1. Explain real and nominal interest rate. 2p
2. Explain unemployment rate 2p
3. Situation 1:

inflation 8%; GDP growth 6,5%; unemployment rate 5%.

task: suggest at 4 economical instruments, which will help to improve described situation. Describe them, write who will implement them, describe multiplication effects related to suggested instruments. Write which other economy indicators would you like to know.

GRAPH

1) AS AD model, identify equilibrium point , price level, real GDP

2) labor market. Demand of labor, supply of labor. equilibrium wage, number of unemployed