ROCK, PAPER, SCISSORS

You only need ONE Hershey Kiss to survive. If you run out, sit down.

Play Rock, Paper, Scissors. If you win, you take ONE Hershey Kiss. If you lose, you give one up.

No eating the candy until Jones says to.
GAME DEBRIEF

1. How did you feel at the start of the game? At the end?

2. What tactics could you have used to get back into the game? What kept you from doing them?

3. Do you think the game was fair? Why or why not?

4. What could Jones have done to make this game fair?

5. Based off of this game, how could you define capitalism?
ROUND 2!

Was this fair? Why or why not?
2.3 CAPITALISM VS. COMMUNISM
DRIVING QUESTION

Is capitalism a fair economic system?

HONORS: Are capitalism and democracy compatible?
What are the means or factors of production?
Capitalism

A system where:

1. Means of production and businesses are privately owned.

2. Competition is encouraged and forces businesses to make a better product, and people to be better workers.

3. Businesses and people work for profit and themselves, which leads to unequal socio-economic classes.
WHO WAS ADAM SMITH?

- Father of Economics and Capitalism
- Believed in *Laissez Faire* economics
- Formed and believed in 3 natural laws of capitalism:
LAW OF SELF INTEREST

People work for their own good.
LAW OF COMPETITION

Competition forces businesses to make better products, and people better workers.
If the price of a good is low, then the demand will be high and supply will be low. (vice versa)
WHAT ARE ADVANTAGES AND DISADVANTAGES OF CAPITALISM?

+ System rewards those who work to be the best

- System doesn’t protect those that are unfairly disadvantaged and unable to compete
Although industrialized countries practiced capitalism, not everybody believed it was the perfect system...
Communism

A system where:

1. Means of production and businesses are **publicly owned** by the people.

2. Private property and social **distinctions** do **not** exist.

3. All goods and services are **shared equally** by the people.
WHO WAS KARL MARX?

• Father of Communism
• Co-Author of the Communist Manifesto
• Believed **Communism** is the ideal economic/social system for promoting a **just** democracy
masses of laborers crowded into factories. They are slaves of the machine and the manufacturer. Instead of rising as industry progresses, they sink deeper and deeper into poverty
MARX BELIEVED THAT...

The **Bourgeoisie** (Middle Class) exploited **Proletariats** (Lower Class).
Capitalism is a **greedy** system that encourages people to give one and take ten.
When the **Communist** Revolution begins, the Proletariats of the world would **unite** and **overthrow** the Bourgeoisie and create a new world order, **free** of social distinctions.

**WORKERS OF THE WORLD UNITE!**
WHAT ARE THE ADVANTAGES AND DISADVANTAGES OF COMMUNISM?

+ No social distinctions or poverty, fosters unity

- If goods are distributed equally, there's no incentive to improve oneself
CAPITALIST SOCIETY ACCORDING TO KARL MARX:

WHO WERE THE BOURGEOISIE?
- Capitalists
- Factory Owners

WHO WERE THE PROLETARIATS?
- Factory Workers
- Unionists

BOURGEOISIE (MIDDLE CLASS)

PROLETARIATS (LOWER CLASS)

RICH GET RICHER!
POOR GET POORER!
Socialism

A system where:

1. Private industries and the government cooperate to manage the means of production.
2. Everyone works together for the welfare of society as a whole.
3. Goods and materials are distributed based on need.
WHAT ARE THE ADVANTAGES AND DISADVANTAGES OF SOCIALISM?

+ System redistributes tax money to aid the less fortunate.

- High taxes; should the government be allowed to force me to help others with my money?