



Mixed economy

Mixed economy is an economic system which is characterized by the co-existence of both the public and private sector. **The mixed economic** system is defined as an economic system that combines the elements of a market economy and the elements of a planned economy. It is a synthesis of **socialism** and **capitalism**, which contains both **private enterprises** and **public enterprises**. Most modern economies implement a mixed economic system.

The private sector is the part of the economy that is run by individuals and companies for profit and is not state controlled. The private sector has a goal of making money and employs more workers than the public sector. The main feature of the private sector is its management by private individuals without government involvement but there are more features of the private sector: private ownership and control, no state participation, private finance, and work culture of employees...

The public sector refers to that part of economy which directed and controlled by the state. It is usually comprised of organizations that are owned and operated by the government and exist to provide services for its citizen. Similar to the voluntary sector, organizations in the public sector do not seek to generate a profit, such as : Education (schools, libraries), fire Service, social Services, emergency services....ect.

Mixed economy systems characterized most developing countries. In fact, most economies of developed countries are of this type. no capitalist economy is without some nationalized industries, example: state regulated enterprise, while even the Chinese economy has some private enterprise.