

## Unit 2 Vocabulary

## Unit 2

Economic Systems

*Textbook: Topic 2*

*Econ Booklet: Chapters N/A*

**Learning Goal:** Students will identify different economic systems and be able to explain how traditional, command, market, & mixed economies answer the three fundamental questions.

*Define the following essential vocabulary for this unit.*

Circular Flow Model

command economy

consumer sovereignty

copyright

eminent domain

externality (spill-over)

factor market (resource market)

free rider

incentive

"Invisible Hand"

laissez faire

market economy

mixed economy

patent

price competition

product market (goods market)

specialization

traditional economy