REVISION NOTES – 91224 GROWTH

* Definitions – NGDP; RGDP – **page 142 para 1**
* Use AS-AD model to show effects of Direct taxes on RGDP and explain why? **Page148-150**
* Taxes vs Interest rates – effects on growth; which has greater effect?
* PPF curve – what does it show? **Page 167 and page 13 para 2**
* PPF and Investment levels Capital vs Consumer goods – **page 151**
* Relationship of savings and impact on growth – short term and long term. **Page 151**
* Effects of Growth (positive and negative) on Government; producers; consumers; environment – **Page 158-160**
* Circular flow: Identify flows - **Page 8-9**
* Consumer confidence and effect on circular flow
* Effect of immigration / emigration od circular flow – both money and real flow.