Role of Law in Business
Entrepreneurs are very much informed in various industries, however, there are some of the decisions that are very difficult for them, and they may not be able to make by themselves. Entrepreneur may not decide most of those decisions that require expertise of fields that are outside their core business area. There are those small businesses that are forced to comply with the very business rules that are also applied by established companies. With the small size, they may not be in a position to decide for their own, and need to employee legal expertise now and then. Globalization has also been on the increase with most of the political boundaries are more accessible because of the progressive growth of international trade and investment. The increase in the global investment and trade has seen several investment laws and several treated being extended to most foreign investment. There are those legal frameworks that have been developed to guide domestic trade and those that are checking on the international business. Laws in business have been designed for a various activities that a business can do, and those that they cannot do. Law is a very wide discipline of multiple fields that serve imperative functions in Business some of which include: Taxation
All the business within the country and outside is responsible for paying taxes from the profits they earn. To be able to do this, governments have to set the rules that are required to determine how, when businesses are to pay tax. For the owners of sole proprietorship and those of the partnership are required to report earnings to individual income tax returns. For the corporations, the law treats them as separate owners when it comes to payment of tax. Competition
Doing business has become very competitive, and companies are forced to work exceedingly hard to ensure that they remain relevant in the market. Some of the businesses in an effort to maintain their competitive advantage may use unethical and unlawful strategies. At this point, the law comes in to prevent anti-competitive behaviors, which involve fixing at prices by monopolies. On the other hand, competition is very healthy as it encourages better services and quality products with favorable prices. To encourage this positive side of competition, laws can be designed to discourage mergers or those laws that encourage splitting of companies into various divisions to create competition. Intellectual Property
Most business gains competitive advantage by being innovative in their field of operation. Creations of the mind such as company logo, invention, literature, and such like need to be protected from those who may copy them without the consent of the owners. Copying these mind creations, may disadvantage the original owners from earning appropriate returns. Intellectual property law has been designed to offer legal protection to each intellectual property allowing creators to maximally enjoy profit out of their work. Businesses are protected from their competitors who may want to steal and those thinking to use their ideas. This protection offers the business innovative incentives. Employment
Except for the sole proprietorship that may only require solo operations, most established businesses employee people in order to much the multiple operations of the business. To have a smooth working relation amongst the employer and employees, there should be a well laid down laws spelling out how employees should be paid and minimum wage. Usually wage rules
spell out what the minimum should be, and for the overtime, the common law provides that employees be paid one and a half of the normal pay. Through the government, safety rules are set that ensures that businesses offer safe working conditions.

Environmental law

Businesses have impacts on the environment such as air pollution, water pollution, and land pollution that results from activities of the business. There is has concern in the whole world on the effect of business activities on the ozone layer, which is posing a threat to human life. There are global rules that have been set to govern activities of businesses and promote environmental concern by businesses such as environmental reporting. From such rules, companies are expected to report, annually, on how they contribute towards environmental management. Government penalizes businesses who do not comply with environmental guidelines. The law also requires that only those businesses with permits to engage activities that have potentials to release pollution. Laws also regulate the use of pesticides and chemicals that can easily pollute the environment.

Conclusion

Among many other areas, law plays imperative roles in the activities of the business that encourage smooth and healthy operations. Most of these activities if left without control by set laws would be disastrous for the business, the human race, and the general well-being. Several businesses would also be unfairly forced out of the business suppose there were no laws to help reduce unhealthy competitions from other established business. With laws, even small businesses are able to grow to large companies, as they will not be exposed to harsh and unfair competition. Laws have made it easier to control activities of the business by ensuring that only business that has shown a commitment in protecting the environment and those with the potentials to manage business that release pollution is given the permission to operate business. So many young and industries are usually protected from possibly dumping of imported cheap products from foreign countries and, therefore, they can easily develop. Therefore, for an orderly, fair, and successful environment for operating business, law plays a crucial role.