

# Graphing Potpourri

## Drill Set 1

Create graphs appropriate for the following situations.

1. Show an economy an inflationary gap.
2. The U.S. government spends more money on research into green technology.
3. What happens in the loanable funds market if people decrease their savings? Show it.
4. The Fed sells bonds in open market operations.
5. Real interest rates rise in the U.S relative to the rest of the world. Show what will happen to the international value of the dollar.
6. The U.S. begins to run a trade deficit with the Japan. Show what will happen to U.S. net exports.
7. The price of dress shirts decrease. What will happen in the tie market?
8. Businesses borrow more to build new manufacturing plants. What happens in the loanable funds market?
9. Show growth in an economy with a PP graph.
10. Show an economy at full employment equilibrium.