

# Questions on the Business Cycle

Name: \_\_\_\_\_

Date: \_\_\_\_\_

1. What does it mean if a country is experiencing prosperity? \_\_\_\_\_

---

---

---

---

---

---

---

---

2. What are the characteristics of a boom in the economy? \_\_\_\_\_

---

---

---

---

---

---

---

---

3. What is inflation? \_\_\_\_\_

---

---

---

---

---

---

---

---

4. At what point do increasing wages and prices become a problem for the economy?

---

---

---

---

---

---

5. What is a recession? How does a recession occur?

---

---

---

---

---

---

---

---

---

---

6. What is a depression? Why is it difficult to stimulate a recovery?

---

---

---

---

---

---

---

---

---

---

7. How does the economy eventually recover from a recession or a depression?

---

---

---

---

---

---

---

---

---

---

8. What is the business cycle? \_\_\_\_\_

---

---

---

---

---

---

---

---

---

---