P. PrepPulse

Economy Key Terms

Simple explanations of recurring economic terms for competitive examinations.

READ	REVISE	TEST
Understand the issue	Remember key facts	Attempt topic MCQs

Inflation

• A sustained rise in the general price level reduces purchasing power.

• Headline and core inflation measure different baskets.

• Monetary policy responds to inflation while considering growth conditions.

Fiscal Indicators

• Fiscal deficit is the gap between total expenditure and total non-borrowing receipts.

• Revenue deficit concerns the revenue account.

• Public debt reflects accumulated borrowing obligations.

Growth and Employment

• GDP measures the value of final goods and services produced within the country.

• Real growth adjusts for price changes.

• Labour-force participation, unemployment and worker-population ratios measure different dimensions.

Revision tip: Connect every current event with the static syllabus and revise it again within seven days.