

Final Exam: Unit 10: Macroeconomics: Study Topics

Objectives

Students will be able to explain the following concepts:

1. The relationship between aggregate supply and demand curves and how they shift. The effects of shifts in aggregate supply and demand on the economy. The effects of shifts in aggregate supply and demand on the price level and output.

2. The relationship between the money market and the real interest rate. The effects of changes in the money supply on the real interest rate and output.

3. The relationship between the government budget and the real interest rate. The effects of changes in government spending and taxation on the real interest rate and output.

4. The relationship between the foreign exchange market and the real exchange rate. The effects of changes in the exchange rate on output and the price level.

Concept	Key Point	Key Point	Key Point
