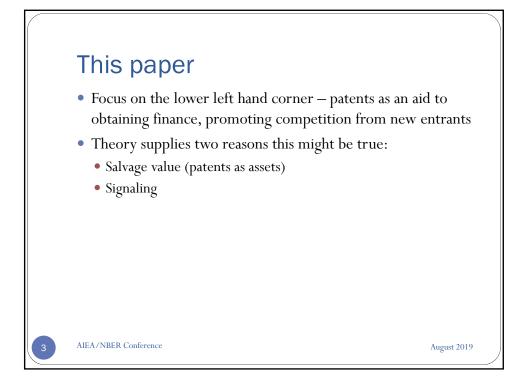
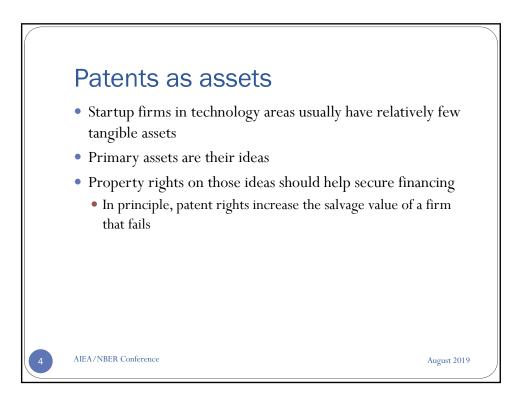
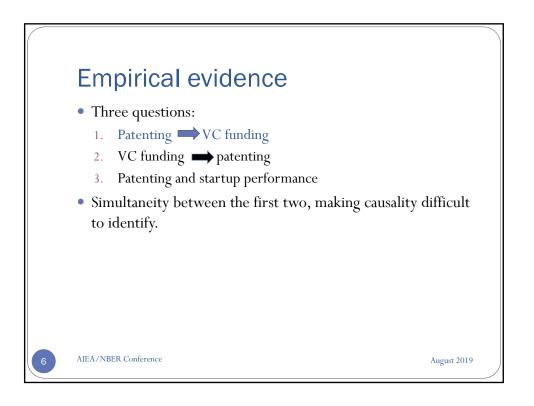


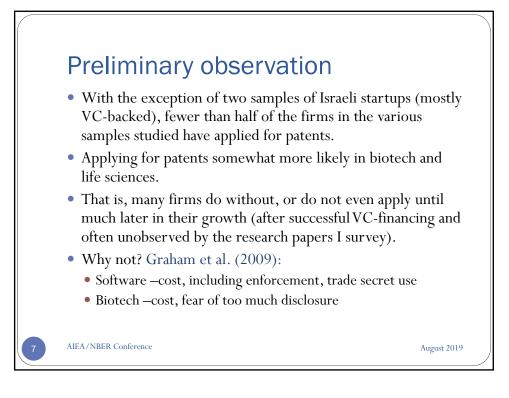
Patent system as viewed by a "two- handed" economist		
Effects on	Positive	Negative
Innovation	creates an incentive for R&D and innovation investments	impedes the combination of new ideas & inventions; raises transaction costs; inhibits cumulative invention
Competition	facilitates entry of new or small firms with limited assets; enables vertical disintegration	creates short-term "monopolies", which may become long-term in network industries
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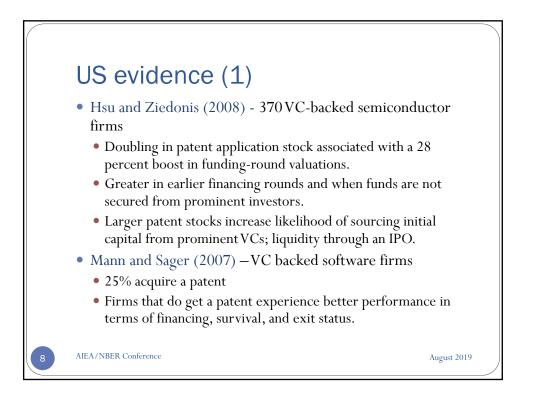


