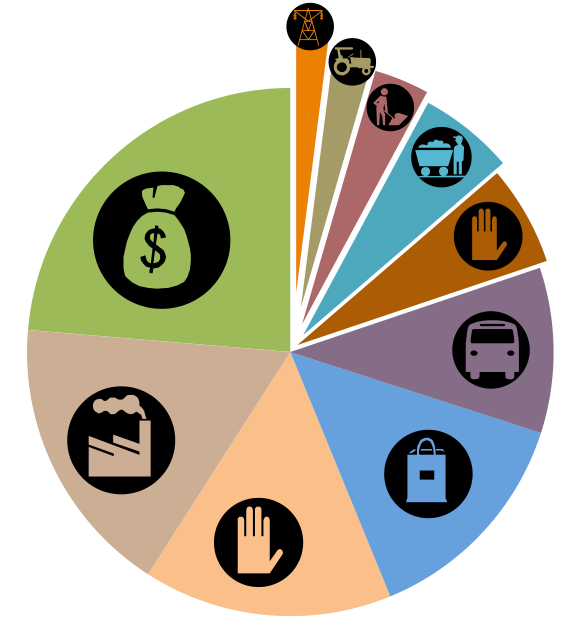
GDP - Notes

Measuring Economic Growth



I. Gross Domestic Product (GDP)

Definition

Current/Nominal GDP -

Real GDP

II. GDP is measured by \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ spent on \_\_\_\_ categories:

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-

-

-

- GDP is = to

III. Consumer and Government Spending

Consumer: The spending by \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

- Examples:

- Makes up \_\_\_\_\_\_% of GDP

Government: Spending by \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of government on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

- Examples:

- \_\_\_\_\_\_\_\_\_\_\_% of GDP

IV. Investment

Definition:

- Examples:

- \_\_\_\_\_\_\_\_ of Total GDP

V. Net Exports

Definition: Spending by the people outside of the United States on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

goods and services (exports or \_\_\_\_\_) minus \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

the people of the United States on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ goods and services. ( )

- (X-M) = \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

- (X)

- (M)

VI. What’s NOT included in the GDP

The GDP includes only \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ that have been

purchased for final use.

NOT Included:

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

VII. An Alternative to GDP:

GPI \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

* Developed in \_\_\_\_\_\_\_\_\_\_\_\_
* Attempts to measure factors \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* Adds for

-

-

VIII. Genuine Progress Indicator (GPI)

Subtracts for

* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_