Intermediate Macro Theory (econ 2102)
Problem Set 1

Due September 15, 2011 (before class)

Instructor: Chao Wei

1. Identify the variables below as a flow or stock variable:
   (a) the balance on your credit card statement
   (b) a person’s wealth
   (c) a person’s annual saving
   (d) the government budget deficit
   (e) the government debt


5. Data and Discussion
   (a) Mankiw 7th edition Problems and Applications, P41, Q5.

   (b) Read Krugman’s “The Market Mystique” at
   Do you agree with him that financial services make up for too big part of GDP in the USA? (Please be concise. Several sentences are enough.)