**Market Economy vs. Command Economy**

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|  | **Market Economy (Capitalism)** | **Command Economy (Communism)** |
| **Key Features** | * Private ownership of the means of production * Economic decisions made by market forces * Fierce competition among producers for customers | * Public ownership of the means of production * Economic decisions made by government planners * Little or no competition among producers for customers |
| **Advantages** | * Efficient use of factors of production * Faster economic growth * Higher-quality goods and services * Higher standards of living | * Full employment * No economic recessions * Greater income equality * Greater economic security |
| **Disadvantages** | * Greater unemployment * Frequent economic recessions * Greater income inequality * Greater economic insecurity | * Inefficient use of factors of production * Slower or stagnant economic growth * Low-quality goods and services * Lower standards of living |

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