**WHII 9b: Student Key Terms Chart**

**Directions: Define the following key terms and answer the questions below.**

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| --- | --- |
| TERM | MEANING |
| 1. Capitalism |  |
| 2. Socialism |  |
| 3. Communism |  |
| 4. Proletariat |  |
| 5. Bourgeoisie |  |
| 6. Private Property |  |
| 7. Competition |  |
| 8. Entrepreneur |  |
| 9. Profit |  |
| 10. Incentive |  |
| 11. Market |  |
| 12. Laissez-faire |  |

**Questions: Respond to the following questions below**

1. What do you think the difference is between Capitalism and Communism?

2. What is the difference between the Bourgeoisie and the Proletariat?

3. Why is competition important?

4. What is the role of an entrepreneur?

5. Why is profit important?

6. Give an example of an incentive:

7. What do you think might happen if we allow a laissez-faire approach to our economy?

**STUDENT KEY TERM CHART POSSIBLE ANSWERS**

**1. In capitalism one can own private property in communism one cannot, the community or group does.**

**2. One is the worker/lower-class and one is the boss/rich person/middle class**

**3. Allows for better quality products at lower prices**

**4. To take risks and create new products**

**5. Allows for people to become wealthy or invest in new ideas**

**6. Money, or any other reasonable answer**

**7. Businesses’ might take advantage of consumers.**