

Two Common Economic Systems

Directions Write the answers to these questions. Use complete sentences.

- 1.** How does a traditional economy answer the three basic economic questions?

- 2.** Where are traditional economies usually found?

- 3.** Describe the traditional economy of the Inuits.

- 4.** What is a command economy?

- 5.** In the former Soviet Union, what happened to consumer goods when the country became an industrial power?

- 6.** Under socialism, who owns a country's major industries?

- 7.** What is a democracy?

- 8.** What type of economic system is found in many European countries?

- 9.** Which economic system is based on the belief that people work to the best of their abilities?

- 10.** In a dictatorship, how are people ruled?
