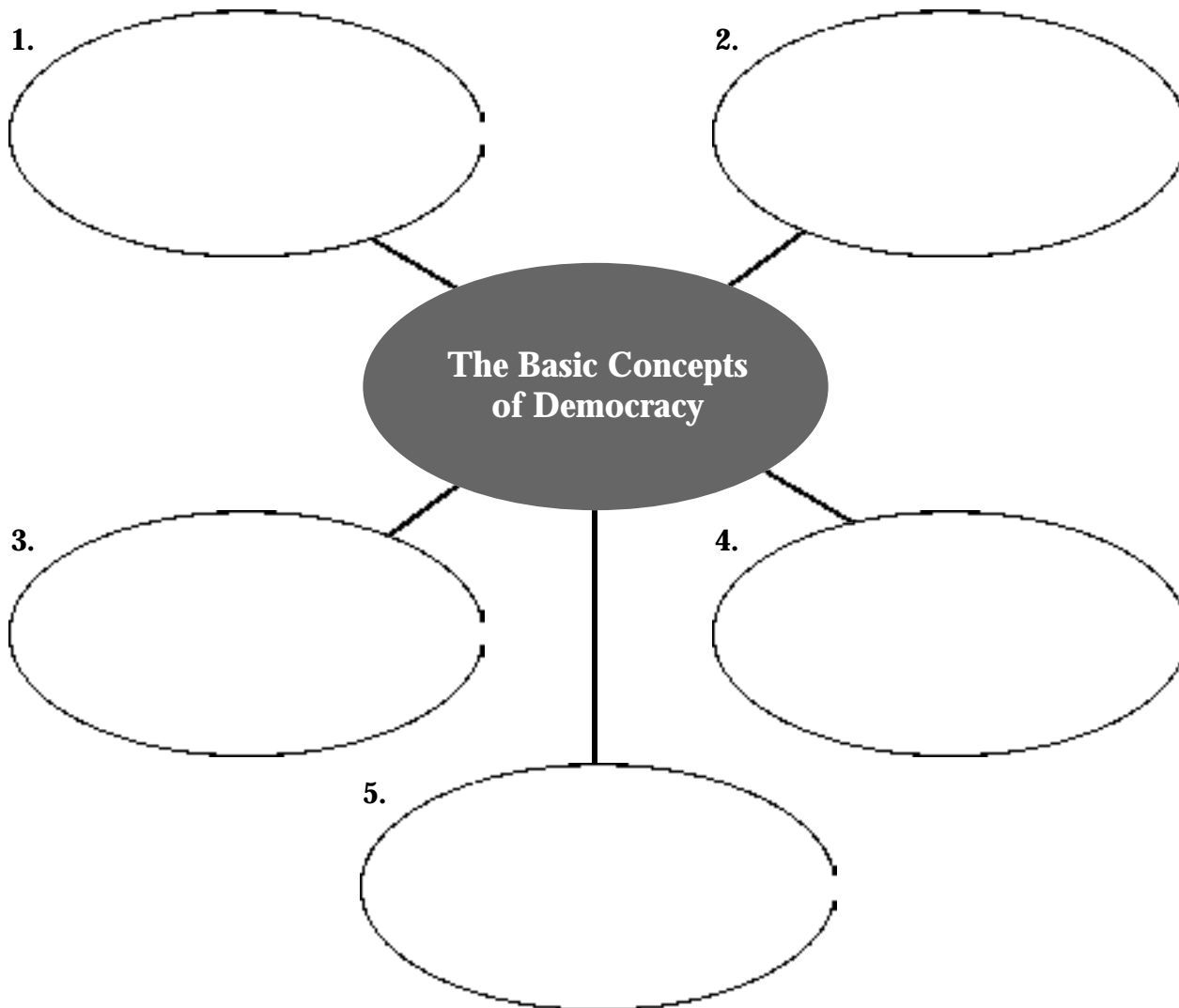


## Section 3 Guided Reading and Review Basic Concepts of Democracy

### A. As You Read

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



### 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?