

Vocabulary:

Term	Definition
Authoritarian System	a system that requires absolute obedience to the rulers of a society
Capitalism	an economic system based on private ownership of the factors of production
Centrally Planned Economy make all economic decisions.
Command Economy	type of economic system where the government controls all aspects of the economy
Communism	type of command where there is no private ownership of property and little to no political freedoms.
Competition	the effort of two or more people, acting independently, to get the business of others by offering the best deals
Economic Systems unlimited wants
Market	any place or situation in which people buy and sell goods and services.
Market Economy	economic system which is based on an individual . choices
Mixed Economy	an economic system that has elements of traditional, command, and market economies
Private Property Rights	the rights of individuals and groups to own property
Socialism	type of command economy where government owns some or all of the factors of production
Specialization	a situation in which people concentrate their efforts on the areas in which they have an advantage
Traditional Economy	an economic system where families, clans, or tribes make economic decisions based on customs and beliefs