

ECONOMIC SYSTEMS CHECK

1. The three (3) basic economic questions that every economic system must answer:

What goods and services to produce? How will goods and services be produced? Who will get the goods and services?

- a. True
b. False
2. An economic system in which a central, governmental authority decides how to use a country's scarce resource. In other words, the government answers the three basic economic questions.
- a. Market economic system
b. Command economic system
c. Traditional economic system
d. Mixed economic system
3. An economic system in which individuals own and decide what to do with scarce productive resources. In other words, producers and consumers answer the three basic economic questions.
- a. Market economic system
b. Command economic system
c. Traditional economic system
d. Mixed economic system
4. An economic system in which economic decisions are made according to social roles and culture. In other words, the three basic economic questions are answered the same way they have been for generations.
- a. Market economic system
b. Command economic system
c. Traditional economic system
d. Mixed economic system
5. An economic system in which the government and private citizens are used to decide how to use scarce resources.
- a. Market economic system
b. Command economic system
c. Traditional economic system
d. Mixed economic system
6. Most countries in the world have a _____ economic system.
- a. market
b. command
c. traditional
d. mixed

7. Activities are centered toward the family or ethnic unit
 - a. market economy
 - b. command economy
 - c. traditional economy

8. Also called a capitalist economy
 - a. market economy
 - b. command economy
 - c. traditional economy

9. Competition between businesses
 - a. market economy
 - b. command economy
 - c. traditional economy

10. Factories are concerned about meeting quotas (not profit).
 - a. market economy
 - b. command economy
 - c. traditional economy

11. Many economic freedoms and choice in the market place
 - a. market economy
 - b. command economy
 - c. traditional economy

12. Men and women have different economic roles and tasks.
 - a. market economy
 - b. command economy
 - c. traditional economy

13. Profit is the motive for increased work rather than quotas.
 - a. market economy
 - b. command economy
 - c. traditional economy

14. Shortages often occur because of poorly run factories and farms.
 - a. market economy
 - b. command economy
 - c. traditional economy

15. Technology is not used.
 - a. market economy
 - b. command economy
 - c. traditional economy