

# Mercantili\$m

**Definition:** Mercantilism is a system where one country acquires a lot of money by exporting (more expensive) manufactured goods, while importing (cheaper) raw materials from other areas. Two main **policies** were utilized in the mercantilist system: (1) the use of colonies to supply raw materials to, and purchase manufactured goods from, the mother country; and (2) tariffs on manufactured goods from other countries.

