

Social Studies
What is the Economy?

Name:

Direction: Choose the correct word for each definition.

1. one in which producers have the right to create any goods or service they want.
 - a. market economy
 - b. command economy
 - c. free enterprise

2. an entire area or country in which things are bought and sold freely
 - a. private property
 - b. command economy
 - c. market economy

3. a person or a company who makes a good or service to sell to others
 - a. free enterprise
 - b. producer
 - c. consumer

4. person or company who buyss a good or service
 - a. market economy
 - b. consumer
 - c. command economy

Direction: Place the pitures in the correct group.













Needs			Wants		

1. car 	2. house 	3. bike 	4. computer 	5. water 
6. dinner 	7. necklace 	8. clothes 	9. ball 	10. medicine 

GOODS SERVICES

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Producer		Consumer	
 <i>Buying Groceries</i>	 <i>Buying Toys</i>	 <i>Raise Chickens</i>	 <i>Grow Corn</i>
 <i>Buying Games</i>	 <i>Catching Fish</i>	 <i>Making Clothes</i>	 <i>Buying Gas</i>
 <i>Baking Cakes</i>	 <i>Buying a Meal</i>	 <i>Buying Clothes</i>	 <i>Milking Cows</i>