

PP Curve Drill Set 1

1. The nation of Freedonia produces tractors and cars. Improvements in its factories increases production of both products. Create a PP curve graph that reflects this change.
2. Libertia produces corn and wheat but many of its farmworkers are currently unemployed. Create a PP curve graph for Libertia's economy and label it's current location on the graph point "A."
3. Create a PP curve graph that shows an economy at full employment. Label that point as "FE." Use "guns and "butter" as the two products.
4. Political leaders in the nation of Zeta set an economic goal that is beyond the county's ability to produce. Create a PP curve graph that shows impossible goal and label that point as "X."
5. Show how a decrease in the quality of human capital (worker knowledge) would affect a nation's PP curve. Use "guns and "butter" as the two products.
6. Show how a discovery of new energy resources would impact a nation's PP curve. Use "guns and "butter" as the two products.
7. Yesterday you could have had fun or worked. However, you spent much of the day doing neither. Create a PP curve graph for this situation. Label your day as point "B."
8. Using a PP curve graph to show the U.S. economy during the Great Depression of the 1930s. Use "guns and "butter" as your two products.
9. Scandia can produce dried cod and smoked salmon. All of its fishermen are employed to catch and process salmon. Create a PP curve graph for Scandia's economy and label it's current location on the graph point "S."
10. Draw a graph with two PP curves. Label them "U.S., 2013" and "U.S., 1776." Their placement should reflect the size of the U.S. economy in those years. Use "guns and "butter" as the two products.