



[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

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e



h

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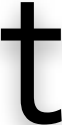


e

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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

1×100