**Discovering Economic Systems**-***Guided Practice Answer Sheet***

**Instructions:**

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

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Traditional | Planned | Market | Mixed |
| An economic system heavily influenced by habits, customs, and religious beliefs | X |  |  |  |
| Government directly influences and vastly controls business practices due to ownership of natural and capital resources |  | X |  |  |
| Privately owned factors of production (i.e., factories and machines) |  |  | X | X |
| Prices are influenced by supply and demand |  |  | X | X |
| An economic system that combines elements of all the other basic systems |  |  |  | X |
| Characterized by very low unemployment rate | X |  |  |  |
| Considered synonymous with capitalistic economy |  |  | X | X |
| Individual freedom is limited (roles of individuals are static from generation to generation) | X |  |  |  |
| Considered synonymous with either a communist or socialist economy, depending upon the degree of government control |  | X |  |  |
| Individual’s purchasing decisions determines the types of products and services offered |  |  | X | X |
| Minimal government involvement in business transactions |  |  | X |  |