

ECON 4000 - Macroeconomics
Review Topics II

Consumption Function: APC, APS, MPC, MPS

Determinants

Multiplier

Autonomous

Induced

Income hypothesis: Absolute, Relative, Permanent, Life-cycle

Investment function: Induced, Autonomous (Determinants)

MEC vs MEI

MPI

PV

Accelerator: K/O

Financing options: internal, external

G, TR

MPT

Tax: Progressive, Proportional, Regressive

F.E. budget

Automatic Stabilizers

Balanced Budget Multiplier

Tax surcharge

BOP

Exports

Imports

Current vs Capital account

Foreign exchange: rate, devaluation

Fixed vs flexible exchange rates

Keynesian vs. Monetarist

Role of M vs i

Phillips curve

Economic Growth