

Name: _____ Date: _____ Period: _____

Part #1:

Answer the following questions using this Web site:

http://www.bls.gov/cpi/cpifaq.htm#Question_7

1. List five goods and services that consumer price index (CPI) covers.

1. _____
2. _____
3. _____
4. _____
5. _____

2. List two things that are not included in the consumer price index (CPI).

1. _____
2. _____

Part #2:

Answer the following question using this Web site.

<http://www.bized.ac.uk/virtual/bank/economics/mpol/inflation/causes/theories1.htm>

3. In your own words explain the quantity theory of money.

Part #3:

Answer the following question using this Web site.

<http://www.bized.ac.uk/virtual/bank/economics/mpol/inflation/causes/theories2.htm>

4. In your own words explain the cost-push theory of inflation.

Part #3:

Answer the following question using this Web site.

<http://www.bized.ac.uk/virtual/bank/economics/mpol/inflation/causes/theories3.htm>

5. In your own words explain the demand-pull theory of inflation.