

Name \_\_\_\_\_

## Resource Allocation Magic: How Different Economic Systems Do It

### Open-Ended Response Questions

1. Describe a situation where a traditional economy's reliance on customs and traditions might lead to resource allocation problems.
2. Discuss one advantage and one disadvantage of government control in a command economy's resource allocation.
3. How might the concept of the "invisible hand" contribute to a more efficient resource allocation in a market economy?
4. Give an example of a mixed economy in action, where both the government and private individuals collaborate in resource allocation.

