

# Areas of economic freedom of the world (efw)

[Literature](#), [Russian Literature](#)



### Answer 3: Areas of Economic Freedom of the World (EFW Business Freedom:

Business Freedom refers to the ability of a person to manage a business in accordance with the government-imposed rules, laws, and regulations concerning businesses.

#### Trade Freedom:

Trade Freedom is the second main area of EFW that relates to the freedom one can enjoy while operating the business of import and export.

#### Monetary Freedom:

Another area of EFW is Monetary Freedom that reflects the combination of price control and price stability within the economic environment of a country.

#### Government Size/Spending:

Government Spending refers to the extent to which the government spends at local, federal, and state level and is measured as a percentage of GDP.

#### Fiscal Freedom:

This area of EFW refers to the extent to which an individual or a business enjoys tax reduction/exemption by the government.

#### Property Rights:

This area of EFW refers to the ability of an individual to build up private property in accordance with the government-imposed laws.

#### Investment Freedom:

This area refers to the extent to which an individual can make capital investments inside and outside the country without any restriction.

#### Financial Freedom:

This area measures banking efficiency, as well as the extent to which an

individual can enjoy financial independence from the financial sector and the government.

Freedom from Corruption:

This area of EFW refers to the extent to which a state enjoys economic freedom that results due to reduced level of corruption.

Labor Freedom:

This area of EFW analysis the labor market based on a country's legal and regulatory framework for labor market.