

International Baccalaureate · IB Diploma

· Economics · HL

Glossary · every term in the course, A–Z

English

abnormal profit

absolute advantage

/ˈæbsəlʊt ədˈvæntɪdʒ/

absolute poverty

/ˈæbsəlʊt ˈpɒvəti/

administrative barriers

/ədˈmɪnɪstrətɪv ˈbæriəz/

adverse selection

/ədˈvɜːs sɪˈleɪʃn/

aggregate demand

/ˈægrɪgeɪt dɪˈmænd/

allocative efficiency

/ˈæləkətɪv ɪˈfɪʃənsi/

appreciation

/əˌpriːʃiˈeɪʃn/

asymmetric information

/ˌeɪsɪˈmetrɪk ˌɪnfəˈmeɪʃn/

automatic stabilisers

average revenue

/ˈævərɪdʒ ˈrevənjuː/

average tax rate

/ˈævərɪdʒ tæks reɪt/

average total cost

/ˈævərɪdʒ ˈtəʊtl kɒst/

balance of payments

/ˈbæləns ɒv ˈpeɪmənts/

barriers to entry

/ˈbæriəz tə ˈentri/

bilateral

boom

/buːm/

budget deficit

/ˈbʌdʒɪt ˈdefɪsɪt/

English

budget surplus

/ˈbʌdʒɪt ˈsɜːpləs/

buffer stock

/ˈbʌfə stɒk/

business cycle

/ˈbɪznəs ˈsaɪkl/

cap and trade

capital account

/ˈkæpɪtl əˈkaʊnt/

capital flight

/ˈkæpɪtl flaɪt/

capital spending

/ˈkæpɪtl ˈspendɪŋ/

carbon leakage

carbon tax

cartel

/kɑːˈtel/

cash transfer

central bank

/ˈsentrəl bæŋk/

collusion

/kəˈluːʒn/

common external tariff

common market

/ˈkɒmən ˈmɑːkɪt/

common pool resources

/ˈkɒmən puːl rɪˈzɔːsɪz/

common-access resource

/ˈkɒmən ˈækses rɪˈzɔːs/

comparative advantage

/kəmˈpærətɪv ədˈvæntɪdʒ/

competition law

composite indicators

concentration ratio

/ˌkɒnsənˈtreɪʃn ˈreɪʃiəʊ/

English
consumer price index
/kənˈsuːmə praɪs ˈɪndeks/
consumer surplus
/kənˈsuːmə ˈsɜːpləs/
contractionary
/kənˈtrækʃənəri/
cost-push inflation
/kɒst pʊʃ ɪnˈfleɪʃn/
credit rating agencies
crowding out
/'kraʊdɪŋ aʊt/
current account
/'kʌrənt əˈkaʊnt/
current spending
/'kʌrənt ˈspendɪŋ/
customs union
/'kʌstəmz ˈjuːniən/
deadweight loss
/'dedweɪt lɒs/
debt relief
deflation
/diːˈfleɪʃn/
demand
/dɪˈmænd/
demand-pull inflation
/dɪˈmænd pʊl ɪnˈfleɪʃn/
depreciation
/dɪˌpriːʃiˈeɪʃn/
devaluation
/diːˌvæljʊːˈeɪʃn/
direct taxes
discouraged workers
/dɪˈskʌrɪdʒd ˈwɜːkəz/
disinflation
/ˌdɪsɪnˈfleɪʃn/
diversification
/daɪˌvɜːsɪfiˈkeɪʃn/

English
dominant strategy
/ˈdɒmɪnənt ˈstrætədʒi/
dumping
/ˈdʌmpɪŋ/
dynamic efficiency
/daɪˈnæmɪk ɪˈfɪʃənsi/
economic and monetary union
/ɪˌkəˈnɒmɪk ænd ˈmʌnɪtəri ˈjuːniən/
economic development
/ɪˌkəˈnɒmɪk dɪˈveləpmənt/
economic growth
/ɪˌkəˈnɒmɪk grəʊθ/
economic integration
/ɪˌkəˈnɒmɪk ˌɪntɪˈɡreɪʃn/
economies of scale
/ɪˈkɒnəməz əv skeɪl/
efficiency
/ɪˈfɪʃənsi/
equity
/ˈekwɪti/
excess
/ekˈses/
excess capacity
/ekˈses kəˈpæsɪti/
exchange rate
/eksˈtʃeɪndʒ reɪt/
expansionary
/ekˈspænjənəri/
expenditure-reducing policies
expenditure-switching policies
export ban
export promotion
export subsidies
externality
/ekˈstɜːnælɪti/

