

International Baccalaureate · IB Diploma · Economics · SL

Glossary · every term in the course, A–Z

English

absolute advantage

/ˈæbsəlu:t ədˈvæntɪdʒ/

absolute poverty

/ˈæbsəlu:t ˈpɒvəti/

administrative barriers

/ədˈmɪnɪstrətɪv ˈbærɪəz/

aggregate demand

/ˈægrɪgeɪt dɪˈmænd/

allocative efficiency

/ˈæləkətɪv ɪˈfɪʃənsi/

appreciation

/əˈpri:ʃiˈeɪʃn/

automatic stabilisers

balance of payments

/ˈbæləns ɒv ˈpeɪmənts/

bilateral

boom

/bu:m/

budget deficit

/ˈbʌdʒɪt ˈdefɪsɪt/

budget surplus

/ˈbʌdʒɪt ˈsɜ:ples/

buffer stock

/ˈbʌfə stɒk/

business cycle

/ˈbɪznəs ˈsaɪkl/

cap and trade

capital account

/ˈkæpɪtl əˈkaʊnt/

capital flight

/ˈkæpɪtl flaɪt/

capital spending

/ˈkæpɪtl ˈspendɪŋ/

English

carbon leakage

carbon tax

cash transfer

central bank

/ˈsentrəl bæŋk/

common external tariff

common market

/ˈkɒmən ˈmɑːkɪt/

common pool resources

/ˈkɒmən puːl rɪˈzɔːsɪz/

common-access resource

/ˈkɒmən ˈækses rɪˈzɔːs/

comparative advantage

/kəmˈpærətɪv ədˈvæntɪdʒ/

composite indicators

consumer price index

/kənˈsuːmə praɪs ˈɪndeks/

consumer surplus

/kənˈsuːmə ˈsɜːpləs/

contractionary

/kənˈtrækʃənəri/

cost-push inflation

/kɒst pʊʃ ɪnˈfleɪʃn/

crowding out

/ˈkraʊdɪŋ aʊt/

current account

/ˈkʌrənt əˈkaʊnt/

current spending

/ˈkʌrənt ˈspendɪŋ/

customs union

/ˈkʌstəmz ˈjuːniən/

debt relief

deflation

/diːˈfleɪʃn/

demand

/dɪˈmænd/

English

demand-pull inflation

/dɪ'mænd pəl m'fleɪʃn/

depreciation

/dɪˌpriːʃi'eɪʃn/

devaluation

/diːvæljʊ:'eɪʃn/

direct taxes

discouraged workers

/dɪ'skʌrɪdʒd 'wɜ:kəz/

disinflation

/ˌdɪsɪn'fleɪʃn/

diversification

/daɪˌvɜ:sɪfɪ'keɪʃn/

dumping

/'dʌmpɪŋ/

economic and monetary
union

/iːkə'nɒmɪk ænd 'mʌnɪtəri 'juːniən/

economic development

/iːkə'nɒmɪk dɪ'veləpmənt/

economic growth

/iːkə'nɒmɪk grəʊθ/

economic integration

/iːkə'nɒmɪk ˌɪntɪ'greɪʃn/

economies of scale

/ɪ'kɒnəmɪz ɒv skeɪl/

efficiency

/ɪ'fɪʃənsi/

equity

/'ekwɪti/

exchange rate

/eks'tʃeɪndʒ reɪt/

expansionary

/ek'spænʃənəri/

expenditure-reducing
policies

expenditure-switching
policies

English

export ban

export promotion

export subsidies

externality

/ek'stɜːnəli/

factors of production

/'fæktəz ɒv prə'dʌkʃn/

fair trade

/feə treɪd/

financial account

/faɪ'næŋʃl ə'kaʊnt/

fiscal policy

/'fɪskl 'pɒləsi/

fixed exchange rate

/fɪkst eks'tʃeɪndʒ reɪt/

floating exchange rate

/'fləʊtɪŋ eks'tʃeɪndʒ reɪt/

foreign aid

foreign currency reserves

foreign direct investment

/'fɒrən daɪ'rekt ɪn'vestmənt/

free trade area

free-rider problem

/friː 'raɪdə 'prɒbləm/

GDP per capita

/ˌdʒɪː diː 'piː pɜː 'kæpɪtə/

gender inequality

Gender Inequality Index

/'dʒendə miː'kwɒləti 'ɪndeks/

Gini coefficient

/'dʒɪːni ˌkəʊ'fɪʃənt/

Gross domestic product

/grəʊs də'mestɪk 'prɒdʌkt/

