

Midterm Review

There are 29 multiple choice questions and one short answer question. Blackboard is an excellent tool to study for the multiple choice section of the exam. Reading your textbook is your best bet! The questions are from your book. I will not ask you to calculate anything so you will not need a calculator. The following list is a **brief list** of things to look for as you read:

Scarcity and Opportunity Cost

Production Possibility Curve

The shape of it and why is it shaped that way.

Shifting P.P.C

Comparative advantage

As it relates to specialization and Opportunity cost

Chapters 3 and the micro chapters are not covered on the midterm jump to the Macroeconomic section of the book.

What is Long run?

Secular trend line?

What is short run?

Business Cycle?

Real GDP , Real Per Capita GDP Real Output

Unemployment

Structural

Frictional

Cyclical

Who is considered unemployed? Labor force?

Inflation

CPI, PPI, and other deflators (I will not ask you to calculate but to have an understanding of what they are and how they differ)

Expected/Unexpected inflation