## An Introduction to Macroeconomics



### Chapter Introduction

- 5-1 Drawing a Line between Macroeconomics and Microeconomics
  - 5-1a Aggregation and Macroeconomics
  - 5-1b The Foundations of Aggregation
  - 5-1c The Line of Demarcation Revisited
- 5-2 Supply and Demand in Macroeconomics
  - 5-2a A Quick Review
  - 5-2b Moving to Macroeconomic Aggregates
  - 5-2c Inflation
  - 5-2d Recession and Unemployment
  - 5-2e Economic Growth
- 5-3 Gross Domestic Product
  - 5-3a Money as the Measuring Rod: Real versus Nominal GDP
  - 5-3b What Gets Counted in GDP?
  - 5-3c Limitations of the GDP: What GDP Is Not
- 5-4 The Economy on a Roller Coaster
  - 5-4a Growth, but with Fluctuations
  - 5-4b Inflation and Deflation
  - 5-4c The Great Depression

This presentation covers the material in these sections

# Aggregate Demand and the Powerful Consumer



### Chapter Introduction

- 8-1 Aggregate Demand, Domestic Product, and National Income
- 8-2 The Circular Flow of Spending, Production, and Income
- 8-3 Consumer Spending and Income: The Important Relationship
- 8-4 The Consumption Function and the Marginal Propensity to
  Consume
- 8-5 Factors That Shift the Consumption Function
- 8-6 The Extreme Variability of Investment
- 8-7 The Determinants of Net Exports
  - 8-7a National Incomes
  - 8-7b Relative Prices and Exchange Rates
- 8-8 How Predictable Is Aggregate Demand?

#### Chapter Review

Summary

Key Terms

Test Yourself

**Discussion Questions** 

Appendix National Income Accounting

Summary

This presentation covers the material in this appendix