

Main Topics for Midterm

1.) MEASUREMENT

- GDP vs. GNP
- CPI vs. GDP deflator
- Unemployment

2.) THE LABOR MARKET

- Production Functions
- Marginal Rate of Substitution
- Income & Substitution Effects

3.) GENERAL EQUILIBRIUM

- Competitive Equilibrium
- Pareto Optimality
- 1st & 2nd Welfare Theorems

4.) LONG-RUN GROWTH

- Basic Growth Facts
- The Malthusian Model / Endogenous Population Growth
- The Solow Model / Capital Accumulation
- Conditional vs. Unconditional Convergence
- Growth Accounting
- Endogenous Growth Theories

5.) THE GOODS MARKET / THEORIES OF CONSUMPTION

- Keynes
- Fisher
- Modigliani
- Friedman

6.) RICARDIAN EQUIVALENCE