

### Quiz: Different Ways to Play

**Question 1a of 10** ( 1 Capitalism/socialism 201876 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which kind of economic system does a capitalist country have?

Choice	Feedback
A. Command	
B. Free-market	Correct! Capitalism is another name for the free-market system.
C. Mixed	
D. Planned	

**Global Incorrect Feedback**  
The correct answer is: Free-market. Capitalism is another name for the free-market system.

**Question 1b of 10** ( 1 Capitalism/socialism 201877 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which kind of economic system does a socialist country have?

Choice	Feedback
A. Free-market	
B. Distributive	
C. Planned	Correct! In socialist countries, the government tells producers what and how much to produce.
D. Mixed	

**Global Incorrect Feedback**  
The correct answer is: Planned. In socialist countries, the government tells producers what and how much to produce.

**Question 1c of 10** ( 1 Capitalism/socialism 201878 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following is another term for a free-market system?

Choice	Feedback
A. Interventionism	
B. Communism	
C. Capitalism	Correct! Capitalism is another name for the free-market system.
D. Socialism	

**Global Incorrect Feedback**  
The correct answer is: Capitalism. Capitalism is another name for the free-market system.

**Question 2a of 10** ( 2 Economic decisions 201879 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following groups of players make all of the economic decisions in a free-market system?

Choice	Feedback
A. Economic experts	
B. Government planners	
C. Consumers and producers	Correct! A free-market system is one in which the free choices of consumers and producers lead to the outcomes.
D. Workers	

**Global Incorrect Feedback**  
The correct answer is: Consumers and producers. A free-market system is one in which the free choices of consumers and producers lead to the outcomes.

**Question 2b of 10** ( 2 Economic decisions 201880 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: What is the role of consumers and producers in a free-market system?

Choice	Feedback
A. They provide goods and services to workers.	
B. They allocate resources for production.	
C. They make the economic decisions.	Correct! A free-market system is one in which the free choices of consumers and producers lead to the outcomes.
D. They do what government planners tell them.	

**Global Incorrect Feedback**  
The correct answer is: They make the economic decisions. A free-market system is one in which the free choices of consumers and producers lead to the outcomes.

**Question 2c of 10** ( 2 Economic decisions 201881 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following economic systems leaves production decisions completely up to the producers?

Choice	Feedback
A. Free-market economy	Correct! A free-market system leaves production decisions up to the producers.
B. Command economy	
C. Mixed economy	
D. Planned economy	

**Global Incorrect Feedback**  
The correct answer is: Free-market economy. A free-market system leaves production decisions up to the producers.

**Question 3a of 10** ( 1 Circular flow model 201882 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: According to the circular flow model, which of the following is not provided by consumers?

Choice	Feedback
A. Land	
B. Capital	
C. Labor	
D. Wages	Correct! Producers provide wages in a free-market system.

**Global Incorrect Feedback**  
The correct answer is: Wages. Producers provide wages in a free-market system.

**Question 3b of 10** ( 1 Circular flow model 201883 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: According to the circular flow model, which of the following do producers provide to consumers?

Choice	Feedback
A. Resources	
B. Wages	Correct! Producers provide wages in a free-market system.
C. Labor	
D. Capital	

**Global Incorrect Feedback**  
The correct answer is: Wages. Producers provide wages in a free-market system.

**Question 3c of 10** ( 1 Circular flow model 201884 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: According to the circular flow model, which of the following is something consumers do that influences producers?

Choice	Feedback
A. Purchase goods and services	Correct! Consumer purchases are an important influence on producers in a free-market system.
B. Provide wages and profits	
C. Produce goods and services	
D. Use land and capital	

**Global Incorrect Feedback**  
The correct answer is: Purchase goods and services. Consumer purchases are an important influence on producers in a free-market system.

**Question 4a of 10** ( 2 Circular flow model 201885 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following best explains why the free-market system follows a circular flow model?

Choice	Feedback
A. The allocation of resources affects both production and distribution.	
B. Goods and services are constantly recycled in a circular manner.	
C. The free choices made by consumers and producers influence each other.	Correct! In a free-market system, consumers and producers influence each other.
D. Profits flow in a circular way back and forth between consumers and producers.	

**Global Incorrect Feedback**  
The correct answer is: The free choices made by consumers and producers influence each other. In a free-market system, consumers and producers influence each other.

**Question 4b of 10** ( 2 Circular flow model 201886 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following best explains how a free-market system has a circular flow of influences?

Choice	Feedback
A. In order to be efficient, producers recycle resources back to nature.	
B. Consumer decisions affect producers, and producer decisions affect consumers.	Correct! In a free-market system, consumers and producers influence each other.
C. The allocation choices made by the government occur in natural cycles.	
D. Wages flow in a circular way back and forth between consumers and producers.	

**Global Incorrect Feedback**  
The correct answer is: Consumer decisions affect producers, and producer decisions affect consumers. In a free-market system, consumer and producers influence each other.

