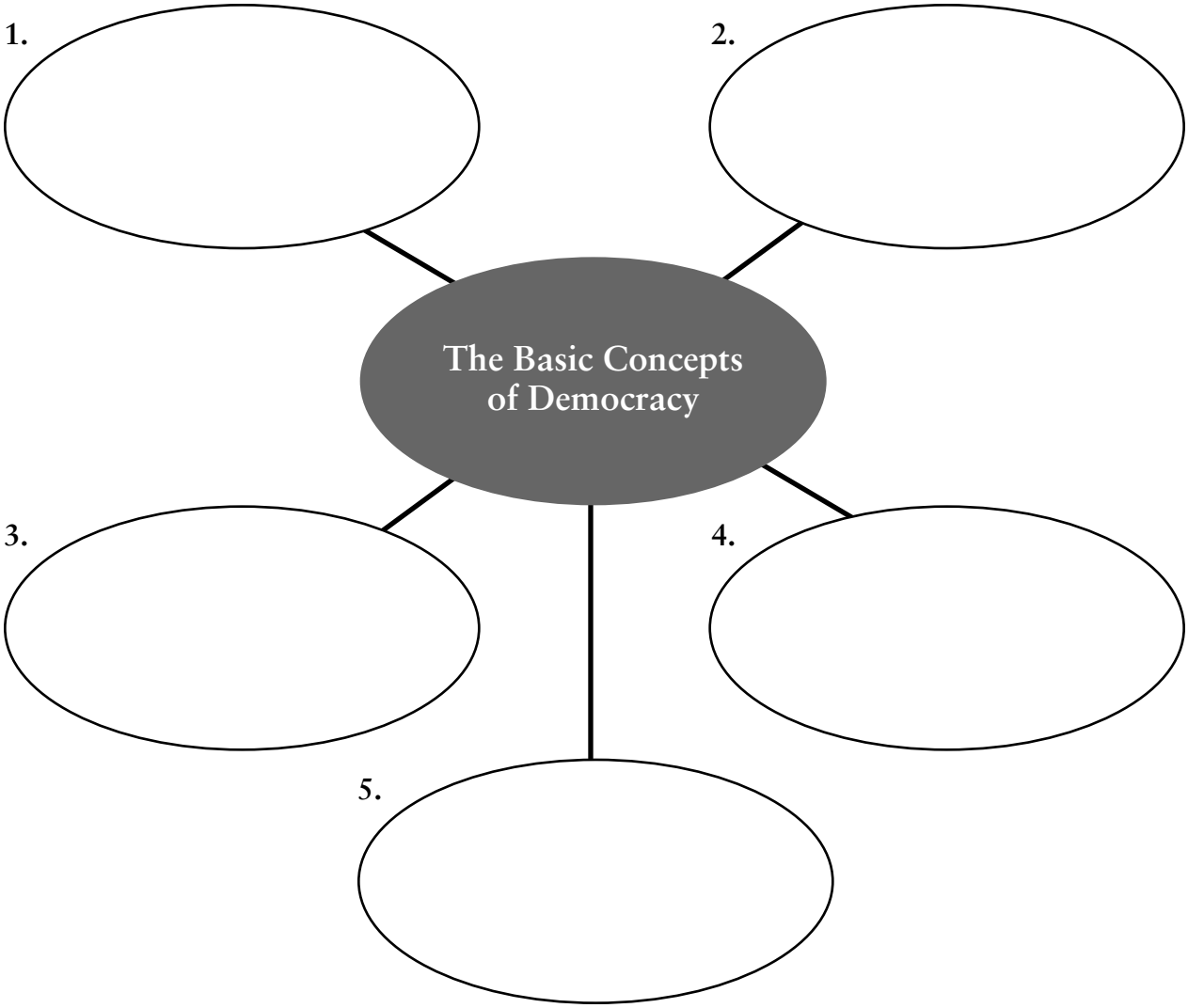
Section 3: Guided Reading and Review

Basic Concepts of Democracy

CHAPTER 1

A. As You Read

On the chart below, write the five basic concepts of democracy and write a sentence describing each.



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B. Reviewing Key Terms

Answer the following questions on a separate sheet of paper.

6. Explain the significance of the term *compromise* as it relates to problem-solving in a democratic society.
7. What are the four factors underlying the free enterprise system?
8. How does the law of supply and demand operate?
9. What is a mixed economy?