English
<div> <div> <div> <div>factors of production</div> <div><i>ˈfæktəz ɒv prəˈdʌkʃn</i></div> </div> <div> <div>fair trade</div> <div><i>ˈfeə treɪd</i></div> </div> </div> <div> <div>financial account</div> <div><i>ˈfaɪˈnæŋʃl əˈkaʊnt</i></div> </div> </div> <div> <div>fiscal policy</div> <div><i>ˈfɪskl ˈpɒlsɪ</i></div> </div>

fixed exchange rate

ˈfɪkst eksˈtʃeɪndʒ reɪt

floating exchange rate

ˈfləʊtɪŋ eksˈtʃeɪndʒ reɪt

foreign aid

foreign currency reserves

foreign direct investment

ˈfɒrən daiˈrekt ɪnˈvestmənt

free trade area

free-rider problem

ˈfriː ˈraɪdə ˈprɒbləm

game theory

ˈgeɪm ˈθɪəri

GDP per capita

ˌdʒɪː diː ˈpiː pɜː ˈkæpɪtə

gender inequality

Gender Inequality Index

ˈdʒendə ɪniː ˈkwɒlɪti ˈɪndeks

Gini coefficient

ˈdʒɪː niː ˌkəʊˈfɪʃənt

government debt

government ownership

government regulation

Gross domestic product

ˈgrəʊs dəˈmestɪk ˈprɒdʌkt

Gross national income

ˈgrəʊs ˈnæʃənl ˈɪŋkʌm

English
<div> <div> <div> <div>homogeneous</div> <div><i>ˌhɒməˈdʒiːniəs</i></div> </div> <div> <div>hot money</div> <div></div> </div> </div> <div> <div>Human Development Index</div> <div><i>ˈhjuːmən dɪˈveləpmənt ˈɪndeks</i></div> </div> </div> <div> <div>import substitution</div> <div></div> </div>

income

ˈɪŋkʌm

indirect tax

ˌɪndaiˈrekt tæks

Inequality-adjusted HDI

infant industry

ˈɪnfənt ˈɪndʌstri

inflation

ɪnˈfleɪʃn

inflation target

ɪnˈfleɪʃn ˈtɑːɡɪt

inflationary gap

ɪnˈfleɪʃənəri ɡæp

informal economy

ɪnˈfɔːml ɪˈkɒnəmi

injections

ɪnˈdʒekʃnz

interdependence

ˌɪntədɪˈpendəns

Keynesian

labour force

ˈleɪbə fɔːs

landlocked

leakages

ˈliːkɪdʒɪz

long-run aggregate supply

ˌlɒŋ rʌn ˈægrɪgeɪt səˈplaɪ

long-run Phillips curve

ˌlɒŋ rʌn ˈfɪlɪps kɜːv

Lorenz curve

ˈlɒrənts kɜːv

English	
loss	
/lɒs/	
managed exchange rate	
/'mænɪdʒd eks'tʃeɪndʒ reɪt/	
marginal cost	
/'mɑːdʒɪnl kɒst/	
marginal propensity to consume	
/'mɑːdʒɪnl prə'pensɪtɪ tə kən'sjuːm/	
marginal revenue	
/'mɑːdʒɪnl 'revənjuː/	
marginal social benefit	
/'mɑːdʒɪnl 'səʊʃl 'benɪfɪt/	
marginal social cost	
/'mɑːdʒɪnl 'səʊʃl kɒst/	
marginal tax rate	
/'mɑːdʒɪnl tæks reɪt/	
market power	
/'mɑːkɪt 'paʊə/	
market structures	
Marshall–Lerner condition	
/'mɑːʃl 'lɜːnə kən'dɪʃn/	
maximum price	
/'mæksɪməm praɪs/	
mergers	
/'mɜːdʒəz/	
microfinance	
/ˌmaɪkrəʊfaɪ'næns/	
minimum price	
/'mɪnɪməm praɪs/	
minimum reserve requirements	
monetarist	
monetary policy	
/'mʌnɪtəri 'pɒlɪsi/	
money supply	
/'mʌni sə'plaɪ/	
monopolistic competition	
/mə'nɒpəlɪstɪk ˌkɒmpə'tɪʃn/	

English	
monopoly	
/məˈnɒpəli/	
moral hazard	
/'mɒrəl ˈhæzəd/	
Multidimensional Poverty Index	
multilateral	
multinational corporations	
/ˌmʌltiˈnæʃənəl ˌkɔ:pə'reɪʃnz/	
multiplier	
/ˌmʌltiˈplaiə/	
Nash equilibrium	
/næʃ ˌi:kwiˈlɪbrɪəm/	
natural monopoly	
/'nætʃərəl məˈnɒpəli/	
natural rate of unemployment	
/'nætʃərəl reɪt ɒv ˌnæmˈplɔɪmənt/	
network effects	
Nominal GDP	
/'nɒmɪnəl ˌdʒi: di: 'pi:/	
non-price competition	
/nɒn praɪs ˌkɒmpə'tɪʃn/	
normal profit	
/'nɔ:ml 'prɒfɪt/	
normative	
/'nɔ:mətɪv/	
oligopoly	
/ˌɒlɪˈɡɒpəli/	
open market operations	
opportunity cost	
/ɒpə'tju:nɪti kɒst/	
output gap	
/'aʊtpʊt ɡæp/	
patents	
perfect competition	
/'pɜ:fekt ˌkɒmpə'tɪʃn/	

