

# GUIDED READING Activity 2-1

For use with textbook pages 33–39

## **E**CONOMIC SYSTEMS

### RECALLING THE FACTS

**Directions:** Use the information in your textbook to answer the questions. Use another sheet of paper if necessary.

1. Define the term *economic system*.

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2. Describe each type of economic system. Then briefly state its major advantages and disadvantages.

a. Traditional economy \_\_\_\_\_

Advantages:

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Disadvantages:

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b. Command economy \_\_\_\_\_

Advantages:

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Disadvantages:

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c. Market economy \_\_\_\_\_

Advantages:

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Disadvantages:

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