**Chapter 2, Section 4 Guided Questions**

Section 4

1. Why are there very few “pure” economies?
2. Why do markets need some government intervention?
3. What is laissez faire and what are its limitations?
4. In a mixed economy, what is the government’s role in the product market?
5. Government’s role in the factor market?
6. What is free enterprise?
7. What is a continuum and how is it used in describing economic systems?
8. If a country is said to be in transition, what does that mean?