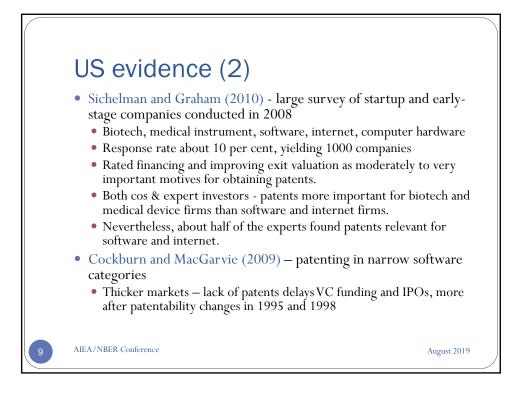


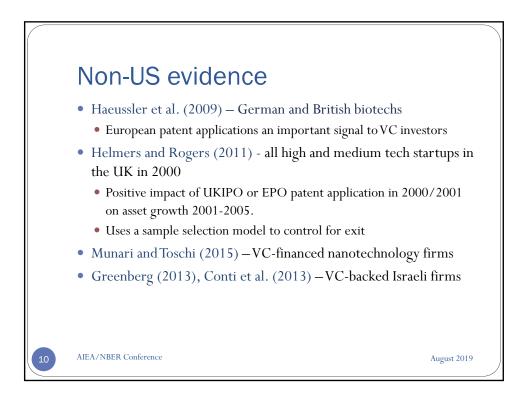


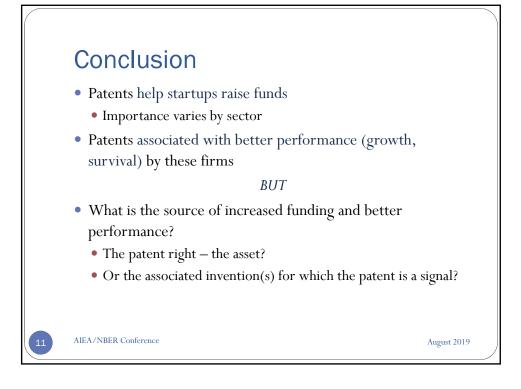


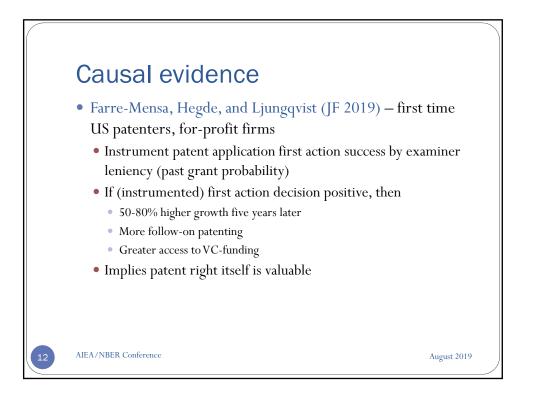


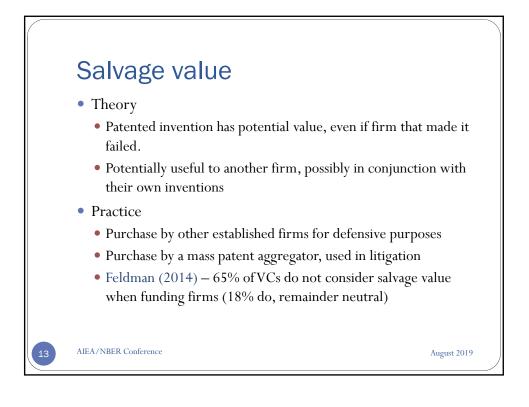




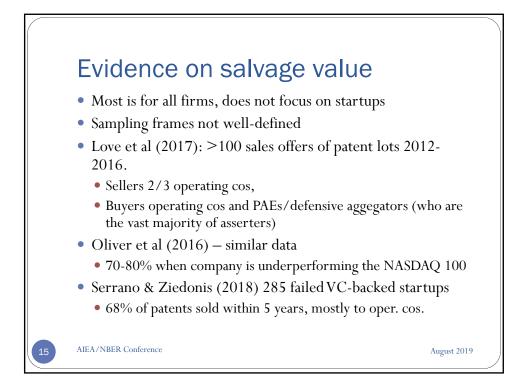


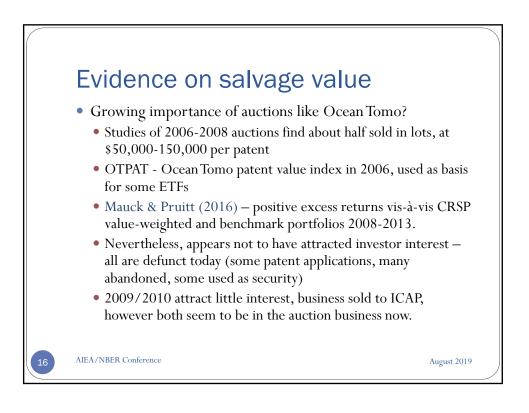