**Question 4c of 10** ( 2 Circular flow model 201887 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following results from the fact that a free-market system is based on the free choices of consumers and producers?

Choice	Feedback
A. The free-market system has a circular flow of influences.	Correct! The free-market system is characterized by a circular flow model.
B. Consumers and producers are often the same people.	
C. Goals such as security and efficiency cannot be met.	
D. The government can only command, but not plan, the economy.	

**Global Incorrect Feedback**  
The correct answer is: The free-market system has a circular flow of influences. The free-market system is characterized by a circular flow model.

**Question 5a of 10** ( 3 Free choice 201888 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following best explains how free choice is protected in a free-market system?

Choice	Feedback
A. Consumers and producers protect their own freedom by making economic decisions.	
B. The government makes and enforces whatever laws are needed to guarantee free choice.	Correct! Without laws to protect people, coercion could take place.
C. Workers pressure producers to provide them with high enough wages to make free choices.	
D. Conflict and competition among producers automatically lead to free choices for consumers.	

**Global Incorrect Feedback**  
The correct answer is: The government makes and enforces whatever laws are needed to guarantee free choice. Without laws to protect people, coercion could take place.

**Question 5b of 10** ( 3 Free choice 201889 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following best explains why competition is an important part of a free-market system?

Choice	Feedback
A. Government regulation is needed when there is too much competition.	
B. Producers need competition to produce.	
C. Competition guarantees that consumers have resources.	
D. Without competition, people wouldn't have a lot of choices.	Correct! Competition leads to a wider range of choices.

**Global Incorrect Feedback**  
The correct answer is: Without competition, people wouldn't have a lot of choices. Competition leads to a wider range of choices.

**Question 5c of 10** ( 3 Free choice 201890 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following is the reason why, in a free-market society, the government passes laws against theft, coercion, and fraud?

Choice	Feedback
A. To protect freedom of choice	Correct! The main purpose of the government in a free-market society is to protect free choice.
B. To prevent innovation	
C. To plan an efficient economy	
D. To guarantee security and growth	

**Global Incorrect Feedback**  
The correct answer is: To protect freedom of choice. The main purpose of the government in a free-market society is to protect free choice.

**Question 6a of 10** ( 3 Property rights 201891 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Why are rules protecting private property some of the most important rules in a free-market system?

Choice	Feedback
A. Consumers all desire to own as much property as they can.	
B. Individuals need to own resources in order to make free choices.	Correct! Property rights make sure individuals have access to resources.
C. Private property protects individuals from unnecessary government control.	
D. Producers want to protect the profit they make by selling privately to consumers.	

**Global Incorrect Feedback**  
The correct answer is: Individuals need to own resources in order to make free choices. Property rights make sure individuals have access to resources.

**Question 6b of 10** ( 3 Property rights 201892 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following best explains why property rights are necessary in a free-market system?

Choice	Feedback
A. Market forces only work when everyone owns some property.	Correct
B. Property rights allow consumers and producers to make free choices.	Correct! Property rights guarantee that people have access to the resources they need to make free choices.
C. Competition cannot exist if some own property and others do not.	
D. The government cannot plan an efficient economy without passing laws.	

**Global Incorrect Feedback**  
The correct answer is: Property rights allow consumers and producers to make free choices. Property rights guarantee that people have access to the resources they need to make free choices.

**Question 6c of 10** ( 3 Property rights 201893 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following is necessary in addition to protection against theft, coercion, and fraud in order for consumers and producers to have freedom of choice?

Choice	Feedback
A. Resources	Correct! Without resources, individuals cannot make their own choices.
B. Capital	
C. Profits	
D. Wages	

**Global Incorrect Feedback**  
The correct answer is: Resources. Without resources, individuals cannot make their own choices.

**Question 7a of 10** ( 2 Profit 201895 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following best explains the profit motive?

Choice	Feedback
A. The motivation to work hard at a job in order to buy more goods and services.	
B. The incentive to buy at a low price in order to be able to sell at a higher price.	
C. The desire to make money through the production of goods and services.	Correct! The profit motive drives producers.
D. The decision to allow market forces to decide on the price of goods and services.	

**Global Incorrect Feedback**  
The correct answer is: The desire to make money through the production of goods and services. The profit motive drives producers.

**Question 7b of 10** ( 2 Profit 201896 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following best explains what market forces are?

Choice	Feedback
A. The decisions of the government that decide what will be produced.	
B. The properties of a free-market system that determine what the outcomes will be.	Correct! Market forces determine the outcomes in a free-market system.
C. The laws that govern whether a producer will be able to buy low and sell high.	
D. The ways that producers coerce consumers into buying at the highest price possible.	

**Global Incorrect Feedback**  
The correct answer is: The properties of a free-market system that determine what the outcomes will be. Market forces determine the outcomes in a free-market system.

**Question 7c of 10** ( 2 Profit 201897 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following best explains why the profit motive often leads to efficiency and innovation?

