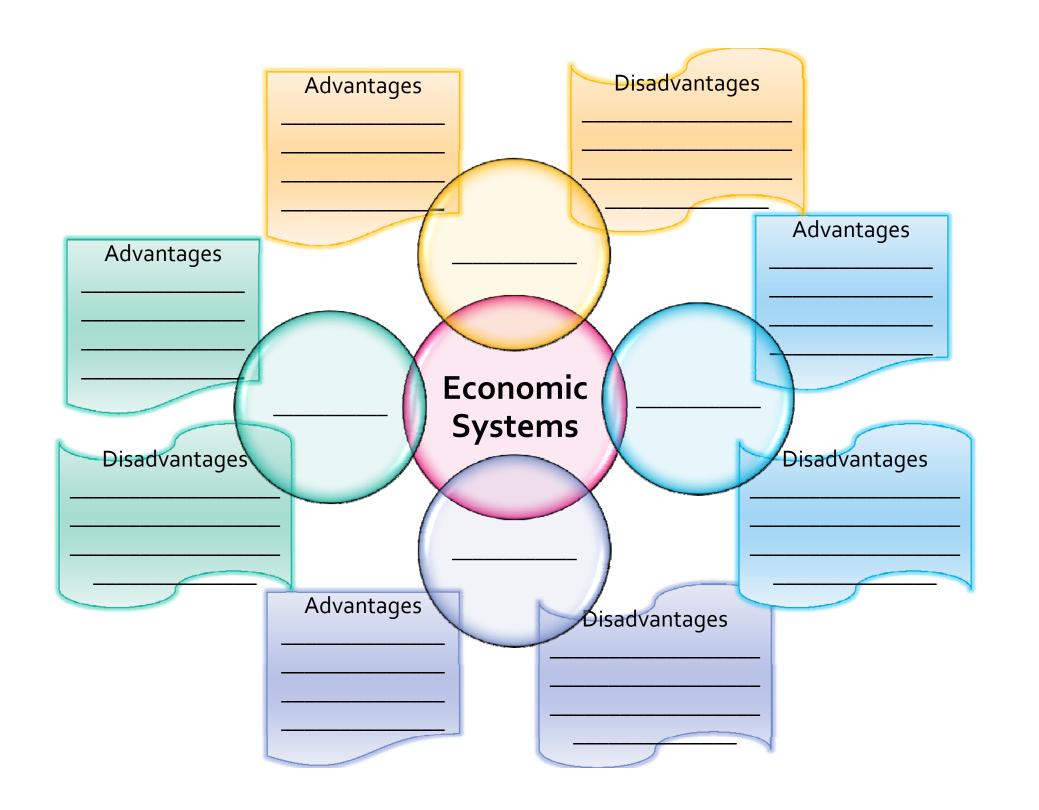
Basic Economic Systems

| | Traditional | Strong Command | Moderate Command | Market |
|--------------------------------------|-------------|-------------------|---------------------|--------|
| "ism" Name | | | | |
| Ownership of Resources | | | | |
| Decisions on Use of Resources | | | | |
| Role of Government in Planning | | | | |



Basic Economic Systems

| | Traditional | Strong Command | Moderate Command | Market |
|--------------------------------------|--|---|--|----------------------------------|
| "ism" Name | Traditionalism | Communism | Socialism | Capitalism |
| Ownership of Resources | Family or community within the tradition | Government | Government owns major industries. Others are privately owned. | Privately owned and operated |
| Decisions on Use of Resources | Based on tradition, custom, or religion | Government plans the use | Governemnt and business owners cooperate in decision making | Business owners and consumers |
| Role of Government in Planning | Tradition, custom, and religion are major forces | Detailed orders to guide businesses in fulfilling plans | Directs completion of plans in major industries | Planning and control are minimal |

Advantages

- ✓ Everyone has a role
- ✓ Stable life

Disadvantages

- √ No new ideas or methods
- ✓ New methods and roducts not accepted

Advantages

- Dramatic change in short time
- ❖Guaranteed job and social services

Traditional

Traditionalism

Advantages

oMedical services, lifelong welfare, & social security are rovided for all

Strong Command

Communism

Economic Systems

Moderate Command

Socialism

Disadvantages

- Consumer goods are low priority
- ❖No work incentives
- No competition
- Limited individual choice

Market

Capitalism

Disadvantages

oVery high tax rates oTaxation discourages private business oLess spendable income

Advantages

- ☐Adjust to changing wants and needs
- ☐Freedom for all
- □Lack of government control

Disadvantages

- Rewards only productive citizens
- ☐Wealth not evenly distributed
- ☐Some citizen welfare not provided for

Compare and Contrast Economic Systems

