

Name \_\_\_\_\_

## Exploring the Marvels of Capitalism: Key Characteristics Unveiled

### Open-Ended Response Answer Key

1. Consumer choice influencing a business's success in a capitalist economy can be seen in the popularity of certain smartphone brands based on consumer preferences and features.
2. Advantage: Limited government intervention allows for more economic freedom and innovation. Disadvantage: It may lead to issues like monopolies or inadequate environmental protection.
3. Government intervention might be necessary to address market failures, such as regulating pollution or ensuring essential services in remote areas.
4. The key characteristics of capitalism contribute to economic growth and prosperity by fostering innovation, efficiency, consumer choice, and adaptability. This leads to job creation and higher standards of living for society as a whole.

