

ECONOMICS 202
MACROECONOMICS
Dr. A. Evrensel

OUTLINE IV: The AD-AS Model

Parkin: Chapters 7, 8, 9, and 14

1. Aggregate Demand (AD) **Chapter 7 (155-158)**
 - 1.1 Definition
 - 1.2 Slope of the AD-curve
 - 1.3 Shifting the AD-curve
2. Aggregate Supply
 - 2.1 Long-Run Aggregate Supply (LRAS): definition, slope, shifting the LRAS-curve
Chapters 7 (150-151), 8, and 9
 - 2.2 Short-Run Aggregate Supply (SRAS): definition, slope, shifting the SRAS-curve
Chapter 7 (151-154)
3. Macroeconomic Equilibrium, Gaps, and Comparative Statics **Chapter 7 (158-169)**
4. Price Stability - Part II
5. Business Cycles - Part II **Chapter 14**