

Name \_\_\_\_\_

## The Free-Market Playground: Advantages and Disadvantages

### Multiple Choice Questions

1. What is one advantage of a free-market economic system?
  - a) Income equality
  - b) Limited consumer choice
  - c) Efficiency and resource allocation
  - d) Lack of competition
  
2. What is the primary role of competition in a free-market economy?
  - a) Encouraging businesses to offer better products and services
  - b) Restricting consumer choices
  - c) Minimizing innovation
  - d) Increasing government interference
  
3. What is a potential disadvantage of a free-market system related to income?
  - a) Income equality
  - b) Lack of income for everyone
  - c) Income inequality
  - d) Guaranteed income for all
  
4. What role does innovation play in a free-market economy?
  - a) It hinders progress and economic growth.
  - b) It discourages businesses from improving their products.
  - c) It drives progress and economic growth.
  - d) It limits consumer choices.
  
5. How does a free-market system impact consumer choice?
  - a) It limits consumer choices.
  - b) It gives consumers no control over their purchases.
  - c) It empowers consumers with a wide range of choices.
  - d) It ensures that consumers only have access to essential products.

