5.7 Economic Developments and Innovations in the Industrial Age

Name: ______________ Class: __________ Date: ____________ **Total: 12 marks**

Objective

Build the skills to explain **industrial capitalism 工业资本主义**.

You must be able to:

- state what Western European countries abandoned and adopted
- state what large transnational businesses relied on
- state the CED's careful claim about standards of living
- explain why 'for some' is the whole argument

1 Worked examples

Study these first. Each one shows the method for a task used later.

■ **Free trade**

Western European countries began **abandoning mercantilism and adopting free trade policies**, partly in response to the growing acceptance of **Adam Smith's theories of laissez-faire capitalism and free markets**. 4.5's mercantilism is what is being abandoned.

■ **Transnational business**

The global nature of trade and production contributed to the proliferation of **large-scale transnational businesses that relied on new practices in banking and finance**.

■ **Standards of living**

The development of industrial capitalism led to increased standards of living **for some**, and to continued improvement in manufacturing methods that increased **the availability, affordability and variety** of consumer goods.

■ **'For some'**

Two words carrying the whole distributional argument. 5.8 and 5.9 are the CED's account of who the some were not.

2 Practice

2.1 State what was abandoned and adopted, and the theory behind it. [2]

2.2 State the CED's three-part claim about consumer goods. [3]

2.3 The CED writes ”for some”.

(a) State what those two words do. [1]

(b) State which subtopics develop the other side. [1]

3 Exam-style questions

3.1 Large-scale transnational businesses relied on new practices in [1]

- **A** banking and finance
- **B** agriculture
- **C** military logistics
- **D** shipbuilding only

3.2 The theories the CED names are those of [1]

- **A** Karl Marx
- **B** Adam Smith
- **C** Charles Darwin
- **D** Simón Bolívar

3.3 A society's goods become cheaper and more varied while many workers' conditions worsen.

(a) State what this illustrates. [1]

(b) Explain why both must appear in one answer. [2]

4 Go further

- work through the **5.7 Economic Developments and Innovations in the Industrial Age** lesson on the **Learn** page;
- read the **Revolutions** section of the AP World History handout on the **Know** page.

Solutions

2.1 mercantilism was abandoned and free trade adopted, partly from acceptance of Adam Smith's laissez-faire theories.

2.2 increased availability; affordability; variety.

2.3 (a) they limit the gain to a part of the population. (b) 5.8 and 5.9.

3.1 **A**. banking and finance.

3.2 **B**. Adam Smith.

3.3 (a) that industrial capitalism's gains were unevenly distributed. (b) the CED's own sentence contains both, so an answer with one is not the CED's claim.