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Mixed economic system

- 1 Which economic regime uses a combination of both the planned economy and the market economy?
- A command economy
 - B economic system
 - C market economic system
 - D mixed economy

- 2 What is the term that describes the imposition of a price guarantee set above the market price to encourage supply of a certain good or service?
- A excess demand
 - B excess supply
 - C maximum price
 - D minimum price

- 3 Which economic system relies on the government to allocate resources?
- A free market economy
 - B market economy
 - C mixed economy
 - D planned economy

- 4 Which is a form of price control, involving the government setting the price below the market equilibrium in order to make products more affordable?
- A excess demand
 - B excess supply
 - C maximum price
 - D minimum price

- 5 Which can be provided by governments to encourage the consumption of certain goods and services?
- A minimum prices
 - B minimum wages
 - C subsidies
 - D taxes

- 6 With the use of a relevant example, explain the meaning of privatisation. [2 marks]

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- 7 Describe **two** features of a planned economic system. [4 marks]

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8 a Explain what is meant by a mixed economy.

[2 marks]

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b Analyse why most countries operate mixed economies.

[6 marks]

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9 Explain why there is less inequality in income and wealth distribution in planned (command) economies than in market economies.

[4 marks]

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10 Discuss whether people living in a mixed economy would benefit if their country changed to a market system (free market economy).

[8 marks]

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