English
policy interest rate
portfolio investment
potential output
poverty
poverty trap
preferential trade agreement
price elasticity
price elasticity of demand
price elasticity of supply
price leader
price war
price-maker
price-taker
primary income
primary products
producer surplus
product differentiation
production subsidies
productive efficiency
profit maximisation
progressive taxes

English
public good
Purchasing power parity
quantitative easing
quota
real GDP
real interest rate
recession
recessionary gap
recovery
regressive tax
relative poverty
research and development
retaliate
reevaluation
screening
secondary income
short-run aggregate supply
short-run Phillips curve
signalling
speculate

English									
<div>stagflation</div> <div>/ˈstæɡˈfleɪʃn/</div> <div>subsidy</div> <div>/ˈsʌbsɪdi/</div> <div>substitutes</div> <div>/ˈsʌbstɪtjuːts/</div> <div>supply</div> <div>/səˈplaɪ/</div> <div>supply-side policies</div> <div>/səˈplaɪ saɪd ˈpəlɪsɪz/</div> <div>sustainable development</div> <div>/səˈsteɪnəbl diˈvələpmənt/</div> <div>Sustainable Development Goals</div> <div>/səˈsteɪnəbl diˈvələpmənt ɡəʊlz/</div> <div>tacit collusion</div> <tr><td></td></tr> <tr><td><div>tariff</div><div>/ˈtærɪf/</div><div>tax incidence</div><div>/tæks ˈɪnsɪdəns/</div><div>terms of trade</div><div>/tɜːmz ɒv treɪd/</div><div>total revenue</div><div>/ˈtəʊtl ˈrevənjuː/</div><div>trade creation</div><tr><td></td></tr><tr><td><div>trade disputes</div></td></tr><tr><td><div>trade diversion</div></td></tr><tr><td></td></tr><tr><td><div>trade liberalisation</div><div>/treɪd ˌlɪbərəlaɪˈzeɪʃn/</div><div>trade protection</div><div>/treɪd prəˈtekʃn/</div><div>trading blocs</div><tr><td></td></tr><tr><td><div>transfer payments</div><div>/ˈtrænsfɜː ˈpeɪmənts/</div><div>trend</div><div>/trend/</div></td></tr></td></tr></td></tr>		<div>tariff</div> <div>/ˈtærɪf/</div> <div>tax incidence</div> <div>/tæks ˈɪnsɪdəns/</div> <div>terms of trade</div> <div>/tɜːmz ɒv treɪd/</div> <div>total revenue</div> <div>/ˈtəʊtl ˈrevənjuː/</div> <div>trade creation</div> <tr><td></td></tr> <tr><td><div>trade disputes</div></td></tr> <tr><td><div>trade diversion</div></td></tr> <tr><td></td></tr> <tr><td><div>trade liberalisation</div><div>/treɪd ˌlɪbərəlaɪˈzeɪʃn/</div><div>trade protection</div><div>/treɪd prəˈtekʃn/</div><div>trading blocs</div><tr><td></td></tr><tr><td><div>transfer payments</div><div>/ˈtrænsfɜː ˈpeɪmənts/</div><div>trend</div><div>/trend/</div></td></tr></td></tr>		<div>trade disputes</div>	<div>trade diversion</div>		<div>trade liberalisation</div> <div>/treɪd ˌlɪbərəlaɪˈzeɪʃn/</div> <div>trade protection</div> <div>/treɪd prəˈtekʃn/</div> <div>trading blocs</div> <tr><td></td></tr> <tr><td><div>transfer payments</div><div>/ˈtrænsfɜː ˈpeɪmənts/</div><div>trend</div><div>/trend/</div></td></tr>		<div>transfer payments</div> <div>/ˈtrænsfɜː ˈpeɪmənts/</div> <div>trend</div> <div>/trend/</div>
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English		
<div>unemployed</div> <div>/ʌnɪmˈplɔɪd/</div> <div>warranty</div> <tr><td></td></tr> <tr><td><div>wealth</div><div>/weɪlθ/</div><div>World Trade Organization</div><div>/wɜːld treɪd ɔːɡənaɪˈzeɪʃn/</div><div>X-inefficiency</div><div>/eks ɪnˈfɪjənsi/</div></td></tr>		<div>wealth</div> <div>/weɪlθ/</div> <div>World Trade Organization</div> <div>/wɜːld treɪd ɔːɡənaɪˈzeɪʃn/</div> <div>X-inefficiency</div> <div>/eks ɪnˈfɪjənsi/</div>
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