International Business

Economic Systems

Mr. Bodenburg

**Economic Systems**

**Market Economy:**

Consumers are \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

**QUANTITY**

**???**

**$$$**

* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ must not be restricted.
* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ must be encouraged.

**Command Economy:**

Perspectives:

* State: Little incentive to control costs and be efficient
* Individuals: Loss of incentives, motivation, and innovation
* End result: The economy tends to stagnate

**Mixed Economy:**

|  |  |
| --- | --- |
| 1980’s | Market----------------------------------------------------------------------------------------------Command |
| Today | Market----------------------------------------------------------------------------------------------Command |

**Legal Systems**

**Common Law:**

Examples of countries with Common Law:

**Civil Law:**

Examples of countries with Civil Law:

**Theocratic Law:**

Examples of Theocratic Law: