

Practice graphing - micro + macro
 3 pts per question
 • proper labels
 • correct shift of curve
 • initial + final eq.

1. Using Phillip's Curve, show an increase in expected (anticipated) inflation.
2. In the loanable funds, show what happens when a government running a deficit borrows to increase spending.
3. In the money market show what happens when the Fed SELLs securities (OMO).
4. Using an AD-AS model show an increase in exports.
5. If exports increase, what happens to a nation's Balance of Payments? (1)
6. If exports increase show the impact of this increase in the nation's foreign exchange market.
7. A nation loans its money, how might this impact the nation's foreign exchange?
8. Show a tariff on steel.
9. Show a quota on steel.
10. A nation buys securities in the open market (OMO). How might this impact trade? (1) *3 pt shift*

May 10-10:16 AM

1. Using Phillip's Curve, show an increase in expected (anticipated) inflation.

1. label
2. shift
3. eq.

May 10-10:49 AM

2. In the loanable funds, show what happens when a government running a deficit borrows to increase spending.

1. label
2. shift
3. eq.

May 10-10:54 AM

3. In the money market show what happens when the Fed SELLs securities (OMO).

1. label
2. shift
3. eq.

May 10-10:59 AM

4. Using an AD-AS model show an increase in exports.

1. label
2. shift
3. eq.

May 10-11:05 AM

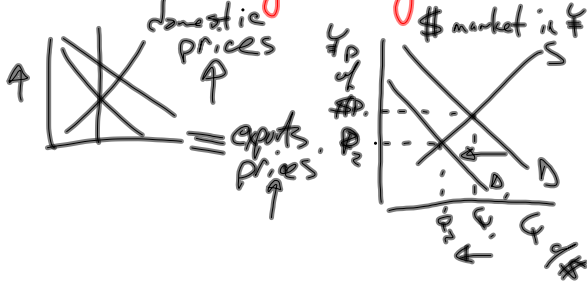
5. If exports increase, what happens to a nation's Balance of Payments? (1)
 move toward surplus.

6. If exports increase show the impact of this increase in the nation's foreign exchange market.

1. label
2. shift
3. eq.

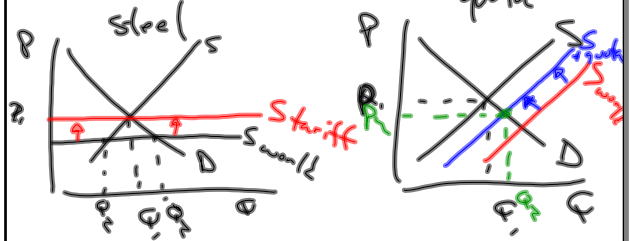
May 10-11:07 AM

7. A nation lowers its taxes. How might this impact the nation's foreign exchange?



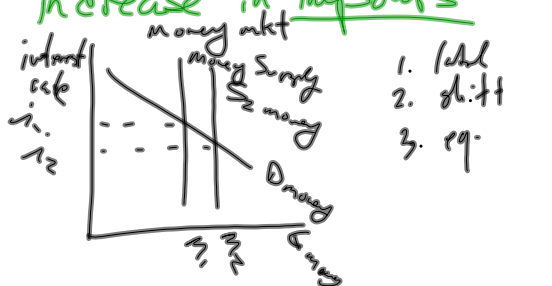
May 10-11:12 AM

8. Show a tariff on steel.
9. Show a quota on steel.



May 10-11:17 AM

10. A nation buys securities in the open market (OMO). How might this impact trade? (1) increase in imports



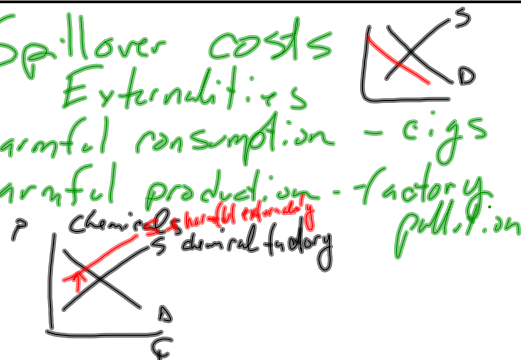
May 10-11:22 AM

Keynesian vs Classical view of LRAS



May 10-11:30 AM

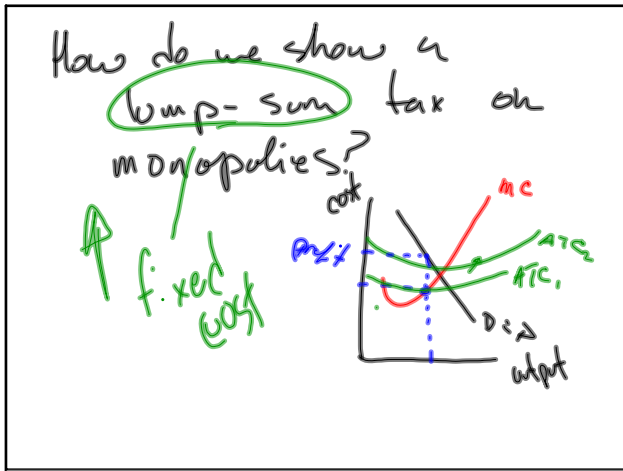
Spillover costs
Externalities
harmful consumption - cigs
harmful production - factory pollution



May 10-11:32 AM

What is cyclical unemployment
cycle
↓ business cycle
recessions

May 10-11:37 AM



May 10-11:39 AM