REVISION – AS 91222: INFLATION

* Define types of Inflation, Disinflation, **Deflation** – Page 16
* Show on AS-AD Model graph the effect of Change (Increase/**Decrease**) in income for exporters and EXPLAIN The reasons for the changes-Page 35
* Link R & D ( **R**esearch and **D**evelopment) to Productivity and **Inflation-** Show on graph – Page 36
* Farming sector – effects of Dairy prices & Productivity – page 37
* Borrowers and Savers – effect of Infation, disinfation & **Deflation –** page 42
* Quantity Theory of Money – Formula: Page 31
* Money supply – its effect on Price Level: Page 31-32
* Change in Money Supply & Change in Output – how does it effect Inflation:Page 32-33
* Effect of Price level at different stages of Business cycle – Boom v Recession: Page 33
* Effect of Low/High interest rates on Exporters & Importers; Household sector, Producer sector – Both Positive and negative: Page 37
* Cost Push vs Demand Pull Inflation: Effect on AS-AD model of a change in Infrastructure prices (Petrol, **Power**, Phone etc): page 36 (Demand-Pull) & Page 38 (Cost-Push)