financial difficulties

4. Which kind of aid is compatible with the Internal Market?
   (a) Aid for the expansion of industrial regions
   (b) Aid to help companies expand their market share
   (c) Aid to compensate companies for losses from late payments by their debtors
   (d) Aid to compensate companies for damage caused by marine pollution

5. A State aid measure is not selective when it
   (a) Provides for tax exemptions on exports made by all companies
   (b) Favours all large companies
   (c) Is taken by autonomous local authorities after authorisation by national government
   (d) Reduces the corporate tax in general

6. Which of the below statements is not correct?
   (a) State aid in small amounts affect trade
   (b) State aid to a beneficiary outside the EU does not affect trade
   (c) De minimis aid does not appreciately affect trade
   (d) State aid for investment in regions affects trade
7. Which of the below statements is not included in Article 107(2) or (3) TFEU?
   (a) Aid to promote regional development
   (b) Aid to undertakings for the provision of services of general economic interest
   (c) Aid to individuals for social purposes
   (d) Aid to certain sectors