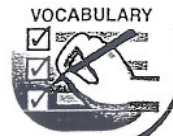


# Vocabulary Practice



CHAPTER 12

Complete each sentence below and use the answer to help you identify the bracketed letter in the corresponding numbered item. When you have finished, use the words formed vertically by the bracketed letters to help you identify the key term for an important measure in the National Income and Product Accounts. Briefly define the key term.

1. \_\_\_\_\_ [ ] \_\_\_\_\_
2. \_\_\_\_\_ [ ] \_\_\_\_\_
3. \_\_\_\_\_ [ ] \_\_\_\_\_
4. \_\_\_\_\_ [ ] \_\_\_\_\_
5. \_\_\_\_\_ [ ] \_\_\_\_\_
6. \_\_\_\_\_ [ ] \_\_\_\_\_
7. \_\_\_\_\_ [ ] \_\_\_\_\_
8. \_\_\_\_\_ [ ] \_\_\_\_\_
9. \_\_\_\_\_ [ ] \_\_\_\_\_
10. \_\_\_\_\_ [ ] \_\_\_\_\_
11. \_\_\_\_\_ [ ] \_\_\_\_\_
12. \_\_\_\_\_ [ ] \_\_\_\_\_
13. \_\_\_\_\_ [ ] \_\_\_\_\_
14. \_\_\_\_\_

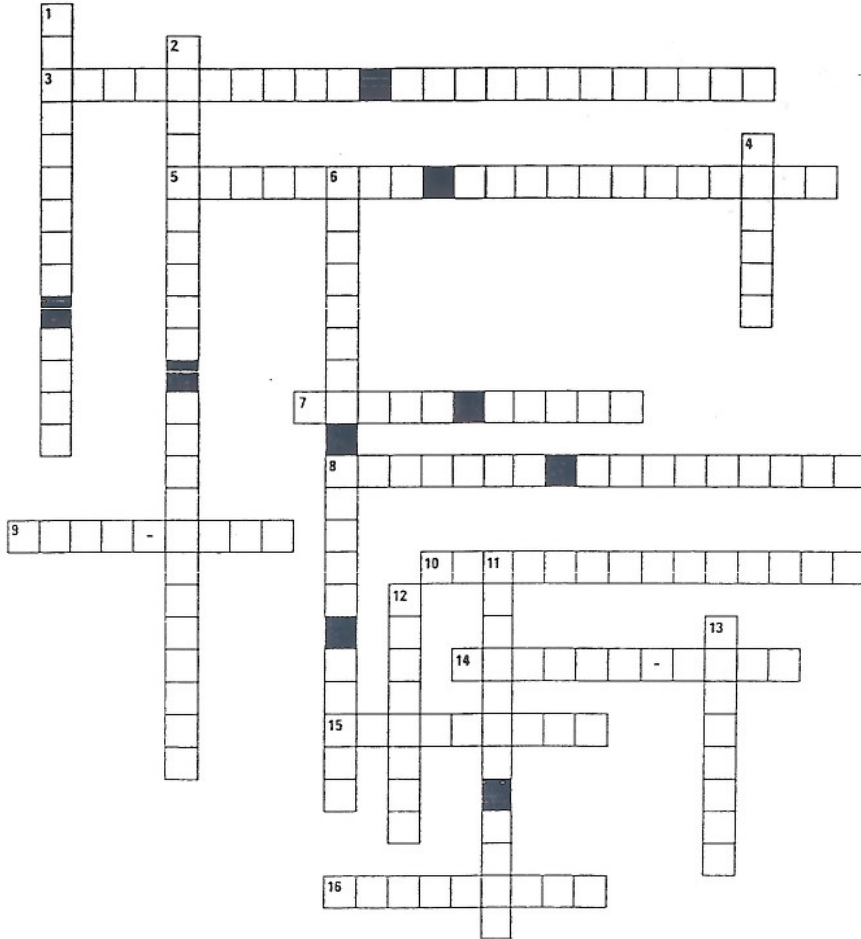
- |  |  |  |
|--|--|--|
| <ol style="list-style-type: none"> <li>1. GDP that is measured in unchanging prices is called _____.</li> <li>2. The average of all prices in the economy is the _____.</li> <li>3. The economy enters a period of _____, an economic decline marked by falling real GDP, after real GDP stops rising.</li> <li>4. A prolonged economic contraction is called a _____.</li> <li>5. Aggregate _____ is the total goods and services in the economy available at all possible price levels.</li> </ol> | <ol style="list-style-type: none"> <li>6. Light bulbs and food that lasts only a short time are _____ goods.</li> <li>7. The lowest point in an economic contraction is called a _____.</li> <li>8. _____ growth is a steady, long-term increase in real GDP.</li> <li>9. GNP does not account for _____, the loss of the value of capital equipment that results from normal wear and tear.</li> <li>10. A recession that is especially long and severe is called a _____.</li> </ol> | <ol style="list-style-type: none"> <li>11. _____ deepening is one of the most important sources of growth in modern economies.</li> <li>12. A period of macroeconomic expansion followed by a period of contraction completes a _____ cycle.</li> <li>13. _____ progress is an increase in efficiency from production of more output without using more inputs.</li> </ol> |
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VOCABULARY



# Vocabulary Practice

CHAPTER 13



Use the following clues to complete the crossword puzzle.

**Across**

- 3. the condition that occurs when people take time off from working
- 5. What rises during economic downturns, but falls when the economy improves?
- 7. a measurement that shows how the average cost of a standard group of goods changes over time
- 8. the income level below which income is insufficient to support a family or household
- 9. theory that increasing costs for wages and raw materials causes inflation
- 10. inflation that is out of control
- 14. theory that too great a demand for goods and services causes inflation
- 15. a sustained drop in the price level
- 16. a general increase in prices

**Down**

- 1. the percentage of change in prices over time
- 2. the condition that occurs when the skills that workers have do not match the jobs that are available
- 4. an official count of the population
- 6. an index that is determined by measuring the price of a standard group of goods meant to represent the "market basket" of a typical urban consumer
- 11. the percentage of people in a particular group who by official standards live in poverty
- 12. a program requiring work in exchange for temporary assistance
- 13. theory that too much money in the economy causes inflation