

Chapter 13 Sections 1 and 2

Economic Performance

What is the definition of **Gross Domestic Product**?

What is national income accounting?

Does GDP include Japanese brand automobiles made in the US?

How about production of US owned plants located in other countries?

How is GDP computed? Total amount of goods and services produced in a year, multiplied by _____ = GDP

What categories of goods are excluded from the GDP number?

What are two limitations of the GDP number?

What is Gross National Product (GNP)?

What is counted in GDP from the **consumer sector**?

What is counted from the **investment sector**?

What is counted from the **government sector**?

What does **X-M** stand for in the Foreign sector calculation of GDP?

In the **output-expenditure model** of GDP, GDP = _____

Chapter 13 Section 2 GDP and Changes in the Price Level

What is the definition of **inflation**?

What is a **price index**?

What is a **base year**?

What is a **market basket**?

What is the **consumer price index**?

What is the **GDP price deflator**?

To compare the GDP over time, what do economists need to do?

What is current GDP?

What is real GDP or GDP in constant dollars?

Fill in the calculation to convert GDP into real dollars?

Real GDP = _____

What do economists do if they want to compare GDP from different years?