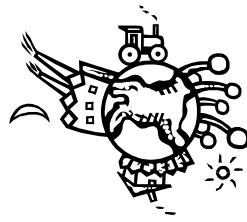


Name \_\_\_\_\_



# ECONOMIC

# SYSTEMS

- A. Economic \_\_\_\_\_ - the way in which people decide to \_\_\_\_\_ the production, distribution, and consumption of \_\_\_\_\_ and \_\_\_\_\_.
- B. The **three** basic \_\_\_\_\_ that every economic system must are:
1. \_\_\_\_\_: \_\_\_\_\_ will be made?  
ex. cars, airplanes, oil, corn, computers
  2. \_\_\_\_\_: \_\_\_\_\_ will it be made? What \_\_\_\_\_ will be used?  
ex. machines, assembly lines, individual skilled workers, etc.; oil, trees, metal
  3. \_\_\_\_\_: \_\_\_\_\_ will it be made?  
ex. everyday shoppers, the government, consumers in foreign countries
- C. Every society answers these three basic questions in \_\_\_\_\_ ways, so there are different types of economic \_\_\_\_\_ or \_\_\_\_\_ ...
- 1) \_\_\_\_\_ 2) \_\_\_\_\_ 3) \_\_\_\_\_
- D. **COMMAND ECONOMY** – the \_\_\_\_\_ makes decisions about what, how, and for whom to produce
- E. **MARKET ECONOMY** – everyday people ( \_\_\_\_\_ & \_\_\_\_\_) make the decisions about what, how, and for whom to produce
- F. **TRADITIONAL ECONOMY** - \_\_\_\_\_ & \_\_\_\_\_ (tradition) determine what, how, and for whom to produce
- G. **MIXED ECONOMY** - An economic system that has features of \_\_\_\_\_ and \_\_\_\_\_ economies; \_\_\_\_\_ economies in the world are MIXED economies