Choice	Feedback
A. The competition to make profit drives producers to eliminate waste.	Correct! Making more profit usually requires eliminating waste.
B. Profit gives producers more money to be able to buy better resources.	
C. Consumers want to reduce waste in order to spend less on what they buy.	
D. Losing money prevents producers from hiring the most efficient workers.	

**Global Incorrect Feedback**  
The correct answer is: The competition to make profit drives producers to eliminate waste. Making more profit usually requires eliminating waste.

**Question 8a of 10** ( 1 Economic systems 201899 )  
Maximum Attempts: 1  
Question Type: Matching  
Maximum Score: 2

Question: Match the following economic systems with their definitions.

Choice Text	Correct Match	Match Text
1. Free-market economy	A.	An economic system where decisions are made by producers and consumers.
2. Planned economy	C.	An economic system that uses both free-market and command principles.
3. Mixed economy	B.	An economic system run by the government.

**Global Incorrect Feedback**  
The correct answers are: Free-market economy: An economic system where decisions are made by producers and consumers; Planned economy: An economic system run by the government; Mixed economy: An economic system that uses both free-market and command principles.

**Question 8b of 10** ( 1 Economic systems 201900 )  
Maximum Attempts: 1  
Question Type: Matching  
Maximum Score: 2

Question: Match the types of players with the economic system in which they make the

Choice Text	Correct Match	Match Text
1. Consumers and producers	B.	Command economy
2. Government planners	C.	Mixed economy
3. The government and private individuals	A.	Free-market system

**Global Incorrect Feedback**  
The correct answers are: Consumers and producers: Free-market system; Government planners: Command economy; The government and private individuals: Mixed economy.

**Question 8c of 10** ( 1 Economic systems 201901 )  
Maximum Attempts: 1  
Question Type: Matching  
Maximum Score: 2

Question: Match the following actions with the system in which the government performs

Choice Text	Correct Match	Match Text
1. Protecting property rights	A.	Free-market system
2. Providing equality of wealth	B.	Socialism
3. Making production decisions	C.	Planned economy

**Global Incorrect Feedback**  
The correct answers are: Protecting property rights: Free-market system; Providing equality of wealth: Socialism; Making production decisions: Planned economy.

**Question 9a of 10** ( 1 Economic systems 201902 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: In a planned economy, which of the following does the job of market forces in order to determine the outcomes?

Choice	Feedback
A. Workers	
B. Producers	
C. Consumers	
D. The government	Correct! The government determines outcomes in a planned economy.

**Global Incorrect Feedback**  
The correct answer is: The government. The government determines outcomes in a planned economy.

**Question 9b of 10** ( 1 Economic systems 201903 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following is the main goal of a socialist system?

Choice	Feedback
A. To maximize free choice	
B. To provide equality of wealth	Correct! Equality is the primary goal of socialism.
C. To motivate innovation	
D. To maximize profit	

**Global Incorrect Feedback**  
The correct answer is: To provide equality of wealth. Equality is the primary goal of socialism.

**Question 9c of 10** ( 1 Economic systems 201904 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: In a command economy, the government plays a major role in the economy. Which of the following is a goal of the government in a free-market system?

Choice	Feedback
A. Government planners	Correct! The government plays a major role in the economy in a command system.
B. Economic experts	
C. Consumers	
D. Workers	

**Global Incorrect Feedback**  
The correct answer is: Government planners. The government plays a major role in the economy in a command system.

**Question 10a of 10** ( 3 Economic systems 201905 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: In a socialist society, the government does not do which of the following?

Choice	Feedback
A. Sets prices for goods and services.	
B. Provides freedom of choice for producers.	Correct! Freedom of choice is a goal of the government in a free-market system.
C. Provides freedom of choice for producers.	
D. Decides where people work	

**Global Incorrect Feedback**  
The correct answer is: Provides freedom of choice for producers. Freedom of choice is a goal of the government in a free-market system.

**Question 10b of 10** ( 3 Economic systems 201906 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: In a command economy, the government does not do which of the following?

Choice	Feedback
A. Sets wages for workers.	
B. Decides how much consumers buy.	Correct! In a command economy, the government can decide what is available to buy, but consumers still freely choose what they buy from what is available.
C. Sets prices for goods and services.	
D. Assigns production goals to producers.	

**Global Incorrect Feedback**  
The correct answer is: Decides how much consumers buy. In a command economy, the government can decide what is available to buy, but consumers still freely choose what they buy from what is available.

**Question 10c of 10** ( 3 Economic systems 201907 )  
Maximum Attempts: 1  
Question Type: Multiple Choice  
Maximum Score: 2

Question: Which of the following is not a goal of the government in a planned economy?

Choice	Feedback
A. Runs the economic system	Correct! The government runs the economy in a planned system.
B. Protects freedom of choice	
C. Maximizes efficiency	
D. Guarantees equality	

**Global Incorrect Feedback**  
The correct answer is: Runs the economic system. The government runs the economy in a planned system.

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