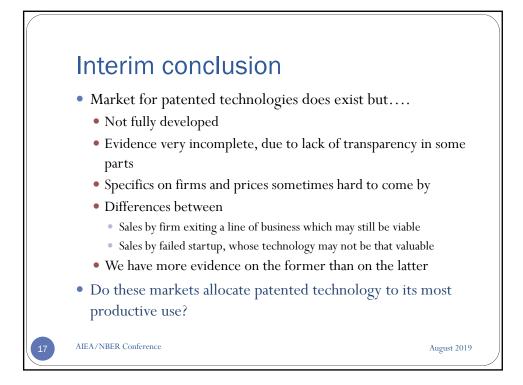


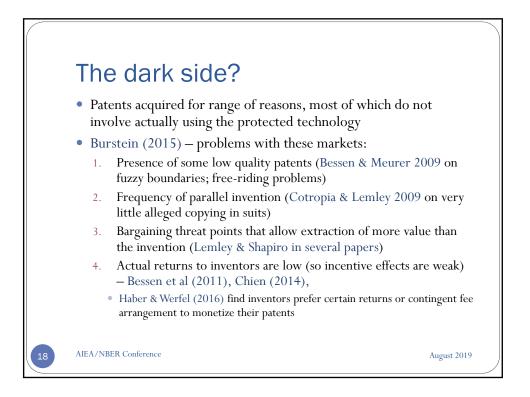




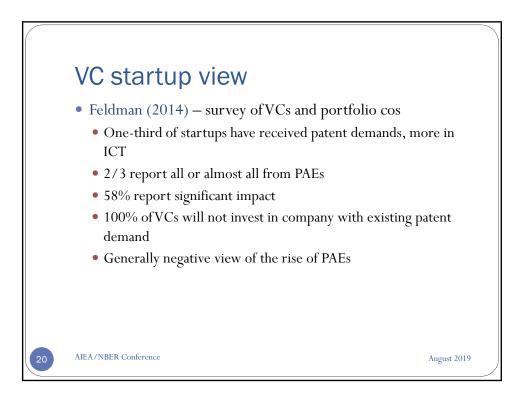


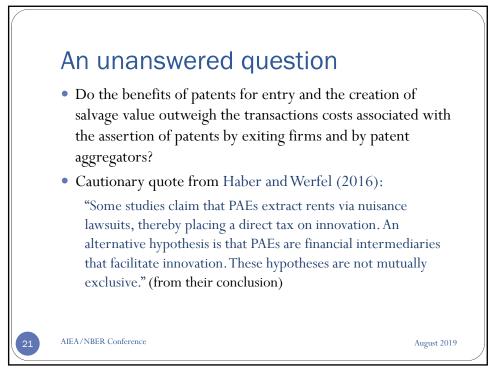


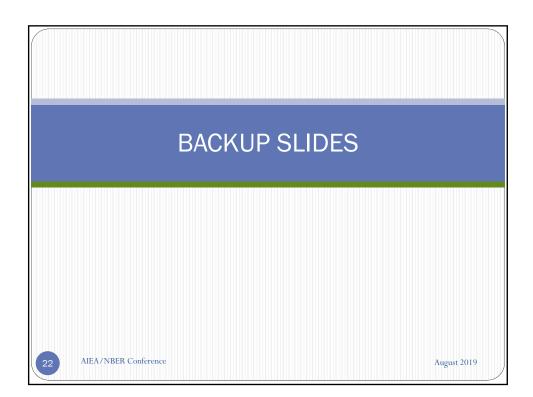


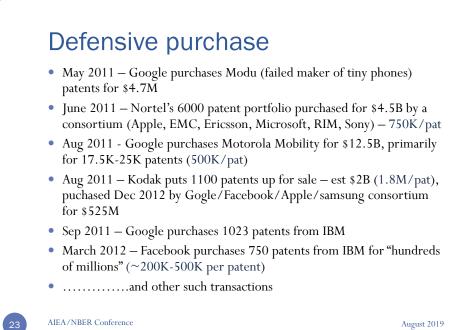












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