

Name _____

Discovering the Wonders of Socialism: Key Characteristics Revealed

Open-Ended Response Answer Key

1. Advantage: Limiting market competition can prevent excessive concentration of wealth and resources. Disadvantage: It may limit innovation and economic efficiency.
2. Central planning in socialism might face challenges in rapidly changing industries where flexibility and adaptability are crucial, as well as in ensuring that resources are allocated efficiently.
3. The key characteristics of socialism contribute to social stability by addressing basic needs, reducing income inequality, and promoting equitable resource distribution, leading to a more just and stable society.
4. In socialism, the government plays a central role in economic planning and resource allocation, while in capitalism, the government's role is more limited, and market forces play a significant role in resource distribution.

