

Section 2 Guided Reading and Review  
**Socialism**



**A. As You Read**

The main points of Section 2 are supplied in the outline below. As you read the section, fill in the supporting points in the form of answers to the questions.

**Socialism**

1. What is socialism? \_\_\_\_\_  
 \_\_\_\_\_

**The Industrial Revolution**

2. What was the Industrial Revolution? \_\_\_\_\_  
 \_\_\_\_\_

3. Who was Karl Marx? \_\_\_\_\_  
 \_\_\_\_\_

4. What did Marx think of capitalism? \_\_\_\_\_  
 \_\_\_\_\_

5. How were socialism and communism alike and different? \_\_\_\_\_  
 \_\_\_\_\_

**Characteristics of Socialist Economies**

6. What is nationalization? \_\_\_\_\_  
 \_\_\_\_\_

7. How did socialists hope to help the masses? \_\_\_\_\_  
 \_\_\_\_\_

8. Why is taxation high in socialist countries? \_\_\_\_\_  
 \_\_\_\_\_

9. Describe the term “command economy.” \_\_\_\_\_  
 \_\_\_\_\_

**Socialism in Developing Countries**

10. What attracts developing countries to socialism? \_\_\_\_\_  
 \_\_\_\_\_

**Pros and Cons**

11. What are three major criticisms of socialism? \_\_\_\_\_  
 \_\_\_\_\_

**B. Reviewing Key Terms**

Define the following terms on a separate sheet of paper.

12. proletariat

14. welfare state

16. centrally planned economy

13. bourgeoisie

15. market economy

FOCUS ON THE MAIN IDEAS