Gross national income

/grəʊs 'næʃənl 'ɪŋkʌm/

English

hot money

Human Development Index

/ˈhju:mən dɪ'veləpmənt 'ɪndeks/

import substitution

income

/ˈɪŋkʌm/

indirect tax

/ɪndaɪ'rekt tæks/

Inequality-adjusted HDI

infant industry

/ˈɪnfənt 'ɪndʌstri/

inflation

/ɪn'fleɪʃn/

inflation target

/ɪn'fleɪʃn 'tɑ:ɡɪt/

inflationary gap

/ɪn'fleɪʃənəri ɡæp/

informal economy

/ɪn'fɔ:ml ɪ'kɒnəmi/

injections

/ɪn'dʒekʃnz/

Keynesian

labour force

/ˈleɪbə fɔ:s/

landlocked

leakages

/ˈli:kɪdʒɪz/

long-run aggregate supply

/lɒŋ rʌn 'ægrɪɡeɪt sə'plaɪ/

Lorenz curve

/ˈlɒrənts kɜ:v/

managed exchange rate

/ˈmænɪdʒd eks'tʃeɪndʒ reɪt/

marginal social benefit

/ˈmɑ:dʒɪnl 'səʊʃl 'benɪfɪt/

English

marginal social cost

/ˈmɑːdʒɪnəl ˈsəʊʃl kɒst/

maximum price

/ˈmæksɪməm praɪs/

microfinance

/ˌmaɪkrəʊfaɪˈnæns/

minimum price

/ˈmɪnɪməm praɪs/

minimum reserve

requirements

monetarist

monetary policy

/ˈmʌnɪtəri ˈpɒləsi/

money supply

/ˈmʌni səˈplaɪ/

Multidimensional Poverty
Index

multilateral

multinational corporations

/ˌmʌltɪˈnæʃənəl ˌkɔːpəˈreɪʃnz/

Nominal GDP

/ˈnɒmɪnəl ˌdʒiː diː ˈpiː/

normative

/ˈnɔːmətɪv/

open market operations

opportunity cost

/ɒpəˈtjuːnɪti kɒst/

output gap

/ˈaʊtpʊt ɡæp/

policy interest rate

portfolio investment

potential output

/pəˈtenʃl ˈaʊtpʊt/

poverty

/ˈpɒvəti/

English

poverty trap

/ˈpɒvəti træp/

preferential trade

agreement

price elasticity

/praɪs ɪləˈstɪsɪti/

price elasticity of demand

/praɪs ɪləˈstɪsɪti ɒv dɪˈmænd/

price elasticity of supply

/praɪs ɪləˈstɪsɪti ɒv səˈplaɪ/

primary income

/ˈpraɪməri ˈɪŋkʌm/

producer surplus

/prəˈdjuːsə ˈsɜːpləs/

production subsidies

progressive taxes

/prəˈɡresɪv ˈtæksɪz/

public good

/ˈpʌblɪk ɡʊd/

Purchasing power parity

/ˈpɜːtʃɪsɪŋ ˈpaʊə ˈpærɪti/

quantitative easing

/ˈkwɒntɪtɪtɪv ˈiːzɪŋ/

quota

/ˈkwɒtə/

real GDP

/rɪəl ˌdʒiː diː ˈpiː/

real interest rate

/rɪəl ˈɪntrest reɪt/

recession

/rɪˈseʃn/

recessionary gap

/rɪˈseʃənəri ɡæp/

recovery

/rɪˈkʌvəri/

regressive tax

/rɪˈɡresɪv tæks/

relative poverty

/ˈrelətɪv ˈpɒvəti/

English

retaliate

revaluation

/rɪˌvæljuː'eɪʃn/

secondary income

/'sekəndəri 'ɪŋkʌm/

short-run aggregate supply

/ʃɔ:t rʌn 'ægrɪgeɪt sə'plaɪ/

speculate

/'spekjʊleɪt/

subsidy

/'sʌbsɪdi/

supply

/sə'plaɪ/

supply-side policies

/sə'plaɪ saɪd 'pɒlɪsɪz/

sustainable development

/sə'steɪnəbl dɪ'veləpmənt/

Sustainable Development
Goals

/sə'steɪnəbl dɪ'veləpmənt ɡəʊlz/

tariff

/'tærɪf/

tax incidence

/tæks 'ɪnsɪdəns/

trade creation

trade disputes

trade diversion

trade protection

/treɪd prə'tekʃn/

trading blocs

transfer payments

/'trænsfɜ: 'peɪmənts/

trend

/trend/

unemployed

/ʌnem'plɔɪd/

English

wealth

/welθ/

World Trade Organization

/wɜːld treɪd ˌɔːɡənaɪ'zeɪʃn/
