





[REDACTED]

[REDACTED]

x100



Nominal GDP

Real GDP

\$22,000



\$22,000



Nominal GDP is  
equal to Real  
GDP

**N**



m



n

a





**G**



**P**



**S**



h



e

**S**

**a**

**m**

e

**a**

**S**

R





a



G



**P**

**b**

e



C

a

u

**S**

e



u







e

n



**p**





e



**S**

a



e



h

**e**

**S**



**a**

**m**

e

**a**

**S**

**PO**







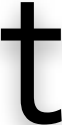
C

e

**S**



n



h

e



**b**

a

S



**Y**

e

a





GDP Deflator =

x100

GDP Deflator for 2019 = 100

Both use the same  
(current) **quantities**

Nominal GDP is the same as Real GDP because  
current prices are the same as prices in the base year

Nominal GDP is **the same as** Real GDP because current prices are **the same as** prices in the base year

GDP Deflator for 2019 = 100

Both use the same  
(current) quantities

\$22,000

Nominal GDP is  
**equal** to Real  
GDP

$$\text{GDP Deflator} = \frac{\text{Nominal GDP}}{\text{Real GDP}} \times 100 = 1 \times 100$$

Real GDP

\$22,000

# GDP Deflator for 2019 = 100



Nominal GDP is  
**equal** to **Real** GDP

$1 \times 100$