

GUIDED READING Activity 2-1

For use with textbook pages 33-39

ECONOMIC 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*.

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

a. Traditional economy _____

Advantages:

Disadvantages:

b. Command economy _____

Advantages:

Disadvantages:

c. Market economy _____

Advantages:

Disadvantages:
