

## Macroeconomic Policy Revision

Remind yourself of the main types of macroeconomic policy and some examples:

Policy Type	What this type of policy involves	Examples
Fiscal Policy		
Monetary Policy		
Supply Side Policy		

Have a go at the Minister for Unemployment activity – you can download this additional task in the Online Lesson.

Then, think about the different types of economic policy that can be used to improve an economy's growth rate:

Type of policy	Examples of this type of policy that could improve the growth rate
Fiscal policies	
Monetary policies	
Supply side policies	

Now choose **one** of the policies you've written down, and write an **ANALYTICAL PARAGRAPH** carefully explaining exactly how that policy could improve the growth rate:

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Now, complete the following table with specific examples of each policy type that could be used to improve performance on each objective shown:

Objective	Fiscal	Monetary	Supply Side
Steady growth			
Low unemployment			
Stable prices			
Balanced trade			
Fiscal / budget balance			
Sustainability / environment			
Reduce inequality			

As an **extension task**:

- i) decide which of your suggestions for each objective would be the most effective
- ii) justify your decision
- iii) consider whether there are any trade-offs as a result of your policy suggestions



Use this synoptic analysis sheet (perhaps printed off several times!) to help you analyse the impacts of the policies described in the 3<sup>rd</sup> video for this Macro Policy Revision online lesson.

MICRO		MACRO	
Price		Development	
Output		Inflation	
Profits		Growth	
Structure of the Market		Employment	
Inefficiency		Structure of the Economy	
Competition		Trade	
Labour markets		Inequality	
Externalities / market failure		Fiscal balance	

