Economic Systems

Directions:

Place an “X” in the box under Traditional. Command, Market, and/or Mixed to match the description with the economic system.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | TRADITIONAL(subsistence) | COMMAND(planned) | MARKET | MIXED |
| Government directly influences and greatly controls business practices due to ownership of natural and capital resources. |  |  |  |  |
| Privately owned factors of production (factories and machines) |  |  |  |  |
| Characterized by a very low unemployment rate.  |  |  |  |  |
| Prices are influenced by supply and demand. |  |  |  |  |
| An economic system that combines elements of all other basic systems. |  |  |  |  |
| Considered synonymous with a capitalistic economy. |  |  |  |  |
| Individual freedom is limited. The roles of individuals do not change from generation to generation. |  |  |  |  |
| Considered synonymous with either a communist or socialist economy depending upon the degree of government control. |  |  |  |  |
| Individual’s purchasing decisions determine the types of products and services offered. |  |  |  |  |
| Minimal government involvement in business transactions. |  |  |  |  |
| An economic system heavily influenced by habits, customs, traditions, and religious beliefs. |  |  |  |  |
| Consumers have little or no influence in determining the types of products and services offered. |  |  |  |  |
|  |  |  |  |  |