

Economics 101

Capitalism-Communism-Socialism

Pgs 734-738

KEY TERMS

Laissez Faire—

Capitalism—

Socialism -

Communism—

CAPITALISM: “Greed is Good”

List and Explain Adam Smith’s 3 Laws of Capitalism:

Law #1: _____

Explain: _____

Law #2: _____

Explain: _____

Law #3: _____

Explain: _____

What group of people is impacted most negatively by a capitalist economic system? Why?

SOCIALISM: The Middle Ground

How does socialism contrast with the Laissez-Faire philosophy of Capitalism?

What is the basic principle of Utilitarianism?

What social groups find socialism most attractive? Why?

MARXISM: “Sharing is Caring”

According to Karl Marx and Friedrich Engels in the *Communist Manifesto* humans have always been divided into 2 classes, describe each class:

The “Haves” -

The “Have Nots” -

What impact did the Industrial Revolution have on the ideas of Marx and Engels?

Explain how Marx believed the capitalist system would destroy itself:

1)

2)

3)

4)

WORKERS OF THE WORLD UNITE

CAPITALISM VS. SOCIALISM

Skill Builder: Interpreting Charts (Pg 737)

1. Developing historical perspective: Consider the following people from 19th Century Britain: factory worker, shop owner, factory owner, unemployed artisan. Which of them would be most likely to prefer capitalism and which would prefer socialism? Why?

2. Forming and Supporting Opinions: Which system of economic ideas is best for society? Why?