



As you read your textbook, complete the reading note-sheet. For each **bolded** term, fill in the information for each subsection below it.

Balance of payments

Definition:	Components:
Explanation [how/why]:	Example [Find a news article that best uses the economic concept/theory/subject]:
Analysis + [pro/strengths/advantages/stakeholder]:	Analysis - [con/weaknesses/disadvantages/stakeholder 2]:

The current account

Definition/explanation:	How is it related to the BOP?
What does it measure?	How is it measured?
What does it mean if the account is in surplus(+)?	What does it mean if the account is in deficit(-)?
Possible solutions to an account surplus(+)?	Possible solutions to an account deficit(-)?

The capital account

Definition/explanation:	How is it related to the BOP?
What does it measure?	How is it measured?
What does it mean if the account is in surplus(+)?	What does it mean if the account is in deficit(-)?

The financial account

Definition/explanation:	How is it related to the BOP?
What does it measure?	How is it measured?
What does it mean if the account is in surplus(+)?	What does it mean if the account is in deficit(-)?

How are the accounts related?

